



**Village of Park Forest, Illinois**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**Fiscal Year Ended  
June 30, 2017**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
OF THE  
VILLAGE OF PARK FOREST, ILLINOIS**  
As of and for the Year Ended June 30, 2017

Officials Issuing Report

Thomas K. Mick, Village Manager  
Mark A. Pries, Deputy Village Manager/Finance Director

# VILLAGE OF PARK FOREST

## TABLE OF CONTENTS As of and for the Year Ended June 30, 2017

---

	<u>Page(s)</u>
<b>INTRODUCTORY SECTION</b>	
Table of Contents	i - iv
Letter of Transmittal	v - xlv
GFOA Certificate of Achievement	xlvi
Organizational Chart	xlvii
List of Elected and Appointed Officials	xlviii
<b>FINANCIAL SECTION</b>	
Independent Auditors' Report	1 - 3
<b><i>REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)</i></b>	
Management's Discussion and Analysis	4 - 21
<b><i>BASIC FINANCIAL STATEMENTS</i></b>	
Government-Wide Financial Statements	
Statement of Net Position	22
Statement of Activities	23 - 24
Fund Financial Statements	
Balance Sheet - Governmental Funds	25 - 28
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	29
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	30 - 31
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	32
Statement of Net Position - Proprietary Funds	33 - 36
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	37 - 38
Statement of Cash Flows - Proprietary Funds	39 - 42
Statement of Fiduciary Net Position - Fiduciary Funds	43
Statement of Changes in Fiduciary Net Position - Fiduciary Funds	44
Index to Notes to Financial Statements	45
Notes to Financial Statements	46 - 87
<b><i>REQUIRED SUPPLEMENTARY INFORMATION</i></b>	
<b><i>General Fund</i></b>	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	88

# VILLAGE OF PARK FOREST

## TABLE OF CONTENTS (cont.) As of and for the Year Ended June 30, 2017

---

### *REQUIRED SUPPLEMENTARY INFORMATION (cont.)*

#### ***Special Revenue Funds***

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Downtown Tax Increment Finance District Fund	89
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Housing Authority Fund	90
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Motor Fuel Tax Fund	91

#### ***Historical Pension and Retirees' Health Plan Information***

Illinois Municipal Retirement Fund - Schedule of Changes in the Village's Net Pension Liability and Related Ratios	92 - 93
Illinois Municipal Retirement Fund - Schedule of Employer Contributions	94 - 95
Police Pension Fund - Schedule of Changes in the Village's Net Pension Liability and Related Ratios	96
Police Pension Fund - Schedule of Employer Contributions	97 - 98
Police Pension Fund - Schedule of Investment Returns	99
Firefighters' Pension Fund - Schedule of Changes in the Village's Net Pension Liability and Related Ratios	100
Firefighters' Pension Fund - Schedule of Employer Contributions	101 - 102
Firefighters' Pension Fund - Schedule of Investment Returns	103
Retirees' Health Plan - Schedule of Employer Contributions and Schedule of Funding Progress	104
Notes to Required Supplementary Information	105

### ***SUPPLEMENTARY INFORMATION***

#### ***General Fund***

Schedule of Revenues - Budget and Actual - General Fund	106 - 107
Schedule of Expenditures - Budget and Actual - General Fund	108 - 109

#### ***Governmental Funds***

Combining Balance Sheet - Nonmajor Governmental Funds	110
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	111
Schedules of Revenues, Expenditures and Changes in Fund Balances (Deficit) - Budget and Actual	
Cook County Community Development Block Grant Fund - Nonmajor Special Revenue	112
Foreign Fire Insurance Fund - Nonmajor Special Revenue	113

# VILLAGE OF PARK FOREST

## TABLE OF CONTENTS (cont.) As of and for the Year Ended June 30, 2017

---

### ***SUPPLEMENTARY INFORMATION (cont.)***

Debt Service Fund - Major Debt Service 114

Capital Projects Fund - Major Capital Projects 115

### ***Enterprise Funds***

Combining Statement of Net Position - Nonmajor Enterprise Funds 116 - 117

Combining Statement of Revenue, Expenses and Changes in Fund Net Position -  
Nonmajor Enterprise Funds 118 - 119

Combining Statement of Cash Flows - Nonmajor Enterprise Funds 120 - 121

Schedules of Revenues, Expenses and Changes in Fund Net Position - Budget  
and Actual

Water Fund 122 - 123

Sewer Fund 124 - 125

Downtown Park Forest Fund 126 - 127

Refuse Fund 128

Municipal Parking Lot Fund 129

Aqua Center Fund 130 - 131

Tennis and Health Club Fund 132 - 133

### ***Internal Service Fund***

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and  
Actual

Vehicle Services Fund 134 - 135

### ***Fiduciary Funds***

Combining Statement of Fiduciary Net Position - Pension Trust Funds 136

Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds 137

Schedule of Changes in Fiduciary Net Position - Budget and Actual

Police Pension Fund 138

Firefighters' Pension Fund 139

### ***Debt Service Requirements***

General Obligation Refunding Bond Series 2008A 140

General Obligation Refunding Bond Series 2008B 141

General Obligation Refunding Bond Series 2008B - by portion 142

General Obligation Refunding Bond Series 2012A 143

General Obligation Refunding Bond Series 2012B 144

# VILLAGE OF PARK FOREST

## TABLE OF CONTENTS (cont.) As of and for the Year Ended June 30, 2017

---

### *SUPPLEMENTARY INFORMATION (cont.)*

General Obligation Refunding Bond Series 2013	145
IEPA Loan L17-1860	146
IEPA Loan L17-3142	147
IEPA Loan L17-0425	148
IEPA Loan L17-5288	149
Schedule of Insurance in Force	150
Four Year Summary of Assessed Valuations, Tax Rates, Extensions and Collections	151 - 152

### **STATISTICAL SECTION**

Net Position by Component - Last Ten Fiscal Years	153 - 154
Changes in Net Position - Last Ten Fiscal Years	155 - 158
Fund Balances, Governmental Funds - Last Ten Fiscal Years	159 - 160
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years	161 - 162
Assessed Value and Actual Value of Taxable Property - Last Ten Levy Years	163
Trend of Equalized Assessed Valuations - Last Ten Levy Years	164
Property Tax Rates per \$100 Assessed Valuation, Direct and Overlapping Governments - Last Ten Levy Years	165 - 166
Property Tax Rates per \$100 of Assessed Valuation - Last Ten Levy Years	167
Principal Property Taxpayers - Last Fiscal Year and Nine Years Ago	168
Property Tax Levies and Collections - Last Ten Years	169
Property Value and Construction - Last Ten Calendar Years	170
Taxable Sales by Category - Last Ten Calendar Years	171 - 172
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years	173 - 174
Ratio of General Bonded Debt Outstanding - Last Ten Fiscal Years	175
Computation of Direct and Overlapping Bonded Debt	176
Demographic and Economic Statistics - Last Ten Calendar Years	177
Principal Employers - Current Year and Nine Years Ago	178
Full-time Equivalent Village Government Employees by Function - Last Ten Fiscal Years	179 - 180
Operating Indicators by Function/Programs - Last Ten Calendar Years	181 - 184
Capital Assets Statistics by Function - Last Ten Fiscal Years	185 - 186
Water Sold by Type of Customer - Last Ten Fiscal Years	187 - 188



www.villageofparkforest.com

December 11, 2017

**Mayor**

John A. Ostenburg

**Village Trustees**

Mae Brandon  
Tiffani Graham  
Robert McCray  
Georgia O'Neill  
Theresa Settles  
Jonathan Vanderbilt

John Ostenburg, Mayor  
and Board of Trustees  
Village of Park Forest  
Park Forest, IL 60466

Mayor Ostenburg and Board of Trustees:

**Village Clerk**

Sheila McGann

In accordance with State Statutes and local ordinances, the Comprehensive Annual Financial Report of the Village of Park Forest, Illinois, for the year ended June 30, 2017 (Fiscal 2017) is, hereby, transmitted. Responsibility for both the accuracy of presented data and completeness of the presentation, including all disclosures, is that of the Village.

**Village Manager**

Thomas Mick

Management believes the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to set forth fairly the financial position, results of operations and cash flows of the Village, as measured by the financial activity of its various fund types and that all disclosures necessary to enable the reader to gain maximum understanding of the Village's financial affairs have been included. In developing and evaluating the Village's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are discussed herein and within the framework provided. We believe the Village's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

**Village Hall**

350 Victory Drive  
Park Forest, IL 60466  
(708) 748-1112

The letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A). The MD&A can be found immediately following the report of independent auditors.

**DownTown Management Office**

226 Forest Blvd.  
(708) 503-8153

**Fire Department**

156 Indianwood Blvd.  
(708) 748-5605

**REPORTING ENTITY**

**Freedom Hall**

410 Lakewood Blvd.  
(708) 747-0580

The Village provides a full range of services. These services include police and fire protection; water and sanitary sewer services; the construction and maintenance of streets and infrastructure, health services, recreation and parks, building and economic development services, a Housing Authority and general administrative services. For financial reporting purposes, in conformity with the Governmental Accounting Standards Board Statement No. 34, this report includes all the funds of the Village. In Fiscal 2010 through Fiscal 2012, the Housing Authority was presented as a Component Unit. The Housing Authority is now presented, again, as a fund within the Village's financial statements. In addition, the Library is no longer presented as part of the Village's reporting entity, see Note 1 to the financial statements.

**Health Department**

350 Victory Drive  
(708) 748-1118

The fiscal year for the Village of Park Forest ended June 30, 2017. The Village is in sound financial condition.

**Police Department**

200 Lakewood Blvd.  
(708) 748-4700

**Recreation and Parks Department**

350 Victory Drive  
(708) 748-2005

## ECONOMIC CONDITION AND OUTLOOK

The Village of Park Forest is located in the northeastern corner of the State of Illinois within the Chicago metropolitan area in the southern portion of Cook County and northern portion of Will County. The economic condition and outlook of the Village have changed dramatically over the past twenty years.

For many years, the commercial hub of the Village was the Park Forest Plaza, a regional shopping center anchored by two department stores: Marshall Fields and Sears. In the 1980's, a Tax Increment Financing (TIF) District was created. The Village issued General Obligation/Tax Increment Financing Bonds to fund certain infrastructure improvements. The shopping center was physically rehabilitated but, despite the "face-lift," changes in the market and its distance from major traffic arteries contributed to the further demise of the shopping center. In 1993, yet another owner purchased it. He failed to pay the property taxes or implement his redevelopment plan. In November 1995, the Village asked the courts to place the property in receivership. In December 1995, the owner offered to sell the property to the Village. The sale was consummated in late December. The sale price was \$100,000 plus the back taxes which amounted to \$764,331. After Sears announced leaving and after months of negotiations, a settlement agreement in which Sears donated its land and buildings to the Village along with \$2,623,127 to reimburse the Village for lost sales and property tax revenues was signed. The Sears settlement made possible the purchase of the shopping center, payment of the back taxes on the property, and the beginning of redevelopment.

It has been the Village's intent to convert the shopping center into a traditional main street DownTown. One key component to the process of redeveloping the shopping center into a DownTown was restructuring the Tax Increment Financing (TIF) District. The certified base equalized assessed valuation (EAV) of the Tax Increment Financing District, established in 1985, was \$11,710,716. The equalized assessed valuation at the 1994 level was \$15,132,110. When Sears closed operations and donated its property to the Village, it became tax exempt. The \$4,541,191 of equalized assessed valuation of the Sears property reduced the base to \$9,435,507. In other words, the 1995 equalized assessed valuation of the Tax Increment Financing District was below the certified base equalized assessed valuation. Thus, there was no increment with which to pay debt service.

The Tax Increment Financing District, as configured, was dissolved and a new one formally created on November 10, 1997. Besides addressing the problem of the damage to the base, creation of a new Tax Increment Financing District enabled the Village to spread the TIF debt over a longer period of time. Lengthening the life of the TIF, however, would have had a negative impact on the other participating taxing districts. For that reason, it was recommended that the residential properties formerly included in the TIF be excluded. For the taxing bodies, this created an almost equal exchange of value. The amount of base taxes generated by the Sears property was \$305,368. The increment produced by the residential property was \$285,112. The incremental income from the residential property was exchanged for the Sears base property tax.

The DownTown TIF District has a certified base EAV of \$3,598,133. The smaller base EAV of the DownTown TIF District has given the Village a better opportunity to generate tax increment in the future. The DownTown TIF District will be in place for 23 years, until November, 2020. In comparison, the expiration of the initial TIF District would have been December 23, 2008. In effect, the Village extended the life of the TIF District for approximately 12 years, allowing the Village to spread debt service payments on the existing \$10 million of debt over a longer period of time. This action minimized the property tax impact.

During 1996, the Village studied the shopping center and created a plan for its redevelopment. During 1997, the physical redevelopment began with the demolition of several vacant retail buildings. During

Fiscal 1998, Main Street was constructed from Forest Boulevard to Cunningham. Forest Boulevard was re-connected over the footprint of the demolished Sears building. A market “niche” of arts and culture was identified and a cultural arts center created. Currently located in the cultural arts center are the Tall Grass Arts Association, a juried art gallery and school, the offices and Board Room of the Illinois Philharmonic Orchestra and SPAA (Speakers, Publishers, & Authors Association) Theater.

During Fiscal 1999, Main Street was extended to Orchard. The Village borrowed \$1,640,000 to fund Downtown redevelopment. Sale of an out lot that now houses a 90-unit independent living facility for seniors and a 60-unit assisted living facility was consummated in the fall of 1999.

At the beginning of Fiscal Year 2000, a Western Avenue outlot was sold and developed for an Osco Foods, now CVS.

In Fiscal 2001, an outlot parcel was sold on Western Avenue and Bank Calumet, now First Midwest, was constructed. Fiscal 2001 was the first year since the Tax Increment Financing District was established in November, 1997 that the Village received incremental taxes in the amount of \$129,597.

In Fiscal 2004, the senior living facilities were fully assessed and accounted for the major increase in incremental taxes. Receipt of increment allowed \$350,000 of debt service to be abated for the tax levy adopted in December, 2004.

In Fiscal 2006, an Economic Development and Planning Director was hired and a stand-alone Economic Development and Planning Department created. This department was instrumental in securing a residential developer, Bigelow Homes, for a previously failed development. Bigelow entered into a redevelopment agreement with the Village in November, 2005. Construction of 63 homes was completed in 2008. The department has also worked to develop a Strategic Planning Study that has produced a Strategic Plan for Land Use and Economic Development, a transit oriented development study (TOD), acquired properties through the no-cash-bid process and through CDBG and NSP and secured grant funds to demolish four commercial properties to ultimately be put back on the tax rolls.

Fiscal 2010 saw increased incremental taxes generated from the new Legacy Square development. These taxes allowed for a \$650,000 abatement in the levy for TIF debt service for 2010 and a further increase to \$750,000 for 2011. At the end of 2010, the Village received approval for Community Development Block Grant Funds for a total of \$930,062 to fund the demolition of the Marshall Fields building. Demolition was completed in Fiscal 2012.

During 2012, the Village received notification of a Cook County Neighborhood Stabilization Program (NSP) grant of \$1,550,000 and a Community Development Block Grant (CDBG) of \$714,000 for a total of \$2,264,000 to demolish four blighted commercial buildings. The buildings demolished were at 3200 Lincoln Highway, Norwood Square Shopping Center, 320 Wildwood Street (former Wildwood School) and 350 Main Street. Property tax abatement for TIF debt increased to \$800,000 for 2012 and increased further to \$850,000 for 2013.

Fiscal 2009 saw a major decline in the national economy which continued through 2013, this has certainly impacted Park Forest. Several major revenue sources declined from 2009 to 2013 creating a new base with little recovery. The Village saw some recovery in 2014 through 2016. In addition, the population of the Village declined with the 2010 Census, decreasing from 23,462 to 21,975, or 1,487 people. This decline negatively impacted a number of per capita revenues. In Fiscal 2015, the Village saw a slight continuing recovery in key revenues such as income tax and sales tax. Those revenues stabilized in 2016. Utility taxes continued to decline through FY 15-16 but stabilized in FY 16-17. However, future utility tax revenues are not expected to increase. The Village’s conservative budgeting, maintenance of fund

balance reserves, along with a strategic planning process which allowed for mid-year budget amendments has enabled the Village to end the fiscal year with adequate reserves intact. In addition, several planning studies have been completed along with land acquisition and other housing initiatives undertaken to position the community for future growth. The challenge for Fiscal 2017 will be to monitor financial results and make changes as needed at the mid-year review. The allocation of revenues from the State is a current concern. Also, the delay in hiring and position restructuring when opportunities arise will allow the Village to sustain reserves. Infrastructure needs continue to be an issue, specifically water mains and streets.

**SERVICE DELIVERY**

The Village of Park Forest provides an unusually high level of service to its residents. These services include Fire, Police, Public Works, including water pumping, purification and distribution, a Health Department that provides home health care and public health services, Community Development, a Housing Authority, Economic Development, Recreation and Parks including two enterprise funds (a swimming pool complex and a tennis and health club), and operation of two municipal commuter parking lots.

The decline of revenue-generating commercial businesses coupled with the Village Board’s intent to hold tax levy increases to a minimum, have necessitated a thorough review of all municipal services. It is the Village Board’s stated goal to maintain the current high level of service, but to evaluate core versus non-core services assessing the cost effective nature of services provided. The ownership of DownTown Park Forest, several commercial sites along with a focus on acquiring residential properties will make it necessary to review this goal on an on-going basis and may make continued trade-offs for funding allocations necessary.

**MAJOR INITIATIVES**

The Village follows a multi-step process in preparing its budget. It begins with neighborhood meetings, at times followed by a survey or focus groups of the community to assess satisfaction with municipal services and gather resident input on timely issues confronting the Board. This process is followed by staff and Board goal setting that evaluate the positive aspects of the community and the challenges and suggest future directions. The Board reviews the financial condition of the Village and the financial challenges, and then writes strategic planning goals for the next budget year. Beginning in Fiscal 2015, five-year goals were adopted. A tax levy is adopted that will fund the future budget. A capital plan is developed followed by the budget. The budget is developed within the guidelines provided by the tax levy and strategic planning goals.

For Fiscal 2017, year three of the five-year goals setting was completed. Following each goal is a brief summary of its accomplishment:

**1. Generate Economic and Business sustainability for the Village**

Country Squire Foods, Inc., opened for business in November, 2014, and closed in December, 2016. The property owner has identified a new grocery store operator who is working to re-open the store in November, 2017.

Foster’s Kennels opened in February, 2015. Additional DownTown businesses that opened in 2014/2015 included Johny’s II Food Restaurant, Main Street Diner and SomeWear Men’s

Apparel and tailoring. Since the beginning of FY 2015/2016, 12 new home-based businesses have opened in Park Forest. One of these businesses, 14<sup>th</sup> Street Vintage/Aspire Bookings, operated as a pop-up business in DownTown Park Forest a period of time. Six commercial businesses have opened, including Tracy Foster Tax Service located in Foster's Kennel, Lavish Kuttz Barber Lounge, Horne's Golf Academy, LBS1 Educational Consultant & Tutoring Services, Earth in Motion Fitness and Ardeur & Beauty hair salon. During FY 2016/17, 36 businesses opened comprising of 15 home based and 14 commercial. Of the 14 commercial, six are classified as houses of worship. Garden of Peace Ministries purchased New Community Church and rents space to other houses of worship. Additional commercial businesses include Golden Quick Mart (new owner); Oliver Nichols, CPA; Percy Weathington, MBA CPA; T and J Gov Parts and Logistic LLC; Smothers Studio; Princess Palace; and PK's Christian Learning Site, Inc.

A beauty care manufacturer, Essations, Inc. (70 North Street) is in its final inspection process in the Business Park, Ken's Liquors (2560 Western) and Park Forest Foods, Inc. (120 Orchard) and Vintrendi Wine Company (290 Victory) are expected to open by the end of calendar 2017.

In April 2015, the Board approved a brokerage agreement for the advertising and sale of the former Hidden Meadows property. Staff showed the property to a multi-family developer and a hotel developer, and contracted for a full-page ad in a publication for student housing developers. Subsequently, the brokerage agreement has expired. Staff continues to promote the property. In early 2014, the Plan Commission initiated a contract to prepare a market study and concept plan for future development of the former Hidden Meadows property. Other stakeholders, such as Tamarack Street residents, Will County Forest Preserve and Governors State University participated in development of the plan. The Hidden Meadows Concept Plan was adopted as an element of the Village's comprehensive plan in December, 2016. The Fire Department will continue to develop preliminary plans for expanded response requirements at Hidden Meadows and South Western Avenue annexation areas. Other Village staff will identify banks and other sources of financing willing to assist Park Forest businesses with start-up and expansion funds.

The Board approved brokerage agreements with Frontline Real Estate Partners in April, 2016 for the sale of the vacant land parcels adjacent to Village Hall (former Marshall Fields parking lot) and Dollar General, and three buildings owned by the Village in DownTown Park Forest. Frontline's marketing produced one willing buyer for the buildings but staff's due diligence on this buyer did not result in a sale.

Staff assists all commercial and industrial property owners to sell or lease their properties by promoting available space, with incentive applications, where and when necessary. Marketing material for all commercial property is taken to all ICSC events and shared with the Select Chicago Southland cooperative. The information about these and other properties is shared when inquiries are made about available properties. The Park Forest website also lists properties that are for sale. Starting in September, 2016, staff is participating in a new regional marketing initiative to promote industrial property. In September, 2017, the Village placed a quarter page advertisement in Business Expansion Magazine for industrial recruitment.

In October, 2014, the Board of Trustees approved a request for renewal of a Cook County Class 8 property tax incentive for Nikolovski Properties, which leases to Americana Inc., located at 70 North Street and in business since 2008. In late 2016, the Nikolovski family decided to retire and have entered into a lease to own contract with Essations, Inc./Luster Products to take over the property. Luster Products is the leading African-American owned manufacturer of premium personal care products serving people worldwide. The Class 8 will continue to benefit the new business as the incentive runs with the property.

Since the summer of 2015, the Village has been working with a potential buyer, ForeBio Nutrition LLC, for the property at 80 North Street. Their business will produce a nutritional supplement. In order to incentivize this sale, the Village worked with State Representative Anthony DeLuca to obtain approval of Public Act 100-0510 (SB 1775 enrolled as 35 ICLS 200/10-705 new Keystone Property), which became law in September, 2017. The Mayor and Village Board of Trustees approved the Sales Agreement in October, 2017.

The Village has acquired the former Blackhawk Plaza via the abandonment process. Several prospects have expressed interest in all or parts of the property. Staff and legal counsel are working on a tax appeal to exempt the property from real estate taxes until it is sold.

Staff continues to publish and distribute the Park Forest Business News to all licensed businesses. Typical topics covered in the newsletter include a focus on the annual Business Person of the Year, recaps of the Business Breakfast topics, articles suggested and written by EDAG members, updates on new businesses and other topics of interest to local businesses. Issues are distributed electronically and they are posted on the Village website.

The July, 2014 DownTown District MidSummer Madness included a record 30 businesses as Co-Host locations and the attendance of 180 people from 18 different communities. The 2015 event included 29 businesses as Co-Host locations and 150 participants from 16 different communities. Each business location averaged 91 visitors. In 2016, there were 32 participating businesses and over 150 participants from 16 different communities. The Village also received a record number of monetary donations from Village vendors (\$2,100). Park Forest Summertime Bingo Game was developed to replace MidSummer Madness in summer, 2017. The goal was to have fun exploring Park Forest during the summer by completing a Bingo card. Once completed, participants were entered in a drawing for a \$50 VISA Card. Despite the wide-spread introduction of this new event, less than 10 participated. A new event will be considered for 2018.

The Park Forest Business Breakfast program serves important educational and networking purposes for local businesses. Business Breakfasts in 2014/2015 focused on Small Business Energy Assessments, how tablets and smart phones could be best used in a small business setting and a networking event. Business Breakfasts in 2015/2016 focused on Marketing on a Budget, Bookkeeping and the annual networking event. The FY 2017 schedule started with Developing the Leader in You, presented by Lee Ann Piano (October, 2016), and a presentation by the Small Business Advocacy Council on Crowdfunding (January, 2017). The Village sponsored a Women's Empowerment Session, presented by Lee Ann Piano, in February, 2017 and the annual networking mix was held in April, 2017. The topic for

October, 2017's Business Breakfast was "Power of the Inbox". The December, 2017 event will focus on networking.

Annually, the Village supports the Shop Local campaign by producing the Shopping & Services Guide. Businesses continue to receive new business and/or inquiries from their listings. Shop local messages are regularly posted on the Village sign at US30 and Orchard Drive. EDAG members promoted the Shop Local campaign at the Police Unity Day event in August, 2017 and at several Main Street Nights events.

Staff is managing a signature drive to attract a movie theater manager to the closed Holiday Star Theater. To date, more than 800 signatures have been secured.

The Park Forest bi-weekly Business e-Bulletin continues to support local businesses and organizations by offering a free marketing venue to 1,000+ subscribers. These bulletins also support Village sponsored events, highlight local events within the region and feature area college events.

The Communications Director supports the efforts of the Economic Development and Planning Department by highlighting new business openings in Discover Magazine and doing special spotlights on some of them that fill important needs in Park Forest, like restaurants and grocers. The Communications Director also highlights efforts aimed at providing greater exposure to current business like the annual Midsummer Madness. Messaging is included in Village print communication, as well as online.

The Communications Director provides support to local businesses by highlighting the annual winner of the Business Person of the Year Award. Outreach about the winner and their business is included in Village communications in the hope that others might become more familiar with that business, become more aware that quality businesses call Park Forest home and that other current and prospective businesses identify Park Forest as a place that supports business. The Communications Director, with input from the Finance Department and Village Manager, created a new opportunity for businesses to advertise in water bill mailings. The new opportunity allows businesses to place as small as a business-card-sized ad for \$150 and up to full page (front and back) ad for \$600 to be included in the mailing. This opportunity will allow more Park Forest businesses to introduce themselves to residents and/or remind them of their presence. Additionally, a similar opportunity continues to be available via the Village's *Discover Magazine*.

Public Works staff has performed preliminary cost estimates to extend sewer and water south along Western Avenue to Exchange Street. In the fall of 2016, Public Works requested that Baxter and Woodman Engineers prepare a preliminary analysis to supply domestic water south along Western Avenue to Exchange. Village staff has negotiated a pre-annexation agreement with Continental/Midland, LLC to extend a 12 inch water line to their property on South Western Avenue. This water line extension will be constructed in 2018 and will allow for new development on property along its ¾ mile length. Continental/Midland has agreed to pay half the cost. Additionally, a development at the south east corner of Norfolk and Western, "PackItIn Storage", signed a pre-annexation agreement with the Village in 2017 and was allowed to connect to the Village's sanitary sewer.

The Police Department has implemented new efforts and concentration on officer foot-patrols in business areas establishing new bonds to the business community. The officers have a chance to get out of their vehicles when time permits, interact and get to know the business owners. A dialog can occur between the officer and business owners providing open communication and information sharing. The purpose of this initiative is to proactively reduce crime, have an omnipresence, improve relations with community business members and provide a safe and secure business area, both during business hours and after-hours.

In 2014, Public Works completed a resurfacing and reconstruction of Lester Road and Victory Drive leading into the Village Downtown that included decorative street lighting and landscaping drainage swales in addition to a new sidewalk layout to improve the walkability in the Downtown. In 2016, Main Street was resurfaced from Orchard Drive to Cunningham Drive as was the drive through exit lane from Chase Bank in order to enhance stable roadways in the Downtown.

Public Works continues to work with telecommunication companies and their desire to enter into or terminate various agreements with the Village. US Cellular terminated its lease agreement and removed all of its equipment from Blackhawk Water Tower. Cricket Wireless is planning to terminate its lease agreement and remove its equipment at Blackhawk Water Tower while Sprint recently upgraded its equipment and AT&T began planning submittals to install cellular equipment at this water tower. Wide Open Wireless was approved for a license agreement to install telecommunication lines in certain areas of the Village; this lease was amended in February, 2017. In the fall of 2016, Sprint renewed their lease on Blackhawk tower for an additional 25 years.

In 2017, the Public Works Department received a \$29K grant from DCEO to replace 95 street lights to LED, primarily on Indianwood Blvd., as well as to convert all lights in the Water Plant, inside and out, to LED. This project is anticipated to save the Village over \$60K over 10 years.

The Village took official action to opt out of the Storm Water Management Ordinance and regulating authority of the Metropolitan Water Reclamation District of Greater Chicago (MWRDGC) and opt for the Will County Storm Water Management Ordinance, which appears to be more business friendly. Staff is working to adopt environmental water quality storm water ordinances in conjunction with the Will County Storm Water Ordinance.

The Fire Prevention Bureau continues to assist the Economic Development and Community Development Departments with timely technical support, plan reviews for prospective businesses and engaging business owners by providing them with a clear understanding of code requirements. The Fire Department continues to provide technical support or plan reviews on several proposed business/construction projects, including the following: Garden House, group homes, daycare centers, Downtown occupancies and uses and new alternate uses for buildings on the St. Irenaeus property, including sprinkler plans.

The Fire Department maintains an on-line Crowd Management training program to assist assembly use occupancies in Park Forest in meeting the new code requirement in the Life Safety Code. The Department can also conduct on-site training to assist businesses and

occupants in meeting the new standard. Many of the original certificate holders are now completing the program annually to become recertified, as needed.

The Health Department also assists the Economic Development Department with preliminary plan reviews for prospective business owners who plan to start a business, which will cook or sell food to the general public, and conducts a pre-opening inspection to ensure public safety. The Health Department also ensures that the owners have trained staff on duty who are certified in food safety sanitation compliance standards for the State of Illinois. Repeat inspections are also conducted throughout the year to maintain ongoing compliance or to investigate customer complaints. Home day care businesses and commercial day care businesses are also inspected by the Health Department prior to business start-up and then annually, to monitor ongoing compliance.

Nurses Plus received a survey visit in October, 2015 from the IDPH to review agency compliance with both the Home Services and Home Nursing state licenses. In April, 2016, IDPH returned to audit the Home Health skilled nursing program. Both reviews were passed successfully. In addition, Nurses Plus was recognized as “The Best Home Health Care Business” and awarded a “Best of Chicago’s Southland” in 2015, 2016 and 2017. Nurses Plus was honored at the 2015 Annual National Association for Home Care (NAHC) Conference for exceptional patient ratings. Nurses Plus successfully completed a Joint Commission re-accreditation survey in November, 2016 that will be in place for three years.

The Village received a Judicial Deed to the Illini Apartments in January, 2016, through the abandonment process. In January, 2017, the Village signed a letter of intent with a prospective buyer. The new owner is in the process of preparing the drawings/plans for renovation of the twelve residential units in preparation for the Application for Building Permit. A comprehensive rehabilitation is planned to bring the units into code compliance, including a complete fire (sprinkler) suppression system for each unit. Building Permits for new roof overlays for both buildings have been issued and that work is now complete.

In July and September, 2015, the Board of Trustees approved a Resolution to acquire 28 properties through Cook County’s No Cash Bid/Scavenger Sale and Over the Counter process. One of these properties is a commercial property and all the remainder are vacant single family residential lots. Twelve of these deeds have been obtained and the others are still in process. The commercial property noted is Central Court Plaza. The Village and SSLBDA are working together to acquire this property as part of an overall development vision for this area. Proper due diligence to notify any property owners is complete but the property owner has contested the Village’s petition. The judge is expected to make a decision regarding the Village’s petition for a deed in November, 2017.

The South Suburban Land Bank and Development Authority (SSLBDA) continues to support Park Forest’s land development efforts. As of October, 2017, the SSLBDA has sold seven single family homes, owns 17 vacant lots (part of the BRP grant process), owns one commercial property and has transferred two vacant Eastgate lots to the Village.

After a Phase I environmental site assessment for 381 Blackhawk Drive (former Lube Renew) determined there are no environmental issues or concerns at the property, a No

Further Remediation (NFR) letter was issued and recorded. Economic Development and SSLBDA staff negotiated with First Midwest Bank (the owner) to donate the property to the SSLBDA with a \$100,000 grant. The grant funds have been used to reimburse the Village for its expenses (\$8,411) and the remainder will be used to focus on redevelopment of the property. The Village and SSLBDA continue to market this property.

In 2014 and 2015, the Village, in partnership with the South Suburban Mayors and Managers Association (SSMMA), OAI, Inc., and the South Metropolitan Higher Education Consortium (SMHEC), won competitions sponsored by the Small Business Administration (SBA) for two different \$50,000 grants from the Growth Accelerator Fund. These funds were used to purchase equipment to start the SouthWorks MakerLab and then hire a part-time coordinator to plan courses, acquire additional equipment and market the facility. In 2016, OAI received a \$4 million grant from the US Department of Labor. This grant enabled both OAI and the MakerLab to expand into a larger space in DownTown Park Forest, at 208 Forest Boulevard.

With the 2017 summer concerts, Chicago Chalk Art Champion, Shaun Hays, was in town again and completed murals on two 4x8 panels plus one work on the sidewalk near the Main Street Nights stage. The public was very engaged with his work and interacted with him as he completed these projects. Additionally, on four separate evenings, artists from Union Street Gallery, Tall Grass Arts Association, Salon Artists Gallery, and Nathan Manilow Sculpture Park came out and facilitated arts and craft projects for those in attendance at Main Street Nights.

In March, 2017, the Village sponsored and hosted four monthly jam sessions at Dining on the Green. Led by Southland Jazz Ensemble's Valerie Nicholson and Muzicnet owner Alan Franklin, these sessions revolved around the idea of using and cultivating existing assets for multiple arts based activities and explored the concept of "organic development" for the arts. These jam sessions resulted in various art works being created in concert with the music as they played. Along with an appreciative audience, each evening saw between 20 – 30 musicians attend plus a handful of artists creating works based on the setting and music.

On a monthly basis, the Cultural Arts Manager meets with the Southland Arts, Municipalities, and Business Alliance (S.A.M.B.A.). Key goals for the organization include promoting the south suburbs, attracting and welcoming new businesses and artists to the region, fostering creativity and active participation in building community through the cooperative efforts of arts organizations, municipalities and businesses. In the spring of 2017, SAMBA, assisted with a grant from the Chicago Southland Convention and Visitors Bureau, completed a promotional event called "*Let Them Eat Jazz*", a centennial celebration of jazz with shows presented at Freedom Hall, Prairie State and Governors State University. Concurrently, area art galleries hosted events related to the theme and local restaurants had special promotions during this time. SAMBA is currently developing plans for a similar regional arts promotion tentatively titled "Made in America" to be held in 2018.

In September, 2016 GSU opened an "Artist in Residence" studio space in the DownTown. Three Master level artists will create works and offer community assistance through volunteering at Tall Grass.

The Village Green Expansion Project is nearing completion. Next steps include the commissioning of art pieces.

Recreation and Parks continues to promote the Main Street Nights concert series as a vehicle to stimulate patronage of Park Forest businesses. Over 4,500 people attended during the 2017 eight week season. Additionally, staff works with organizations and businesses to sponsor individual nights. The Recreation & Parks Advisory Board will continue to sponsor the Chili Cook-off, further encouraging residents to downtown events.

Recreation and Parks continues to move ahead with plans to renovate Somonauk Park. Construction plans and detailed cost opinions are to be developed over the winter. As with public art, this project has potential to be an economic draw south of Sauk Trail.

## **2. Create an infrastructure capital plan that is flexible in dealing with trouble spots.**

Public Works has completed a Road Improvement Map and a Water Main Replacement Ranking Map in order to prioritize trouble spots and make necessary improvements. As roadways are improved, DPW will look into incorporating improvements for bicycle and pedestrian use. As water mains and sewers are replaced, DPW will look into improving more of the roadway. The Public Works Five Year Capital Plan lays out work on these projects. In 2015, the Village secured a \$5 million IEPA low interest loan to replace and install approximately 4 miles of water mains. The project, which includes resurfacing of 1.75 miles of roadway, began in fall, 2016. The Village was notified that \$750,000 of the project loan would be forgiven. Additionally, DPW resurfaced an additional  $\frac{3}{4}$  of a mile of roadway in the fall of 2016, including Homan, Wilson and Main Streets.

Grant funding was secured through the Congestion Mitigation and Air Quality (CMAQ) Improvement program to install bikeway pavement markings in 2016 along several FAU Routes, consistent with the Village's Bike and Pedestrian Plan.

In 2016, Public Works began to implement a 10-year road sign replacement program. Every year, a section of the community will receive new road signs, name signs and regulatory signs, as well as refreshed road striping. In 2016, Public Works completed the East Lincolnwood neighborhood. In 2017, signage was replaced in the entire Will County portion of the community as well as the bicycle signage and directional signs along all the Village's bike routes as recommended in the Bicycle and Pedestrian plan. Additionally, new signage was installed on Indianwood that was paid at 20% Village share, through FAU grant funding.

Public Works completed both phases of work for a \$500,000 Federal earmark from the USEPA for sanitary sewer improvements. A majority of this work consisted of lining sanitary sewers located in the back and side yards of residences and businesses as well as manhole rehab.

Beginning in 2016, DPW began incorporating storm sewer improvements into all of its roadway projects. In 2017, the Village was awarded \$23K from Will County to replace a storm sewer in Thorn Creek Estates.

Public Works established 50/50 Sidewalk Replacement Program with the 2014/2015 Budget. Moving forward, \$4,000 has been budgeted each year to fund portions of sidewalk and curb work that a resident wishes to complete that Public Works would otherwise not replace.

Public Works staff has submitted Surface Transportation Program funding applications for roadway improvements to Illinois Street, from Western Avenue to Orchard Drive, and Indianwood Boulevard, from Sauk Trail to Monee Road. This program will allow utilization of Federal Aid Funding for these improvements. Construction work for resurfacing of Indianwood Boulevard was completed in the summer of 2017 and Illinois Street is scheduled for construction in the summer of 2018.

Public Works sought additional reclassification of the Village's wider collector roads. Staff submitted applications for FAU reclassification of Westwood/Norwood Drive (Sauk Trail to Western Avenue), Shabbona Drive (Sauk Trail to South Orchard Drive), and South Orchard Drive (Sauk Trail to Shabbona Drive). In 2017, these reclassifications were approved. Public Works staff was approved for Surface Transportation Program funding improvements for Shabbona Drive, with a targeted construction of summer, 2019.

Public Works Water Plant staff is currently upgrading its SCADA system. SCADA systems are used to monitor and control water treatment processes at the water plant and various remote sites like Village wells and storage tanks. Metropolitan Industries recently completed all Water Plant SCADA Upgrades and SCADA work at Well #1. Metropolitan Industries also installed SCADA equipment at all the remote sites (wells, water towers, stand pipe) in the distribution system.

The Fire Department continues to seek and manage grants designed to support operations and training within the Department. Successes have included two Federal SAFER grants related to Paid-On-Call personnel recruitment/training totaling approximately \$168,800; one Firefighter/Paramedic within the career division (approximately \$198,000); approximately \$62,000 for incident command training; approximately \$98,000 for the purchase of power loading ambulance cots; \$22,000 to purchase digital portable radios; and \$2,700 to purchase a disposable CPAP device. In 2016, the Fire Department received a grant (\$240,000) to replace Self-Contained Breathing Apparatus and related equipment; a grant (\$106,000) to replace the antiquated fire safety education trailer; a grant to assist in maintaining the fire training site (\$2,000) and the Fire Department received final notice on a grant (\$15,000) from IRMA to support a previous purchase of power cots and load systems. Most recently, the Fire Department is a regional partner to a grant to purchase digital portable radios with 3 other surrounding communities (\$300,000); and is in the process of being awarded a grant to replace the in-station breathing air compressor system (\$65,000).

To help address health inequities in regards to food access, the Health Department received a grant (\$16,975) to support a Farmers Market SNAP project across the 2016 to 2018 Market seasons. The purpose of this grant is to expand the use of EBT/LINK card utilization. The Health Department incorporated a Double Value Bucks incentive program at the Farmers Market this year to encourage more low-income SNAP recipients to shop for healthier foods for their families. During the 2016 season, residents utilized \$4,014 in EBT benefits at the Farmers Market and \$1,825 was spent from the Double Value program. Sponsorship funds of

\$3,250 were collected from community businesses and an \$8,000 grant from LINK UP Illinois was received to provide a monetary incentive for EBT participants to purchase more locally grown fruits and vegetables. This grant will carry over through the 2017/2018 farmer's market season, as well. As part of this project, the Health Department will partner with CAN-the Community Action Network and the Healthy Start Program at Aunt Martha's Youth Center.

The Health Department continues community outreach efforts to local businesses asking for donated funds to help sustain ongoing support in the effort to address local barriers to healthy food access. In 2016, area businesses such as State Farm, Home Helpers, Franciscan Alliance Health Care Partners and foundations like the Friends of the Park Forest Health Department were supporters of the this program for the 2016 Farmers' Market season. The Health Department has also partnered with United Way from 2015-17 for their annual April Food Day food drive.

In the 2017 season for the Farmers Market, a decline was observed in vendor participation and patron attendance. Management of the Farmers' Market discussed potential approaches to dealing with these trend. The result is that the 2018 Farmers' Market will be shifted to a vacant parcel of land along Main Street just west of Western Avenue. It is hoped that this shift will attract more visibility for the Market given the new location's proximity to the traffic along Western Avenue and stores that open at 8 AM on Saturday mornings.

Progress continues in accomplishing the goals of the lifecycle projects. R&P Advisory Board members and R&P staff met with residents around Murphy Park to garner their input on new playground equipment. Plans were developed and installation began in the summer of 2017. Equipment was purchased to install a "tot lot" in the Eastgate neighborhood. This project was completed by a collaborative community project spearheaded by AmeriCorps volunteers.

Relative to the Lifecycle projects, the Recreation and Parks Advisory Board is conducting a review of the *Recreation & Park Plan* and *Park System Evaluation*. This includes visiting each park to observe its condition and amenities. As recommendations are developed, they will submit a report to the Board of Trustees.

Late in 2015, the Village received a \$13,300 grant from the Morton Arboretum to help replant ash trees lost to the Emerald Ash Borer beetle. The grant funded planting of 48 trees in parks and parkways. Residents were able to request a tree to be planted in their parkway and, in return, were asked to commit to watering the tree for three growing seasons. The Village Arborist has been monitoring this program and residents have, so far, been faithful to their commitment. In fall, 2016, notice was received that another federal grant of \$7,777 had been awarded to Park Forest to increase this tree planning initiative.

The parking lots at Village Hall, the Tennis & Health Club and the Aqua Center were resurfaced in 2017.

### **3. Develop a renewed, contemporary youth program.**

The Teen Services Coordinator is focused this year on building staff and the number of volunteers involved with the program. The most recent addition to the part-time staff is a graduate of Spelman College with a BA in Psychology and experience as a teacher developing STEM curriculum and mentorship programs. Other additions include an instructor who will teach dance twice a week and a volunteer who wants to introduce poetry to interested teens. The fall college tour has been cancelled for 2017 due to lack of enrollment. It seems that this year's hurricane season has made parents hesitant to send their children into the southern states. Plans for the spring tour are being finalized.

The Teen Services Coordinator is also strengthening the relationship with Rich East and was appointed Scholarship Director for the Rich East Booster Club by Principal Dr. Birts. This appointment grants the Teen Services Coordinator more access to Rich East while affording more opportunities to build relationships with teens and parents outside of Teen Zone.

After the 2015-16 school year, School District 163 ceased operations and usage of the common area known to the Village as The Recreation Center. At that time, Parks staff began the discussion to make changes necessary to isolate the Rec Center from the school so that it can be used during school hours without disrupting school activities, provide safety to both Village participants and School children in addition to ADA accessibility and several small interior upgrades. As of September, 2017, no planned facility updates have taken place due to continued discussion between SD163 and Village staff about a reasonable resolution to safety concerns and accessibility. Due to this, a revised plan is being developed with the intent of coming to an official agreement with SD163 on ownership of the building. In anticipation of this agreement, staff is developing new program options and will look to begin to make upgrades to the facility in early 2018.

On the programming side of operations, several notable highlights were achieved in 2017:

- The continued success of the Park Forest Youth Basketball League and Bitty Ball Basketball League. Well over 150 youth participated in the winter leagues and the Village's continued partnership with Richton Park has proven to be a good relationship.
- The Park Forest Summer Camps continued its success with over 140 participants this season. The program continued to give participants lessons in swimming and art, as well as several enriching field trips throughout the 7 week program. Staff also created a Jr. Counselor program to allow for teens who have aged out of the program to have an opportunity to receive training and mentoring, with the goal being to establish a pipeline of future counselors.
- The Department continued to partner with small business owners to offer programming to the community. Highlights of these programs include: Ballet, Hip Hop Dance, Taekwondo, Harmonica and Line Dancing. Staff is already working on new cooperative programs for fitness, gymnastics and preschool programming for the start of 2018.

The Fire Department renewed its support of current youth outreach programs, such as the Prairie State high school firefighting day, youth day and career days. The Fire Department

continues a broad relationship with Prairie State College and its Fire Science program and has assisted with its High School Firefighter Day, Basic Firefighter Operations, Advanced Firefighter programs and other fire science programs.

The Fire Department continues to refine school public education and the Babysitter/Latchkey programs for their suitability and content related to changing youth interests and focus. The Fire Department educational programs are being done across all elementary schools. With classes being presented to Blackhawk, Mohawk, Talala, Indiana and Arcadia Schools, the Fire Department is on track to meet the goal of reaching 80% of all third graders. Pre-school safety programs have been conducted. The Operation Head Start and a babysitters/latch-key classes were taught in conjunction with the Recreation and Parks Department. The new grant-funded fire safety education trailer will allow the Fire Department to widen the appeal of its public education efforts with new electronics, props and programs. The Fire Department's new fire safety education trailer will be integrated into as many of these programs as possible in the coming year.

The Fire Department participates, wherever practical, to support youth related activities across all Village operations. The Fire Prevention Bureau continues to explore youth camps, day camps and youth employment programs but the Department's ongoing budget does not have the funding to support these activities. The Department grant program continues to look for funding to support Fire Department based youth programs.

The Health Department experienced some changes in the Vaccines for Children program due to new state mandates to streamline the utilization of the state funding for immunization distribution due to state budget status. The new guideline states that VFC vaccines can only be given to children with no insurance or children with Title XIX Medicaid. Children receiving Title XXI Medicaid are no longer eligible to receive the free vaccines. Title XXI Medicaid clients are required to receive their immunizations and medical care at their assigned primary care provider site. For children with no insurance, who are homeless or recently moved to the area from out of state, the Health Department was very resourceful for parents who had nowhere else to turn to get vaccines.

The Communications Director continues to evolve the Village's annual college scholarship program for high school seniors. The Director handles outreach efforts for the Village's three scholarships in addition to the Park Forest Youth Commission's two scholarship awards. The entire 2016 program was carried out electronically.

The Communications Director spearheaded the build-out of a space in the lower level of Village Hall that will serve as a television studio space. This studio is now used for the filming of interviews, public service announcements and for other media purposes by Village staff. The space is also open to residents.

The Police Department continues to run the Police Athletics and Activities Center (PAAC) program in the summer with a stronger concentration on involvement from Park Forest children. The 2017 PAAC program was another success with many long term bonds fostered between the youth and the staff. There were a total of 71 youth participants, 54 were from the Village of Park Forest, while the remaining 17 youths were from surrounding

municipalities. This year's staff was 21 members who carried out the day to day functions of the program. The part-time/seasonal staff members that operate the PAAC program have also been instrumental with staffing needs for the 4<sup>th</sup> of July and Safe Halloween festivities. The Police Department collaborates with Recreation and Parks in financially supporting (through vehicle seizure funds) and bridging youth programs so the youth are constantly engaged.

Police personnel continues to build relationships with Rich East High School and the eight Park Forest grammar schools through liaison programs and continued involvement in their activities (Science Fairs, PEER Programs, Peace Summits, Outdoor Education, the BICYCLE Program, etc.). The Police Department continued giving away bikes in the eight grammar schools across Park Forest. Bikes are being raffled off for those students who have attained the goals set out by the various schools dealing with positive behavior as part of the fifth year of the BICYCLE Program. Over 300 bicycles, helmets and locks have been given out since the inception of the program. In 2016, the Police Department gave away 17 bicycles purchased with narcotics forfeiture money. Students at area schools received 14 of the bicycles and three were donated to other Village sponsored events.

The Police Department continues to participate in the School Liaison Program with School District 163 in which off-duty officers are hired to be at Michelle Obama School three days a week to foster bonds and trust with local youths. Officers participate with teachers in classes on various subjects, including gang awareness, anti-bullying, drug prevention and other pertinent subjects. Liaison Officers are also in attendance at school district special events throughout the year and assist with any problems they are having. With the restructuring of School District 163, officers have been actively involved with assisting each school and the district in re-configuring crossing guards, student drop-offs and foot traffic patterns.

The Police Department continues to partner with Community Relations and Recreation and Parks with the successful and growing Safe Halloween community event. The Village partnered with *Haunts Against Hunger* to raise funds and food for the local food banks. In 2015, a total of \$749.80 and 2,908 food items were collected and donated to the Rich and Monee Township Food Pantries. The 2016 Safe Halloween events continued to be a partnership with these same organizations but were expanded to a four-day Haunted House and concluded with one day of festivities on October 31. In 2016, *Haunts Against Hunger* collected 7,229 food items and \$4,000 for donation to local food pantries.

The Police Department hosted its inaugural Unity Day and National Night Out Against Crime on the Village Green in August 1, 2017. The event was well-attended by the community and the staff from the Police Department, along with various community and service organizations. There was also a great partnership with Main Street Nights which provided musical entertainment throughout the evening, along with numerous activities for parents and children. The Police Department saw how the community came out in support of the Department for an officer who was critically injured in March, 2016. Unity Day helped the department demonstrate its appreciation and show its mutual support for the community. Another purpose of the event was to strengthen the already well-established bonds that the Police Department has with the community.

#### **4. Improved Code Compliance based on existing studies and innovative solutions.**

Staff works interdepartmentally to enhance the viability of commercial development and residential quality of life through a number of different ordinances and programs. In the first eight months of 2017, 126 new vacant properties registered at a compliance rate of about 70%. In addition in 2016, 98 court citations were issued on properties through the adjudication process to resolve outstanding property code violations matter of enforcement. In the first eight months of 2017, a total of 102 citations have been written. Since 2007, 206 properties have been brought to the civil court process. A total of 76 properties were ultimately pursued to demolition with 29 more properties in the process. In 2014, it was noted that the six year trend in the rising number of vacant properties dropped to a yearly average of 587, down from 665 in 2013. In 2015, that figure dropped to 554 and down to 501 in 2016. In the first six months of 2017, that average is 457. A similar trend has been seen in yearly average number for foreclosed properties. In 2015, the yearly average was 638 compared to 732 in 2014 and 766 in 2013. In 2016, it was 568 and, in the first six months of 2017, the average is 539.

The Communications Director supports the Building Department's code compliance efforts by alerting residents to various enforcement issues ranging from grass height in the summer to the need for residents to have readable addresses in the winter. Staff discussed the need to increase messaging related to vegetation growth in residential gutters and the damage it causes to a structure. This awareness was promoted again in Discover Magazine this past spring. The Communications Director continues to partner with the Building Department to increase awareness of common issues like grass cutting and street canvassing for readable addresses and other building compliance issues.

The Crime Free Housing Ordinance has addressed problem tenants that adversely impact quality of life in the Village. In 2016/17, the Police Department issued 684 Crime Free Housing Licenses. There are currently 4,455 properties/complexes registered through the Crime Free Housing program. In this same time frame, 110 Municipal Ordinance Violation citations were issued to landlords for failure to obtain a Crime Free Housing License. In 2017, the Police Department issued 106 warning notices to landlords regarding very minor criminal or quasi-criminal behavior on the part of their tenants or visitors at the rental property. So far, in 2017, the Police Department hosted one Crime Free Housing Seminar for landlords as a requirement to obtain their license with the Village. Valuable information was shared during these seminars and a dialog was created with the landlords establishing the commitment and dedication of the Village with this program. In 2017, there have been 22 Notices of Eviction sent out to landlords. In each case, the problem tenants moved out voluntarily with no action required by the Village nor were there any court-ordered evictions. As a testament to the effectiveness of the Crime Free Housing program, close to 113 problem renters have been removed from properties since the program's inception in March, 2008, with less than 10 resulting in court-ordered evictions.

Another Police Department initiative is the Problem Oriented Policing (POP) program. In its fourth full year, the POP program entails police officers being assigned to specific neighborhoods. Quality of life issues are being addressed with emphasis on compliance rather than enforcement, with citations being issued only when necessary. Officers have

increased their concentrations of business checks both during and after hours, foot patrols of the Village's parks that has given the officers great opportunities to interact with parents and children and the regular checks of vacant homes. In 2016, the Police Department launched an interactive computerized mapping program on the Village website for citizens to easily locate the officer assigned to their specific POP area, allowing for easy contact information to be shared across the computer screen.

The Police Department continues to receive Illinois Department of Transportation Sustained Traffic Enforcement Program (STEP) grants allowing the Police Department to conduct Roadside Safety Checkpoints, Enforcement Zones and Saturation Patrols focusing on reducing impaired drivers and occupancy protection (seat belt) violators on the roadways of Park Forest. A grant valued at \$11,100 was awarded to the Police Department for the grant period covering November, 2015 to October, 2016. A grant valued at \$17,917 was awarded to the Police Department for the period covering November, 2016 to October, 2017. These programs make the streets of Park Forest safer for the community.

Staff continues to identify problem properties throughout the Village for demolition for neighborhood redevelopment, including renovations and "in-fill" developments. This work can be carried out by Village operations or, where appropriate, in tandem with outside agencies to leverage resources with the South Suburban Land Bank and Development Authority and/or the Cook County Land Bank.

As of September, 2016, Tower Contracting, which purchased and rehabilitated homes with the IHDA Building Blocks grant, has sold all 13 of their homes, all to owner-occupants. Mecca Companies, which purchased and rehabilitated four homes with the Neighborhood Stabilization Program III grant, and four homes with the CDBG-IKE grant, has sold all eight homes to owner-occupants.

The Village has received a second IHDA APP grant for \$118,200 that will allow for the demolition of three vacant, blighted homes and rehabilitation of three vacant homes. The Village is working with School District 227 and Prairie State College on the rehabilitation element of the grant to support the school district's new construction trades training program. The Village is matching the rehabilitation portion of this grant with \$20,000 per house.

The Village is partnering with the SSLBDA to implement two grants from the IHDA Blight Reduction Program (BRP), totaling \$1,155,000. This program will fund the acquisition of at least 33 vacant/blighted houses, deconstruction and maintenance and "greening" of the lots until a final use is identified. Eleven houses have been deconstructed with the first round grant of \$350,000. An additional 12 houses are nearly ready for deconstruction using the second round grant, which totals \$805,000. Village staff is working with the Village Attorney to acquire additional vacant, blighted houses through the judicial abandonment process and will continue the process until the second grant is expended or expired. All properties acquired and demolished/deconstructed with this grant are located in the Eastgate neighborhood.

In furtherance of the Eastgate Neighborhood Redevelopment plan contained within the *Strategic Plan for Land Use and Economic Development*, 67 vacant/blighted homes have

been demolished/deconstructed with combined funding from a Delta Institute grant, a State CDBG-IKE grant, two Cook County NSP grants, two IHDA Blight Reduction Program (BRP) grants, Village funding and bank funded demolitions. The Village owns 31 vacant lots in Eastgate and the SSLBDA owns an additional 11 lots. The 2015 Cook County scavenger sale will result in Village ownership of another 12 Eastgate vacant properties by the end of 2017. The Village Attorney's efforts described above will result in another 12 lots owned by the SSLBDA by the end of the year. At that time, the Village and the SSLBDA together will own 65, or 20%, of the properties in Eastgate.

Staff continues to create events to fill revitalized homes by engaging the realtor community. Information sharing sessions are periodically held so realtors can be made aware of amenities which come with home ownership in Park Forest. This includes awareness of governmental financial assistance programs. In the past year, realtor events took place in January and July, 2016, and January and September, 2017.

The Fire Department is proactive in the enforcement of fire prevention codes to reduce the risk of a hostile fire negatively impacting the Village's limited tax base. The Fire Department continues to perform original inspections and re-inspections with a 95% clearance rate on all code violations. Inspection figures for 2017 to date show a total of 214 inspections completed with 288 noted violations. 2016 figures confirm a total of 303 inspections completed in the calendar year. The Fire Prevention Bureau conducts one original inspection for all commercial properties, and two on high-hazard and assembly uses. The Fire Prevention Bureau continues to train and utilize hire-back inspectors to meet the inspection goals.

The Metropolitan Mayors Caucus was awarded \$300,000 from the Illinois Attorney General's National Foreclosure Settlement Fund for a two-year project to explore how code review and enforcement processes can be streamlined and consistent across municipalities, develop an inter-municipal database for tracking troubled properties, create incentive programs to reward responsible landlord behavior and publish a "best practices" manual on code enforcement and monitoring strategies. Officials from Park Forest, Richton Park, South Chicago Heights and Chicago Heights participated in the pilot program. The communities agreed that the most beneficial inter-jurisdictional activity would be to create a shared administrative position that would be responsible for preparing code violation notices, filing liens and doing similar paperwork. This would free up code inspectors to spend more time in the field. A larger group of municipalities is working on the shared database element of the project.

Village staff and the Chicago Metropolitan Agency for Planning (CMAP) began working on the draft Unified Development Ordinance (UDO) in 2017. As of October, 2017, the draft UDO is finally complete and in the public review phase of approval. Public open houses will be held in October and early November for all Park Forest residents, businesses and commercial/industrial property owners. The Planning and Zoning Commission will conduct a formal public hearing on both the text of the UDO and the zoning map amendments and the draft Ordinance will be presented to the Board in November and December, 2017. The UDO represents a comprehensive revision of the zoning, subdivision and stormwater management ordinances to be consistent with more modern land development practices and to ensure

consistency with the Village's comprehensive plan, especially the Sustainability Plan element.

In August, 2016, the Village was awarded a \$200,000 Cook County CDBG to improve eight mid-block pedestrian cut-throughs consistent with the adopted Bicycle and Pedestrian Plan. The Village's match for this project is approximately \$73,000. This project, which is a collaborative effort of the Public Works, Recreation and Parks and Economic Development and Planning Departments, will be completed in 2017.

In 2016, the Village's Complete Streets Policy was named the 3<sup>rd</sup> best policy (tied with 2 other communities) in the US by Smart Growth America. The Communications Director secured coverage in the Illinois Municipal Review Magazine along with the Chicago Tribune related to this recognition.

Health Department staff are registered members of the National Association of City and County Health Departments and had one staff member attend Mobilizing Action through Planning and Partnership (MAPP) training related to community assessments. The Health Department used the MAPP framework while conducting a quality improvement health assessment. The Department formed a new partnership with the Health Impact Collaborative of Cook County to brainstorm ways to address community health needs. This group reviewed data from 5,500 surveys and numerous focus groups. The Health Department was successful in identifying new emerging public health needs, gaps in access to health care and plans to pursue community partnerships and look for applications for public health grants that may address the top three community health concerns. The long-term strategic goal is to apply for PHAB (Public Health Accreditation) as a local health department. This is a nationally recognized quality measurement of the Health Department's various services and programs against the written State and Federal standards.

In 2016, Public Works partnered with Service Line Warranties of America to advertise affordable and reputable sewer service warranties to Park Forest residents. This provides residents with a secure option in maintaining their portion of the infrastructure network. Since the inception of the partnership, nearly 500 homes are now insured in the program with 51 claims having been filed by Park Foresters. These claims have resulted in more than \$34,000 in claims for services (sewer rodding, etc.) and/or repairs being provided.

##### **5. Fiscal and Service sustainability based on the triple bottom line concept.**

The cost analysis project for Recreation and Parks continues and is expected to be completed for the Financial Update to the Board in February. Benchmark data established for the Aqua Center was used to set fees for the 2016 season as well as support the decision to move to a resident/non-resident pricing structure.

Economic Development and Planning staff analyzed its non-core programs, such as Park Forest Idols, Black History Month, Wine and Chocolate Tasting, Business Breakfasts and MidSummer Madness to understand the costs, revenues and benefits of these programs. Information was provided to the Village Manager and Finance Director.

Analysis of core vs. non-core services has been provided at Financial Updates in October and February.

The Communications Director supports the triple bottom line concept of fiscal and service sustainable practices of the Village by incorporating sustainable tips and reminders in as many forms of communication as possible.

The Communications Director continues to reduce paper usage by making more processes digital where possible. Paperless registration has been available for the community Garage Sale, home buyer's workshops in Park Forest, for the Civic Leadership Academy and for all boards and commissions. When possible, messaging/forms/additional fliers are included on the reverse side of print pieces included in water bills to reduce paper and print costs.

Health Department staff will look at core vs. non-core services within the Health Department and begin to consider updating/changing health care models in order to capture full reimbursement available for services. Plans are to incorporate an electronic charting system in order to meet the three public health objectives for meaningful use which require the capability to submit electronic health data to other public health agencies. Incorporating meaningful use activities will improve the collaboration between clinical health care needs and services rendered through the local health department. Using electronic data collection systems also strengthens the reliability of accurate accounts of encounters made through the Health Department and show the role of public health in screening and referring identified cases for primary health care and chronic disease management. Data collection also forms a stronger basis for applicable public health grants.

The Health Department participates in various community health events to promote health and wellness by providing blood pressure, glucose screenings and general educational talks/presentations. Venues included Faith United Protestant and St. Irenaeus churches, Youth Day, Governor State University and Back to School Health Fair in Ford Heights. The Department also administered influenza vaccines to residents of Maple Brook senior community in Matteson and Centennial Village in Steger. In 2017, staff formed a Healthy Hearts Walking group which met every Saturday morning to walk for 30 minutes throughout the community. This group was formed to encourage increased physical activity for individuals and families and to explore new sections of town weekly. The Department also partnered with the Senior Commission to coordinate several community education events. Topics have included public transportation, home safety, legal tips, stress reduction, a resource seminar for care-givers dealing with Alzheimer's or Dementia and a presentation on reverse mortgages.

The Health Department coordinates and screens the vendors of the Farmers' Market to ensure that quality produce is sold. The Department also continues to be a host site for the annual senior nutrition coupons for low-income seniors to assist them with access to using the Market. In 2017, senior nutrition coupons worth \$25 each were distributed to 631 local area seniors. The senior coupons come from a federally supportive grant through Age Options to assist seniors in purchasing fresh fruits and vegetables at local farmers' markets.

In 2016, Public Works partnered with the Metropolitan Water Reclamation District of Chicago to supply free rain barrels to Park Forest residents within Cook County. A total of 418 residents ordered 1,173 rain barrels through this program. This will allow 64,515 gallons of storm water per one inch rainfall event to be reused by residents and kept out of the Village storm sewers. In 2017, the Village's sustainability budget funded a similar program for Will County residents who ordered 196 rain barrels.

The Village partnered with the University of Illinois Extension to provide a series of educational sessions related to gardening. The 3<sup>rd</sup> Saturday Gardening Series took place from March to October in 2014, 2015 and 2016 with presentations taking place at either Village Hall or the Wetlands Discovery Center. The purpose of these gardening classes was to increase resident knowledge and build capacity to expand the community garden program. The program has been successful with 15 to 25 residents attending each session. As a result, a community of gardeners has been created in the Village and it is expected that these classes will expand to incorporate the Park Forest Community Garden Program. In 2016, the Environment Commission took over the Gardening Series and decided to hold all classes in the Wetland Discovery Center. The program will continue through December, 2017 and planning has begun for the 2018 topics.

The Fire Department continues to look at expanding "Green Initiatives" into the physical plant, vehicles and operations. The Fire Department continues to move to a paperless pre-planning process eliminating large binders and replacing them with re-usable thumb data drives. Efforts at going paperless within Fire Prevention have been made by increasing e-mail reporting capabilities. Paperless EMS and Fire reporting have been implemented via SouthCom Dispatch and a new Fire Records Management System. The Fire Department is continuing development and refinement of an anti-idling and sustainability policies to reduce the use of fossil fuels and the generation of exhaust gases. A solar panel was added to the Department's newest ambulance to allow the maintenance of electrical equipment without the vehicle running and two such panels have been placed on the squad/pumper 56. Finally, the Fire Department has been installing LED lighting whenever and wherever possible to reduce energy needs and usage. The Department continues to make sustainability a focus wherever possible and works closely with the Sustainability Coordinator.

To enhance fleet inventory, in 2016, the Villages of Park Forest and Flossmoor entered into an intergovernmental agreement for vehicle sharing/replacement related to reserve fire apparatus. The IGA allows the communities to extend their vehicle replacement schedules over the course of time, thus allowing for a savings in Vehicle Service Fund purchases.

The Village continues to seek out ways to improve the energy efficiency of all Village facilities. One of the most important parts of energy efficiency is to track and measure energy use. The Village logs energy use into the Energy Star Portfolio Manager benchmarking tool and develops energy efficiency and conservation campaigns to reduce energy use. The Village also encourages residents and businesses to take action to improve their homes and buildings. Presentations and introductions to energy efficiency service providers have been made and will continue into the coming years with the goal of reducing energy usage by 2-3% each year to achieve the goal of an 80% reduction by 2050.

A Sustainability Coordinator was hired in August, 2016. Work is currently unfolding on preparation for the Village's next STAR certification process, which will occur under STAR Version 2.0. The previous STAR evaluation, combined with current actions and future plans, will be taken into account with the goal of leading Park Forest to a 4 Star Community. The Sustainability Coordinator is currently researching best practices in sustainability with the assistance of the Village's Environmental Committee, department heads, regional sustainability groups and other local stakeholders.

The Sustainability Coordinator is working with the Metropolitan Mayors Caucus and 16 other area municipalities and counties to obtain designation as a SolSmart certified community. SolSmart is a program funded by the US Department of Energy and helps municipalities gain national recognition that they are "open for solar business". Some of the actions needed to obtain this certification include Village staff has to be trained on permitting and inspecting solar installations, the Village needs to provide easy to access information about how to obtain permits for solar installations and the Village's ordinances need to permit solar installations. Solar education and regional dialogues are also ongoing for the Sustainability Coordinator to ensure the Village is ready to fully take advantage of community solar projects, solar grant opportunities for residents and solar employment training once the Illinois Future Energy Jobs Act takes effect next year.

Projects currently underway by the Sustainability Coordinator include assisting with information dissemination for recently installed kiosks along bike and walking paths. Additionally, the Coordinator contributed toward an energy audit of Village-owned buildings which listed potential energy and economic savings and created the opportunity for LED street lighting replacements and other utility retrofit grant projects to reduce overall costs at the Park Forest Water Plant. Due to the water plant being operated 24 hours a day, the estimated savings based on these actions are 56,560 kilowatt hours and \$4,524 annually. The Sustainability Coordinator has also assisted with the work of a new local nonprofit, the "South Suburban Sustainability Living Association", which has the goal to setup a regional Sustainability Fair starting next summer in Park Forest.

The Economic Development and Planning Department and Sustainability Coordinator are also currently working with a new intern with education in the field of climate change to facilitate a new Climate Action Plan. This Plan will have concrete future actions for staff to undertake and monitor to ensure ongoing progress.

In summer 2016, The Village benefitted from the volunteer efforts of nine young adults from the AmeriCorps National Civilian Conservation Corps (NCCC). Most of the work completed by the NCCC Team was related to the Village's Sustainability Plan. Work included:

- Water Sealed 500 feet of boardwalk at Rail Fan Park and 200 feet at the Central Park wetlands.
- Cleared overgrown vegetation and trees from 25 pedestrian cut-throughs in the Village, for a savings to the Village of at least \$50,000. This work also contributes to the Village's match for a \$200,000 CDBG grant from Cook County.
- Painted over 500 storm sewer inlets with environmental messages and distributed 1,000 door hangers with environmental messages.

- Built a combination rain harvester/tool shed at the Neola Street community garden.
- Installed five information kiosks at locations along the Village's bike route.
- Cut down about 250 feet of invasive trees in about 3 acres of the Central Park wetlands.
- Cleared 1,833 linear feet of drainage way and woody vegetation in Central Park.
- Cut down about 200 feet of brush and small trees along the trail in Indiana Park.
- Totally repainted the interior of the Recreation Center gym, hallways and lower level.
- Participated in the Park Forest summer camp and PAAC (Police Athletic and Activity Center) activities, interacting with about 140 children, elementary through high school.
- Assisted at the Growing Green Recycle Fest, which included 12,000 lbs. of shredded paper, and recycling of 232 televisions, 2,500 pairs of shoes, 500 lbs. batteries, 300 pairs of eyeglasses and 8,783 pounds in electronics.
- Assisted at the annual Park Forest Youth Day.
- Provided approximately six hours support at the local Veterans' Closet.
- Assisted at the St. Irenaeus Food Pantry by suggesting new procedures to get food to correct shelves; unloaded deliveries and stocked over 20,000 pounds of food; helped respond to 539 home requests for food, leading to 2,073 people receiving 18,657 meals.
- Assisted other volunteer groups at the St. Irenaeus community garden by clearing yard waste and debris from compost bins, clearing weeds for new plants and rebuilding cinder block foundations of new rain barrel collections array.
- Coordinated a Volunteer Fair to raise awareness of volunteer opportunities in the Village.
- Spent many hours on individual service projects in Park Forest and neighboring towns.

In summer 2017, the Village again benefitted from a nine member AmeriCorps NCCC team. This 2017 team accomplished the following:

- Removed weeds, trees and other undesirable species of plants at the Fire Training site.
- Repainted 200 feet of interior hallway space within the main areas of the Fire Department.
- At St. Irenaeus Catholic Church Food Pantry, on seven delivery days, helped unload and stock over 12 tons of food for distribution and, on seven open pantry days, helped to service over 700 households representing over 3,300 individuals.
- At the St. Irenaeus Catholic Church Community Garden, assisted with transplanting, weeding and cultivation of the vegetable beds, and harvested eight half-bushels of wax beans and five half-bushels of blueberries.
- Were the primary volunteers at the 2017 Recycle Fest, helping setup and take down tents, collection bins and other materials. Collected that day were:
  - 6,000 pounds of documents shredded
  - 412 pounds of clothing, 60 pounds of shoes
  - 830 pairs of shoes (in addition to above)
  - 70 pairs of glasses
  - 200 bottles of unused medication
  - 164 regular TVs, 5 large "box" TVs (10,663 pounds)
  - 2,432 pounds of electronics
  - Two 50-gallon trash bags full of plastic grocery bags
- Cleared thousands of feet of tree limbs and small trees back of the walking paths throughout the Central Park Wetlands and the Winnebago Park drainageway.
- Spread hundreds of yards of playground mulch.

- Seal coated a great portion of the walking path through Central Park.
- Installed concrete pads for permanent installation of porta-potties at the Rail Fan Park, Bark District Park and Central Park.
- Installed concrete pads for bike racks at Logan Park.
- Reinforced fence at Bark District Park so dogs cannot escape from enclosure.
- Sanded locust tree logs for installation at Murphy Park and constructed pergola and a slide ramp at Murphy Park.
- Promoted Community Service Day to build a children's park on Arrowhead Street in the Eastgate neighborhood at which they organized approximately 40 volunteers and Village staff to install equipment, spread wood chips, build a sand box and color coat a basketball court that improved the surface of a much-used basketball court.
- Assisted with setup, breakdown and support for the 18<sup>th</sup> Annual Youth Day Back to School event.
- Assisted with the supervision of approximately 75 participants of the PAAC (Police Athletics and Activity Center) program.
- Participated in the PAAC "Showdown," a talent show amongst the teams that featured dancing, stepping and acting while showing team spirit and team work.
- Provided support to Police Unity Day/National Night Out Against Crime on August 1. This included setting up tables for exhibitors and staffing booths such as an inflatable jump house and a dunk tank.
- Provided staff support to the Village summer camp program on field trips to the movies, the Windy City Thunderbolts (baseball) and Deep River Waterpark. Also assisted at the Village Aqua Center and the Recreation Center.
- At the Thorn Creek Nature Center, corrected 13 water drainage bars, which involved digging and relocation. This enhanced walking the trail, and reduced erosion for 1/4 mile of trail that is heavily used. Re-trenched and cleared vegetation around 25 water drainage bars on the woodland trail over a mile of trail. Cleared and widened the Nature Center loop trail, approximately 1/2 mile. Realigned and cleared a damaged section (1/4 mile) of Woodland Trail.
- Located and inspected 37 storm sewer manholes for the Village's NPDES (National Pollutant Discharge Elimination System) program.
- Placed Rip-Rap at the end sections of drainage ways on Lakewood Boulevard just west of the Library, moving close to 40 tons of stone to help with erosion at the end sections.
- Spent a day learning about municipal government and three half-days learning the specifics of the Park Forest Fire Department, Police Department and Public Works/Water Treatment Plan.

Economic Development & Planning and Recreation and Parks staff are working with the Metropolitan Mayors Caucus and the South Suburban Land Bank to develop low-cost, low-maintenance alternatives for vacant residential and commercial lots. Options include planting cover crops such as clover, little bluestem and flowering seed mixes. Initial funding to conduct a pilot project is available through the IHDA Blight Reduction Program grant as it funds installation of green infrastructure after a blighted home has been deconstructed.

To enhance staff efficiency for such processes as financial reporting, payroll, accounts payable, utility billing, human resources, timekeeping, inspections, fixed assets, adjudication,

vehicle licensing, document management and even work order management, a Village-wide software platform (BS&A) was designed and implemented across 2015 and 2016.

The Village's current practice of semi-annual financial reviews along with detailed Budget reviews allows for timely assessments of financial trends. This practice coupled with the fiscal policy adopted to maintain adequate reserves protects the Village against disruption in providing services.

The Village was a local sponsor agency for a Congestion Mitigation/Air Quality (CMAQ) grant for the locally-based business Star Disposal. In particular, the grant resulted in more than \$3M benefitting the business as it converted its garbage truck fleet to compressed natural gas (CNG). Across 2016 and 2017, CMAQ grant disbursements of \$411,478, \$2,262,177 and \$382,639 aided the company in building new CNG fueling spaces at its business locations in Park Forest and Homewood in addition to purchasing 24 new trucks. Not only did the grant funding assist a local business, it reduced the carbon footprint of Park Forest and all south suburban communities served by Start Disposal's CNG vehicles compared to the former diesel fleet.

Village staff is exploring the use of compressed natural gas (CNG) as an alternative fuel. Staff met with a representative of *Clean Energy* to discuss the processes of using CNG vehicles and changes that would need to be made to buildings where these vehicles would be parked.

In January, 2017, staff conducted a workshop in the Eastgate neighborhood to promote the development of community gardens on Village owned vacant lots. Promotion of community gardening was also the theme of an event to be held in late March and co-sponsored by the Village and the Park Forest Public Library.

Village staff are working with a young entrepreneur who has created a small market farm on the lots at 210-220 Indianwood Boulevard in spring, 2017. These lots were acquired through the tax scavenger process and there has never been any construction on them due to the poor soil conditions. Given the unlikelihood of building on these lots, and in support of the Sustainability Plan, a small farm seems like an appropriate use, at least as a test case.

## **6. Sustain the Village's role as a catalyst for innovative change in the region.**

Members of the Village Leadership Team continue training and holding leadership presences across the region (SSMMA, Metropolitan Mayors Caucus, CMAP, Metro Managers Association, etc.), the state (Illinois Municipal League) and in various professions (Government Finance Officers Association, American Planning Association, Illinois Public Employers Labor Relations Association, ILCMA, American Public Works Association, US Green Building Council, etc.) to foster sharing of best practices.

The Village continues to receive the Certificate of Achievement for Excellence in Financial Reporting and the Distinguished Budget Award. These award designations have occurred over the past twenty years.

The Finance Director is a board member of the South Metro chapter of the Illinois Government Finance Officers Association (IGFOA). Finance staff members regularly attend IGFOA information sessions on new regulations and GASB pronouncements.

The Fire Department continues to research the potential for changing the basic delivery structure for fire and EMS services on a local and regional basis. Fire personnel are active participants in regional, state and national organizations (MABAS, CART, IFCA, IAFC, Will County Fire Chiefs, Metro Fire Chiefs, etc.) acting as a catalyst for change in the fire and EMS community. On a somewhat limited basis, the Fire Department continues working with the Illinois Fire Service Institute to bring fire specialized training to the region on topics not otherwise presented locally. By working with these partners, Department members and firefighters from the region receive day-long training at minimal cost.

The Fire Department continues to investigate the concept of community paramedicine and its potential impacts. The EMS committee of the Illinois Fire Chief's Association expected guidelines to be issued this year but this measure has been returned to a different committee for further study. The overriding issue is who will pay to make these changes and how it will be funded over the long haul. Illinois has yet to clearly define policies for community paramedicine, which has slowed any progress in this area.

Recreation and Parks continues to partner with such organizations as SSSRA and South Suburban Parks & Recreation Professional Organization in the areas of innovative recreation programming. The Village also offers cooperative programming with Matteson, Richton Park and Olympia Fields. These co-op opportunities range from youth sports to senior trips. With the closing of a neighboring swimming facility, Recreation and Parks staff worked with University Park staff to accommodate their summer camp participant swimming needs.

Staff has recently started a *Park Forest Athletics Roundtable*. This is a group consisting of Village staff, Rich East, School District 163 and community-based baseball, football and basketball associations that will meet quarterly to discuss athletic needs and opportunities in Park Forest. Staff has also been contacted by residents of Sauk Village with questions on program development and is exploring ways that Park Forest volunteers and staff might cooperate with volunteers in underserved communities to promote athletics and programs.

The Carol White Grant has received funding for the 2016/17 school year and staff will partner with School District 162 on programming. This goal is to encourage youth physical activity and utilize facilities like the Tennis & Health Club, parks and tennis courts.

The Recreation & Parks Advisory Board has been active in promoting new and "best practice" initiatives in the parks. The Advisory Board also works closely with other boards and commissions to support parks and the Village as a whole.

The Recreation and Parks, Economic Development & Planning and Administration Departments successfully carried out the inaugural Civic Leadership Academy in 2015/2016. Participants were exposed to the roles and responsibilities of municipal government, the roles and responsibilities of citizens and the importance of civic engagement. With the Communications Director as the primary marketer of the program, the participation has

nearly doubled. A class of 22 participated in the second year of this program in 2016/2017. A class of 17 is now engaged for the third year of this program that will include monthly sessions from September, 2017 through May, 2018.

The Communications Director has begun outreach efforts to highlight the Village's participation in the National League of Cities Race, Equity and Leadership (REAL) initiative. An image, along with overview details from Park Forest's REAL kick-off meeting, were shared online.

The Village continues to be an active member of the South Suburban Land Bank and Development Authority, the South Suburban Housing Collaborative and SSMMA. The Village has also taken on lead roles on the SSMMA Executive Committee (Mayor and Manager), the SSMMA Legislative Committee (Mayor), the Management and Finance Committee (Manager) and on the Board of the Chicago Southland Fiber Network (Manager).

The Mayor and staff are working with SSMMA and the Chicago Southland Housing and Community Development Collaborative (the Collaborative) to finalize the Strategic Plan for the Collaborative and increase its exposure to other South Suburban communities and to potential funding sources. The development of the Strategic Plan is being led by the Metropolitan Mayors Caucus and the Metropolitan Planning Council.

The Economic Development Team continues its work with multiple communities, consultants, the CSEDC and the Cook County Assessor's Office to update incentives and procedures to spur economic development in the southern suburbs. Also, work continues with several partners (CSEDC, OAI, Inc.) to implement workforce development programs which benefit Park Forest residents and the employees of interested Park Forest businesses.

CMAP is beginning work on a successor plan to GO TO 2040, to be known as ON TO 2050. The new plan is scheduled to be adopted by the CMAP Board in October, 2018. The Director of Economic Development and Planning served on the Reinvestment and Infill Resource Group to assist CMAP staff in developing a detailed strategy in the new plan. The Resource Group met through 2016.

The Village has signed on to be an actively participating community in the Race, Equity and Leadership (REAL) initiative for the National League of Cities. In mid-2016, a workshop related to REAL was convened with numerous members of the Village Board, staff and volunteer Boards and Commissions. As a result of this presentation, several committees have been established, including 1) a Steering Committee; 2) a subcommittee on policies that will review the Village code of ordinances; 3) a subcommittee on procedures which will review administrative procedures; and 4) a subcommittee on practices that endeavors to review traditions common in the community. The purpose of these committees is to review and, where necessary, shift any unintended impacts on certain segments of the Village's population. These committees have met on several occasions in 2017.

A Neighborhood Meeting program was implemented in 2004 with a purpose of enhancing civic engagement and public interaction. The entire Village leadership team is in attendance

to present various topics to attendees and answer questions that are posed. Meetings typically take place in a church or school gymnasium in the neighborhood for those invited residents. Dozens of meetings have been convened since the inception of the program. In 2017, meetings took place with residents of Will County, East Lincolnwood, West Lincolnwood, the W Streets, Birch Street Townhomes and Cedarwood Cooperative.

The Planning and Zoning Commission began working in late 2016 on an update to the *Homes for a Changing Region* housing policy plan. Assistance was provided by SSMMA, CMAP, the Metropolitan Planning Council (MPC), and the Metropolitan Mayors Caucus (MMC), as well as Village staff. As of October, 2017, the revised *Comprehensive Housing Plan* is nearly complete and will be presented to the Board of Trustees for adoption as the updated housing element of the Village's comprehensive plan.

Public Works staff continues to identify the individuals and departments of other governmental and non-governmental agencies like IDOT, Cook County Highway Department, Metra, CMAP, PACE and Illinois Tollway that work in infrastructure and public works fields. Staff actively participates in the South Suburban Directors Association meetings, Transportation Advisory Group (TAG) meetings and Transportation Committee meetings. Meetings are held monthly and are attended by surrounding local agencies and other governmental and non-governmental agency staff. These meetings are held to discuss topics and projects that affect and that are within the south suburb region.

Public Works partners with other south suburbs on a Municipal Partnering Initiative (MPI). MPI explores joint purchasing/contracting of various public works functions such as sidewalk replacement, street signs, pavement marking, crack sealing/filling, etc.

The Community Relations Coordinator continues to participate in the activities of the Chicago Area Fair Housing Alliance, which meets on a monthly basis. This Alliance is a consortium of fair housing and advocacy organizations, government agencies and municipalities committed to the value of fair housing, diversity and integration.

Village staff were active in the planning and promotion of the 20<sup>th</sup> anniversary of the South Suburban Diversity Dinners, of which the Village is a major financial supporter.

The Community Relations Coordinator continues to build a strong alliance with local realtors, banks and investors to build the awareness of vacancies while increasing awareness for residents of potential homes to purchase and available financial assistance to do so. Along these lines, a Realtors Brunch was held in January, 2015 wherein nearly 60 realtors were in attendance. In 2016, realtors were collaborated with on the House Tour and Expo and in several sessions where housing-related speakers were the focal point such as Neighborhood Housing Services, AGORA and the South Suburban Housing Center. A Realtors Brunch was held in January, 2017 with the topic of Social Media for Realtors. The next Realtors Brunch will be held in January, 2018 and will include awards for local realtors as nominated by Park Forest residents.

The Commission on Human Relations continues to attend the annual conference of the Illinois Municipal Human Relations Association and attend regular meetings, workshops and

conferences of the Chicago Area Fair Housing Alliance, South Suburban Housing Center, Illinois Municipal Human Rights Association and Diversity Dinners.

The Police Department has created a Veterans Liaison Officer to work with the Veterans Commission and act as a conduit between the Commission and the Department. The Liaison Officer is educated on the resources available to veterans and networks with area veterans facilities and programs. Police officers engaging the community can refer citizen veterans or family members of veterans to the Police Department Veterans Liaison Officer for assistance dealing with many areas from special needs, transitional problems, addictions and housing.

The Police Department continues to be at the forefront of providing continual and most up-to-date training to its officers. Across 2015 to 2017, the Police Department has reached a 95% completion rate of its supervisors on the Crisis Intervention Team (CIT) approach. As of mid-2017, 56% of the line patrol officers have also received the certification. The CIT approach is a community effort to bring the police and the community together for common goals of safety, understanding and service to the mentally ill and their families.

The Police Department has seen an increase with the homeless population in the south suburbs. A Homeless Liaison program has been created within the Police Department. A seasoned police officer has been chosen to serve in this important role. This officer will use traditional law enforcement and social service strategies to address homeless issues within the Park Forest community. This special liaison program will be developed to play a key role in the Police Departments action plan by linking outreach and mental health services to homeless individuals encountered by the police, especially those that are mentally ill. This officer will receive special training to act as a conduit for the rest of the Police Department and interact with other community agencies and groups assisting and servicing the homeless community.

The Village has participated as a member of SouthCom since 2005. This joint emergency dispatching agency pools resources with the neighboring communities of Matteson, Olympia Fields and Richton Park to provide technologies that would not otherwise be available were it not through cost sharing. Shared resources in dispatching has gone from innovative to the standard in Illinois. However, members of SouthCom also engage a Federal lobbying firm to act on behalf of the group in pursuit of policy concerns and/or grant funding opportunities. While there is an annual cost for these services, the Village's return on its investment has been approximately 8 to 1, with grant revenues being in excess of \$3,000,000.

The Director of Economic Development and Planning is the Village's core member of the Urban Sustainability Director's Network (USDN). Working with several other communities located throughout the US and Canada and the International Economic Development Council, the Village received a USDN Innovation Fund Grant to conduct a workshop on sustainable economic development (SED). The workshop was held in Cleveland, OH, in September, 2016. Both the Village's Director and Assistant Director of Economic Development attended the workshop, along with 45 municipal/county sustainability and economic development staff from all over the US and Vancouver, British Columbia.

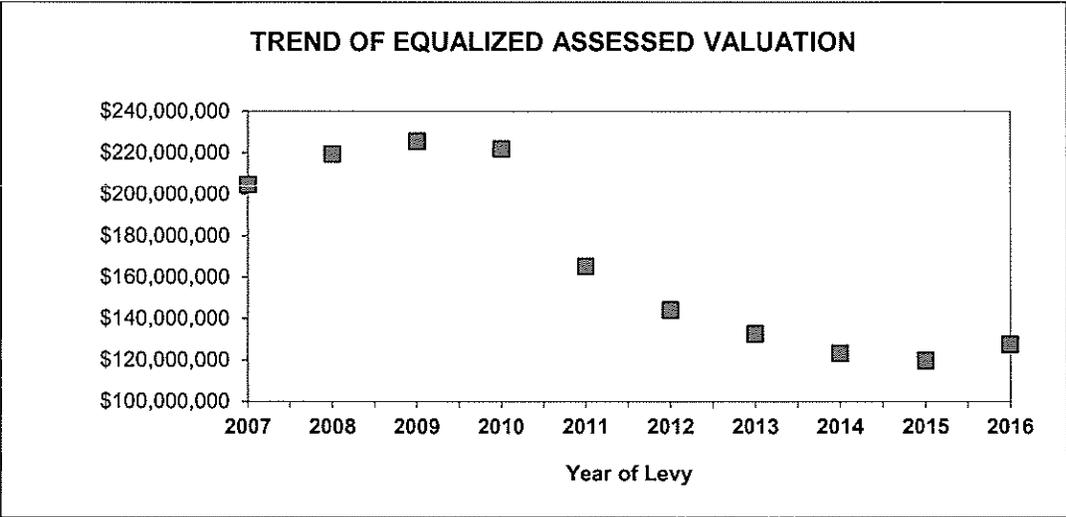
The Director of Economic Development and Planning and the Human Resources Director are participating in an online Equity Leadership training sponsored by USDN. The Director of Economic Development and Planning will continue this training at a workshop to be held before the USDN annual meeting in late October, 2017.

The Assistant Director of Economic Development and Planning led a south suburban effort to write and gain approval of State legislation that would have created a new class of property tax incentives for large “keystone” properties that have been vacant for at least three years. This legislation was introduced to the State Legislature by Representative DeLuca in January, 2017. The legislation was eventually re-written to benefit only Park Forest’s “keystone property” at 80 North Street. The legislation became law in September, 2017 as Public Act 100-0510 (SB 1775 enrolled as 35 ICLS 200/10-705 new Keystone Property).

The Village, Rich Township School District 227 and ImageWorks Manufacturing have collaborated to assist ImageWorks with hiring up to 9 high school graduates for a joint internship/college program. ImageWorks is training the students in a variety of professional specialties (marketing, finance, graphic design, IT, etc.), while they go to college to study their selected specialty. The students will work for ImageWorks for up to four years, while in college, and will be offered permanent jobs based on performance.

Trend in Equalized Assessed Valuation

The Village is subject to a triennial reassessment. This occurred in 2008, 2011 and 2014 and will occur again in 2017. In addition, the Cook County equalization rate steadily increased from 2.2235 in 2000 to 3.30 for 2010 and down to 2.8032 for 2016. Over the last ten years, the Village’s overall equalized assessed valuation has decreased 37.7% to \$127,619,822.



## **FINANCIAL INFORMATION**

### **Internal Accounting System and Budgetary Controls**

In developing and evaluating the Village's accounting system, consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

1. safeguarding of assets against losses from unauthorized use or disposition, and
2. the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that (1) the cost of controls should not exceed benefits likely to be derived and (2) evaluation of costs and benefits requires valuation and judgment by management. All internal evaluations occur within the above framework. We believe that the Village's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Beginning in 2004, the Village began to conduct internal audits in addition to the external audit required. Several improvements to cash handling were recommended and implemented. Budgetary control is maintained at the fund level. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Village. A departmental line item budget is prepared and approved. Purchase orders are required for expenditures over \$2,500. The dollar level dictates the approvals needed.

### **General Governmental Functions - General Fund**

Operating Revenues for the General Fund totaled \$25,360,001. This number represents a 13.6% increase from the prior year or \$3,041,731 more. However, almost \$2.5 million of the increase is from a State grant for the construction of a compressed natural gas (CNG) filling station and purchase of twelve CNG garbage trucks for Homewood Disposal. Absent this grant, General Fund revenues increased \$544,412 or 2.4% from the prior year. General property taxes continued to make up a significant portion of the Village's revenue. General property taxes increased 8% and constituted 55.7% of operating revenues. The increase in property taxes in the General Fund related to the blended increase in the 2014 and 2015 levies. Property tax collection rates continue to be in the low-90% range, with FY 16-17 being the fourth consecutive year to see rates at this level compared to prior years when collection rates were in the mid-90% range. For the 2015 levy, the Village was able to abate \$900,000 of TIF bonds, thus, shifting levy dollars to the General Corporate Fund; specifically, to levies for the pension funds. Sales taxes constituted 3.4% of revenues and increased 2.3% over the prior year. Utility taxes represent 4.5% of General Fund revenue and increased 3.2%. Real Estate Transfer Tax payments decreased 55.3% due to the sale of Autumn Ridge and Central Park Apts. in FY 16 creating a spike in revenue trends for this item. Licenses and Permits represent 5% of revenue and increased 1.7%. Intergovernmental revenue, which is predominantly the State Income Tax allocation, is a major contributor to General Fund revenue. The Village experienced a \$123,064 decrease in Income Tax revenues due to new accounting methods used by the State of Illinois. The other major portion of Intergovernmental revenue in FY 17 is the aforementioned State grant for the natural gas filling station. Charges for Services constituted 5.7% of revenue and included Medicare payments of \$215,169, a decrease of \$3,348, and paramedic services of \$493,105. Interest earnings decreased compared to last year by 51.2% due to reduced value in the fixed income portfolio. Interest rates on liquid funds declined from 5% in 2007 to 2% in 2008 to 1% in 2017.

Other revenues increased 32.6% reflecting savings on the estimated cost of a project booked in the prior fiscal year.

<u>Revenue Source</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) over FY 2016</u>	<u>Percent Increase (Decrease) over FY 2016</u>
Property Tax	14,137,559	55.7%	1,047,156	8.0%
Sales Tax	857,532	3.4%	19,472	2.3%
Utility Tax	1,128,093	4.5%	34,810	3.2%
Real Estate Transfer Tax	165,895	0.7%	(205,166)	(55.3%)
Licenses and Permits	1,273,450	5.0%	21,798	1.7%
Intergovernmental	5,234,541	20.6%	2,256,492	75.8%
Charges for Service	1,450,121	5.7%	(196,280)	(11.9%)
Fines and Forfeits	531,119	2.1%	(23,702)	(4.3%)
Interest	43,227	0.2%	(45,314)	(51.2%)
Other	<u>538,464</u>	<u>2.1%</u>	<u>132,465</u>	32.6%
Total Operating Revenue	25,360,001	100.0%	3,041,731	13.6%
Transfer in from Other Funds	<u>976,593</u>			
Total Revenue after Transfers	26,336,594			

The 13.6% overall increase in revenue sources is the net result of an increase in property taxes and intergovernmental revenues, lower real estate transfer taxes and Medicare revenue.

Operating Expenditures in the General Fund totaled \$26,283,416. This represented a 15.9% increase over the prior year. The increase reflects salary increases, with salaries and benefits representing 72% of General Fund Expenditures. The major reason why expenditures increased \$3.6 million was due to \$2.5 million spent on the natural gas filling station project out of Public Works. Pension fund contributions increased as well as the Village added \$300,000 over actuarially required contributions to increase funding levels. It is worth noting Administrative expenditures decreased by over \$830,000 due to lower incurred IRMA deductibles and reduced capital outlays.

<u>Expenditure</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) over FY 2016</u>	<u>Percent Increase (Decrease) over FY 2016</u>
Administrative	3,172,463	12.1%	(832,495)	(20.8%)
Police	8,751,190	33.3%	799,377	10.1%
Fire	4,864,046	18.5%	457,105	10.4%
Health	867,469	3.3%	(68,639)	(7.3%)
Recreation & Parks	2,838,202	10.8%	184,409	6.9%
Public Works	4,528,261	17.2%	3,014,952	199.2%
Community Development	652,989	2.5%	5,468	0.8%
Economic Development	<u>608,796</u>	<u>2.3%</u>	<u>39,347</u>	6.9%
Total Operating Expenditures	26,283,416	100.0%	3,599,524	15.9%
Transfer to Other Funds	<u>954,036</u>			
Total Expenditures after Transfers	27,237,452			

In addition to these operating expenditures, transfers to other funds included: Aqua Center \$374,000 for operations, Tennis and Health Club \$145,000, DownTown CAM of \$155,036, Capital Projects \$160,000, for economic development, sustainability, public art, Somonauk Park and Village Green and \$120,000 to the Housing Authority.

Cook County represents 81.4% of the EAV of the Village. Tax rates for Cook County decreased 0.5% and were majorly impacted by the 2011 and 2014 reassessments and increased value in 2016. Following is a chart of tax rates over a five-year period.

<b><u>Purpose</u></b>	<b>Tax Rates</b>				
	<b><u>2012</u></b>	<b><u>2013</u></b>	<b><u>2014</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>
General Fund	7.2659	8.1392	9.0643	9.6527	9.3346
Bonds and Interest	0.4116	0.4211	0.3822	0.3909	0.3837
Police Pension	0.8099	1.0520	1.2639	1.4877	1.5779
Fire Pension	0.5275	0.6948	0.8354	0.8799	0.9957
FICA	0.2930	0.3284	0.3623	0.3791	0.3832
IMRF	<u>0.3012</u>	<u>0.3376</u>	<u>0.3724</u>	<u>0.4329</u>	<u>0.4890</u>
<b>VILLAGE</b>	<b>9.6091</b>	<b>10.9731</b>	<b>12.2805</b>	<b>13.2232</b>	<b>13.1641</b>
LIBRARY	<u>1.4490</u>	<u>1.6390</u>	<u>1.8090</u>	<u>1.8520</u>	<u>1.7417</u>
<b>TOTAL</b>	<b>11.0581</b>	<b>12.6121</b>	<b>14.0895</b>	<b>15.0752</b>	<b>14.9058</b>

### **General Fund Balance**

The General Fund balance presentation was changed in Fiscal 2010. The Village implemented GASB 54 which changed fund balance classifications. The Unreserved designation has become Unassigned with additional categories of Non-spendable (inventories, prepaid items, the SouthCom deposit and property held for resale), Restricted (drug related forfeitures, IMRF and FICA unspent levies), Committed to (PEG fees) and Assigned (budgeted, committed and unspent, contribution funds, and IRMA deductible of \$500,000). The unassigned fund balance as of June 30, 2017 was \$9,791,324. This fund balance represents a 4.1 months reserve. The Village Board has established a policy requiring a three to four month reserve in the General Fund. Of the total fund balance, \$1,505,234 has been budgeted to be spent in Fiscal 2017, \$500,000 is set aside for roadway matching funds and \$383,000 was utilized to reduce the 2017 property tax levy increase. This leaves an available fund balance reserve of 3.1 months of expenditures.

### **Governmental Funds**

#### **Tax Increment Finance District**

In 1986, the Village established a Tax Increment Financing (TIF) District in its commercial center. As a result of the departure of one of the major anchor stores, Sears, the equalized assessed value of the TIF district dropped below the frozen base year and the district no longer generated incremental taxes. At the time of the departure of Sears, the Village had \$9,500,000 of outstanding TIF debt. In November 1997, the Village Board approved the dissolution of the existing TIF and the establishment of a new TIF which reduced the base equalized assessed value (EAV) from the original \$11 million to \$3.6 million. This restructuring allowed the existing debt to be "spread" over a longer repayment period which reduced annual debt service payments. The reduced EAV of the TIF district helped ensure that future sales and improvements within the district increased the EAV and facilitated the receipt of future increment.

In Fiscal 2004, incremental taxes were also used to acquire a stalled and tax delinquent residential development in DownTown Park Forest. The property was sold and developed into Legacy Square and the TIF was replenished. In Fiscal 2009, the Village restructured a large portion of TIF debt to take advantage of favorable interest rates and accelerate debt repayment. These actions produced an \$114,327 gain on debt restructuring in the TIF fund. In Fiscal 2017, property taxes received were \$962,457, a decrease of 20.8% from FY 2016. Property tax rebates reflect the Senior Complex and the Dollar General agreement for \$121,386. The Village was able to abate debt service of \$1,159,495 for the 2017 tax levy.

### Housing Authority

The Housing Authority of the Village of Park Forest was established under the Illinois Revised Statutes and approved by the Department of Housing and Urban Development. The Mayor appoints a five-member board of commissioners. The Housing Authority administers the Housing Choice Voucher Program, which is a program that subsidizes the housing costs of low-income families and is designed to give participants mobility. The Park Forest Housing Authority's program began with HUD funding for 50 Certificates (now called Vouchers). The Authority is now allocated 177 Park Forest certificates. To date, the Housing Authority is administering 604 vouchers. Currently, 136 Park Forest vouchers are being administered with 13 ported out to other communities, along with 455 portable vouchers. All participants are eligible for portability: That is, they may move to any geographic area of their choice. Once a Voucher holder from another agency relocates to Park Forest, the Park Forest Housing Authority becomes the administering agency and receives a portion of the administrative fees associated with the Voucher.

The Housing Authority is presented as a "Major Governmental Fund," with \$6,207,630 in revenues with an additional \$120,000 transferred in from the General Fund. As of the end of Fiscal 2017, the Housing Authority owed the General Fund \$362,459, representing eleven months' worth of administrative costs.

### Motor Fuel Tax

A portion of revenue from Motor Fuel Taxes is returned to municipalities by the State of Illinois. This distribution is made on a per capita basis. In Fiscal 2017, \$563,520 was received from this source. In addition, \$147,056 was received in federal grant dollars to offset costs for roadway projects. Beginning in Fiscal 2006, salaries were no longer being charged to MFT. Vehicle costs in Fiscal 2013 were also moved to the General Fund. Dollars are being accumulated for future roadway projects. Use of these funds is restricted to the maintenance and improvements of streets.

### Cook County Community Development Block Grant

CDBG funds can be used for approved public works projects in census tracts with a high concentration of low income individuals or families. Such projects may include street improvements, lighting, water main improvements, demolition and other infrastructure improvements that would improve the lives of the families in the area. In Fiscal 2013, the Village received notification that Cook County CDBG and NSP funds of \$2,055,266 were awarded to demolish four commercial structures; Norwood, 3200 Lincoln Highway, Wildwood School and a small blighted commercial building in the DownTown. For Fiscal 2014, the commercial demolition projects were completed. In addition, \$78,751 was awarded for IKE community stabilization programs to fund residential demolition. The activity for Fiscal 2015 completed this project. There was no activity in CDBG for Fiscal 2016. FY 2017's only activity was a \$74,000 transfer from the General Fund for the Village's portion of the walking path cut-through project that is budgeted for FY 17-18.

### Foreign Fire Insurance

The Village receives two percent of the gross receipts from foreign fire insurance companies on property within the Village. Foreign fire insurance companies are those fire insurance companies not incorporated by state law. These funds, which totaled \$16,362 in Fiscal 2017, are used to benefit Fire Department activities.

### E-9-1-1

The Village has imposed a surcharge on local telephone bills generated within the Village limits to cover emergency 9-1-1 operating costs. In 2003, a referendum permitted an increase in the surcharge from \$ .75 to \$1.25. On October 2, 2005, the Village began participation in SouthCom Joint Dispatch. The Village E 9-1-1 fund was closed in Fiscal 2006. The Village maintains a \$143,800 fund balance at SouthCom. On March 20, 2012 a referendum for an increase to \$5.00 was defeated. Beginning January 1, 2016, both landlines and cell phones generate \$.87 per line.

### Capital Projects Fund

In December 2001, the Village borrowed \$3,255,973 to fund Public Safety Building renovation. The Village Board allocated these funds for the construction of a new fire station. Construction of the new fire station began in Fiscal 2004 and was completed in Fiscal 2006. The remaining portion of the fund balance was utilized to re-surface the fire station/DownTown parking lot. This project was completely closed in Fiscal 2008 with an arbitrage calculation indicating no balance owed to the IRS. In Fiscal 2007, the Capital Projects Fund also began to include costs associated with the economic development efforts to acquire, maintain and develop no-cash bid properties; \$140,000 was initially transferred from the General Fund. In addition, a total of \$925,000 was transferred to fund the lower level of Village Hall build out for Health and Recreation and Parks use. In Fiscal 2009, \$455,000 was transferred, \$50,000 for signage, \$55,000 for land banking efforts and \$350,000 for the Railfan Park. In Fiscal 2010, a total of \$345,000 was transferred to the Capital Projects Fund, \$55,000 for land banking and maintenance, \$50,000 for signage and \$240,000 from the CN settlement. A transfer out of \$100,000 was made to the DownTown to fund the Route 30 LED sign. In Fiscal 2011, an additional \$100,000 was transferred for property maintenance and \$500,000 was transferred to be distributed to residents related to sound mitigation needs as a result of increased rail traffic. In Fiscal 2012, \$50,000 was transferred to begin funding for sustainability projects. In Fiscal 2013, \$140,000 was transferred for sustainability projects, land banking and economic development efforts. In Fiscal 2014, \$522,200 was transferred for sound mitigation in Eastgate and \$133,327 was transferred for economic development and sustainability including funds from the Star Disposal contract and electrical aggregation. In Fiscal 2015, \$132,000 was transferred for economic development, sustainability and public art. In Fiscal 2016, \$1,047,350 was transferred in, which included \$300,000 for potential traffic signal, \$477,800 for the unallocated CN money, \$100,000 for Village Green, \$50,000 each for Somonauk Park, economic development and sustainability, and \$10,000 for public art. In FY 2017, \$160,000 was transferred in and consisted of the following: \$50,000 each for economic development, sustainability and Somonauk Park and \$10,000 for public art.

### Business-type Activities – Enterprise Funds

#### Water Fund

The operations of the Water Fund include water pumping, purification and distribution. Water service is charged to customers based on gallons of water used. For Fiscal 2017, water rates were increased to \$14.61 per 1,000 gallons used. July 1, 2017 water rates per 1,000 gallons were increased to \$15.64. The

fund recorded a positive change in net position for Fiscal 2017 of \$1,830,793, reflecting the increased water rates. Funds are being accumulated to make infrastructure improvements, such as water main replacement, due to the advanced age and condition of the majority of water lines in the Village.

Sewer Fund

Maintenance of the sanitary sewer system is funded through a use charge tied directly to water consumption. Reserves in the fund are used to fund major capital expenditures. Sewer rates increased to \$2.60 per 1,000 gallons July 1, 2009 and to \$2.86 per 1,000 gallons July 1, 2010. Sewer rates have not been increased since this time. In July 2013, the Village was notified that it no longer needed to remain in compliance with the inflow and infiltration plan submitted to Thorn Creek Sanitary Basin District. The Village is still required to be in compliance with the Clean Water Act and will continue to maintain sewer lines and reduce inflow and infiltration. Beginning in Fiscal 2015, storm sewer maintenance was charged to the Sewer Fund. In Fiscal 2017, the Sewer Fund had a positive change in net position of \$99,346.

DownTown Park Forest

The Village purchased a regional shopping area located in the middle of town, initially known as the Park Forest Plaza and later as the Centre of Park Forest, on December 1, 1995. At the time of purchase, the property was badly blighted following many years of neglect by a series of owners. A Master Plan was developed and redevelopment was begun in Fiscal 1998 to convert the shopping center into a traditional Main Street DownTown. In Fiscal 1999, \$1,640,000 was borrowed to fund the construction of Main Street. The debt service on this borrowing is now being totally funded with TIF increment. The Village has spent over twenty years renovating and occupying the DownTown, demolishing several buildings, including Sears and Marshall Fields. Total occupancy in the Village owned buildings is now at 75%. For Fiscal 2017, the DownTown had a net loss of (\$203,232) before transfers. DownTown funding history is as follows:

**DownTown Funding History  
December, 1995 through June 30, 2017**

**Outside Sources of Funds**

Sears settlement:	
Part 1	\$ 2,623,127
Part 2	250,000
State grant -- Sears demolition	500,000
State grant -- Main Street	740,000
State grant -- parking lot	75,000
TIF Funds beginning balance	884,721
Cook County CDBG Grants	1,687,062
Marshall Fields CDBG Demolition	930,062
By-Us Building CDBG Demolition (Main Street)	217,293
Sale of Property *	1,402,846
Twenty-two years' operating and other revenues	12,832,459
Total Outside Sources of Funds	\$ 22,142,570

### Village Funds

Motor Fuel Tax	\$	850,000
Transfers from the General Fund:		
Identified as CAM beg. Fiscal 2001		3,391,959
Other Transfers		2,796,720
	\$	<u>7,038,679</u>

### Borrowing

1999 Borrowing paid by Tax Increment	\$	1,640,000
Total Funding Through 2016	\$	30,821,249

\* Sale of Legacy Square is not included in the DownTown Fund. This residential property was purchased with TIF Funds and, therefore, sales are included in the TIF Fund.

A Resolution was approved in January 2001 designating \$4,494,374 of TIF allowable expenses to be established. These expenses can then be reimbursed to the Village should there be sufficient tax increment. Of the total \$30,821,249 of investment in the DownTown, the Village has contributed 23%. The remaining 77% has come from outside sources. With the TIF Fund generating \$758,292 in increment, this investment represents an 11% return.

### Refuse

Garbage, recycling and yard waste collection in single family residential areas are funded through this fund. Collection is done by contract with a private scavenger service, Star Disposal. Residents were billed \$21.93 monthly beginning January 1, 2017. Rates are scheduled to increase January 1, 2018 to \$22.66 per month. For Fiscal 2017, the Refuse Fund had a positive change in net position of \$93,510.

### Municipal Parking Lot

The Village operates two municipal commuter parking lots. Revenues generated from these lots are included in this enterprise fund. Revenues have declined since the Matteson lot was reconstructed. For Fiscal 2017, the indirect cost to the General Fund transfer was eliminated. For Fiscal 2017, the fund had a change in net position of (\$44,618).

### Aqua Center

The Village owns an outdoor pool facility which is located within the heart of the Village of Park Forest. Known as the Aqua Center, this four pool complex includes a play area and sand volleyball. The Center currently serves between 60,000 and 65,000 patrons annually. In Fiscal 2010, the Aqua Center was awarded a \$400,000 OSLAD grant to renovate the bath house and establish a wetlands discovery classroom. The Village contributed \$620,000 with the assistance of the CN settlement, and \$1,020,000 of improvements were undertaken. The net operating loss for the Fiscal 2017 was (\$217,944). The General Fund transferred \$374,000 to the Aqua Center for operations. The change in net position for the Aqua Center was \$138,416 for FY 2017.

### Tennis and Health Club

The Village also owns an indoor tennis and health club. The Park Forest Tennis and Health Club is a six court indoor tennis facility with health and exercise facilities, a pro shop, and full service lounge. The Club runs an extensive tennis instructional program, both indoors and out, serving preschoolers to senior citizens. The net operating loss for Fiscal 2017 was (\$109,472). The General Fund transferred \$145,000 to the Tennis and Health Club. The change in net position for the Tennis Club was \$15,528 for FY 2017.

### Vehicle Service Fund (Internal Service Fund)

This internal service fund was established to allocate the cost of maintenance, fuel and replacement of vehicles. An improved and monitored contribution process has resulted in an unrestricted net position amount of \$1,061,097. Major reoccurring expenditures for this fund include the replacement of fire engines, ambulances, snow plows, police vehicles and the Vector. The fund builds a balance in order to make major vehicle replacements.

### Trust and Agency Funds

Outside contributions are occasionally made to support specific Village programs. The contributions are segregated. The combined contribution fund balances total \$56,945. The fund balances have been transferred to the General Fund and are reflected as an assigned fund balance.

The Village is allocated a portion of confiscated drug money and assets. These funds are required to be maintained separately and utilized for certain drug-prevention programs and activities. For financial statement reporting purposes, the \$62,895 balance is presented in the General Fund as restricted for public safety.

Police and Fire sworn personnel are covered by the police and firefighters pension plan. These plans are defined benefit single employer pension plans with employee and employer contribution levels mandated by Illinois State Statutes. The Village levies for its share of the contribution. The Police Pension Fund balance held in trust for pension benefits at fiscal year-end was \$20,209,484, an increase of \$1,370,166. The Firefighters Pension fund balance held in trust for pension benefits at fiscal year-end was \$12,478,698, an increase of \$1,084,309.

Village employees are offered the opportunity to participate in a deferred compensation plan. The plan is a Section 457 plan administrated by ICMA-RC. These assets are not reflected as Village assets.

### Component Units

Prior to Fiscal 2013, the Village of Park Forest had two discreetly-presented component units, the Housing Authority and the Library. The Housing Authority is no longer presented as a component unit. The Library is now presented as a separate entity.

### Library

The Library's financial statements are no longer presented as a part of the Village. Excerpts from the financial statements show operations for the current year adding \$681,481 to the fund balance. The June 30, 2017 unassigned fund balance for the Library is \$4,312,472.

## **Debt Administration**

In Fiscal 2017, general obligation debt and installment contracts decreased \$1,267,253 to \$5,357,775. Total debt is a combined obligation of the General, TIF, Water, Sewer and Aqua funds. In 2009 and 2013, the Village refunded debt for an economic gain. The total approved IEPA loan amount for the new water plant was \$15,642,209. In addition, the Village secured IEPA loan funds for water main and sewer improvements. The June 30, 2017 IEPA loan balance is \$15,319,233, an increase of \$2,193,326 due to the water main replacement program. The Village continues to operate on a pay as you go basis avoiding borrowing without an identified revenue source.

## **Cash Management**

Procedures for the handling of cash receipts and investments are identified in an investment policy which was adopted in December, 1999. Safety of principal is the foremost objective of the investment policy as it is the objective of the Village Treasurer. It is imperative that the investment portfolio remain sufficiently liquid to enable the Village to meet all operating requirements. Investment return is the third objective. Monies collected are deposited no later than the next business day. Investment income in the General Fund for the Fiscal Year 2017 was \$43,227.

## **Risk Management**

The Village is a member of the Intergovernmental Risk Management Association (IRMA). This municipal pooled insurance program covers the Village for liability and workers compensation insurance. There is an established safety committee meets as needed. In the 2012 calendar year the IRMA deductible increased to \$100,000. IRMA conduct OSHA audits every three years. IRMA Management Assessment Program (IMAP) reviews Village policies.

## **OTHER INFORMATION**

### **Independent Audit**

Village ordinances require an annual audit of accounting, financial records and transactions of all departments by an independent certified public accountant. This requirement has been fulfilled. The auditors' opinion has been included in this report.

### **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Village of Park Forest the Distinguished Budget Award for its budget each year from 1995 through 2017 budgets. In order to be awarded this recognition, a governmental unit must present a document that is a 1) Policy Document 2) Financial Plan 3) Operations Guide and 4) Communications Device. Among other measurements, the document must include a coherent statement of organization-wide financial and programmatic policies and goals that address long-term concerns and issues.

The Village of Park Forest received the Certificate of Achievement for Excellence in Financial Reporting for the twentieth time last fiscal year. Through this program, the Government Finance Officers Association recognizes governmental units that publish an easily-readable and efficiently-organized comprehensive annual financial report whose contents conform to program standards. Such annual

financial reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The Village believes its current report conforms to the Certificate of Achievement program requirements. It is being submitted to the GFOA for consideration for the certificate program.

**Acknowledgment**

Preparation of this report on a timely basis could not be accomplished without the efficient and dedicated service of the entire Finance Department staff. Special recognition is given to Sharon Floyd, the Assistant Finance Director, for her coordination of the audit.

Our deepest appreciation is extended to the Mayor and Trustees for their interest and support in planning and conducting Village governance in a progressive and responsible manner. This report evidences the significant progress the Village of Park Forest has made toward developing responsible financial reporting.

Respectfully submitted,



Thomas K. Mick  
Village Manager



Mark A. Pries, MBA  
Finance Director/Deputy Village Manager/Treasurer



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

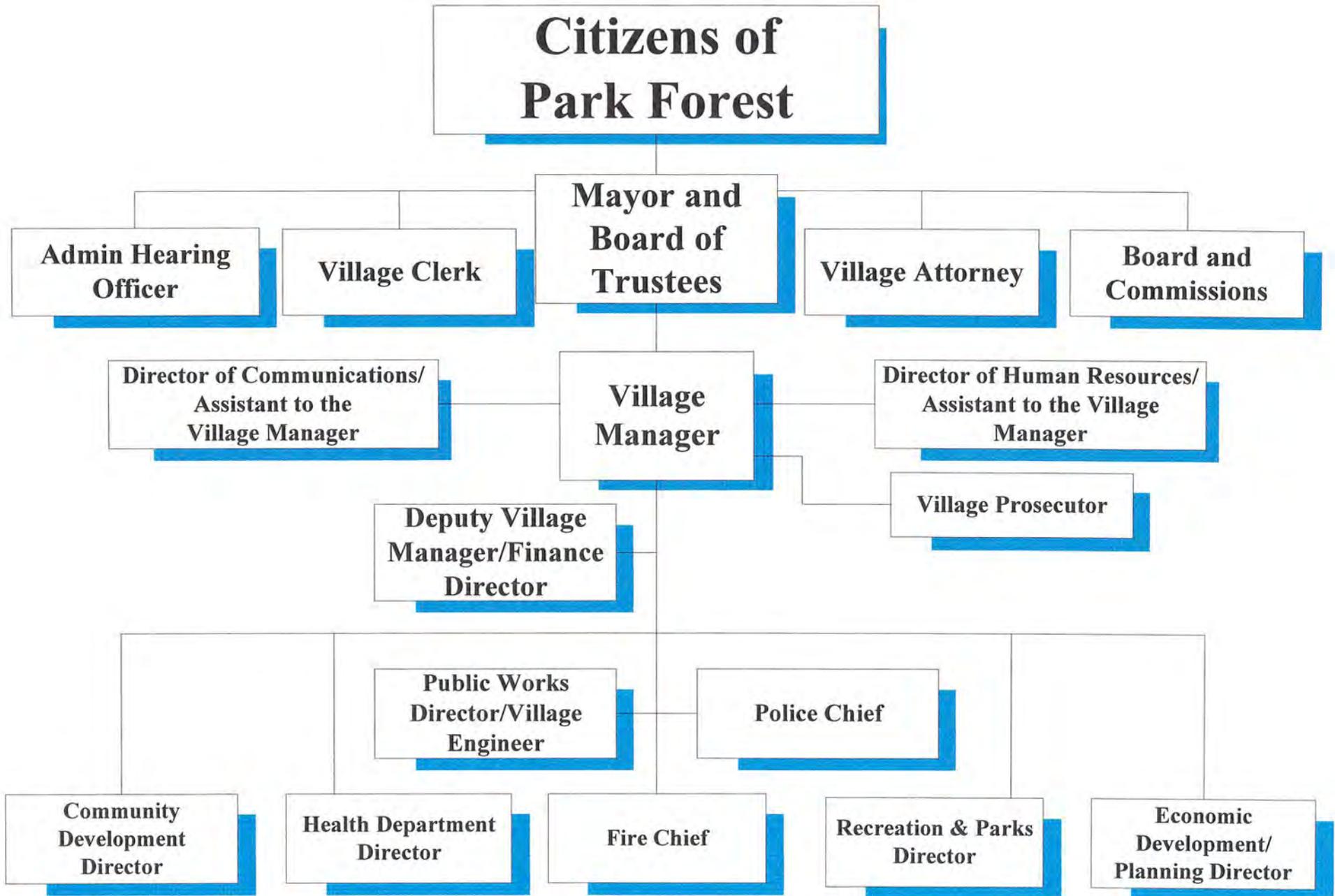
**Village of Park Forest  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

Executive Director/CEO

# Village of Park Forest Organizational Chart



**VILLAGE OF PARK FOREST, ILLINOIS**

**List of Elected and Appointed Officials**

**June 30, 2017**

---

---

**LEGISLATIVE**

**VILLAGE BOARD OF TRUSTEES**

John A. Ostenburg, Mayor

Mae Brandon  
Jonathan Vanderbilt  
Tiffani Graham

Robert McCray  
Georgia O'Neill  
Theresa Settles

Sheila McGann, Village Clerk

**ADMINISTRATIVE**

Thomas K. Mick, Village Manager

**FINANCE DEPARTMENT**

Mark A. Pries, Finance Director and Treasurer,  
Deputy Village Manager

## INDEPENDENT AUDITORS' REPORT

To the Honorable Village Mayor and Trustees  
Village of Park Forest  
Park Forest, 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 Park Forest, Illinois, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Village of Park Forest's basic financial statements as listed in the table of contents.

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

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

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

### ***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 Park Forest, Illinois, as of June 30, 2017 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 June 30, 2017 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Park Forest's basic financial statements. The supplementary information for the year ended June 30, 2017 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 June 30, 2017, 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 June 30, 2017.

To the Honorable Village Mayor and Trustees  
Village of Park Forest

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 Park Forest as of and for the year ended June 30, 2016 (not presented herein), and have issued our report thereon dated December 16, 2016, 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 June 30, 2016 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 2016 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2016 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 June 30, 2016.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Park Forest's basic financial statements. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2017 on our consideration of the Village of Park Forest's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village of Park Forest's internal control over financial reporting and compliance.

*Baker Tilly Veitchau Krause, LLP*

Oak Brook, Illinois  
December 11, 2017

## VILLAGE OF PARK FOREST, ILLINOIS

### Management's Discussion and Analysis (Unaudited)

June 30, 2017

Our discussion and analysis of the Village of Park Forest's financial performance provides an overview of the Village of Park Forest's financial activities for the fiscal year ended June 30, 2017. Please read it in conjunction with the transmittal letter on page v and the Village of Park Forest's financial statements, which begin on page 23.

### FINANCIAL HIGHLIGHTS

- During the year, Village wide expenses of \$46.4 million exceeded revenues of \$45.0 million, decreasing net position by \$1.4 million. This decrease in net position is a result of this year's operations.
- The net position of governmental activities was reduced by \$3.5 million while business-type activities net position increased by \$ 2.1 million. The decrease in governmental net position is primarily a result of the current year's GASB 68 adjustments. Total Net Pension Liability was \$45.9 million dollars a \$ .6 million increase over the prior year.
- Over the prior year, revenues for governmental activities increased \$2.7 million or 8.7% and expenses increased \$3.3 million or 9.6%.
- The increase in governmental revenues of \$2.7 million occurred in large part due to a \$ .8 million increase in property taxes, and state grants of \$2.5 million for streets and transportation.
- Governmental expenses, increased \$3.3 million or 9.6%. Increases included \$ .4 in Police and \$ .3 million in Fire, both reflecting the impact of GASB 68 recording pension liabilities. Also, the \$3.1 million increase in Public Works related to the streets and transportation grant. The balance of the change is related to annual increases in salary and insurance expenses.
- Transfers into governmental activities and out of business-type activities of \$ .3 million relate to the cost allocation of administrative services provided to the business-type funds net of the support provided to business-type activities.
- Revenues for business-type activities increased \$1.0 million to \$11.2 million while expenses before transfers remained the same at \$8.8 million.
- The increase in business-type revenue was a result of IEPA forgave \$ .7 million loan for water main improvements. Other increases were the result of related increased water rates.
- Business-type expenses remained the same as last year. Sewer fund expenditures decreased \$ .1 million while Health and Tennis increased \$ .1 million. DownTown , Municipal Parking Lot, Aqua Center, Tennis, and Health Club remained the same as prior year.

# **VILLAGE OF PARK FOREST, ILLINOIS**

## **Management's Discussion and Analysis (Unaudited)**

June 30, 2017

### **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 22-24) provide information about the activities of the Village of Park Forest as a whole and present a longer-term view of the Village of Park Forest's finances. Fund financial statements begin on page 26. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village of Park Forest's operation in more detail than the government-wide statements by providing information about the Village of Park Forest's most significant funds. The remaining statements provide financial information about activities for which the Village of Park Forest acts solely as a trustee or agent for the benefit of those outside of the government.

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

The government-wide financial statements provide readers with a broad overview of the Village of Park Forest's finances, in a manner similar to a private-sector business. The government-wide financial statements are on pages 22-24 of this report.

The Statement of Net Position reports information on all of the Village of Park Forest's assets and liabilities, 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 of Park Forest is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Village of Park Forest's property tax base and the condition of the Village's roads, is needed to assess the overall health of the Village of Park Forest.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village of Park Forest that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village of Park Forest include general government, law enforcement, fire and emergency, public health, recreation and parks, public works, streets and transportation, community development, the housing authority, economic development, and interest on long-term debt. The business-type activities of the Village of Park Forest include water, sewer, DownTown Park Forest, refuse, municipal parking, aqua center, and the tennis and health club.

The Park Forest Public Library is now reported separately due to the implementation of GASB 61.

# **VILLAGE OF PARK FOREST, ILLINOIS**

## **Management's Discussion and Analysis (Unaudited)**

June 30, 2017

### **USING THIS ANNUAL REPORT – Continued**

#### **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 of Park Forest, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village of Park Forest can be divided into three categories: governmental funds, proprietary 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. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village of Park Forest'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 the comparison between governmental funds and governmental activities.

The Village of Park Forest maintains eight 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, Housing Authority, DownTown Tax Increment Financing District, Motor Fuel Tax Fund, Debt Service Fund and the Capital Projects Fund, all of which are considered major funds. Data from the other two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

From Fiscal 2010 through Fiscal 2012, the financial statement presentation of the Housing Authority was changed from a governmental fund to a discretely presented component unit. With the implementation of GASB 61, the Housing Authority is presented again as a governmental fund.

The Village of Park Forest adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 25-32 of this report.

# **VILLAGE OF PARK FOREST, ILLINOIS**

## **Management's Discussion and Analysis (Unaudited)**

June 30, 2017

### **USING THIS ANNUAL REPORT – Continued**

#### **Proprietary Funds**

The Village of Park Forest maintains two different types of proprietary funds: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village of Park Forest utilizes enterprise funds to account for its water, sewer, DownTown, refuse, municipal parking, aqua center and tennis and health club operations. Internal service funds are an accounting device used to accumulate and allocate service costs internally among the Village of Park Forest's various functions.

The Village of Park Forest uses internal service funds to account for vehicle maintenance and replacement. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, sewer and the DownTown funds, all of which are considered to be major funds of the Village of Park Forest. Conversely, the internal service fund is combined into a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 33-42 of this report.

#### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government such as pension funds. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village of Park Forest's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 43-44 of this report.

#### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 45-87 of this report.

#### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Park Forest's Illinois Municipal Retirement Fund (IMRF) and police and firefighters employee pension obligations. Required supplementary information can be found on pages 88-105 of this report. The

# VILLAGE OF PARK FOREST, ILLINOIS

## Management's Discussion and Analysis (Unaudited)

June 30, 2017

### USING THIS ANNUAL REPORT – Continued

#### Other Information– Continued

combining statements referred to earlier in connection with non-major governmental funds and the internal service fund are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 106-139 of this report.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Park Forest, assets/deferred out flows exceeded liabilities/deferred inflows by \$22.9 million, down from the prior year.

	Net Position (in Millions)					
	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and Other Assets	\$ 30.5	32.9	13.9	13.1	44.4	46.0
Capital Assets	22.4	22.1	33.5	29.2	55.9	51.3
Total Assets	52.9	55.0	47.4	42.3	100.3	97.3
Deferred Outflows of Resources	7.4	10.0	.8	1.0	8.2	11.0
Long-Term Debt Outstanding	53.7	54.2	17.1	15.0	70.8	69.2
Other Liabilities	2.9	3.6	2.3	1.6	5.2	5.2
Total Liabilities	56.6	57.8	19.4	16.6	76.0	74.4
Deferred Inflows of Resources	9.5	9.5	0.1	0.1	9.6	9.6
Net Position						
Net Investment in Capital Assets	20.3	20.0	18.1	15.9	38.4	35.9
Restricted	3.3	3.4	-	-	3.3	3.4
Unrestricted (Deficit)	(29.4)	(25.7)	10.6	10.7	(18.8)	(15.0)
Total Net Position	(5.8)	(2.3)	28.7	26.6	22.9	24.3

# VILLAGE OF PARK FOREST, ILLINOIS

## Management's Discussion and Analysis (Unaudited)

June 30, 2017

### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

The largest portion of the Village of Park Forest's net position are capital assets. Investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding total \$38.4 million an increase of 2.5 million. The Village of Park Forest uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Park Forest's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Of the total current and other assets of \$44.4 million, \$29.2 million represent cash and investments. This amount includes the reserves for all funds. The general fund targets a three to four month reserve. The motor fuel tax fund is accumulating reserves for roadway repairs. The water and sewer funds are carrying reserves for capital purposes.

	Changes in Net Position (in millions)					
	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues						
Program Revenues						
Charges for Services	\$ 3.8	\$ 3.8	\$ 11.1	\$ 10.1	\$ 14.9	\$ 13.9
Capital Grants/Contributions	2.8	0.7	-	-	2.8	0.7
Oper. Grants/Contributions	7.3	7.2	-	-	7.3	7.2
General Revenues						
Property Taxes	15.3	14.5	-	-	15.3	14.5
Utility Taxes	1.1	1.1	-	-	1.1	1.1
Intergovernmental	2.3	2.4	-	-	2.3	2.4
Other General Revenues	1.2	1.4	0.1	0.1	1.3	1.5
Total Revenues	\$ 33.8	\$ 31.1	\$ 11.2	\$ 10.2	\$ 45.0	\$ 41.3

**VILLAGE OF PARK FOREST, ILLINOIS**

**Management's Discussion and Analysis (Unaudited)**

June 30, 2017

**GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued**

Changes in Net Position (in millions)

	Governmental		Business-type		Total	
	Activities		Activities			
	2017	2016	2017	2016	2017	2016
Expenses:						
General Government	\$ 3.8	\$ 4.2	\$	\$	\$ 3.8	\$ 4.2
Law Enforcement	10.4	10.0			10.4	10.0
Fire and Emergency	5.8	5.5			5.8	5.5
Public Health	0.9	1.0			0.9	1.0
Recreation and Parks	3.0	2.7			3.0	2.7
Public Works	5.0	1.9			5.0	1.9
Streets and Transportation	0.5	0.6			0.5	0.6
Community Development	6.9	7.2			6.9	7.2
Economic Development	1.1	1.0			1.1	1.0
Interest on Long-Term Debt	0.2	0.2			0.2	0.2
Water			4.9	4.9	4.9	4.9
Sewer			0.9	1.0	0.9	1.0
DownTown Park Forest			0.9	0.9	0.9	0.9
Refuse			1.2	1.2	1.2	1.2
Municipal Parking Lot			0.1	0.1	0.1	0.1
Aqua Center			0.4	0.4	0.4	0.4
Tennis and Health Club			0.4	0.3	0.4	0.3
Total Expenses	37.6	34.3	8.8	8.8	46.4	43.1
Increase (decrease)						
in Net Position Before Transfers	(3.8)	(3.2)	2.4	1.4	(1.4)	(1.8)
Transfers	0.3	0.5	(0.3)	(0.5)	-	-
Increase (decrease) in Net Position	(3.5)	(2.7)	2.1	0.9	(1.4)	(1.8)
Net Position-Beginning	(2.3)	0.4	26.6	25.7	24.3	26.1
Net Position-Ending	\$ (5.8)	\$ (2.3)	\$ 28.7	\$ 26.6	\$ 22.9	\$ 24.3

## VILLAGE OF PARK FOREST, ILLINOIS

### Management's Discussion and Analysis (Unaudited)

June 30, 2017

#### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of the Village of Park Forest's governmental activities decreased to a negative \$5.8 million, a \$3.5 million decrease over the prior year. This decrease was mainly attributable to a \$2.9 million impact related to the Village's net pension liabilities and related deferred outflows and inflows of resources.

Net position of business-type activities increased by \$2.1 million or 7.8% (\$28.7 million compared to \$26.6 million). This increase mainly attributable to operating results with revenues exceeding expenses by \$2.4 million. In addition, noncurrent liabilities related to debt increased \$2.1 million due to new debt of \$4.0 million offset by scheduled debt payments of \$1.9 million.

Government-wide revenues increased 9.0% (\$45.0 million compared to \$41.3 million). Revenue in the governmental activities increased \$2.7 million as a result of an increase in capital grants of \$2.1 million. Property taxes increased \$ .8 million and intergovernmental revenues increased \$ .1 million. For business-type activities, revenue increased \$1.0 million with a \$1.0 million increase in water charges for services related to the water rate increase.

Government-wide expenses increased 7.7% (\$46.4 million compared to \$43.1 million). This \$3.3 million increase is largely a result of 3.1 million increase in Public Works related to the streets and transportation grant. IMRF Net Pension Liability (NPL) did not change in the current year. Police pension NPL expense came to \$1.4 million and Fire pension NPL expense was \$ .6 million. Related to public safety, employer pension contributions increased a combined total of \$ .6 million. The balance of the increases relate to increases in departmental expenses related to cost of living salary increases and insurance.

#### Governmental Activities

Revenues for governmental activities increased by 8.7% (\$2.7 million). Total expenses increased 9.6% (\$3.3 million). Operating results before transfers produced a \$3.8 million decrease in net position.

For Fiscal 2017 the following revenue categories decreased:

- Intergovernmental decreased \$ .1 million
- Other General Revenues decreased \$ .2million

# VILLAGE OF PARK FOREST, ILLINOIS

## Management's Discussion and Analysis (Unaudited)

June 30, 2017

### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

#### Governmental Activities -- Continued

The following revenues increased over the prior year:

- Capital Grants/Contributions increased \$ 2.1 million
- Other General Revenues increased \$ .2 million
- Property taxes increased \$ .8 million.

The cost of all governmental activities this year was \$37.6 million compared to \$34.3 million last year. Overall, governmental revenues increased in 2017 from \$31.1 million to \$33.8 million.

The Village continues to seek out grants for capital improvements and other operational needs. The Village recognized \$10.0 million in grants in the governmental activities. The largest portion of the grants received relate to the Housing Authority of which \$6.2 million in federal funds was received from HUD's Voucher Program and \$2.5 for streets and transportation. \$ .5 million relates to MFT allotment and federal roadway grant dollars. The remaining \$ .8 million is made up of several smaller grants supporting Administration, Police and Fire, Recreation and Economic Development departments. Of the \$4.8 million received in Fiscal 2010 from CN Railroad, the following amounts are still assigned for future projects:

Eastgate Neighborhood Redevelopment	\$ .5 million
-------------------------------------	---------------

The Village Board has taken major actions to fund much needed capital improvements. Over the past few years the following major asset additions were completed with the noted revenue sources:

- Water rates were increased funding:

New Water Plant	\$ 15.9 million
Water Main improvements	2.3 million
Autumn Ridge Water Tower	1.2 million
Monee Water Main replacement	.1 million
Sangamon Water Main Lining	.3 million
- Sewer rates were increased funding:

Illinois Lift Station	\$ .2 million
-----------------------	---------------
- Several capital projects were completed 2010-2012 with the assistance of grant funds.

Aqua Center rehab	\$ 1.0 million
Freedom Hall seats	.1 million
Orchard Drive resurfacing, Sauk to Lakewood	.4 million
Marshall Fields Building Demolition (CDBG)	.9 million
Municipal Parking Lot improvements (CN)	1.2 million

# VILLAGE OF PARK FOREST, ILLINOIS

## Management's Discussion and Analysis (Unaudited)

June 30, 2017

### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

#### Governmental Activities – Continued

- 2012 Rail Fan Park site preparation (reserves in Capital Projects) .2 million with an additional \$ .1 million spent in 2013 completing the project.
- Three projects were completed in 2012 and funded through low interest IEPA loans:
  - \$3.2 million Water main Replacement project
  - \$ .7 million Excess Flow Facility
  - \$ .6 million Sewer Rehabilitation project.

In 2014, a final \$ .3 million was spent to combine with 2013 expenditures of \$ .2 million through a USEPA grant funding sewer repairs. Also, grant dollars helped to fund a replacement of the Thorn Creek Bridge. \$ .3 million was spent in 2013 and an additional \$ .5 million was spent in 2014 on the bridge.

In 2015, grant dollars from the State of Illinois helped to fund the salt dome constructed at a cost of \$ .2 million. Also the USEPA grant funded 80% of additional sewer improvements that cost \$ .3 million.

In addition, Orchard Drive reconstruction began in Fiscal 2012 and was closed out in Fiscal 2014. This project was funded 70% through the Surface Transportation Program (STP) funds.

Orchard Drive improvements	\$ 9.4 million
STP funding committed (70%)	<u>6.5 million</u>
Village cost (30%)	\$ 2.9 million

The Village had assigned fund balance reserves of \$2.8 million to allocate toward the above \$2.9 million. The additional \$ .4 million was funded through \$ .1 million in state participation and accumulated fund balance. These funds were accumulated through maintenance of reserves and redirection of personnel and vehicle costs from MFT to the General Fund.

The following table graphically depicts the major revenue sources of the Village of Park Forest. It depicts very clearly the reliance on taxes to fund governmental activities. The tax presentation includes property, sales, utility tax and real estate transfer tax. For the Governmental Funds, 87.5% of taxes indicated are property taxes. For Fiscal 2017 Intergovernmental revenues include the Housing Authority revenue of \$6.2 million. Sales tax represents only 5% of tax revenue. Economic development efforts could improve this position.

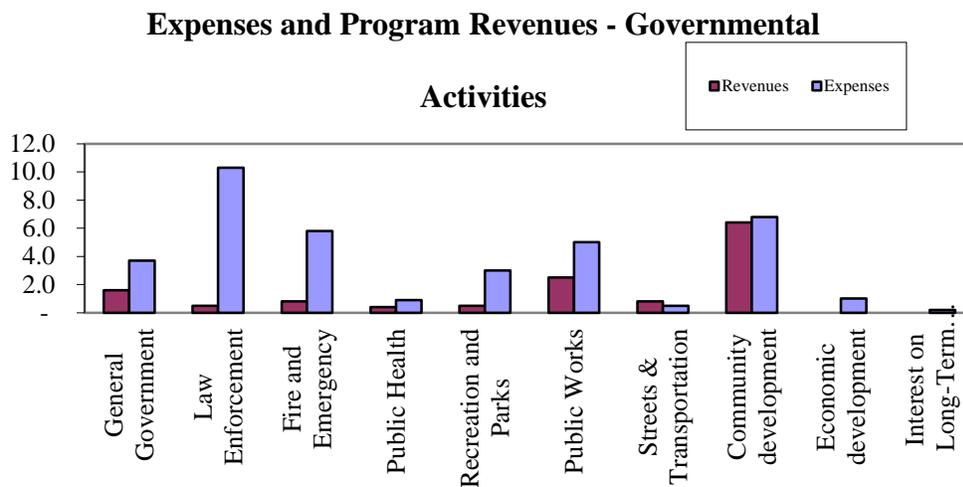
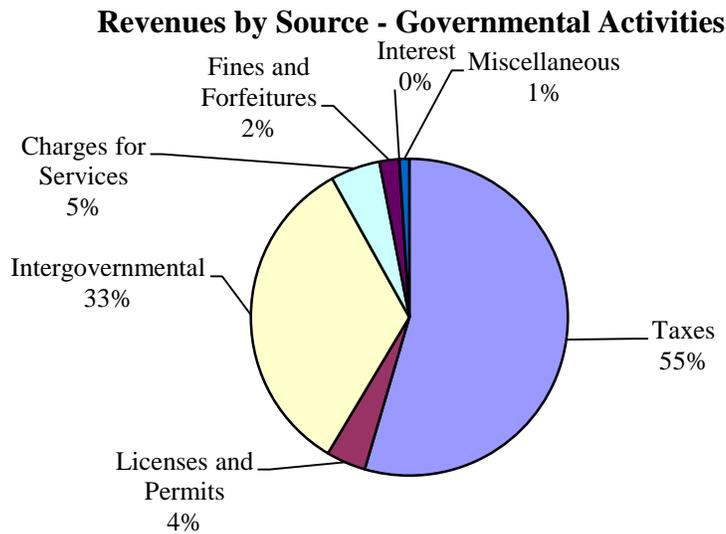
**VILLAGE OF PARK FOREST, ILLINOIS**

**Management’s Discussion and Analysis (Unaudited)**

June 30, 2017

**GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued**

**Governmental Activities – Continued**



The ‘Expenses and Program Revenues’ Table identifies those governmental functions where program expenses greatly exceed revenues. Law Enforcement, Fire and Emergency and Recreation and Parks areas are substantially tax supported.

# VILLAGE OF PARK FOREST, ILLINOIS

## Management's Discussion and Analysis (Unaudited)

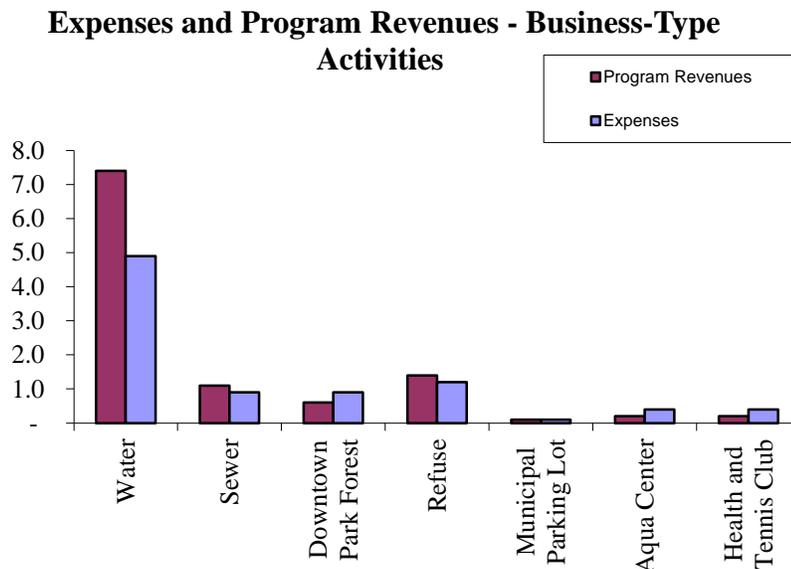
June 30, 2017

### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

#### Business-Type Activities

Revenues of the Village's business-type activities increased 9.8% (\$11.2 million in 2017 compared to \$10.2 million in 2016) while expenses remained the same at \$8.8 million in 2017. Key factors behind these results include:

- Charges for services increased \$1.0 million from last year. Water revenues increased as a result of IEPA forgave \$750,000 of loan during fiscal year 2017 and increased water rates.
- Operating expense had no increase over all the funds as a result of prudent management. Refuse, Aqua Center and Municipal Parking expenses remained the same while Tennis increased \$ .1 million and Sewer decreased \$ .1million. DownTown Park Forest remained the same.
- The Aqua Center and the Tennis and Health Club require a Village subsidy to offset operating losses. The combined operating loss for 2017 was \$ .4 million before transfers.



The above graph compares program revenues to expenses for all business-type activities. The surplus indicated in the water and sewer funds will fund capital projects and debt service.

## **VILLAGE OF PARK FOREST, ILLINOIS**

### **Management's Discussion and Analysis (Unaudited)**

June 30, 2017

#### **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

As noted earlier, the Village of Park Forest uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

##### **Governmental funds**

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$17.9 million, last year's reported total was \$19.2 million. The general fund balance decreased \$ .9 million. Fund balance highlights are:

- The Village Board has adopted a policy of maintaining a three to four month reserve in the general fund. The unassigned fund balance of \$9.8 million represents a 4.9-month reserve.
- An assigned fund balance of \$ .5 million was established in Fiscal 2012 for IRMA to cover the increase in deductibles to \$ .1 million per incident.
- The capital projects fund ended the fiscal year with a \$ 1.7 million fund balance down \$ .4 million from last year related to the spend down of prior year transfers from the General Fund. The fund balance represents amounts transferred in prior years for CN related projects, land acquisition expenses, environmental initiatives and recreation related projects.
- Of the total general fund balance of 4.9-month reserve \$1.0 million has been allocated to fund the 2018 budget and to provide grant matching funds. The remaining fund balance represents a 3.9 month reserve.
- The TIF fund balance is \$ 1.1 million.
- The MFT fund balance of \$ 1.4 million remained the same as last years to reflect money to be used for future roadway projects.

## **VILLAGE OF PARK FOREST, ILLINOIS**

### **Management's Discussion and Analysis (Unaudited)**

June 30, 2017

### **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued**

#### **Proprietary funds**

The Village of Park Forest's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Water Fund, Sewer Fund and DownTown Park Forest Fund as the major proprietary funds. These funds account for all of the operations of the municipal water, sewer system and DownTown fund. Overall, net position for the Proprietary Funds increased \$2.1 million.

The Water Fund, one of the major proprietary funds, provides the water to the residents and businesses of the Village. The operations of the Water Fund are as follows: water is drawn from a deep aquifer by a system of wells. The well water is transported to the Village's water treatment and purification plant. It is then distributed through the Village's water main system to residents and businesses. The Village charged \$13.66 per 1000 gallons to fund the operations of the water system including labor costs, supplies, and infrastructure maintenance as well as debt service on the new water plant. During Fiscal 2007 the construction of a \$15.9 million new water plant was completed. Net position of the Water Fund increased \$ 1.8 million reflecting the increase in water rates.

The sewer fund maintains the sewer system within the Village. A sewer use charge of \$2.86 per 1,000 gallons is added to water bills to fund maintenance of the system. The sewer fund currently has an unrestricted net position of \$3.9 million. Net position is accumulated in order to make capital improvements. Operating income contributed \$ .2 million before transfers.

The DownTown Park Forest fund accounts for all of the operating and capital costs of the DownTown. The net position decreased \$ .05 million as a result of operations.

#### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The Village budgets conservatively. Revenues are budgeted based on historic trends. Expenditures are budgeted based on the previous adopted levy.

The Village board receives quarterly financial statements. At the six-month review, the Board approves budget amendments. Budget amendments are made for prior fiscal year-end assignments, new Board directives, or adjustments such as grants received after budget approval. For Fiscal 2017, budget amendments of an added \$ 2.9 million in revenues related to public safety grants. Budget amendments related to added expenses of \$5.3 million was related to capital projects.

General fund revenues exceeded budget by \$ .3 million, of which \$ .1 million represent fines and forfeitures related to the new IDROP program. Additionally, \$ .2 million in Miscellaneous revenues was due to favorable contracted services for public works.

# VILLAGE OF PARK FOREST, ILLINOIS

## Management's Discussion and Analysis (Unaudited)

June 30, 2017

### GENERAL FUND BUDGETARY HIGHLIGHTS-continued

Expenditures were lower than budget by \$2.5 million. Of this amount, \$1.7 million was for Board approved projects not yet spent. Legal fee expenses were \$ .1 million less than budget and \$ .1 million in Administration related to fund balance for unspent PEG fees will flow through to Fiscal 2018. The fire and police department achieved an overall \$ .5 million in savings to budget. All savings flow through to fund balance with \$ .7 million used to offset the 2017 tax levy increase.

### CAPITAL ASSETS AND DEBT ADMINISTRATION

#### Capital Assets

The Village of Park Forest's investment in capital assets for its governmental and business-type activities as of June 30, 2017 was \$55.8 million (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, distribution systems, vehicles, furniture and equipment and infrastructure. Overall, the Village of Park Forest investment in capital assets increased \$ 4.5 million for the current fiscal year with improvements to the water main infrastructure.

#### Capital Assets - Net of Depreciation (in Millions)

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 2.6	2.4	0.4	0.4	3.0	2.8
Construction in Progress	-	-	0.1	0.3	0.1	0.3
Buildings and Improvements	5.2	5.4	19.8	20.0	25.0	25.4
Distribution System	-	-	12.9	8.2	12.9	8.2
Vehicles	2.0	1.4	-	-	2.0	1.4
Furniture and Equipment	0.5	0.6	0.3	0.3	0.8	0.9
Infrastructure	12.0	12.3	-	-	12.0	12.3
Total	22.3	22.1	33.5	29.2	55.8	51.3

The Village Board includes infrastructure improvements as one of their goals. In the last two decades, a new fire station for \$3 million was constructed, \$1.1 million of Sauk Trail water mains were replaced with \$ .9 million contributed by Cook County, the Central Park Avenue roadway resurfacing added \$ .1 million in capital assets and the lower level Village Hall build out totaled \$ .8 million. In addition, a \$15.9 million water plant was completed, a water main replacement project of \$2.3 million was finished and a new water tower for \$1.2 million was built at Autumn Ridge. Western Avenue improvements, primarily at State expense occurred

# VILLAGE OF PARK FOREST, ILLINOIS

## Management's Discussion and Analysis (Unaudited)

June 30, 2017

### CAPITAL ASSETS AND DEBT ADMINISTRATION -continued

with Village funded water main improvements of \$ .2 million and a \$ .2 million Police Station Administrative Wing renovation was completed. In addition, the Aqua Center bathhouse was renovated for \$1 million and a new LED sign was constructed on Route 30 for \$ .1 million. In fiscal years 2011 and 2012, infrastructure improvements included \$ .7 million sewer improvements and \$3.3 million of water main replacement along with \$2.2 million for engineering and construction costs related to Orchard Drive.

Fiscal 2013 capital improvements included another \$6.6 expended on the Orchard Drive reconstruction. Fiscal 2014 wrapped up another \$ .3 million in water main lining and completion of a sewer lining project and replacement of the Thorn Creek Bridge which also started in a prior fiscal year. Fiscal 2015 infrastructure work continued with \$ .3 million of water main and \$ .3 million in sewer improvements. The fiscal year 2016 budget included \$9.7 million for major software upgrade. This project was completed in Fiscal 2017.

The Fiscal 2017 budget includes \$4.5 million for water main replacement and \$1.9 million for Indianwood roadway resurfacing and \$1.7 million in storm and sanitary sewer improvements.

Additional information on the Village of Park Forest's capital assets can be found in note 6 on pages 63-64 of this report.

### Debt

At year-end, the Village of Park Forest had total outstanding long-term debt including compensated absences of \$70.8 million as compared to \$69.2 million the previous year. The following is a comparative statement of outstanding debt, including compensated absences:

#### Long-Term Debt (in Millions)

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
General Obligation Bonds	\$ 5.2	6.4	0.1	0.2	5.3	6.6
Loan	-	-	15.3	13.1	15.3	13.1
IMRF NPO Liability	3.9	3.9	1.6	1.6	5.5	5.5
Police NPO Liability	26.6	26.3	-	-	26.6	26.3
Fire NPO Liability	15.2	15.0	-	-	15.2	15.0
Other Post-Employment Benefits	1.8	1.8	-	-	1.8	1.8
Compensated Absences	1.0	0.8	0.1	0.1	1.1	0.9
<b>Total</b>	<b>53.7</b>	<b>54.2</b>	<b>17.1</b>	<b>15.0</b>	<b>70.8</b>	<b>69.2</b>

A detail of all outstanding debt and the related funds is included in note 9 starting on page 68.

## VILLAGE OF PARK FOREST, ILLINOIS

### Management's Discussion and Analysis (Unaudited)

June 30, 2017

#### ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the fiscal year 2018 budget, adopting the property tax levy, and setting fees that will be charged for its governmental and business-type activities. One of those factors is the local and national economy. Fiscal year 2009 saw a major decline in several revenues including income tax, sales tax, building permits, real estate transfer tax and interest earnings. This decline continued in Fiscal 2010 and stabilized some since that time but it is uncertain whether revenues will return to the pre-2009 levels.

These factors were taken into account when adopting the general fund budget for 2018. For 2018 the general fund budget for expenditures is \$25.5 million after transfers. The operating expenditures are budgeted at \$24.7 million, a 14% decrease over the final 2016 budget. Revenues for 2018 are budgeted at \$25.3 million, a 11% decrease over the final 2016 budget. The \$1.7 million difference in expenditures over revenues will come from the fund balance.

The Village has conducted several neighborhood meetings gathering information and soliciting suggestions for improved Village services. Enhanced public safety, quality of housing and infrastructure improvements were areas often discussed.

Initiatives included in the 2018 budget:

1. Identifying and Assessing Non-core Services Utilizing the Triple Bottom Line Approach

The triple bottom line approach is a sustainability concept that incorporates social, environmental and financial impacts. An additional step in the evaluation of non-core services will be to determine if any of these services could be modified to improve the financial impact or expand the social and environmental benefits.

2. Controlling Major Expenditure Categories and Revenue Protection and Enhancement

Major expenditures categories include salaries, liability insurance and health insurance along with pension fund and SouthCom dispatch center costs.

3. Maintaining a Leadership Role in the Region

The Village is working to maintain the STAR Community Designation (Sustainability Tools for Assessing and Rating Communities). The new Park Forest Civic Leadership Development Program continues into Fiscal 2018. Through continued involvement in various professional associations, the Village staff maintains professional operations.

4. Village Infrastructure and Maintenance

Major initiatives include sewer and water infrastructure projects along with MFT projects such as the Indianwood resurfacing and replacement of the public works front end loader and ½ ton dump truck.

## **VILLAGE OF PARK FOREST, ILLINOIS**

### **Management's Discussion and Analysis (Unaudited)**

June 30, 2017

#### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES-continued**

##### 5. Continuation and Resolution of New Initiatives

The Village of Park Forest has several housing related initiatives related to neighborhood redevelopment, abandoned properties and development of a former golf course. In addition, a comprehensive revision of the Zoning and Subdivision Ordinances is underway.

The Village Board's proactive approach to infrastructure replacement as well as fund balance and debt management allows funds to accumulate to take advantage of grant funding opportunities requiring matching funds. The pay-as-you-go approach reduces the need for borrowing to make capital improvements. The Village Board has designated a desired fund balance between 3 to 4 months reserves. Fiscal 2017 ended with an unassigned fund balance after 2017/2018 allocations of 3.4 months. The budget for Fiscal 2018 took into account the current economic outlook. Looking at current receipt information in revenues such as sales tax and income tax, it appears that there has been some stabilization. Even with this consideration, a mid-year review of operations will continue. This review is part of the regular budget and strategic planning process. Adjustments are made to ensure maintenance of adequate reserves.

#### **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Village of Park Forest's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Mark A. Pries, Finance Director, Village of Park Forest, 350 Victory Drive, Park Forest, Illinois 60466.

## **BASIC FINANCIAL STATEMENTS**

***The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:***

- ***Government-wide Financial Statements***
- ***Fund Financial Statements***
  - ▶ ***Governmental Funds***
  - ▶ ***Proprietary Funds***
  - ▶ ***Fiduciary Funds***

***In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.***

# VILLAGE OF PARK FOREST

## STATEMENT OF NET POSITION As of June 30, 2017

	Governmental Activities	Business-type Activities	Totals
<b>ASSETS</b>			
Cash and investments	\$ 17,528,083	\$ 11,694,880	\$ 29,222,963
Receivables (net)			
Property taxes	9,807,684	25,347	9,833,031
Other taxes	357,153	-	357,153
Intergovernmental	1,287,518	-	1,287,518
Accounts	405,425	2,039,108	2,444,533
Accrued interest	11,197	-	11,197
Prepaid items	276,041	49,942	325,983
Inventories	93,286	12,139	105,425
Deposits	143,800	-	143,800
Internal balances	(67,120)	67,120	-
Property held for resale	773,970	-	773,970
Capital Assets			
Capital assets not being depreciated	2,614,238	505,871	3,120,109
Capital assets being depreciated	39,300,388	51,038,244	90,338,632
Less accumulated depreciation	(19,644,905)	(18,062,519)	(37,707,424)
Total Assets	<u>52,886,758</u>	<u>47,370,132</u>	<u>100,256,890</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	7,401,302	812,225	8,213,527
Deferred charge on refunding	31,534	4,018	35,552
Total Deferred Outflows of Resources	<u>7,432,836</u>	<u>816,243</u>	<u>8,249,079</u>
<b>LIABILITIES</b>			
Accounts payable	1,734,174	1,877,560	3,611,734
Accrued payroll	527,259	98,631	625,890
Other payables	328,333	21,796	350,129
Deposits payable	1,000	316,172	317,172
Due to other governments	135,296	-	135,296
Unearned for intergovernmental	8,393	-	8,393
Unearned for other	177,927	29,888	207,815
Noncurrent Liabilities			
Due within one year	1,967,419	1,321,929	3,289,348
Other post-employment benefits obligation - due after one year	1,822,277	-	1,822,277
Installment loan - due after one year	-	14,171,127	14,171,127
Net pension liabilities - due after one year	45,874,110	1,561,651	47,435,761
General obligation bonds - due after one year	4,057,775	-	4,057,775
Total Liabilities	<u>56,633,963</u>	<u>19,398,754</u>	<u>76,032,717</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property taxes levied for future periods	8,656,502	-	8,656,502
Deferred inflows related to pensions	848,475	107,578	956,053
Total Deferred Inflows of Resources	<u>9,504,977</u>	<u>107,578</u>	<u>9,612,555</u>
<b>NET POSITION</b>			
Net investment in capital assets	20,314,721	18,041,383	38,356,104
Restricted for			
Debt service	213,683	-	213,683
Streets and highways	1,308,652	-	1,308,652
Public safety	74,294	-	74,294
Economic development	1,095,202	-	1,095,202
Employee retirement	101,314	-	101,314
Community development	516,213	-	516,213
Unrestricted	<u>(29,443,425)</u>	<u>10,638,660</u>	<u>(18,804,765)</u>
<b>TOTAL NET POSITION</b>	<u>\$ (5,819,346)</u>	<u>\$ 28,680,043</u>	<u>\$ 22,860,697</u>

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF ACTIVITIES For the Year Ended June 30, 2017

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities</b>				
General government	\$ 3,772,858	\$ 1,659,655	\$ 57,628	\$ -
Law enforcement	10,343,831	501,326	36,894	-
Fire and emergency	5,823,027	494,805	344,287	-
Public works	5,026,283	22,639	-	2,497,319
Public health	889,986	318,305	2,244	-
Recreation and parks	3,021,407	487,934	24,271	-
Streets and transportation	536,263	-	570,315	319,103
Community development	6,854,873	261,362	6,207,629	-
Economic development	1,084,354	28,548	-	-
Interest and fiscal charges	<u>204,201</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Governmental Activities	<u>37,557,083</u>	<u>3,774,574</u>	<u>7,243,268</u>	<u>2,816,422</u>
<b>Business-type Activities</b>				
Water	4,908,737	7,409,818	-	-
Sewer	904,599	1,129,329	-	-
Downtown Park Forest	879,619	639,360	-	-
Refuse	1,188,627	1,386,491	-	-
Municipal Parking Lot	150,669	106,053	-	-
Aqua Center	416,084	153,336	-	-
Tennis and Health Club	<u>352,030</u>	<u>237,711</u>	<u>-</u>	<u>-</u>
Total Business-type Activities	<u>8,800,365</u>	<u>11,062,098</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 46,357,448</u>	<u>\$ 14,836,672</u>	<u>\$ 7,243,268</u>	<u>\$ 2,816,422</u>

**General Revenues**

Taxes

  Property taxes

  Sales taxes

  Utility taxes

  Other taxes

Intergovernmental

  State income taxes

  Personal property replacement taxes

Investment income

  Gain on disposal of assets

Miscellaneous

Transfers - internal activity

Total General Revenues and Transfers

**Change in net position**

NET POSITION - Beginning of Year

**NET POSITION - END OF YEAR**

See accompanying notes to financial statements.

Net (Expenses) Revenues and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$ (2,055,575)	\$ -	\$ (2,055,575)
(9,805,611)	-	(9,805,611)
(4,983,935)	-	(4,983,935)
(2,506,325)	-	(2,506,325)
(569,437)	-	(569,437)
(2,509,202)	-	(2,509,202)
353,155	-	353,155
(385,882)	-	(385,882)
(1,055,806)	-	(1,055,806)
<u>(204,201)</u>	<u>-</u>	<u>(204,201)</u>
<u>(23,722,819)</u>	<u>-</u>	<u>(23,722,819)</u>
-	2,501,081	2,501,081
-	224,730	224,730
-	(240,259)	(240,259)
-	197,864	197,864
-	(44,616)	(44,616)
-	(262,748)	(262,748)
-	<u>(114,319)</u>	<u>(114,319)</u>
-	<u>2,261,733</u>	<u>2,261,733</u>
<u>(23,722,819)</u>	<u>2,261,733</u>	<u>(21,461,086)</u>
15,302,406	42,467	15,344,873
838,011	-	838,011
1,125,970	-	1,125,970
204,907	-	204,907
2,078,045	-	2,078,045
228,088	-	228,088
60,499	36,710	97,209
81,795	-	81,795
<u>15,342</u>	<u>32,172</u>	<u>47,514</u>
<u>262,557</u>	<u>(262,557)</u>	<u>-</u>
<u>20,197,620</u>	<u>(151,208)</u>	<u>20,046,412</u>
(3,525,199)	2,110,525	(1,414,674)
<u>(2,294,147)</u>	<u>26,569,518</u>	<u>24,275,371</u>
<u>\$ (5,819,346)</u>	<u>\$ 28,680,043</u>	<u>\$ 22,860,697</u>

See accompanying notes to financial statements.

## VILLAGE OF PARK FOREST

### BALANCE SHEET GOVERNMENTAL FUNDS As of June 30, 2017

	<u>General</u>	<u>Downtown Tax Increment Finance District</u>	<u>Housing Authority</u>	<u>Motor Fuel Tax</u>
<b>ASSETS</b>				
Cash and investments	\$ 10,812,232	\$ 1,208,509	\$ 879,441	\$ 1,468,182
Receivables (net)				
Accounts	402,027	-	-	-
Property taxes	9,151,604	530,062	-	-
Other taxes	357,153	-	-	-
Intergovernmental	828,191	-	325,343	133,984
Accrued interest	11,197	-	-	-
Inventories	7,317	-	-	80,646
Prepaid items	275,122	-	-	-
Deposits	143,800	-	-	-
Due from other funds	362,459	-	-	-
Property held for resale	773,970	-	-	-
	<u>23,125,072</u>	<u>1,738,571</u>	<u>1,204,784</u>	<u>1,682,812</u>
<b>TOTAL ASSETS</b>	<b>\$ 23,125,072</b>	<b>\$ 1,738,571</b>	<b>\$ 1,204,784</b>	<b>\$ 1,682,812</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ 957,515	\$ -	\$ 388,327	\$ 293,514
Accrued payroll	512,701	-	11,786	-
Deposits payable	1,000	-	-	-
Accrued interest	200,013	128,320	-	-
Due to other governments	135,296	-	-	-
Due to other funds	-	-	362,459	-
Unearned for intergovernmental	8,393	-	-	-
Unearned for other	177,927	-	-	-
Total Liabilities	<u>1,992,845</u>	<u>128,320</u>	<u>762,572</u>	<u>293,514</u>
Deferred Inflows of Resources				
Property taxes levied for future periods	8,030,867	515,049	-	-
Unavailable for other taxes	108,783	-	-	-
Total Deferred Inflows of Resources	<u>8,139,650</u>	<u>515,049</u>	<u>-</u>	<u>-</u>

See accompanying notes to financial statements.

---

<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
\$ 241,512	\$ 1,732,373	\$ 85,400	\$ 16,427,649
-	-	-	402,027
126,018	-	-	9,807,684
-	-	-	357,153
-	-	-	1,287,518
-	-	-	11,197
-	-	-	87,963
-	919	-	276,041
-	-	-	143,800
-	-	-	362,459
-	-	-	773,970
<u>\$ 367,530</u>	<u>\$ 1,733,292</u>	<u>\$ 85,400</u>	<u>\$ 29,937,461</u>
\$ -	\$ 73,749	\$ -	\$ 1,713,105
-	-	-	524,487
-	-	-	1,000
-	-	-	328,333
-	-	-	135,296
-	-	-	362,459
-	-	-	8,393
-	-	-	177,927
-	<u>73,749</u>	-	<u>3,251,000</u>
110,586	-	-	8,656,502
-	-	-	108,783
<u>110,586</u>	-	-	<u>8,765,285</u>

See accompanying notes to financial statements.

## VILLAGE OF PARK FOREST

### BALANCE SHEET GOVERNMENTAL FUNDS As of June 30, 2017

	General	Downtown Tax Increment Finance District	Housing Authority	Motor Fuel Tax
<b>Fund Balances</b>				
Non-Spendable:				
Other prepaid items	188,282	-	-	-
Inventories	7,317	-	-	80,646
IRMA prepaid items	86,840	-	-	-
Southcom deposits	143,800	-	-	-
Property held for resale	773,970	-	-	-
Restricted for:				
Public safety	62,895	-	-	-
IMRF	103,840	-	-	-
FICA	101,314	-	-	-
Economic development	-	1,095,202	-	-
Housing authority	-	-	442,212	-
Debt service	-	-	-	-
Streets and highways	-	-	-	1,308,652
Community development	-	-	-	-
Committed for:				
PEG fees	65,117	-	-	-
Assigned:				
General government	390,530	-	-	-
Public safety	80,056	-	-	-
Public works	495,351	-	-	-
Recreation and parks	97,776	-	-	-
Community development	10,000	-	-	-
Computer purchase	37,220	-	-	-
Contribution funds	56,945	-	-	-
IRMA deductible	500,000	-	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
Unassigned	9,791,324	-	-	-
Total Fund Balances	12,992,577	1,095,202	442,212	1,389,298
 <b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	 <b>\$ 23,125,072</b>	 <b>\$ 1,738,571</b>	 <b>\$ 1,204,784</b>	 <b>\$ 1,682,812</b>

See accompanying notes to financial statements.

---

<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
-	919	-	189,201
-	-	-	87,963
-	-	-	86,840
-	-	-	143,800
-	-	-	773,970
-	-	11,399	74,294
-	-	-	103,840
-	-	-	101,314
-	-	-	1,095,202
-	-	-	442,212
213,683	-	-	213,683
-	-	-	1,308,652
-	-	74,001	74,001
-	-	-	65,117
-	-	-	390,530
-	-	-	80,056
-	-	-	495,351
-	-	-	97,776
-	-	-	10,000
-	-	-	37,220
-	-	-	56,945
-	-	-	500,000
43,261	-	-	43,261
-	1,658,624	-	1,658,624
-	-	-	9,791,324
<u>256,944</u>	<u>1,659,543</u>	<u>85,400</u>	<u>17,921,176</u>
<u>\$ 367,530</u>	<u>\$ 1,733,292</u>	<u>\$ 85,400</u>	<u>\$ 29,937,461</u>

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION As of June 30, 2017

Total Fund Balances - Governmental Funds	\$	17,921,176
Amounts reported for governmental activities in the statement of net position are different because:		
The cost of capital assets (land, buildings and improvements, furniture and equipment, infrastructure) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets within the assets of the Village as a whole.		
Cost of capital assets	\$	35,919,284
Depreciation expense to date		<u>(15,653,626)</u>
		20,265,658
Revenue that is deferred in the funds financial statement because it is not available is recognized as revenue in the government-wide financial statements.		108,783
A liability is reported on the Statement of Net Position for the Village's net obligation relating to post employment benefits.		(1,822,277)
Internal service funds are used by the Village to charge the costs of vehicle and equipment management to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.		2,998,040
Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the Governmental Funds Balance Sheet.		7,378,348
Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the Governmental Funds Balance Sheet.		(845,435)
Long-term liabilities applicable to the Village's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. All liabilities - both current and long-term are reported in the Statement of Net Position.		
General obligation bonds	(5,155,000)	
Unamortized premium	(77,775)	
Compensated absences	(792,419)	
Net pension liabilities	<u>(45,829,979)</u>	(51,855,173)
A deferred charge on refunding represents a consumption of net position that applies to a future period and, therefore, is not reported in the funds.		<u>31,534</u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$</b>	<b><u><u>(5,819,346)</u></u></b>

See accompanying notes to financial statements.

## VILLAGE OF PARK FOREST

### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

For the Year Ended June 30, 2017

	General	Downtown Tax Increment Finance District	Housing Authority	Motor Fuel Tax
<b>REVENUES</b>				
Property taxes	\$ 14,137,559	\$ 962,457	\$ -	\$ -
Other taxes	2,151,520	-	-	-
Licenses, permits and fees	1,273,450	-	-	-
Intergovernmental	5,234,541	-	6,207,629	710,576
Charges for services	1,450,121	-	-	-
Fines and forfeitures	531,119	-	-	-
Investment income	43,227	82	-	9,042
Miscellaneous	538,464	-	1	13,640
Total Revenues	<u>25,360,001</u>	<u>962,539</u>	<u>6,207,630</u>	<u>733,258</u>
<b>EXPENDITURES</b>				
Current				
General government	3,152,473	-	-	-
Law enforcement	8,696,600	-	-	-
Fire and emergency	4,757,280	-	-	-
Public health	867,469	-	-	-
Recreation and parks	2,797,207	-	-	-
Public works	4,528,261	-	-	-
Streets and transportation	-	-	-	329,708
Community development	652,989	-	6,154,547	-
Economic development	608,796	121,812	-	-
Capital outlay	222,341	-	-	378,984
Debt Service				
Principal repayment	-	935,000	-	-
Interest and fiscal charges	-	144,087	-	-
Total Expenditures	<u>26,283,416</u>	<u>1,200,899</u>	<u>6,154,547</u>	<u>708,692</u>
Excess (deficiency) of revenues over expenditures	<u>(923,415)</u>	<u>(238,360)</u>	<u>53,083</u>	<u>24,566</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	976,593	-	120,000	-
Transfers out	(954,036)	-	(40,000)	-
Total Other Financing Sources (Uses)	<u>22,557</u>	<u>-</u>	<u>80,000</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(900,858)	(238,360)	133,083	24,566
FUND BALANCES - Beginning of Year	<u>13,893,435</u>	<u>1,333,562</u>	<u>309,129</u>	<u>1,364,732</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 12,992,577</u>	<u>\$ 1,095,202</u>	<u>\$ 442,212</u>	<u>\$ 1,389,298</u>

See accompanying notes to financial statements.

---

<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
\$ 202,390	\$ -	\$ -	\$ 15,302,406
-	-	16,362	2,167,882
-	-	-	1,273,450
-	142,152	-	12,294,898
-	-	-	1,450,121
-	-	-	531,119
1,198	1	-	53,550
-	5,000	-	557,105
<u>203,588</u>	<u>147,153</u>	<u>16,362</u>	<u>33,630,531</u>
-	64,003	-	3,216,476
-	-	-	8,696,600
-	-	18,493	4,775,773
-	-	-	867,469
-	265	-	2,797,472
-	-	-	4,528,261
-	-	-	329,708
-	-	-	6,807,536
-	329,269	-	1,059,877
-	246,093	-	847,418
175,000	-	-	1,110,000
<u>60,828</u>	<u>-</u>	<u>-</u>	<u>204,915</u>
<u>235,828</u>	<u>639,630</u>	<u>18,493</u>	<u>35,241,505</u>
<u>(32,240)</u>	<u>(492,477)</u>	<u>(2,131)</u>	<u>(1,610,974)</u>
-	160,000	74,000	1,330,593
-	(74,000)	-	(1,068,036)
-	<u>86,000</u>	<u>74,000</u>	<u>262,557</u>
(32,240)	(406,477)	71,869	(1,348,417)
<u>289,184</u>	<u>2,066,020</u>	<u>13,531</u>	<u>19,269,593</u>
<u>\$ 256,944</u>	<u>\$ 1,659,543</u>	<u>\$ 85,400</u>	<u>\$ 17,921,176</u>

See accompanying notes to financial statements.

## VILLAGE OF PARK FOREST

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended June 30, 2017

Net change in fund balances - total governmental funds	\$	(1,348,417)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlay in the current period.		
Depreciation expense	\$	(852,018)
Capital outlay		<u>383,259</u>
		(468,759)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales and trade-ins) is to (decrease) net position.		
		(62,232)
The costs of prior bond premiums received and deferred charges from prior period refundings, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. Also, the expense of premiums received and deferred charges from prior period refundings is not a current period expense but should be amortized over the life of the bonds.		
Amortization of deferred refundings		(31,539)
Amortization of premiums received		<u>32,253</u>
		714
Some revenues not collected as of year end are not considered available revenues in the governmental funds. This is the change in the amounts that were not considered available in the current year.		
		1,006
In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent they require the expenditure of current financial resources.		
Compensated absences		26,134
Post employment liability		(80,736)
Net pension liability		(602,562)
Deferred outflows of resources due to pensions		(2,579,809)
Deferred inflows of resources due to pensions		<u>235,489</u>
		(3,001,484)
Repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.		
		1,110,000
Internal service funds are used by management to charge self insurance costs to individual funds. The change in net position of the internal service fund reported with governmental activities		
		<u>243,973</u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$</b>	<b><u>(3,525,199)</u></b>

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF NET POSITION PROPRIETARY FUNDS As of June 30, 2017

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Downtown Park Forest	Nonmajor Enterprise Funds
<b>ASSETS</b>				
Current Assets				
Cash and cash equivalents	\$ 5,099,239	\$ 3,977,785	\$ 1,540,459	\$ 1,077,397
Receivables - (net of allowances for uncollectibles)				
Property taxes	-	-	-	25,347
Accounts	1,619,215	224,976	47,367	147,550
Inventories	12,139	-	-	-
Prepaid items	4,020	-	1,092	44,830
Total Current Assets	6,734,613	4,202,761	1,588,918	1,295,124
Noncurrent Assets				
Restricted Assets				
Capital Assets				
Capital assets not being depreciated	116,420	65,731	90,400	233,320
Capital assets being depreciated	37,536,577	5,707,929	2,233,477	5,560,261
Less: Accumulated depreciation	(10,574,915)	(1,436,706)	(1,666,858)	(4,384,040)
Total Noncurrent Assets	27,078,082	4,336,954	657,019	1,409,541
Total Assets	33,812,695	8,539,715	2,245,937	2,704,665
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows related to pensions	528,426	131,620	59,943	92,236
Deferred charge on refunding	2,762	-	-	1,256
Total Deferred Outflows of Resources	531,188	131,620	59,943	93,492

See accompanying notes to financial statements.

---

Business-type Activities - Enterprise Funds <u>Totals</u>	Governmental Activities - Internal Service Fund <u>Service Fund</u>
---	---

\$ 11,694,880	\$ 1,100,434
---------------	--------------

25,347	-
2,039,108	3,398
12,139	5,323
<u>49,942</u>	<u>-</u>
<u>13,821,416</u>	<u>1,109,155</u>

505,871	-
51,038,244	5,995,342
<u>(18,062,519)</u>	<u>(3,991,279)</u>
<u>33,481,596</u>	<u>2,004,063</u>

<u>47,303,012</u>	<u>3,113,218</u>
-------------------	------------------

812,225	22,954
<u>4,018</u>	<u>-</u>
<u>816,243</u>	<u>22,954</u>

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF NET POSITION PROPRIETARY FUNDS As of June 30, 2017

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Downtown Park Forest	Nonmajor Enterprise Funds
<b>LIABILITIES</b>				
Current Liabilities				
Accounts payable	1,350,290	138,109	262,630	126,531
Accrued payroll	56,737	22,673	6,726	12,495
Deposits payable	239,210	-	76,962	-
Accrued interest	21,796	-	-	-
Unearned revenues	-	-	-	29,888
Compensated absences payable	48,823	-	-	-
Installment loan - current	1,102,075	46,031	-	-
General obligation bonds - current	85,726	-	-	39,274
Total Current Liabilities	2,904,657	206,813	346,318	208,188
Noncurrent Liabilities				
Long-Term Debt				
Installment loan	13,435,002	736,125	-	-
Net pension liability	1,015,995	253,065	115,253	177,338
Total Noncurrent Liabilities	14,450,997	989,190	115,253	177,338
Total Liabilities	17,355,654	1,196,003	461,571	385,526
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows related to pensions	69,990	17,433	7,939	12,216
Total Deferred Inflows of Resources	69,990	17,433	7,939	12,216
<b>NET POSITION</b>				
Net investment in capital assets	12,458,043	3,554,798	657,019	1,371,523
Unrestricted	4,460,196	3,903,101	1,179,351	1,028,892
<b>TOTAL NET POSITION</b>	<b>\$ 16,918,239</b>	<b>\$ 7,457,899</b>	<b>\$ 1,836,370</b>	<b>\$ 2,400,415</b>

Reconciliation to the Statement of Net Position:

Adjustments to reflect the consolidation of internal service funds activities related to enterprise funds.

Net Position Business-type Activities

See accompanying notes to financial statements.

---

Business-type Activities - Enterprise Funds	Governmental Activities - Internal Service Funds
<u>Totals</u>	<u>Service Funds</u>

1,877,560	21,069
98,631	2,772
316,172	-
21,796	-
29,888	-
48,823	-
1,148,106	-
125,000	-
<u>3,665,976</u>	<u>23,841</u>

14,171,127	-
<u>1,561,651</u>	<u>44,131</u>
<u>15,732,778</u>	<u>44,131</u>

<u>19,398,754</u>	<u>67,972</u>
-------------------	---------------

<u>107,578</u>	<u>3,040</u>
----------------	--------------

<u>107,578</u>	<u>3,040</u>
----------------	--------------

18,041,383	2,004,063
<u>10,571,540</u>	<u>1,061,097</u>

<u>\$ 28,612,923</u>	<u>\$ 3,065,160</u>
----------------------	---------------------

<u>67,120</u>
---------------

<u>\$ 28,680,043</u>
----------------------

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION PROPRIETARY FUNDS For the Year Ended June 30, 2017

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Downtown Park Forest	Nonmajor Enterprise Funds
<b>OPERATING REVENUES</b>				
Charges for services	\$ 7,409,818	\$ 1,129,329	\$ 639,360	\$ 1,883,591
Total Operating Revenues	<u>7,409,818</u>	<u>1,129,329</u>	<u>639,360</u>	<u>1,883,591</u>
<b>OPERATING EXPENSES</b>				
Administration	920,891	-	-	-
Operations	2,919,354	742,733	800,168	2,004,895
Depreciation	796,860	151,662	79,451	99,049
Total Operating Expenses	<u>4,637,105</u>	<u>894,395</u>	<u>879,619</u>	<u>2,103,944</u>
Operating Income (Loss)	<u>2,772,713</u>	<u>234,934</u>	<u>(240,259)</u>	<u>(220,353)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Property taxes	-	-	-	42,467
Investment income	22,818	55	9,330	4,507
Contributions	-	-	-	4,475
Other income	-	-	27,697	-
Gain on asset disposal	-	-	-	-
Interest expense	(297,378)	(10,204)	-	(3,466)
Total Nonoperating Revenues (Expenses)	<u>(274,560)</u>	<u>(10,149)</u>	<u>37,027</u>	<u>47,983</u>
Income (Loss) Before Contributions and Transfers	<u>2,498,153</u>	<u>224,785</u>	<u>(203,232)</u>	<u>(172,370)</u>
<b>CONTRIBUTIONS AND TRANSFERS</b>				
Transfers in	-	-	155,036	519,000
Transfers out	(667,360)	(125,439)	-	(143,794)
Total Contributions and Transfers	<u>(667,360)</u>	<u>(125,439)</u>	<u>155,036</u>	<u>375,206</u>
Change in Net Position	<u>1,830,793</u>	<u>99,346</u>	<u>(48,196)</u>	<u>202,836</u>
NET POSITION - Beginning of Year	<u>15,087,446</u>	<u>7,358,553</u>	<u>1,884,566</u>	<u>2,197,579</u>
<b>NET POSITION- END OF YEAR</b>	<u>\$ 16,918,239</u>	<u>\$ 7,457,899</u>	<u>\$ 1,836,370</u>	<u>\$ 2,400,415</u>

Change in net position

Some amounts reported for business-type activities in the statement of activities are different because certain internal service funds assets and liabilities are included with business-type activities

Change in Net Position of Business-type Activities

See accompanying notes to financial statements.

---

<u>Totals</u>	<u>Governmental Activities - Internal Service Fund</u>
<u>\$ 11,062,098</u>	<u>\$ 984,325</u>
<u>11,062,098</u>	<u>984,325</u>
920,891	-
6,467,150	448,885
<u>1,127,022</u>	<u>403,510</u>
<u>8,515,063</u>	<u>852,395</u>
<u>2,547,035</u>	<u>131,930</u>
42,467	-
36,710	6,949
4,475	12,854
27,697	36,191
-	81,795
<u>(311,048)</u>	<u>-</u>
<u>(199,699)</u>	<u>137,789</u>
<u>2,347,336</u>	<u>269,719</u>
674,036	-
<u>(936,593)</u>	<u>-</u>
<u>(262,557)</u>	<u>-</u>
2,084,779	269,719
<u>26,528,144</u>	<u>2,795,441</u>
28,612,923	<u>\$ 3,065,160</u>
2,084,779	
<u>25,746</u>	
<u>\$ 2,110,525</u>	

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended June 30, 2017

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Downtown Park Forest	Nonmajor Enterprise Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Received from customers and users	\$ 7,681,223	\$ 1,202,717	\$ 593,086	\$ 1,852,671
Payments to suppliers	(2,428,460)	(301,414)	(645,641)	(1,676,361)
Payments to employees	(1,302,276)	(300,182)	(140,042)	(372,470)
Miscellaneous revenue	-	-	-	4,475
Net Cash Flows From Operating Activities	3,950,487	601,121	(192,597)	(191,685)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income received	22,818	55	9,330	4,507
Net Cash Flows From Investing Activities	22,818	55	9,330	4,507
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers in	-	-	155,036	519,000
Transfers out	(667,360)	(125,439)	-	(143,794)
Contributions	-	-	-	-
Property taxes	-	-	27,697	42,467
Net Cash Flows From Noncapital Financing Activities	(667,360)	(125,439)	182,733	417,673
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchase of capital assets	(4,085,666)	(544,556)	(61,601)	-
Principal paid on debt	(1,799,077)	(45,461)	-	(39,250)
Interest paid on debt	(294,616)	(10,204)	-	(2,208)
Loan proceeds	3,952,114	-	-	-
Net Cash Flows From Capital and Related Financing Activities	(2,227,245)	(600,221)	(61,601)	(41,458)
<b>Net Change in Cash and Cash Equivalents</b>	1,078,700	(124,484)	(62,135)	189,037
CASH AND CASH EQUIVALENTS - Beginning of Year	4,020,539	4,102,269	1,602,594	888,360
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 5,099,239	\$ 3,977,785	\$ 1,540,459	\$ 1,077,397

See accompanying notes to financial statements.

---

<u>Business-type Activities - Enterprise Funds Totals</u>	<u>Governmental Activities - Internal Service Fund</u>
\$ 11,329,697	\$ 984,227
(5,051,876)	158,320
(2,114,970)	(93,677)
4,475	36,191
<u>4,167,326</u>	<u>1,085,061</u>
<u>36,710</u>	<u>6,949</u>
<u>36,710</u>	<u>6,949</u>
674,036	-
(936,593)	-
-	12,854
<u>70,164</u>	<u>-</u>
<u>(192,393)</u>	<u>12,854</u>
(4,691,823)	(1,057,717)
(1,883,788)	-
(307,028)	-
<u>3,952,114</u>	<u>-</u>
<u>(2,930,525)</u>	<u>(1,057,717)</u>
1,081,118	47,147
<u>10,613,762</u>	<u>1,053,287</u>
<u>\$ 11,694,880</u>	<u>\$ 1,100,434</u>

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended June 30, 2017

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Downtown Park Forest	Nonmajor Enterprise Funds
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 2,772,713	\$ 234,934	\$ (240,259)	\$ (220,353)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities				
Depreciation	796,860	151,662	79,451	99,049
Gain (loss) on sale of equipment	-	-	-	-
Other income	-	-	-	4,475
Changes in assets and liabilities				
(Increase) decrease in current assets and deferred outflows of resources	428,086	89,137	(31,422)	(18,963)
Increase (decrease) in current liabilities and deferred inflows of resources	<u>(47,172)</u>	<u>125,388</u>	<u>(367)</u>	<u>(55,893)</u>
 <b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	 <u>\$ 3,950,487</u>	 <u>\$ 601,121</u>	 <u>\$ (192,597)</u>	 <u>\$ (191,685)</u>
 <b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
None				

See accompanying notes to financial statements.

---

<u>Business-type Activities - Enterprise Funds Totals</u>	<u>Governmental Activities - Internal Service Fund</u>
\$ 2,547,035	\$ 131,930
1,127,022	403,510
-	81,795
4,475	36,191
466,838	458,596
<u>21,956</u>	<u>(26,961)</u>
<u>\$ 4,167,326</u>	<u>\$ 1,085,061</u>

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS As of June 30, 2017

---

	<u>Pension Trusts</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 304,340
Investments	
Certificates of deposit	206,136
Money markets	587,718
U.S. government and agency obligations	9,862,848
State and local obligations	2,518,565
Corporate bonds	3,527,357
Mutual funds	15,459,633
Receivables	
Accrued interest	95,014
Due from other governments	<u>135,296</u>
Total Assets	<u>32,696,907</u>
<b>LIABILITIES</b>	
Accounts payable	<u>8,725</u>
Total Liabilities	<u>8,725</u>
<b>NET POSITION</b>	
Restricted for pensions	<u>\$ 32,688,182</u>

See accompanying notes to financial statements.

# VILLAGE OF PARK FOREST

## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS For the Year Ended June 30, 2017

---

	<u>Pension Trusts</u>
<b>ADDITIONS</b>	
Contributions	
Employer	\$ 2,989,543
Plan members	565,557
Buy back	<u>92,426</u>
Total Contributions	<u>3,647,526</u>
Investment income	
Interest	764,396
Net appreciation in fair value of investments	<u>1,784,405</u>
Total Investment Income	2,548,801
Less Investment expenses	<u>105,245</u>
Net Investment Income	<u>2,443,556</u>
Total Additions	<u>6,091,082</u>
<b>DEDUCTIONS</b>	
Benefits	3,591,288
Administration	<u>45,319</u>
Total Deductions	<u>3,636,607</u>
<b>Change in Net Position</b>	2,454,475
NET POSITION - Beginning of Year	<u>30,233,707</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 32,688,182</u>

See accompanying notes to financial statements.

**VILLAGE OF PARK FOREST**  
**INDEX TO NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

	<u><b>Page(s)</b></u>
Note 1 – Summary of Significant Accounting Policies.....	46
Reporting Entity.....	46
Government-wide and Fund Financial Statements.....	47
Measurement Focus, Basis of Accounting and Financial Statement Presentation.....	48
Fund and Accounting Entity.....	49
All Financial Statements.....	50
Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity.....	51
Note 2 – Property Taxes.....	56
Note 3 – Stewardship, Compliance and Accountability.....	56
Excess of Expenditures Over Appropriations.....	56
Note 4 – Deposits and Investments.....	57
Note 5 – Receivables.....	61
Note 6 – Capital Assets.....	63
Note 7 – Construction Commitments.....	65
Note 8 – Interfund Receivables and Payables.....	65
Note 9 – Long-Term Liabilities.....	66
General Obligation Bonds.....	66
Loan.....	67
Changes in Long-Term Liabilities.....	68
Payment of Long-Term Liabilities.....	69
Compensated Absences.....	69
Debt Margin Limits.....	69
Note 10 – Net Investment in Capital Assets.....	69
Note 11 – Risk Management.....	70
Intergovernmental Risk Management Agency (IRMA).....	70
Note 12 – Deferred Compensation.....	70
Note 13 – Employee Retirement Systems and Plans.....	71
Illinois Municipal Retirement Fund.....	71
Police Pension Plan.....	77
Firefighters’ Pension Plan.....	80
Note 14 – Retiree Health Plan.....	85
Note 15 – Commitments and Contingencies.....	87
Note 16 – Effect of New Accounting Standards on Current-Period Financial Statements.....	87

See accompanying notes to financial statements.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Village of Park Forest (“the Village”), Illinois, was incorporated in 1949 and is a municipal corporation governed by an elected mayor and six member Board of Trustees. The Village’s major operations include police and fire safety, health, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, utility, parking and recreation services and general administrative services.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units, hereinafter referred to as GAAP (general accepted accounting principles). The accepted standard-setting body for establishing governmental accounting and financial reporting principles is GASB (the Governmental Accounting Standards Board).

The more significant of the Village’s accounting polices are described below.

**REPORTING ENTITY**

The accompanying financial statements present the primary government and its component units, entities for which the Village is considered to be financially accountable. Blended component units are, in substance, part of the primary government’s operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

*Police and Firefighters’ Pension Funds*

The Village’s financial statements include pension trust funds:

*Police Pension Employees Retirement System*

The Village’s sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village’s Mayor, one pension beneficiary elected by the membership, and two police employees elected by the membership constitute the pension board. The Village and the PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village’s police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund. No separate annual financial report is issued for PPERS.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board. The Village's Mayor appoints two people to the board and two fire employees and one retiree are elected to the board by the membership. The Village and the FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's firefighters because of the fiduciary nature of such activities. FPERS is reported as a pension trust fund. No separate annual financial report is issued for FPERS.

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of state income taxes which will be recognized when they are measurable. As of year-end the state was greater than 60 days behind on payments of income taxes to local governments which is considered to be a highly unusual circumstance. Due to the unique nature of the state's tardiness in distributing income taxes to municipalities, revenues were recognized in a manner consistent with prior years' collections. As a result, several collections received greater than 60 days after year-end were recognized as revenue in the fiscal year. Expenditures generally are recorded when a liability is incurred, as under the accrual basis of accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property, income and sales taxes, fines, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

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

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**FUND AND ACCOUNTING ENTITY**

A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum numbers of funds are maintained consistent with legal and managerial requirements.

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Downtown Tax Increment Finance District Fund accounts for the incremental property taxes that are legally restricted to fund expenditures associated with the TIF district development.

The Housing Authority Fund accounts for the operation and maintenance of a public housing authority, established to provide low-rent housing for qualified individuals in accordance with the rules and regulations of the Department of Housing and Urban Development.

The Motor Fuel Tax Fund accounts for the allotment of motor fuel taxes legally restricted for road construction and road maintenance. All projects require the advance approval of the Illinois Department of Transportation.

The Debt Service Fund is used to account for the accumulation of legally restricted tax levies for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and accounts for the payment of interest and principal on the long-term general obligation debt.

The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital expenditures not being financed by Proprietary Funds.

The Village reports the following major proprietary funds:

The Water Fund accounts for charges for water use by the Village residents, expenses for the maintenance and upgrading of the water supply system and payments of water related debt.

The Sewer Fund accounts for charges for sewer use by the Village residents, expenses for the maintenance and upgrading of the sewer system and payments of sewer related debt.

The Downtown Park Forest Fund accounts for the operations of Downtown Park Forest, including the maintenance and upkeep of all rental units and the renovation of the downtown area.

Additionally, the Government reports the following fund types:

The Village reports the following fiduciary fund types which are held in a trustee or agent capacity for others and therefore are not available to support Village programs. Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements:

The Pension Trust Funds account for the activities of the Police and Firefighters' Pension funds, which accumulate resources for pension benefit payments to qualified public safety employees.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

The Village reports the following Internal Service Fund which is used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost reimbursement basis. The Village reports the following internal service fund:

The Vehicle Service Fund accounts for the charges to the primary government for the use of vehicles in the Village fleet and fuel used by said vehicles. Expenses are for the maintenance of the Village fleet and purchases of new vehicles.

The Village's internal service fund is presented in the proprietary funds financial statements. Because the principal users of the internal services are the Village's governmental activities, the financial statements of the internal service funds are primarily consolidated into the governmental column when presented in the government-wide financial statements, with a small portion consolidated into the business-type column. To the extent possible the cost of these services is reported in the appropriate functional activity.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are other charges between the Village's water and sewer function and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. The enterprise funds also recognize as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

**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.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY**

*Deposits and Investments*

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments for the Village, as well as for its component units, are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

The police pension fund's investment policy allows investments in all of the above listed accounts, but does exclude any repurchase agreements. The police pension fund's investment policy, in accordance with Illinois Statutes, establishes the following target allocation across asset classes:

Asset Class	Target
Large Cap Domestic Equity	28.00%
Small Cap Domestic Equity	8.00%
International Equity	4.00%
Fixed Income	60.00%

Illinois Compiled Statutes (ILCS) limit the police pension fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The police pension fund's investment policy does not include formalized long-term expected real rate of returns by asset class. The police pension fund assumes a long-term expected real rate of return of 4.25% for all asset classes, which is determined by the pension plan's actuary and is derived from historical investment returns (net of investment expense) over the previous 20 years. Additionally, the police pension plan has developed informal expectations that fixed income investments outperform the Barclay's Intermediate Aggregate Index and equity investments outperform the S&P 500 Index or a representative blended benchmark.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

The firefighters' pension fund allows funds to be invested in any type of security authorized by the Illinois Pension Code. The firefighters' pension fund's investment policy, in accordance with Illinois Statutes, establishes the following target allocation across asset classes:

Asset Class	Target
Large Cap Domestic Equity	38.50%
Small Cap Domestic Equity	11.00%
International Equity	5.50%
Fixed Income	45.00%

Illinois Compiled Statutes (ILCS) limit the firefighters' pension fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The firefighters' pension fund's investment policy does not include formalized long-term expected real rate of returns by asset class. The firefighters' pension fund assumes a long-term expected real rate of return of 4.25% for all asset classes, which is determined by the pension plan's actuary and is derived from historical investment returns (net of investment expense) over the previous 20 years. Additionally, the firefighters' pension plan has developed informal expectations that fixed income investments outperform the Barclay's Intermediate Aggregate Index and equity investments outperform the S&P 500 Index or a representative blended benchmark.

*Receivables and Payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All water and property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to 3 percent of outstanding property taxes at June 30, 2017.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

*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. Prepaid items are recorded utilizing the consumption method.

*Inventories*

On government-wide financial statements, inventories are recorded at the lower of cost or market on a first-in-first-out basis or market (net realizable value) method.

In governmental funds, inventory consists of expendable supplies held for consumption. The cost of the inventory items is recorded as an expenditure in the governmental funds when purchased as well as a non-spendable portion of fund balance.

*Capital Assets*

Capital assets, which include land, construction in progress, buildings and improvements, vehicles, furniture and equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 and a life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Land, construction in progress, buildings and improvements, vehicles, furniture and equipment and infrastructure of the Village is depreciated using the straight line method over the following estimated useful lives:

<b>Assets</b>	<b>Years</b>
Buildings and improvements	20 - 50
Vehicles	3 - 5
Furniture and equipment	5 - 15
Infrastructure	40 - 70

*Property Held for Resale*

The Village's assets held for resale include property that is being held for sale for future development of the Village. The assets are valued at the lower of cost or market.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

*Deferred Outflows of Resources*

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

A deferred charge on refunding arises from advance refunding of debt. The difference between the cost of the securities placed in trust for future payment of refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide and proprietary fund statements.

*Compensated Absences*

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. A liability is not recorded for non-vesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

*Long-Term Obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

*Deferred Inflows of Resources*

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

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

*Fund Equity*

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned. Nonspendable fund balance cannot be spent because of its form. Restricted fund balance has limitations imposed by enabling legislation or an outside party. Committed fund balance is a limitation imposed by the Village board through a formal resolution, which is the highest level of decision making authority. Assigned fund balances is a limitation imposed by a designee of the Village board. Through Resolution R-10-17, the Village board authorized the Finance Director to determine the assignment of fund balances. Unassigned fund balance in the General Fund is the net resources in excess of what can be properly classified in one of the above four categories. Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes. Proprietary fund equity is classified the same as in the government-wide statements.

When both restricted and unrestricted fund balances are available for use, it is the Village's policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

The Village board targets an unassigned fund balance level in the General Fund sufficient to cover three to four months of operations.

*Net Investment in Capital Assets*

For the government-wide financial statements, net position reported as net investment in capital assets, consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent bond proceeds. The Village has issued debt for purposes not related to capital assets that are not included.

*Restricted Net Position*

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

*Comparative Data/Reclassifications*

Comparative total data for the prior year have been presented for governmental and enterprise funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**NOTE 2 – PROPERTY TAXES**

Property taxes for 2016 attach as an enforceable lien on January 1, 2016, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance).

Tax bills that are prepared by Cook County are issued on or about February 1<sup>st</sup> and July 1<sup>st</sup>, and are payable in two installments, on or about March 1<sup>st</sup> and August 1<sup>st</sup>. Tax bills that are prepared by Will County are issued on or about June 1<sup>st</sup> and are payable in two installments, on or about July 1<sup>st</sup> and September 1<sup>st</sup>.

The Counties collect such taxes and remit them periodically. The allowance for uncollectible taxes has been stated at 3% of the tax levy to reflect actual collection experience. The 2016 property tax levy is recognized as a receivable in fiscal 2017, net of the allowance for uncollectible. The Village considers that the first installment of the 2016 levy is to be used to finance operations in fiscal 2017. The Village has determined that the second installment of the 2016 levy is to be used to finance operations in fiscal 2018 and has deferred the corresponding revenue.

The Village has established two Tax Increment Financing Districts to encourage development of certain areas within Redevelopment Project Areas (RPA) and to enhance the value of those properties. In connection with the agreements of the RPA, the real estate taxes, which relate to the incremental increase in property values within the RPA, are recorded directly in the TIF Funds.

**NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**EXCESS OF EXPENDITURES OVER BUDGET**

For the year ended June 30, 2017, actual expenditures exceeded appropriations in the Foreign Fire Insurance Fund by \$328, the Municipal Parking Lot Fund by \$1,793, and the Fire Pension Fund by \$159,665.

Actual expenditures exceeded budget in the Foreign Fire Insurance Fund due to higher than expected office equipment expenditures.

Actual expenditures exceeded budget in the Municipal Parking Lot Fund due to higher than expected maintenance expenditures.

Actual expenditures exceeded budget in the Fire Pension Fund due to higher than expected pension benefit payouts.

**VILLAGE OF PARK FOREST**  
 NOTES TO THE FINANCIAL STATEMENTS  
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**NOTE 4 – DEPOSITS AND INVESTMENTS**

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type’s portion of this pool is displayed on the statement of net position and balance sheet as cash and investments. In addition, investments are separately held by several of the Village’s funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

*Permitted Deposits and Investments* - 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’s investment policy allows the Village to invest in any type of security allowable in Illinois statutes regarding the investment of public funds.

Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran’s loans, obligations of the State of Illinois and its political subdivisions, the Illinois insurance company general and separate accounts, mutual funds meeting certain requirements, equity securities, and corporate bonds meeting certain requirements. Pension funds with net position in excess of \$10,000,000 and an appointed investment advisor may invest an additional portion of its assets in common and preferred stocks and mutual funds that meet certain requirements. The Police and Firefighters’ Pension Funds’ investment policy allows investments in all of the above listed accounts, but does exclude any repurchase agreements.

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 rated at AAAM and are valued at Illinois Fund’s share price, the price for which the investments could be sold.

At year-end, the Village's cash and investments was comprised of the following:

	<b>Government- wide</b>	<b>Fiduciary</b>	<b>Total</b>
Cash and investments	\$ <u>29,222,963</u>	\$ <u>32,466,597</u>	\$ <u>61,689,560</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

For disclosure purposes, for Village of Park Forest, these amounts are segregated into three components: 1) cash on hand 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts and non-negotiable certificates of deposit; and 3) investments, which consist of all investments other than certificates of deposit, as follows:

<b><i>Village of Park Forest Cash and Investments</i></b>	
Cash on hand	\$ 6,603
Deposits with financial institutions	11,670,363
Illinois Funds	14,256,617
Other investments	<u>35,755,977</u>
Total	<u>\$ 61,689,560</u>

At June 30, 2017 the Village's non-equity investments consisted of the following:

	<b><u>Investment Maturity (In Years)</u></b>				
	<b><i>Fair Value</i></b>	<b><i>Less Than 1</i></b>	<b><i>1-5</i></b>	<b><i>6-10</i></b>	<b><i>More than 10</i></b>
<b>Primary Government:</b>					
U.S. Agencies	\$ 2,728,409	\$ -	\$ 802,239	\$ 1,926,170	\$ -
Negotiable CDs	566,478	195,243	371,235	-	-
State & Local Obligations	<u>474,505</u>	<u>-</u>	<u>474,505</u>	<u>-</u>	<u>-</u>
<b>Total Primary Government</b>	<u>3,769,392</u>	<u>195,243</u>	<u>1,647,979</u>	<u>1,926,170</u>	<u>-</u>
<b>Firefighters' Pension:</b>					
U.S. Agencies	955,610	-	63,634	101,923	790,053
U.S. Treasuries	1,744,904	462,761	630,968	575,537	75,638
State & Local Obligations	437,502	35,286	133,473	28,159	240,584
Corporate Bonds	<u>1,977,029</u>	<u>655,752</u>	<u>1,202,476</u>	<u>92,246</u>	<u>26,555</u>
<b>Total Firefighters' Pension</b>	<u>5,115,045</u>	<u>1,153,799</u>	<u>2,030,551</u>	<u>797,865</u>	<u>1,132,830</u>
<b>Police Pension:</b>					
State & Local Obligations	2,081,063	201,356	884,863	916,087	78,757
Corporate Bonds	1,550,328	365,677	604,039	580,612	-
U.S. Agencies	5,648,576	338,855	1,938,786	3,370,935	-
U.S. Treasuries	<u>1,513,758</u>	<u>149,891</u>	<u>1,363,867</u>	<u>-</u>	<u>-</u>
<b>Total Police Pension</b>	<u>10,793,725</u>	<u>1,055,779</u>	<u>4,791,555</u>	<u>4,867,634</u>	<u>78,757</u>
<b>Total</b>	<u>\$ 19,678,162</u>	<u>\$ 2,404,821</u>	<u>\$ 8,470,085</u>	<u>\$ 7,591,669</u>	<u>\$ 1,211,587</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. As of June 30, 2017, the Village's investments are measured using the market valuation method and valuation inputs as follows:

Investment Type	Level 1	Level 2	Level 3	Total
<b>Primary Government:</b>				
U.S Agencies	\$ -	\$ 2,728,409	\$ -	\$ 2,728,409
Negotiable CDs	-	566,478	-	566,478
State & Local Obligations	-	474,505	-	474,505
<b>Total Primary Government</b>	<b>-</b>	<b>3,769,392</b>	<b>-</b>	<b>3,769,392</b>
<b>Firefighters' Pension:</b>				
U.S. Agencies	-	955,610	-	955,610
U.S. Treasuries	1,744,904	-	-	1,744,904
Money Market	37,731	-	-	37,731
State & Local Obligations	-	437,502	-	437,502
Corporate Bonds	-	1,977,029	-	1,977,029
Mutual Fund	7,186,952	-	-	7,186,952
<b>Total Firefighters' Pension</b>	<b>8,969,587</b>	<b>3,370,141</b>	<b>-</b>	<b>12,339,728</b>
<b>Police Pension:</b>				
State & Local Obligations	-	2,081,063	-	2,081,063
Corporate Bonds	-	1,550,328	-	1,550,328
Money Market	580,452	-	-	580,452
U.S. Agencies	-	5,648,576	-	5,648,576
U.S. Treasuries	1,513,758	-	-	1,513,758
Mutual Funds	8,272,680	-	-	8,272,680
<b>Total Police Pension</b>	<b>10,366,890</b>	<b>9,279,967</b>	<b>-</b>	<b>19,646,857</b>
<b>Total</b>	<b>\$ 19,336,477</b>	<b>\$ 16,419,500</b>	<b>\$ -</b>	<b>\$ 35,755,977</b>

*Interest Rate Risk*

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

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

*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 and Pensions' investment policy authorizes investments in any type of security allowed for in Illinois statutes regarding the investment of public funds. As of June 30, 2017, the Village's and Pensions' applicable investments had the following ratings with their applicable rating agency: all U.S. agencies had either "AA+" or "Aaa" ratings, corporate bonds had a range of ratings from "BB+" to "AA+" and "Ba2" to "Aaa", and state and local obligations had a range of ratings from "A-" to "AAA" and "A3" to "Aaa". The Village's investments in negotiable CDs were not rated.

*Custodial Credit Risk - Deposits*

With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The Village's and Pensions' 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. As of June 30, 2017, all of the Village's and Pensions' deposits were collateralized in accordance with their investment policy.

*Custodial Credit Risk – Investments*

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's and Pensions' investment policies require all securities to be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts. As of June 30, 2017, no investments were exposed to custodial credit risk.

*Concentration of Credit Risk*

The Village's and Pensions' investment 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 and Pensions' policy further states that no financial institution shall hold more than 50% of the Village's or Pensions' 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 the Village, more than 5 percent of investments were invested in securities issued by American Express (7.54%), Cook County Illinois (9.64%), the Federal Farm Credit Bank Note (13.87%) and the Federal Home Loan Bank (37.75%). In the Police Pension, more than 5 percent of the plan's net position is invested in securities issued by the Federal Home Loan Bank (11.32%) and the Federal Farm Credit Bank (11.79%). The Firefighters' Pension had no investments in securities more than 5 percent of the plan's net position.

*Money-Weighted Rate of Return*

*Police Pension Fund*

For the year ended June 30, 2017, the annual money-weighted rate of return on the police pension plan investments, net of plan investment expense, was 6.76 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

*Firefighters' Pension Fund*

For the year ended June 30, 2017, the annual money-weighted rate of return on the firefighters' pension plan investments, net of plan investment expense, was 10.22 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**NOTE 5 – RECEIVABLES**

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

<b>Governmental Activities:</b>	<b>General Fund</b>	<b>Downtown TIF Fund</b>	<b>Housing Authority Fund</b>	<b>Motor Fuel Tax Fund</b>	<b>Debt Service Fund</b>	<b>Total</b>
Receivables:						
Real Estate Taxes	\$ 9,434,644	\$ 533,853	\$ -	\$ -	\$ 129,915	\$ 10,098,412
Other Taxes:						
Sales Taxes	205,565	-	-	-	-	205,565
Utility Taxes	151,588	-	-	-	-	151,588
Intergovernmental:						
Income Taxes	648,353	-	-	-	-	648,353
Replacement Taxes	38,137	-	-	-	-	38,137
Grants	141,701	-	333,976	95,245	-	570,922
Motor Fuel Taxes	-	-	-	38,739	-	38,739
Accounts:						
Miscellaneous	895,427	-	-	-	-	895,427
Customer	56,283	-	-	-	-	56,283
Interest	11,197	-	-	-	-	11,197
Video Gaming Tax	1,945	-	-	-	-	1,945
Employee Computer Purchase	2,780	-	-	-	-	2,780
Franchise Fee	86,759	-	-	-	-	86,759
Health	39,737	-	-	-	-	39,737
Ambulance	237,939	-	-	-	-	237,939
Gross Receivables	11,952,055	533,853	333,976	133,984	129,915	13,083,783
Less: Allowances for Uncollectible	(1,201,883)	(3,791)	(8,633)	-	(3,897)	(1,218,204)
Net Total Receivables	\$ 10,750,172	\$ 530,062	\$ 325,343	\$ 133,984	\$ 126,018	\$ 11,865,579

<b>Business-type Activities, Fiduciary Funds:</b>	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Downtown Park Forest Fund</b>	<b>Non-Major Funds</b>	<b>Business - Type Activities Total</b>	<b>Fiduciary Funds</b>
Receivables:						
Real Estate Taxes	\$ -	\$ -	\$ -	\$ 26,131	\$ 26,131	\$ -
Interest	-	-	-	-	-	95,014
Accounts:						
Billings	2,012,580	291,978	-	173,860	2,478,418	-
Rents	-	-	338,127	-	338,127	-
Gross Receivables	2,012,580	291,978	338,127	199,991	2,842,676	95,014
Less: Allowances for Uncollectibles	(393,365)	(67,002)	(290,760)	(27,094)	(778,221)	-
Net Total Receivables	\$ 1,619,215	\$ 224,976	\$ 47,367	\$ 172,897	\$ 2,064,455	\$ 95,014

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

Governmental funds report unavailable revenue in connection with receivables for revenues that are not considered to be available 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 unearned revenue and unavailable revenue reported in the governmental funds were as follows:

	<i>Unavailable</i>	<i>Unearned</i>	<i>Total</i>
General Fund:			
Real estate taxes receivable	\$ -	\$ 8,030,867*	\$ 8,030,867
Other taxes receivable	108,783	-	108,793
Intergovernmental receivable	-	8,393	8,393
Unearned fees	-	177,927	177,927
Total	108,783	8,217,187	8,325,970
Downtown TIF Fund:			
Real estate taxes receivable	-	515,049*	608,526
Debt Service Fund:			
Real estate taxes receivable	-	110,586*	108,291
Governmental funds balance sheet total	<u>\$ 108,783</u>	<u>\$ 8,842,822</u>	<u>\$ 8,951,605</u>

\* - Under the accrual method revenue is recognized as revenue in the period earned. An exception in Illinois is real estate taxes, whereby the intent of the Village is to finance 2017-18 operations with those monies. Therefore, these amounts will remain deferred inflows of resources for the government-wide statements.

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

**NOTE 6 – CAPITAL ASSETS**

Governmental capital asset activity for the year ended June 30, 2017, was as follows:

	<i><b>Beginning Balance</b></i>	<i><b>Increases</b></i>	<i><b>Decreases</b></i>	<i><b>Balance</b></i>
Capital assets not being depreciated:				
Land	\$ 2,362,490	\$ -	\$ -	\$ 2,362,490
Construction in progress	16,250	235,498	-	251,748
Total capital assets not being depreciated	<u>2,378,740</u>	<u>235,498</u>	<u>-</u>	<u>2,614,238</u>
Capital assets being depreciated:				
Buildings and improvements	10,205,398		-	10,205,398
Vehicles	5,433,320	1,057,717	495,695	5,995,342
Furniture and equipment	2,842,682	147,761	-	2,990,443
Infrastructure	20,177,404	-	68,199	20,109,205
Total capital assets being depreciated	<u>38,658,804</u>	<u>1,205,478</u>	<u>563,894</u>	<u>39,300,388</u>
Less accumulated depreciation for:				
Buildings and improvements	4,780,451	273,306	-	5,053,757
Vehicles	4,083,464	403,510	495,695	3,991,279
Furniture and equipment	2,212,583	194,686	-	2,407,269
Infrastructure	7,814,541	384,026	5,967	8,192,600
Total accumulated depreciation	<u>18,891,039</u>	<u>1,255,528</u>	<u>501,662</u>	<u>19,644,905</u>
Total capital assets being depreciated, net	<u>19,767,765</u>	<u>(50,050)</u>	<u>62,232</u>	<u>19,655,483</u>
Governmental activities capital assets, net	<u>\$ 22,146,505</u>	<u>\$ 185,448</u>	<u>\$ 62,232</u>	<u>\$ 22,269,721</u>

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

General government	\$ 230,655
Law enforcement	130,660
Public works	610,348
Recreation and parks	84,921
Fire and emergency	198,944
Total depreciation expense-governmental activities	<u>\$ 1,255,528</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

Business-type capital asset activity for the year ended June 30, 2017, was as follows:

	<i><b>Beginning Balance</b></i>	<i><b>Increases</b></i>	<i><b>Decreases</b></i>	<i><b>Balance</b></i>
Capital assets not being depreciated:				
Land	\$ 414,354	\$ -	\$ -	\$ 414,354
Construction in progress	274,000	91,517	274,000	91,517
Total capital assets not being depreciated	<u>688,354</u>	<u>91,517</u>	<u>274,000</u>	<u>505,871</u>
Capital assets being depreciated:				
Buildings and improvements	31,982,587	540,426	-	32,523,013
Distribution system	12,714,962	4,966,443	-	17,681,405
Vehicles	91,810	-	-	91,810
Furniture and equipment	709,016	33,000	-	742,016
Total capital assets being depreciated	<u>45,498,375</u>	<u>5,539,869</u>	<u>-</u>	<u>51,038,244</u>
Less accumulated depreciation for:				
Buildings and improvements	11,988,572	717,184	-	12,705,756
Distribution system	4,484,156	320,967	-	4,805,123
Vehicles	91,810	-	-	91,810
Furniture and equipment	370,959	88,871	-	459,830
Total accumulated depreciation	<u>16,935,497</u>	<u>1,127,022</u>	<u>-</u>	<u>18,062,519</u>
Total capital assets being depreciated, net	<u>28,562,878</u>	<u>4,412,847</u>	<u>-</u>	<u>32,975,725</u>
Business-type activities capital assets, net	<u>\$ 29,251,232</u>	<u>\$ 4,504,364</u>	<u>\$ 274,000</u>	<u>\$ 33,481,596</u>

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

Water	\$ 796,860
Sewer	151,662
Downtown park forest	79,451
Aqua center	59,964
Tennis and health club	2,989
Municipal parking lot	36,096
Total depreciation expense-business type activities	<u>\$ 1,127,022</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

**NOTE 7 – CONSTRUCTION COMMITMENTS**

As of June 30, 2017, the Village is committed to the following construction projects. These expenditures will be provided for by existing reserves.

<i><b>Project</b></i>	<i><b>Expended to Date</b></i>	<i><b>Remaining Commitment</b></i>
Water Main Construction	\$ 160,674	\$ 169,156
Continental Motors/Booster	18,828	74,172
Continental Midland IEPA Project	6,959	12,341
Trib D Storm Sewer Rehabilitation	20,731	23,469
Village Green Staking/Construction Oversight	5,612	2,188
Village Green Expansion Construction	123,589	188,558
Indianwood Blvd (Monee Rd to Sauk Tr)	117,342	86,065
Indianwood Resurfacing Construction(Monee to Sauk )	179,812	158,310
US 30 ITEP Construction	300,288	5,583
Somonauk Park Design Development	12,500	12,500
Excess flow facilities	11,150	9,100
Tributary D – design	12,068	5,932
Total	<u>\$ 969,553</u>	<u>747,374</u>

**NOTE 8 – INTERFUND RECEIVABLES AND PAYABLES**

The composition of interfund balances as of June 30, 2017, is as follows:

**Due to/from other funds:**

<i><b>Receivable Fund</b></i>	<i><b>Payable Fund</b></i>	<i><b>Amount</b></i>
General Fund	Housing Authority Fund	\$ 362,459
Total – Fund Financial Statements		<u>362,459</u>
Less: Fund eliminations		(362,459)
Less: Interfund receivables created with internal service fund eliminations		<u>67,120</u>
Total Internal Balances – Government-Wide Statement of Net Position		<u>\$ 67,120</u>

The Interfund balances are advances in anticipation of receipts.

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

**Transfers:**

<i><b>Receiving Fund</b></i>	<i><b>Paying Fund</b></i>	<i><b>Amount</b></i>
General Fund	Housing Authority Fund	\$ 40,000
General Fund	Water Fund	667,360
General Fund	Sewer Fund	125,439
General Fund	Non-major Proprietary Funds	143,794
Capital Projects Fund	General Fund	160,000
Downtown Park Forest Fund	General Fund	155,036
Housing Authority	General Fund	120,000
Non-major Governmental Funds	Capital Projects	74,000
Non-major Proprietary Funds	General Fund	519,000
		<hr/>
Total – Fund Financial Statements		2,004,629
		<hr/>
Less: Fund Eliminations		(1,742,072)
		<hr/>
Total Transfers – Government-Wide Statement of Activities		\$ 262,557

The transfers from the General Fund and the Capital Projects Funds were to use unrestricted revenues collected in those funds to finance various programs accounted for in the other funds in accordance with budgetary authorizations. The transfers to the General Fund were to provide additional funding to the General Fund for costs associated with Village-wide operational support.

**NOTE 9 – LONG-TERM LIABILITIES**

**GENERAL OBLIGATION BONDS**

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds have been issued for governmental and business-type activities. The original amount of general obligation bonds issued in prior years was \$11,895,000.

General obligation bonds currently outstanding are as follows:

<i><b>Purpose</b></i>	<i><b>Fund Debt Retired By</b></i>	<i><b>Beginning Balance</b></i>	<i><b>Additions</b></i>	<i><b>Deletions</b></i>	<i><b>Ending Balance</b></i>
General Obligation Bond Series of 2008A – Due in annual installments of \$390,000 to \$725,000 plus interest at 3.00% to 5.00% through January 1, 2020.	TIF	\$ 2,605,000	\$ -	\$ 590,000	\$ 2,015,000
General Obligation Bond Series of 2008B– Due in annual installments of \$75,000 to \$125,000 plus interest at 3.00% to 3.75% through January 1, 2018.	Aqua	78,524	-	39,267	39,257
	Water	171,476	-	85,733	85,743

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

<b>Purpose</b>	<b>Fund Debt Retired By</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
General Obligation Bond Series of 2012A & B – Due in annual installments of \$235,000 to \$490,000 plus interest at 2.00% to 3.00% through January 1, 2025.	Debt Service	2,130,000	-	175,000	1,955,000
	TIF	980,000	-	220,000	760,000
General Obligation Bond Series of 2013 – Due in annual installments of \$100,000 to \$145,000 plus interest at 1.87% through January 15, 2020	TIF	550,000	-	125,000	425,000
Subtotal		6,515,000	-	1,235,000	5,280,000
Premium on refunding		110,028	-	32,253	77,775
Total		\$ 6,625,028	\$ -	\$ 1,267,253	\$ 5,357,775

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

<b>Year Ending June 30,</b>	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	
2018	\$ 1,175,000	\$ 161,753	\$ 125,000	\$ 2,344	\$ 1,464,097
2019	1,280,000	117,045	-	-	1,397,045
2020	1,360,000	68,422	-	-	1,428,422
2021	235,000	36,675	-	-	271,675
2022	250,000	29,400	-	-	279,400
2023-2025	855,000	39,675	-	-	894,675
Total	\$ 5,155,000	\$ 452,970	\$ 125,000	\$ 2,344	\$ 5,735,314

**LOAN**

During fiscal year 2006, the Village entered into a loan agreement with the Illinois Environmental Protection Agency for a loan up to and not exceeding \$15,642,209 at a fixed rate of 2.5% to fund the construction of a Water Treatment Plant. In fiscal year 2011, the loan agreement was amended to increase the maximum loan amount to \$15,945,517.

During fiscal year 2011, the Village entered into two new loan agreements with the Illinois Environmental Protection Agency. One loan was for an amount not to exceed \$3,299,546 at a fixed rate of 1.25% to fund water main replacement construction. The Village started making payments on this loan during the 2013 fiscal year as the project was completed. The second loan was for an amount not to exceed \$1,311,756 at a fixed rate of 1.25% to fund sewer system rehabilitation construction. The Village started making payments on this loan during the 2014 fiscal year as the project was completed.

During fiscal year 2017, the Village entered into a loan agreement with the Illinois Environmental Protection Agency for a loan of \$3,952,114 at a fixed rate of 1.86% to fund water main replacement construction. The

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

IEPA forgave \$750,000 of this loan during fiscal year 2017. The Village will begin making payments on this loan during the 2018 fiscal year upon completion of the project.

<b>Purpose</b>	<b>Fund Debt Retired By</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
IEPA Loan (L17-1860)	Water	\$ 9,581,848	\$ -	\$ 808,701	\$ 8,773,147
IEPA Loan (L17-3142)	Water	2,716,442	-	154,627	2,561,815
IEPA Loan (L17-0425)	Sewer	827,617	-	45,460	782,157
IEPA Loan (L17-5288)	Water	-	3,952,114	750,000	3,202,114
<b>Total</b>		<b>\$ 13,125,907</b>	<b>\$ 3,952,114</b>	<b>\$ 1,758,788</b>	<b>\$ 15,319,233</b>

Annual debt service requirements to maturity for the loan payable is as follows:

**Business-Type Activities**

<b>Year Ending</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2018	\$ 1,148,106	\$ 336,101	\$ 1,484,207
2019	1,196,194	288,692	1,484,886
2020	1,222,785	262,101	1,484,886
2021	1,249,995	234,891	1,484,886
2022	1,277,839	206,678	1,484,517
2023-2027	6,308,525	594,292	6,902,817
2028-2032	2,037,625	166,255	2,203,880
2033-2037	878,164	40,209	918,373
<b>Total</b>	<b>\$ 15,319,233</b>	<b>\$ 2,129,219</b>	<b>\$ 17,448,452</b>

**CHANGES IN LONG-TERM LIABILITIES**

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Due within One Year</b>
Governmental Activities:					
General Obligation Bonds	\$ 6,265,000	\$ -	\$ 1,110,000	\$ 5,155,000	\$ 1,175,000
Add: premium on bonds	110,028	-	32,253	77,775	-
Total Bonds	6,375,028	-	1,142,253	5,232,775	1,175,000
Compensated Absences	818,553	822,249	848,383	792,419	792,419
Net Pension Liability - IMRF	3,912,743	651,543	619,391	3,944,895	-
Net Pension Liability – Police	26,337,512	2,651,587	2,350,221	26,638,878	-
Net Pension Liability – Firefighters'	15,039,102	1,548,541	1,297,306	15,290,337	-
OPEB Liability	1,741,541	350,951	270,215	1,822,277	-
Governmental Activity Long-term Liabilities	<b>\$ 54,224,479</b>	<b>\$ 6,024,871</b>	<b>\$ 6,527,769</b>	<b>\$ 53,721,581</b>	<b>\$ 1,967,419</b>
Business-type Activities:					
General Obligation Bonds	\$ 250,000	\$ -	\$ 125,000	\$ 125,000	\$ 125,000
Total Bonds	250,000	-	125,000	125,000	125,000
IEPA Loan	13,125,907	3,952,114	1,758,788	15,319,233	1,148,106
Net Pension Liability – IMRF	1,596,316	210,531	245,196	1,561,651	-
Compensated Absences	67,977	54,679	73,833	48,823	48,823
Business-type Activity Long-term Liabilities	<b>\$ 15,040,200</b>	<b>\$ 4,217,324</b>	<b>\$ 2,202,818</b>	<b>\$ 17,054,707</b>	<b>\$ 1,321,929</b>

**VILLAGE OF PARK FOREST**  
 NOTES TO THE FINANCIAL STATEMENTS  
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**PAYMENT OF LONG-TERM LIABILITIES**

The Debt Service, Water, Sewer, Aqua Center and Downtown Tax Increment Finance District Funds make the payments on the general obligation bonds. The Water Fund and Sewer Fund make the payments on the IEPA loans. Compensated absences, OPEB liability, and net pension liability related to IMRF are paid out of the fund that has the associated salary, including the General Fund and Water Fund. The net pension liability related to the police and firefighter’s pensions will be paid out of the General Fund.

**COMPENSATED ABSENCES**

Compensated absences are reported as a current liability as Village policy requires outstanding balances to be used by the employee within one year.

**DEBT MARGIN LIMITS**

As the Village is a home-rule municipality it has no debt margin limits.

**NOTE 10 – NET INVESTMENT IN CAPITAL ASSETS**

Net position reported on the government-wide statement of net position as net investment in capital assets, for the year ended June 30, 2017 includes the following:

*Governmental Activities:*

Net investment in capital assets	
Capital assets not being depreciated	\$ 2,614,238
Capital assets being depreciated	39,300,388
Less: Accumulated depreciation	(19,644,905)
Less: Related long-term debt outstanding, net of unamortized bond premium	(1,955,000)
Total Governmental Activities Net Investment in Capital Assets	<u>\$ 20,314,721</u>

General obligation bonds issued to support the operations of the Downtown Park Forest TIF and related unamortized debt discount/premium and loss on advance refunding are not included in net position reported as net investment in capital assets.

*Business-Type Activities:*

Net investment in capital assets	
Capital assets not being depreciated	\$ 505,871
Capital assets being depreciated	51,038,244
Less: Accumulated depreciation	(18,062,519)
Less: Related long-term debt outstanding	(15,440,213)
Total Business-Type Activities Net Investment in Capital Assets	<u>\$ 18,041,383</u>

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**NOTE 11 – RISK MANAGEMENT**

The Village is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. These risks are provided for through participation in the Intergovernmental Risk Management Agency, and through private insurance coverage. There were no significant changes in insurance coverage from the prior year and settlements did not exceed insurance coverage in any of the past 3 years.

**INTERGOVERNMENTAL RISK MANAGEMENT AGENCY (IRMA)**

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northern Illinois, which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverage's; 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. The Village assumes the first \$100,000 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 the Agency 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 by-laws 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 a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

Complete financial statements of IRMA may be obtained directly from its administrative offices:

Intergovernmental Risk Management Agency  
One Oakbrook Terrace  
22<sup>nd</sup> Street at Butterfield  
Oakbrook Terrace, Illinois 60181

**NOTE 12 – DEFERRED COMPENSATION**

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all permanent Village employees, permits them to defer a portion of their current salary to all future years. Participation in the plan is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and therefore not reflected on the financial statements of the Village.

**VILLAGE OF PARK FOREST**  
 NOTES TO THE FINANCIAL STATEMENTS  
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**NOTE 13 – EMPLOYEE RETIREMENT SYSTEMS AND PLANS**

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters’ Pension Plan which is also a single-employer pension plan. Separate reports are not issued for the Police and Firefighters’ Pension Plans. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

**ILLINOIS MUNICIPAL RETIREMENT SYSTEM**

*Plan Description.* All employees (other than those covered by the Police and Firefighters’ Pension plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF has a two tier plan. Members who first participated in IMRF or an Illinois Reciprocal System prior to January 1, 2011 participate in Tier 1. All other members participate in Tier 2. For Tier 1 participants, pension benefits vest after 8 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 of earnings (average of the highest 48 consecutive months' earnings during the last 10 years) for credited service up to 15 years and 2% for each year thereafter. For Tier 2 participants, pension benefits vest after 10 years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1 2/3% of their final rate of earnings (average of the highest 96 consecutive months' earnings during the last 10 years, capped at \$106,800) for credited service up to 15 years and 2% for each year thereafter. However, an employee’s total pension cannot exceed 75% of their final rate of earnings. If an employee retires after 10 years of service between the ages of 62 and 67, and has less than 30 years of service credit, the pension will be reduced by 1/2% for each month that the employee is under the age of 67. If an employee retires after 10 years of service between the ages of 62 and 67, and has between 30 and 35 years of service credit, the pension will be reduced by the lesser of 1/2% for each month that the employee is under the age of 67 or 1/2% for each month of service credit less than 35 years. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes.

Under the employer number within IMRF, both the Village and the Park Forest Public Library contribute to the plan. As a result, IMRF is considered to an agent multiple-employer plan through which cost-sharing occurs between the Village and the Library.

*Plan Membership.* At December 31, 2016, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries.....	156
Inactive, non-retired members .....	68
Active Members.....	<u>137</u>
 Total .....	 <u>361</u>

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

*Contributions.* As set by statute, Village and Library employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's and Library's actuarially determined contribution rate for calendar year 2016 was 12.43% percent of annual covered payroll. The Village and the Library also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Net Pension Liability/(Asset).* The net pension liability/(asset) was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

*Summary of Significant Accounting Policies.* For purposes of measuring the net pension liability/(asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of IMRF and additions to/deductions from IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

*Actuarial Assumptions.* The assumptions used to measure the total pension liability in the December 31, 2016 annual actuarial valuation included a 7.50% investment rate of return, (b) projected salary increases from 3.75% to 14.50%, including inflation, and (c) price inflation of 2.75%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

*Mortality.* For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

*Long-Term Expected Real Rate of Return.* The long-term expected rate of return on pension plan investments was determined using an asset allocation study in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce long-term expected rate of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Equities	38.00 %	8.30 %	6.85 %
International equities	17.00 %	8.45 %	6.75 %
Fixed income	27.00 %	3.05 %	3.00 %
Real estate	8.00 %	6.90 %	5.75 %
Alternatives	9.00 %		
Private equity		12.45 %	7.35 %
Hedge funds		5.35 %	5.25 %
Commodities		4.25 %	2.65 %
Cash equivalents	1.00 %	2.25 %	2.25 %

*Discount Rate.* The discount rate used to measure the total pension liability for IMRF was 7.50%. The discount rate calculated using the December 31, 2015 measurement date was 7.47%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village and Library contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefits payments to determine the total pension liability.

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

*Discount Rate Sensitivity.* The following is a sensitivity analysis of the net pension liability / (asset) to changes in the discount rate. The table below presents the pension liability of the Village and Library calculated using the discount rate of 7.50% as well as what the net pension liability / (asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	<b>1% Decrease</b>	<b>Current Discount Rate</b>	<b>1% Increase</b>
<i>Village:</i>			
Total pension liability	\$ 47,580,412	\$ 42,358,909	\$ 38,049,084
Plan fiduciary net position	36,852,363	36,852,363	36,852,363
Net pension liability/(asset)	<u>\$ 10,728,049</u>	<u>5,506,546</u>	<u>1,196,721</u>
<i>Library:</i>			
Total pension liability	\$ 4,220,877	\$ 3,757,675	\$ 3,375,349
Plan fiduciary net position	3,328,723	3,328,723	3,328,723
Net pension liability/(asset)	<u>\$ 892,154</u>	<u>\$ 428,952</u>	<u>\$ 46,626</u>
<i>Total:</i>			
Total pension liability	\$ 51,801,289	\$ 46,116,584	\$ 41,424,433
Plan fiduciary net position	40,181,086	40,181,086	40,181,086
Net pension liability/(asset)	<u>\$ 11,620,203</u>	<u>\$ 5,935,498</u>	<u>\$ 1,243,347</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

*Changes in Net Pension Liability/(Asset).* The Village's and Library's changes in net pension liability/(asset) for the calendar year ended December 31, 2016 was as follows:

	Increase (Decrease)		
	Total Pension	Plan Fiduciary Net	Net Pension
	Liability	Position	Liability/(Asset)
	(a)	(b)	(a) - (b)
<i>Village:</i>			
Balances at December 31, 2015	\$ 40,603,805	\$ 35,094,746	\$ 5,509,059
Service Cost	738,433	-	738,433
Interest on total pension liability	3,009,834	-	3,009,834
Differences between expected and actual experience of the total pension liability	346,562	-	346,562
Change of assumptions	(146,884)	-	(146,884)
Benefit payments, including refunds of employee contributions	(2,192,841)	(2,192,841)	-
Contributions - employer	-	872,707	(872,707)
Contributions - employee	-	317,282	(317,282)
Net investment income	-	2,432,433	(2,432,433)
Other (net transfer)	-	328,036	(328,036)
Balances at December 31, 2016	<u>\$ 42,358,909</u>	<u>\$ 36,852,363</u>	<u>\$ 5,506,546</u>
<i>Library:</i>			
Balances at December 31, 2015	\$ 3,619,936	\$ 3,192,284	\$ 427,652
Service Cost	57,322	-	57,322
Interest on total pension liability	235,140	-	235,140
Differences between expected and actual experience of the total pension liability	26,903	-	26,903
Change of assumptions	(11,402)	-	(11,402)
Benefit payments, including refunds of employee contributions	(170,224)	(170,224)	-
Contributions - employer	-	67,746	(67,746)
Contributions - employee	-	24,630	(24,630)
Net investment income	-	188,823	(188,823)
Other (net transfer)	-	25,464	(25,464)
Balances at December 31, 2016	<u>\$ 3,757,675</u>	<u>\$ 3,328,723</u>	<u>\$ 428,952</u>
<i>Total:</i>			
Balances at December 31, 2015	\$ 44,223,741	\$ 38,287,030	\$ 5,936,711
Service Cost	795,755	-	795,755
Interest on total pension liability	3,244,974	-	3,244,974
Differences between expected and actual experience of the total pension liability	373,465	-	373,465
Change of assumptions	(158,286)	-	(158,286)
Benefit payments, including refunds of employee contributions	(2,363,065)	(2,363,065)	-
Contributions - employer	-	940,453	(940,453)
Contributions - employee	-	341,912	(341,912)
Net investment income	-	2,621,256	(2,621,256)
Other (net transfer)	-	353,500	(353,500)
Balances at December 31, 2016	<u>\$ 46,116,584</u>	<u>\$ 40,181,086</u>	<u>\$ 5,935,498</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.* For the year ended June 30, 2017, the Village recognized pension expense of \$1,489,582. The Village and Library reported deferred outflows and inflows of resources related to pension from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
<i>Village:</i>		
Difference between expected and actual experience	\$ 254,247	\$ 271,572
Changes in assumptions	317,888	107,758
Net difference between projected and actual earnings on pension plan investments	1,859,559	-
Contributions subsequent to the measurement date	432,294	-
Total	\$ 2,863,988	\$ 379,330
<i>Library:</i>		
Difference between expected and actual experience	\$ 19,805	\$ 21,155
Changes in assumptions	24,763	8,394
Net difference between projected and actual earnings on pension plan investments	144,857	-
Contributions subsequent to the measurement date	33,675	-
Total	\$ 223,100	\$ 29,549
<i>Total:</i>		
Difference between expected and actual experience	\$ 274,052	\$ 292,727
Changes in assumptions	342,651	116,152
Net difference between projected and actual earnings on pension plan investments	2,004,416	-
Contributions subsequent to the measurement date	465,969	-
Total	\$ 3,087,088	\$ 408,879

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending June 30, 2017. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$2,212,240) will be recognized in pension expense as follows:

<b>Year Ending December 31</b>	<b>Net Deferred Outflows of Resources</b>		
	<b>Village</b>	<b>Library</b>	<b>Total</b>
2017	\$ 797,569	\$ 62,129	\$ 859,698
2018	629,811	49,061	678,872
2019	583,607	45,462	629,069
2020	41,377	3,224	44,601
Total	\$ 2,052,364	\$ 159,876	\$ 2,212,240

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

**POLICE PENSION PLAN**

*Plan Description.* Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Participants attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one half of the salary attached to the rank on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

For Employees hired after January 1, 2011, the Normal Retirement age is attainment of age 55 and completion of 10 years of service; Early Retirement age is attainment of age 50, completion of 10 years of service and the Early Retirement Factor is 6% per year; the Employee’s Accrued Benefit is based on the Employee’s final 8-year average salary not to exceed \$106,800 (as indexed); Cost-of-living adjustments are simple increases (not compounded) of the lesser of 3% or 50% of CPI beginning the later of the anniversary date and age 60; Surviving Spouse’s Benefits are 66 2/3% of the Employee’s benefit at the time of death.

*Plan Membership.* At June 30, 2017, the Police Pension Plan membership consisted of:

Retirees and beneficiaries.....	39
Inactive, non-retired members .....	5
Active Members.....	<u>41</u>
 Total .....	 <u>85</u>

*Contributions.* Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Beginning in 2011, the Village’s contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded by the year 2040.

*Net Pension Liability/(Asset).* The net pension liability/(asset) was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

*Summary of Significant Accounting Policies.* The financial statements of the Police Pension Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village’s contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed as of June 30, 2017 using the following actuarial methods and assumptions:

Actuarial cost method	Entry age normal
Asset valuation method	Market
Actuarial assumptions	
Interest rate	6.75%
Salary increases	5.00%
Inflation	2.50%
Cost-of-living adjustments	3.00%

Mortality rates were based on the RP-2000 CHBCA Mortality Table. The actuarial assumptions used in the June 30, 2017 valuation were based on the results of actuarial experience studies conducted by the Illinois Department of Insurance dated September 26, 2012.

*Discount Rate.* The discount rate used to measure the total pension liability for the Police Pension Plan was 6.75%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Discount Rate Sensitivity.* The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability calculated using the discount rates of 6.75% for the Police Pension Plan as well as what the net pension liability would be if it were to be calculated using discount rates that is 1 percentage point lower or 1 percentage point higher than the current rates:

	<b>1% Decrease</b>	<b>Current Discount Rate</b>	<b>1% Increase</b>
Discount rate	5.75%	6.75%	7.75%
Total Pension liability	\$ 53,451,694	\$ 46,848,362	\$ 41,444,818
Plan fiduciary net position	20,209,484	20,209,484	20,209,484
Net pension liability	\$ 33,242,210	\$ 26,638,878	\$ 21,235,334

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

*Changes in Net Pension Liability/(Asset).* The Village's changes in net pension liability/(asset) for the year ended June 30, 2017 was as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/Asset
	(a)	(b)	(a) - (b)
Balances at July 1, 2016	\$ 45,176,830	\$ 18,839,318	\$ 26,337,512
Service cost	866,793	-	866,793
Interest	3,032,582	-	3,032,582
Differences between expected and actual experience	5,125	-	5,125
Changes of assumptions	-	-	-
Benefit payments, including refunds of member contributions	(2,232,968)	(2,232,968)	-
Employer contributions	-	1,897,299	(1,897,299)
Employee contributions	-	360,495	(360,495)
Net investment income	-	1,263,637	(1,263,637)
Other	-	81,703	(81,703)
Balances at June 30, 2017	<u>\$ 46,848,362</u>	<u>\$ 20,209,484</u>	<u>\$ 26,638,878</u>

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.* For the year ended June 30, 2017, the Village recognized pension expense of \$3,493,545. The Village reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 388,125	\$ 572,648
Changes in assumptions	2,287,323	-
Net difference between projected and actual earnings on pension plan investments	958,725	-
Total	<u>\$ 3,634,173</u>	<u>\$ 572,648</u>

The amounts reported as deferred outflows and inflows of resources related to pension (\$3,061,525) will be recognized in pension expense as follows:

Year Ending June 30,	Net Amount
2018	\$ 1,308,499
2019	1,308,499
2020	305,699
2021	137,974
2022	854
Total	<u>\$ 3,061,525</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

**FIREFIGHTERS' PENSION PLAN**

*Plan Description.* Fire sworn personnel are covered by the Firefighters' Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/4) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Participants attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one half of the salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by 2.5% of such salary for each additional year of service over 20 years of service through 30 years of service to a maximum of 75% of such salary. Employees with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

For Employees hired after January 1, 2011, the annual retirement benefit is 2.5% of final average salary for each year of service up to 30 years, to a maximum of 75% of such salary, the Normal Retirement age is attainment of age 55 and completion of 10 years of service; Early Retirement age is attainment of age 50, completion of 10 years of service and the Early Retirement Factor is 6% per year; the Employee's Accrued Benefit is based on the Employee's final 8-year average salary not to exceed \$106,800 (as indexed); Cost-of-living adjustments are simple increases (not compounded) of the lesser of 3% or 50% of CPI beginning the later of the anniversary date and age 60; Surviving Spouse's Benefits are 66 2/3% of the Employee's benefit at the time of death.

*Plan Membership.* At June 30, 2017, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries.....	25
Inactive, non-retired members .....	4
Active Members.....	<u>25</u>
 Total .....	 <u>54</u>

*Contributions.* Participants contribute a fixed percentage of their base salary to the plans. At June 30, 2017, the contribution percentage was 9.455%. If a participant leaves covered employment with less than 20 years of service, accumulated participant contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Beginning in 2011, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is 90% funded by the year 2040.

*Net Pension Liability/(Asset).* The net pension liability/(asset) was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

*Summary of Significant Accounting Policies.* The financial statements of the pension fund are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed as of June 30, 2017 using the following actuarial methods and assumptions:

Actuarial cost method	Entry age normal
Asset valuation method	Market
Actuarial assumptions	
Interest rate	6.75%
Salary increases	5.00%
Inflation	2.50%
Cost-of-living adjustments	3.00%

Mortality rates were based on the RP-2000 CHBCA Mortality Table. The actuarial assumptions used in the June 30, 2017 valuation were based on the results of actuarial experience studies conducted by the Illinois Department of Insurance dated September 26, 2012.

*Discount Rate.* The discount rate used to measure the total pension liability for the Firefighters' Pension Plan was 6.75%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Firefighters' Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Discount Rate Sensitivity.* The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability calculated using the discount rates of 6.75% for the Firefighters' Pension Plan as well as what the net pension liability would be if it were to be calculated using discount rates that is 1 percentage point lower or 1 percentage point higher than the current rates:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Discount rate	5.75%	6.75%	7.75%
Total Pension liability	\$ 31,529,742	\$ 27,769,035	\$ 24,681,054
Plan fiduciary net position	12,478,698	12,478,698	12,478,698
Net pension liability	<u>\$ 19,051,044</u>	<u>\$ 15,290,337</u>	<u>\$ 12,202,356</u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

*Changes in Net Pension Liability/(Asset).* The Village's changes in net pension liability/(asset) for the year ended June 30, 2017 was as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/Asset
	(a)	(b)	(a) - (b)
Balances at July 1, 2016	\$ 26,433,491	\$ 11,394,389	\$ 15,039,102
Service cost	611,061	-	611,061
Interest	1,779,663	-	1,779,663
Differences between expected and actual experience	303,139	-	303,139
Changes of assumptions	-	-	-
Benefit payments, including refunds of member contributions	(1,358,319)	(1,358,319)	-
Employer contributions	-	1,092,244	(1,092,244)
Employee contributions	-	205,062	(205,062)
Net investment income	-	1,179,967	(1,179,967)
Other	-	(34,645)	34,645
Balances at June 30, 2017	<u>\$ 27,769,035</u>	<u>\$ 12,478,698</u>	<u>\$ 15,290,337</u>

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.* For the year ended June 30, 2017, the Village recognized pension expense of \$2,062,923. The Village reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 272,491	\$ 4,075
Changes in assumptions	1,139,067	-
Net difference between projected and actual earnings on pension plan investments	303,808	-
Total	<u>\$ 1,715,366</u>	<u>\$ 4,075</u>

The amounts reported as deferred outflows and inflows of resources related to pension (\$1,711,291) will be recognized in pension expense as follows:

Year Ending June 30,	Net Amount
2017	\$ 580,331
2018	580,330
2019	217,539
2020	100,667
2021	189,118
Therafter	43,306
Total	<u>\$ 1,711,291</u>

**VILLAGE OF PARK FOREST**  
 NOTES TO THE FINANCIAL STATEMENTS  
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**PENSION SEGMENT INFORMATION**

*Fiduciary Net Position*

	<i>Pension Trust</i>		
	<i>Police Pension</i>	<i>Firefighters' Pension</i>	<i>Total</i>
<b>Assets</b>			
Cash	\$ 197,363	\$ 106,977	\$ 304,340
Investments	19,852,994	12,309,263	32,162,257
Receivables			
Accrued Interest	61,918	33,096	95,014
Due from other governments	98,109	37,187	135,296
Total assets	20,210,384	12,486,523	32,696,907
<b>Liabilities</b>			
Accounts payable	900	7,825	8,725
Total liabilities	900	7,825	8,725
<b>Net position</b>			
Restricted for pensions	\$ 20,209,484	\$ 12,478,698	\$ 32,688,182

**VILLAGE OF PARK FOREST**  
 NOTES TO THE FINANCIAL STATEMENTS  
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

*Changes in Plan Net Position*

	<i>Pension Trust</i>		<i>Total</i>
	<i>Police Pension</i>	<i>Firefighters' Pension</i>	
<b>Additions</b>			
Contributions			
Employer	\$ 1,897,299	\$ 1,092,244	\$ 2,989,543
Plan members	360,495	205,062	565,557
Buy back	92,426	-	92,426
Total contributions	<u>2,350,220</u>	<u>1,297,306</u>	<u>3,647,526</u>
Investment income:			
Interest	460,032	304,364	764,396
Net appreciation (depreciation) in fair value of investments	881,540	902,865	1,784,405
Total investment income	<u>1,341,572</u>	<u>1,207,229</u>	<u>2,548,801</u>
Less investment expense	77,984	27,261	105,245
Net investment income	<u>1,263,588</u>	<u>1,179,968</u>	<u>2,443,556</u>
Total additions	<u>3,613,808</u>	<u>2,477,274</u>	<u>6,091,082</u>
<b>Deductions</b>			
Administration	10,674	34,645	45,319
Benefits	2,232,968	1,358,320	3,591,288
Total deductions	<u>2,243,642</u>	<u>1,392,965</u>	<u>3,636,607</u>
Change in net position	1,370,166	1,084,309	2,454,475
Net position, beginning of year	<u>18,839,318</u>	<u>11,394,389</u>	<u>30,233,707</u>
Net position, end of year	<u>\$ 20,209,484</u>	<u>\$ 12,478,698</u>	<u>\$ 32,688,182</u>

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

**NOTE 14 – RETIREE HEALTH PLAN**

The Village administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides access to health insurance for eligible retirees and their spouses through the Village's group health insurance plan, which covers both active and retired members. A retiree is eligible to receive benefits if they fall into any one of four categories. IMRF participants hired before January 1, 2011 are eligible at age 55 with at least 8 years of service, or if they are totally and permanently disabled. IMRF participants hired after January 1, 2011 are eligible at age 62 with at least 10 years of service, or if they are totally and permanently disabled. Police officers and firefighters are eligible at age 50 with 20 years of service, or if they are medically disabled and unable to perform the duties as a police officer or firefighter. Police officers are eligible for a reduced benefit at age 60 with at least 10 years of service, but less than 20 years. Police officers and firefighters that terminate with a vested benefit are eligible for post-retirement healthcare benefits commencing at the time of separation. Spouses and dependents of retirees are eligible to continue healthcare coverage while the retiree is alive if they were enrolled at the time of retirement. Surviving spouses of employees are eligible for COBRA coverage. Surviving spouses and dependent children of police officers and firefighters that were injured in the line of duty, during an emergency, and surviving spouses of all retirees are eligible to continue healthcare coverage. Retirees, spouses, and dependents opting out of the retiree health program cannot re-enter into the program. There is no separate audited plan report available.

Contribution requirements are established through personnel policy guidelines and may be amended by the action of the governing body. The Village makes the same monthly health insurance contribution on behalf of the retiree as it makes on behalf of all other active employees during that year. Plan members receiving benefits contribute 100 percent of their premium costs. The Village pays 100% of the healthcare premiums for police officers and firefighters, their dependents and their surviving spouses and dependent children if they were injured or killed in the line of duty during an emergency. Healthcare premiums for surviving spouses are payable by the Village until remarriage.

The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Village's annual OPEB cost for the year, the amount actually contributed to plan, and changes in the Village's net OPEB obligation to the Retiree Health Plan:

Annual required contribution	\$	339,340
Interest on net OPEB obligation		69,662
Adjustment to annual required contribution		<u>(58,051)</u>
Annual OPEB cost		350,951
Contributions made		<u>(270,215)</u>
Increase in net OPEB obligation		80,736
Net OPEB Obligation - Beginning of Year		<u>1,741,541</u>
Net OPEB Obligation - End of Year	\$	<u><u>1,822,277</u></u>

**VILLAGE OF PARK FOREST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

---

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

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2017	\$ 350,951	77.00%	\$ 1,822,277
2016	350,239	69.57%	1,741,541
2015	349,500	68.27%	1,634,958

The funded status of the plan as of July 1, 2014, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$ 5,650,787
Actuarial value of plan assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 5,650,787
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 11,001,870
UAAL as a percentage of covered payroll	51.4%

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

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

**VILLAGE OF PARK FOREST**  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

---

In the July 1, 2014 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions include a 4.00 percent investment rate of return and an annual healthcare cost trend rate of 7.00 percent initially, reduced by decrements to an ultimate rate of 5.00 percent. Both rates include a 4.00 percent inflation assumption. The actuarial value of Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level dollar on an open basis. The amortization period at July 1, 2014, was 30 years.

**NOTE 15 – COMMITMENTS AND CONTINGENCIES**

From time to time, the Village is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Village's financial position or results of operations.

**NOTE 16 – EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS**

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

- Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions
- Statement No. 80, Blending Requirements for Certain Component Units - an Amendment of GASB Statement No. 14
- Statement No. 81, Irrevocable Split-Interest Agreements
- Statement No. 82, Pension Issues - an Amendment of GASB Statements No. 67, No. 68, and No. 73
- Statement No. 83, Certain Asset Retirement Obligations
- Statement No. 84, Fiduciary Activities
- Statement No. 85, Omnibus 2017
- Statement No. 86, Certain Debt Extinguishment Issues
- Statement No. 87, Leases

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

## **REQUIRED SUPPLEMENTARY INFORMATION**

**Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basis financial statements. Such information includes:**

- **Budgetary Comparison Schedules – General Fund**
- **Budgetary Comparison Schedules – Downtown Tax Increment Finance (TIF) District (Special Revenue Fund)**
- **Budgetary Comparison Schedules – Housing Authority Fund (Special Revenue Fund)**
- **Budgetary Comparison Schedules – Motor Fuel Tax Fund (Special Revenue Fund)**
- **Schedule of Changes in the Village’s Net Pension Liability and Related Ratios**
  - ▶ **Illinois Municipal Retirement Fund (IMRF)**
  - ▶ **Police Pension Fund**
  - ▶ **Firefighters’ Pension Fund**
- **Schedule of Employer Contributions**
  - ▶ **Illinois Municipal Retirement Fund (IMRF)**
  - ▶ **Police Pension Fund**
  - ▶ **Firefighters’ Pension Fund**
- **Schedule of Investment Returns**
  - ▶ **Police Pension Fund**
  - ▶ **Firefighters’ Pension Fund**
- **Schedule of Employer’s Contributions and Schedule of Funding Progress**
  - ▶ **Retirees’ Health Plan**

### **Notes to the Required Supplementary Information**

- **Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles**

**VILLAGE OF PARK FOREST**  
**GENERAL FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>REVENUES</b>				
Property taxes	\$ 14,071,442	\$ 14,071,442	\$ 14,137,559	\$ 13,090,403
Other taxes	2,080,000	2,080,000	2,151,520	2,302,404
Licenses, permits and fees	1,261,100	1,261,100	1,273,450	1,251,652
Intergovernmental	2,617,308	5,534,703	5,234,541	2,978,049
Charges for services	1,391,278	1,423,278	1,450,121	1,646,401
Fines and forfeitures	354,100	354,100	531,119	554,821
Miscellaneous	249,350	249,350	538,464	405,999
Investment income	40,000	40,000	43,227	88,541
Total Revenues	<u>22,064,578</u>	<u>25,013,973</u>	<u>25,360,001</u>	<u>22,318,270</u>
<b>EXPENDITURES</b>				
Current:				
General government	3,833,601	4,488,323	3,152,473	3,640,187
Law enforcement	8,659,054	8,839,352	8,696,600	7,931,898
Fire and emergency	4,748,102	5,172,461	4,757,280	4,367,752
Public works	1,530,044	4,878,873	4,528,261	1,497,964
Public health	1,024,508	1,024,508	867,469	936,108
Recreation and parks	2,847,220	3,034,018	2,797,207	2,566,798
Economic development	671,137	671,137	608,796	569,449
Community development	654,421	696,421	652,989	647,521
Capital outlay	-	-	222,341	526,215
Total Expenditures	<u>23,968,087</u>	<u>28,805,093</u>	<u>26,283,416</u>	<u>22,683,892</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,903,509)</u>	<u>(3,791,120)</u>	<u>(923,415)</u>	<u>(365,622)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	1,036,593	1,036,593	976,593	1,054,477
Transfers out	<u>(755,036)</u>	<u>(1,264,036)</u>	<u>(954,036)</u>	<u>(1,562,386)</u>
Total Other Financing Sources (Uses)	<u>281,557</u>	<u>(227,443)</u>	<u>22,557</u>	<u>(507,909)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (1,621,952)</u>	<u>\$ (4,018,563)</u>	(900,858)	(873,531)
FUND BALANCE - Beginning of Year			<u>13,893,435</u>	<u>14,766,966</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 12,992,577</u>	<u>\$ 13,893,435</u>

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

**VILLAGE OF PARK FOREST**  
**DOWNTOWN TAX INCREMENT FINANCE DISTRICT FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES</b>				
Taxes				
Property taxes - general	\$ 196,150	\$ 196,150	\$ 204,165	\$ 190,581
Incremental property taxes	665,458	665,458	758,292	1,024,770
Investment income	50	50	82	110
Total Revenues	<u>861,658</u>	<u>861,658</u>	<u>962,539</u>	<u>1,215,461</u>
<b>EXPENDITURES</b>				
Current				
Economic development				
Professional services	20,000	20,000	426	1,581
Property tax rebates	250,000	250,000	121,386	179,289
Debt Service				
Principal repayment	935,000	935,000	935,000	875,000
Interest and fiscal charges	144,200	144,200	144,087	178,969
Total Expenditures	<u>1,349,200</u>	<u>1,349,200</u>	<u>1,200,899</u>	<u>1,234,839</u>
<b>Net Change in Fund Balance</b>	<u>\$ (487,542)</u>	<u>\$ (487,542)</u>	(238,360)	(19,378)
FUND BALANCE - Beginning of Year			<u>1,333,562</u>	<u>1,352,940</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 1,095,202</u>	<u>\$ 1,333,562</u>

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

**VILLAGE OF PARK FOREST**  
**HOUSING AUTHORITY FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES</b>				
Intergovernmental				
Federal grants	\$ 6,186,897	\$ 6,186,897	\$ 5,769,633	\$ 6,070,140
Administrative fee	426,546	426,546	437,996	452,045
Miscellaneous	-	-	1	-
Total Revenues	<u>6,613,443</u>	<u>6,613,443</u>	<u>6,207,630</u>	<u>6,522,185</u>
<b>EXPENDITURES</b>				
Current				
Housing choice vouchers program	6,285,085	6,285,085	5,798,058	6,139,732
Administration	<u>372,261</u>	<u>372,261</u>	<u>356,489</u>	<u>312,345</u>
Total Expenditures	<u>6,657,346</u>	<u>6,657,346</u>	<u>6,154,547</u>	<u>6,452,077</u>
Excess of revenues over expenditures	<u>(43,903)</u>	<u>(43,903)</u>	<u>53,083</u>	<u>70,108</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	70,000	120,000	120,000	-
Transfers out	<u>(40,000)</u>	<u>(40,000)</u>	<u>(40,000)</u>	<u>(30,000)</u>
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>80,000</u>	<u>80,000</u>	<u>(30,000)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (13,903)</u>	<u>\$ 36,097</u>	133,083	40,108
FUND BALANCE - Beginning of Year			<u>309,129</u>	<u>269,021</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 442,212</u>	<u>\$ 309,129</u>

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

**VILLAGE OF PARK FOREST**  
**MOTOR FUEL TAX FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>REVENUES</b>				
Intergovernmental				
Motor fuel tax allotments	\$ 588,259	\$ 588,259	\$ 563,520	\$ 563,952
Federal grants	1,523,000	1,779,066	147,056	89,119
Investment income	200	200	9,042	2,172
Miscellaneous	-	-	13,640	-
Total Revenues	<u>2,111,459</u>	<u>2,367,525</u>	<u>733,258</u>	<u>655,243</u>
<b>EXPENDITURES</b>				
Current				
Streets and transportation	524,537	524,537	329,708	394,194
Capital outlay	<u>1,907,500</u>	<u>2,227,583</u>	<u>378,984</u>	<u>187,701</u>
Total Expenditures	<u>2,432,037</u>	<u>2,752,120</u>	<u>708,692</u>	<u>581,895</u>
<b>Net Change in Fund Balance</b>	<u>\$ (320,578)</u>	<u>\$ (384,595)</u>	24,566	73,348
FUND BALANCE - Beginning of Year			<u>1,364,732</u>	<u>1,291,384</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 1,389,298</u>	<u>\$ 1,364,732</u>

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

**VILLAGE OF PARK FOREST**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY  
AND RELATED RATIOS  
Last Three Fiscal Years

	<b>2015</b>		
	<u>Village</u>	<u>Library</u>	<u>Total</u>
<b>Total pension liability</b>			
Service cost	\$ 728,963	\$ 65,764	\$ 794,727
Interest	2,707,004	244,214	2,951,218
Differences between expected and actual experience	(458,598)	(41,373)	(499,971)
Changes of assumptions	1,585,006	143,237	1,728,243
Benefit payments, including refunds of member contributions	<u>(1,945,598)</u>	<u>(175,524)</u>	<u>(2,121,122)</u>
<b>Net change in total pension liability</b>	2,616,777	236,318	2,853,095
<b>Total pension liability - beginning</b>	<u>36,707,712</u>	<u>3,305,054</u>	<u>40,012,766</u>
<b>Total pension liability - ending (a)</b>	<u>\$ 39,324,489</u>	<u>\$ 3,541,372</u>	<u>\$ 42,865,861</u>
<b>Plan fiduciary net position</b>			
Employer contributions	\$ 805,314	\$ 72,652	\$ 877,966
Employee contributions	288,013	25,983	313,996
Net investment income	2,129,847	192,146	2,321,993
Benefit payments, including refunds of member contributions	(1,945,598)	(175,524)	(2,121,122)
Other (net transfer)	<u>(644,304)</u>	<u>(58,126)</u>	<u>(702,430)</u>
<b>Net change in plan fiduciary net position</b>	633,272	57,131	690,403
<b>Plan fiduciary net position - beginning</b>	<u>35,347,456</u>	<u>3,182,581</u>	<u>38,530,037</u>
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 35,980,728</u>	<u>\$ 3,239,712</u>	<u>\$ 39,220,440</u>
<b>Employer's net pension liability - ending (a) - (b)</b>	<u>\$ 3,343,761</u>	<u>\$ 301,660</u>	<u>\$ 3,645,421</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>			91.50%
<b>Covered-employee payroll</b>			\$ 6,991,261
<b>Employer's net pension liability as a percentage of covered-employee payroll</b>			52.14%

**Notes to Schedule:**

The Village implemented GASB Statement No. 68 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

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

2016			2017		
Village	Library	Total	Village	Library	Total
\$ 728,595	\$ 39,004	\$ 767,599	\$ 738,433	\$ 57,322	\$ 795,755
2,986,478	169,952	3,156,430	3,009,834	235,140	3,244,974
(429,352)	(22,984)	(452,336)	346,562	26,903	373,465
96,494	5,166	101,660	(146,884)	(11,402)	(158,286)
<u>(2,102,899)</u>	<u>(112,574)</u>	<u>(2,215,473)</u>	<u>(2,192,841)</u>	<u>(170,224)</u>	<u>(2,363,065)</u>
1,279,316	78,564	1,357,880	1,755,104	137,739	1,892,843
<u>39,324,489</u>	<u>3,541,372</u>	<u>42,865,861</u>	<u>40,603,805</u>	<u>3,619,936</u>	<u>44,223,741</u>
<u>\$ 40,603,805</u>	<u>\$ 3,619,936</u>	<u>\$ 44,223,741</u>	<u>\$ 42,358,909</u>	<u>\$ 3,757,675</u>	<u>\$ 46,116,584</u>
\$ 853,716	\$ 45,702	\$ 899,418	\$ 872,707	\$ 67,746	\$ 940,453
309,173	16,551	325,724	317,282	24,630	341,912
183,787	9,839	193,626	2,432,433	188,823	2,621,256
(2,102,899)	(112,574)	(2,215,473)	(2,192,841)	(170,224)	(2,363,065)
<u>(129,759)</u>	<u>(6,946)</u>	<u>(136,705)</u>	<u>328,036</u>	<u>25,464</u>	<u>353,500</u>
(885,982)	(47,428)	(933,410)	1,757,617	136,439	1,894,056
<u>35,980,728</u>	<u>3,239,712</u>	<u>39,220,440</u>	<u>35,094,746</u>	<u>3,192,284</u>	<u>38,287,030</u>
<u>\$ 35,094,746</u>	<u>\$ 3,192,284</u>	<u>\$ 38,287,030</u>	<u>\$ 36,852,363</u>	<u>\$ 3,328,723</u>	<u>\$ 40,181,086</u>
<u>\$ 5,509,059</u>	<u>\$ 427,652</u>	<u>\$ 5,936,711</u>	<u>\$ 5,506,546</u>	<u>\$ 428,952</u>	<u>\$ 5,935,498</u>
		86.58%			87.13%
		\$ 7,209,265			\$ 7,566,003
		82.35%			78.45%

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

**VILLAGE OF PARK FOREST**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
Last Three Fiscal Years

	<b>2015</b>		
	<u>Village</u>	<u>Library</u>	<u>Total</u>
Actuarially determined contribution	\$ 781,070	\$ 70,465	\$ 851,535
Contributions in relation to the actuarially determined contribution	<u>(805,314)</u>	<u>(72,652)</u>	<u>(877,966)</u>
Contribution deficiency (excess)	<u>\$ (24,244)</u>	<u>\$ (2,187)</u>	<u>\$ (26,431)</u>
Covered-employee payroll			\$ 6,991,261
Contributions as a percentage of covered-employee payroll			12.56%

**Notes to Schedule:**

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 6 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	27 years
Asset valuation method	5-Year Smoothed Market
Inflation	
Salary increases	3.75% to 14.5% including inflation
Investment rate of return	
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP 2014 Employee Mortality Table, adjusted to match current IMRF experience

Other information:

There were no benefit changes during the year.

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

2016			2017		
<u>Village</u>	<u>Library</u>	<u>Total</u>	<u>Village</u>	<u>Library</u>	<u>Total</u>
\$ 829,553	\$ 64,396	\$ 893,949	\$ 872,488	\$ 67,966	\$ 940,454
(853,716)	(45,702)	(899,418)	(872,707)	(67,746)	(940,453)
<u>\$ (24,163)</u>	<u>\$ 18,694</u>	<u>\$ (5,469)</u>	<u>\$ (219)</u>	<u>\$ 220</u>	<u>\$ 1</u>
		\$ 7,209,265			\$ 7,566,003
		12.48%			12.43%

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

**VILLAGE OF PARK FOREST**  
**POLICE PENSION FUND**

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS  
Last Four Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Total pension liability</b>				
Service cost	\$ 863,575	\$ 842,165	\$ 830,588	\$ 866,793
Interest	2,370,811	2,475,501	2,866,167	3,032,582
Differences between expected and actual experience	434,092	959,639	(858,973)	5,125
Changes of assumptions	-	2,932,481	1,671,496	-
Benefit payments, including refunds of member contributions	(2,097,951)	(2,137,079)	(2,201,354)	(2,232,968)
Other			53,570	-
<b>Net change in total pension liability</b>	<u>1,570,527</u>	<u>5,072,707</u>	<u>2,361,494</u>	<u>1,671,532</u>
<b>Total pension liability - beginning</b>	36,172,102	37,742,629	42,815,336	45,176,830
<b>Total pension liability - ending (a)</b>	<u>\$ 37,742,629</u>	<u>\$ 42,815,336</u>	<u>\$ 45,176,830</u>	<u>\$ 46,848,362</u>
<b>Plan fiduciary net position</b>				
Employer contributions	\$ 1,119,655	\$ 1,289,856	\$ 1,432,501	\$ 1,897,299
Employee contributions	315,600	329,116	335,756	360,495
Net investment income	1,528,635	170,314	418,386	1,263,637
Benefit payments, including refunds of member contributions	(2,097,951)	(2,137,079)	(2,201,354)	(2,232,968)
Administration	(34,846)	(33,524)	(17,709)	(10,724)
Other	4,511	-	53,570	92,427
<b>Net change in plan fiduciary net position</b>	<u>835,604</u>	<u>(381,317)</u>	<u>21,150</u>	<u>1,370,166</u>
<b>Plan fiduciary net position - beginning</b>	18,363,881	19,199,485	18,818,168	18,839,318
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 19,199,485</u>	<u>\$ 18,818,168</u>	<u>\$ 18,839,318</u>	<u>\$ 20,209,484</u>
<b>Village's net pension liability - ending (a) - (b)</b>	<u>\$ 18,543,144</u>	<u>\$ 23,997,168</u>	<u>\$ 26,337,512</u>	<u>\$ 26,638,878</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	50.87%	43.95%	41.70%	43.14%
<b>Covered-employee payroll</b>	\$ 3,238,090	\$ 3,293,724	\$ 3,456,912	\$ 3,610,994
<b>Village's net pension liability as a percentage of covered-employee payroll</b>	572.66%	728.57%	761.88%	737.72%

**Notes to Schedule:**

*Changes of assumptions.* For Fiscal Year 2016, the mortality assumption was updated to project mortality improvements to the valuation date using Scale BB, and the salary scale and payroll growth assumptions were updated from 5.50% to 5.00%.

The Pension implemented GASB Statement No. 67 in fiscal year 2014. Information prior to fiscal year 2014 is not available.

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

**VILLAGE OF PARK FOREST**  
**POLICE PENSION FUND**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Actuarially determined contribution	\$ 654,271	\$ 732,752	\$ 827,842	\$ 970,566
Contributions in relation to the actuarially determined contribution	663,828	739,740	873,889	1,000,943
Contribution deficiency (excess)	<u>\$ (9,557)</u>	<u>\$ (6,988)</u>	<u>\$ (46,047)</u>	<u>\$ (30,377)</u>
Covered-employee payroll	\$ 2,542,249	\$ 2,785,820	\$ 2,960,662	\$ 3,003,244
Contributions as a percentage of covered-employee payroll	26.11%	26.55%	29.52%	33.33%

**Notes to Schedule:**

The Plan implemented GASB Statement No. 67 in fiscal year 2014. Information prior to fiscal year 2014 is derived from actuarial valuations developed in conformity with GASB Statement No. 25 and 27.

Valuation date: Actuarially determined contributions are calculated as of June 30 of the current fiscal year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26 years
Asset valuation method	Market value
Inflation	3.00%
Salary increases	5.00%, average, including inflation
Investment rate of return	6.75%, net of pension plan investment expense, including inflation
Retirement age	50-62
Mortality	Mortality rates were based on the RP-2000 BCA Mortality Table

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

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 1,004,951	\$ 1,025,991	\$ 1,101,207	\$ 1,276,788	\$ 1,330,708	\$ 1,639,415
1,011,695	1,009,657	1,048,395	1,289,856	1,432,501	1,897,299
<u>\$ (6,744)</u>	<u>\$ 16,334</u>	<u>\$ 52,812</u>	<u>\$ (13,068)</u>	<u>\$ (101,793)</u>	<u>\$ (257,884)</u>
\$ 3,153,788	\$ 3,112,684	\$ 3,238,090	\$ 3,293,724	\$ 3,456,912	\$ 3,610,994
32.08%	32.44%	32.38%	39.16%	41.44%	52.54%

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

**VILLAGE OF PARK FOREST**  
**POLICE PENSION FUND**  
SCHEDULE OF INVESTMENT RETURNS  
Last Four Fiscal Years

---

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Annual money-weighted rate of return, net of investment expense	8.79%	0.82%	2.34%	6.76%

**Notes to Schedule:**

The Pension implemented GASB Statement No. 67 in fiscal year 2014.  
Information prior to fiscal year 2014 is not available.

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

**VILLAGE OF PARK FOREST  
FIREFIGHTERS' PENSION FUND**

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS  
Last Four Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Total pension liability</b>				
Service cost	\$ 555,713	\$ 552,491	\$ 626,230	\$ 611,061
Interest	1,414,899	1,468,384	1,632,351	1,779,663
Differences between expected and actual experience	(186,757)	(10,187)	17,718	303,139
Changes of assumptions	-	1,056,655	1,002,968	-
Benefit payments, including refunds of member contributions	(954,041)	(1,028,922)	(1,152,492)	(1,358,319)
<b>Net change in total pension liability</b>	<u>829,814</u>	<u>2,038,421</u>	<u>2,126,775</u>	<u>1,335,544</u>
<b>Total pension liability - beginning</b>	21,438,481	22,268,295	24,306,716	26,433,491
<b>Total pension liability - ending (a)</b>	<u>\$ 22,268,295</u>	<u>\$ 24,306,716</u>	<u>\$ 26,433,491</u>	<u>\$ 27,769,035</u>
<b>Plan fiduciary net position</b>				
Employer contributions	\$ 718,145	\$ 851,806	\$ 928,036	\$ 1,092,244
Employee contributions	189,426	195,505	201,078	205,062
Net investment income	952,022	5,452	166,949	1,179,967
Benefit payments, including refunds of member contributions	(954,041)	(1,028,922)	(1,152,492)	(1,358,319)
Administration	(23,738)	(31,506)	(16,129)	(34,645)
<b>Net change in plan fiduciary net position</b>	<u>881,814</u>	<u>(7,665)</u>	<u>127,442</u>	<u>1,084,309</u>
<b>Plan fiduciary net position - beginning</b>	10,392,798	11,274,612	11,266,947	11,394,389
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 11,274,612</u>	<u>\$ 11,266,947</u>	<u>\$ 11,394,389</u>	<u>\$ 12,478,698</u>
<b>Village's net pension liability - ending (a) - (b)</b>	<u>\$ 10,993,683</u>	<u>\$ 13,039,769</u>	<u>\$ 15,039,102</u>	<u>\$ 15,290,337</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	50.63%	46.35%	43.11%	44.94%
<b>Covered-employee payroll</b>	\$ 1,982,476	\$ 2,058,370	\$ 2,129,701	\$ 2,176,614
<b>Village's net pension liability as a percentage of covered-employee payroll</b>	554.54%	633.50%	706.16%	702.48%

**Notes to Schedule:**

*Changes of assumptions.* For Fiscal Year 2016, the mortality assumption was updated to project mortality improvements to the valuation date using Scale BB, and the salary scale and payroll growth

The Pension implemented GASB Statement No. 67 in fiscal year 2014. Information prior to fiscal year 2014 is not available.

**VILLAGE OF PARK FOREST**  
**FIREFIGHTERS' PENSION FUND**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Actuarially determined contribution	\$ 542,329	\$ 564,092	\$ 598,886	\$ 698,452
Contributions in relation to the actuarially determined contribution	567,059	585,453	646,941	732,976
Contribution deficiency (excess)	<u>\$ (24,730)</u>	<u>\$ (21,361)</u>	<u>\$ (48,055)</u>	<u>\$ (34,524)</u>
Covered-employee payroll	\$ 1,634,749	\$ 1,713,958	\$ 1,811,004	\$ 1,854,945
Contributions as a percentage of covered-employee payroll	34.69%	34.16%	35.72%	39.51%

**Notes to Schedule:**

The Plan implemented GASB Statement No. 67 in fiscal year 2014. Information prior to fiscal year 2014 is derived from actuarial valuations developed in conformity with GASB Statement No. 25 and 27.

Valuation date: Actuarially determined contributions are calculated as of June 30 of the current fiscal year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26 years
Asset valuation method	Market value
Inflation	3.00%
Salary increases	5.00%, average, including inflation
Investment rate of return	6.75%, net of pension plan investment expense, including inflation
Retirement age	50-62
Mortality	Mortality rates were based on the RP-2000 BCA Mortality Table

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

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 732,073	\$ 692,914	\$ 717,318	\$ 829,680	\$ 853,116	\$ 949,214
742,453	656,112	670,705	851,806	928,036	1,092,244
<u>\$ (10,380)</u>	<u>\$ 36,802</u>	<u>\$ 46,613</u>	<u>\$ (22,126)</u>	<u>\$ (74,920)</u>	<u>\$ (143,030)</u>
\$ 1,942,201	\$ 1,932,231	\$ 1,982,476	\$ 2,058,370	\$ 2,129,701	\$ 2,176,614
38.23%	33.96%	33.83%	41.38%	43.58%	50.18%

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

**VILLAGE OF PARK FOREST**  
**FIREFIGHTERS' PENSION FUND**  
 SCHEDULE OF INVESTMENT RETURNS  
 Last Four Fiscal Years

---

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Annual money-weighted rate of return, net of investment expense	9.57%	-0.06%	1.80%	10.22%

**Notes to Schedule:**

The Pension implemented GASB Statement No. 67 in fiscal year 2014.  
 Information prior to fiscal year 2014 is not available.

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

## VILLAGE OF PARK FOREST

### RETIREEES' HEALTH PLAN

#### SCHEDULE OF EMPLOYER CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS

For the Year Ended June 30, 2017

<u>Fiscal Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation</u>
06/30/17	\$ 339,340	79.63 %	\$ 1,822,277
06/30/16	339,340	71.80	1,741,541
06/30/15	339,340	70.31	1,634,958

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) - Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
06/30/15	\$ -	\$ 5,650,787	\$ 5,650,787	0.00%	\$ 11,001,870	51.36%
06/30/12	-	6,484,785	6,484,785	0.00%	10,499,228	61.76%
06/30/10	-	5,223,784	5,223,784	0.00%	10,384,743	50.30%

Note: GASB 45 requires an actuarial valuation every two or three years depending on the size of the plan and whether there were any significant changes made to the plan that affect the results of the valuation, including significant changes in benefit provisions, the size or composition of the population covered by the plan, or other factors that impact long-term assumptions.

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

# VILLAGE OF PARK FOREST

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION For the Year Ended June 30, 2017

---

### ***BUDGETARY INFORMATION***

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The budget is as amended by the **Board of Trustees on April 20, 2015**. All annual appropriations lapse at fiscal year end. The Village budgets for all funds.

All departments of the Village submit requests for budgets to the Village Manager so that a budget may be prepared. The budget is prepared by fund, function, department and object, and includes information on the past year, current year budget, current year estimates and requested budget for the next fiscal year. The proposed budget is presented to the Board of Trustees for review. The Board of Trustees holds public hearings and may add to, subtract from, or change budgeted amounts, but may not change the form of the budget.

Prior to July 1st, the budget, which by State law also serves as the appropriation ordinance, is adopted by the Board of Trustees and constitutes the legal budget of the Village. The Village Manager is authorized to transfer budgeted amounts between departments within any fund; however, the Board of Trustees must approve any revisions that alter the total expenditures of any fund. State statutes establish that expenditures may not legally exceed budgeted appropriation at the fund level.

## **SUPPLEMENTARY INFORMATION**

***Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.***

***Such statements and schedules include:***

- ***Detailed Budgetary Comparison Schedules – General Fund***
- ***Combining Statements – Nonmajor Governmental Funds***
- ***Budgetary Comparison Schedules – Nonmajor Governmental Funds***
- ***Budgetary Comparison Schedules – Major Governmental Debt Service and Capital Projects Funds***
- ***Combining Statements – Nonmajor Enterprise Funds***
- ***Budgetary Comparison Schedules – Enterprise Funds***
- ***Budgetary Comparison Schedules – Internal Service Fund***
- ***Combining Statements – Pension Trust Funds***
- ***Budgetary Comparison Schedules – Pension Trust Funds***
- ***Schedules of Debt Service Requirements***

***Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.***

**VILLAGE OF PARK FOREST**  
**GENERAL FUND**  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL -  
For the Year Ended June 30, 2017  
with Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>PROPERTY TAXES</b>				
Property taxes - general	\$ 11,490,359	\$ 11,490,359	\$ 11,470,016	\$ 10,751,866
Property taxes - pension	<u>2,581,083</u>	<u>2,581,083</u>	<u>2,667,543</u>	<u>2,338,537</u>
Total Property taxes	<u>14,071,442</u>	<u>14,071,442</u>	<u>14,137,559</u>	<u>13,090,403</u>
<b>OTHER TAXES</b>				
Municipal sales	780,000	780,000	834,882	812,043
Municipal utility	1,200,000	1,200,000	1,128,093	1,093,283
Real estate transfer tax	80,000	80,000	165,895	371,061
Video gaming tax	<u>20,000</u>	<u>20,000</u>	<u>22,650</u>	<u>26,017</u>
Total other taxes	<u>2,080,000</u>	<u>2,080,000</u>	<u>2,151,520</u>	<u>2,302,404</u>
<b>LICENSES, PERMITS AND FEES</b>				
Liquor licenses	6,000	6,000	12,995	10,825
Other business licenses	58,000	58,000	55,474	50,301
Cable television franchise fees	320,000	320,000	331,664	349,088
Non-business licenses and permits	<u>877,100</u>	<u>877,100</u>	<u>873,317</u>	<u>841,438</u>
Total Licenses, Permits And Fees	<u>1,261,100</u>	<u>1,261,100</u>	<u>1,273,450</u>	<u>1,251,652</u>
<b>INTERGOVERNMENTAL</b>				
Replacement taxes - general	193,000	193,000	206,088	181,883
Replacement taxes - pension	22,000	22,000	22,000	22,000
State income tax	2,350,000	2,350,000	2,078,045	2,201,109
State grants	52,308	2,622,682	2,600,753	558,306
Federal grants	-	<u>347,021</u>	<u>327,655</u>	<u>14,751</u>
Total intergovernmental	<u>2,617,308</u>	<u>5,534,703</u>	<u>5,234,541</u>	<u>2,978,049</u>
<b>CHARGES FOR SERVICES</b>				
Indirect cost from library	55,208	55,208	42,539	41,018
Taxi service fees	6,200	6,200	2,980	6,084
Freedom hall rental	21,000	21,000	21,736	30,416
Freedom hall events	4,000	4,000	2,311	3,791
Freedom hall series	85,000	85,000	69,241	63,038
Merchandising and jobbing	-	32,000	119,277	242,251
Police/fire reports	1,500	1,500	2,448	2,383
Professional services	2,400	2,400	2,359	2,520
Jolly trolley	22,000	22,000	19,660	19,044
Home nursing services	23,000	23,000	32,561	27,914
Office nursing services	15,000	15,000	9,247	16,029
Health clinic fees	300	300	271	122
Medicare/public aid fees	266,700	266,700	249,077	257,576
Recreation program fees	290,000	290,000	228,150	269,390
Recreation center usage fees	35,000	35,000	38,195	31,859
Printing/copying/handling charges	320	320	420	355
Inspection fees	65,000	65,000	67,130	63,275

**VILLAGE OF PARK FOREST**  
**GENERAL FUND**  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL -  
For the Year Ended June 30, 2017  
with Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
Miscellaneous charges	\$ -	\$ -	\$ 14	\$ -
Paramedic services, net of collection fees	446,500	446,500	493,105	505,987
Multifamily inspection fees	25,000	25,000	22,250	17,550
Carnival proceeds	-	-	-	18,649
Contractual nursing services	27,150	27,150	27,150	27,150
Total charges for services	<u>1,391,278</u>	<u>1,423,278</u>	<u>1,450,121</u>	<u>1,646,401</u>
<b>FINES AND FORFEITURES</b>				
Court fines	60,100	60,100	195,983	175,545
Administrative hearing fines	185,000	185,000	143,594	151,807
Other fines and forfeitures	109,000	109,000	191,542	227,469
Total fines and forfeitures	<u>354,100</u>	<u>354,100</u>	<u>531,119</u>	<u>554,821</u>
<b>MISCELLANEOUS</b>				
Assets and inventory sales	100	100	405	39,415
Property lease	176,000	176,000	216,657	197,266
Contributions	-	-	38,683	17,239
Other	73,250	73,250	282,719	152,079
Total Miscellaneous	<u>249,350</u>	<u>249,350</u>	<u>538,464</u>	<u>405,999</u>
Investment income	40,000	40,000	43,227	88,541
TOTAL REVENUES	<u>\$ 22,064,578</u>	<u>\$ 25,013,973</u>	<u>\$ 25,360,001</u>	<u>\$ 22,318,270</u>

**VILLAGE OF PARK FOREST**  
**GENERAL FUND**  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>GENERAL GOVERNMENT</b>				
Manager's office/personnel	\$ 2,129,211	\$ 2,408,861	\$ 1,575,331	\$ 2,027,036
Board of trustees and elected officials	141,022	141,022	136,765	128,086
Municipal commissions and elected officials	17,844	34,916	20,995	20,640
Legal	242,465	242,465	234,990	160,077
Financial administration	1,303,059	1,661,059	1,184,392	1,304,348
Capital outlay	-	-	19,990	364,771
Total General government	<u>3,833,601</u>	<u>4,488,323</u>	<u>3,172,463</u>	<u>4,004,958</u>
<b>LAW ENFORCEMENT</b>				
General support	6,904,957	7,085,255	6,799,301	6,499,397
Pension contributions	1,754,097	1,754,097	1,897,299	1,432,501
Capital outlay	-	-	54,590	19,915
Total Law enforcement	<u>8,659,054</u>	<u>8,839,352</u>	<u>8,751,190</u>	<u>7,951,813</u>
<b>FIRE AND EMERGENCY</b>				
General support	3,710,912	4,135,271	3,665,036	3,439,716
Pension contributions	1,037,190	1,037,190	1,092,244	928,036
Capital outlay	-	-	106,766	39,189
Total Fire and emergency	<u>4,748,102</u>	<u>5,172,461</u>	<u>4,864,046</u>	<u>4,406,941</u>
<b>PUBLIC HEALTH</b>				
General support	<u>1,024,508</u>	<u>1,024,508</u>	<u>867,469</u>	<u>936,108</u>
Total Public health	<u>1,024,508</u>	<u>1,024,508</u>	<u>867,469</u>	<u>936,108</u>
<b>RECREATION AND PARKS</b>				
General support	940,032	940,032	900,449	844,467
Freedom hall	389,771	409,771	355,337	326,653
Buildings and grounds	466,636	479,636	449,628	332,647
Parks and facilities maintenance	637,267	718,069	673,650	618,306
Fee supported recreational programs	413,514	486,510	418,143	444,725
Capital outlay	-	-	40,995	86,995
Total Recreation and parks	<u>2,847,220</u>	<u>3,034,018</u>	<u>2,838,202</u>	<u>2,653,793</u>
<b>PUBLIC WORKS</b>				
Streets and transportation	1,530,044	4,878,873	4,528,261	1,497,964
Capital outlay	-	-	-	15,345
Total Public works	<u>1,530,044</u>	<u>4,878,873</u>	<u>4,528,261</u>	<u>1,513,309</u>

**VILLAGE OF PARK FOREST**  
**GENERAL FUND**  
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2017  
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>COMMUNITY DEVELOPMENT</b>				
General support	\$ 654,421	\$ 696,421	\$ 652,989	\$ 647,521
Total community development	<u>654,421</u>	<u>696,421</u>	<u>652,989</u>	<u>647,521</u>
<b>ECONOMIC DEVELOPMENT</b>				
General support	<u>671,137</u>	<u>671,137</u>	<u>608,796</u>	<u>569,449</u>
Total Economic Development	<u>671,137</u>	<u>671,137</u>	<u>608,796</u>	<u>569,449</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 23,968,087</u>	<u>\$ 28,805,093</u>	<u>\$ 26,283,416</u>	<u>\$ 22,683,892</u>

# VILLAGE OF PARK FOREST

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS As of June 30, 2017

---

	<u>Cook County Community Development Block Grant</u>	<u>Foreign Fire Insurance</u>	<u>Total Nonmajor Governmental Funds</u>
<b>ASSETS</b>			
Cash and cash equivalents	<u>\$ 74,001</u>	<u>\$ 11,399</u>	<u>\$ 85,400</u>
<b>TOTAL ASSETS</b>	<u>\$ 74,001</u>	<u>\$ 11,399</u>	<u>\$ 85,400</u>
<b>FUND BALANCES</b>			
Fund Balances			
Restricted for:			
Public safety	-	11,399	11,399
Community development	<u>74,001</u>	<u>-</u>	<u>74,001</u>
Total Fund Balances	<u>74,001</u>	<u>11,399</u>	<u>85,400</u>
<b>TOTAL FUND BALANCES</b>	<u>\$ 74,001</u>	<u>\$ 11,399</u>	<u>\$ 85,400</u>

## VILLAGE OF PARK FOREST

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2017

	<u>Cook County Community Development Block Grant</u>	<u>Foreign Fire Insurance</u>	<u>Total Nonmajor Governmental Funds</u>
<b>REVENUES</b>			
Foreign fire insurance tax	\$ -	\$ 16,362	\$ 16,362
Total Revenues	<u>-</u>	<u>16,362</u>	<u>16,362</u>
<b>EXPENDITURES</b>			
Current			
Fire and emergency	-	18,493	18,493
Total Expenditures	<u>-</u>	<u>18,493</u>	<u>18,493</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(2,131)</u>	<u>(2,131)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>74,000</u>	-	<u>74,000</u>
Total Other Financing Sources (Uses)	<u>74,000</u>	<u>-</u>	<u>74,000</u>
<b>Net Change in Fund Balances</b>	74,000	(2,131)	71,869
FUND BALANCES - Beginning of Year	<u>1</u>	<u>13,530</u>	<u>13,531</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 74,001</u>	<u>\$ 11,399</u>	<u>\$ 85,400</u>

**VILLAGE OF PARK FOREST**  
**COOK COUNTY COMMUNITY DEVELOPMENT BLOCK GRANT FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>REVENUES</b>				
Intergovernmental				
Federal grants	\$ -	\$ 200,000	\$ -	\$ -
Total Revenues	<u>-</u>	<u>200,000</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital outlay	-	274,000	-	-
Total Expenditures	<u>-</u>	<u>274,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(74,000)</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers in	-	74,000	74,000	-
Total Other Financing Sources	<u>-</u>	<u>74,000</u>	<u>74,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	74,000	-
FUND BALANCE - Beginning of Year			<u>1</u>	<u>1</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 74,001</u>	<u>\$ 1</u>

**VILLAGE OF PARK FOREST**  
**FOREIGN FIRE INSURANCE FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES</b>				
Other Taxes				
Foreign fire insurance tax	\$ 18,165	\$ 18,165	\$ 16,362	\$ 18,165
Total Revenues	<u>18,165</u>	<u>18,165</u>	<u>16,362</u>	<u>18,165</u>
<b>EXPENDITURES</b>				
Current				
Fire and emergency	18,165	18,165	18,493	18,436
Total Expenditures	<u>18,165</u>	<u>18,165</u>	<u>18,493</u>	<u>18,436</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	(2,131)	(271)
FUND BALANCE - Beginning of Year			13,530	13,801
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 11,399</u>	<u>\$ 13,530</u>

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES</b>				
Property taxes - general	\$ 197,150	\$ 197,150	\$ 202,390	\$ 193,799
Interest income	140	140	1,198	427
Total Revenues	<u>197,290</u>	<u>197,290</u>	<u>203,588</u>	<u>194,226</u>
<b>EXPENDITURES</b>				
Debt service				
Principal repayment	175,000	175,000	175,000	165,000
Interest and fiscal charges	<u>60,850</u>	<u>60,850</u>	<u>60,828</u>	<u>64,228</u>
Total Expenditures	<u>235,850</u>	<u>235,850</u>	<u>235,828</u>	<u>229,228</u>
<b>Net Change in Fund Balance</b>	<u>\$ (38,560)</u>	<u>\$ (38,560)</u>	(32,240)	(35,002)
FUND BALANCE - Beginning of Year			<u>289,184</u>	<u>324,186</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 256,944</u>	<u>\$ 289,184</u>

**VILLAGE OF PARK FOREST**  
**CAPITAL PROJECTS FUND**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>REVENUES</b>				
State grants	\$ 370,000	\$ 370,000	\$ 142,152	\$ 82,075
Other	5,000	5,000	5,000	15,863
Interest income	-	-	1	-
Total Revenues	<u>375,000</u>	<u>375,000</u>	<u>147,153</u>	<u>97,938</u>
<b>EXPENDITURES</b>				
Economic development				
Professional services	76,000	76,000	67,216	33,777
Repairs and maintenance	399,000	399,000	261,678	138,959
Utilities	1,000	1,000	375	376
General government				
Employee support	4,465	4,465	1,673	15
Professional services	43,000	43,000	29,304	850
Repairs and maintenance	433,491	433,491	32,090	67,164
Miscellaneous	16,850	16,850	936	2,815
Capital outlay	120,000	120,000	71,514	16,851
Recreation and parks				
Professional services	-	-	265	-
Capital outlay	125,000	257,001	174,339	16,250
Public works				
Capital outlay	34,000	34,000	-	-
Economic development				
Capital outlay	35,000	35,000	240	20,600
Total Expenditures	<u>1,287,806</u>	<u>1,419,807</u>	<u>639,630</u>	<u>297,657</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(912,806)</u>	<u>(1,044,807)</u>	<u>(492,477)</u>	<u>(199,719)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	160,000	160,000	160,000	1,047,350
Transfers out	-	-	(74,000)	-
Total Other Financing Sources (Uses)	<u>160,000</u>	<u>160,000</u>	<u>86,000</u>	<u>1,047,350</u>
<b>Net Change in Fund Balance</b>	<u>\$ (752,806)</u>	<u>\$ (884,807)</u>	(406,477)	847,631
FUND BALANCE - Beginning of Year			<u>2,066,020</u>	<u>1,218,389</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 1,659,543</u>	<u>\$ 2,066,020</u>

## VILLAGE OF PARK FOREST

### COMBINING STATEMENT OF NET POSITION NONMAJOR ENTERPRISE FUNDS As of June 30, 2017

	<u>Refuse</u>	<u>Municipal Parking Lot</u>	<u>Aqua Center</u>	<u>Tennis and Health Club</u>
<b>ASSETS</b>				
Current Assets				
Cash and cash equivalents	\$ 398,816	\$ 89,035	\$ 496,918	\$ 92,628
Receivables				
Property taxes	-	-	25,347	-
Accounts	145,253	-	2,297	-
Prepaid items	-	-	44,830	-
Total Current Assets	<u>544,069</u>	<u>89,035</u>	<u>569,392</u>	<u>92,628</u>
Noncurrent Assets				
Capital Assets				
Land	-	156,825	25,925	50,570
Capital assets being depreciated	-	2,226,992	2,111,625	1,221,644
Accumulated depreciation	-	<u>(1,856,419)</u>	<u>(1,345,630)</u>	<u>(1,181,991)</u>
Total Noncurrent Assets	<u>-</u>	<u>527,398</u>	<u>791,920</u>	<u>90,223</u>
Total Assets	<u>544,069</u>	<u>616,433</u>	<u>1,361,312</u>	<u>182,851</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows related to pensions	9,652	13,268	12,108	57,208
Deferred charge on refunding	-	-	<u>1,256</u>	<u>-</u>
Total Deferred Outflows of Resources	<u>9,652</u>	<u>13,268</u>	<u>13,364</u>	<u>57,208</u>
<b>LIABILITIES</b>				
Current Liabilities				
Accounts payable	96,214	650	29,667	-
Accrued payroll	1,131	2,390	3,689	5,285
Unearned for other	-	-	20,239	9,649
General obligation bonds - current	-	-	<u>39,274</u>	<u>-</u>
Total Current Liabilities	<u>97,345</u>	<u>3,040</u>	<u>92,869</u>	<u>14,934</u>
Noncurrent Liabilities				
Net pension liability	<u>18,559</u>	<u>25,508</u>	<u>23,279</u>	<u>109,992</u>
Total Noncurrent Liabilities	<u>18,559</u>	<u>25,508</u>	<u>23,279</u>	<u>109,992</u>
Total Liabilities	<u>115,904</u>	<u>28,548</u>	<u>116,148</u>	<u>124,926</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows related to pensions	<u>1,278</u>	<u>1,757</u>	<u>1,604</u>	<u>7,577</u>
Total Deferred Inflows of Resources	<u>1,278</u>	<u>1,757</u>	<u>1,604</u>	<u>7,577</u>
<b>NET POSITION</b>				
Net investment in capital assets	-	527,398	753,902	90,223
Unrestricted	<u>436,539</u>	<u>71,998</u>	<u>503,022</u>	<u>17,333</u>
<b>TOTAL NET POSITION</b>	<u>\$ 436,539</u>	<u>\$ 599,396</u>	<u>\$ 1,256,924</u>	<u>\$ 107,556</u>

---

Total Nonmajor  
Enterprise  
Funds

\$ 1,077,397

25,347

147,550

44,830

1,295,124

233,320

5,560,261

(4,384,040)

1,409,541

2,704,665

92,236

1,256

93,492

126,531

12,495

29,888

39,274

208,188

177,338

177,338

385,526

12,216

12,216

1,371,523

1,028,892

\$ 2,400,415

## VILLAGE OF PARK FOREST

COMBINING STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN FUND NET POSITION  
NONMAJOR ENTERPRISE FUNDS  
For the Year Ended June 30, 2017

	Refuse	Municipal Parking Lot	Aqua Center	Tennis and Health Club
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,386,491	\$ 106,053	\$ 153,336	\$ 237,711
Total Operating Revenues	<u>1,386,491</u>	<u>106,053</u>	<u>153,336</u>	<u>237,711</u>
<b>OPERATING EXPENSES</b>				
Operations	1,188,627	114,573	352,654	349,041
Depreciation	-	36,096	59,964	2,989
Total Operating Expenses	<u>1,188,627</u>	<u>150,669</u>	<u>412,618</u>	<u>352,030</u>
Operating Income (Loss)	<u>197,864</u>	<u>(44,616)</u>	<u>(259,282)</u>	<u>(114,319)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Property taxes	-	-	42,467	-
Interest income	1,800	(2)	2,337	372
Interest and fiscal charges	-	-	(3,466)	-
Total Non-Operating Revenues (Expenses)	<u>1,800</u>	<u>(2)</u>	<u>41,338</u>	<u>372</u>
Net Income (Loss) Before Contributions and Transfers	<u>199,664</u>	<u>(44,618)</u>	<u>(217,944)</u>	<u>(113,947)</u>
<b>CONTRIBUTIONS AND TRANSFERS</b>				
Contributions	-	-	-	4,475
Transfers in	-	-	374,000	145,000
Transfers out	(106,154)	-	(17,640)	(20,000)
Total Contributions and Transfers	<u>(106,154)</u>	<u>-</u>	<u>356,360</u>	<u>129,475</u>
<b>Change in Net Position</b>	<u>93,510</u>	<u>(44,618)</u>	<u>138,416</u>	<u>15,528</u>
NET POSITION - Beginning of Year	<u>343,029</u>	<u>644,014</u>	<u>1,118,508</u>	<u>92,028</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 436,539</u>	<u>\$ 599,396</u>	<u>\$ 1,256,924</u>	<u>\$ 107,556</u>

---

Total Nonmajor  
Enterprise  
Funds

\$ 1,883,591  
1,883,591

2,004,895  
99,049  
2,103,944

(220,353)

42,467  
4,507  
(3,466)

43,508

(176,845)

4,475  
519,000  
(143,794)  
379,681

202,836

2,197,579

\$ 2,400,415

## VILLAGE OF PARK FOREST

### COMBINING STATEMENT OF CASH FLOWS NONMAJOR ENTERPRISE FUNDS For the Year Ended June 30, 2017

	Refuse	Municipal Parking Lot	Aqua Center	Tennis and Health Club
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Received from customers and users	\$ 1,375,510	\$ 106,053	\$ 132,222	\$ 238,886
Payments to suppliers	(1,161,226)	(69,372)	(263,799)	(181,964)
Payments to employees	(22,294)	(42,368)	(146,363)	(161,445)
Miscellaneous revenue	-	-	-	4,475
Net Cash Flows From Operating Activities	<u>191,990</u>	<u>(5,687)</u>	<u>(277,940)</u>	<u>(100,048)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income received	1,800	(2)	2,337	372
Net Cash Flows From Investing Activities	<u>1,800</u>	<u>(2)</u>	<u>2,337</u>	<u>372</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers in	-	-	374,000	145,000
Transfers out	(106,154)	-	(17,640)	(20,000)
Property taxes	-	-	42,467	-
Net Cash Flows From Noncapital Financing Activities	<u>(106,154)</u>	<u>-</u>	<u>398,827</u>	<u>125,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Principal paid on debt	-	-	(39,250)	-
Interest paid on debt	-	-	(2,208)	-
Net Cash Flows From Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(41,458)</u>	<u>-</u>
<b>Net Change in Cash and Cash Equivalents</b>	87,636	(5,689)	81,766	25,324
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>311,180</u>	<u>94,724</u>	<u>415,152</u>	<u>67,304</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 398,816</u>	<u>\$ 89,035</u>	<u>\$ 496,918</u>	<u>\$ 92,628</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 197,864	\$ (44,616)	\$ (259,282)	\$ (114,319)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities				
Depreciation	-	36,096	59,964	2,989
Other income	-	-	-	4,475
Changes in assets and liabilities				
(Increase) decrease in current assets	(8,940)	4,108	(31,359)	17,228
Increase (decrease) in current liabilities	<u>3,066</u>	<u>(1,275)</u>	<u>(47,263)</u>	<u>(10,421)</u>
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<u>\$ 191,990</u>	<u>\$ (5,687)</u>	<u>\$ (277,940)</u>	<u>\$ (100,048)</u>
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
None				

---

Totals  
\$ 1,852,671  
(1,676,361)  
(372,470)  
4,475  
(191,685)

4,507  
4,507

519,000  
(143,794)  
42,467  
417,673

(39,250)  
(2,208)  
(41,458)

189,037  
888,360

\$ 1,077,397

\$ (220,353)

99,049  
4,475  
(18,963)  
(55,893)

\$ (191,685)

**VILLAGE OF PARK FOREST  
WATER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
Water sales	\$ 6,474,127	\$ 6,474,127	\$ 6,172,793	\$ 6,065,609
Other charges	<u>489,800</u>	<u>489,800</u>	<u>1,237,025</u>	<u>404,441</u>
Total Operating Revenues	<u>6,963,927</u>	<u>6,963,927</u>	<u>7,409,818</u>	<u>6,470,050</u>
<b>OPERATING EXPENSES</b>				
Administration				
General support				
Salaries and wages	566,031	566,031	453,079	466,013
Employee support	114,413	114,413	91,880	151,042
Insurance	390,468	390,468	218,614	245,508
Professional services	83,542	83,542	98,871	74,475
Maintenance	11,080	11,080	2,928	1,642
Operating supplies	4,800	4,800	569	2,658
Utilities	1,700	1,700	13,823	14,763
Miscellaneous	40,500	40,500	36,455	37,576
Leases and rentals	2,275	2,275	2,275	2,082
Capital maintenance	<u>5,700</u>	<u>5,700</u>	<u>2,397</u>	<u>3,674</u>
Total administration	<u>1,220,509</u>	<u>1,220,509</u>	<u>920,891</u>	<u>999,433</u>
Operations				
Water purification				
Salaries and wages	501,930	501,930	476,676	454,500
Employee support	100,789	100,789	120,831	145,643
Professional services	15,500	15,500	18,458	15,157
Maintenance	393,000	393,000	335,784	373,736
Operating supplies	667,000	667,000	564,262	524,801
Utilities	163,100	163,100	179,282	166,749
Leases and rentals	8,807	8,807	7,190	6,930
Capital maintenance	<u>161,900</u>	<u>161,900</u>	<u>90,103</u>	<u>147,598</u>
Total water purification	<u>2,012,026</u>	<u>2,012,026</u>	<u>1,792,586</u>	<u>1,835,114</u>

**VILLAGE OF PARK FOREST  
WATER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
Distributions to customers				
Salaries and wages	327,901	327,901	435,902	426,936
Employee support	65,842	65,842	110,607	136,392
Maintenance	438,100	438,100	394,055	273,152
Operating supplies	46,000	46,000	60,174	41,461
Capital maintenance	40,000	40,000	-	8,490
Leases and rentals	<u>126,530</u>	<u>126,530</u>	<u>126,030</u>	<u>115,890</u>
Total distributions to customers	<u>1,044,373</u>	<u>1,044,373</u>	<u>1,126,768</u>	<u>1,002,321</u>
Total operations	<u>3,056,399</u>	<u>3,056,399</u>	<u>2,919,354</u>	<u>2,837,435</u>
Depreciation				
Depreciation	<u>759,283</u>	<u>759,283</u>	<u>796,860</u>	<u>731,348</u>
Total depreciation	<u>759,283</u>	<u>759,283</u>	<u>796,860</u>	<u>731,348</u>
Total Operating Expenses	<u>5,036,191</u>	<u>5,036,191</u>	<u>4,637,105</u>	<u>4,568,216</u>
Operating income	<u>1,927,736</u>	<u>1,927,736</u>	<u>2,772,713</u>	<u>1,901,834</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest income	90	90	22,818	303
Interest expense	<u>(471,164)</u>	<u>(471,164)</u>	<u>(297,378)</u>	<u>(300,330)</u>
Total Non-Operating Revenues (Expenses)	<u>(471,074)</u>	<u>(471,074)</u>	<u>(274,560)</u>	<u>(300,027)</u>
Net Income Before Transfers	<u>1,456,662</u>	<u>1,456,662</u>	<u>2,498,153</u>	<u>1,601,807</u>
<b>TRANSFERS</b>				
Transfers out	<u>(667,360)</u>	<u>(667,360)</u>	<u>(667,360)</u>	<u>(724,145)</u>
Net Transfers	<u>(667,360)</u>	<u>(667,360)</u>	<u>(667,360)</u>	<u>(724,145)</u>
Change in net position	<u>\$ 789,302</u>	<u>\$ 789,302</u>	1,830,793	877,662
NET POSITION - Beginning of Year			<u>15,087,446</u>	<u>14,209,784</u>
NET POSITION - END OF YEAR			<u>\$ 16,918,239</u>	<u>\$ 15,087,446</u>

**VILLAGE OF PARK FOREST  
SEWER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
Sewer usage fees	\$ 1,185,000	\$ 1,185,000	\$ 1,123,947	\$ 1,154,207
Other charges	<u>3,500</u>	<u>3,500</u>	<u>5,382</u>	<u>2,550</u>
Total Operating Revenues	<u>1,188,500</u>	<u>1,188,500</u>	<u>1,129,329</u>	<u>1,156,757</u>
<b>OPERATING EXPENSES</b>				
Sewerage				
Salaries and wages	362,556	362,556	337,694	294,009
Employee support	72,802	72,802	97,370	101,781
Insurance	101,526	101,526	49,833	61,304
Professional services	45,106	45,106	22,858	21,609
Maintenance	382,300	382,300	137,493	214,891
Operating supplies	3,500	3,500	1,223	4,733
Utilities	20,000	20,000	19,914	18,915
Miscellaneous	9,000	9,000	7,660	7,619
Leases and rentals	31,577	31,577	31,377	28,845
Capital maintenance	<u>112,000</u>	<u>112,000</u>	<u>37,311</u>	<u>68,658</u>
Total sewerage	<u>1,140,367</u>	<u>1,140,367</u>	<u>742,733</u>	<u>822,364</u>
Depreciation	<u>174,366</u>	<u>174,366</u>	<u>151,662</u>	<u>135,922</u>
Total Operating Expenses	<u>1,314,733</u>	<u>1,314,733</u>	<u>894,395</u>	<u>958,286</u>
Operating income	<u>(126,233)</u>	<u>(126,233)</u>	<u>234,934</u>	<u>198,471</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest income	15	15	55	199
Other income	-	-	-	308
Interest expense	<u>(10,204)</u>	<u>(10,204)</u>	<u>(10,204)</u>	<u>(10,766)</u>
Total Non-Operating Revenues (Expenses)	<u>(10,189)</u>	<u>(10,189)</u>	<u>(10,149)</u>	<u>(10,259)</u>
Net Income Before Transfers	<u>(136,422)</u>	<u>(136,422)</u>	<u>224,785</u>	<u>188,212</u>

**VILLAGE OF PARK FOREST  
SEWER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>TRANSFERS</b>				
Transfers out	<u>(125,439)</u>	<u>(125,439)</u>	<u>(125,439)</u>	<u>(147,692)</u>
Net Transfers	<u>(125,439)</u>	<u>(125,439)</u>	<u>(125,439)</u>	<u>(147,692)</u>
Change in net position	\$ <u><u>(261,861)</u></u>	\$ <u><u>(261,861)</u></u>	99,346	40,520
NET POSITION - Beginning of Year			<u>7,358,553</u>	<u>7,318,033</u>
NET POSITION - END OF YEAR			\$ <u><u>7,457,899</u></u>	\$ <u><u>7,358,553</u></u>

**VILLAGE OF PARK FOREST  
DOWNTOWN PARK FOREST FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
Rental income	\$ 623,611	\$ 623,611	\$ 639,360	\$ 644,063
Total Operating Revenues	<u>623,611</u>	<u>623,611</u>	<u>639,360</u>	<u>644,063</u>
<b>OPERATING EXPENSES</b>				
Downtown				
Salaries and wages	181,933	181,933	150,414	147,449
Employee support	36,358	36,358	38,496	45,180
Insurance	43,487	43,487	40,027	41,836
Professional services	215,500	215,500	196,367	258,531
Maintenance	197,500	197,500	168,531	201,123
Operating supplies	24,100	24,100	28,226	26,146
Utilities	125,300	125,300	104,242	93,441
Miscellaneous	2,500	2,500	2,395	2,043
Leases and rentals	9,000	9,000	9,000	9,000
Capital outlay	<u>178,900</u>	<u>278,900</u>	<u>62,470</u>	<u>48,280</u>
Total operations	<u>1,014,578</u>	<u>1,114,578</u>	<u>800,168</u>	<u>873,029</u>
Depreciation	<u>69,208</u>	<u>69,208</u>	<u>79,451</u>	<u>69,208</u>
Total Operating Expenses	<u>1,083,786</u>	<u>1,183,786</u>	<u>879,619</u>	<u>942,237</u>
Operating Loss	<u>(460,175)</u>	<u>(560,175)</u>	<u>(240,259)</u>	<u>(298,174)</u>
<b>NON-OPERATING REVENUES</b>				
Interest income	600	600	9,330	2,434
Other income	<u>43,075</u>	<u>43,075</u>	<u>27,697</u>	<u>33,230</u>
Total Non-Operating Revenues	<u>43,675</u>	<u>43,675</u>	<u>37,027</u>	<u>35,664</u>
Net Loss Before Transfers	<u>(416,500)</u>	<u>(516,500)</u>	<u>(203,232)</u>	<u>(262,510)</u>

**VILLAGE OF PARK FOREST  
DOWNTOWN PARK FOREST FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>TRANSFERS</b>				
Transfers in	\$ <u>155,036</u>	\$ <u>155,036</u>	\$ <u>155,036</u>	\$ <u>155,036</u>
Net Transfers	<u>155,036</u>	<u>155,036</u>	<u>155,036</u>	<u>155,036</u>
Change in net position	\$ <u>(261,464)</u>	\$ <u>(361,464)</u>	(48,196)	(107,474)
NET POSITION - Beginning of Year			<u>1,884,566</u>	<u>1,992,040</u>
NET POSITION - END OF YEAR			<u>\$ 1,836,370</u>	<u>\$ 1,884,566</u>

**VILLAGE OF PARK FOREST  
REFUSE FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
Customer fees	\$ <u>1,303,259</u>	\$ <u>1,303,259</u>	\$ <u>1,386,491</u>	\$ <u>1,296,185</u>
Total Operating Revenues	<u>1,303,259</u>	<u>1,303,259</u>	<u>1,386,491</u>	<u>1,296,185</u>
<b>OPERATING EXPENSES</b>				
Operations				
Refuse				
Salaries and wages	24,134	24,134	24,236	22,933
Employee support	4,846	4,846	6,515	7,313
Insurance	27,178	27,178	7,895	11,875
Professional services	1,125,951	1,125,951	1,136,171	1,090,646
Miscellaneous	<u>14,300</u>	<u>14,300</u>	<u>13,810</u>	<u>14,231</u>
Total Operating Expenses	<u>1,196,409</u>	<u>1,196,409</u>	<u>1,188,627</u>	<u>1,146,998</u>
Operating income	<u>106,850</u>	<u>106,850</u>	<u>197,864</u>	<u>149,187</u>
<b>NON-OPERATING REVENUES</b>				
Interest income	<u>70</u>	<u>70</u>	<u>1,800</u>	<u>539</u>
Total Non-Operating Revenues	<u>70</u>	<u>70</u>	<u>1,800</u>	<u>539</u>
Net Income Before Transfers	<u>106,920</u>	<u>106,920</u>	<u>199,664</u>	<u>149,726</u>
<b>TRANSFERS</b>				
Transfers out	<u>(106,154)</u>	<u>(106,154)</u>	<u>(106,154)</u>	<u>(103,616)</u>
Net Transfers	<u>(106,154)</u>	<u>(106,154)</u>	<u>(106,154)</u>	<u>(103,616)</u>
Change in net position	\$ <u><u>766</u></u>	\$ <u><u>766</u></u>	93,510	46,110
NET POSITION - Beginning of Year			<u>343,029</u>	<u>296,919</u>
NET POSITION - END OF YEAR			\$ <u><u>436,539</u></u>	\$ <u><u>343,029</u></u>

**VILLAGE OF PARK FOREST  
MUNICIPAL PARKING LOT FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
Parking fees	\$ 100,000	\$ 100,000	\$ 106,053	\$ 110,461
Total Operating Revenues	<u>100,000</u>	<u>100,000</u>	<u>106,053</u>	<u>110,461</u>
<b>OPERATING EXPENSES</b>				
Operations				
Municipal Parking Lot				
Salaries and wages	39,931	39,931	44,686	44,581
Employee support	8,018	8,018	8,804	7,505
Insurance	9,151	9,151	6,213	7,563
Professional services	8,470	8,470	7,183	7,844
Maintenance	20,000	20,000	23,140	13,940
Operating supplies	3,600	3,600	202	1,908
Utilities	10,000	10,000	10,740	9,715
Leases and rentals	<u>13,605</u>	<u>13,605</u>	<u>13,605</u>	<u>12,490</u>
Total municipal parking lot	<u>112,775</u>	<u>112,775</u>	<u>114,573</u>	<u>105,546</u>
Depreciation	<u>36,101</u>	<u>36,101</u>	<u>36,096</u>	<u>40,603</u>
Total Operating Expenses	<u>148,876</u>	<u>148,876</u>	<u>150,669</u>	<u>146,149</u>
Operating Loss	<u>(48,876)</u>	<u>(48,876)</u>	<u>(44,616)</u>	<u>(35,688)</u>
<b>NON-OPERATING REVENUES</b>				
Interest income	<u>5</u>	<u>5</u>	<u>(2)</u>	<u>10</u>
Total Non-Operating Revenues	<u>5</u>	<u>5</u>	<u>(2)</u>	<u>10</u>
Net Loss Before Transfers	<u>(48,871)</u>	<u>(48,871)</u>	<u>(44,618)</u>	<u>(35,678)</u>
<b>TRANSFERS</b>				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,384)</u>
Net Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,384)</u>
Change in net position	<u>\$ (48,871)</u>	<u>\$ (48,871)</u>	<u>(44,618)</u>	<u>(47,062)</u>
NET POSITION - Beginning of Year			<u>644,014</u>	<u>691,076</u>
NET POSITION - END OF YEAR			<u>\$ 599,396</u>	<u>\$ 644,014</u>

**VILLAGE OF PARK FOREST  
AQUA CENTER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
Aqua center fees	\$ 159,500	\$ 159,500	\$ 153,211	\$ 158,397
Food/beverage	-	-	125	385
Merchandise sales	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,125</u>
Total Operating Revenues	<u>160,500</u>	<u>160,500</u>	<u>153,336</u>	<u>159,907</u>
<b>OPERATING EXPENSES</b>				
Operations				
Pool				
Salaries and wages	180,204	211,831	122,205	183,922
Employee support	24,687	24,687	7,004	28,092
Insurance	3,146	3,146	807	1,279
Professional services	8,215	53,045	51,720	8,431
Maintenance	6,400	6,400	7,366	5,630
Operating supplies	28,000	28,000	28,394	32,090
Utilities	51,000	51,000	55,752	42,389
Miscellaneous	7,000	7,000	6,886	4,524
Leases and rentals	1,792	1,792	1,792	1,726
Capital maintenance	<u>143,000</u>	<u>143,000</u>	<u>70,728</u>	<u>17,187</u>
Total pool	<u>453,444</u>	<u>529,901</u>	<u>352,654</u>	<u>325,270</u>
Depreciation	<u>59,970</u>	<u>59,970</u>	<u>59,964</u>	<u>59,970</u>
Total Operating Expenses	<u>513,414</u>	<u>589,871</u>	<u>412,618</u>	<u>385,240</u>
Operating Loss	<u>(352,914)</u>	<u>(429,371)</u>	<u>(259,282)</u>	<u>(225,333)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Property taxes	42,194	42,194	42,467	41,024
Interest income	-	-	2,337	544
Interest expense	<u>(2,208)</u>	<u>(2,208)</u>	<u>(3,466)</u>	<u>(4,834)</u>
Total Non-Operating Revenues (Expenses)	<u>39,986</u>	<u>39,986</u>	<u>41,338</u>	<u>36,734</u>
Net Loss Before Transfers	<u>(312,928)</u>	<u>(389,385)</u>	<u>(217,944)</u>	<u>(188,599)</u>

**VILLAGE OF PARK FOREST  
AQUA CENTER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>TRANSFERS</b>				
Transfers in	250,000	374,000	374,000	250,000
Transfers out	<u>(17,640)</u>	<u>(17,640)</u>	<u>(17,640)</u>	<u>(17,640)</u>
Net Transfers	<u>232,360</u>	<u>356,360</u>	<u>356,360</u>	<u>232,360</u>
Change in net position	<u>\$ (80,568)</u>	<u>\$ (33,025)</u>	138,416	43,761
NET POSITION - Beginning of Year			<u>1,118,508</u>	<u>1,074,747</u>
NET POSITION - END OF YEAR			<u>\$ 1,256,924</u>	<u>\$ 1,118,508</u>

**VILLAGE OF PARK FOREST  
TENNIS AND HEALTH CLUB FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
Tennis club fees	\$ 224,300	\$ 224,300	\$ 209,877	\$ 198,792
Merchandise sales	<u>32,000</u>	<u>32,000</u>	<u>27,834</u>	<u>31,503</u>
Total Operating Revenues	<u>256,300</u>	<u>256,300</u>	<u>237,711</u>	<u>230,295</u>
<b>OPERATING EXPENSES</b>				
Operations				
Tennis club				
Salaries and wages	184,551	184,551	169,677	166,649
Employee support	28,547	28,547	40,870	46,056
Insurance	5,052	5,052	1,162	2,055
Professional services	9,645	9,645	5,469	8,648
Maintenance	15,000	15,000	16,636	13,971
Operating supplies	38,000	38,000	40,040	36,777
Utilities	36,000	36,000	30,245	32,429
Miscellaneous	900	900	900	900
Leases and rentals	2,288	2,288	2,288	2,180
Capital maintenance	<u>47,000</u>	<u>47,000</u>	<u>41,754</u>	<u>12,661</u>
Total tennis club	<u>366,983</u>	<u>366,983</u>	<u>349,041</u>	<u>322,326</u>
Depreciation	<u>2,990</u>	<u>2,990</u>	<u>2,989</u>	<u>2,990</u>
Total Operating Expenses	<u>369,973</u>	<u>369,973</u>	<u>352,030</u>	<u>325,316</u>
Operating Loss	<u>(113,673)</u>	<u>(113,673)</u>	<u>(114,319)</u>	<u>(95,021)</u>
<b>NON-OPERATING REVENUES</b>				
Interest income	-	-	372	92
Miscellaneous	<u>-</u>	<u>-</u>	<u>4,475</u>	<u>9,535</u>
Total Non-Operating Revenues	<u>-</u>	<u>-</u>	<u>4,847</u>	<u>9,627</u>
Net Loss Before Transfers	<u>(113,673)</u>	<u>(113,673)</u>	<u>(109,472)</u>	<u>(85,394)</u>

**VILLAGE OF PARK FOREST  
TENNIS AND HEALTH CLUB FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>TRANSFERS</b>				
Transfers in	\$ 110,000	\$ 145,000	\$ 145,000	\$ 110,000
Transfers out	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>
Net Transfers	<u>90,000</u>	<u>125,000</u>	<u>125,000</u>	<u>90,000</u>
Change in net position	<u>\$ (23,673)</u>	<u>\$ 11,327</u>	15,528	4,606
NET POSITION - Beginning of Year			<u>92,028</u>	<u>87,422</u>
NET POSITION - END OF YEAR			<u>\$ 107,556</u>	<u>\$ 92,028</u>

**VILLAGE OF PARK FOREST  
VEHICLE SERVICES FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services				
General government	\$ 9,300	\$ 9,300	\$ 9,300	\$ 9,300
Law enforcement	277,984	277,984	277,984	272,533
Fire/emergency	260,551	260,551	260,551	250,530
Recreation and parks	99,887	99,887	99,887	95,697
Streets and transportation	158,038	158,038	158,319	145,417
Water and sewer	165,667	165,667	165,386	151,959
Community development	<u>12,898</u>	<u>12,898</u>	<u>12,898</u>	<u>12,898</u>
Total Operating Revenues	<u>984,325</u>	<u>984,325</u>	<u>984,325</u>	<u>938,334</u>
<b>OPERATING EXPENSES</b>				
General government				
Maintenance	1,000	1,000	1,115	95
Operating supplies	2,200	2,200	1,461	1,659
Capital outlay	<u>110</u>	<u>19,422</u>	<u>101</u>	<u>101</u>
Total general government	<u>3,310</u>	<u>22,622</u>	<u>2,677</u>	<u>1,855</u>
Law enforcement				
Maintenance	75,984	75,984	51,326	66,131
Operating supplies	100,000	100,000	54,580	51,887
Capital outlay	<u>1,700</u>	<u>1,700</u>	<u>1,476</u>	<u>1,347</u>
Total law enforcement	<u>177,684</u>	<u>177,684</u>	<u>107,382</u>	<u>119,365</u>
Fire / emergency				
Salaries and wages	23,047	23,047	12,199	16,136
Maintenance	46,000	46,000	35,780	34,408
Operating supplies	33,000	33,000	21,072	20,781
Capital outlay	<u>-</u>	<u>348,837</u>	<u>29,141</u>	<u>43,381</u>
Total fire / emergency	<u>102,047</u>	<u>450,884</u>	<u>98,192</u>	<u>114,706</u>
Recreation and parks				
Salaries and wages	21,712	21,712	14,487	19,470
Maintenance	8,000	13,000	13,573	17,197
Operating supplies	24,560	29,560	22,533	25,373
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>4,435</u>	<u>12,573</u>
Total recreation and parks	<u>59,272</u>	<u>69,272</u>	<u>55,028</u>	<u>74,613</u>
Public works				
Salaries and wages	39,083	39,083	64,201	82,732

**VILLAGE OF PARK FOREST  
VEHICLE SERVICES FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Budgeted Amounts		Actual	
	Original	Final		
Maintenance	\$ 53,850	\$ 53,850	\$ 47,029	\$ 49,463
Operating supplies	<u>111,246</u>	<u>111,246</u>	<u>66,530</u>	<u>67,481</u>
Total public works	<u>204,179</u>	<u>204,179</u>	<u>177,760</u>	<u>199,676</u>
Community development				
Maintenance	5,500	5,500	5,029	3,725
Operating supplies	<u>4,300</u>	<u>4,300</u>	<u>2,817</u>	<u>2,438</u>
Total community development	<u>9,800</u>	<u>9,800</u>	<u>7,846</u>	<u>6,163</u>
Depreciation	<u>448,142</u>	<u>448,142</u>	<u>403,510</u>	<u>320,507</u>
Total operations	<u>1,004,434</u>	<u>1,382,583</u>	<u>852,395</u>	<u>836,885</u>
Total Operating Expenses	<u>1,004,434</u>	<u>1,382,583</u>	<u>852,395</u>	<u>836,885</u>
Operating income	<u>(20,109)</u>	<u>(398,258)</u>	<u>131,930</u>	<u>101,449</u>
<b>NON-OPERATING REVENUES</b>				
Contributions	-	-	12,854	18,472
Other income	2,500	2,500	36,191	9,543
Interest income	300	300	6,949	2,052
Gain on asset disposal	<u>-</u>	<u>-</u>	<u>81,795</u>	<u>64,288</u>
Total Non-Operating Revenues	<u>2,800</u>	<u>2,800</u>	<u>137,789</u>	<u>94,355</u>
Net Income Before Transfers	<u>(17,309)</u>	<u>(395,458)</u>	<u>269,719</u>	<u>195,804</u>
Change in net position	<u>\$ (17,309)</u>	<u>\$ (395,458)</u>	269,719	195,804
NET POSITION - Beginning of Year			<u>2,795,441</u>	<u>2,599,637</u>
NET POSITION - END OF YEAR			<u>\$ 3,065,160</u>	<u>\$ 2,795,441</u>

## VILLAGE OF PARK FOREST

### COMBINING STATEMENT OF FIDUCIARY NET POSITION PENSION TRUST FUNDS As of June 30, 2017

	Police Pension	Firefighters' Pension	Totals
<b>ASSETS</b>			
Cash and cash equivalents	\$ 197,363	\$ 106,977	\$ 304,340
Investments			
Certificates of deposit	206,136	-	206,136
Money markets	580,452	7,266	587,718
U.S. government and agency obligations	7,162,334	2,700,514	9,862,848
State and local obligations	2,081,063	437,502	2,518,565
Corporate bonds	1,550,328	1,977,029	3,527,357
Mutual funds	8,272,681	7,186,952	15,459,633
Receivables			
Accrued interest	61,918	33,096	95,014
Due from other governments	98,109	37,187	135,296
Total Assets	20,210,384	12,486,523	32,696,907
<b>LIABILITIES</b>			
Accounts payable	900	7,825	8,725
Total Liabilities	900	7,825	8,725
<b>NET POSITION</b>			
Restricted for pensions	\$ 20,209,484	\$ 12,478,698	\$ 32,688,182

## VILLAGE OF PARK FOREST

### COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION PENSION TRUST FUNDS For the Year Ended June 30, 2017

	Police Pension	Firefighters' Pension	Totals
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 1,897,299	\$ 1,092,244	\$ 2,989,543
Plan members	360,495	205,062	565,557
Buy back	92,426	-	92,426
Total Contributions	2,350,220	1,297,306	3,647,526
Investment income			
Interest income	460,032	304,364	764,396
Net appreciation in fair value of investments	881,540	902,865	1,784,405
Total Investment Income	1,341,572	1,207,229	2,548,801
Less Investment expenses	77,984	27,261	105,245
Net Investment Income	1,263,588	1,179,968	2,443,556
Total Additions	3,613,808	2,477,274	6,091,082
<b>DEDUCTIONS</b>			
Administration	10,674	34,645	45,319
Benefits	2,232,968	1,358,320	3,591,288
Total Deductions	2,243,642	1,392,965	3,636,607
<b>Change in Net Position</b>	1,370,166	1,084,309	2,454,475
NET POSITION - Beginning of Year	18,839,318	11,394,389	30,233,707
<b>NET POSITION, END OF YEAR</b>	\$ 20,209,484	\$ 12,478,698	\$ 32,688,182

**VILLAGE OF PARK FOREST**  
**POLICE PENSION FUND**  
SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>ADDITIONS</b>				
Contributions				
Employer	\$ 1,635,838	\$ 1,821,838	\$ 1,897,299	\$ 1,432,501
Plan members	344,425	344,425	360,495	335,756
Buy back	-	-	92,426	53,570
Total Contributions	<u>1,980,263</u>	<u>2,166,263</u>	<u>2,350,220</u>	<u>1,821,827</u>
Investment Income				
Interest income	660,000	660,000	460,032	567,823
Net appreciation in fair value of investments	<u>700,000</u>	<u>700,000</u>	<u>881,540</u>	<u>(85,059)</u>
Total Investment Income	1,360,000	1,360,000	1,341,572	482,764
Less: Investment expenses	-	-	77,984	64,378
Net Investment Income	<u>1,360,000</u>	<u>1,360,000</u>	<u>1,263,588</u>	<u>418,386</u>
Total additions	<u>3,340,263</u>	<u>3,526,263</u>	<u>3,613,808</u>	<u>2,240,213</u>
<b>DEDUCTIONS</b>				
Administration	94,795	94,795	10,674	17,709
Benefits	<u>2,152,700</u>	<u>2,152,700</u>	<u>2,232,968</u>	<u>2,201,354</u>
Total Deductions	<u>2,247,495</u>	<u>2,247,495</u>	<u>2,243,642</u>	<u>2,219,063</u>
<b>Change in Net Position</b>	<u>\$ 1,092,768</u>	<u>\$ 1,278,768</u>	1,370,166	21,150
NET POSITION - Beginning of Year			<u>18,839,318</u>	<u>18,818,168</u>
<b>NET POSITION- END OF YEAR</b>			<u>\$ 20,209,484</u>	<u>\$ 18,839,318</u>

**VILLAGE OF PARK FOREST**  
**FIREFIIGHTERS' PENSION FUND**  
SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2017  
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Actual	2016 Actual
	Budgeted Amounts			
	Original	Final		
<b>ADDITIONS</b>				
Contributions				
Employer	\$ 967,245	\$ 1,081,245	\$ 1,092,244	\$ 928,036
Plan members	<u>208,965</u>	<u>208,965</u>	<u>205,062</u>	<u>201,078</u>
Total Contributions	<u>1,176,210</u>	<u>1,290,210</u>	<u>1,297,306</u>	<u>1,129,114</u>
Investment Income				
Interest income	400,000	400,000	304,364	416,641
Net appreciation in fair value of investments	<u>450,000</u>	<u>450,000</u>	<u>902,865</u>	<u>(211,626)</u>
Total Investment Income	850,000	850,000	1,207,229	205,015
Less: Investment expenses	<u>-</u>	<u>-</u>	<u>27,261</u>	<u>38,066</u>
Net Investment Income	<u>850,000</u>	<u>850,000</u>	<u>1,179,968</u>	<u>166,949</u>
Total additions	<u>2,026,210</u>	<u>2,140,210</u>	<u>2,477,274</u>	<u>1,296,063</u>
<b>DEDUCTIONS</b>				
Administration	73,300	73,300	34,645	16,129
Benefits	<u>1,160,000</u>	<u>1,160,000</u>	<u>1,358,320</u>	<u>1,152,492</u>
Total Deductions	<u>1,233,300</u>	<u>1,233,300</u>	<u>1,392,965</u>	<u>1,168,621</u>
<b>Change in Net Position</b>	<u>\$ 792,910</u>	<u>\$ 906,910</u>	1,084,309	127,442
NET POSITION - Beginning of Year			<u>11,394,389</u>	<u>11,266,947</u>
<b>NET POSITION- END OF YEAR</b>			<u>\$ 12,478,698</u>	<u>\$ 11,394,389</u>

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
GENERAL OBLIGATION REFUNDING BOND SERIES 2008A  
AS OF JUNE 30, 2017

YEAR	<u>REQUIREMENTS</u>			JULY 1,	<u>INTEREST DUE ON</u>		AMOUNT
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	
2018	\$ 615,000	\$ 78,625	\$ 693,625	2017	\$ 47,000	2018	\$ 47,000
2019	675,000	49,750	724,750	2018	31,625	2019	31,625
2020	<u>725,000</u>	<u>18,125</u>	<u>743,125</u>	2019	<u>18,125</u>	2020	<u>18,125</u>
	<u>\$ 2,015,000</u>	<u>\$ 146,500</u>	<u>\$ 2,161,500</u>		<u>\$ 96,750</u>		<u>\$ 96,750</u>

Date of Issue	September 16, 2008
Date of Maturity	January 1, 2020
Authorized Issue	\$5,925,000
Interest Rates	3.00% to 5.00%
Interest Dates	January 1 and July 1
Payable at	Bank of New York

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
GENERAL OBLIGATION REFUNDING BOND SERIES 2008B  
AS OF JUNE 30, 2017

YEAR	REQUIREMENTS			JULY 1,	INTEREST DUE ON		AMOUNT
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	
2018	\$ 125,000	\$ 2,344	\$ 127,344	2017	\$ 2,344	2018	\$ 2,344
**	\$ 125,000	\$ 2,344	\$ 127,344		\$ 2,344		\$ 2,344

\*\* - Of this amount, \$85,743 is the Water Fund portion and \$39,257 is the Aqua Center Fund portion.

Date of Issue	September 16, 2008
Date of Maturity	January 1, 2018
Authorized Issue	\$ 930,000
Interest Rates	3.00% to 3.75%
Interest Dates	July 1 and January 1
Payable at	Bank of New York

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
GENERAL OBLIGATION REFUNDING BOND SERIES 2008B - BY PORTION  
AS OF JUNE 30, 2017

---

**WATER FUND PORTION**

YEAR	<u>REQUIREMENTS</u>			JULY 1,	<u>INTEREST DUE ON</u>		AMOUNT
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	
2018	\$ 85,743	\$ 1,608	\$ 87,351	2017	\$ 1,608	2018	\$ 1,608
	<u>\$ 85,743</u>	<u>\$ 1,608</u>	<u>\$ 87,351</u>		<u>\$ 1,608</u>		<u>\$ 1,608</u>

**AQUA FUND PORTION**

YEAR	<u>REQUIREMENTS</u>			JULY 1,	<u>INTEREST DUE ON</u>		AMOUNT
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	
2018	\$ 39,257	\$ 736	\$ 39,993	2017	\$ 736	2018	\$ 736
	<u>\$ 39,257</u>	<u>\$ 736</u>	<u>\$ 39,993</u>		<u>\$ 736</u>		<u>\$ 736</u>





**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
GENERAL OBLIGATION REFUNDING BOND SERIES 2013  
AS OF JUNE 30, 2017

YEAR	BONDS OUTSTANDING	INTEREST PAYABLE
2018	\$ 135,000	\$ 8,053
2019	145,000	5,495
2020	<u>145,000</u>	<u>2,747</u>
	<u>\$ 425,000</u>	<u>\$ 16,295</u>

Date of Issue	December 12, 2013
Date of Maturity	January 15, 2020
Authorized Issue	\$ 875,000
Interest Rates	1.87%
Interest Dates	Monthly
Payable at	Bank of New York Trust Co

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
 IEPA INSTALLMENT LOAN (L17-1860)  
 AS OF JUNE 30, 2017

YEAR	PRINCIPAL OUTSTANDING	INTEREST PAYABLE
2018	\$ 829,044	\$ 214,179
2019	849,899	193,323
2020	871,280	171,944
2021	893,198	150,026
2022	915,668	127,556
2023	938,702	104,521
2024	962,317	80,906
2025	986,525	56,698
2026	1,011,342	31,881
2027	<u>515,172</u>	<u>6,440</u>
	<u>\$ 8,773,147</u>	<u>\$ 1,137,474</u>

Date of Issue	August 1, 2007
Date of Maturity	January 1, 2027
Authorized Issue	\$15,945,517
Interest Rates	2.50%
Payable at	Illinois Environmental Protection Agency

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
 IEPA INSTALLMENT LOAN (L17-3142)  
 AS OF JUNE 30, 2017

YEAR	PRINCIPAL OUTSTANDING	INTEREST PAYABLE
2018	\$ 156,566	\$ 31,535
2019	158,528	29,572
2020	160,516	27,584
2021	162,530	25,571
2022	164,567	23,533
2023	166,631	21,469
2024	168,720	19,380
2025	170,836	17,264
2026	172,978	15,123
2027	175,147	12,954
2028	177,343	10,758
2029	179,567	8,534
2030	181,818	6,282
2031	184,098	4,002
2032	<u>181,970</u>	<u>1,694</u>
	<u>\$ 2,561,815</u>	<u>\$ 255,255</u>

Date of Issue	November 27, 2012
Date of Maturity	April 27, 2032
Authorized Issue	\$3,246,191
Interest Rates	1.25%
Payable at	Illinois Environmental Protection Agency

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
 IEPA INSTALLMENT LOAN (L17-0425)  
 AS OF JUNE 30, 2017

YEAR	PRINCIPAL OUTSTANDING	INTEREST PAYABLE
2018	\$ 46,031	\$ 9,633
2019	46,609	9,057
2020	47,193	8,471
2021	47,785	7,880
2022	48,384	7,281
2023	48,991	6,674
2024	49,605	6,060
2025	50,227	5,438
2026	50,856	4,808
2027	51,494	4,170
2028	52,140	3,525
2029	52,794	2,871
2030	53,456	2,209
2031	54,124	1,539
2032	54,806	860
2033	<u>27,662</u>	<u>173</u>
	<u>\$ 782,157</u>	<u>\$ 80,649</u>

Date of Issue	January 26, 2012
Date of Maturity	October 15, 2032
Authorized Issue	\$960,651
Interest Rates	1.25%
Payable at	Illinois Environmental Protection Agency

**VILLAGE OF PARK FOREST**  
**DEBT SERVICE REQUIREMENTS**  
 IEPA INSTALLMENT LOAN (L17-5288)  
 AS OF JUNE 30, 2017

YEAR	PRINCIPAL OUTSTANDING	INTEREST PAYABLE
2018	\$ 116,465	\$ 80,754
2019	141,158	56,740
2020	143,796	54,102
2021	146,482	51,414
2022	149,220	48,678
2023	152,008	45,889
2024	154,849	43,049
2025	157,742	40,156
2026	160,690	37,208
2027	163,693	34,205
2028	166,752	31,146
2029	169,868	28,030
2030	173,043	24,854
2031	176,276	21,622
2032	179,569	18,329
2033	182,925	14,973
2034	186,343	11,554
2035	189,825	8,072
2036	193,373	4,525
2037	<u>98,037</u>	<u>912</u>
	<u>\$ 3,202,114</u>	<u>\$ 656,212</u>

Date of Issue	June 1, 2017
Date of Maturity	December 1, 2036
Authorized Issue	\$ 3,952,114
Interest Rates	1.86%
Payable at	Illinois Environmental Protection Agency

**VILLAGE OF PARK FOREST**  
**SCHEDULE OF INSURANCE IN FORCE**  
**AS OF JUNE 30, 2017**

Insured	Description of Coverage	Coverage Amount	Per Occurrence	Expiration Date of Policy
Village of Park Forest	Automobile Liability	\$ 10,000,000	Per Occurrence	November 1, 2017
Village of Park Forest	Uninsured/Underinsured Motorist	500,000	Per Occurrence	November 1, 2017
Village of Park Forest	General Liability	10,000,000	Per Occurrence	November 1, 2017
Village of Park Forest	Public Official Liability	10,000,000	Per Occurrence	November 1, 2017
Village of Park Forest	Employer's Liability	2,500,000	Per Occurrence	November 1, 2017
Village of Park Forest	Worker's Compensation	Full Statutory Limits	Per Occurrence	November 1, 2017
Village of Park Forest	First Party Property	250,000,000	Per Occurrence	November 1, 2017
Village of Park Forest	Employee Theft	5,000,000	Per Occurrence	November 1, 2017
	Forgery, Alteration & Counterfeit	5,000,000	Per Occurrence	November 1, 2017
	Currency	5,000,000	Per Occurrence	November 1, 2017
	Credit Card Forgery	5,000,000	Per Occurrence	November 1, 2017
	Computer Fraud	5,000,000	Per Occurrence	November 1, 2017
	Non-Faithful Performance	2,500,000	Per Occurrence	November 1, 2017
Village of Park Forest	Boiler and Machinery	50,000,000	Per Occurrence	November 1, 2017
Village of Park Forest	Flood Zone A/V	3,500,000	Per Occurrence	November 1, 2017
Village of Park Forest	Flood (Non-Zone A/V)	40,000,000	Per Occurrence	November 1, 2017
Village of Park Forest	Contingent Business Interruption	10,000,000	Per Occurrence	November 1, 2017
Village of Park Forest	Public Officials Bond	Blanket Statutory Limits		November 1, 2017

**VILLAGE OF PARK FOREST**  
 FOUR YEAR SUMMARY OF ASSESSED VALUATIONS,  
 TAX RATES, EXTENSIONS AND COLLECTIONS  
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

	Cook County							
	2016		2015		2014		2013	
Assessed Valuation	\$ 103,900,668		\$ 97,456,372		\$ 100,841,565		\$ 108,962,531	
Tax extension	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
General	9.3346	\$ 9,698,744	9.6527	\$ 9,407,180	9.0643	\$ 9,140,592	8.1392	\$ 8,868,709
Public library**	-	-	-	-	-	-	-	-
IMRF	0.4890	508,045	0.4329	421,889	0.3724	375,545	0.3376	367,852
FICA	0.3832	398,176	0.3791	369,480	0.3623	365,338	0.3284	357,835
Debt service	0.3837	398,623	0.3909	380,997	0.3822	385,399	0.4211	458,800
Police pension	1.5779	1,639,458	1.4877	1,449,849	1.2639	1,274,578	1.0520	1,146,338
Firefighters' pension	0.9957	1,034,491	0.8799	857,521	0.8354	842,442	0.6948	757,105
Total	<u>13.1641</u>	<u>13,677,537</u>	<u>13.2232</u>	<u>12,886,916</u>	<u>12.2805</u>	<u>12,383,894</u>	<u>10.9731</u>	<u>11,956,639</u>
Township road and bridge								
Rich		48,765		47,010		42,165		38,067
Bloom		2,901		2,848		3,174		2,865
Total road and bridge		51,666		49,858		45,339		40,932
Total extended		<u>\$ 13,729,203</u>		<u>\$ 12,936,774</u>		<u>\$ 12,429,233</u>		<u>\$ 11,997,571</u>
Amounts collected as of June 30, 2017		<u>\$ 5,466,327</u>		<u>\$ 11,695,414</u>		<u>\$ 11,251,593</u>		<u>\$ 10,717,214</u>
Percentage collected		<u>39.82%</u>		<u>90.40%</u>		<u>90.53%</u>		<u>89.33%</u>

\* Property taxes are per \$100 of Assessed Valuation

\*\* The Public Library was considered a component unit of the Village through Fiscal Year 2012 before implementation of GASB 61. Library rates and amounts are included through tax year 2011.

Source: Office of the County Clerk

## VILLAGE OF PARK FOREST

### FOUR YEAR SUMMARY OF ASSESSED VALUATIONS, TAX RATES, EXTENSIONS AND COLLECTIONS AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

	Will County							
	2016		2015		2014		2013	
Assessed Valuation	\$	<u>23,719,154</u>	\$	<u>22,256,306</u>	\$	<u>22,387,631</u>	\$	<u>23,617,072</u>
Tax extension	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
General	7.4817	\$ 1,774,596	8.3526	\$ 1,858,980	7.2852	\$ 1,630,984	6.6357	\$ 1,567,158
Public library**	-	-	-	-	-	-	-	-
IMRF	0.3939	93,430	0.3741	83,261	0.2994	67,029	0.2753	65,018
FICA	0.3079	73,031	0.3282	73,045	0.2912	65,193	0.2679	63,270
Debt service	0.3021	71,656	0.3321	73,913	0.3014	67,476	0.3373	79,660
Police pension	1.2676	300,664	1.2853	286,060	1.0159	227,436	0.8587	202,800
Firefighters' pension	0.8032	190,512	0.7616	169,504	0.6715	150,333	0.5671	133,932
Total	<u>10.5564</u>	<u>2,503,889</u>	<u>11.4339</u>	<u>2,544,764</u>	<u>9.8646</u>	<u>2,208,450</u>	<u>8.9420</u>	<u>2,111,838</u>
Township road and bridge								
Crete		9,296		9,412		9,008		8,507
Monee		<u>28,938</u>		<u>28,111</u>		<u>28,304</u>		<u>28,418</u>
Total road and bridge		38,234		37,523		37,312		36,925
Total extended		<u>\$ 2,542,123</u>		<u>\$ 2,582,287</u>		<u>\$ 2,245,762</u>		<u>\$ 2,148,763</u>
Amounts collected as of June 30, 2017		<u>\$ 1,059,466</u>		<u>\$ 2,426,083</u>		<u>\$ 2,102,172</u>		<u>\$ 2,113,839</u>
Percentage collected		<u>41.68%</u>		<u>93.95%</u>		<u>93.61%</u>		<u>98.37%</u>

\* Property taxes are per \$100 of Assessed Valuation

\*\* The Public Library was considered a component unit of the Village through Fiscal Year 2012 before implementation of GASB 61. Library rates and amounts are included through tax year 2011.

Source: Office of the County Clerk

## Statistical Section

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the Government's financial performance and well-being have changed over time.	153 - 160
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the Government's most significant local revenue source, the property tax.	161 - 172
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the Government's current levels of outstanding debt and the Government's ability to issue additional debt in the future.	173 - 176
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within the Government's financial activities take place.	177 - 180
<b>Operating Information</b> These schedules contain information about the Government's service and resources to help the reader understand how the Government's financial information relates to the services the Government provides and the activities it performs.	181 - 188

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**VILLAGE OF PARK FOREST**  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(AMOUNTS EXPRESSED IN THOUSANDS)  
JUNE 30, 2017

	2008	2009	2010	2011
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 10,788	\$ 11,371	\$ 11,614	\$ 11,379
Restricted	2,122	1,771	4,505	4,365
Unrestricted	2,958	3,139	5,126	6,389
Total Governmental Activities net position	<u>\$ 15,868</u>	<u>\$ 16,281</u>	<u>\$ 21,245</u>	<u>\$ 22,133</u>
<b>Business-type Activities</b>				
Net investment in capital assets	\$ 11,995	\$ 12,784	\$ 14,119	\$ 15,612
Unrestricted	7,299	6,908	6,828	5,674
Total Business-type Activities net position	<u>\$ 19,293</u>	<u>\$ 19,692</u>	<u>\$ 20,947</u>	<u>\$ 21,286</u>
<b>Primary Government</b>				
Net investment in capital assets	\$ 22,783	\$ 24,155	\$ 25,733	\$ 26,991
Restricted	2,122	1,771	4,505	4,365
Unrestricted	10,256	10,048	11,955	12,063
Total Primary Government net position	<u>\$ 35,161</u>	<u>\$ 35,974</u>	<u>\$ 42,192</u>	<u>\$ 43,419</u>
<b>Component Unit - Housing Authority</b>				
Restricted			\$ 546	\$ 599
Unrestricted			-	-
Total Component Unit net position			<u>\$ 546</u>	<u>\$ 599</u>

Source: Audited financial statements from June 30, 2008 to June 30, 2017

Note: The Village implemented GASB 54 in Fiscal 2010 and GASB 68 in Fiscal 2015. In addition, in Fiscal 2010, the Housing Authority was classified as a Component Unit but with GASB 61, is again reflected as a Special Revenue Fund within the Governmental Activities. The Public Library is reported separately..

\* Beginning Fiscal 2015, Unrestricted net position now includes the liability for pension funds due to GASB 68

2012	2013	2014	2015*	2016	2017
\$ 13,272	\$ 19,745	\$ 20,180	\$ 19,941	\$ 20,017	\$ 20,315
3,698	3,643	3,933	3,381	3,379	3,309
7,791	6,774	7,730	(22,919)	(25,689)	(29,443)
<u>\$ 24,761</u>	<u>\$ 30,162</u>	<u>\$ 31,843</u>	<u>\$ 403</u>	<u>\$ (2,294)</u>	<u>\$ (5,819)</u>
\$ 14,176	\$ 14,022	\$ 14,696	\$ 15,509	\$ 15,883	\$ 18,041
7,529	8,894	9,857	10,184	10,686	10,639
<u>\$ 21,705</u>	<u>\$ 22,916</u>	<u>\$ 24,554</u>	<u>\$ 25,693</u>	<u>\$ 26,570</u>	<u>\$ 28,680</u>
\$ 27,448	\$ 33,767	\$ 34,876	\$ 35,450	\$ 35,900	\$ 38,356
3,698	3,643	3,933	3,381	3,379	3,309
15,320	15,667	17,587	(12,735)	(15,003)	(18,805)
<u>\$ 46,466</u>	<u>\$ 53,078</u>	<u>\$ 56,396</u>	<u>\$ 26,096</u>	<u>\$ 24,275</u>	<u>\$ 22,861</u>
\$ 314					
-					
<u>\$ 314</u>					

**VILLAGE OF PARK FOREST**  
 CHANGES IN NET POSITION  
 LAST TEN FISCAL YEARS  
 (ACCRUAL BASIS OF ACCOUNTING)  
 (AMOUNTS EXPRESSED IN THOUSANDS)  
 JUNE 30, 2017

	2008	2009	2010	2011
<b>Expenses</b>				
<b>Governmental Activities</b>				
General government	\$ 3,131	\$ 3,424	\$ 3,439	\$ 3,660
Law enforcement	5,971	6,202	6,650	7,050
Fire and emergency	3,027	3,291	3,421	3,700
Public health	838	765	806	777
Recreation and parks	2,399	2,297	2,150	2,196
Public works	827	1,117	1,009	943
Motor fuel tax fund	622	896	671	870
Community development*	3,933	3,823	497	1,330
Economic development	982	839	1,231	1,185
Interest on long-term debt	679	513	530	499
Total governmental activities expenses	<u>22,409</u>	<u>23,168</u>	<u>20,403</u>	<u>22,210</u>
<b>Business-type Activities</b>				
Water	4,260	4,726	4,659	4,696
Sewer	594	600	577	499
DownTown Park Forest	1,018	824	806	1,003
Refuse	1,097	1,129	1,152	1,128
Municipal parking lot	177	182	144	432
Municipal golf course	-	-	-	-
Aqua center	493	340	376	385
Tennis and health club	367	359	345	339
Total Business-type Activities	<u>8,006</u>	<u>8,160</u>	<u>8,059</u>	<u>8,482</u>
Total primary government expenses	<u>\$ 30,415</u>	<u>\$ 31,328</u>	<u>\$ 28,462</u>	<u>\$ 30,692</u>
Component Unit expenses- Housing Authority			<u>\$ 3,741</u>	<u>\$ 4,441</u>
<b>Program Revenues</b>				
<b>Governmental Activities</b>				
<b>Charges for Services</b>				
General government	\$ 1,597	\$ 1,616	\$ 1,911	\$ 1,849
Law enforcement	395	477	829	491
Fire and emergency	321	411	386	402
Public health	451	380	425	399
Recreation and parks	367	345	357	361
Public works	28	30	26	29
Motor fuel tax fund	5	13	-	-
Community development	180	149	193	156
Economic development	-	-	9	8
Operating grants and contributions*	3,963	4,072	696	904
Capital grants and contributions	363	50	449	1,188
Total governmental activities program revenues	<u>7,669</u>	<u>7,542</u>	<u>5,283</u>	<u>5,787</u>
<b>Business-type activities</b>				
<b>Charges for Services</b>				
Water	\$ 4,843	\$ 4,955	\$ 4,944	\$ 4,957
Sewer	1,112	1,162	1,232	1,296
DownTown Park Forest	712	809	682	650
Refuse	1,188	1,180	1,211	1,214
Municipal parking lot	196	168	140	135
Municipal golf course	-	-	-	-
Aqua center	201	187	144	187
Tennis and health club	320	295	263	267
Operating grants and contributions	16	9	400	-
Capital grants and contributions	-	-	-	450
Total Business-type activities program revenues	<u>8,589</u>	<u>8,766</u>	<u>9,017</u>	<u>9,156</u>
Total primary government program revenues	<u>\$ 16,258</u>	<u>\$ 16,308</u>	<u>\$ 14,299</u>	<u>\$ 14,943</u>

	2012	2013	2014	2015**	2016	2017
\$	3,517	\$ 3,650	\$ 3,843	\$ 3,798	\$ 4,240	\$ 3,773
	6,980	7,118	7,342	9,081	9,985	10,344
	3,850	3,820	4,110	4,852	5,499	5,823
	815	843	908	1,005	1,001	890
	2,372	2,463	2,513	2,722	2,740	3,021
	987	1,839	1,274	1,600	1,923	5,026
	650	2,092	612	460	551	536
	672	7,553	6,090	6,618	7,170	6,855
	1,161	664	760	1,237	975	1,084
	471	461	412	265	237	204
	<u>21,475</u>	<u>30,503</u>	<u>27,865</u>	<u>31,638</u>	<u>34,321</u>	<u>37,557</u>
	4,872	4,370	4,381	4,578	4,850	4,909
	510	538	503	699	969	905
	767	972	1,069	812	942	880
	1,126	1,142	1,132	1,111	1,147	1,189
	751	182	195	164	146	151
	-	-	-	-	-	-
	372	384	432	431	384	416
	308	318	347	346	325	352
	<u>8,706</u>	<u>7,906</u>	<u>8,059</u>	<u>8,140</u>	<u>8,763</u>	<u>8,800</u>
\$	<u>30,181</u>	<u>\$ 38,409</u>	<u>\$ 35,924</u>	<u>\$ 39,778</u>	<u>\$ 43,084</u>	<u>\$ 46,357</u>
\$	<u>4,827</u>					
\$	1,840	\$ 1,578	\$ 1,585	\$ 1,516	\$ 1,628	\$ 1,660
	488	470	508	622	606	501
	392	398	414	493	513	495
	340	274	286	409	329	318
	304	369	342	441	490	488
	28	28	29	28	25	23
	-	-	-	-	-	-
	198	171	168	211	204	261
	6	8	9	39	47	29
	1,003	7,906	6,725	6,870	7,188	7,243
	1,445	6,227	730	334	655	2,816
	<u>6,044</u>	<u>17,429</u>	<u>10,796</u>	<u>10,963</u>	<u>11,684</u>	<u>13,834</u>
\$	5,118	\$ 5,471	\$ 6,272	\$ 6,167	\$ 6,470	\$ 7,410
	1,286	1,331	1,279	1,159	1,157	1,129
	661	611	563	627	644	639
	1,233	1,259	1,262	1,258	1,296	1,386
	108	96	99	123	110	106
	-	-	-	-	-	-
	211	179	153	155	160	153
	230	252	250	249	230	238
	-	-	-	-	-	-
	951	93	218	175	-	-
	<u>9,798</u>	<u>9,292</u>	<u>10,095</u>	<u>9,913</u>	<u>10,068</u>	<u>11,062</u>
\$	<u>15,842</u>	<u>\$ 26,721</u>	<u>\$ 20,891</u>	<u>\$ 20,876</u>	<u>\$ 21,752</u>	<u>\$ 24,896</u>

**VILLAGE OF PARK FOREST**  
 CHANGES IN NET POSITION  
 LAST TEN FISCAL YEARS  
 (ACCRUAL BASIS OF ACCOUNTING)  
 (AMOUNTS EXPRESSED IN THOUSANDS)  
 JUNE 30, 2017

	2008	2009	2010	2011
Component Unit - Housing Authority				
Charges for Services			\$ 1	\$ -
Operating grants and contributions			<u>3,855</u>	<u>4,492</u>
Total Component Unit - Housing Authority program revenues			<u>\$ 3,856</u>	<u>\$ 4,492</u>
Net (expense)/revenue				
Governmental activities	\$ (14,740)	\$ (15,626)	\$ (15,120)	\$ (16,423)
Business-type activities	<u>583</u>	<u>605</u>	<u>958</u>	<u>674</u>
Total Primary Government net expense	<u>\$ (14,157)</u>	<u>\$ (15,021)</u>	<u>\$ (14,162)</u>	<u>\$ (15,748)</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities				
Taxes				
Property-General	\$ 7,793	\$ 8,703	\$ 9,395	\$ 9,908
Property-Pension (police, fire, IMRF, FICA)	2,084	2,225	2,357	2,567
Utility	1,782	1,640	1,515	1,512
Sales & Use	670	611	574	661
Other	257	240	150	79
Intergovernmental				
State income tax	2,223	1,982	1,788	1,819
Personal property replacement tax	241	209	166	220
Investment income	629	143	37	136
Miscellaneous	198	26	4,364	2
Disposal of capital assets	300	-	-	21
Transfers - internal activity	(4)	260	168	385
Changes in accounting estimates	-	-	-	-
Total governmental activities	<u>16,173</u>	<u>16,040</u>	<u>20,514</u>	<u>17,312</u>
Business-type activities				
Taxes, property	\$ 35	\$ 33	\$ 33	\$ 33
Interest income	231	14	2	3
Miscellaneous	40	7	34	14
Disposal of capital assets	-	-	395	-
Transfers - internal activity	4	(260)	(168)	(385)
Total business-type activities	<u>311</u>	<u>(206)</u>	<u>297</u>	<u>(335)</u>
Cumulative effect of a change in estimate	<u>166</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 16,649</u>	<u>\$ 15,834</u>	<u>\$ 20,811</u>	<u>\$ 16,976</u>
Component Unit - Housing Authority				
Interest income			1	1
Total component unit - Housing Authority			<u>\$ 1</u>	<u>\$ 1</u>
<b>Changes in Net Position</b>				
Governmental activities	\$ 1,433	\$ 414	\$ 5,394	\$ 888
Business-type activities	<u>1,059</u>	<u>400</u>	<u>1,255</u>	<u>339</u>
Total primary government	<u>\$ 2,493</u>	<u>\$ 812</u>	<u>\$ 6,648</u>	<u>\$ 1,227</u>
Total component unit - Housing Authority			<u>\$ 116</u>	<u>\$ 54</u>

Source: Audited financial statements from June 30, 2008 to June 30, 2017

\* in 2010, the Housing Authority was classified as a component unit. It was previously reported in the Community Development function. In 2013, it was returned to Governmental Activities. The Library section is reflected in a separate report.

\*\* in 2015, net pension obligation expense is recorded with the implementation of GASB 68

2012	2013	2014	2015**	2016	2017
------	------	------	--------	------	------

\$ 85  
4,457

\$ 4,542

\$ (15,431)	\$ (13,074)	\$ (17,069)	\$ (20,676)	\$ (22,637)	\$ (23,723)
<u>1,092</u>	<u>1,386</u>	<u>2,036</u>	<u>1,773</u>	<u>1,304</u>	<u>2,262</u>
\$ <u>(14,339)</u>	\$ <u>(11,688)</u>	\$ <u>(15,032)</u>	\$ <u>(18,902)</u>	\$ <u>(21,332)</u>	\$ <u>(21,461)</u>

\$ 10,200	\$ 10,857	\$ 11,085	\$ 10,944	\$ 11,368	\$ 11,728
2,489	2,429	2,609	2,899	3,132	3,574
1,689	1,349	1,318	1,243	1,092	1,126
654	692	683	766	816	838
134	90	107	120	415	205
1,892	2,070	2,105	2,280	2,201	2,078
201	206	208	225	203	228
65	20	98	84	93	60
-	14	79	5	44	15
16	3	-	-	64	82
719	431	457	420	509	263
-	-	-	-	-	-
<u>18,059</u>	<u>18,161</u>	<u>18,749</u>	<u>18,985</u>	<u>19,939</u>	<u>20,198</u>

\$ 33	\$ 47	\$ 40	\$ 37	\$ 41	\$ 42
1	2	0	0	4	37
12	15	18	40	43	32
-	192	-	-	-	-
<u>(719)</u>	<u>(431)</u>	<u>(457)</u>	<u>(420)</u>	<u>(509)</u>	<u>(263)</u>
<u>(673)</u>	<u>(175)</u>	<u>(398)</u>	<u>(342)</u>	<u>(421)</u>	<u>(151)</u>
-	-	-	-	-	-
\$ <u>17,386</u>	\$ <u>17,986</u>	\$ <u>18,351</u>	\$ <u>18,642</u>	\$ <u>19,517</u>	\$ <u>20,046</u>

\$ -  
-

\$ 2,627	\$ 5,087	\$ 1,681	\$ (1,691)	\$ (2,698)	\$ (3,525)
<u>419</u>	<u>1,211</u>	<u>1,638</u>	<u>1,431</u>	<u>883</u>	<u>2,111</u>
\$ <u>3,047</u>	\$ <u>6,298</u>	\$ <u>3,319</u>	\$ <u>(260)</u>	\$ <u>(1,815)</u>	\$ <u>(1,415)</u>

\$ (285)

**VILLAGE OF PARK FOREST**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**JUNE 30, 2017**

	2008	2009	2010*
<b>General Fund</b>			
Reserved	\$ 2,813	\$ 2,621	
Unreserved, designated for	-	400	
Unreserved, undesignated	<u>7,273</u>	<u>5,952</u>	
Non-Spendable			\$ 1,588
Restricted			1,107
Committed			44
Assigned			4,323
Unassigned			<u>6,401</u>
<b>Total general fund</b>	<u>\$ 10,086</u>	<u>\$ 8,973</u>	<u>\$ 13,463</u>
<b>All Other Governmental Funds</b>			
Reserved	\$ 449	\$ 437	
Unreserved, reported in			
Special Revenue Funds	2,678	2,734	
Capital Projects Fund	135	990	
Debt Service Fund	<u>310</u>	<u>347</u>	
Restricted, for			
Special Revenue Funds			\$ 3,067
Debt Service Fund			331
Assigned, for			
Capital Projects Fund			659
Debt Service Fund			42
Unassigned			<u>(1)</u>
<b>Total all other governmental funds</b>	<u>\$ 3,572</u>	<u>\$ 4,508</u>	<u>\$ 4,098</u>

Source: Audited financial statements from June 30, 2008 to June 30, 2017

\* The Village implemented GASB 54 in Fiscal 2010. In addition, in Fiscal 2010, the Housing Authority was classified as a Component Unit. In Fiscal 2013, with GASB 61 implementation it returned to a Special Revenue Fund.

<b>FISCAL YEAR</b>						
2011	2012	2013	2014	2015	2016	2017
\$ 1,352	\$ 559	\$ 590	\$ 454	\$ 549	\$ 448	\$ 1,200
1,074	981	573	429	272	112	268
56	71	89	107	114	55	65
3,931	5,550	3,532	3,660	3,645	3,123	1,668
<u>7,329</u>	<u>8,059</u>	<u>8,916</u>	<u>9,342</u>	<u>10,187</u>	<u>10,156</u>	<u>9,791</u>
<u>\$ 13,742</u>	<u>\$ 15,220</u>	<u>\$ 13,700</u>	<u>\$ 13,992</u>	<u>\$ 14,767</u>	<u>\$ 13,893</u>	<u>\$ 12,993</u>

\$ 2,926	\$ 2,359	\$ 2,760	\$ 2,984	\$ 2,927	\$ 3,021	\$ 3,012
365	358	310	309	281	246	214
1,134	837	793	1,345	1,218	2,056	1,660
42	43	43	43	43	43	43
-	-	-	(6)	-	10	-
<u>\$ 4,467</u>	<u>\$ 3,597</u>	<u>\$ 3,906</u>	<u>\$ 4,675</u>	<u>\$ 4,470</u>	<u>\$ 5,376</u>	<u>\$ 4,929</u>

**VILLAGE OF PARK FOREST**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**JUNE 30, 2017**

	2008	2009	2010	2011	<u>FISCAL</u> 2012
<b>Revenues</b>					
Taxes	\$ 12,585	\$ 13,426	\$ 13,999	\$ 14,720	\$ 15,172
Licenses, fees and permits	981	938	1,095	1,051	1,194
Intergovernmental*	6,793	6,246	3,072	4,041	4,553
Charges for services	1,586	1,598	1,652	1,708	1,585
Fines and forfeitures	376	425	768	449	435
Interest	579	133	35	135	63
Miscellaneous	603	506	4,982	481	373
<b>Total Revenues</b>	<u>23,503</u>	<u>23,271</u>	<u>25,602</u>	<u>22,584</u>	<u>23,375</u>
<b>Expenditures</b>					
General government	2,997	3,064	3,229	3,197	2,923
Law enforcement	6,058	6,188	6,692	6,999	6,967
Fire and emergency	3,047	3,226	3,396	3,616	3,813
Public health	844	754	794	777	815
Recreation and parks	2,343	2,244	2,073	2,116	2,225
Public works	696	984	901	801	846
Streets and transportation	974	1,041	963	981	2,480
Community development*	3,934	3,823	498	477	501
Economic development	875	1,007	1,020	1,146	988
Capital outlay	705	303	427	979	664
Debt Service					
Interest	678	548	693	487	458
Principal <sup>1</sup>	500	579	518	746	805
<b>Total governmental activities program expenditures</b>	<u>23,651</u>	<u>23,764</u>	<u>21,204</u>	<u>22,321</u>	<u>23,485</u>
<b>Net (expense)/revenue Governmental activities</b>	<u>(148)</u>	<u>(493)</u>	<u>4,398</u>	<u>263</u>	<u>(110)</u>
<b>Other financing sources (uses)</b>					
Sale of Fixed Assets	308	-	-	-	-
Bond Activity	-	114	-	-	-
Transfers in	925	1,791	2,172	1,505	1,211
Transfers (out)	(930)	(1,590)	(2,054)	(1,120)	(492)
<b>Total Other financing sources (uses)</b>	<u>304</u>	<u>315</u>	<u>118</u>	<u>385</u>	<u>719</u>
<b>Net Changes in Fund Balance</b>	<u>\$ 156</u>	<u>\$ (177)</u>	<u>\$ 4,517</u>	<u>\$ 648</u>	<u>\$ 609</u>
Debt Service as a percentage of noncapital expenditures	5.2%	4.8%	5.9%	5.6%	5.9%

Source: Audited financial statements from June 30, 2008 to June 30, 2017

\* The Village implemented GASB 54 in Fiscal 2010. In addition, in Fiscal 2010, the Housing Authority was classified as a Component Unit. In Fiscal 2013, with GASB 61 implementation it returned to a Special Revenue Fund.

<sup>1</sup> debt was refunded in Fiscal 2013 -- increase is not a result of additional debt

---

**- YEAR**

2013	2014	2015	2016	2017
\$ 15,420	\$ 15,808	\$ 15,973	\$ 16,820	\$ 17,470
1,185	1,240	1,267	1,252	1,273
16,389	9,504	9,928	10,235	12,295
1,302	1,277	1,517	1,646	1,450
435	468	572	555	531
19	98	84	91	54
<u>375</u>	<u>417</u>	<u>410</u>	<u>422</u>	<u>557</u>
<u>35,125</u>	<u>28,813</u>	<u>29,750</u>	<u>31,021</u>	<u>33,631</u>
3,031	3,215	3,343	3,711	3,216
7,044	7,239	7,548	7,932	8,697
3,678	3,947	4,144	4,386	4,776
843	905	935	936	867
2,462	2,441	2,509	2,567	2,797
1,236	1,009	1,149	1,498	4,528
2,089	602	392	394	330
5,500	5,971	6,548	7,100	6,808
741	757	880	923	1,060
9,239	890	892	768	847
447	293	276	243	205
<u>5,063</u>	<u>1,815</u>	<u>990</u>	<u>1,040</u>	<u>1,110</u>
<u>41,372</u>	<u>29,083</u>	<u>29,605</u>	<u>31,498</u>	<u>35,242</u>
<u>(6,247)</u>	<u>(270)</u>	<u>144</u>	<u>(477)</u>	<u>(1,611)</u>
-	-	-	-	-
4,279	875	-	-	-
1,051	1,597	1,152	2,102	1,331
<u>(620)</u>	<u>(1,141)</u>	<u>(727)</u>	<u>(1,592)</u>	<u>(1,068)</u>
<u>4,710</u>	<u>1,332</u>	<u>425</u>	<u>509</u>	<u>263</u>
<u>\$ (1,537)</u>	<u>\$ 1,062</u>	<u>\$ 569</u>	<u>\$ 33</u>	<u>\$ (1,348)</u>
15.9%	7.4%	4.4%	4.1%	3.8%

**VILLAGE OF PARK FOREST**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN LEVY YEARS**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**JUNE 30, 2017**

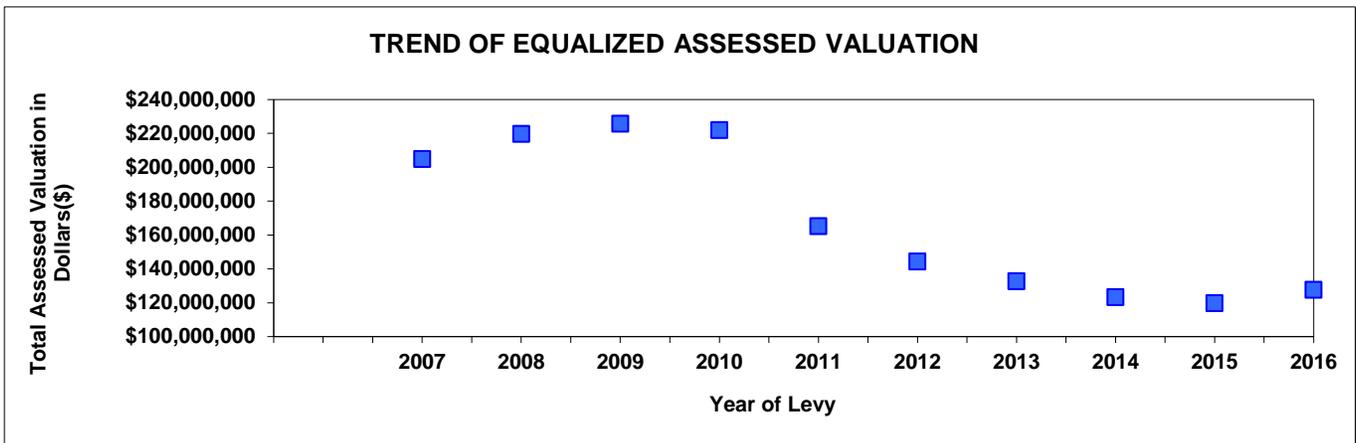
Levy Year	Residential Property	Commercial Property	Industrial Property	Farm Property	Railroad Property	Total Equalized Assessed Value	Total Direct Tax Rate	Total Actual Value
2006	161,574	18,888	9,739	-	62	190,262	4.9470	571,358
2007	174,718	17,884	12,009	-	77	204,687	4.8920	614,676
2008	190,274	16,279	12,835	-	102	219,491	4.9250	659,133
2009	196,620	16,552	12,297	-	119	225,588	5.2110	677,440
2010	197,165	12,922	11,322	-	472	221,882	5.4950	666,312
2011	142,909	14,469	7,350	-	441	165,169	8.1610	496,004
2012	122,465	14,389	6,993	-	365	144,212	9.6100	433,070
2013	108,382	17,347	6,400	-	451	132,580	10.9740	398,137
2014	104,417	15,608	2,685	-	519	123,229	12.2810	370,058
2015	101,616	14,662	2,812	-	622	119,713	13.2240	359,498
2016	107,237	15,204	3,036	-	680	126,157	13.2240	378,850

Source: Cook and Will Counties Clerks' and Assessors' Offices

Note: Property is reassessed once every three years. Property is assessed at 1/3 actual value. Tax rates are per \$100 of assessed value. Fiscal year data is based on the previous calendar year's (levy year) assessed value. Detail for most recent fiscal year is not available at the time of audit preparation. Total Direct Tax Rate presented is for Cook County residents in School District 163.

**VILLAGE OF PARK FOREST**  
**TREND OF EQUALIZED ASSESSED VALUATIONS**  
**LAST TEN LEVY YEARS**  
**JUNE 30, 2017**

Levy Year	Equalized Assessed Value	Percentage Increase(Decrease)	Estimated Actual Value	Ratio of Equalized Assessed Value to Estimated Actual Value
2007	204,687,009	7.58%	614,061,027	33.33%
2008	219,491,270	7.23%	658,473,810	33.33%
2009	225,587,683	2.78%	676,763,049	33.33%
2010	221,881,935	-1.64%	665,645,805	33.33%
2011	165,169,446	-25.56%	495,508,338	33.33%
2012	144,211,783	-12.69%	432,635,349	33.33%
2013	132,579,603	-8.07%	397,738,809	33.33%
2014	123,229,196	-7.05%	369,687,588	33.33%
2015	119,712,678	-2.85%	359,138,034	33.33%
2016	127,619,822	6.61%	382,859,466	33.33%



Source: Cook and Will Counties Clerks' and Assessors' Offices

**VILLAGE OF PARK FOREST**  
PROPERTY TAX RATES PER \$100 ASSESSED VALUATION  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN LEVY YEARS  
JUNE 30, 2017

	2007	2008	2009	2010	2011
Village of Park Forest*	4.8920	4.9250	5.2110	5.4950	8.1610
Cook County	0.3530	0.3290	0.3100	0.3410	0.3840
School District #163	6.9750	6.6160	6.4440	6.7470	9.5430
Village of Park Forest Library	0.7780	0.7830	0.8140	0.8500	1.2440
Prairie State College District 515	0.2940	0.2800	0.2770	0.2930	0.3570
Rich Township High School District 227	3.5750	3.4590	3.5130	3.7050	4.6870
South Cook Mosquito Abatement	0.0060	0.0090	0.0090	0.0100	0.0120
General Assistance Rich Township	0.0220	0.0220	0.0230	0.0260	0.0340
Road & Bridge Rich Township	0.0560	0.0540	0.0550	0.0580	0.0740
Town Rich Township	0.1960	0.1910	0.1920	0.2020	0.2580
Consolidated Elections	0.0120	-	0.0210	-	0.0250
Suburban TB Sanitarium	-	-	-	-	-
Cook County Forest Preserve	0.0530	0.0510	0.0490	0.0510	0.0580
Cook County Health Facilities	<u>0.0930</u>	<u>0.0860</u>	<u>0.0840</u>	<u>0.0820</u>	<u>0.0780</u>
Total Tax Rate per \$100 EAV	<u>17.3050</u>	<u>16.8050</u>	<u>17.0020</u>	<u>17.8600</u>	<u>24.9150</u>
Share of Total Tax Rate Levied by Village	<u>0.2827</u>	<u>0.2931</u>	<u>0.3065</u>	<u>0.3077</u>	<u>0.3276</u>

for the Village please see the next schedule -- Property Tax Rates per \$100 of Assessed Valuation. In addition, the Library is reported separately below.

Source: Cook County Collector. Total Direct tax rate is for Cook County residents in School District 163.

2012	2013	2014	2015	2016
9.6100	10.9740	12.2810	13.2240	13.1650
0.4680	0.4940	0.5370	0.4360	0.4460
10.9920	11.7330	12.7270	13.2550	12.7970
1.4490	1.6400	1.8090	1.8520	1.7420
0.4100	0.4390	0.4580	0.4870	0.4810
5.3020	5.8300	6.2220	6.4640	6.2310
0.0140	0.0160	0.0170	0.0170	0.0170
0.0390	0.0460	0.0480	0.0520	0.0500
0.0850	0.0940	0.1010	0.1080	0.1030
0.2920	0.3040	0.3020	0.2940	0.2840
-	0.0310	-	0.0340	-
-	-	-	-	-
0.0630	0.0690	0.0690	0.0670	0.0630
<u>0.0630</u>	<u>0.0660</u>	<u>0.0310</u>	<u>0.1180</u>	<u>0.0870</u>
<u>28.7870</u>	<u>31.7360</u>	<u>34.6020</u>	<u>36.4080</u>	<u>35.4660</u>
<u>0.3338</u>	<u>0.3458</u>	<u>0.3549</u>	<u>0.3632</u>	<u>0.3712</u>

**VILLAGE OF PARK FOREST**  
PROPERTY TAX RATES PER \$100 OF ASSESSED VALUATION (1)  
LAST TEN LEVY YEARS  
JUNE 30, 2017

Levy Year	General	Public Library	IMRF	FICA	Debt Service	Police Pension	Fire Pension	Totals
2007	3.3475	0.7780	0.2316	0.2023	0.4497	0.3741	0.2880	5.6712
2008	3.3807	0.7830	0.2262	0.1975	0.4345	0.3978	0.2878	5.7075
2009	3.6110	0.8140	0.2253	0.1968	0.4051	0.4491	0.3232	6.0245
2010	3.9525	0.8500	0.1926	0.1875	0.3490	0.4702	0.3425	6.3443
2011	6.0618	1.2440	0.2767	0.2691	0.4303	0.6702	0.4526	9.4047
2012	7.2659	1.4490	0.3012	0.2930	0.4116	0.8099	0.5275	11.0581
2013	8.1392	1.6390	0.3376	0.3284	0.4211	1.0520	0.6948	12.6121
2014	9.0643	1.8090	0.3724	0.3623	0.3822	1.2639	0.8354	14.0895
2015	9.6527	1.8520	0.4329	0.3791	0.3909	1.4877	0.8799	15.0752
2016	9.3346	1.7420	0.4890	0.3832	0.3837	1.5779	0.9957	14.9061

(1) Rates, as presented, are for Cook County residents.

Source: Cook County Clerk's Office

**VILLAGE OF PARK FOREST**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**LAST YEAR AND NINE YEARS AGO**  
**JUNE 30, 2017**

Taxpayer	<u>2016 EAV</u>			<u>2007 EAV</u>		
	Total Equalized Assessed Value*	Rank	Percentage of Total Taxable Equalized Assessed Value	Total Equalized Assessed Value*	Rank	Percentage of Total Taxable Equalized Assessed Value
Thorncreek API / Aimco Suite 1100				\$ 2,055,943	5	2.74%
Kinzie Assets LLC (Thorncreek)	\$ 2,162,890	4	1.69%	-		
Oceania Holdings (Thorncreek)	3,718,366	1	2.91%	-		
Atlantic Ltd Partnership (Thorncreek)	-			5,207,827	1	1.06%
	<u>5,881,256</u>			<u>7,263,770</u>		
Autumn Ridge Limited Partnership	2,889,734	2	2.26%	3,070,916	2	1.61%
Village of Park Forest (Blackhawk Shopping)	1,067,803	9	0.84%	-		
Village of Park Forest (DownTown)	494,470	0	0.39%	-		
Park Forest Coop IV (Area E)	2,884,583	3	2.26%	1,478,355	10	0.79%
Ash Street Cooperative	1,488,885	5	1.17%	1,402,358	12	0.74%
Orchard Park Plaza	769,859	15	0.60%	2,069,976	4	1.09%
Metroplex Park Forest (Garden House)	1,152,399	6	0.90%	1,753,495	7	0.92%
Coop Area B	1,171,094	8	0.92%	-		
Park Forest Coop 3 (Area J)	756,453	16	0.59%	-		
Cedarwood Cooperative	1,133,212	7	0.89%	1,559,182	9	0.82%
Park Forest ILF & SLF (Victory Center)	1,014,004	10	0.79%	2,993,847	3	1.57%
Highland Park CVS LLC	970,608	11	0.76%	1,772,016	6	0.93%
SBC Ameritech	937,670	12	0.73%	1,679,979	8	0.88%
U-Haul International	862,390	13	0.68%	1,462,064	11	0.77%
Castle Ridge Builders (residential)	775,637	14	0.61%	-		
North Community Bank (TOD)	700,800	16	0.55%	-		
Star Disposal	667,844	17	0.52%	-		
Walgreens	<u>660,055</u>	18	0.52%	<u>-</u>		
<b>Total</b>	<b>\$ <u>26,278,756</u></b>		<b><u>20.57%</u></b>	<b>\$ <u>26,505,958</u></b>		<b><u>13.92%</u></b>

\* Note: These amounts and corresponding percentages are the results of a consolidation of information available through the Cook and Will County Clerk's offices and may omit some tax parcels as a result of multiple parcel listings for various taxpayers.

	<u>2015 EAV</u>	<u>2016 EAV</u>
Cook County	\$ 97,456,372	\$ 103,900,668
Will County	<u>22,256,306</u>	<u>23,719,154</u>
	<u>\$ 119,712,678</u>	<u>\$ 127,619,822</u>

Source: Cook and Will Counties Clerks' and Assessors' Offices. The 2016 column represents the 2016 EAV. Taxes are paid in the following year. The 2007 column is from the 2007 CAFR. Note that the use of a dash indicates that the taxpayer was not the owner, the property was not on the tax rolls or it was not in the ranked taxpayer list.

**VILLAGE OF PARK FOREST**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN YEARS**  
**JUNE 30, 2017**

Tax Levy Year	Taxes Levied for the Fiscal Year*	Collected within the Fiscal Year		Collections in Subsequent Years	Total Collected to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004	9,267,508	3,339,232	36.03%	5,490,584	8,829,816	95.28%
2005	10,194,911	4,274,410	41.93%	5,344,518	9,618,929	94.35%
2006	10,736,969	4,584,244	42.70%	5,790,549	10,374,792	96.63%
2007	11,511,844	4,885,132	42.44%	6,011,124	10,896,256	94.65%
2008	12,288,123	5,038,413	41.00%	6,472,730	11,511,144	93.68%
2009	13,153,576	5,702,248	43.35%	6,651,551	12,353,799	93.92%
2010	13,937,332	6,391,471	45.86%	6,739,929	13,131,399	94.22%
2011	14,665,283	6,542,547	44.61%	7,290,714	13,833,261	94.33%
2012	15,503,910	6,903,387	44.53%	7,390,683	14,294,070	92.20%
2013	16,170,565	6,554,091	40.53%	8,102,619	14,656,710	90.64%
2014	16,741,499	6,990,647	41.76%	8,266,329	15,256,976	91.13%
2015	17,592,496	7,288,980	41.43%	8,738,366	16,027,346	91.10%
2016	18,321,725	7,360,184	40.17%	-	7,360,184	40.17%

Source: Cook and Will Counties Clerks' and Assessors' Offices

\*Note: This schedule includes the Total Tax Levy Extension -- Village and Library. Taxes levied represent the prior calendar year's tax levy. (i.e. data presented for the Fiscal Year ended June 30, 2017 is based on the 2016 tax levy.)

**VILLAGE OF PARK FOREST**  
**PROPERTY VALUE AND CONSTRUCTION**  
**LAST TEN CALENDAR YEARS**  
**JUNE 30, 2017**

Calendar Year	Commerical Construction Number of Permits	Value	Residential Construction Number of Permits	Value	Property Value		
					Commercial	Residential	Totals
2006	125	4,371,597	582	5,412,174	5,814,224	7,198,191	13,012,416
2007	105	4,784,915	506	3,980,966	6,363,937	5,294,685	11,658,623
2008	79	3,282,064	570	2,358,330	4,365,145	3,136,579	7,501,724
2009	92	5,314,120	583	2,267,900	7,067,780	3,016,307	10,084,087
2010	98	5,015,207	681	3,270,345	6,670,225	4,349,559	11,019,784
2011	115	3,158,528	503	1,887,503	4,200,842	2,510,379	6,711,221
2012	160	4,230,475	503	2,668,947	5,626,532	3,549,700	9,176,231
2013	93	3,300,637	544	2,832,386	4,389,847	3,767,073	8,156,921
2014	109	2,156,461	558	3,310,301	2,868,093	4,402,700	7,270,793
2015	117	2,157,392	517	2,802,681	2,869,331	3,727,566	6,596,897
2016	104	7,426,571	547	3,218,459	9,877,339	4,280,550	14,157,890

Source: Building Department Annual Report of Building Permits

# VILLAGE OF PARK FOREST

## TAXABLE SALES BY CATEGORY

LAST TEN CALENDAR YEARS

(IN THOUSANDS OF DOLLARS)

JUNE 30, 2017

	2007	2008	2009	2010	2011
General merchandise	\$ -	\$ -	\$ -	\$ -	\$ -
Food stores	4,902,719	2,467,183	3,803,549	4,445,387	4,154,597
Drinking & eating places	3,183,020	3,207,490	2,436,704	2,017,130	2,086,852
Apparel	74,240	74,389	-	52,788	77,795
Furniture, household & radio	43,953	-	-	-	14,558
Lumber, building & hardware	-	-	-	230,413	518,157
Automotive & filling stations	8,426,739	8,233,403	6,829,247	7,426,156	7,930,527
Drugs and miscellaneous retail	14,092,407	13,411,085	13,350,562	7,599,813	11,361,612
Agriculture & all others	1,103,193	1,272,248	898,055	6,548,257	4,254,478
Manufacturers	<u>162,957</u>	<u>224,417</u>	<u>182,086</u>	<u>134,630</u>	<u>204,243</u>
Total	<u>\$ 31,989,228</u>	<u>\$ 28,890,215</u>	<u>\$ 27,500,203</u>	<u>\$ 28,454,574</u>	<u>\$ 30,602,819</u>
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%

Source: Illinois Department of Revenue

	2012	2013	2014	2015	2016
\$	-	\$ -	\$ -	\$ -	\$ 1,268,554.00
	4,094,585	5,591,286	5,745,344	5,494,840	5,246,261
	2,214,262	2,242,828	2,111,037	2,532,519	2,832,026
	38,890	74,414	70,569	109,759	88,159
	-	-	-	-	-
	557,063	535,716	592,833	434,960	267,307
	8,757,018	5,125,442	4,045,615	4,079,912	4,322,114
	14,034,292	16,005,417	14,213,083	13,710,780	13,358,581
	1,321,417	1,428,495	1,461,517	1,806,699	1,669,424
	115,757	130,939	109,418	110,137	-
<b>\$</b>	<b>31,133,284</b>	<b>31,134,537</b>	<b>28,349,416</b>	<b>28,279,606</b>	<b>29,052,426</b>
	1.00%	1.00%	1.00%	1.00%	1.00%

**VILLAGE OF PARK FOREST**  
 RATIO OF OUTSTANDING DEBT BY TYPE  
 LAST TEN FISCAL YEARS  
 (DOLLARS IN THOUSANDS, EXCEPT PER CAPITA)  
 JUNE 30, 2017

Fiscal Year	Governmental Activities					IEPA Loan
	General Obligation Bonds	Installment Contracts	Incentive Agreement	Capital Lease		
2008	12,866	-	-	4		14,707
2009	12,376	-	-	-		14,071
2010	11,684	-	-	-		13,418
2011	10,938	-	-	-		13,900
2012	10,133	-	-	-		16,243
2013	9,235	-	-	-		16,020
2014	8,295	-	-	-		15,077
2015	7,305	-	-	-		14,112
2016	6,375	-	-	-		13,126
2017	5,233	-	-	-		15,319

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

*Source: Audited financial statements from June 30, 2008 to June 30, 2017*

---

Business-Type Activities

---

General Obligation Bonds	Installment Contracts	Total Primary Government	Percentage of Personal Income	Per Capita
1,159	129	28,865	5.72%	1,230
1,089	29	27,565	5.47%	1,175
977	-	26,079	4.40%	1,152
858	-	25,696	5.29%	1,169
738	-	27,114	5.55%	1,228
590	-	25,845	5.34%	1,173
480	-	23,852	4.98%	1,081
365	-	21,782	4.56%	989
250	-	19,751	4.07%	899
125	-	20,677	4.25%	941

**VILLAGE OF PARK FOREST**  
RATIO OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
(DOLLARS IN THOUSANDS, EXCEPT PER CAPITA)  
JUNE 30, 2017

---

Fiscal Year	General Obligation Bonds	Percentage of Actual Taxable Value of Property	Per Capita
2008	14,025	6.85%	597.77
2009	13,465	6.13%	573.92
2010	12,661	5.61%	559.40
2011	11,796	5.32%	536.81
2012	10,871	6.58%	492.46
2013	9,825	6.81%	445.88
2014	8,775	6.62%	397.85
2015	7,670	6.22%	348.10
2016	6,625	5.53%	301.48
2017	5,358	4.20%	243.78

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

*Source: Audited financial statements from June 30, 2008 to June 30, 2017 and the Bureau of Census*

**VILLAGE OF PARK FOREST**  
**COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT**  
**JUNE 30, 2017**

Governmental Unit	6/30/2017 Gross Debt	*Percentage of Debt Applicable to Village	Village's Share of Debt
<b>Direct Debt</b>			
Village of Park Forest	\$ 5,155,000	100.000%	\$ <u>5,155,000</u>
<b>Overlapping and Underlying Debt</b>			
Cook County	3,213,141,750	0.073%	2,345,593
Will County	0	0.125%	0
Cook County Forest Preserve	159,440,240	0.073%	116,391
Will County Forest Preserve	117,788,575	0.121%	142,524
Rich Township High School District 227	29,195,000	10.965%	3,201,232
Prairie State Community College District 515	12,260,000	4.167%	510,874
School District 162	21,327,286	6.327%	1,349,377
School District 163	28,520,000	93.829%	26,760,031
School District 194	11,960,000	1.371%	163,972
School District 201-U	57,116,006	4.107%	<u>2,345,754</u>
Total Overlapping & Underlying Debt			<u>36,935,750</u>
Total Direct, Overlapping & Underlying Debt			\$ <u>42,090,750</u>

*Data Source: Cook County Clerk; Will County Clerk, Cook County Comptroller's Office. Data presented as of June 30, 2017 using 2016 EAV. Direct Debt of the Village of Park Forest reflects only the General Obligation Bonds of the governmental activities.*

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

**VILLAGE OF PARK FOREST**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN CALENDAR YEARS**  
**JUNE 30, 2017**

---

Year	Population (1)	Personal Income (thousand of dollars)	Per Capita Personal Income (1)	Median Age (1)	School Enrollment (2)	Unemployment Rate (3)
2008	23,462	504,269	21,493	35.6	4,595	8.6%
2009	23,462	504,269	21,493	35.6	4,442	12.5%
2010	22,633	592,555	26,181	37.9	4,329	11.7%
2011	21,975	485,340	22,086	36.4	4,560	12.1%
2012	22,075	488,365	22,123	36.9	4,206	11.3%
2013	22,035	484,131	21,971	37.4	4,608	12.9%
2014	22,056	478,725	21,705	37.5	4,570	8.5%
2015	22,034	477,763	21,683	37.5	4,496	9.5%
2016	21,975	484,790	22,061	37.5	3,745	5.6%
2017	21,979	487,033	22,159	37.5	3,583	5.7%

*Sources:*

*(1) Bureau of Census for 2005 - 2009 (using 2000 census data). In 2010, used data provided by STDB Online. In 2011 and forward, used data provided by Census Bureau.*

*(2) Total enrollment for Indiana, Illinois, Talala, and St. Mary's elementary schools and Rich East High School in District 227. Enrollment for District 162 and District 163 adjusted by using only Park Forest residents in Beacon Hills, Arcadia, Huth and Southland College Prep schools.*

*(3) Illinois Dept of Employment Security - 2017 rates are for June 2017, Village of Park Forest*

**VILLAGE OF PARK FOREST**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND NINE YEARS AGO**  
**JUNE 30, 2017**

Employer	<u>2017</u>			<u>2008</u>		
	Employees	Rank	Percentage Total Village Employment	Employees	Rank	Percentage Total Village Employment
Ludeman Center	750	1	26.1%	600	1	11.4%
Village of Park Forest**	267	3	9.3%	289	2	5.5%
School District 163	308	2	10.7%	268	3	5.1%
High School District 227 (Rich East)	171	4	6.0%	189	4	3.6%
School District 162 (Indiana & Illinois)	96	6	3.3%	136	5	2.6%
Aunt Martha's	127	5	4.4%	115	6	2.2%
Star Disposal Service	82	7	2.9%	56	7	1.1%
Victory Centre of Park Forest	47	9	1.6%	40	9	0.8%
U-Haul	40	10	1.4%	40	9	0.8%
Imageworks Manufacturing, Inc.	50	8	1.7%	32	8	0.6%
CVS	20	11	0.7%	25	11	0.5%
Taco Bell	20	11	0.7%			
Walgreens	18	12	0.6%	37	10	0.7%
US Bank - Park Forest	8	14	0.3%	18	12	0.3%
Hadady Corporation	8	14	0.3%	-	-	0.0%
First Midwest	7	13	0.2%	-	-	0.0%
Chase Bank	6	15	0.2%	10	13	0.2%
	2,025		71.7%	1,855		35.2%
Continental/Midland*	197			170		
Total	2,222			2,025		

Source: Village Economic Development Department, 2008 Village Audit, U.S. Census Bureau.

Note: Total Village Employment data is from the U.S. Census Bureau ZIP Code Business Patterns (NAICS). 2007 data uses the 2004 report, which shows 5,132 employees in Park Forest businesses. 2015 data uses the 2013 report, which shows 2,873 employees.

\*Continental/Midland, is located just south of the village in unincorporated Will County

\*\*Village of Park Forest data includes the Library

**VILLAGE OF PARK FOREST**  
**FULL-TIME EQUIVALENT VILLAGE GOVERNMENT EMPLOYEES BY FUNCTION**  
**LAST TEN FISCAL YEARS**  
**JUNE 30, 2017**

<u>Function/Program</u>	2008	2009	2010	2011	2012
General Government					
Manager's office	6	6	6	6	6
Finance / IT	10	10	10	9.5	9.5
Police					
Officers	41	42	42	42	41
Civilians	13.1	13.1	13.1	13.1	13.1
Fire					
Firefighters and officers	24	24	24	24	25
Civilians	1	1	1.4	1.4	1.4
Public works	20	20	20	20	20
Water	9.8	10.3	11	11	10.5
Community Development	9.4	9.6	8.9	8.9	8.9
Downtown	3	3	3	3	3
Economic Development	4	4	4	4	4
Recreation and Parks	19.8	20.6	19.6	18.6	18.6
Health	<u>8.5</u>	<u>8.5</u>	<u>8.5</u>	<u>8.5</u>	<u>8.5</u>
Subtotal	169.6	172.1	171.5	170	169.5
Library	<u>26.15</u>	<u>26.15</u>	<u>30.6</u>	<u>30.6</u>	<u>20.32</u>
Total	<u>195.75</u>	<u>198.25</u>	<u>202.10</u>	<u>200.60</u>	<u>189.82</u>

Source: Finance Department Budget documents

2013	2014	2015	2016	2017
6	6	6	6	6.5
9.7	9.7	9.7	9.7	9.7
41	41	41	41	42
12.6	12.6	12.6	12.6	12.6
25	25	25	25	25
1.4	1.4	1.4	1.4	1.4
20	20	20	20	20
10.5	10.7	10.7	10.7	10.7
8.9	8.9	8.9	8.9	9.9
3	3	3	3	3
4	4	4.1	4.1	4.1
18.6	19.1	19.1	19.6	19.6
<u>8.5</u>	<u>8.5</u>	<u>8.5</u>	<u>8.5</u>	<u>8.75</u>
169.2	169.9	170	170.5	173.25
<u>23.48</u>	<u>24.37</u>	<u>23.99</u>	<u>21.88</u>	<u>23.83</u>
<u>192.68</u>	<u>194.27</u>	<u>193.99</u>	<u>192.38</u>	<u>197.08</u>

**VILLAGE OF PARK FOREST**  
 OPERATING INDICATORS BY FUNCTION/PROGRAMS  
 LAST TEN CALENDAR YEARS  
 JUNE 30, 2017

	2007	2008	2009	2010	2011
<b><u>Function/Program</u></b>					
<b>Police</b>					
Southcom - calls for service	20,191	19,413	16,440	16,236	16,504
Index crimes	807	727	573	571	628
Physical arrests	2,717	2,694	2,329	1,891	1,811
Parking violations	4,979	5,131	4,414	3,210	3,415
Traffic violations	3,138	3,287	3,089	2,298	3,258
<b>Fire</b>					
Southcom - emergency responses	3,268	3,265	3,023	3,037	2,871
Fires extinguished	68	61	87	93	88
Inspections	491	576	643	514	432
<b>Refuse Collection</b>					
Refuse collected (tons per day)	21.9	20.4	19.2	18.8	17.9
Recyclables collected (tons per day)	4.1	4.1	3.9	3.8	3.3
<b>Other Public Works</b>					
Street resurfacing (square yards) <sup>1</sup>	-	-	-	13,500	14,309
Streets patched (square yards)	33,370	814	-	4,569	3,537
Sidewalks removed & replaced (sq ft)	15,773	14,351	9,350	2,653	18,077
Snow and ice control (tons of salt)	1,826	2,252	2,500	2,277	2,274
<b>Finance</b>					
Payroll checks processed	8,743	8,644	8,163	7,826	7,796
Accounts Payable checks processed	8,009	7,889	7,718	7,599	7,970
Accounts Payable ACH payments processed - <i>new 2013</i>	n/a	n/a	n/a	n/a	n/a
Accounts Receivable invoices processed	824	668	630	830	796
Water bills issued	54,796	54,354	54,113	52,857	53,015
Late notices issued	20,683	21,117	21,201	20,317	19,666
Shut off notices issued	13,183	13,674	13,870	12,677	12,744
Utility Billing E-payments	538	3,614	4,782	5,616	6,845
Utility Billing Direct Debits	-	-	-	-	1,961
Vehicle sticker sales					
Passenger	12,401	11,277	11,938	11,760	10,986
Truck	753	722	526	811	733
RV	32	32	197	34	34
Motorcycle	248	257	281	260	254
E-payments - <i>new 2013</i>	n/a	n/a	n/a	n/a	n/a
<b>Recreation and Parks</b>					
Trees Pruned	925	900	440	74	12
Park and athletic field permits issued	235	194	183	170	160
<b>Facilities</b>					
<b>Freedom Hall</b>					
Number of performances	20	19	15	17	15
Number of patrons	4,619	4,119	3,089	3,088	2,731
Tennis and Health Club members	483	457	393	395	397
Aqua Center passes sold	1,975	1,837	1,491	1,891	2,018
Municipal Golf Center rounds sold					
Recreation class participants					
Number of programs offered	372	367	317	325	291
Number participants registered	2,102	1,803	2,051	2,405	2,104
<b>Community Development</b>					
Building permits issued	611	649	675	779	618
Overall inspection totals	13,330	13,909	12,498	11,954	8,957

2012	2013	2014	2015	2016
18,052	15,644	17,126	17,529	19,509
808	540	453	468	431
1,631	1,271	1,560	938	924
3,161	3,093	3,132	2,611	1,807
2,691	2,169	2,863	1,756	1,615
3,069	3,119	3,449	3,381	3,588
81	52	64	40	60
519	539	457	244	294
17.1	16.9	16.9	16.2	17.1
3.1	3.0	2.9	2.7	2.8
-	168,277	8,133	6,816	9,039
996	2,868	1,625	505	5,425
27,309	78,474	32,279	15,338	12,870
1,689	2,048	2,048	2,102	1,866
8,152	7,903	7,946	7,997	8,149
7,707	7,395	5,380	4,742	4,465
n/a	68	1,733	2,292	2,430
735	738	456	361	325
52,843	53,305	98,984	101,171	100,882
19,058	20,259	37,629	39,767	40,446
12,347	13,724	-	-	-
7,838	8,821	17,467	5,582	20,474
1,946	1,933	4,635	5,904	5,788
10,372	10,544	10,050	10,558	9,557
651	644	1,283	641	571
19	20	21	44	22
230	221	224	221	207
n/a	184	300	372	345
15	10	20	729	932
173	156	133	124	197
16	15	17	16	15
2,997	3,363	3,013	3,556	3,263
329	312	322	242	250
2,614	2,200	1,795	1,378	1,367
319	306	290	298	303
2,722	2,613	2,046	2,540	2,324
663	637	667	634	651
9,255	5,328	6,184	5,404	5,110

**VILLAGE OF PARK FOREST**  
 OPERATING INDICATORS BY FUNCTION/PROGRAMS  
 LAST TEN CALENDAR YEARS  
 JUNE 30, 2017

	2007	2008	2009	2010	2011
<b><u>Function/Program</u></b>					
Economic Development					
Business License renewal applications*	285	345	341	334	336
Health					
Home health visits	2,615	1,887	1,847	2,764	2,260
Immunizations	1,430	1,166	1,126	778	1,389
Library					
Volumes in collection	158,456	134,427	136,122	126,358	126,358
Total number of materials loaned	189,980	201,851	222,151	183,689	191,968
Total annual attendance	143,724	151,426	154,185	114,794	135,987
Total resident library cards still active	11,910	13,332	13,853	13,180	13,033
Water					
New connections	24	1	0	2	0
Number of service connections	9,080	9,016	9,177	9,227	9,008
Water main breaks	70	154	82	111	167
Average daily consumption (thousands of gallons)	1,851	1,604	1,391	1,478	1,387
Peak daily consumption (thousands of gallons)	2,321	2,345	2,086	1,801	2,499
Sewer					
Sanitary sewer replaced (linear feet)	285	245	0	678	130
Sanitary sewer televised (linear feet)	18,497	12,756	16,504	1,306	10,614
Sanitary sewer cleaned (linear feet)	142,560	31,680	63,360	134,141	41,337
Sanitary sewer lined (linear feet)	4,455	280	0	70	10,614
Municipal Parking Lots					
Commuter customers	212,211	196,010	168,041	140,029	135,374
Transit					
Passengers - Jolly Trolley	21,053	20,003	19,116	19,872	18,731
Taxi Tickets Sold	2,316	2,300	2,336	1,888	1,888

Source: Various village departments

\* Information is unavailable for years designated with a dash ( ----- )

<sup>1</sup> Orchard Drive was resurfaced in 2013

2012	2013	2014	2015	2016
314	305	305	293	266
1,543	1,527	2,140	1,809	1,632
953	1,010	743	803	1,277
122,550	84,316	82,162	56,855	54,865
202,693	182,457	166,006	145,559	104,789
137,795	124,819	122,683	157,208	143,568
11,814	10,921	9,908	9,420	7,764
2	2	-	1	-
9,203	9,141	9,050	8,354	8,404
201	133	99	117	165
1,232	1,229	1,115	1,217	1,550
2,173	1,632	1,852	1,493	1,590
0	0	-	-	763
2,251	10,246	-	4,137	15,485
35,416	38,230	8,987	15,696	15,485
2,251	10,839	-	6,138	-
107,949	86,051	107,174	93,195	89,713
19,031	17,634	17,436	15,487	12,815
2,141	2,401	2,781	2,445	1,695

**VILLAGE OF PARK FOREST**  
**CAPITAL ASSETS STATISTICS BY FUNCTION**  
**LAST TEN FISCAL YEARS**  
**JUNE 30, 2017**

	2008	2009	2010	2011	2012	2013	2014
<b><u>Function/Program</u></b>							
Police							
Station	1	1	1	1	1	1	1
Patrol Units	17	18	18	18	18	18	18
Fire Stations	1	1	1	1	1	1	1
Other Public Works							
Streets (miles)	64.9	64.9	64.9	64.9	64.9	64.9	64.9
Streetlights	1,262	1,270	1,273	1,273	1,273	1,279	1,279
Traffic Signals (Intersections)	5	5	5	5	5	5	5
Recreation and Parks							
Acreage	478.78	478.78	478.78	478.78	478.78	478.78	478.78
Playgrounds	13	13	11	11	11	11	11
Baseball/softball diamonds	14	14	14	14	14	14	13
Soccer/football fields	4	4	4	4	4	4	4
Basketball	4	4	5	5	5	5	5
Tennis	15	15	15	15	15	15	15
Skating Parks	3	3	3	3	3	3	3
Picnic Pavilions	4	4	4	4	4	4	4
Facilities *	4	4	5	5	5	5	5
Water							
Water mains (miles)	77	77	77	77	77	77	77
Fire hydrants	780	780	780	801	801	801	801
Storage capacity (millions of gallons)	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Wastewater							
Sanitary sewer (miles)	73	73	73	73	73	73	73
Storm sewers (miles)	60	60	60	60	60	60	60

\* Recreation and Parks Facilities include Village Hall, Freedom Hall, Aqua Center, and the Tennis & Health Club.

Source: Various village departments

2015	2016	2017
------	------	------

1	1	1
18	18	18
1	1	1
64.9	64.9	64.9
1,279	1,279	1,279
5	5	5
478.78	478.78	478.78
8	8	8
11	11	11
4	4	4
5	5	5
13	13	13
3	3	3
4	4	4
5	5	5
77	77	77
801	801	801
5.0	5.0	5.0
73	73	73
60	60	60

**VILLAGE OF PARK FOREST**  
WATER SOLD BY TYPE OF CUSTOMER  
LAST TEN FISCAL YEARS  
(IN THOUSANDS OF GALLONS)  
JUNE 30, 2017

	2008	2009	2010	2011	2012	2013
<b>Type of Customer</b>						
Residential	\$ 416,824	\$ 403,501	\$ 378,393	\$ 361,794	\$ 339,396	\$ 341,206
Commercial	<u>89,645</u>	<u>83,231</u>	<u>76,953</u>	<u>83,658</u>	<u>97,071</u>	<u>111,472</u>
Total	<u>\$ 506,469</u>	<u>\$ 486,732</u>	<u>\$ 455,346</u>	<u>\$ 445,452</u>	<u>\$ 436,468</u>	<u>\$ 452,679</u>
Water rate per 1,000 gallons	\$8.00	\$8.32	\$8.65	\$9.00	\$9.36	\$9.73
Sewer rate per 1,000 gallons	\$2.10	\$2.35	\$2.60	\$2.86	\$2.86	\$2.86

Source: Village of Park Forest Water Department Pumpage Report

2014	2015	2016	2017
\$ 352,028	\$ 322,384	\$ 324,973	\$ 326,112
<u>106,971</u>	<u>77,274</u>	<u>70,215</u>	<u>72,769</u>
<u>\$ 458,999</u>	<u>\$ 399,659</u>	<u>\$ 395,188</u>	<u>\$ 398,881</u>
\$11.93	\$12.77	\$13.66	\$14.61
\$2.86	\$2.86	\$2.86	\$2.86