



Village of Park Forest, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**Fiscal Year Ended
June 30, 2013**

VILLAGE OF PARK FOREST

PARK FOREST, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

AS OF AND FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Officials Issuing Report

Thomas Mick, Village Manager

Mary G. Dankowski, Deputy Village Manager/Finance Director

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
TABLE OF CONTENTS
AS OF AND FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Page(s)</u>
<i>Introductory Section</i>	
Table of Contents	i - iv
Letter of Transmittal	v - xxx
GFOA Certificate of Achievement	xxxix
Organizational Chart	xxxix
List of Elected and Appointed Officials	xxxix
<i>Financial Section</i>	
Independent Auditors' Report	1 - 3
Required Supplementary Information	
Management's Discussion and Analysis (MD&A) (Unaudited)	4 - 23
Basic Financial Statements	
<u>Government-Wide Financial Statements</u>	
Statement of Net Position	24
Statement of Activities	25 - 26
<u>Fund Financial Statements</u>	
Balance Sheet - Governmental Funds	27 - 28
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	29
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	30 - 31
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	32
Statement of Net Position - Proprietary Funds	33 - 34
Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds	35 - 36
Statement of Cash Flows - Proprietary Funds	37 - 38
Statement of Net Position - Fiduciary Funds	39
Statement of Changes in Net Position - Fiduciary Funds	40
Notes to the Financial Statements	41 - 72
Required Supplementary Information	
<u>Historical Pension and Retirees' Health Plan Information</u>	
Illinois Municipal Retirement Fund - Schedule of Employer's Contributions and Schedule of Funding Progress	73

VILLAGE OF PARK FOREST
TABLE OF CONTENTS
AS OF AND FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Page(s)</u>
Police Pension Fund - Schedule of Employer's Contributions and Schedule of Funding Progress	74
Firefighters' Pension Fund - Schedule of Employer's Contributions and Schedule of Funding Progress	75
Retirees' Health Plan - Schedule of Employer's Contribution and Schedule of Funding Progress	76
<u>General Fund - Budget and Actual</u>	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	77
<u>Major Special Revenue Funds - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual:</u>	
Downtown Tax Increment Finance District Fund - Major Special Revenue	78
Housing Authority Fund - Major Special Revenue	79
Motor Fuel Tax Fund - Major Special Revenue	80
Notes to Required Supplementary Information	81
Supplementary Information	
<u>Governmental Funds</u>	
Schedule of Revenue - Budget and Actual - General Fund	82 - 83
Schedule of Expenditures - Budget and Actual - General Fund	84
Combining Balance Sheet - Nonmajor Governmental Funds	85
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	86
<u>Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual</u>	
Cook County Community Development Block Grant Fund - Nonmajor Special Revenue	87
Foreign Fire Insurance Fund - Nonmajor Special Revenue Fund	88
Norwood Tax Increment Finance District- Nonmajor Special Revenue Fund	89
Debt Service Fund - Major Debt Service	90
Capital Projects Fund - Major Capital Projects	91

VILLAGE OF PARK FOREST
TABLE OF CONTENTS
AS OF AND FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Page(s)</u>
<u>Enterprise Funds</u>	
Combining Statement of Net Position - Nonmajor Proprietary Funds	92 - 93
Combining Statement of Revenue, Expenses and Changes in Net Position - Nonmajor Proprietary Funds	94 - 95
Combining Statement of Cash Flows - Nonmajor Proprietary Funds	96 - 97
<u>Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual</u>	
Water Fund	98 - 99
Sewer Fund	100
Downtown Park Forest Fund	101 - 102
Refuse Fund	103
Municipal Parking Lot Fund	104
Aqua Center Fund	105
Tennis and Health Club Fund	106
<u>Internal Service Fund - Vehicle Services Fund</u>	
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual	107 - 108
<u>Fiduciary Funds</u>	
Combining Statement of Net Position - Pension Trust Funds	109
Combining Statement of Changes in Net Position - Pension Trust Funds	110
<u>Schedule of Changes in Net Position - Budget and Actual</u>	
Police Pension Fund	111
Firefighters' Pension Fund	112
<u>Debt Service Requirements</u>	
General Obligation Bond Series 1999	113
General Obligation Refunding Bond Series 2008A	114
General Obligation Refunding Bond Series 2008B	115
General Obligation Refunding Bond Series 2008B - by portion	116
General Obligation Refunding Bond Series 2012A	117
General Obligation Refunding Bond Series 2012B	118
IEPA Loan L17-1860	119

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
TABLE OF CONTENTS
AS OF AND FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Page(s)</u>
IEPA Loan L17-3142	120
Schedule of Insurance in Force	121
Four Year Summary of Assessed Valuations, Tax Rates, Extensions and Collections	122 - 123
<i>Statistical Section</i>	
Net Position by Component - Last Ten Fiscal Years	124 - 125
Changes in Net Position - Last Ten Fiscal Years	126 - 129
Fund Balances, Governmental Funds - Last Ten Fiscal Years	130 - 131
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years	132 - 133
Assessed Value and Actual Value of Taxable Property - Last Ten Levy Years	134
Trend of Equalized Assessed Valuations - Last Ten Levy Years	135
Property Tax Rates per \$100 Assessed Valuation, Direct and Overlapping Governments - Last Ten Levy Years	136 - 137
Property Tax Rates per \$100 of Assessed Valuation - Last Ten Levy Years	138
Principal Property Taxpayers - Last Fiscal Year and Nine Years Ago	139
Property Tax Levies and Collections - Last Ten Years	140
Property Value and Construction - Last Ten Calendar Years	141
Taxable Sales by Category - Last Ten Calendar Years	142 - 143
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years	144 - 145
Ratio of General Bonded Debt Outstanding - Last Ten Fiscal Years	146
Computation of Direct and Overlapping Bonded Debt	147
Demographic and Economic Statistics - Last Ten Calendar Years	148
Principal Employers - Current Year and Seven Years Ago	149
Full-time Equivalent Village Government Employees by Function - Last Ten Fiscal Years	150 - 151
Operating Indicators by Function/Programs - Last Ten Calendar Years	152 - 155
Capital Assets Statistics by Function - Last Ten Fiscal Years	156 - 157
Water Sold by Type of Customer - Last Ten Fiscal Years	158 - 159

THIS PAGE IS INTENTIONALLY LEFT BLANK



December 18, 2013

www.villageofparkforest.com

Mayor
John A. Ostenburg

Village Trustees
Mae Brandon
Bonita Dillard
Gary Kopycinski
Kenneth W. Kramer
Robert McCray
Georgia O'Neill

Village Clerk
Sheila McGann

Village Manager
Thomas Mick

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

**DownTown
Management Office**
226 Forest Blvd.
(708) 503-8153

Fire Department
156 Indianwood Blvd.
(708) 748-5605

Freedom Hall
410 Lakewood Blvd.
(708) 747-0580

Health Department
350 Victory Drive
(708) 748-1118

Police Department
200 Lakewood Blvd.
(708) 748-4700

**Recreation and
Parks Department**
350 Victory Drive
(708) 748-2005

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

Mayor Ostenburg and Board of Trustees:

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, 2013 (Fiscal 2013) is, hereby, transmitted. Responsibility for both the accuracy of presented data and completeness of the presentation, including all disclosures, is that of the Village.

Management believes that 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.

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.

REPORTING ENTITY

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 financial statements. For additional disclosures concerning the Village's reporting entity, see Note 1 to the financial statements.

The fiscal year for the Village of Park Forest ended June 30, 2013. The Village is in sound financial condition.

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 1980s, a Tax Increment Financing (TIF) District was created. The Village issued General Obligation/Tax Increment Financing Bonds to fund some 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. As noted above, Sears was one of the two anchors in the shopping center. Sears had committed to remain in Park Forest through 1998. In 1994, the Village learned that Sears was planning to leave the shopping center. Months of negotiations led to 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 that would have been realized had they remained in Park Forest during the full term of their commitment. 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 new 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, and the offices and Board Room of the Illinois Philharmonic Orchestra. The Illinois Theatre space became vacant in July 2012 after the unexpected death of the owner. The theater is operational and a new tenant is being sought.

During Fiscal 1999, Main Street was extended to Orchard. The Village borrowed \$1,640,000 to fund DownTown redevelopment. A building that housed a five screen movie theatre was sold to the theatre operator. 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, Building #3 was sold to By-Us Construction, a Western Avenue out lot was sold and developed for an Osco Foods, now CVS.

In Fiscal 2001, an out lot 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.

In Fiscal 2009, \$1,119,740 of incremental property taxes were received. The rebate to the senior housing development was \$361,352 and the rebate to Bigelow Homes was \$23,154. The DownTown leasing efforts resulted in several first floor leases including a caterer, music store, barber shop, senior center, resale store, dance studio, chiropractor, podiatrist, cleaners, and a health club. Total Village owned buildings are currently leased at 75%.

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 four years of 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. During 2013, a restaurant/billiard parlor was built out.

Fiscal 2009 saw a major decline in the national economy which continued into 2010, 2011 and 2012, this has certainly impacted Park Forest. Several major revenue sources declined from 2009 to 2012 creating a new base with little recovery. The Village saw some recovery in 2013. 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 2013 the Village saw a slight recovery in key revenues such as income tax and sales tax. 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 2014 will be to monitor financial results and make changes as needed at the mid-year review. 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. 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 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. The survey or focus groups are 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. 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 2013, the following goals were established. Following each goal is a brief summary of its accomplishment:

1. Engage in relationships and program initiatives which enhance working together to provide the best education possible for the children of Park Forest.

- Maintain and expand school educational programs for all students. Fire Department educational programming was done across all elementary schools. Health Department programming includes accepting local high school and college students to learn professional job skills while working as volunteers for various clinics. The Park Forest Health Department mentored college bound Health Administration students as well as Advance Practice Nursing students from Governors State University and participated as a practicum site for Medical Administrative students from Everest College in Merrillville, Indiana. The Health Department also acted as a practicum site for BSN completion nursing students from Indiana State University. The nurses of the Health Department participate in the annual career day program hosted by Rich East H.S. to encourage students to consider a career in public health or nursing.
- Within the community, the nurses visited area schools such as Illinois School and Talala School for local health screenings and work closely with Park Forest area school nurses to help complete school physicals and required immunizations for preschool, middle school and high school students. The nurses provided service at Richton Square School in Richton Park.
- The Community Relations Coordinator served on the Community Media Group and Business Advisory Council for School District 227.
- The Police Department established a B.I.C.Y.C.L.E. Program and gave away bikes to students in the eight grammar schools that attained the goals set out by the various schools dealing with positive behavior. Along with the bikes, the Park Forest Library entered into a partnership with the department to give away books and prizes to students and encourage use of the Library's Kids Zone.
- Scholastic excellence was recognized in various avenues of communications with the community.
- A college/university scholarship program was established.
- The Fire Department now presents classes to Blackhawk, Mohawk, Talala, Indiana and Arcadia Schools to meet the goal of reaching 80% of all third graders.
- Various Village Officials assisted with the judging of School District 163 Science Fair.
- Firefighters participated in the annual career day programs hosted by Rich East and Forest Trails Middle School to encourage students to consider a career in firefighting and emergency medical services.
- Besides the elementary schools, the Fire Department presented safety classes to pre-school children at Illinois Montessori, Operation Headstart and the Childrens House Day Care. Babysitter and latchkey child safety classes continue to be taught by staff to middle school and junior high aged children.
- The Village Manager was active in a Civic Engagement Consortium with Governors State University as GSU seeks to establish relations with various communities and organizations in the southland region.
- In partnership with the Village and Thorn Creek Audubon, more than 250 students from School District #163 enhanced their understanding of science through field trips to the Wetlands Discovery Center, Junior Audubon program and hands-on learning and research in Central Park Wetlands.
- Recreation and Parks staff also engaged students from District #162 in projects at Central Park Wetlands and planting woodland plants and prairie plantings at the Railfan Park / Old Plank Road Trail in the Lincolnwood area of the Village. Environmental Consultants also used the Discovery Center to run educational programs for home schooled children.

- In January 2013, Recreation and Parks (R&P) Staff, working with staff from Talala School began the “Live Grow Discover” after school program. This program offered two different activities each day, Monday through Thursday. The programs offered covered a wide range of activities and included arts, performing arts, dance, music, martial arts, basketball and tutoring in math and reading. This program was supported with funds earmarked from the Police Department’s Administrative Seizure Hearing monies and allowed the Village to keep the registration costs at \$35 as well as purchase needed equipment. For example, each child in the harmonica class received their own harmonica. The Communications Director partnered with Recreation and Parks to brand the program in a similar style as the Village’s Live, Grow, Discover campaign.
- Recreation and Parks annually employs over 200 young people of high school and college age. Staff has committed to make the experience more than “just a summer job” with ongoing support of young people who wish to advance to college, advanced degrees or an upgrade in their employment elsewhere. Many R&P staff have been “home grown” having started with the Village as seasonal workers.
- The Sustainability Coordinator coordinated with the Chicago Metropolitan Agency for Planning (CMAP) to bring their “Future Leaders in Planning” (FLIP) group of high school students to Park Forest for two day-long sessions. The sessions took place in October 2012 and January 2013 and included community tours, a tour of various Village facilities/venues and a panel discussion on local government operations. The FLIP students are working with students from Rich East High School to develop an educational campaign related to water and/or energy conservation that can be duplicated at schools throughout Park Forest and the metropolitan area.
- The Village donated \$1,000 to School District 163’s annual Tee off for Education golf outing. The Village also had several representatives present for a dinner related to the event.
- The Summer 2012 issue of Discover Magazine featured the stories of eight of Rich East High School’s best students from the Class of 2012. The story credited Rich East being in U.S. News & World Report’s list of Top High Schools. The article captured not only the great work of the school’s students, but also its diversity.
- The Communications Director highlighted the new Kids Zone at the Park Forest Public Library in the Winter 2013 issue of Discover Magazine, and continues to include one to two pages of programming from the Library in an effort to encourage Village kids and parents to make full-use of the facility.

2. Continue efforts to increase commercial, business and residential development in the Village.

- The Assistant Director of Economic Development and Planning participates on the International Conference of Shopping Center’s (ICSC) Alliance planning committee and was part of a panel of presenters at the past ICSC Deal Making.
- Staff completed two mass mailings to over 300 financial, insurance and service providers and to over 300 barber/beauty/spa service providers promoting vacant downtown retail space.
- Staff updated LoopNet and sent over 1,800 e-mails promoting downtown rental space.
- Staff is working with EDAG to implement actionable activities recommended in the South Suburban Coalition’s Retail Investment Study.
- EDAG selected Michael Jordan as the 2012 Park Forest Business Person of the Year. He was recognized with a reception and presentation of the award at a Village Board Meeting.
- Staff has developed a Request for Qualifications (RFQ) for a business/entrepreneur capacity training program. The RFQ was distributed to Joliet Junior College, South Suburban Community College, Prairie State College, Governors State University, and several individuals.

- The Chase Bank property (202 Forest Boulevard) was sold.
- Staff volunteers on the Business Expo Planning committee of the Southland Chamber of Commerce and is currently on a subcommittee to increase attendance at the Business Expo.
- Two blast e-mails were sent to business owners to market the availability of the LED sign at US30/Lincoln Highway.
- Staff is working on a proposal to construct a new monument sign at Sauk Trail and Indianwood Boulevard to promote shopping local and directions to the DownTown.
- Staff worked with the Sustainability Coordinator to identify a national sustainable business certification program. Businesses in attendance at the January Business Breakfast expressed an interest in participating.
- An interdepartmental committee is working to increase awareness of and participation by businesses in Main Street Nights.
- The 2nd Annual DownTown District MidSummer Madness was held on July 18, 2012, with record setting attendance of over 150 attendees. Additional advertising along with partnering with other departments increased awareness of this event within and outside of Park Forest. A 3rd DDMM was held on July 17, 2013.
- Three quarterly business breakfasts were held averaging 70 attendees.
- The size of the tote bag given to new residents, which contains welcome information and valuable Village resources, was increased to a reusable grocery-size bag highlighting the Shop Park Forest First campaign with the Growing Green logo and the slogan *"It's the Sustainable Thing to Do!"*
- Continued promotion to businesses to use the Bi-Weekly Business e-Bulletin to expand their marketing at a zero cost to them. The e-Bulletin averages 17 ads per session, which is distributed to an email database of over 900.
- Six out of the seven Park Forest business winners of the SouthtownStar's 2012 "Best of the Chicago Southland" were located in DownTown Park Forest, and one business is located in the Park Forest Business Park.
- The Business Resource Guide saw an increase of 50% in advertisement. Several businesses have commented on having received new customers and/or inquiries due to the Guide.
- In continuing the efforts of the Troubled Building and Property Task Force to identify and comprehensively address problem properties, owners and occupants, implementation and administration of the Crime Free Housing Ordinance and Vacant Building Registry Ordinance continued in 2012-2013. In 2012, 413 vacant properties registered at a compliance rate of 80%. Related to Crime Free Housing implementation, more than 60 renters have been removed from problem properties since the program's inception in March 2008. In three cases, an eviction was contested in court proceedings and the Village prevailed in each instance.
- The Community Development and Economic Development and Planning Departments have been working together to identify problem properties throughout the Village for demolition. Nine properties in the Eastgate neighborhood were demolished in 2011-2012 with the assistance of a Cook County Neighborhood Stabilization Program grant. Fifteen homes were demolished in December 2012 with a State CDBG-IKE grant. An additional seven homes were demolished in Spring 2013. Cook County provided an additional \$150,000 to demolish 10 vacant, blighted homes in February 2013. This now represents a total of 52 houses being demolished between 2009 and June 2013.
- The Health and Fire Departments assist Economic Development activities by providing timely technical support and plan review of prospective businesses. This includes engaging new businesses by providing them a clear understanding of Village and State code concerns

and issues regarding their prospective development. Recent examples of this include technical support and plan review services for Dunagains Irish Pub, Homewood Star facility, the Star Disposal compressed natural gas fill stations, a fire alarm system at House of Prayer, the Safe Halloween event, Stop and Shop 2, State Farm Insurance, a residential sprinkler system for a duplex townhouse, Sapphire Room/Billiards Hall and restaurant, St. Irenaeus' kitchen exhaust hood and suppression system and the Lucky Chinese Restaurant.

- The Fire Department identified and assisted Pangea Realty in correcting the incorrect addresses posted on several of their new townhomes. The Department also implemented 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 211th Street Transit Oriented Development Plan Implementation Study was completed in August 2012. The recommended Mixed Use zoning district will be incorporated into the revisions to the Zoning Ordinance that will be initiated in 2013 with the assistance of a CMAP local technical assistance project.
- The Economic Development Advisory Group (EDAG) made recommendations related to any financial incentives which might be sought by the business community. The Village Board approved minor revisions to the Village's incentive policy as recommended by EDAG.
- Cook County provided Neighborhood Stabilization Program grant funds to allow for the demolition of Norwood Square Shopping Plaza, 3200 Lincoln Highway, Wildwood School, and 350 Main Street. All four properties were demolished in December 2012. Final restoration at each site occurred in Spring 2013. The vacant land will be marketed for new development.
- Village Staff worked with First Midwest Bank, owner of 381 Blackhawk Drive, to determine that there are no brownfield issues at this property. It is Village Staff's goal to obtain the deed to this property and find a new user that can open a new oil/lube business in this location.
- Village Staff negotiated an option agreement for the sale and development of 1.24 acres out of the 3.5 acres of vacant land on Main Street to construct a Dollar General.
- With the assistance of CMAP's local technical assistance program, the Village will initiate a comprehensive revision of the Zoning and Subdivision Ordinances. These revisions will address sustainability measures and ensure that the ordinances make redevelopment and infill development easier to undertake in a manner that is consistent with the Village's comprehensive plan.
- As part of CMAP's local technical assistance project, the Village also received approval for additional technical assistance from Smart Growth America. This assistance was provided as a two day workshop focused on ordinance revisions that will promote energy and water conservation.
- The Master Plan for expansion of the Village Green area onto the former Marshall Fields building was completed. A grant application for implementation was submitted to the Illinois Department of Natural Resources. The grant was denied. The plan will be implemented as funds become available.
- The South Suburban Land Bank and Development Authority (SSLBDA) has been formally created with the Village of Park Forest and the Cities of Blue Island and Oak Forest as the initial municipal members. The Director of Economic Development is on the Board of the SSLBDA and serves as the Board Secretary.
- The Communications Director penned several articles in 2012 aimed at educating residents on the outside funding the Village has sought for initiatives like the demolishing of long-time vacant properties. More education for residents on this issue should result in a greater

understanding of what steps are being taken to put Park Forest in a better position for tax generation.

3. Continue to establish, review and refine policies which assure an acceptable and sustainable level of financial, environmental and infrastructure components of the Village.

- Develop a framework for implementing recommendations of the Village's Sustainability Plan as developed in concert with CMAP.
- Research options to maximize Village funds, either through investment policies (laddered CD portfolio) or the pursuit of outside funding sources (grants, etc.).
- In 2012 the Village restructured its 2001 General Obligation Bonds in August 2012 saving \$730,800 in interest over the life of the bonds.
- The Fire Department was fortunate enough to receive five grants over the course of 2012/2013; one from the State of Illinois, three from the Federal Government and one from a national pipeline company.
- The State of Illinois grant was for Automatic External Defibrillators (AED's) in the amount of \$2,488 and was used to equip every department ambulance and engine with either a complete monitor/defibrillator or an AED.
- The first FEMA grant received in this year provided a 90/10 match grant to acquire the equipment required to do realistic simulation based command training right in the fire station rather than having to go outside for this training. This \$22,000 project was underwritten with \$19,800 of Federal funds and is expected to save the Fire Department more than \$75,000 over the next 3-years in continuing education costs.
- The second Federal grant received in this year was for \$106,964 to promote recruitment and retention within the Fire Department's Paid-On-Call (POC) division. This 100% federally funded grant provided the department with a new electronic marquee sign (already installed) and training/equipment for new POC members for the next two years.
- The third Federal grant received in the past year provides \$62,800 in training funds under the standard 90/10 split. These funds will be used in conjunction with the command training simulator in the initial Federal grant to assist in advancing the training of fire personnel in the areas of incident command and the National Incident Management System.
- Finally, the Fire Department received a \$1,000 grant from the Enbridge Pipeline Company to assist the department in creating a roof training prop at the Fire Training Site. This is a cooperative project being undertaken in conjunction with Prairie State College's Firefighter II training program. Park Forest will provide the location and materials for the prop and the college will provide the labor to physically construct the prop. The grant from Enbridge will cover more than 50% of the Village's share in constructing this prop.
- In March 2012, voters in the Village of Park Forest approved a referendum allowing the community to contract with an energy supplier to reduce electricity costs for its residents. The Village selected FirstEnergy Solutions Corp. as the supplier of choice for the aggregation program due to the competitive rate they could provide. In addition, the electricity for the Village of Park Forest program will be 100% renewable. Village residents will receive a rate of 4.98 cents per Kilowatt hour (kWh). This compared with the current ComEd rate of 7.86 cents per kWh which carries an additional charge of a Purchased Electricity Adjustment that is currently averaging 0.5 cents per kWh, for an effective ComEd rate of 8.36 cents per kWh. The program began in September 2012 and will continue through the August 2014 billing cycle. As a result, there was a 95.6% participation rate by the community and the aggregated savings for participants are projected at \$1,680,000.

- The DownTown Office has continued work with its two-year project related to energy efficient window replacements across all Village-owned properties in DownTown Park Forest.
- In August 2012, the Health Department implemented a sustainable paperless health record initiative by incorporating Devero, formerly known as Home Health Care SOS. Devero is a point of care electronic health record system for the Village's home health and home nursing services. The system allows for real time charting and administrative oversight of the visit frequency tracking, as well as efficiency in visit documentation submission. The system also integrates with the Village's current inner office billing software and helps capture data entered for easier electronic claims submission.
- The Health Department's second going green initiative was the installation of a debit card processor to provide the ease of customer use of the department's clinic services.
- The Health Department also continues to be a provider site for the Vaccines for Children (VFC) program, and receives free vaccine from the state to ensure that uninsured children that visit the clinic have access to all required immunizations. In addition to being a VFC provider, the Health Department actively uses the State of Illinois immunization registry called I-CARE to efficiently document and track immunizations of all children immunized by the Health Department. This is a registry developed by the Illinois Department of Public Health that links the IDPH's immunization registry to medical practices throughout the state to ensure the accuracy and completion of each child's immunization record. As of September 2012, the Illinois Department of Public Health announced a new requirement that all VFC provider locations enroll into the ICARE program by December 2012. Moving forward, the ICARE system will be used to track all VFC vaccine shipments, order requests and monitor vaccine use and inventory. Park Forest Health Department has been an active user of the ICARE system for the past three years and is capable of tracking or searching the immunization records and providing parents with a notice of when the next immunizations are due.
- Utilizing this immunization registry exchange also helps to incorporate a system to limit vaccine loss and waste, which can be costly and preventable. The use of the system also incorporates responsibility for each VFC provider to ensure that vaccines are stored and handled properly and temperatures are monitored as indicated. Finally, utilizing the ICARE system requires that the VFC providers screen the vaccine recipients to ensure eligibility for the vaccines provided by this grant.
- Public Works carried out much of the logistics related to a US-EPA federal earmark of \$500,000 for sewer replacement work.
- Public Works oversaw the completion of Orchard Drive reconstruction.
- The resurfacing projects of Indianwood and Lakewood Boulevards took place in the 2012 construction season. Indianwood Boulevard was resurfaced from Sauk Trail to Western Avenue and Lakewood Boulevard was resurfaced from Sauk Trail to Orchard Drive.
- A grant project for the resurfacing of North Street will be bid by the State in the coming months and carried out in the 2014 construction seasons. The grant is from the ICC for \$280,000 with a local match of 10% (\$28,000) and will include resurfacing on North Street from Orchard Drive west to the corporate limits past Ludeman Center.
- In the 2013 construction season, Blackhawk Drive was resurfaced from Sauk Trail south to Monee Road. Additionally, the Thorn Creek Bridge was replaced.
- The Information Technology (IT) staff will continue moving Village operations to a virtualized server/desktop infrastructure while exploring future hardware purchases with the latest in processors and memory with reduced power/cost per watt performance.

- The Information Technology Staff will continue to research and implement various e-pay options which span the range of all Village business operations. As of this writing, a major overhaul of the Park Forest website is almost complete. The new site will facilitate more online registration and payment options and provide easier access for residents to Village programs and services.
- The Health Department continues to coordinate, secure and screen vendors, and manage the operation of the annual farmers market, which began its 40th season in May 2013. The market continues to run for six months out of the year and provides an in town access to fresh organic and inorganic fruits, vegetables and produce for local residents. The Health Department also continues to participate in the Farmers Market Nutrition Program to provide coupons for the farmers market to low income seniors. In 2012, 700 coupons were distributed to area seniors between the months of August to September.
- 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. At the midpoint of 2012/2013 Fiscal Year, the Fire Department observed a 96% clearance rate on all fire code violations.
- The Fire Department reviewed the 2012 editions of the NFPA, Life Safety Code and the International Fire Code for future adoption.
- The Fire Department installed mechanical light timers to electronic timers to increase reliability and reduce energy consumption, added a solar panel option and LED devices for the new ambulance to lessen the carbon footprint of this vehicle, and created a draft anti-idling policy to reduce use of fossil fuels as well as reduction of harmful exhaust gases. The Department participated and enjoyed the benefits of the urban gardening project developed by the Environmental Commission.
- The department also switched from NiCad batteries to Lithium-ion batteries in monitor/defibrillators to reduce recycling needs. This battery switch has resulted in needing fewer batteries overall with an anticipated 50% increase in battery lifespan, reducing the overall need to recycle hazardous batteries.
- The Fire Prevention Bureau is moving towards a paperless process for transmitting the "Notice of Violation" letters to occupancies following the annual inspections. Once an active email address is developed for each inspectable property, staff will discontinue the practice of generating a paper copy where practical.
- The Fire Department continued the program of inspecting and tagging fire extinguishers in the various Village Departments and Facilities. This program was initiated in 2010 at the request of Recreation and Parks in an effort to reduce the annual budgetary expenditure for this service.
- Two years of planning and preparation culminated with a visit from the Insurance Service Office (ISO) in September 2012 to review and analyze the community's structural fire suppression delivery system. The ISO has 10 different classifications for which a fire department can be rated once the ISO's work has been completed. Park Forest's was rated a Class 4 out of a possible 10 classifications. With 2,399 fire departments in Illinois, only 262 agencies are classified as a 4. Furthermore, only 207 agencies in all of Illinois are scored higher in Class 1, Class 2 or Class 3 designations. Nearly 65% of all fire agencies in Illinois are classified as a Class 5, 6 or 7. In reviewing the summary report, it appears that Park Forest missed a designation of being a Class 3 entity by 2.71 points (on a comprehensive 100 point scale). Fire Command Staff will pursue potential for bridging this tiny gap and get into the Class 3 category. The Village ISO rating back in 1980 was a Class 4 and in 1998 the Village was deemed to be a Class 5.

- The Village continued efforts to recruit and retain personnel to enhance a diverse workforce which mirrors the community being served.
- The Village Sustainability Coordinator started work for the Village in October 2012. This position was funded with a one year grant from The Chicago Community Trust. The Coordinator is responsible for working with Village Staff, Boards and Commissions, the residents and business community to implement the strategies of the Growing Green: Park Forest Sustainability Plan. The Coordinator submitted an application to The Chicago Community Trust for a second year of funding for the position and it was approved.
- The Sustainability Coordinator worked with the Departments of Recreation/Parks, Economic Development and Planning and Public Works to prepare two Illinois Environmental Protection Agency Illinois Green Infrastructure Grant applications that would enhance wetland development in Central Park and various smaller parks in the community. The goal of these projects is to reduce storm water runoff and educate the public about the benefits of wetlands.
- The Sustainability Coordinator worked with the Departments of Recreation/Parks, Economic Development and Planning and Public Works to prepare a Congestion Mitigation and Air Quality (CMAQ) grant application to create a system of bikeways throughout the community. This grant would fund striping and bikeway signage on public streets, and a bikeway map to encourage this form of transportation. The grant was approved.
- The Sustainability Coordinator and Staff from the Department of Economic Development and Planning met with representatives of Pace Suburban Bus system to begin development of a plan to promote increased use of public transit.
- With the demolition of the vacant, blighted Wildwood School building, the Sustainability Coordinator began working with the Environment Commission to develop plans for a major community garden on this property. A second grant application was submitted to Fiskars that would fund the initial development of this garden. Major components of the garden are expected to include a demonstration/educational garden, a food forest with fruit and nut trees, individual garden plots for families and community groups, and public art and passive open space areas.
- Recreation and Parks will continue its program of applying a coating to the roofs of all municipal buildings. This coating is applied as a paint and will extend the life of the roof by 10 to 15 years. Also, the manufacturer of this product extends the warranty of the roof by 10 years. All of this is accomplished for 1/3 to 1/2 the cost of a new roof.
- This past fiscal year two Recreation and Parks 4-wheel drive vehicles were refurbished. This work included a thorough examination by a mechanic and replacement or rebuilding of components that showed signs of excess wear and potential failure. This work included replacement of seals and gaskets on the engine and transmission on one truck paint and body work. The second truck had the wheel hub assemblies, power steering pump, steering column assembly and various seals all replaced. Both vehicles have had body work and interior upholstery work. It is anticipated that this process will extend the useful life of the vehicle 5 to 7 years and cost only 25% of a new vehicle at this time.
- Recreation and Parks maintains an inventory of custodial supplies for use by the various facilities and departments. For some time staff has sought to purchase “post consumer waste” paper and green cleaning products when available. A more formal purchasing program is being developed to take the best advantage of the available sustainable products.
- Recreation and Parks has also undertaken the replacement of outdated T12 florescent lamps and fixtures in Village facilities with newer, more efficient T8 lamps and other green lighting technologies. Staff worked with vendors to obtain rebates for this changeover. Up to an 80% rebate was received.

- The Village continues efforts to go paperless and be transparent to its citizens, adding a weekly listing of all invoices paid to the website for Board and public viewing.

4. Increase awareness of the quality of life in the Village of Park Forest.

- Continued the development and implementation of outreach programs to residents of the Village needing special services in order to meet mission objectives.
- The Police Department implemented the Problem Oriented Policing program that puts Police Officers back in contact with residents in their assigned “zones” and allows them to deal with numerous “quality of life” issues such as junk autos, houses in disrepair and other neighborhood problems. The public is kept apprised of current events, incidents and arrests by way of Facebook and the department’s website.
- A new Ordinance requiring Parental Supervision and responsibility was written with the assistance of the Village Prosecutor and Village Attorney, presented to the Board and passed. The Ordinance was approved in the summer of 2012 and was implemented in November so that ample public notice could be given. It requires that parents with habitual offender children take responsibility for their child’s actions or they will be issued citations to Municipal Court with a minimum fine of \$250.00.
- The Fire Department put significant effort and staff hours into developing and maintaining a website in order to increase outreach to various aspects of the community. Some of the key improvements related to the website include on-line CPR class registration, information available at your finger tips on programs such as the Crowd Manager Training classes, electronic copies of the department’s annual reports and frequently asked questions.
- The Fire Department has also turned to Facebook to increase outreach efforts and maintain communications with residents. While not as comprehensive as the website, the Facebook page provides a ready opportunity to reach out to citizens and provide immediate notification of items pertaining to emergencies and non-emergency information.
- With the addition of the new digital message center replacing the original static sign at the fire station; the department created another avenue to communicate with citizens and visitors. Since the sign was provided under the recruitment and retention (R&R) grant, there are restrictions on what percentage of the sign usage must be R&R related and how much can be used for other community outreach. These restrictions are in place only during the initial 2-year grant period, after which the staff can use the sign as deemed necessary. Despite these restrictions department personnel have already been able to use the message center to highlight CPR training, traffic safety initiatives and flu shot availability.
- The Fire Department made several presentations to the Village’s senior population at Victory Centre, Juniper Towers and Garden House. These presentations offer advice on fire safety, fall prevention, building safety systems, Fire Department services and 9-1-1 system activation.
- After two fire-related deaths in an incident on Ash Street where smoke detectors were found to be non-functioning, the department reached out to the cooperative association and went door to door promoting smoke detector maintenance. During this visit, Fire Department Staff conducted a smoke detector canvas of 50 nearby townhouse units. Fire safety information was given and smoke detector batteries replaced. Where new smoke detectors were needed Ash Street Cooperative maintenance personnel facilitated their replacement.
- The Health Department continues to offer skilled home health services, home nursing and non skilled home services that includes assistance in the home with personal hygiene. Continuing to provide these services help many seniors maintain their independence in their homes and delay the need for nursing home placement. The Health Department also offers a medical equipment loan closet where gently used medical equipment is donated to the

Village, sanitized and loaned out to residents who are in need but unable to purchase the items. This program is offered at no cost and with no limitations on the length of time to borrow the items. Many residents find this service to be an extremely valuable amenity. The Health Department also continues to act as an intake site for programs such as “Access to Care” for primary health care access for the uninsured, the Lion’s club for free eye exam and glasses for low income residents, and continues the safe needle disposal program. The Health Department continues to provide health screenings at Rich Township Senior Center, walk in blood pressure screenings and influenza shots, a monthly health news letter for Rich Township, influenza shots to home health residents, to various community churches, senior buildings and community centers. And the Health Department also continues to offer weekly immunization clinics and seasonal school physical clinics and adult health screenings.

- Health Department services were promoted through the use of several forms of media including but not limited to: television via cable access; internet via the Village’s website and social media outreach; print via Discover Magazine, the Recreation and Parks brochure, the Park Forest Business Directory and other miscellaneous print pieces and mailings; and posters communicating various messages at Village Hall and in DownTown kiosks.
- In the Fall of 2012, two Community Focus Groups were held. One group composed of Village residents residing in town less than five years, while the other was for residents living in town more than five years. Then, the two groups were brought together to share the results and continue the discussion. Those results were then shared with the Board of Trustees for their Strategic Planning Sessions. Professor Jerry Gabris of Northern Illinois University’s Center for Governmental Studies facilitated the process. Sessions were videotaped for future review by Village Officials. A summary report was shared with the Village Board in conjunction with its goal setting efforts on November 3rd.
- In continuing to build upon and strengthen the Village’s civic engagement with various initiatives, the Village continued its Neighborhood Meeting schedule.
- This year, the Fire Department was involved with Youth Day and was an integral part of the 4th of July festivities. During Fire Prevention Week, the annual Twilight Parade was re-routed this year due to the road construction on Orchard. The Fire Department also participated in block parties, school science fairs, a job fair, open houses and a car seat safety inspection and installation check event in collaboration with the Police Department. Three personnel are Certified Child Passenger Safety Technicians who are frequently called upon to inspect and install child car seats for civilians at the fire station.
- Staff has worked with local realtors to create awareness of the quality of life in Park Forest. In particular, promoting the various housing acquisition/rehabilitation programs that are underway in Park Forest thanks to the Illinois Building Blocks Program, the Neighborhood Stabilization 1 and 3 programs, and the CDBG-IKE program.
- Recreation and Parks Program staff added Faith UP Church as an addition to Calvary Church to assist with a Good Neighbor Day in 2012. Programs, equipment, planning assistance and other support services helped showcase Village and non-Village activities in Park Forest.
- Staff with Recreation and Parks established a “Youth Sports Newsletter” emailed to hundreds of residents and neighborhoods to highlight the success of local youth sports organizations, Rich East High School and the alumni of all these providers.
- Aqua Center Staff has made a major effort in the last few years to get young people in swim lessons. National statistics indicate that for every 10 drownings, seven (7) are young African-American kids. All Village campers and visiting camps are now required to take lessons if they come to the facility.

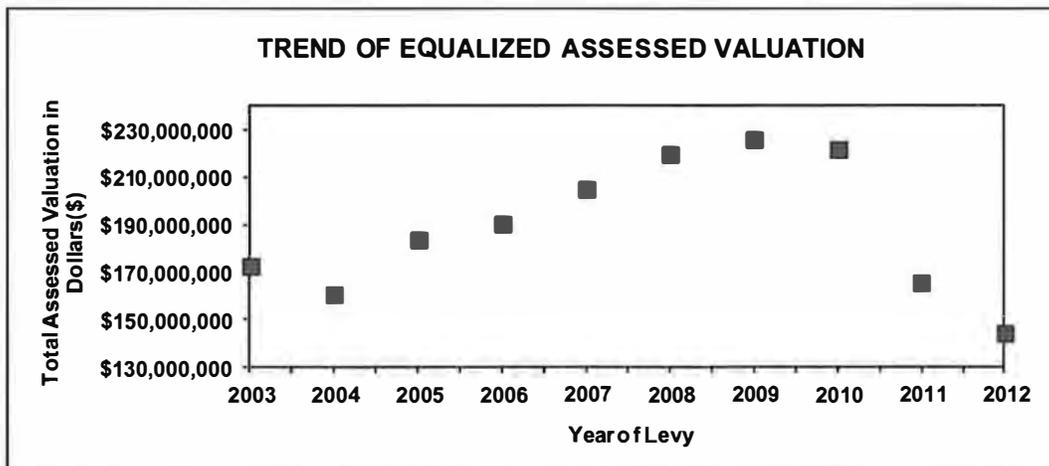
- A renewed push to boost volunteerism is underway in the Village, with advertisements in Discover Magazine, similarly styled ads on the Village’s website, and posters at Village Hall. The campaign looks to use real people to tell the story. Little Tykes basketball coach Christina Baines is the first volunteer to be highlighted. Gene Finley and a host of other longstanding volunteers are set to also take part in interviews and photo shoots.
- The Communications Director has continued to work with local media to bring more positive attention to happenings in Park Forest, with recently published articles in the SouthtownStar on the Village’s grant awards and demolition of vacant properties.
- More video content has been added to the Village’s YouTube page and local cable channel – including videos on newly passed ordinances and the latest Freedom Hall performance series – aimed at heightening awareness.
- One of the Village’s top amenities, the Park Forest Aqua Center, realized a resurgence in the summer of 2012. The Communications Director partnered with Recreation and Parks staff on a number of initiatives to impact attendance. To boost awareness, each member received two free passes to provide to guests. Additionally, a free day of swimming was provided to the community in which close to 700 people attended. A members-only kick-off event also was held to boost awareness and buzz prior to the season.
- Close to 1,000 new images that showcase the quality of life in Park Forest have been added to the photo sharing site Flickr. The new Park Forest webpage will bring attention to these images with links for the user to see more.
- The Village will finally have an upgraded website in the 2013/2014 fiscal year. The newly designed site will feature more aesthetically pleasing news features, videos, and images that better tell the story of the life in and of Park Forest.
- The Park Forest Ambassadors held a Young Professionals Mixer in July 2012 at Dining on the Green. This group was created to start a buzz in the suburban area and among potential residents of “what’s going on in Park Forest.”
- In July 2012, the Park Forest Ambassadors held the 2nd Annual New Resident Reception (Pool party) at the Aqua Center. There were over 250 new residents, along with their friends and family. Two households won \$50 towards their water bill, and other raffle prizes were given out as well.
- The Annual Wine & Chocolate Tasting was held in August 2012. The event was hosted on the Village Green with a LIVE band on the stage and food, chocolate and Karaoke in Dining of the Green. The event was well attended with 250+ attendees. This year Groupon was used to broaden the marketing scope of attendees.
- This year marked the most people nominated as a group for the Good Egg Award. The ceremony was held in September 2012 at the Village Hall which included the following recipients: Jackie Smith, Cindy Beringer, Thomas Mick, Tammy McMahon and Alan Joens, all representing Park Forest Baseball.
- The Community Relations Coordinator is on the planning committee for the Diversity Dinners in the suburban area. September 2012 marked 10 years for the dinner, which was held in the Rich South High School cafeteria.
- The Community Relations Coordinator held a Realtors Lunch n’ Learn in September 2012 to update the local Realtors on the Illinois Building Blocks homebuyers assistance program. This event was followed up with a Realtors-only Open House Tour (October 2012) to increase the awareness of the vacant houses, and a Community-wide Homebuyer’s Expo and

Open House Tour for the public. Interested parties filled every available seat in the Village Board room and attendees were able to take three different bus tours of vacant properties.

- The Park Forest Police and Community Relations Coordinator created a Safe Halloween event for the Community. The two departments, along with a planning committee (Youth Commission, Library, Recreation & Parks and Park Forest Ambassadors), created a new addition of a community wide Scarecrow Contest. The Scarecrow Contest was a success along with dancing, snacks, games, pumpkin carving & costume contest. The event was a success with over 1,500 attendees coming from Park Forest and surrounding communities.
- The Community Relations Coordinator coordinated a taping for a 30 minute segment on Housing programs in the South Suburbs for Channel 19 which is broadcast in 56 communities. The taping included: Introduction to Illinois Building Blocks Program (IBBP) with Greg Faulkner; Financial aspect of IBBP with Juliana Harris (one of approved lenders); workshop and training requirements by AGORA housing counselors (Mary Jones) and brief overview of upcoming housing projects with Neighborhood Stabilization Program with Mark Stanfa (MECCA Companies). Even though Habitat for Humanity (David Tracy) was unable to be part of the event, a brief description was provided on the Habitat program by Evelyn Sterling.
- January marked the 4th year of the Park Forest Idols: Battle of the Suburbs. The event was a packed house with 230 attendees, as well as volunteers from the Commission on Human Relations, Youth Commission and Omega Rho Epsilon Sorority, Inc. The winners were from the following communities: Park Forest, Bourbonnais, Chicago Heights, Harvey and Olympia Fields.

Trend in Equalized Assessed Valuation

The Village is subject to a triennial reassessment. This occurred in 2002, 2005, 2008 and again in 2011. In addition, the Cook County equalization rate has steadily increased from 2.2235 in 2000 to 3.30 for 2010 and down to 2.9706 for 2011 and 2.8056 for 2012. EAV decreased in 2004 reflecting the removal of Norwood from the tax rolls and a re-assessment of the co-ops. Over the ten years, the Village’s overall equalized assessed valuation had decreased 16.4% to \$144,211,783. The decline in housing values nationally impacted the 2012 assessment.



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 \$19,837,276. This number represents a 1.7% increase from the prior year. General property taxes continued to make up a significant portion of the Village's revenue. General property taxes increased 6.9% and constituted 59.3% of operating revenues. The increase in property taxes in the General Fund related to the blended increase in the 2010 and 2011 levy. Levy dollars were shifted to General Corporate purposes with an overall levy increase in 2010 of 3.1% and in 2011 of 3.4%. For 2012 the Village was able to abate \$800,000 of TIF bonds, thus, shifting levy dollars to the General Corporate Fund. Sales taxes constituted 3.5% of revenues and increased 6% over the prior year. Utility taxes represent 6.8% of General Fund revenue and decreased 20.3% as a result of a prior year audit adjustment by the State of Illinois. Real Estate Transfer Tax payments decreased 38.5% impacted by the sale of properties to Pangea in the prior year. Licenses and Permits represent 6.0% of revenue and decreased by .7% reflecting, again, Pangea redevelopment in the prior year.

Intergovernmental revenue, which is predominantly the State Income Tax allocation, is a major contributor to General Fund revenue. The Village experienced a \$402,644 reduction in intergovernmental revenue in Fiscal 2009 and a \$270,747 further reduction in 2010. For Fiscal 2011 intergovernmental revenue increased 6.4% or \$129,625. Intergovernmental revenue increased 11.1% for Fiscal 2012 or \$238,205 and 11.2% or \$266,080 in 2013. The downturn of the economy contributed to a continued decline in several revenue sources. Charges for Services constituted 6.6% of revenue and included Medicare payments of \$197,494, a decrease of \$54,254, and paramedic services of \$393,315. Interest earnings decreased compared to last year 70.9%. The prior year reflected market gains. These revenues are a direct result of the laddered CD portfolio established. Interest rates on liquid funds declined from 5% in 2007 to 2% in 2008 to .04% in 2013. Other revenues increased by 1.2% reflecting cell tower leases.

Revenue Source	Amount	Percent of Total	Percent of Increase	
			Increase (Decrease) over FY 2012	(Decrease) over FY 2012
Property Tax	11,756,812	59.3%	755,428	6.9%
Sales Tax	696,244	3.5%	39,323	6.0%
Utility Tax	1,347,796	6.8%	(343,336)	-20.3%
Real Estate Transfer Tax	72,420	0.4%	(45,385)	-38.5%
Licenses and Permits	1,185,321	6.0%	(8,728)	-0.7%
Intergovernmental	2,648,110	13.3%	266,080	11.2%
Charges for Services	1,301,435	6.6%	(283,616)	-17.9%
Fines and Forfeits	434,712	2.2%	(370)	-0.1%
Interest	17,897	0.1%	(43,630)	-70.9%
Other	<u>376,529</u>	<u>1.9%</u>	<u>4,291</u>	<u>1.2%</u>
Total Operating Revenue	19,837,276	100.0%	340,057	1.7%
Transfer in from Other Funds	<u>910,659</u>			
Total Revenue after Transfers	20,747,935			

The 1.7% overall increase in revenue sources is the net result of an increase in property taxes and income tax, coupled with lower utility tax and charges for services and interest.

Operating Expenditures in the General Fund totaled \$21,678,178. This represented a 16% increase over prior year. The largest reason for the increase was the Orchard Drive reconstruction at \$2,399,799. Removing this amount would reflect a 3.2% increase in expenditures. This 3.2% reflects salary increases, with salaries and benefits representing 72% of General Fund Expenditures offset by savings in Intergovernmental Risk Management Association (IRMA) insurance fees. Other factors affecting the increase were health insurance premiums and increasing pension costs.

Expenditure	Amount	Percent of Total	Percent of Increase	
			Increase (Decrease) over FY 2012	(Decrease) over FY 2012
Administrative	3,010,690	13.9%	155,449	5.4%
Police	7,094,950	32.7%	64,492	0.9%
Fire	3,735,511	17.2%	(84,292)	-2.2%
Health	843,172	3.9%	28,434	3.5%
Recreation & Parks	2,386,398	11.0%	125,424	5.5%
Public Works	3,572,716	16.5%	2,726,853	322.4%
Community Development	512,985	2.4%	11,944	2.4%
Economic Development	<u>521,756</u>	2.4%	(37,749)	-6.7%
Total Operating Expenditures	21,678,178	100.0%	2,990,555	16.0%
Transfer to Other Funds	<u>590,440</u>			
Total Expenditures after Transfers	22,268,618			

In addition to these operating expenditures, transfers to other funds included: Aqua Center \$180,000 for operations, Tennis and Health Club \$115,000, DownTown CAM of \$155,036, Capital Projects \$140,000, for economic development and sustainability and \$404 to the Norwood TIF.

Cook County represents 81% of the EAV of the Village. Tax rates for Cook County increased 17.6% and were majorly impacted by the 2011 reassessment. Following is a chart of tax rates over a five-year period.

Tax Rates					
<u>Purpose</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
General Fund	3.3807	3.6110	3.9525	6.0618	7.2659
Bonds and Interest	0.4345	0.4051	0.3490	0.4303	0.4116
Police Pension	0.3978	0.4491	0.4702	0.6702	0.8099
Fire Pension	0.2878	0.3232	0.3425	0.4526	0.5275
FICA	0.1975	0.1968	0.1875	0.2691	0.2930
IMRF	<u>0.2262</u>	<u>0.2253</u>	<u>0.1926</u>	<u>0.2767</u>	<u>0.3012</u>
VILLAGE	4.9245	5.2105	5.4943	8.1607	9.6091
LIBRARY	<u>0.7830</u>	<u>0.8140</u>	<u>0.8500</u>	<u>1.2440</u>	<u>1.4490</u>
TOTAL	5.7075	6.0245	6.3443	9.4047	11.0581

The 2012 Will County Village tax rate was 8.2177.

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 and the SouthCom deposit), Restricted for (drug related forfeitures, IMRF and FICA unspent levies), Committed to (PEG fees) and Assigned (property held for resale, budgeted, committed and unspent, contribution funds, and remaining dollars set aside for Orchard construction of \$300,000, Eastgate redevelopment of \$1,000,000 and IRMA deductible of \$500,000). The unassigned fund balance as of June 30, 2013 was \$8,916,168. This fund balance represents a 5 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, \$857,913 has been budgeted to be spent in Fiscal 2014, \$700,000 is set aside for roadway and TOD grant matching funds, and \$715,317 was utilized to reduce the tax levy increase. This leaves an available fund balance reserve of 3.7 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 2013 incremental property taxes decreased to \$992,542 as a result of successful protests by the senior complex. Property tax rebates declined \$214,989 with the final payment to Legacy Square in January 2013. The Village was able to increase the debt service abatement to \$800,000 for the 2012 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. This program subsidizes the housing costs of low-income families. 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. The Housing Choice Voucher Program is designed to give participants mobility. To date, the Housing Authority is administering 499 vouchers. Currently 123 Park Forest vouchers are being administered with 17 ported out to other communities, along with 373 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. (In Fiscal Year 2000, the Housing Authority also began administering Preservation Certificates that were initially issued to residents of Autumn Ridge Apartments. There are only three families remaining in the program.)

Beginning with the Fiscal Year 2010 the presentation of the Housing Authority changed from a “Major Governmental” fund type to a “Discretely Presented Component Unit.” For Fiscal 2013 the Housing Authority is again presented as a “Major Governmental Fund.”

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 2013, \$631,851 was received from this source. In addition \$6,224,442 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 and Will County Community Development Block Grant

Years ago the Village received Community Development Block Grant funds from both Cook and Will Counties. These grant funds were provided to low-income families for code abatement and rehabilitation of owner-occupied, single-family homes. In Fiscal 2000, the Village shifted to a cooperative Cook County Community Development Block Grant residential rehab program. This program is now administered by a consortium. CDBG funds can also 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. 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.

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 \$15,822 in Fiscal 2013 are used to benefit the 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.

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. This 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.

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 2013, water rates were increased to \$9.73 per 1,000 gallons used. July 1, 2013 water rates per 1,000 gallons were increased to \$11.93. The fund recorded a positive change in net assets for the Fiscal year of \$521,069 reflecting the increased water rates and removal of payment in lieu of taxes.

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.

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 and abuse by a series of owners. No repairs had been made to basic infrastructure, parking lots, heating and air conditioning or sprinkler systems. 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 redevelopment. The debt service on this borrowing is now being totally funded with TIF increment. The Village has spent eighteen years renovating and occupying the DownTown, most recently demolishing the Marshall Fields and ByUs buildings. Total occupancy in the Village owned buildings is now at 75%.

For Fiscal 2013, the DownTown had a (\$153,017) operating loss before transfers. DownTown funding history is as follows:

DownTown Funding History **December 1995 through June 30, 2013**

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

Sale of Property *	1,402,846
Eighteen years' operating revenues and interest	<u>10,264,880</u>
Total Outside Sources of Funds	\$ 19,357,698

Village Funds

Motor Fuel Tax	\$ 850,000
Transfers from the General Fund:	
Identified as CAM beginning Fiscal 2001	2,771,815
Other Transfers	<u>2,796,720</u>
Total Village Contribution	\$ 6,418,535

Borrowing

1999 Borrowing to be paid by Tax Increment	\$ 1,640,000
Total Funding Through 2013	\$ 27,416,233

* 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 \$27,416,233 of investment in the DownTown, the Village has contributed 23%. The remaining 77% has come from outside sources. With the TIF Fund generating \$992,542 in increment, this investment represents a 15% 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 \$19.85 monthly beginning January 1, 2013, for garbage collection. Rates are scheduled to remain the same for 2014.

Municipal Parking Lot

The Village operates two municipal commuter parking lots. Revenues generated from these lots are included in this enterprise fund. Revenues were \$11,661 lower than the prior year reflecting a reduction in users since reconstruction work. The fund had a change in net position of (\$101,261).

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 50,000 and 90,000 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 2013 was (\$196,987). The General Fund transferred \$180,000 to the Aqua Center for operations. The change in net position for the Aqua Center was \$3,616.

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, full service lounge and space for aerobics classes. The Club runs an extensive tennis instructional program, both indoors and out, serving preschoolers to senior citizens. The net operating loss for Fiscal 2013 was (\$65,533). The General Fund transferred \$115,000 to the Tennis and Health Club.

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 assets amount of \$1,466,150. A major reoccurring expenditure for this fund includes the replacement of fire engines, ambulances, snow plows and police vehicles. 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 \$73,520. For GASB 34, 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 \$10,847 balance is presented in the General Fund as restricted for police forfeiture/DUI fines.

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 \$18,363,881. The Firefighters Pension fund balance held in trust for pension benefits at fiscal year-end was \$10,392,798.

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 \$502,040 fund balance after the major

renovation and reconstruction project, which had a total cost of \$1.6 million. The June 30, 2013 unassigned fund balance for the Library is \$1,612,960.

Debt Administration

In Fiscal 2013 general obligation debt and installment contracts decreased \$932,934 to \$9,883,233. 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, 2013 IEPA loan balance is \$16,020,395. 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 2013 was \$17,897 as a result of a laddered CD portfolio established.

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 that reviews training opportunities. Individual departments conduct accident reviews. In the 2012 calendar year the IRMA deductible increased to \$100,000.

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 2012 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 sixteenth 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 Stephanie Rodas, 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



Mary G. Dankowski, CPA
Deputy Village Manager/Treasurer/Finance Director



Government Finance Officers Association

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

Presented to

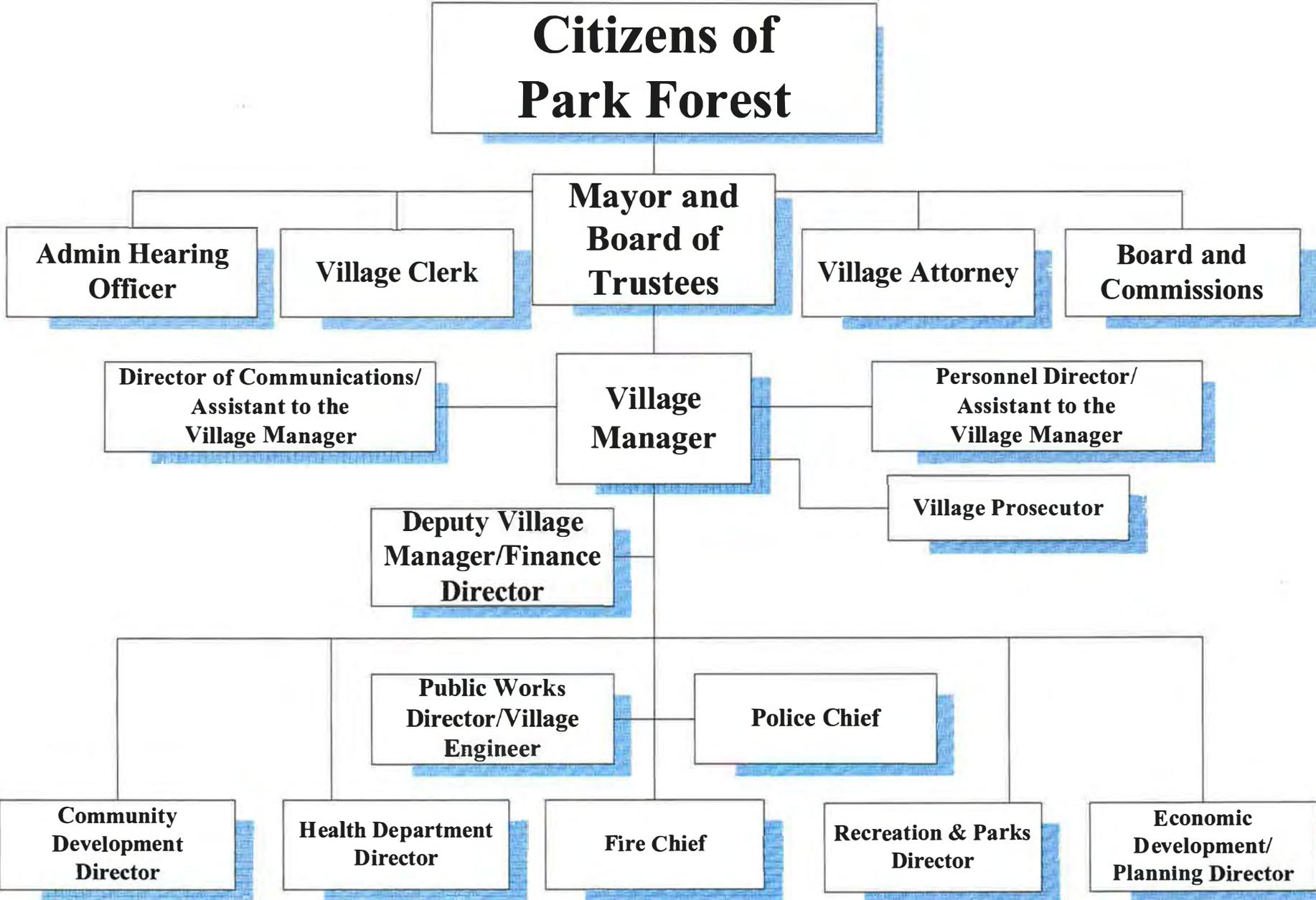
**Village of Park Forest
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

Village of Park Forest Organizational Chart



VILLAGE OF PARK FOREST, ILLINOIS

List of Elected and Appointed Officials

June 30, 2013

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

John A. Ostenburg, Mayor

Mae Brandon
JeRome Brown
Gary Kopycinski

Robert McCray
Georgia O'Neill
Theresa Settles

Sheila McGann, Village Clerk

ADMINISTRATIVE

Thomas K. Mick, Village Manager

FINANCE DEPARTMENT

Mary G. Dankowski, Finance Director and Treasurer,
Deputy Village Manager

THIS PAGE IS INTENTIONALLY LEFT BLANK



Baker Tilly Virchow Krause, LLP
1301 W 22nd St, Ste 400
Oak Brook, IL 60523-3389
tel 630 990 3131
fax 630 990 0039
bakertilly.com

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, 2013, 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, 2013 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.

Emphasis of Matters

As discussed in Note 1, the Village of Park Forest adopted the provisions of GASB Statement No. 63, *Financial Reporting for Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - An Amendment of GASB Statements No. 14 and No. 34* effective July 1, 2012. As discussed in Note 16, the Village has restated fund balance and net position as a result of the adoption of GASB Statement No. 61. Our opinions are not modified with respect to this matter.

Other Matters

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.

Our audit for the year ended June 30, 2013 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 as listed in the table of contents for the year ended June 30, 2013 are presented for purposes of additional analysis and are 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, 2013, 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 as listed in the table of contents are fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2013.

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, 2012 (not presented herein), and have issued our report thereon dated December 13, 2012, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. The supplementary information as listed in the table of contents for the year ended June 30, 2012 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 2012 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2012 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 as listed in the table of contents is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2012.

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 18, 2013 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 Village of Park Forest's internal control over financial reporting and compliance.



Oak Brook, Illinois
December 18, 2013

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)

June 30, 2013

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, 2013. 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 24.

FINANCIAL HIGHLIGHTS

- During the year, Village wide revenues of \$44.6 million exceeded expenses of \$38.3 million, increasing net position by \$6.3 million. This 13.4% increase in net position is a result of this year's operations including grant funds received.
- Net position of business-type activities increased by \$1.2 million, or 6%, while net position of governmental activities increased \$5.1 million or 20.3%.
- Over the prior year, revenues for governmental activities increased \$7.2 million or 26% and expenses increased \$4.2 million or 16%.
- Positive impacts to governmental revenues included Capital Grants/Contributions increasing \$ 4.8 million and Operating Grants/Contributions increasing \$2.5 million. Fiscal 2013 Capital Grants included IDOT funds for the Orchard Drive reconstruction. Operating Grants included CDBG and NSP funds for demolition work and the Housing Authority's HUD funds.
- Governmental expenses, increased \$4.2 million or 16%. Public Works and Streets and Transportation increased \$2.3 million over the prior year due to roadway resurfacing projects on Indianwood and Blackhawk and costs related to the engineering for the building demolition project. Community Development expense increased \$2 million due to the funds spent on grant funded building demolition while interest expense decreased \$.1 million as debt was refinanced and outstanding balances are decreasing.
- Charges for services revenue of governmental activities declined \$.4 million due in part to \$.1 million health department revenue reductions as a result of less Medicare reimbursement and a \$.4 million reduction in revenue with the discontinuance of the Water Funds Payment in Lieu of Taxes, offset by a \$.1 increase in Recreation and Parks revenue.
- Transfers into governmental activities and out of business-type activities of \$.4 million relate to the cost allocation of administrative services provided to the business-type funds net of the support provided to business-type activities.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited) June 30, 2013

FINANCIAL HIGHLIGHTS – continued

- Revenues for business-type activities decreased \$.3 million to \$9.5 million while expenses before transfers decreased \$.8 million to \$7.9 million.
- The decrease in business-type revenue was a result of operations with a \$.4 million increase overall in Charges for Services and \$.2 million increase in other revenues. The increases are offset by a decrease in Capital Grant and Contributions from the prior year.
- The decrease in Capital Grants and Contributions in business-type activities was a result of Canadian National (CN) Railroad's improvements to the municipal parking lot of \$.9 million in the prior year.
- Business-type expenses decreased 9% or \$.8 million as a result of operations. The municipal parking lot realized a \$.5 million decrease in expenses due to the one-time improvements made by CN in the prior year. The water fund's expenses decreased \$.5 million over the prior year due to a \$.4 decrease in cost related to the discontinuance of the Payment in Lieu of Taxes and \$.1 million in savings over the prior year due to fewer main water breaks. These decreases were offset by a \$.2 million increase in the DownTown Park Forest fund expenses due to the Cook County Assessor imposing property taxes on previously tax-exempt spaces.

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 24-26) 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 27. 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 24-26 of this report.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited) June 30, 2013

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

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.

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.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)

June 30, 2013

USING THIS ANNUAL REPORT – Continued

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 nine 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 three 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 27-32 of this report.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)

June 30, 2013

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 33-38 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 39-40 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 41-72 of this report.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited) June 30, 2013

USING THIS ANNUAL REPORT – Continued

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 73-81 of this report. The 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 82-112 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 exceeded liabilities by \$53.1 million, up from the prior year.

	Net Position (in Millions)					
	Governmental Activities		Business-type Activities		Total	
	2013	2012*	2013	2012	2013	2012*
Current and Other Assets	\$ 30.3	30.3	10.4	8.6	40.7	38.9
Capital Assets	22.3	16.1	30.6	31.1	52.9	47.2
Total Assets	52.6	46.4	41.0	39.7	93.6	86.1
Long-Term Debt Outstanding	11.6	11.8	16.7	17.0	28.3	28.8
Other Liabilities	10.8	9.5	1.4	1.0	12.2	10.5
Total Liabilities	22.4	21.3	18.1	18.0	40.5	39.3
Net Position						
Net Investment in Capital Assets	19.7	13.3	14.0	14.2	33.7	27.5
Restricted	3.7	4.0	-	-	3.7	4.0
Unrestricted (Deficit)	6.8	7.8	8.9	7.5	15.7	15.3
Total Net Position	30.2	25.1	22.9	21.7	53.1	46.8

**For comparative purposes, the 2012 column includes the Housing Authority, which in the previous audit was reflected as a Component Unit but, with implementation of GASB 61 in Fiscal 2013, is reflected as a Special Revenue Fund.*

VILLAGE OF PARK FOREST, ILLINOIS

**Management's Discussion and Analysis (Unaudited)
June 30, 2013**

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 \$33.7 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 \$40.7 million, \$26.7 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		Business-type		Total	
	Activities		Activities			
	2013	2012*	2013	2012	2013	2012*
Revenues						
Program Revenues						
Charges for Services	\$ 3.3	\$ 3.7	\$ 9.2	\$ 8.8	\$ 12.5	\$ 12.5
Capital Grants/Contributions	6.2	1.4	0.1	1.0	6.3	2.4
Oper. Grants/Contributions	7.9	5.4	-	-	7.9	5.4
General Revenues						
Property Taxes	13.3	12.7	-	-	13.3	12.7
Utility Taxes	1.3	1.7	-	-	1.3	1.7
Intergovernmental	2.3	2.1	-	-	2.3	2.1
Other General Revenues	0.8	0.9	0.2	-	1.0	0.9
Total Revenues	\$ 35.1	\$ 27.9	\$ 9.5	\$ 9.8	\$ 44.6	\$ 37.7

**For comparative purposes, the 2012 column includes the Housing Authority, which in the previous audit was reflected as a Component Unit but, with implementation of GASB 61 in Fiscal 2013, is reflected as a Special Revenue Fund.*

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)
June 30, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position (in millions)					
	Governmental		Business-type		Total	
	2013	2012*	2013	2012	2013	2012*
Expenses:						
General Government	\$ 3.6	\$ 3.5	\$	\$	\$ 3.6	\$ 3.5
Law Enforcement	7.1	7.0			7.1	7.0
Fire and Emergency	3.8	3.8			3.8	3.8
Public Health	0.8	0.8			0.8	0.8
Recreation and Parks	2.5	2.4			2.5	2.4
Public Works	1.8	1.0			1.8	1.0
Streets and Transportation	2.1	0.6			2.1	0.6
Community Development	7.6	5.5			7.6	5.5
Economic Development	0.7	1.1			0.7	1.1
Interest on Long-Term Debt	0.4	0.5			0.4	0.5
Water			4.4	4.9	4.4	4.9
Sewer			0.5	0.5	0.5	0.5
DownTown Park Forest			1.0	0.8	1.0	0.8
Refuse			1.1	1.1	1.1	1.1
Municipal Parking Lot			0.2	0.7	0.2	0.7
Aqua Center			0.4	0.4	0.4	0.4
Tennis and Health Club			0.3	0.3	0.3	0.3
Total Expenses	30.4	26.2	7.9	8.7	38.3	34.9
Increase in Net Position Before Transfers	4.7	1.7	1.6	1.1	6.3	2.8
Transfers	0.4	0.7	(0.4)	(0.7)	-	-
Increase in Net Position	5.1	2.4	1.2	0.4	6.3	2.8
Net Position-Beginning, restated	25.1	22.7	21.7	21.3	46.8	44.0
Net Position-Ending	\$ 30.2	\$ 25.1	\$ 22.9	\$ 21.7	\$ 53.1	\$ 46.8

*For comparative purposes, the 2012 column includes the Housing Authority which in the previous audit was reflected as a Component Unit but with implementation of GASB61 in Fiscal 2013, is reflected as a Special Revenue Fund.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited) June 30, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of the Village of Park Forest's governmental activities increased 20% to \$30.2 million, a \$5.1 million increase over prior year. This increase was attributable to the \$6.2 million increase in capital assets and \$.4 million increase in property tax receivables. These increases in assets are offset by an increase in accounts payable of \$1.3 million related to amounts due and owing for the Orchard Drive reconstruction at year end and a decrease in cash and investments of \$.2 million

Net position of business-type activities increased by \$1.2 million or 6% (\$22.9 million compared to \$21.7 million). This increase was attributable to several factors including a \$.5 million decrease in capital assets with the sale of a DownTown building and depreciation, a \$1.6 million increase in cash and \$.3 million increase in receivables over the prior year. In addition, noncurrent liabilities related to debt decreased \$.3 million with the net effect of loan proceeds and debt payment and Accounts payable increased \$.5 million related to capital projects not complete at yearend.

Government-wide revenues increased 18% (\$44.6 million compared to \$37.7 million). Revenue in the governmental activities increased \$7.2 million as a result of an increase in grant revenues related to Orchard Drive IDOT funding and the demolition grants. For business-type activities revenue decreased \$.3 million as a result of the \$.9 million contribution by the CN Railroad to the parking lot that occurred in the prior year offset by an increase in a \$.4 million increase in charges for services related to the Water Fund. An increase in rates is being used to fund future infrastructure improvements.

Government-wide expenses increased 10% (\$38.3 million compared to \$34.9 million). This \$3.4 million increase is a result of an increase in operating expenses of \$2.1 million related to expenditures related to grant funded building demolition projects and grant funded roadway resurfacing projects such as Blackhawk Drive of which \$1.3 million was spent in Fiscal 2013.

Governmental Activities

Revenues for governmental activities increased by 26% (\$7.2 million). Total expenses increased 16% (\$4.2 million). Operating results before transfers produced a \$3 million increase in net position.

For Fiscal 2013 the following revenue categories decreased:

- Charges for services decreased \$.4 million.
- Utility taxes decreased \$.4 million
- Transfers from other funds decreased \$.3 million

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)

June 30, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities -- Continued

The following revenues increased over the prior year:

- Property taxes increased \$.6 million.
- Operating grants increased \$2.5 million
- Capital grants increased \$4.8 million
- Intergovernmental increased \$.2 million

The cost of all governmental activities this year was \$30.4 million compared to \$26.2 million last year. Overall, governmental revenues increased in 2013 from \$27.9 million to \$35.1 million.

The Village continues to seek out grants for capital improvements and other operational needs. The Village realized an increase in grants and contributions of \$7.3 million bringing the total recognized in the Governmental Activities to \$14.1 million. The largest portion of the grants received relate to grants in the motor fuel tax fund of which \$ 6.2 million came from the Illinois Department of Transportation (IDOT) for Orchard Drive reconstruction. \$ 2.1 million relates to NSP/IKE/CDBG funds received to fund building demolitions. Of the \$4.8 million received in Fiscal 2010 from CN Railroad, the following amounts are still assigned for future projects:

Eastgate Neighborhood Redevelopment	1.0 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
- Sewer rates were increased funding:

Illinois Lift Station	\$.2 million
-----------------------	---------------
- Several capital projects were completed in 2010, 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

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)

June 30, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – Continued

- Projects completed in 2011 & 2012, with the assistance of grant funds include:

Marshall Fields Building Demolition (CDBG)	\$.9 million
Municipal Parking Lot improvements (CN)	1.2 million
- 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 2013, \$.2 million expenditure on USEPA grant partially funding sewer repairs was spent along with \$.3 million of the partially grant funded Thorn Creek Bridge.

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

Orchard Drive improvements	\$ 9.4 million
STP funding committed (70%)	<u>6.5 million</u>
Remaining 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 and the new traffic signal on Orchard Drive at Westwood (an additional \$.3 million). The additional \$.4 million will be paid 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.

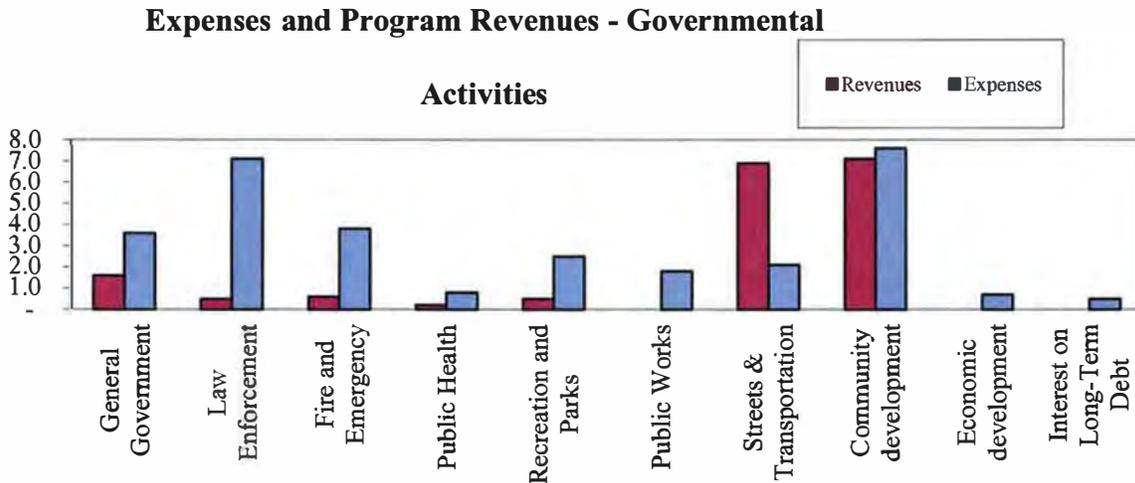
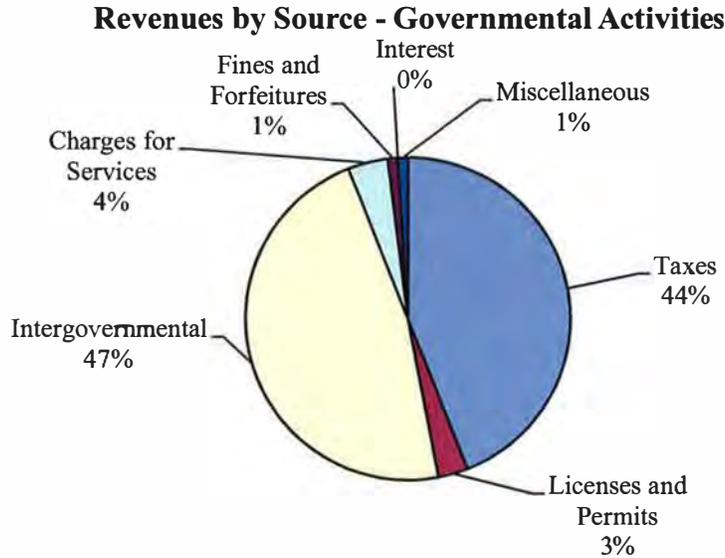
The following table graphically depicts the major revenue sources of the Village of Park Forest. It depicts very clearly the reliance on taxes to fund governmental activities. The tax presentation includes property, sales, utility tax and real estate transfer tax. For the Governmental Funds, 86% of taxes indicated are property taxes. For Fiscal 2013, Intergovernmental includes the Housing Authority revenue of \$4.8 million. Sales tax represents only 4% of tax revenue. Economic development efforts could improve this position.

VILLAGE OF PARK FOREST, ILLINOIS

**Management’s Discussion and Analysis (Unaudited)
June 30, 2013**

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, 2013

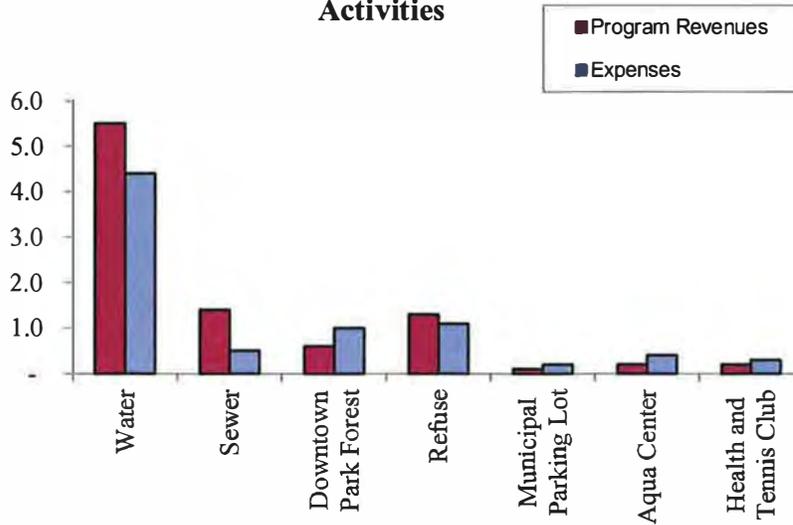
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Business-Type Activities

Revenues of the Village's business-type activities decreased by 3% (\$9.5 million in 2013 compared to \$9.8 million in 2012) while expenses decreased \$.8 million or 9% to \$7.9 million. Key factors behind these results include:

- Charges for services increased \$.4 million from last year. This is the amount of the increase in the Water Fund due to rate increases and 4% more gallons billed over the prior year.
- Capital Grants/Contributions decreased \$.9 million as a result of the \$.9 million contribution of parking lot improvements by CN in the prior year.
- Operating expense decreases were a result of decreased operating costs of the Water Plant of \$.5 million and the municipal parking lot's expenses decreased \$.5 million reflection the true cost of operations as the prior year included contributed maintenance improvement by CN. The Downtown Park Forest fund realized a \$.2 million increase as a result of property tax assessments on previously tax exempt property.
- The Aqua Center and the Tennis and Health Club require a Village subsidy to offset operating losses. The combined operating loss for 2013 was \$.2 million before transfers, the same as the prior year.

Expenses and Program Revenues - Business-Type Activities



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, 2013

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 \$17.6 million, down from last year's reported total of \$18.8 million. The general fund balance decreased \$ 1.5 million. Fund balance highlights are:

- Prior year fund balance of \$2.5 million was used for Orchard Drive reconstruction.
- Assigned fund balance of \$1 million remains in the general fund related to Fiscal 2010's \$4.8 million CN settlement for Eastgate redevelopment. \$.3 million remains in Orchard Drive reconstruction assignment for the Westwood traffic signal.
- The Village Board has adopted a policy of maintaining a three to four month reserve in the general fund. The unassigned fund balance of \$8.9 million represents a 5 month reserve.
- The reduction in IRMA liability premiums and deductibles reduced general fund expenditures by \$.1 million. An assigned fund balance of \$.5 million was established in Fiscal 2012 to cover the increase in deductibles to \$.1 million per incident.
- The capital projects fund ended the fiscal year with a \$.8 million fund balance down from last year. 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 5 month reserve \$2.3 million has been allocated to fund the 2014 and 2015 budgets and to provide grant matching funds. The remaining fund balance represents a 3.7 month reserve.
- The TIF fund balance of \$1.9 million reflects the accumulation of tax increment. During this fiscal year the 2001 debt was restructured, aligning debt service with the life of the TIF and achieving savings

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited) June 30, 2013

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Governmental funds - Continued

- The MFT fund balance of \$.7 million reflects a \$.1 million increase from the prior year to be used for future roadway projects.

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 \$ 1.2 million over the prior year.

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 \$9.73 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 \$.5 million reflecting the increase in water rates, elimination of payment in lieu of taxes to the general fund and few distribution system repairs.

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 \$3.5 million, up \$.5 million from the prior year. Fund balance is accumulated in order to make capital improvements. Operating income contributed \$.9 million before transfers of \$.2 million.

The DownTown Park Forest fund accounts for all of the operating and capital costs of the DownTown.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)

June 30, 2013

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 2013, budget amendments of an added \$ 7.2 million in revenues related to the reduction of \$.2 million general fund revenue for the discontinuance of the water fund's payment in lieu of taxes and \$4.3 million added revenue due to the recording of the bond proceeds received when refunding the 2001 series. In addition, \$.2 million was received for the sale of the Chase building in the DownTown. The remainder was due to grants of \$3.9 million. The grants included Orchard Drive Reconstruction, SAFER grants for the Fire department energy efficient lighting in the Recreation and Parks department. Budget amendments related to added expenses of \$8 million included the expense related to the debt refunding of \$4.3 million; expense related to the grant funded capital projects of \$3.5 million; the \$.2 million reduction in expense in the Water Fund related to the payment in lieu of taxes. In addition, amendments added expense to the DownTown for a \$.2 million tenant build and the new property taxes payable of \$.2 million. Not included in the above totals were budget amendments of \$2.4 million reducing revenue and expense in the MFT fund and recording this expense in the General Fund.

General fund revenues exceeded budget by \$.9 million, of which \$.2 million represents other taxes including municipal sales and utility taxes, \$.4 million of intergovernmental revenues related to an uptick in income tax, \$.1 million in licenses, permits and fees related to the increase in vehicle sticker fees and \$.1 million in fines and forfeitures and miscellaneous revenue exceeded budget by \$.1 million.

Expenditures were lower than budget by \$2.1 million. Of this amount \$.8 million was for Board approved projects not yet spent. Intergovernmental Risk Management Association (IRMA) costs were \$.6 million below budget. The health department's expenses were \$.1 million less than budget due to a lower patient census, \$.1 million in Administration related to fund balance for PEG fees expenditures which will flow through to Fiscal 2014. The fire department achieved \$.2 million in savings to budget related to staffing changes related to staff replacement and the operations of the 50 hour per week firefighter lowering the need for overtime. Public works had \$.1 million in savings due to open positions that were not filled immediately during the fiscal year. The balance of the savings to budget is related to department's operational savings. All savings flow through to fund balance with \$.7 million used to offset the 2013 tax levy increase.

VILLAGE OF PARK FOREST, ILLINOIS

**Management’s Discussion and Analysis (Unaudited)
June 30, 2013**

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, 2013 was \$52.9 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. The total increase in the Village of Park Forest investment in capital assets for the current fiscal year was \$5.7 million.

Capital Assets - Net of Depreciation (in Millions)

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 2.4	2.4	0.4	0.3	2.8	2.7
Construction in Progress	9.3	2.7	0.3	-	9.6	2.7
Buildings & Improvements	5.7	5.8	21.0	21.9	26.7	27.7
Distribution System	-	-	8.7	8.8	8.7	8.8
Vehicles	1.1	1.2	-	-	1.1	1.2
Furniture & Equipment	0.4	0.4	0.2	0.1	0.6	0.5
Infrastructure	3.4	3.6	-	-	3.4	3.6
Total	22.3	16.1	30.6	31.1	52.9	47.2

This year’s major additions included:

Additional Work on Orchard Drive reconstruction	\$ 6.6
Work Completed on USEPA Sewer Improvement	.2
Work Completed on Thorn Creek Bridge	.3
DownTown Tenant Buildout	.1
Railfan Park Completion	<u>.1</u>
	\$ 7.3

The Village Board includes infrastructure improvements as one of their goals. In the last decade, 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. Phase I Orchard Drive engineering for a cost of \$.4 million was completed, Western Avenue improvements, primarily at State expense occurred with Village funded water main

VILLAGE OF PARK FOREST, ILLINOIS

**Management’s Discussion and Analysis (Unaudited)
June 30, 2013**

CAPITAL ASSETS AND DEBT ADMINISTRATION - continued

improvements of \$.2 million and a \$.2 million Police Station Administrative Wing renovation. In addition, the Aqua Center bathhouse was renovated for \$1 million and a new LED sign was constructed on Route 30 for \$.1 million. 2011 infrastructure improvements include \$.7 million in improvements in the sewer fund, \$2.1 million in additional water main replacement and another \$.3 million in Orchard Drive engineering. Fiscal year 2012 improvements included \$1.5 million in Orchard Drive reconstruction and another \$1.2 million in water main improvements. Fiscal 2013 capital improvements included another \$6.6 expended on the Orchard Drive reconstruction. The fiscal year 2014 capital budget includes \$9 million for capital projects, of which \$3 million is expected to be spent toward watermain replacement and lining and MFT capital budget includes another \$3 million of bridge and roadway improvements that will be offset with grant funding. Sanitary sewer improvements are budgeted at \$.9 million and \$.4 million is budgeted for new Village-wide software.

Additional information on the Village of Park Forest’s capital assets can be found in note 6 on pages 54-55 of this report.

Debt

At year-end, the Village of Park Forest had total outstanding long-term debt including compensated absences of \$28.2 million as compared to \$28.8 million the previous year. This \$.6 million decrease in debt was the result of \$1.6 million in scheduled principal payments offset by about \$.5 million in new debt related to low-interest IEPA loans funding water and sewer improvements. In addition, the IMRF Net Pension Obligation (NPO) and OPEB Liabilities grew by \$.5 million. In October 2012, \$4.2 million of Village debt was refinanced shortening debt service payments and lowering the interest to be paid over the life of the bonds. The following is a comparative statement of outstanding debt, including compensated absences:

Long-Term Debt (in Millions)							
	Governmental Activities		Business-type Activities		Total		
	2013	2012	2013	2012	2013	2012	
General Obligation Bonds	\$ 9.3	10.1	0.6	0.7	9.9	10.8	
Loans	-	-	16.0	16.2	16.0	16.2	
IMRF NPO Liability	0.4	0.3	-	-	0.4	0.3	
Other Post-Employment Benefits	1.1	0.7	-	-	1.1	0.7	
Compensated Absences	0.7	0.7	0.1	0.1	0.8	0.8	
Total	11.5	11.8	16.7	17.0	28.2	28.8	

A detail of all outstanding debt and the related funds is included in note 9 starting on page 57.

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited)

June 30, 2013

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the fiscal year 2014 budget, adopting the property tax levy for 2013, 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 2014. For 2014 the general fund budget for expenditures is \$21.4 million after transfers. The operating expenditures are budgeted at \$20.9 million, a 12% decrease over the final 2013 budget. Revenues for 2014 are budgeted at \$20.6 million, a 3% increase over the final 2013 budget. The \$.9 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 2014 budget:

Financial Sustainability Initiatives

- Continuous planning that establishes, revises and when appropriate, perpetuates goals from formation to achievement
- Constant monitoring and tracking that identifies problems and opportunities in a timely manner
- Maintenance of reserve funds that allow flexibility and protection in a volatile financial environment
- Internal audit and procedural review that ensures the integrity of financial information

Environmental Sustainability Initiatives

- Implementation of "Park Forest Sustainability Master Plan"
- Establish and maintain a "Sustainability Projects" Capital Project area
- Wetland Discovery Center classroom expanded and used
- Work with Chicago Southland Economic Development Corporation's Green Transit, Intermodal, Manufacturing, Environment (TIME) Zone activities
- Energy Savings Workshop cosponsored with Commonwealth Edison
- Partnership with the Center for Neighborhood Technology
- Information sessions sponsored by the Environment Commission
- Community Gardens encouraged and expanded
- Farmers Market supporting local farmers
- Special Handling Material Disposal Station and Wash Rack installation in the Public Works yard

VILLAGE OF PARK FOREST, ILLINOIS

Management's Discussion and Analysis (Unaudited) June 30, 2013

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

Infrastructure Sustainability Initiatives

- Well maintenance
- Sewer reconstruction
- Thorn Creek bridge replacement
- Lincoln Highway fencing and streetscape replacement
- Storm sewer maintenance
- Salt Storage Facility
- Lester and Victory Drive roadway improvements
- Vehicle replacement
- Technology Upgrades

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 saving fund balances to make capital improvements. The Village Board has designated a desired fund balance between 3 to 4 months reserves. Fiscal 2013 ended with an unassigned fund balance after 2014/2015 allocations of 3.7 months. As indicated in the transmittal letter, revenues and expenses increased over the prior year. The budget for Fiscal 2014 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 Mary G. Dankowski, 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.

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
STATEMENT OF NET POSITION
AS OF JUNE 30, 2013

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Assets			
Cash and investments	\$ 18,589,713	\$ 8,150,702	\$ 26,740,415
Receivables - (net of allowances for uncollectibles)			
Property taxes	7,821,832	23,269	7,845,101
Other taxes	366,693	-	366,693
Intergovernmental	1,520,928	-	1,520,928
Accounts	268,520	2,213,864	2,482,384
Accrued interest	9,257	-	9,257
Prepaid items	442,466	3,966	446,432
Inventories	17,223	27,436	44,659
Deposits	143,800	-	143,800
Due from other governments	113,561	-	113,561
Internal balances	(24,969)	24,969	-
Net pension asset	82,082	-	82,082
Property held for resale	773,970	-	773,970
Deferred charges	133,283	-	133,283
Capital assets			
Capital assets not being depreciated	11,664,716	768,809	12,433,525
Capital assets being depreciated	27,244,353	43,901,544	71,145,897
Less accumulated depreciation	<u>(16,568,564)</u>	<u>(14,057,636)</u>	<u>(30,626,200)</u>
Total assets	<u>52,598,864</u>	<u>41,056,923</u>	<u>93,655,787</u>
Liabilities			
Accounts payable	2,913,954	1,103,069	4,017,023
Accrued payroll	243,335	55,323	298,658
Other payables	380,093	-	380,093
Deposits payable	1,000	248,695	249,695
Unearned revenue	7,345,658	71,043	7,416,701
Noncurrent liabilities			
Due within one year	1,662,464	1,125,961	2,788,425
Other post employment benefit liability - due after one year	1,109,728	-	1,109,728
Installment loan - due after one year	-	15,077,033	15,077,033
Net pension obligation - due after one year	407,348	-	407,348
General obligation bonds - due after one year	<u>8,373,331</u>	<u>459,902</u>	<u>8,833,233</u>
Total liabilities	<u>22,436,911</u>	<u>18,141,026</u>	<u>40,577,937</u>
Net position			
Net investment in capital assets	19,745,505	14,022,419	33,767,924
Restricted for			
Debt service	310,531	-	310,531
Streets and highways	709,087	-	709,087
Public Safety	16,809	-	16,809
Employee retirement	561,651	-	561,651
Economic development	1,908,864	-	1,908,864
Community development	135,694	-	135,694
Unrestricted	<u>6,773,812</u>	<u>8,893,478</u>	<u>15,667,290</u>
Total net position	<u>\$ 30,161,953</u>	<u>\$ 22,915,897</u>	<u>\$ 53,077,850</u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF PARK FOREST
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Primary government				
Governmental activities				
General government	\$ 3,649,783	\$ 1,578,084	\$ 109,159	\$ -
Law enforcement	7,117,985	470,026	9,002	-
Fire and emergency	3,819,899	398,296	199,692	-
Public health	843,172	273,679	685	-
Recreation and parks	2,463,277	368,947	74,204	-
Public works	1,839,206	28,190	-	-
Streets and transportation	2,092,170	-	631,851	6,227,419
Community development	7,553,488	170,534	6,881,515	-
Economic development	663,518	8,371	-	-
Interest and fees	460,942	-	-	-
Total governmental activities	<u>30,503,440</u>	<u>3,296,127</u>	<u>7,906,108</u>	<u>6,227,419</u>
Business-type activities				
Water	4,370,022	5,470,734	-	-
Sewer	537,872	1,331,113	-	92,973
Downtown Park Forest	971,805	611,143	-	-
Refuse	1,142,990	1,259,095	-	-
Municipal Parking Lot	181,673	96,288	-	-
Aqua Center	384,015	178,596	-	-
Tennis and Health Club	317,683	252,150	-	-
Total business-type activities	<u>7,906,060</u>	<u>9,199,119</u>	<u>-</u>	<u>92,973</u>
Total primary government	<u>\$ 38,409,500</u>	<u>\$ 12,495,246</u>	<u>\$ 7,906,108</u>	<u>\$ 6,320,392</u>
General revenues				
Property taxes				
Other taxes				
Sales				
Utility				
Other				
Intergovernmental				
State income tax				
Personal property replacement tax				
Investment income				
Miscellaneous				
Disposal of capital assets				
Transfers - internal activity				
Total general government revenues and transfers				
Change in net position				
Net position, beginning of year, restated				
Net position, end of year				

The notes to the financial statements are an integral part of this statement

**NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
PRIMARY GOVERNMENT**

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
\$ (1,962,540)	\$ -	\$ (1,962,540)
(6,638,957)	-	(6,638,957)
(3,221,911)	-	(3,221,911)
(568,808)	-	(568,808)
(2,020,126)	-	(2,020,126)
(1,811,016)	-	(1,811,016)
4,767,100	-	4,767,100
(501,439)	-	(501,439)
(655,147)	-	(655,147)
<u>(460,942)</u>	<u>-</u>	<u>(460,942)</u>
<u>(13,073,786)</u>	<u>-</u>	<u>(13,073,786)</u>
-	1,100,712	1,100,712
-	886,214	886,214
-	(360,662)	(360,662)
-	116,105	116,105
-	(85,385)	(85,385)
-	(205,419)	(205,419)
-	<u>(65,533)</u>	<u>(65,533)</u>
-	<u>1,386,032</u>	<u>1,386,032</u>
<u>(13,073,786)</u>	<u>1,386,032</u>	<u>(11,687,754)</u>
13,285,744	46,488	13,332,232
691,415	-	691,415
1,349,129	-	1,349,129
90,129	-	90,129
2,070,101	-	2,070,101
205,600	-	205,600
20,423	1,705	22,128
14,124	14,717	28,841
3,330	192,426	195,756
<u>430,623</u>	<u>(430,623)</u>	<u>-</u>
<u>18,160,618</u>	<u>(175,287)</u>	<u>17,985,331</u>
5,086,832	1,210,745	6,297,577
<u>25,075,121</u>	<u>21,705,152</u>	<u>46,780,273</u>
<u>\$ 30,161,953</u>	<u>\$ 22,915,897</u>	<u>\$ 53,077,850</u>

VILLAGE OF PARK FOREST
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2013

	GENERAL	SPECIAL REVENUE		
		DOWNTOWN TAX INCREMENT FINANCE DISTRICT	HOUSING AUTHORITY	MOTOR FUEL TAX
Assets				
Cash and investments	\$ 12,312,097	\$ 2,057,269	\$ 324,932	\$ 1,280,856
Receivables (net allowance for uncollectibles):				
Accounts	255,696	-	-	-
Property taxes	6,945,683	753,836	-	-
Other taxes	366,693	-	-	-
Intergovernmental	810,502	-	297,995	130,101
Accrued interest	9,257	-	-	-
Inventories	3,881	-	-	-
Prepaid items	442,466	-	-	-
Deposits	143,800	-	-	-
Due from other funds	224,566	-	-	-
Due from other governments	113,561	-	-	-
Property held for resale	773,970	-	-	-
Total assets	\$ 22,402,172	\$ 2,811,105	\$ 622,927	\$ 1,410,957
Liabilities and fund balances				
Liabilities				
Accounts payable	\$ 1,641,772	\$ -	\$ 323,149	\$ 701,870
Accrued payroll	237,922	-	4,604	-
Deposits payable	1,000	-	-	-
Other payables	220,300	159,793	-	-
Due to other funds	-	-	159,480	-
Deferred revenue	6,601,412	742,448	-	-
Total liabilities	8,702,406	902,241	487,233	701,870
Fund balances				
Non-Spendable:				
Other prepaid items	136,740	-	-	-
Inventories	3,881	-	-	-
IRMA prepaid items	305,726	-	-	-
Southcom deposits	143,800	-	-	-
Restricted for:				
Forfeitures / DUI	10,847	-	-	-
IMRF	355,205	-	-	-
FICA	206,446	-	-	-
Economic development	-	1,908,864	-	-
Debt service	-	-	-	-
Streets and highways	-	-	-	709,087
Housing authority	-	-	135,694	-
Committed to:				
PEG fees	89,062	-	-	-
Assigned:				
General government	362,559	-	-	-
Public safety	42,609	-	-	-
Public works	229,159	-	-	-
Recreation and parks	106,274	-	-	-
Community development	103,800	-	-	-
Computer purchase	40,000	-	-	-
Contribution funds	73,520	-	-	-
Orchard Drive roadway reconstruction	300,000	-	-	-
Eastgate Redevelopment/CN	1,000,000	-	-	-
IRMA deductible	500,000	-	-	-
Property held for resale	773,970	-	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
Unassigned	8,916,168	-	-	-
Total fund balances	13,699,766	1,908,864	135,694	709,087
Total liabilities and fund balances	\$ 22,402,172	\$ 2,811,105	\$ 622,927	\$ 1,410,957

The notes to the financial statements are an integral part of this statement

DEBT SERVICE	CAPITAL PROJECTS	NONMAJOR FUNDS	TOTAL
\$ 345,011	\$ 801,650	\$ 6,871	\$ 17,128,686
122,313			255,696
			7,821,832
			366,693
		282,330	1,520,928
			9,257
			3,881
			442,466
			143,800
			224,566
			113,561
			773,970
<u>\$ 467,324</u>	<u>\$ 801,650</u>	<u>\$ 289,201</u>	<u>\$ 28,805,336</u>
\$ -	\$ 8,776	\$ 218,153	\$ 2,893,720
			242,526
			1,000
			380,093
		65,086	224,566
<u>113,854</u>			<u>7,457,714</u>
<u>113,854</u>	<u>8,776</u>	<u>283,239</u>	<u>11,199,619</u>
			136,740
			3,881
			305,726
			143,800
		5,962	16,809
			355,205
			206,446
			1,908,864
310,531			310,531
			709,087
			135,694
			89,062
			362,559
			42,609
			229,159
			106,274
			103,800
			40,000
			73,520
			300,000
			1,000,000
			500,000
			773,970
42,939			42,939
	792,874		792,874
			8,916,168
<u>353,470</u>	<u>792,874</u>	<u>5,962</u>	<u>17,605,717</u>
<u>\$ 467,324</u>	<u>\$ 801,650</u>	<u>\$ 289,201</u>	<u>\$ 28,805,336</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
AS OF JUNE 30, 2013

Total fund balances - governmental funds \$ 17,605,717

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 among the assets of the Village as a whole.

Cost of capital assets	\$ 34,000,556	
Depreciation expense to date	<u>(12,775,059)</u>	21,225,497

Revenue that is deferred in the funds financial statement because it is not available and recognized as revenue in the government-wide financial statements.		112,056
--	--	---------

A liability is reported on the Statement of Net Position for the Village's cumulative underfunding of its annual required contribution to the IMRF pension plan.		(407,348)
--	--	-----------

An asset is reported on the Statement of Net Position for the Village's cumulative overfunding of its annual required contribution to the Police Pension and Firefighters' Pension funds.		82,082
---	--	--------

A liability is reported on the Statement of Net Position for the Village's net obligation relating to post employment benefits.		(1,109,728)
---	--	-------------

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.		
Long-term liabilities payable	\$ <u>(10,035,795)</u>	(10,035,795)

Deferred charges included in the Statement of Net Position are not available to pay for current period expenditures and, therefore, are not included in the governmental fund balance sheet.		133,283
--	--	---------

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.		<u>2,556,189</u>
--	--	------------------

Net position of governmental activities		<u>\$ 30,161,953</u>
---	--	----------------------

The notes to the financial statements are an integral part of this statement

VILLAGE OF PARK FOREST
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2013

	SPECIAL REVENUE			
	GENERAL	DOWNTOWN TAX INCREMENT FINANCE DISTRICT	HOUSING AUTHORITY	MOTOR FUEL TAX
Revenues				
Property taxes	\$ 11,756,812	\$ 1,286,230	\$ -	\$ -
Other taxes	2,118,347	-	-	-
Licenses, permits and fees	1,185,321	-	-	-
Intergovernmental	2,648,110	-	4,826,224	6,859,270
Charges for services	1,301,435	-	-	-
Fines and forfeitures	434,712	-	-	-
Investment income	17,897	272	47	710
Miscellaneous	374,642	-	214	-
Total revenues	<u>19,837,276</u>	<u>1,286,502</u>	<u>4,826,485</u>	<u>6,859,980</u>
Expenditures				
Current				
General government	2,993,634	-	-	-
Law enforcement	7,044,095	-	-	-
Fire and emergency	3,661,078	-	-	-
Public health	843,172	-	-	-
Recreation and parks	2,376,408	-	-	-
Public works	1,235,717	-	-	-
Streets and transportation	-	-	-	2,089,134
Community development	512,985	-	4,986,607	-
Economic development	521,756	163,818	-	-
Debt Service				
Principal	-	2,279,864	-	-
Interest and other	-	282,681	-	-
Capital Outlay	<u>2,489,333</u>	<u>-</u>	<u>-</u>	<u>4,681,795</u>
Total expenditures	<u>21,678,178</u>	<u>2,726,363</u>	<u>4,986,607</u>	<u>6,770,929</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,840,902)</u>	<u>(1,439,861)</u>	<u>(160,122)</u>	<u>89,051</u>
Other financing (sources) uses				
Transfers in	910,659	-	-	-
Transfers (out)	(590,440)	-	(30,000)	-
Proceeds on bonds sold	-	1,570,000	-	-
Premium on bonds sold	-	51,819	-	-
Total other financing (sources) uses	<u>320,219</u>	<u>1,621,819</u>	<u>(30,000)</u>	<u>-</u>
Net change in fund balances	(1,520,683)	181,958	(190,122)	89,051
Fund balances, beginning of year, restated	<u>15,220,449</u>	<u>1,726,906</u>	<u>325,816</u>	<u>620,036</u>
Fund balances, end of year	<u>\$ 13,699,766</u>	<u>\$ 1,908,864</u>	<u>\$ 135,694</u>	<u>\$ 709,087</u>

The notes to the financial statements are an integral part of this statement

DEBT SERVICE	CAPITAL PROJECTS	NONMAJOR FUNDS	TOTAL
\$ 242,702	\$ -	\$ -	\$ 13,285,744
-	-	15,822	2,134,169
-	-	-	1,185,321
-	-	2,055,265	16,388,869
-	-	-	1,301,435
-	-	-	434,712
307	-	2	19,235
-	249	-	375,105
<u>243,009</u>	<u>249</u>	<u>2,071,089</u>	<u>35,124,590</u>
-	37,482	-	3,031,116
-	-	-	7,044,095
-	-	16,456	3,677,534
-	-	-	843,172
-	85,549	-	2,461,957
-	-	-	1,235,717
-	-	-	2,089,134
-	-	-	5,499,592
-	49,505	5,685	740,764
2,783,451	-	-	5,063,315
163,864	-	-	446,545
-	12,184	2,055,266	9,238,578
<u>2,947,315</u>	<u>184,720</u>	<u>2,077,407</u>	<u>41,371,519</u>
<u>(2,704,306)</u>	<u>(184,471)</u>	<u>(6,318)</u>	<u>(6,246,929)</u>
-	140,000	404	1,051,063
-	-	-	(620,440)
2,595,000	-	-	4,165,000
62,120	-	-	113,939
<u>2,657,120</u>	<u>140,000</u>	<u>404</u>	<u>4,709,562</u>
(47,186)	(44,471)	(5,914)	(1,537,367)
<u>400,656</u>	<u>837,345</u>	<u>11,876</u>	<u>19,143,084</u>
<u>\$ 353,470</u>	<u>\$ 792,874</u>	<u>\$ 5,962</u>	<u>\$ 17,605,717</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013

Net change in fund balances - total governmental funds	\$	(1,537,367)
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 capital outlay exceeds depreciation in the current period.		
Depreciation expense	\$ (457,686)	
Capital outlay	<u>6,784,210</u>	6,326,524
Bond proceeds are reported in the governmental funds as an other financing source. In the government-wide financial statements, the bond issuances are not revenues in the Statement of Activities, but rather a change in long-term liabilities in the Statement of Net Position.		
		(4,165,000)
The increase in the post employment benefit liability does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.		
		(414,320)
A decrease in the expense of the pensions is recognized in the entity-wide Statement of Activities for the decrease in the net pension obligation and decrease in the net pension asset.		
		(155,468)
The costs of prior bond issuance costs, 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 issuance costs, premiums received and deferred charges from refundings from the current bond issue is not a current period expense but should be amortized over the life of the bonds.		
Amortization of issuance costs	\$ (19,190)	
Amortization of deferred refundings	(31,539)	
Amortization of premiums received	36,332	
Current period issuance costs	77,246	
Current period premiums received	<u>(113,939)</u>	(51,090)
Some revenues not collected as of the 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.		
		(5,975)
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 that they require the expenditure of current financial resources.		
Compensated absences	\$ <u>21,164</u>	21,164
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.		
		5,063,315
Internal service funds are used by the Village to charge the costs of vehicle and equipment management to individual funds. The net expense of certain activities of internal service funds is reported with governmental activities.		
		<u>5,049</u>
Change in net position of governmental activities	\$	<u><u>5,086,832</u></u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF PARK FOREST
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2013

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE		
	WATER	SEWER	DOWNTOWN PARK FOREST
Assets			
<u>Current assets</u>			
Cash and cash equivalents	\$ 2,445,336	\$ 3,311,785	\$ 1,670,386
Receivables - (net of allowances for uncollectibles)			
Property taxes	-	-	-
Accounts	1,607,720	429,526	19,070
Inventories	27,436	-	-
Prepaid items	2,874	-	1,092
Total current assets	<u>4,083,366</u>	<u>3,741,311</u>	<u>1,690,548</u>
<u>Noncurrent assets</u>			
<u>Capital assets</u>			
Capital assets not being depreciated	100,008	189,356	246,125
Capital assets being depreciated	32,059,032	4,258,574	2,023,677
Less accumulated depreciation	<u>(7,726,974)</u>	<u>(1,003,942)</u>	<u>(1,352,417)</u>
Total noncurrent assets	<u>24,432,066</u>	<u>3,443,988</u>	<u>917,385</u>
Total assets	<u>28,515,432</u>	<u>7,185,299</u>	<u>2,607,933</u>
Liabilities			
<u>Current liabilities</u>			
Accounts payable	550,321	190,421	230,207
Accrued payroll	31,174	4,820	3,094
Deposits payable	208,835	-	39,860
Unearned revenue	-	-	-
Compensated absences payable	72,599	-	-
Installment loan - current	899,569	43,793	-
General obligation bonds - current	<u>75,460</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>1,837,958</u>	<u>239,034</u>	<u>273,161</u>
<u>Noncurrent liabilities</u>			
Installment loan	14,160,175	916,858	-
General obligation bonds	<u>315,440</u>	<u>-</u>	<u>-</u>
Total noncurrent liabilities	<u>14,475,615</u>	<u>916,858</u>	<u>-</u>
Total liabilities	<u>16,313,573</u>	<u>1,155,892</u>	<u>273,161</u>
Net position			
Net investment in capital assets	8,981,421	2,483,337	917,385
Unrestricted	<u>3,220,438</u>	<u>3,546,070</u>	<u>1,417,387</u>
Total net position	<u>\$ 12,201,859</u>	<u>\$ 6,029,407</u>	<u>\$ 2,334,772</u>

Reconciliation to the Statement of Net Position:

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

Net position business-type activities

The notes to the financial statements are an integral part of this statement

		GOVERNMENTAL ACTIVITIES	
NONMAJOR	TOTAL	INTERNAL SERVICE	
\$ 723,195	\$ 8,150,702	\$ 1,461,027	
23,269	23,269	-	
157,548	2,213,864	12,824	
-	27,436	13,342	
-	3,966	-	
<u>904,012</u>	<u>10,419,237</u>	<u>1,487,193</u>	
233,320	768,809	-	
5,560,261	43,901,544	4,908,513	
<u>(3,974,303)</u>	<u>(14,057,636)</u>	<u>(3,793,505)</u>	
<u>1,819,278</u>	<u>30,612,717</u>	<u>1,115,008</u>	
<u>2,723,290</u>	<u>41,031,954</u>	<u>2,602,201</u>	
132,120	1,103,069	20,234	
16,235	55,323	809	
-	248,695	-	
71,043	71,043	-	
-	72,599	-	
-	943,362	-	
<u>34,540</u>	<u>110,000</u>	<u>-</u>	
<u>253,938</u>	<u>2,604,091</u>	<u>21,043</u>	
-	15,077,033	-	
<u>144,462</u>	<u>459,902</u>	<u>-</u>	
<u>144,462</u>	<u>15,536,935</u>	<u>-</u>	
<u>398,400</u>	<u>18,141,026</u>	<u>21,043</u>	
1,640,276	14,022,419	1,115,008	
<u>684,614</u>	<u>8,868,509</u>	<u>1,466,150</u>	
<u>\$ 2,324,890</u>	<u>22,890,928</u>	<u>\$ 2,581,158</u>	
	<u>24,969</u>		
	<u>\$ 22,915,897</u>		

VILLAGE OF PARK FOREST
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2013

	BUSINESS-TYPE ACTIVITES - ENTERPRISE		
	WATER	SEWER	DOWNTOWN PARK FOREST
Operating revenues			
Charges for services	\$ 5,470,734	\$ 1,331,113	\$ 611,143
Total operating revenues	<u>5,470,734</u>	<u>1,331,113</u>	<u>611,143</u>
Operating expenses			
Administration	1,000,230	-	-
Operations	2,319,401	437,318	868,876
Depreciation	701,831	100,407	102,929
Total operating expenses	<u>4,021,462</u>	<u>537,725</u>	<u>971,805</u>
Operating income (loss)	<u>1,449,272</u>	<u>793,388</u>	<u>(360,662)</u>
Nonoperating revenues (expenses)			
Property tax	-	-	-
Grants	-	92,973	-
Interest income	345	473	514
Contributions	-	-	-
Other income	-	12	14,705
Gain on asset disposal	-	-	192,426
Interest expense	<u>(346,247)</u>	<u>(147)</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>(345,902)</u>	<u>93,311</u>	<u>207,645</u>
Income (loss) before contributions and transfers	<u>1,103,370</u>	<u>886,699</u>	<u>(153,017)</u>
Contributions and transfers			
Transfers in	-	-	155,036
Transfers out	<u>(582,301)</u>	<u>(152,179)</u>	<u>-</u>
Total contributions and transfers	<u>(582,301)</u>	<u>(152,179)</u>	<u>155,036</u>
Change in net position	521,069	734,520	2,019
Net position, beginning of year	<u>11,680,790</u>	<u>5,294,887</u>	<u>2,332,753</u>
Net position, end of year	<u>\$ 12,201,859</u>	<u>\$ 6,029,407</u>	<u>\$ 2,334,772</u>

Reconciliation to the Statement of Activites:

Change in net position

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

Change in net position business-type activities

The notes to the financial statements are an integral part of this statement

		GOVERNMENTAL ACTIVITIES	
NONMAJOR	TOTAL	INTERNAL SERVICE	
\$ <u>1,786,129</u>	\$ <u>9,199,119</u>	\$ <u>788,753</u>	
<u>1,786,129</u>	<u>9,199,119</u>	<u>788,753</u>	
-	1,000,230	-	
1,915,718	5,541,313	490,677	
<u>102,211</u>	<u>1,007,378</u>	<u>336,237</u>	
<u>2,017,929</u>	<u>7,548,921</u>	<u>826,914</u>	
<u>(231,800)</u>	<u>1,650,198</u>	<u>(38,161)</u>	
46,488	46,488	-	
-	92,973	-	
373	1,705	1,188	
-	-	28,032	
-	14,717	8,347	
-	192,426	3,330	
<u>(8,432)</u>	<u>(354,826)</u>	<u>-</u>	
<u>38,429</u>	<u>(6,517)</u>	<u>40,897</u>	
<u>(193,371)</u>	<u>1,643,681</u>	<u>2,736</u>	
295,000	450,036	-	
<u>(146,179)</u>	<u>(880,659)</u>	<u>-</u>	
<u>148,821</u>	<u>(430,623)</u>	<u>-</u>	
(44,550)	1,213,058	2,736	
<u>2,369,440</u>	<u>21,677,870</u>	<u>2,578,422</u>	
\$ <u>2,324,890</u>	\$ <u>22,890,928</u>	\$ <u>2,581,158</u>	
	1,213,058		
	<u>(2,313)</u>		
	\$ <u>1,210,745</u>		

VILLAGE OF PARK FOREST
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2013

	BUSINESS-TYPE ACTIVITIES -		
	WATER	SEWER	DOWNTOWN PARK FOREST
Cash flows from operating activities			
Receipts from customers and users	\$ 5,285,251	\$ 1,229,493	\$ 631,716
Payments to employees	(1,248,775)	(207,885)	(133,183)
Payments to suppliers	(1,880,816)	(80,055)	(531,198)
Miscellaneous revenue	-	12	-
Net cash provided (used) by operating activities	<u>2,155,660</u>	<u>941,565</u>	<u>(32,665)</u>
Cash flows from non-capital financing activities			
Net transfers in (out)	(582,301)	(152,179)	155,036
Contributions	-	-	-
Other income	-	-	14,705
Property taxes	-	-	-
Net cash provided (used) by non-capital financing activities	<u>(582,301)</u>	<u>(152,179)</u>	<u>169,741</u>
Cash flows from capital and related financing activities			
Financing activities			
Purchase of capital assets	(76,717)	(256,796)	(146,126)
Cash received from disposal of capital assets	-	-	225,400
Receipt of capital grant	-	92,973	-
Issuance of debt	577,316	9,440	-
Principal paid on debt	(881,484)	(42,785)	-
Interest paid on debt	(343,485)	(146)	-
Net cash (provided) used by capital and related financing activities	<u>(724,370)</u>	<u>(197,314)</u>	<u>79,274</u>
Cash flows from investing activities			
Investment income received	345	473	514
Net cash provided by investing activities	<u>345</u>	<u>473</u>	<u>514</u>
Net change in cash and cash equivalents	849,334	592,545	216,864
Cash and cash equivalents, beginning of year	<u>1,596,002</u>	<u>2,719,240</u>	<u>1,453,522</u>
Cash and cash equivalents, end of year	<u>\$ 2,445,336</u>	<u>\$ 3,311,785</u>	<u>\$ 1,670,386</u>
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 1,449,272	\$ 793,388	\$ (360,662)
Adjustment to reconcile operating income to Net cash provided by operating activities			
Other income	-	12	-
Depreciation and amortization expense	701,831	100,407	102,929
(Increase) decrease in current assets	(207,002)	(101,620)	20,733
Increase (decrease) in current liabilities	211,559	149,378	204,335
Total adjustments	<u>706,388</u>	<u>148,177</u>	<u>327,997</u>
Net cash provided (used) by operating activities	<u>\$ 2,155,660</u>	<u>\$ 941,565</u>	<u>\$ (32,665)</u>

The notes to the financial statements are an integral part of this statement.

ENTERPRISE		GOVERNMENTAL
NONMAJOR	TOTAL	ACTIVITIES
		INTERNAL
		SERVICE
\$ 1,760,839	\$ 8,907,299	\$ 790,759
(449,026)	(2,038,869)	(72,429)
(1,468,683)	(3,960,752)	(419,757)
-	12	8,347
<u>(156,870)</u>	<u>2,907,690</u>	<u>306,920</u>
148,821	(430,623)	-
-	-	28,032
-	14,705	-
<u>46,488</u>	<u>46,488</u>	<u>-</u>
<u>195,309</u>	<u>(369,430)</u>	<u>28,032</u>
(40,545)	(520,184)	(294,573)
-	225,400	3,330
-	92,973	-
-	586,756	-
(32,975)	(957,244)	-
<u>(7,173)</u>	<u>(350,804)</u>	<u>-</u>
<u>(80,693)</u>	<u>(923,103)</u>	<u>(291,243)</u>
<u>373</u>	<u>1,705</u>	<u>1,188</u>
<u>373</u>	<u>1,705</u>	<u>1,188</u>
(41,881)	1,616,862	44,897
<u>765,076</u>	<u>6,533,840</u>	<u>1,416,130</u>
\$ <u>723,195</u>	\$ <u>8,150,702</u>	\$ <u>1,461,027</u>
\$ (231,800)	\$ 1,650,198	\$ (38,161)
-	12	8,347
102,211	1,007,378	336,237
(5,723)	(293,612)	422
<u>(21,558)</u>	<u>543,714</u>	<u>75</u>
<u>74,930</u>	<u>1,257,492</u>	<u>345,081</u>
\$ <u>(156,870)</u>	\$ <u>2,907,690</u>	\$ <u>306,920</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF PARK FOREST
FIDUCIARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2013

PENSION TRUST

Assets

Cash	\$	218,128
Investments		
Certificates of deposit		821,082
Money markets		3,827,771
U.S. government and agency obligations		8,735,098
State and local obligations		3,023,489
Bonds		4,532,606
Mutual funds		7,289,665
Annuities		307,514
Receivables		
Accrued interest		<u>119,731</u>
Total assets		<u>28,875,084</u>

Liabilities

Accounts payable		4,844
Due to other governments		<u>113,561</u>
Total liabilities		<u>118,405</u>

Net position

Held in trust for pension benefits	\$	<u>28,756,679</u>
------------------------------------	----	-------------------

The notes to the financial statements are an integral part of this statement

VILLAGE OF PARK FOREST
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2013

	PENSION FUNDS
Additions	
Contributions	
Employer	\$ 1,659,017
Plan members	488,240
Other	<u>30,267</u>
Total contributions	<u>2,177,524</u>
Investment income	
Interest	740,365
Net appreciation in fair value of investments	<u>109,588</u>
Total investment income	849,953
Less investment expenses	<u>61,309</u>
Net investment income	<u>788,644</u>
Total additions	<u>2,966,168</u>
Deductions	
Benefits	2,692,262
Administration	<u>66,753</u>
Total deductions	<u>2,759,015</u>
Change in net position	207,153
Net position, beginning of year	<u>28,549,526</u>
Net position, end of year	<u>\$ 28,756,679</u>

The notes to the financial statements are an integral part of this statement

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

	<u>Page(s)</u>
Note 1 – Summary of Significant Accounting Policies	41
Reporting Entity	41
Blended Component Units.....	41
Changes in Accounting Principles.....	42
Government-wide and Fund Financial Statements	42
Measurement Focus, Basis of Accounting and Financial Statement Presentation.....	43
Fund and Accounting Entity.....	44
All Financial Statements	45
Assets, Liabilities and Net Position or Equity	45
 Note 2 – Property Taxes.....	 48
Note 3 – Stewardship, Compliance and Accountability.....	49
Excess of Expenditures Over Appropriations	49
 Note 4 – Deposits and Investments	 49
 Note 5 – Receivables	 52
 Note 6 – Capital Assets	 54
 Note 7 – Construction Commitments	 56
 Note 8 – Interfund Receivables and Payables	 56
 Note 9 – Long-Term Liabilities	 57
General Obligation Bonds	57
Current Refunding	58
Loan.....	58
Changes in Long-Term Liabilities	60
 Note 10 – Net Investment in Capital Assets.....	 61
 Note 11 – Risk Management.....	 61
Intergovernmental Risk Management Agency (IRMA).....	61
 Note 12 – Deferred Compensation.....	 62
 Note 13 – Employee Retirement Systems and Plans	 62
Plan Descriptions, Provisions and Funding Policies	62
Summary of Significant Accounting Policies	65
Annual Pension Cost and Net Pension Obligation/Asset.....	65
Trend Information	67
Funded Status and Funding Progress.....	67
Pension Segment Information	68
Retiree Health Plan	70
 Note 14 –Commitments and Contingencies.....	 72
 Note 15 – Effect of New Accounting Standards on Current-Period Financial Statements	 72
 Note 16 – Restatement – Change in Accounting Principle	 72

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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.

Blended Component Units

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, 2013

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.

CHANGES IN ACCOUNTING PRINCIPLES

In June 2011, the GASB issued statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. This statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Previous financial reporting standards did not include guidance for these elements, which are distinct from assets and liabilities.

In November 2010, the GASB issued statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statement No. 14 and No. 34*. This statement modifies certain requirements for inclusion of component units in the financial reporting entity and for reporting component units as if they were part of the primary government (that is, blending) in certain circumstances. The statement also clarifies the reporting of equity interests in legally separate organizations.

The Village implemented these standards effective July 1, 2012. See Note 16 for further information on the restatement of fund balance and net position as a result of the implementation of GASB 61.

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, 2013

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 deferred revenue on its financial statements. Deferred revenues arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period. Deferred 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 for deferred 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, 2013

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 capital improvement projects, such as road reconstruction and resurfacing, which are financed by the Village's allotment of state motor fuel taxes and federal grants obtain through the Illinois Department of Transportation. 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, 2013

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 payments-in-lieu of taxes and other charges between the Village's water and sewer function and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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.

ASSETS, LIABILITIES 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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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.

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, 2013.

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 fair market 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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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:

Assets	Years
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.

Other Assets

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue.

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, as well as issuance costs, 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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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 formal action, 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.

NOTE 2 – PROPERTY TAXES

Property taxes for 2012 attach as an enforceable lien on January 1, 2012, 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).

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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

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 2012 property tax levy is recognized as a receivable in fiscal 2013, net of the allowance for uncollectible. The Village considers that the first installment of the 2012 levy is to be used to finance operations in fiscal 2013. The Village has determined that the second installment of the 2012 levy is to be used to finance operations in fiscal 2014 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 APPROPRIATIONS

For the year ended June 30, 2013, actual expenditures exceeded appropriations in the Police Pension Fund and Firefighters' Pension Fund by \$203,739 and \$72,513, respectively.

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

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

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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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:

	Government- wide	Fiduciary	Total
Cash and investments	\$ 26,740,415	\$ 28,755,353	\$ 55,495,768

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:

	Village of Park Forest Cash and Investments
Cash on hand	\$ 5,855
Deposits with financial institutions	9,561,083
Other investments	45,928,830
Total	\$ 55,495,768

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

At June 30, 2013, the Village's non-equity investments consisted of the following:

	<u>Investment Maturity (In Years)</u>				
	<u>Fair Value</u>	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
Primary Government:					
U.S Agencies	\$ 1,747,055	\$ -	\$ 1,747,055	\$ -	\$ -
Negotiable CDs	2,431,690	250,216	2,181,474	-	-
State & Local Obligations	422,615	-	-	422,615	-
Total Primary Government	<u>4,601,360</u>	<u>250,216</u>	<u>3,928,529</u>	<u>422,615</u>	<u>-</u>
Firefighters' Pension:					
U.S. Agencies	2,413,078	70,676	456,731	82,374	1,803,297
U.S. Treasuries	670,673	-	625,905	44,768	-
State & Local Obligations	589,746	185,875	175,862	128,056	99,953
Corporate Bonds	2,129,873	216,156	1,169,030	616,878	127,809
Total Firefighters' Pension	<u>5,803,370</u>	<u>472,707</u>	<u>2,427,528</u>	<u>872,076</u>	<u>2,031,059</u>
Police Pension:					
State & Local Obligations	2,433,743	582,321	1,411,026	394,031	46,365
Corporate Bonds	2,402,733	844,443	838,802	692,082	27,406
U.S. Agencies	4,416,334	-	2,625,037	1,253,252	538,045
U.S. Treasuries	1,235,013	-	555,975	679,038	-
Total Police Pension	<u>10,487,823</u>	<u>1,426,764</u>	<u>5,430,840</u>	<u>3,018,403</u>	<u>611,816</u>
Total	<u>\$ 20,892,553</u>	<u>\$ 2,149,687</u>	<u>\$ 11,786,897</u>	<u>\$ 4,313,094</u>	<u>\$ 2,642,875</u>

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.

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, 2013, 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 "BBB-" to "AA+" and "BAA2" to "AAA", and state and local obligations had a range of ratings from "A+" to "AA+" and "BA2" 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, 2013, all of the Village's and Pensions' deposits were collateralized in accordance with their investment policy.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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, 2013, 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 Police Pension, more than 5 percent of the plan's net position is invested in securities issued by the Federal Home Loan Bank. The Police Pension holds \$1,932,207 in investments issued by the Federal Home Loan Bank, representing 10% of the plan's net position.

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:

Governmental Activities:	General Fund	TIF Fund	Housing Authority Fund	Debt Service Fund	Motor Fuel Tax Fund	Non Major Funds	Internal Service Fund	Total
Receivables:								
Real Estate Taxes	\$ 7,160,498	\$ 758,929	\$ -	\$ 126,096	\$ -	\$ -	\$ -	\$ 8,045,523
Other Taxes:								
Sales Taxes	162,518	-	-	-	-	-	-	162,518
Utility Taxes	204,175	-	-	-	-	-	-	204,175
Intergovernmental:								
Income Taxes	697,418	-	-	-	-	-	-	697,418
Replacement Taxes	42,357	-	-	-	-	-	-	42,357
Grants	70,727	-	297,995	-	91,746	282,330	-	742,798
Motor Fuel Taxes	-	-	-	-	38,355	-	-	38,355
Accounts:								
Miscellaneous	230,624	-	-	-	-	-	12,824	243,448
Housing authority	-	-	-	-	-	-	-	-
Interest	9,257	-	-	-	-	-	-	9,257
Employee								
Computer								
Purchase	-	-	-	-	-	-	-	-
Franchise Fee	86,556	-	-	-	-	-	-	86,556
Health	13,543	-	-	-	-	-	-	13,543
Ambulance	178,763	-	-	-	-	-	-	178,763
Gross Receivables	8,856,436	758,929	297,995	126,096	130,101	282,330	12,824	10,464,711
Less: Allowances for Uncollectible	(468,605)	(5,093)	-	(3,783)	-	-	-	(477,481)
Net Total								
Receivables	\$ 8,387,831	\$ 753,836	\$ 297,995	\$ 122,313	\$ 130,101	\$ 282,330	\$ 12,824	\$ 9,987,230

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

Governmental funds report deferred 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 deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<i>Unavailable</i>	<i>Unearned</i>	<i>Total</i>
General Fund:			
Real estate taxes receivable	\$ -	\$ 6,465,314*	\$ 6,465,314
Other taxes receivable	112,056	-	112,056
Intergovernmental receivable	-	22,292	22,292
Unearned fees	-	1,750	1,750
Total	<u>112,056</u>	<u>6,489,356</u>	<u>6,601,412</u>
Downtown TIF Fund:			
Real estate taxes receivable	-	742,448*	742,448
Debt Service Fund:			
Real estate taxes receivable	-	113,854*	113,854
Governmental funds balance sheet total	<u>\$ 112,056</u>	<u>\$ 7,345,658</u>	<u>\$ 7,457,714</u>

* - Under the accrual method deferred 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 2013-14 operations with those monies. Therefore, these amounts will remain deferred revenue for the government-wide statements.

<i>Business-type Activities, Fiduciary Fund:</i>	<i>Water Fund</i>	<i>Sewer Fund</i>	<i>Downtown Park Forest Fund</i>	<i>Non- Major Fund</i>	<i>Business- Type Activities Total</i>	<i>Fiduciary Funds</i>
Receivables:						
Real Estate Taxes	\$ -	\$ -	\$ -	\$ 23,989	\$ 23,989	\$ -
Interest	-	-	-	-	-	119,731
Accounts:						
Billings	1,761,937	387,842	-	195,908	2,424,270	-
Grants	-	78,583	-	-	-	-
Rents	-	-	192,470	-	192,470	-
Gross Receivables	<u>1,761,937</u>	<u>466,425</u>	<u>192,470</u>	<u>219,897</u>	<u>2,640,729</u>	<u>119,731</u>
Less: Allowances for Uncollectibles	<u>(154,217)</u>	<u>(36,899)</u>	<u>(173,400)</u>	<u>(39,080)</u>	<u>(403,596)</u>	<u>-</u>
Net Total Receivables	<u>\$ 1,607,720</u>	<u>\$ 429,526</u>	<u>\$ 19,070</u>	<u>\$ 180,817</u>	<u>\$ 2,237,133</u>	<u>\$ 119,731</u>

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

NOTE 6 – CAPITAL ASSETS

Governmental capital asset activity for the year ended June 30, 2013, was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Balance</i>
Capital assets not being depreciated:				
Land	\$ 2,362,490	\$ -	\$ -	\$ 2,362,490
Construction in progress	2,745,777	6,556,449	-	9,302,226
Total capital assets not being depreciated	<u>5,108,267</u>	<u>6,556,449</u>	<u>-</u>	<u>11,664,716</u>
Capital assets being depreciated:				
Buildings and improvements	9,627,888	134,918	-	9,762,806
Vehicles	4,706,639	294,572	92,698	4,908,513
Furniture and equipment	2,299,943	92,844	71,166	2,321,621
Infrastructure	10,251,413	-	-	10,251,413
Total capital assets being depreciated	<u>26,885,883</u>	<u>522,334</u>	<u>163,864</u>	<u>27,244,353</u>
Less accumulated depreciation for:				
Buildings and improvements	3,779,299	244,144	-	4,023,443
Vehicles	3,549,966	336,237	92,698	3,793,505
Furniture and equipment	1,941,674	75,797	71,166	1,946,305
Infrastructure	6,667,566	137,745	-	6,805,311
Total accumulated depreciation	<u>15,938,505</u>	<u>793,923</u>	<u>163,864</u>	<u>16,568,564</u>
Total capital assets being depreciated, net	<u>10,947,378</u>	<u>(271,589)</u>	<u>-</u>	<u>10,675,789</u>
Governmental activities capital assets, net	<u>\$ 16,055,645</u>	<u>\$ 6,284,860</u>	<u>\$ -</u>	<u>\$ 22,340,505</u>

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

General government	\$ 121,260
Law enforcement	110,540
Public works	263,180
Recreation and parks	88,684
Fire and emergency	210,259
Total depreciation expense-governmental activities	<u>\$ 793,923</u>

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

Business-type capital asset activity for the year ended June 30, 2013, was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Balance</i>
Capital assets not being depreciated:				
Land	\$ 323,954	\$ 100,000	\$ -	\$ 423,954
Construction in progress	-	344,855	-	344,855
Total capital assets not being depreciated	<u>323,954</u>	<u>444,855</u>	<u>-</u>	<u>768,809</u>
Capital assets being depreciated:				
Buildings and improvements	30,953,186	9,440	169,852	30,792,774
Distribution system	12,325,718	67,343	-	12,393,061
Vehicles	91,810	-	-	91,810
Furniture and equipment	590,595	98,545	65,241	623,899
Total capital assets being depreciated	<u>43,961,309</u>	<u>175,328</u>	<u>235,093</u>	<u>43,901,544</u>
Less accumulated depreciation for:				
Buildings and improvements	9,112,643	738,867	36,879	9,814,631
Distribution system	3,469,174	250,356	-	3,719,530
Vehicles	83,997	5,209	-	89,206
Furniture and equipment	486,564	12,946	65,241	434,269
Total accumulated depreciation	<u>13,152,378</u>	<u>1,007,378</u>	<u>102,120</u>	<u>14,057,636</u>
Total capital assets being depreciated, net	<u>30,808,931</u>	<u>(832,050)</u>	<u>132,973</u>	<u>29,843,908</u>
Business-type activities capital assets, net	<u>\$ 31,132,885</u>	<u>\$ (387,195)</u>	<u>\$ 132,973</u>	<u>\$ 30,612,717</u>

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

Water	\$ 701,831
Sewer	100,407
Downtown park forest	102,929
Aqua center	59,970
Tennis and health club	2,990
Municipal parking lot	39,251
Total depreciation expense-business type activities	<u>\$ 1,007,378</u>

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

NOTE 7 – CONSTRUCTION COMMITMENTS

As of June 30, 2013, the Village is committed to the following construction projects. These expenditures will be provided for by existing reserves.

<i>Project</i>	<i>Expended to Date</i>	<i>Remaining Commitment</i>
Orchard Drive improvements	\$ 3,819,182	\$ 98,879
Thorn Creek Bridge	252,044	166,642
Heads or Tails build out	62,925	35,000
Sapphire Room build out	83,200	15,000
Watermain improvements	9,374	15,626
Sewer improvements	189,356	428,934
Total	<u>\$ 4,416,081</u>	<u>760,081</u>

NOTE 8 – INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of June 30, 2013, is as follows:

Due to/from other funds:

<i>Receivable Fund</i>	<i>Payable Fund</i>	<i>Amount</i>
General Fund	Non-major Funds	\$ 65,086
General Fund	Housing Authority Fund	<u>159,480</u>
Total – Fund Financial Statements		<u>224,566</u>
Less: Fund eliminations		(224,566)
Less: Interfund receivables created with internal service fund eliminations		<u>24,969</u>
Total Internal Balances – Government-Wide Statement of Net Position		<u>\$ 24,969</u>

The Interfund balances are advances in anticipation of receipts.

Transfers:

<i>Receiving Fund</i>	<i>Paying Fund</i>	<i>Amount</i>
Downtown Park Forest Fund	General Fund	\$ 155,036
Capital Projects Fund	General Fund	140,000
General Fund	Water Fund	582,301
General Fund	Sewer Fund	152,179
General Fund	Non-major Proprietary Funds	146,179
General Fund	Housing Authority Fund	30,000
Non-major Governmental Funds	General Fund	404
Non-major Proprietary Funds	General Fund	<u>295,000</u>
Total – Fund Financial Statements		<u>1,501,099</u>
Less: Fund Eliminations		<u>(1,070,476)</u>
Total Transfers – Government-Wide Statement of Activities		<u>\$ 430,623</u>

The transfers from the General Fund were to use unrestricted revenues collected in the General Fund to finance various programs accounted for in the other funds in accordance with budgetary authorizations. The transfers to the General Fund were to reimburse the General Fund for indirect costs associated with operational support.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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 \$12,660,000.

General obligation bonds currently outstanding are as follows:

<i>Purpose</i>	<i>Fund Debt Retired By</i>	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>
General Obligation Bond Series of 1993 – Due in annual installments of \$70,300 to \$121,000 plus variable interest through January 15, 2013	Debt Service Sewer	\$ 78,315 42,785	\$ - -	\$ 78,315 42,785	\$ - -
General Obligation Bond Series of 1999 – Due in annual installments of \$45,000 to \$145,000 plus variable interest through January 15, 2020	TIF	965,000	-	90,000	875,000
General Obligation Bond Series of 2001 – Due in annual installments of \$65,000 to \$470,000 plus interest at 4.75% to 5.40% through January 1, 2025	Debt Service TIF	2,705,136 1,704,864	- -	2,705,136 1,704,864	- -
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	4,680,000	-	485,000	4,195,000
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 Water	218,265 476,735	- -	32,975 72,025	185,290 404,710
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 TIF	- -	2,595,000 1,570,000	- -	2,595,000 1,570,000
Subtotal		10,871,100	4,165,000	5,211,100	9,825,000
Deferred loss on advance refunding		(213,347)	-	(35,559)	(177,788)
Premium on refunding		158,414	113,939	36,332	236,021
Total		\$ 10,816,167	\$ 4,278,939	\$ 5,211,873	\$ 9,883,233

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

All variable interest rates change based on prime rate.

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

Year Ending June 30,	Governmental-type Activities		Business-type Activities		Total
	Principal	Interest	Principal	Interest	
2014	\$ 940,000	\$ 285,625	\$ 110,000	\$ 19,281	\$ 1,354,906
2015	990,000	260,625	115,000	15,412	1,381,037
2016	1,040,000	230,350	115,000	11,387	1,396,737
2017	1,110,000	194,150	125,000	7,031	1,436,181
2018	1,175,000	153,700	125,000	2,344	1,456,044
2019-2023	3,390,000	264,975	-	-	3,654,975
2024-2025	590,000	18,000	-	-	608,000
Total	\$ 9,235,000	\$ 1,407,425	\$ 590,000	\$ 55,455	\$ 11,287,880

CURRENT REFUNDING

On October 4, 2012, the Village issued \$4,165,000 General Obligation Bond Series 2012 to currently refund \$4,175,000 of the outstanding 2001 General Obligation Bonds. The net proceeds of \$4,201,692 (after payment of \$77,246 in underwriting fees, insurance and other issuance costs) were used to prepay the outstanding debt service requirements on the old bonds.

The cash flow requirements on the refunded bonds prior to the current refunding was \$5,894,003 from 2013 through 2025. The cash flow requirements on the 2012 refunding bonds are \$5,163,204 from 2013 through 2025. The current refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$616,044.

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 \$15,603,861 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 and the Village received \$303,308 in loan proceeds.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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. As this loan project has not been completed, a debt service payment schedule was not available.

<i>Purpose</i>	<i>Fund Debt Retired By</i>	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>
IEPA Loan (L17-1860)	Water	\$ 12,623,012	\$ -	\$ 732,196	\$ 11,890,816
IEPA Loan (L17-3142)	Water	2,668,875	577,316	77,263	3,168,928
IEPA Loan (L17-0425)	Sewer	951,211	9,440	-	960,651
Total		\$ 16,243,098	\$ 586,756	\$ 809,459	\$ 16,020,395

Annual debt service requirements to maturity for the loan payable (excluding L17-0425 as the loan is not finalized) is as follows:

<i>Year Ending</i>	<i>Business-Type Activities</i>		
	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2014	\$ 899,569	\$ 331,756	\$ 1,231,325
2015	920,318	311,006	1,231,324
2016	941,568	289,756	1,231,324
2017	963,328	267,997	1,231,325
2018	985,610	245,714	1,231,324
2019 - 2023	5,281,519	825,383	6,106,902
2024 - 2028	4,340,380	300,749	4,641,129
2029 - 2032	727,452	20,512	747,964
Total	\$ 15,059,744	\$ 2,592,873	\$ 17,652,617

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

CHANGES IN LONG-TERM LIABILITIES

	<i>Beginning Balance</i>		<i>Additions</i>		<i>Reductions</i>		<i>Ending Balance</i>		<i>Due within One Year</i>
Governmental Activities:									
General Obligation Bonds	\$ 10,133,315	\$	4,165,000	\$	5,063,315	\$	9,235,000	\$	940,000
Add: premium on bonds	158,414		113,939		36,332		236,021		-
Less: Deferred Loss on Refunding	<u>(189,229)</u>		<u>-</u>		<u>(31,539)</u>		<u>(157,690)</u>		<u>-</u>
Total Bonds	10,102,500		4,278,939		5,068,108		9,313,331		940,000
Compensated Absences	743,628		738,700		759,864		722,464		722,464
IMRF NPO Liability	301,373		886,952		780,977		407,348		-
OPEB Liability	<u>695,408</u>		<u>528,907</u>		<u>114,587</u>		<u>1,109,728</u>		<u>-</u>
Governmental Activity Long-term Liabilities	<u>\$ 11,842,909</u>	\$	<u>6,433,498</u>	\$	<u>6,723,536</u>	\$	<u>11,552,871</u>	\$	<u>1,662,464</u>
Business-type Activities:									
General Obligation Bonds	\$ 737,785	\$	-	\$	147,785	\$	590,000	\$	110,000
Less: Deferred Loss on Refunding	<u>(24,118)</u>		<u>-</u>		<u>(4,020)</u>		<u>(20,098)</u>		<u>-</u>
Total Bonds	713,667		-		143,765		569,902		110,000
IEPA Loan	16,243,098		586,756		809,459		16,020,395		943,362
Compensated Absences	<u>55,372</u>		<u>73,100</u>		<u>55,873</u>		<u>72,599</u>		<u>72,599</u>
Business-type Activity Long-term Liabilities	<u>\$ 17,012,137</u>	\$	<u>659,859</u>	\$	<u>1,009,097</u>	\$	<u>16,662,896</u>	\$	<u>1,125,961</u>

PAYMENT OF BONDS

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. The compensated absences, IMRF NPO liability and OPEB liability are paid out of the fund that has the associated salary including the General Fund and Water 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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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, 2013 includes the following:

Governmental Activities:

Net investment in capital assets	
Capital assets not being depreciated	\$ 11,664,716
Capital assets being depreciated	27,244,353
Less: Accumulated depreciation	(16,568,564)
Less: Related long-term debt outstanding	(2,595,000)
Total Governmental Activities Net Investment in Capital Assets	<u>\$ 19,745,505</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	\$ 768,809
Capital assets being depreciated	43,901,544
Less: Accumulated depreciation	(14,057,636)
Less: Related long-term debt outstanding	(16,610,396)
Add: Unamortized related debt discount/premium and loss on advance refunding	20,098
Total Governmental Activities Net Investment in Capital Assets	<u>\$ 14,022,419</u>

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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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
22nd 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.

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.

PLAN DESCRIPTIONS, PROVISIONS AND FUNDING POLICIES

Illinois Municipal Retirement System

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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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.

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the coverage of its own employees in IMRF, as specified by statute. The required annual employer contribution rates for calendar year 2013 and 2012 were 13.06% and 13.14%, respectively. IMRF provided an optional phase-in rate which was chosen by the Village. The actual employer contribution rate for calendar year 2013 was 12.73% of annual covered payroll. The employer contribution rate for calendar year 2012 was 11.57% of annual covered payroll.

Police Pension Plan

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.

At June 30, 2013, the Police Pension Fund membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	40
Current Employees	
Vested	20
Non Vested.....	<u>22</u>
Total	<u>82</u>

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

The police pension fund 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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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.

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.

Firefighters' Pension Plan

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.

At June 30, 2013, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	24
Current Employees	
Vested	13
Non Vested.....	<u>12</u>
Total	<u>49</u>

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

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.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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.

Participants contribute a fixed percentage of their base salary to the plans. At June 30, 2013, 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.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting. The financial statements of the pension funds 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.

The costs of administering the plan are financed by contributions made and income earned from investments.

Methods Used to Value Investments. Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Fixed-income and equity securities are valued at the last reported trade date on national markets. Investments that do not have any established market, if any, are reported at estimated fair value.

ANNUAL PENSION COST AND NET PENSION OBLIGATION/ASSET

The following is the Net Pension Obligation/Asset calculation from the June 30, 2013 actuarial reports for the Illinois Municipal Retirement Police and Firefighters' Pension Plans:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension	Total
Annual required contribution	\$ 886,952	\$ 1,025,991	\$ 692,914	\$ 1,718,905
Interest on net pension obligation	-	(6,409)	(2,802)	(9,211)
Adjustment to annual required contribution	-	3,874	1,694	5,568
Annual pension cost	<u>886,952</u>	<u>1,023,456</u>	<u>691,806</u>	<u>1,715,262</u>
Contributions made	<u>780,977</u>	<u>1,009,657</u>	<u>656,112</u>	<u>1,665,769</u>
Increase (decrease) in net pension obligation	105,975	13,799	35,694	49,493
Net pension obligation (asset), beginning of year	<u>301,373</u>	<u>(91,551)</u>	<u>(40,024)</u>	<u>(131,575)</u>
Net pension obligation, end of year	<u>\$ 407,348</u>			<u>\$ 301,373</u>
Net pension (asset), end of year		<u>\$ (77,752)</u>	<u>\$ (4,330)</u>	<u>\$ (82,082)</u>

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

The Village's annual required contribution for the current year and related information for each plan is as follows:

	<i>Illinois Municipal Retirement</i>	<i>Police Pension</i>	<i>Firefighters' Pension</i>
Contribution Rates:			
Employer	11.57%	32.44%	33.956%
Employee	4.50%	9.91%	9.455%
Annual Required Contribution (ARC)	\$ 886,952	\$ 1,025,991	\$ 692,914
Contributions Made	\$ 780,977	\$ 1,009,657	\$ 656,112
Actuarial Valuation Date	12/31/12	6/30/13	6/30/13
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level % of Projected Payroll, Closed Basis	Level % of Projected Payroll, Closed Basis	Level % of Projected Payroll, Closed Basis
Remaining Amortization Period	30 years	28 years	28 years
Asset Valuation Method	5-Year Smoothed Market	3-Year Smoothed Market	3-Year Smoothed Market
Actuarial Assumptions:			
Investment Rate of Return	7.5% Compounded Annually	6.75% Compounded Annually	6.75% Compounded Annually
Projected Salary Increases	0.4% to 10.0%	5.50%	5.50%
Inflation Rate Included	4.00%	3.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

TREND INFORMATION

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the APC and the contributions actually made.

	<i>Year</i>	<i>Illinois Municipal Retirement</i>	<i>Police Pension</i>	<i>Firefighters' Pension</i>
Annual Pension Cost (APC)	2011	\$ 771,751	\$ 969,358	\$ 698,584
	2012	834,509	1,002,575	731,242
	2013	886,952	1,023,456	691,806
Actual Contributions	2011	\$ 609,243	\$ 1,000,943	\$ 732,976
	2012	695,644	1,011,695	742,453
	2013	780,977	1,009,657	656,112
Percentage of APC Contributed	2011	78.94%	103.26%	104.90%
	2012	83.36%	100.90%	101.50%
	2013	88.05%	98.65%	94.84%
Net Pension Obligation (Asset)	2011	\$ 162,508	\$ (82,431)	\$ (28,813)
	2012	301,373	(91,551)	(40,024)
	2013	407,348	(77,752)	(4,330)

FUNDED STATUS AND FUNDING PROGRESS

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

	<i>Illinois Municipal Retirement</i>	<i>Police Pension</i>	<i>Firefighters' Pension</i>
Actuarial Valuation Date	12/31/12	6/30/13	6/30/13
Actuarial Valuation of Assets (a)	\$ 15,263,844	\$ 18,367,044	\$ 10,396,387
Actuarial Accrued Liability (AAL) – Entry Age (b)	\$ 20,657,923	\$ 36,172,102	\$ 21,438,481
Unfunded AAL (UAAL) (b - a)	\$ 5,394,079	\$ 17,805,058	\$ 11,042,094
Funded Ratio (a/b)	73.89%	50.78%	48.49%
Covered Payroll (c)	\$ 6,750,016	\$ 3,112,684	\$ 1,932,231
UAAL as a percentage of Covered Payroll ((b - a)/c)	79.91%	572.02%	571.47%

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

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

PENSION SEGMENT INFORMATION

Fiduciary Net Position

	<i>Pension Trust</i>		
	<i>Police Pension</i>	<i>Firefighters' Pension</i>	<i>Total</i>
Assets			
Cash	\$ 11,311	\$ 206,817	\$ 218,128
Investments	18,389,017	10,148,208	28,537,225
Receivables			
Accrued Interest	73,525	46,206	119,731
Total assets	<u>18,473,853</u>	<u>10,401,231</u>	<u>28,875,084</u>
Liabilities			
Accounts payable	-	4,844	4,844
Due to other governments	109,972	3,589	113,561
Total liabilities	<u>109,972</u>	<u>8,433</u>	<u>118,405</u>
Net position			
Net pension position, end of year	<u>\$ 18,363,881</u>	<u>\$ 10,392,798</u>	<u>\$ 28,756,679</u>

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

Changes in Plan Net Position

	Pension Trust		Total
	Police Pension	Firefighters' Pension	
Additions			
Contributions			
Employer	\$ 1,006,494	\$ 652,523	\$ 1,659,017
Plan members	301,970	186,270	488,240
Other	30,267	-	30,267
Total contributions	<u>1,338,731</u>	<u>838,793</u>	<u>2,177,524</u>
Investment income:			
Interest	420,649	319,716	740,365
Net appreciation (depreciation) in fair value of investments	67,129	42,459	109,588
Total investment income	<u>487,778</u>	<u>362,175</u>	<u>849,953</u>
Less investment expense	<u>(35,081)</u>	<u>(26,228)</u>	<u>(61,309)</u>
Net investment income	<u>452,697</u>	<u>335,947</u>	<u>788,644</u>
Total additions	<u>1,791,428</u>	<u>1,174,740</u>	<u>2,966,168</u>
Deductions			
Administration	38,929	27,824	66,753
Benefits	<u>1,752,182</u>	<u>940,080</u>	<u>2,692,262</u>
Total deductions	<u>1,791,111</u>	<u>967,904</u>	<u>2,759,015</u>
Net change in net position	317	206,836	207,153
Net position, beginning of year	<u>18,363,564</u>	<u>10,185,962</u>	<u>28,549,526</u>
Net position, end of year	<u>\$ 18,363,881</u>	<u>\$ 10,392,798</u>	<u>\$ 28,756,679</u>

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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	\$ 526,131
Interest on net OPEB obligation	16,659
Adjustment to annual required contribution	<u>(13,883)</u>
Annual OPEB cost	528,907
Contributions made	<u>(114,587)</u>
Increase in net OPEB obligation (asset)	414,320
Net OPEB Obligation (Asset) - Beginning of Year	<u>695,408</u>
Net OPEB Obligation (Asset) - End of Year	<u>\$ 1,109,728</u>

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

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
2013	\$ 528,907	21.66%	\$ 1,109,728
2012	393,517	29.12%	695,408
2011	242,751	47.20%	416,478

The funded status of the plan as of June 30, 2012, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$ 6,484,785
Actuarial value of plan assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 6,484,785
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 10,499,228
UAAL as a percentage of covered payroll	61.76%

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.

In the June 30, 2012 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 8.00 percent initially, reduced by decrements to an ultimate rate of 6.00 percent. Both rates include a 3.00 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 percentage of projected payroll on an open basis. The amortization period at June 30, 2012, was 30 years.

VILLAGE OF PARK FOREST
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

NOTE 14 – COMMITMENTS AND CONTINGENCIES

For the year ended June 30, 2013, the Village is a defendant in certain legal matters relating to zoning and building code violations. A determination by the court has been made on this matter which will keep the lawsuit in play. A settlement conference is scheduled for December 18, 2013 with a trial set in the month of April 2014 if the case does not settle. The plaintiffs have reduced their demand to \$15.5 million. The Village believes the case does not have merit and is working with attorneys from the Intergovernmental Risk Management Association (IRMA) to prepare.

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 15 – EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*; Statement No. 66, *Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62*; Statement No. 67, *Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25*; and Statement No. 68, *Accounting and Financial Reporting for Pension – an amendment to GASB Statement No. 27*. Application of these standards may restate portions of these financial statements.

NOTE 16 – RESTATEMENT - CHANGE IN ACCOUNTING PRINCIPLE

Due to the implementation of GASB Statement No. 61, the Village's presentation of the Park Forest Public Library and the Park Forest Housing Authority, which were previously presented as discretely presented component units, has been altered. The Park Forest Public Library is no longer a component of the reporting entity and is, therefore, not presented in these financial statements. The Park Forest Housing Authority is considered to be a special revenue fund within the fund financial statements and consolidated into Governmental Activities within the government-wide financial statements.

As a result of this implementation, the Village has restated the net position of Governmental Activities and the Total Governmental Funds fund balance as of June 30, 2012.

Governmental Activities Net Position - June 30, 2012 (as reported)	\$ 24,761,172
Add: Inclusion of Housing Authority Fund	<u>313,949</u>
Governmental Activities Net Position - June 30, 2012 (as restated)	<u><u>\$ 25,075,121</u></u>
Total Governmental Funds Fund Balance - June 30, 2012 (as reported)	\$ 18,817,268
Add: Inclusion of Housing Authority Fund	<u>325,816</u>
Total Governmental Funds Fund Balance - June 30, 2012 (as restated)	<u><u>\$ 19,143,084</u></u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

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:

- **Schedule of Funding Progress**
 - ▶ **Illinois Municipal Retirement Fund (IMRF)**
 - ▶ **Police Pension Fund**
 - ▶ **Firefighters' Pension Fund**
 - ▶ **Retirees' Health Plan**
- **Employer Contributions**
 - ▶ **Illinois Municipal Retirement Fund (IMRF)**
 - ▶ **Police Pension Fund**
 - ▶ **Firefighters' Pension Fund**
 - ▶ **Retirees' Health Plan**
- **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)

Notes to the Required Supplementary Information

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

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

Actuarial Valuation Date	Annual Required Contribution (ARC)	Percentage of ARC Contributed	Net Pension Obligation
12/31/12	\$ 886,952	88.05%	\$ 407,348
12/31/11	834,509	78.94%	301,373
12/31/10	771,751	100.00%	162,508

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/12	\$ 15,263,844	\$ 20,657,923	\$ 5,394,079	73.89%	\$ 6,750,016	79.91%
12/31/11	13,882,994	19,501,112	5,618,118	71.19%	6,612,589	84.96%
12/31/10	12,305,910	17,890,614	5,584,704	68.78%	6,372,839	87.63%
12/31/09	12,618,864	17,719,889	5,101,025	71.21%	6,696,300	76.18%
12/31/08	13,474,011	17,670,100	4,196,089	76.25%	6,427,724	65.28%
12/31/07	17,082,709	17,359,243	276,534	98.41%	6,131,720	4.51%

On a market value basis, the actuarial value of assets as of December 31, 2012 is \$15,898,565. On a market basis, the funded ratio would be 76.96%.

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

Valuation date	12/31/2010
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	30 years
Asset valuation method	5 Year Smoothing Market
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	0.40% to 10.00%
Inflation factor	4.00%
Cost of living adjustments	3.00%

**VILLAGE OF PARK FOREST
POLICE PENSION FUND**

SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

Actuarial Valuation Date	Annual Required Contribution (ARC)	Percentage of ARC Contributed	Employer Contributions
6/30/13	\$ 1,025,991	98.65%	\$ 1,009,657
6/30/12	1,004,951	100.67%	1,011,695
6/30/11	970,566	103.13%	1,000,943
6/30/10	827,842	105.56%	873,889
6/30/09	732,752	100.95%	739,740
6/30/08	654,274	101.46%	663,828

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/13	\$ 18,367,044	\$ 36,172,102	\$ 17,805,058	50.78%	\$ 3,112,684	572.02%
6/30/12	18,357,277	33,512,630	15,155,353	54.78%	3,153,788	480.54%
6/30/11	18,237,495	31,771,323	13,533,828	57.40%	3,003,244	450.64%
6/30/10	16,995,516	28,287,355	11,291,839	60.08%	2,960,662	381.40%
6/30/09	16,026,510	27,423,640	11,397,130	58.44%	2,785,820	409.11%
6/30/08	16,642,011	26,276,783	9,634,772	63.33%	2,542,249	378.99%

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

Valuation date	6/30/2013
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	28 years
Asset valuation method	3 Year Smoothing Market
Actuarial assumptions:	
Investment rate of return	6.75%
Projected salary increases	5.50%
Inflation factor	3.00%
Cost of living adjustments	3.00%

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

**SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013**

Actuarial Valuation Date	Annual Required Contribution (ARC)	Percentage of ARC Contributed	Employer Contribution
6/30/13	\$ 692,914	94.69%	\$ 656,112
6/30/12	732,073	101.42%	742,453
6/30/11	698,452	104.94%	732,976
6/30/10	598,886	108.02%	646,941
6/30/09	564,092	103.79%	585,453
6/30/08	542,329	104.56%	567,059

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/13	\$ 10,396,387	\$ 21,438,481	\$ 11,042,094	48.49%	\$ 1,932,231	571.47%
6/30/12	10,201,242	19,324,815	9,123,573	52.79%	1,942,201	469.75%
6/30/11	9,880,601	18,862,833	8,982,232	52.38%	1,854,945	484.23%
6/30/10	9,071,844	17,054,728	7,982,884	53.19%	1,811,004	440.80%
6/30/09	8,435,776	16,270,354	7,834,578	51.85%	1,713,958	457.10%
6/30/08	8,876,451	15,105,480	6,229,029	58.76%	1,634,749	381.04%

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

Valuation date	6/30/2013
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	28 years
Asset valuation method	3 Year Smoothing Market
Actuarial assumptions:	
Investment rate of return	6.75%
Projected salary increases	5.50%
Inflation factor	3.00%
Cost of living adjustments	3.00%

VILLAGE OF PARK FOREST

SCHEDULE OF EMPLOYER'S CONTRIBUTION AND FUNDING PROGRESS FOR RETIREES' HEALTH PLAN AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

Fiscal Year Ended	Annual Required Contribution (ARC)	Percentage of OPEB ARC Contributed	Net OPEB Obligation
06/30/13	\$ 526,131	21.78%	\$ 1,109,728
06/30/12	390,741	29.32%	695,408
06/30/11	240,081	47.73%	416,478

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
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%
06/30/09	-	3,384,928	3,384,928	0.00%	10,106,387	33.49%

Note: GASB 45 requires an actuarial valuation every two years.

VILLAGE OF PARK FOREST

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2013

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Property taxes	\$ 11,916,888	\$ 11,916,888	\$ 11,756,812	\$ 11,001,384
Other taxes	1,925,000	1,925,000	2,118,347	2,465,858
Licenses, permits and fees	1,069,810	1,069,810	1,185,321	1,194,049
Intergovernmental	2,024,202	2,240,107	2,648,110	2,382,030
Charges for services	1,394,742	1,205,383	1,301,435	1,585,051
Fines and forfeitures	299,750	299,750	434,712	435,082
Miscellaneous	277,950	277,950	374,642	372,238
Investment income	<u>40,000</u>	<u>40,000</u>	<u>17,897</u>	<u>61,527</u>
Total revenue	<u>18,948,342</u>	<u>18,974,888</u>	<u>19,837,276</u>	<u>19,497,219</u>
Expenditures				
Current				
General government	3,562,222	4,003,281	2,993,634	2,855,241
Law enforcement	7,267,393	7,301,983	7,044,095	6,967,357
Fire and emergency	3,908,484	3,990,421	3,661,078	3,791,256
Public health	910,288	910,288	843,172	814,738
Recreation and parks	2,369,382	2,523,296	2,376,408	2,202,163
Public works	1,143,659	3,870,359	1,235,717	845,863
Community development	584,658	638,458	512,985	501,041
Economic development	568,138	573,704	521,756	559,505
Capital outlay	<u>-</u>	<u>-</u>	<u>2,489,333</u>	<u>150,459</u>
Total expenditures	<u>20,314,224</u>	<u>23,811,790</u>	<u>21,678,178</u>	<u>18,687,623</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,365,882)</u>	<u>(4,836,902)</u>	<u>(1,840,902)</u>	<u>809,596</u>
Other financing sources (uses)				
Transfers in	910,659	910,659	910,659	1,160,882
Transfers (out)	<u>(3,010,036)</u>	<u>(600,440)</u>	<u>(590,440)</u>	<u>(491,982)</u>
Total other financing sources (uses)	<u>(2,099,377)</u>	<u>310,219</u>	<u>320,219</u>	<u>668,900</u>
Net change in fund balance	\$ <u>(3,465,259)</u>	\$ <u>(4,526,683)</u>	(1,520,683)	1,478,496
Fund balance, beginning of year			<u>15,220,449</u>	<u>13,741,953</u>
Fund balance, end of year			\$ <u>13,699,766</u>	\$ <u>15,220,449</u>

See auditors' report and accompanying notes to required supplementary information

VILLAGE OF PARK FOREST
DOWNTOWN TAX INCREMENT FINANCE DISTRICT FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Taxes				
Property taxes - general	\$ 318,010	\$ 318,010	\$ 293,688	\$ 332,568
Incremental property taxes	804,522	804,522	992,542	1,066,190
Investment income	<u>1,000</u>	<u>1,000</u>	<u>272</u>	<u>618</u>
Total revenue	<u>1,123,532</u>	<u>1,123,532</u>	<u>1,286,502</u>	<u>1,399,376</u>
Expenditures				
Current				
Economic development				
Professional services	10,000	38,873	29,301	4,178
Property tax rebates	198,925	198,925	134,517	349,506
Debt service				
Principal repayment	700,772	2,291,816	2,279,864	634,716
Interest and fiscal charges	352,814	352,814	282,681	313,533
Capital Outlay				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>172,841</u>
Total expenditures	<u>1,262,511</u>	<u>2,882,428</u>	<u>2,726,363</u>	<u>1,474,774</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(138,979)</u>	<u>(1,758,896)</u>	<u>(1,439,861)</u>	<u>(75,398)</u>
Other financing sources (uses)				
Proceeds on bonds sold	-	1,621,819	1,570,000	-
Premium on bonds sold	<u>-</u>	<u>-</u>	<u>51,819</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>1,621,819</u>	<u>1,621,819</u>	<u>-</u>
Net change in fund balance	\$ <u>(138,979)</u>	\$ <u>(137,077)</u>	181,958	(75,398)
Fund balance, beginning of year			<u>1,726,906</u>	<u>1,802,304</u>
Fund balance, end of year			\$ <u>1,908,864</u>	\$ <u>1,726,906</u>

See auditors' report and accompanying notes to required supplementary information

VILLAGE OF PARK FOREST
HOUSING AUTHORITY FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Intergovernmental				
Federal grants	\$ 4,586,273	\$ 4,586,273	\$ 4,513,746	\$ 4,146,042
Administrative fee	324,700	324,700	312,478	310,984
Other	-	-	214	84,639
Investment income	<u>120</u>	<u>120</u>	<u>47</u>	<u>137</u>
Total revenue	<u>4,911,093</u>	<u>4,911,093</u>	<u>4,826,485</u>	<u>4,541,802</u>
Expenditures				
Current				
Housing choice voucher program	4,819,639	4,819,639	4,706,516	4,510,099
Administration	<u>293,937</u>	<u>293,937</u>	<u>280,091</u>	<u>314,126</u>
Total expenditures	<u>5,113,576</u>	<u>5,113,576</u>	<u>4,986,607</u>	<u>4,824,225</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(202,483)</u>	<u>(202,483)</u>	<u>(160,122)</u>	<u>(282,423)</u>
Other financing sources (uses)				
Transfers (out)	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ (232,483)</u>	<u>\$ (232,483)</u>	(190,122)	(282,423)
Fund balance, beginning of year			<u>325,816</u>	<u>608,239</u>
Fund balance, end of year			<u>\$ 135,694</u>	<u>\$ 325,816</u>

VILLAGE OF PARK FOREST
MOTOR FUEL TAX FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Intergovernmental				
Motor fuel tax allotments	\$ 541,462	\$ 541,462	\$ 631,851	\$ 646,057
State grants	-	-	2,977	-
Federal grants	5,815,300	6,739,686	6,224,442	1,346,740
Investment income	650	650	710	999
Other	-	-	-	75
Total revenue	<u>6,357,412</u>	<u>7,281,798</u>	<u>6,859,980</u>	<u>1,993,871</u>
Expenditures				
Current				
Streets and transportation	10,348,449	9,266,501	2,089,134	2,480,348
Capital outlay	-	-	4,681,795	-
Total expenditures	<u>10,348,449</u>	<u>9,266,501</u>	<u>6,770,929</u>	<u>2,480,348</u>
Excess (deficiency) of revenues over expenditures	<u>(3,991,037)</u>	<u>(1,984,703)</u>	<u>89,051</u>	<u>(486,477)</u>
Other financing sources				
Transfers in	<u>2,450,000</u>	-	-	-
Total other financing sources	<u>2,450,000</u>	-	-	-
Net change in fund balance	<u>\$ (1,541,037)</u>	<u>\$ (1,984,703)</u>	89,051	(486,477)
Fund balance, beginning of year			<u>620,036</u>	<u>1,106,513</u>
Fund balance, end of year			<u>\$ 709,087</u>	<u>\$ 620,036</u>

VILLAGE OF PARK FOREST
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2013

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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 22, 2013. 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.

See auditors' report

THIS PAGE IS INTENTIONALLY LEFT BLANK

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 – Major Governmental Debt Service and Capital Projects Funds***
- ***Budgetary Comparison Schedules – Nonmajor Governmental 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 REVENUE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2013
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Property taxes				
Property taxes - general	\$ 10,197,983	\$ 10,197,983	\$ 10,119,795	\$ 9,299,996
Property taxes - pension	<u>1,718,905</u>	<u>1,718,905</u>	<u>1,637,017</u>	<u>1,701,388</u>
Total property taxes	<u>11,916,888</u>	<u>11,916,888</u>	<u>11,756,812</u>	<u>11,001,384</u>
Other taxes				
Municipal sales	550,000	550,000	696,244	656,921
Municipal utility	1,300,000	1,300,000	1,347,796	1,691,132
Real estate transfer tax	75,000	75,000	72,420	117,805
Video gaming tax	<u>-</u>	<u>-</u>	<u>1,887</u>	<u>-</u>
Total other taxes	<u>1,925,000</u>	<u>1,925,000</u>	<u>2,118,347</u>	<u>2,465,858</u>
Licenses, permits and fees				
Liquor licenses	8,100	8,100	8,390	9,530
Other business licenses	55,600	55,600	53,696	53,444
Cable television franchise fees	240,000	240,000	315,724	298,476
Non-business licenses and permits	<u>766,110</u>	<u>766,110</u>	<u>807,511</u>	<u>832,599</u>
Total licenses, permits and fees	<u>1,069,810</u>	<u>1,069,810</u>	<u>1,185,321</u>	<u>1,194,049</u>
Intergovernmental				
Replacement taxes - general	138,000	138,000	183,600	160,870
Replacement taxes - pension	22,000	22,000	22,000	22,000
State income tax	1,700,000	1,700,000	2,070,101	1,892,338
State grants	62,500	202,173	180,700	127,014
Federal grants	<u>101,702</u>	<u>177,934</u>	<u>191,709</u>	<u>179,808</u>
Total intergovernmental	<u>2,024,202</u>	<u>2,240,107</u>	<u>2,648,110</u>	<u>2,382,030</u>
Charges for services				
Indirect cost from library	47,778	47,778	38,109	36,717
Taxi service fees	5,000	5,000	6,040	5,083
Water/Sewer department service charge	212,040	22,681	22,681	388,201
Freedom hall rental	27,000	27,000	38,039	24,438
Freedom hall events	2,000	2,000	4,597	1,699
Freedom hall series	39,500	39,500	38,310	36,801
Merchandising and jobbing	-	-	111,057	44,606
Police/fire reports	1,900	1,900	1,793	1,760
Professional services	2,000	2,000	2,304	2,019
Jolly trolley	21,500	21,500	22,150	22,621
Home nursing services	48,000	48,000	42,571	51,930
Office nursing services	30,000	30,000	17,417	20,539
Health clinic fees	200	200	197	185
Medicare/ public aid fees	<u>290,200</u>	<u>290,200</u>	<u>197,494</u>	<u>251,748</u>

VILLAGE OF PARK FOREST

GENERAL FUND

SCHEDULE OF REVENUE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2013

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Recreation program fees	\$ 200,000	\$ 200,000	\$ 237,784	\$ 194,402
Recreation center usage fees	14,000	14,000	26,959	19,346
Vending machine receipts	-	-	-	247
Telephone concessions	250	250	-	998
Printing/copying/handling charges	750	750	675	600
Inspection fees	50,000	50,000	53,690	47,260
Miscellaneous charges	10	10	103	41
Paramedic services, net of collection fees	361,614	361,614	393,315	385,410
Multifamily inspection fees	25,000	25,000	30,150	32,400
Contractual nursing services	16,000	16,000	16,000	16,000
Total Charges for services	<u>1,394,742</u>	<u>1,205,383</u>	<u>1,301,435</u>	<u>1,585,051</u>
Fines and forfeitures				
Court fines	40,000	40,000	34,626	43,793
Administrative hearing fines	165,000	165,000	203,774	152,368
Other fines and forfeitures	94,750	94,750	196,312	238,921
Total fines and forfeitures	<u>299,750</u>	<u>299,750</u>	<u>434,712</u>	<u>435,082</u>
Miscellaneous				
Assets and inventory sales	1,400	1,400	14,124	363
Property lease	210,000	210,000	215,436	209,065
Contributions	-	-	22,813	27,544
Other	66,550	66,550	122,269	135,266
Total miscellaneous	<u>277,950</u>	<u>277,950</u>	<u>374,642</u>	<u>372,238</u>
Investment income	40,000	40,000	17,897	61,527
Total revenue	<u>\$ 18,948,342</u>	<u>\$ 18,974,888</u>	<u>\$ 19,837,276</u>	<u>\$ 19,497,219</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
GENERAL FUND
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2013
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Expenditures				
General government				
Manager's office/ personnel	\$ 2,086,408	\$ 2,452,945	\$ 1,670,871	\$ 1,622,513
Board of trustees and elected officials	116,166	116,166	111,664	97,147
Municipal commissions and boards	16,150	19,672	15,132	12,263
Legal	225,265	241,265	162,837	154,930
Financial administration	1,118,233	1,173,233	1,033,130	968,388
Capital outlay	<u>-</u>	<u>-</u>	<u>17,056</u>	<u>-</u>
Total general government	<u>3,562,222</u>	<u>4,003,281</u>	<u>3,010,690</u>	<u>2,855,241</u>
Law enforcement				
General support	6,196,622	6,231,212	6,037,601	5,949,375
Pension contributions	1,070,771	1,070,771	1,006,494	1,017,982
Capital outlay	<u>-</u>	<u>-</u>	<u>50,855</u>	<u>63,101</u>
Total law enforcement	<u>7,267,393</u>	<u>7,301,983</u>	<u>7,094,950</u>	<u>7,030,458</u>
Fire and emergency				
General support	3,186,783	3,268,720	3,008,555	3,047,079
Pension contributions	721,701	721,701	652,523	744,177
Capital outlay	<u>-</u>	<u>-</u>	<u>74,433</u>	<u>28,547</u>
Total fire and emergency	<u>3,908,484</u>	<u>3,990,421</u>	<u>3,735,511</u>	<u>3,819,803</u>
Public Health				
General support	<u>910,288</u>	<u>910,288</u>	<u>843,172</u>	<u>814,738</u>
Total public health	<u>910,288</u>	<u>910,288</u>	<u>843,172</u>	<u>814,738</u>
Recreation and parks				
General support	854,298	881,098	833,897	796,058
Freedom hall	316,895	339,895	343,348	295,350
Buildings and grounds	287,511	353,425	304,898	235,705
Parks and facilities maintenance	601,285	619,485	580,037	591,995
Fee supported recreational programs	309,393	329,393	314,228	283,055
Capital outlay	<u>-</u>	<u>-</u>	<u>9,990</u>	<u>58,811</u>
Total recreation and parks	<u>2,369,382</u>	<u>2,523,296</u>	<u>2,386,398</u>	<u>2,260,974</u>
Public works				
Streets and transportation	1,143,659	3,870,359	1,235,717	845,863
Capital outlay	<u>-</u>	<u>-</u>	<u>2,336,999</u>	<u>-</u>
Total public works	<u>1,143,659</u>	<u>3,870,359</u>	<u>3,572,716</u>	<u>845,863</u>
Community development				
General support	<u>584,658</u>	<u>638,458</u>	<u>512,985</u>	<u>501,041</u>
Total community development	<u>584,658</u>	<u>638,458</u>	<u>512,985</u>	<u>501,041</u>
Economic development				
General support	<u>568,138</u>	<u>573,704</u>	<u>521,756</u>	<u>559,505</u>
Total economic development	<u>568,138</u>	<u>573,704</u>	<u>521,756</u>	<u>559,505</u>
Total expenditures	<u>\$ 20,314,224</u>	<u>\$ 23,811,790</u>	<u>\$ 21,678,178</u>	<u>\$ 18,687,623</u>

VILLAGE OF PARK FOREST
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
AS OF JUNE 30, 2013

SPECIAL REVENUE

	COOK COUNTY COMMUNITY DEVELOPMENT BLOCK GRANT	FOREIGN FIRE INSURANCE	NORWOOD TIF	TOTAL
Assets				
Cash and investments	\$ 909	\$ 5,962	\$ -	\$ 6,871
Receivables (net allowance for uncollectibles)				
Intergovernmental	<u>282,330</u>	<u>-</u>	<u>-</u>	<u>282,330</u>
Total assets	<u>\$ 283,239</u>	<u>\$ 5,962</u>	<u>\$ -</u>	<u>\$ 289,201</u>
Liabilities and fund balance				
Liabilities				
Accounts payable	\$ 218,153	\$ -	\$ -	\$ 218,153
Due to other funds	<u>65,086</u>	<u>-</u>	<u>-</u>	<u>65,086</u>
Total liabilities	<u>283,239</u>	<u>-</u>	<u>-</u>	<u>283,239</u>
Fund balance				
Restricted for:				
Public safety	<u>-</u>	<u>5,962</u>	<u>-</u>	<u>5,962</u>
Total fund balance	<u>-</u>	<u>5,962</u>	<u>-</u>	<u>5,962</u>
Total liabilities and fund balance	<u>\$ 283,239</u>	<u>\$ 5,962</u>	<u>\$ -</u>	<u>\$ 289,201</u>

VILLAGE OF PARK FOREST
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2013

	SPECIAL REVENUE			
	COOK COUNTY COMMUNITY DEVELOPMENT BLOCK GRANT	FOREIGN FIRE INSURANCE	NORWOOD TIF	TOTAL
Revenues				
Other taxes	\$ -	\$ 15,822	\$ -	\$ 15,822
Intergovernmental	2,055,265	-	-	2,055,265
Investment income	-	-	2	2
Total revenues	<u>2,055,265</u>	<u>15,822</u>	<u>2</u>	<u>2,071,089</u>
Expenditures				
Current				
Fire and emergency	-	16,456	-	16,456
Economic development	-	-	5,685	5,685
Capital outlay	<u>2,055,266</u>	<u>-</u>	<u>-</u>	<u>2,055,266</u>
Total expenditures	<u>2,055,266</u>	<u>16,456</u>	<u>5,685</u>	<u>2,077,407</u>
Other financing uses				
Transfers in	<u>-</u>	<u>-</u>	<u>404</u>	<u>404</u>
Total other financing uses	<u>-</u>	<u>-</u>	<u>404</u>	<u>404</u>
Net change in fund balance	(1)	(634)	(5,279)	(5,914)
Fund balance, beginning of year	<u>1</u>	<u>6,596</u>	<u>5,279</u>	<u>11,876</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 5,962</u>	<u>\$ -</u>	<u>\$ 5,962</u>

VILLAGE OF PARK FOREST
COOK COUNTY COMMUNITY DEVELOPMENT BLOCK GRANT FUND - NONMAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Intergovernmental				
Intergovernmental	\$ -	\$ 2,225,640	\$ 2,055,265	\$ 159,976
Total revenue	<u>-</u>	<u>2,225,640</u>	<u>2,055,265</u>	<u>159,976</u>
Expenditures				
Capital outlay	<u>-</u>	<u>2,225,640</u>	<u>2,055,266</u>	<u>159,975</u>
Total expenditures	<u>-</u>	<u>2,225,640</u>	<u>2,055,266</u>	<u>159,975</u>
Net change in fund balance	\$ -	\$ -	(1)	1
Fund balance, beginning of year			<u>1</u>	<u>-</u>
Fund balance, end of year			<u>\$ -</u>	<u>\$ 1</u>

VILLAGE OF PARK FOREST
FOREIGN FIRE INSURANCE FUND - NONMAJOR SPECIAL REVENUE FUND
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2013
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Other taxes				
Foreign fire insurance tax	\$ <u>17,000</u>	\$ <u>17,000</u>	\$ <u>15,822</u>	\$ <u>16,503</u>
Total revenue	<u>17,000</u>	<u>17,000</u>	<u>15,822</u>	<u>16,503</u>
Expenditures				
Current				
Fire and emergency	<u>17,000</u>	<u>17,000</u>	<u>16,456</u>	<u>21,608</u>
Total expenditures	<u>17,000</u>	<u>17,000</u>	<u>16,456</u>	<u>21,608</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>-</u>	(634)	(5,105)
Fund balance, beginning of year			<u>6,596</u>	<u>11,701</u>
Fund balance, end of year			\$ <u><u>5,962</u></u>	\$ <u><u>6,596</u></u>

VILLAGE OF PARK FOREST

NORWOOD TIF FUND - NONMAJOR SPECIAL REVENUE FUND

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Investment income	\$ -	\$ -	\$ 2	\$ 4
Total revenue	-	-	2	4
Expenditures				
Economic Development				
Miscellaneous	-	5,685	5,685	-
Total economic development	-	5,685	5,685	-
Total expenditures	-	5,685	5,685	-
Excess (deficiency) of revenues over expenditures	-	(5,685)	(5,683)	4
Other financing sources				
Transfers in	-	404	404	-
Total other financing sources	-	404	404	-
Net change in fund balance	\$ -	\$ (5,281)	(5,279)	4
Fund balance, beginning of year			5,279	5,275
Fund balance, end of year			\$ -	\$ 5,279

VILLAGE OF PARK FOREST
DEBT SERVICE FUND - MAJOR DEBT SERVICE
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Property taxes	\$ 287,429	\$ 287,429	\$ 242,702	\$ 288,644
Replacement taxes - general	18,000	18,000	-	18,000
Investment income	<u>200</u>	<u>200</u>	<u>307</u>	<u>313</u>
Total revenue	<u>305,629</u>	<u>305,629</u>	<u>243,009</u>	<u>306,957</u>
Expenditures				
Debt Service				
Principal repayment	187,543	2,798,191	2,783,451	169,795
Interest and fiscal charges	<u>139,290</u>	<u>182,617</u>	<u>163,864</u>	<u>143,950</u>
Total debt service	<u>326,833</u>	<u>2,980,808</u>	<u>2,947,315</u>	<u>313,745</u>
Total expenditures	<u>326,833</u>	<u>2,980,808</u>	<u>2,947,315</u>	<u>313,745</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,204)</u>	<u>(2,675,179)</u>	<u>(2,704,306)</u>	<u>(6,788)</u>
Other financing sources				
Proceeds on bonds sold	-	2,657,120	2,595,000	-
Premium on bonds sold	<u>-</u>	<u>-</u>	<u>62,120</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>2,657,120</u>	<u>2,657,120</u>	<u>-</u>
Net change in fund balance	<u>\$ (21,204)</u>	<u>\$ (18,059)</u>	(47,186)	(6,788)
Fund balance, beginning of year			<u>400,656</u>	<u>407,444</u>
Fund balance, end of year			<u>\$ 353,470</u>	<u>\$ 400,656</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST

CAPITAL PROJECTS FUND - MAJOR CAPITAL PROJECT FUND

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2013

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenue				
Contributions	\$ -	\$ -	\$ 25	\$ 700
Other	<u>-</u>	<u>-</u>	<u>224</u>	<u>-</u>
Total revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 249</u>	<u>\$ 700</u>
Expenditures				
Economic development				
Professional services	25,000	25,000	31,278	43,667
Repairs and maintenance	32,000	32,000	17,227	27,165
Utilities	4,000	4,000	1,000	4,232
Capital outlay	60,000	60,000	-	-
General government				
Employee support	-	-	895	-
Professional services	100,000	100,000	1,936	-
Repairs and maintenance	368,657	368,657	18,281	68,045
Miscellaneous	-	-	1,430	-
Capital outlay	80,000	80,000	14,940	4,000
Recreation and parks				
Professional services	-	-	85,549	23,026
Capital outlay	<u>257,490</u>	<u>257,490</u>	<u>12,184</u>	<u>176,743</u>
Total expenditures	<u>927,147</u>	<u>927,147</u>	<u>184,720</u>	<u>346,878</u>
(Deficiency) of revenues (under) expenditures	<u>(927,147)</u>	<u>(927,147)</u>	<u>(184,471)</u>	<u>(346,178)</u>
Other financing sources				
Transfers in	<u>100,000</u>	<u>140,000</u>	<u>140,000</u>	<u>50,000</u>
Total other financing sources	<u>100,000</u>	<u>140,000</u>	<u>140,000</u>	<u>50,000</u>
Net change in fund balance	<u>\$ (827,147)</u>	<u>\$ (787,147)</u>	<u>(44,471)</u>	<u>(296,178)</u>
Fund balance, beginning of year			<u>837,345</u>	<u>1,133,523</u>
Fund balance, end of year			<u>\$ 792,874</u>	<u>\$ 837,345</u>

VILLAGE OF PARK FOREST
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2013

	REFUSE	MUNICIPAL PARKING LOT	AQUA CENTER
Assets			
<u>Current assets</u>			
Cash and investments	\$ 163,659	\$ 180,703	\$ 334,692
Receivables - (net of allowances for uncollectibles)			
Property taxes	-	-	23,269
Accounts	<u>157,548</u>	<u>-</u>	<u>-</u>
Total current assets	<u>321,207</u>	<u>180,703</u>	<u>357,961</u>
<u>Noncurrent assets</u>			
Capital assets			
Capital assets not being depreciated	-	156,825	25,925
Capital assets being depreciated	-	2,226,992	2,111,625
Less accumulated depreciation	<u>-</u>	<u>(1,698,515)</u>	<u>(1,105,756)</u>
Total noncurrent assets	<u>-</u>	<u>685,302</u>	<u>1,031,794</u>
Total assets	<u>321,207</u>	<u>866,005</u>	<u>1,389,755</u>
Liabilities			
<u>Current liabilities</u>			
Accounts payable	89,935	1,100	39,406
Accrued payroll	541	1,651	11,618
Unearned revenue	-	-	61,751
General obligation bonds	<u>-</u>	<u>-</u>	<u>34,540</u>
Total current liabilities	<u>90,476</u>	<u>2,751</u>	<u>147,315</u>
<u>Noncurrent liabilities</u>			
General obligation bonds	<u>-</u>	<u>-</u>	<u>144,462</u>
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>144,462</u>
Total liabilities	<u>90,476</u>	<u>2,751</u>	<u>291,777</u>
Net positions			
Net investment in capital assets	-	685,302	852,792
Unrestricted	<u>230,731</u>	<u>177,952</u>	<u>245,186</u>
Total net position	<u>\$ 230,731</u>	<u>\$ 863,254</u>	<u>\$ 1,097,978</u>

TENNIS AND HEALTH CLUB	TOTAL
\$ 44,141	\$ 723,195
-	23,269
-	<u>157,548</u>
<u>44,141</u>	<u>904,012</u>
50,570	233,320
1,221,644	5,560,261
<u>(1,170,032)</u>	<u>(3,974,303)</u>
<u>102,182</u>	<u>1,819,278</u>
<u>146,323</u>	<u>2,723,290</u>
1,679	132,120
2,425	16,235
9,292	71,043
-	<u>34,540</u>
<u>13,396</u>	<u>253,938</u>
-	<u>144,462</u>
-	<u>144,462</u>
<u>13,396</u>	<u>398,400</u>
102,182	1,640,276
<u>30,745</u>	<u>684,614</u>
<u>\$ 132,927</u>	<u>\$ 2,324,890</u>

VILLAGE OF PARK FOREST
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2013

	REFUSE	MUNICIPAL PARKING LOT	AQUA CENTER	TENNIS AND HEALTH CLUB
Operating revenues				
Charges for services	\$ <u>1,259,095</u>	\$ <u>96,288</u>	\$ <u>178,596</u>	\$ <u>252,150</u>
Total operating revenues	<u>1,259,095</u>	<u>96,288</u>	<u>178,596</u>	<u>252,150</u>
Operating expenses				
Operations	1,142,990	142,422	315,613	314,693
Depreciation	<u>-</u>	<u>39,251</u>	<u>59,970</u>	<u>2,990</u>
Total operating expenses	<u>1,142,990</u>	<u>181,673</u>	<u>375,583</u>	<u>317,683</u>
Operating income (loss)	<u>116,105</u>	<u>(85,385)</u>	<u>(196,987)</u>	<u>(65,533)</u>
Nonoperating revenues (expenses)				
Property tax	-	-	46,488	-
Interest income	152	25	187	9
Interest expense	<u>-</u>	<u>-</u>	<u>(8,432)</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>152</u>	<u>25</u>	<u>38,243</u>	<u>9</u>
Income (loss) before contributions and transfers	<u>116,257</u>	<u>(85,360)</u>	<u>(158,744)</u>	<u>(65,524)</u>
Contributions and transfers				
Transfers in	-	-	180,000	115,000
Transfers out	<u>(92,638)</u>	<u>(15,901)</u>	<u>(17,640)</u>	<u>(20,000)</u>
Total contributions and transfers	<u>(92,638)</u>	<u>(15,901)</u>	<u>162,360</u>	<u>95,000</u>
Change in net position	23,619	(101,261)	3,616	29,476
Net position, beginning of year	<u>207,112</u>	<u>964,515</u>	<u>1,094,362</u>	<u>103,451</u>
Net position, end of year	<u>\$ 230,731</u>	<u>\$ 863,254</u>	<u>\$ 1,097,978</u>	<u>\$ 132,927</u>

TOTAL

\$ 1,786,129
1,786,129

1,915,718
102,211
2,017,929
(231,800)

46,488
373
(8,432)
38,429
(193,371)

295,000
(146,179)
148,821
(44,550)
2,369,440

\$ 2,324,890

VILLAGE OF PARK FOREST
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2013

	REFUSE	MUNICIPAL PARKING LOT	AQUA CENTER
Cash flows from operating activities			
Receipts from customers and users	\$ 1,259,791	\$ 96,288	\$ 153,234
Payments to employees	(22,983)	(82,292)	(157,832)
Payments to suppliers	(1,117,120)	(61,276)	(157,216)
Net cash provided (used) by operating activities	<u>119,688</u>	<u>(47,280)</u>	<u>(161,814)</u>
Cash flows from non-capital financing activities			
Net transfers in (out)	(92,638)	(15,901)	162,360
Property taxes	-	-	46,488
Net cash provided (used) by non-capital financing activities	<u>(92,638)</u>	<u>(15,901)</u>	<u>208,848</u>
Cash flows from capital and related financing activities			
Financing activities			
Purchase of capital assets	-	(40,545)	-
Principal paid on debt	-	-	(32,975)
Interest paid on debt	-	-	(7,173)
Net cash (used) for capital and related financing activities	<u>-</u>	<u>(40,545)</u>	<u>(40,148)</u>
Cash flows from investing activities			
Investment income received	152	25	187
Net cash provided by investing activities	<u>152</u>	<u>25</u>	<u>187</u>
Net change in cash and cash equivalents	27,202	(103,701)	7,073
Cash and cash equivalents, beginning of year	<u>136,457</u>	<u>284,404</u>	<u>327,619</u>
Cash and cash equivalents, end of year	<u>\$ 163,659</u>	<u>\$ 180,703</u>	<u>\$ 334,692</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income (loss)	\$ 116,105	\$ (85,385)	\$ (196,987)
Adjustment to reconcile operating income to net cash provided by operating activities			
Depreciation and amortization expense	-	39,251	59,970
(Increase) decrease in current assets	696	-	(6,699)
Increase (decrease) in current liabilities	2,887	(1,146)	(18,098)
Total adjustments	<u>3,583</u>	<u>38,105</u>	<u>35,173</u>
Net cash provided (used) by operating activities	<u>\$ 119,688</u>	<u>\$ (47,280)</u>	<u>\$ (161,814)</u>

TENNIS AND HEALTH CLUB		TOTAL
------------------------------	--	-------

\$ 251,526	\$ 1,760,839
(185,919)	(449,026)
<u>(133,071)</u>	<u>(1,468,683)</u>
<u>(67,464)</u>	<u>(156,870)</u>

95,000	148,821
-	46,488
<u>95,000</u>	<u>195,309</u>

-	(40,545)
-	(32,975)
-	(7,173)
<u>-</u>	<u>(80,693)</u>

9	373
<u>9</u>	<u>373</u>

27,545	(41,881)
<u>16,596</u>	<u>765,076</u>
<u>\$ 44,141</u>	<u>\$ 723,195</u>

<u>\$ (65,533)</u>	<u>\$ (231,800)</u>
--------------------	---------------------

2,990	102,211
280	(5,723)
<u>(5,201)</u>	<u>(21,558)</u>
<u>(1,931)</u>	<u>74,930</u>

<u>\$ (67,464)</u>	<u>\$ (156,870)</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, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Operating revenues				
Charges for services				
Water sales	\$ 5,068,961	\$ 5,068,961	\$ 5,070,177	\$ 4,723,640
Other charges	<u>393,500</u>	<u>393,500</u>	<u>400,557</u>	<u>394,109</u>
Total operating revenues	<u>5,462,461</u>	<u>5,462,461</u>	<u>5,470,734</u>	<u>5,117,749</u>
Operating expenses				
Administration				
General support				
Salaries and wages	518,527	518,527	510,297	497,034
Employee support	106,506	106,506	119,783	98,689
Insurance	387,802	387,802	282,174	282,231
Professional services	275,582	86,223	54,805	421,485
Maintenance	2,500	2,500	1,525	1,604
Operating supplies	7,200	7,200	5,116	2,892
Utilities	1,700	1,700	1,463	1,652
Miscellaneous	26,500	26,500	22,298	22,260
Leases and rentals	1,580	1,580	1,580	1,436
Capital maintenance	<u>6,800</u>	<u>6,800</u>	<u>1,189</u>	<u>2,213</u>
Total administration	<u>1,334,697</u>	<u>1,145,338</u>	<u>1,000,230</u>	<u>1,331,496</u>
Operations				
Water purification				
Salaries and wages	452,482	452,482	442,788	428,680
Employee support	86,967	86,967	86,256	76,484
Professional services	21,000	21,000	16,107	18,106
Maintenance	283,500	283,500	194,016	363,877
Operating supplies	518,600	518,600	609,137	526,723
Utilities	208,000	208,000	173,620	234,213
Leases and rentals	3,500	3,500	766	365
Capital maintenance	<u>75,000</u>	<u>75,000</u>	<u>62,679</u>	<u>91,679</u>
Total water purification	<u>1,649,049</u>	<u>1,649,049</u>	<u>1,585,369</u>	<u>1,740,127</u>
Distribution to customers				
Salaries and wages	258,754	258,754	312,177	273,123
Employee support	49,733	49,733	59,860	49,955
Maintenance	355,000	355,000	235,064	376,595
Operating supplies	33,500	33,500	36,487	28,304
Leases and rentals	88,492	88,492	88,508	80,565
Capital maintenance	<u>60,000</u>	<u>60,000</u>	<u>1,936</u>	<u>631</u>
Total distribution to customers	<u>845,479</u>	<u>845,479</u>	<u>734,032</u>	<u>809,173</u>
Total operations	<u>2,494,528</u>	<u>2,494,528</u>	<u>2,319,401</u>	<u>2,549,300</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, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Depreciation				
Depreciation	<u>694,037</u>	<u>694,037</u>	<u>701,831</u>	<u>669,248</u>
Total depreciation	<u>694,037</u>	<u>694,037</u>	<u>701,831</u>	<u>669,248</u>
Total operating expenses	\$ <u>4,523,262</u>	\$ <u>4,333,903</u>	\$ <u>4,021,462</u>	\$ <u>4,550,044</u>
Operating income	<u>939,199</u>	<u>1,128,558</u>	<u>1,449,272</u>	<u>567,705</u>
Non operating revenues (expenses)				
Interest income	-	-	345	375
Interest expense	<u>(367,486)</u>	<u>(367,486)</u>	<u>(346,247)</u>	<u>(349,420)</u>
Total non operating revenues (expenses)	<u>(367,486)</u>	<u>(367,486)</u>	<u>(345,902)</u>	<u>(349,045)</u>
Income before transfers	<u>571,713</u>	<u>761,072</u>	<u>1,103,370</u>	<u>218,660</u>
Transfers				
Transfers out	<u>(582,301)</u>	<u>(582,301)</u>	<u>(582,301)</u>	<u>(601,484)</u>
Total transfers	<u>(582,301)</u>	<u>(582,301)</u>	<u>(582,301)</u>	<u>(601,484)</u>
Change in net position	\$ <u>(10,588)</u>	\$ <u>178,771</u>	521,069	(382,824)
Net position, beginning of year			<u>11,680,790</u>	<u>12,063,614</u>
Net position, end of year			\$ <u>12,201,859</u>	\$ <u>11,680,790</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
SEWER FUND

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Operating revenues				
Charges for services				
Sewer usage fees	\$ 1,299,184	\$ 1,299,184	\$ 1,326,513	\$ 1,281,069
Other charges	<u>4,000</u>	<u>4,000</u>	<u>4,600</u>	<u>5,422</u>
Total operating revenues	<u>1,303,184</u>	<u>1,303,184</u>	<u>1,331,113</u>	<u>1,286,491</u>
Operating expenses				
Sewerage				
Salaries and wages	248,212	248,212	208,978	201,776
Employee support	47,706	47,706	40,708	37,048
Insurance	111,070	111,070	64,900	64,136
Professional services	175,569	175,569	33,524	43,780
Maintenance	54,000	54,000	40,137	19,314
Operating supplies	3,500	3,500	1,672	1,943
Utilities	19,500	19,500	19,111	24,197
Miscellaneous	3,100	3,100	3,772	3,418
Leases and rentals	21,164	21,164	21,016	19,239
Capital maintenance	<u>25,000</u>	<u>25,000</u>	<u>3,500</u>	<u>14,825</u>
Total operating expenses	<u>708,821</u>	<u>708,821</u>	<u>437,318</u>	<u>429,676</u>
Depreciation	<u>118,711</u>	<u>118,711</u>	<u>100,407</u>	<u>79,889</u>
Total operating expenses	<u>827,532</u>	<u>827,532</u>	<u>537,725</u>	<u>509,565</u>
Operating income	<u>475,652</u>	<u>475,652</u>	<u>793,388</u>	<u>776,926</u>
Non operating revenues (expenses)				
Interest income	-	-	473	101
Grants	485,000	485,000	92,973	-
Other income	-	-	12	-
Interest expense	<u>(19,921)</u>	<u>(19,921)</u>	<u>(147)</u>	<u>(713)</u>
Total non operating revenues (expenses)	<u>465,079</u>	<u>465,079</u>	<u>93,311</u>	<u>(612)</u>
Income before transfers	<u>940,731</u>	<u>940,731</u>	<u>886,699</u>	<u>776,314</u>
Transfers				
Transfers out	<u>(152,179)</u>	<u>(152,179)</u>	<u>(152,179)</u>	<u>(149,907)</u>
Total transfers	<u>(152,179)</u>	<u>(152,179)</u>	<u>(152,179)</u>	<u>(149,907)</u>
Change in net position	<u>\$ 788,552</u>	<u>\$ 788,552</u>	734,520	626,407
Net position, beginning of year			<u>5,294,887</u>	<u>4,668,480</u>
Net position, end of year			<u>\$ 6,029,407</u>	<u>\$ 5,294,887</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, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 Actual
	Original Budget	Final Budget	Actual	
Operating Revenues				
Charges for services				
Rental income	\$ <u>687,135</u>	\$ <u>651,313</u>	\$ <u>611,143</u>	\$ <u>660,508</u>
Total operating revenues	<u>687,135</u>	<u>651,313</u>	<u>611,143</u>	<u>660,508</u>
Operating expenses				
Downtown				
Salaries and wages	163,109	163,109	133,380	135,234
Employee support	30,757	30,757	25,525	24,240
Insurance	52,545	52,545	51,126	50,601
Professional services	11,500	265,265	244,794	2,992
Maintenance	202,500	202,500	179,361	193,057
Operating supplies	23,100	23,100	24,932	26,662
Utilities	160,300	160,300	110,864	131,818
Miscellaneous	7,500	7,500	6,697	7,006
Leases and rentals	9,000	9,000	9,000	9,000
Capital outlay	<u>363,000</u>	<u>498,000</u>	<u>83,197</u>	<u>26,069</u>
Total operations	<u>1,023,311</u>	<u>1,412,076</u>	<u>868,876</u>	<u>606,679</u>
Depreciation	<u>145,439</u>	<u>145,439</u>	<u>102,929</u>	<u>160,215</u>
Total operating expenses	<u>1,168,750</u>	<u>1,557,515</u>	<u>971,805</u>	<u>766,894</u>
Operating loss	<u>(481,615)</u>	<u>(906,202)</u>	<u>(360,662)</u>	<u>(106,386)</u>
Non operating revenues (expenses)				
Interest income	600	600	514	590
Other income	13,000	13,000	14,705	11,630
Gain on asset disposal	<u>-</u>	<u>225,400</u>	<u>192,426</u>	<u>-</u>
Total non operating revenues (expenses)	<u>13,600</u>	<u>239,000</u>	<u>207,645</u>	<u>12,220</u>
Loss before contribution and transfers	<u>(468,015)</u>	<u>(667,202)</u>	<u>(153,017)</u>	<u>(94,166)</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, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 Actual
	Original Budget	Final Budget	Actual	
Contribution and transfers				
Capital contributions	\$ -	\$ -	\$ -	\$ 18,328
Transfers in	155,036	155,036	155,036	146,982
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(250,000)</u>
Total contribution and transfers	<u>155,036</u>	<u>155,036</u>	<u>155,036</u>	<u>(84,690)</u>
 Change in net position	 <u>\$ (312,979)</u>	 <u>\$ (512,166)</u>	 2,019	 (178,856)
 Net position, beginning of year			 <u>2,332,753</u>	 <u>2,511,609</u>
 Net position, end of year			 <u>\$ 2,334,772</u>	 <u>\$ 2,332,753</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, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Operating revenues				
Charges for services				
Customer fees	\$ 1,236,447	\$ 1,236,447	\$ 1,259,095	\$ 1,232,948
Total operating revenues	<u>1,236,447</u>	<u>1,236,447</u>	<u>1,259,095</u>	<u>1,232,948</u>
Operating expenses				
Operations				
Refuse				
Salaries and wages	22,990	22,990	22,999	22,635
Employee support	4,419	4,419	4,459	4,131
Insurance	50,143	50,143	27,643	28,194
Professional services	1,078,530	1,078,530	1,081,399	1,065,853
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>6,490</u>	<u>5,087</u>
Total operating expenses	<u>1,161,082</u>	<u>1,161,082</u>	<u>1,142,990</u>	<u>1,125,900</u>
Operating income	<u>75,365</u>	<u>75,365</u>	<u>116,105</u>	<u>107,048</u>
Non operating revenues				
Interest income	<u>20</u>	<u>20</u>	<u>152</u>	<u>70</u>
Total non operating revenues	<u>20</u>	<u>20</u>	<u>152</u>	<u>70</u>
Income before transfers	<u>75,385</u>	<u>75,385</u>	<u>116,257</u>	<u>107,118</u>
Transfers				
Transfers out	<u>(92,638)</u>	<u>(92,638)</u>	<u>(92,638)</u>	<u>(103,616)</u>
Total transfers	<u>(92,638)</u>	<u>(92,638)</u>	<u>(92,638)</u>	<u>(103,616)</u>
Change in net position	\$ <u>(17,253)</u>	\$ <u>(17,253)</u>	23,619	3,502
Net position, beginning of year			<u>207,112</u>	<u>203,610</u>
Net position, end of year			\$ <u>230,731</u>	\$ <u>207,112</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, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Operating revenues				
Charges for services				
Parking fees	\$ 108,270	\$ 108,270	\$ 96,288	\$ 107,949
Total operating revenues	<u>108,270</u>	<u>108,270</u>	<u>96,288</u>	<u>107,949</u>
Operating expenses				
Operations				
Municipal parking lot				
Salaries and wages	106,297	106,297	82,287	81,757
Employee support	20,531	20,531	14,721	13,876
Insurance	13,712	13,712	11,135	11,245
Professional services	197	197	3,534	496
Maintenance	24,160	24,160	11,709	17,105
Operating supplies	2,200	2,200	2,373	2,918
Utilities	7,000	7,000	7,671	8,736
Leases and rentals	8,992	8,992	8,992	8,175
Capital maintenance	<u>100,000</u>	<u>100,000</u>	-	<u>579,714</u>
Total municipal parking lot	<u>283,089</u>	<u>283,089</u>	<u>142,422</u>	<u>724,022</u>
Depreciation	<u>20,950</u>	<u>20,950</u>	<u>39,251</u>	<u>27,425</u>
Total operating expenses	<u>304,039</u>	<u>304,039</u>	<u>181,673</u>	<u>751,447</u>
Operating loss	<u>(195,769)</u>	<u>(195,769)</u>	<u>(85,385)</u>	<u>(643,498)</u>
Non operating revenues				
Interest income	<u>24</u>	<u>24</u>	<u>25</u>	<u>32</u>
Total non operating revenues	<u>24</u>	<u>24</u>	<u>25</u>	<u>32</u>
Loss before contribution and transfers	<u>(195,745)</u>	<u>(195,745)</u>	<u>(85,360)</u>	<u>(643,466)</u>
Contribution and transfers				
Capital contributions	-	-	-	933,152
Transfers out	<u>(15,901)</u>	<u>(15,901)</u>	<u>(15,901)</u>	<u>(17,035)</u>
Total contribution and transfers	<u>(15,901)</u>	<u>(15,901)</u>	<u>(15,901)</u>	<u>916,117</u>
Change in net position	<u>\$ (211,646)</u>	<u>\$ (211,646)</u>	(101,261)	272,651
Net position, beginning of year			<u>964,515</u>	<u>691,864</u>
Net position, end of year			<u>\$ 863,254</u>	<u>\$ 964,515</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, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Operating revenues				
Charges for services				
Aqua center fees	\$ 200,500	\$ 200,500	\$ 178,414	\$ 208,145
Merchandise sales	3,000	3,000	224	2,850
Food/Beverage	1,800	1,800	(42)	36
Total operating revenues	<u>205,300</u>	<u>205,300</u>	<u>178,596</u>	<u>211,031</u>
Operating expenses				
Operations				
Pool				
Salaries and wages	166,572	166,572	155,316	165,654
Employee support	16,423	16,423	19,183	16,983
Insurance	7,243	7,243	4,287	3,909
Professional services	6,172	6,172	6,654	6,582
Maintenance	6,400	6,400	5,554	9,178
Operating supplies	27,000	27,000	29,275	26,981
Utilities	51,000	51,000	61,046	51,080
Miscellaneous	1,000	1,000	1,992	10,383
Leases and rentals	888	888	888	1,000
Capital maintenance	20,000	40,000	31,418	10,665
Total pool	<u>302,698</u>	<u>322,698</u>	<u>315,613</u>	<u>302,415</u>
Depreciation	<u>59,970</u>	<u>59,970</u>	<u>59,970</u>	<u>59,970</u>
Total operating expenses	<u>362,668</u>	<u>382,668</u>	<u>375,583</u>	<u>362,385</u>
Operating loss	<u>(157,368)</u>	<u>(177,368)</u>	<u>(196,987)</u>	<u>(151,354)</u>
Non operating revenues (expenses)				
Property tax	40,679	40,679	46,488	33,084
Interest income	-	-	187	134
Interest expense	(7,174)	(7,174)	(8,432)	(9,345)
Total non operating revenues (expenses)	<u>33,505</u>	<u>33,505</u>	<u>38,243</u>	<u>23,873</u>
Loss before transfers	<u>(123,863)</u>	<u>(143,863)</u>	<u>(158,744)</u>	<u>(127,481)</u>
Transfers				
Transfers in	180,000	180,000	180,000	200,000
Transfers out	(17,640)	(17,640)	(17,640)	(18,840)
Total transfers	<u>162,360</u>	<u>162,360</u>	<u>162,360</u>	<u>181,160</u>
Change in net position	<u>\$ 38,497</u>	<u>\$ 18,497</u>	3,616	53,679
Net position, beginning of year			<u>1,094,362</u>	<u>1,040,683</u>
Net position, end of year			<u>\$ 1,097,978</u>	<u>\$ 1,094,362</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, 2013

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Operating revenues				
Charges for services				
Tennis club fees	\$ 226,800	\$ 226,800	\$ 214,216	\$ 197,444
Merchandise sales	<u>39,000</u>	<u>39,000</u>	<u>37,934</u>	<u>32,693</u>
Total operating revenues	<u>265,800</u>	<u>265,800</u>	<u>252,150</u>	<u>230,137</u>
Operating expenses				
Operations				
Tennis club				
Salaries and wages	201,050	201,050	185,855	175,248
Employee support	34,855	34,855	34,039	31,347
Insurance	10,363	10,363	4,675	5,592
Professional services	5,189	5,189	6,283	5,874
Maintenance	3,750	3,750	2,596	2,496
Operating supplies	45,100	45,100	48,339	36,834
Utilities	43,000	43,000	30,654	40,756
Miscellaneous	900	900	974	900
Leases and rentals	1,278	1,278	1,278	1,440
Capital maintenance	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>4,700</u>
Total tennis club	<u>355,485</u>	<u>355,485</u>	<u>314,693</u>	<u>305,187</u>
Depreciation	<u>2,990</u>	<u>2,990</u>	<u>2,990</u>	<u>2,990</u>
Total operating expenses	<u>358,475</u>	<u>358,475</u>	<u>317,683</u>	<u>308,177</u>
Operating loss	<u>(92,675)</u>	<u>(92,675)</u>	<u>(65,533)</u>	<u>(78,040)</u>
Non operating revenues				
Interest income	<u>-</u>	<u>-</u>	<u>9</u>	<u>6</u>
Total non operating revenues	<u>-</u>	<u>-</u>	<u>9</u>	<u>6</u>
Loss before transfers	<u>(92,675)</u>	<u>(92,675)</u>	<u>(65,524)</u>	<u>(78,034)</u>
Transfers				
Transfers in	115,000	115,000	115,000	95,000
Transfers out	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>
Total transfers	<u>95,000</u>	<u>95,000</u>	<u>95,000</u>	<u>75,000</u>
Change in net position	<u>\$ 2,325</u>	<u>\$ 2,325</u>	29,476	(3,034)
Net position, beginning of year			<u>103,451</u>	<u>106,485</u>
Net position, end of year			<u>\$ 132,927</u>	<u>\$ 103,451</u>

VILLAGE OF PARK FOREST
VEHICLE SERVICES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Operating revenues				
Charges for services				
General government	\$ 7,140	\$ 7,140	\$ 7,140	\$ 7,000
Law enforcement	256,183	256,183	256,183	251,160
Fire/ emergency	185,396	185,396	185,533	176,568
Recreation and parks	78,487	78,487	78,547	87,149
Streets and transportation	105,414	105,414	144,364	136,381
Water and sewer	109,986	109,986	109,986	100,324
Community Development	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>
Total operating revenues	<u>749,606</u>	<u>749,606</u>	<u>788,753</u>	<u>765,582</u>
Operating expenses				
Operations				
General government				
Maintenance	800	800	51	90
Operating supplies	2,000	2,000	2,047	2,896
Capital outlay	<u>100</u>	<u>100</u>	<u>101</u>	<u>99</u>
Total general government	<u>2,900</u>	<u>2,900</u>	<u>2,199</u>	<u>3,085</u>
Law enforcement				
Maintenance	61,183	61,183	48,818	50,800
Operating supplies	105,000	105,000	103,864	113,125
Capital outlay	<u>-</u>	<u>-</u>	<u>1,457</u>	<u>1,687</u>
Total law enforcement	<u>166,183</u>	<u>166,183</u>	<u>154,139</u>	<u>165,612</u>
Fire/ emergency				
Salaries and wages	15,153	15,153	13,499	12,477
Maintenance	24,000	24,000	29,767	25,502
Operating supplies	<u>29,400</u>	<u>29,400</u>	<u>30,549</u>	<u>28,393</u>
Total fire/ emergency	<u>68,553</u>	<u>68,553</u>	<u>73,815</u>	<u>66,372</u>
Recreation and parks				
Salaries and wages	15,237	15,237	22,946	23,702
Maintenance	22,000	22,000	9,516	21,677
Operating supplies	24,000	24,000	24,184	27,782
Capital outlay	<u>-</u>	<u>-</u>	<u>5,557</u>	<u>8,100</u>
Total recreation and parks	<u>61,237</u>	<u>61,237</u>	<u>62,203</u>	<u>81,261</u>
Public works				
Salaries and wages	30,945	30,945	35,655	27,412
Maintenance	59,000	59,000	40,557	78,600
Operating supplies	110,500	110,500	110,224	106,242
Capital outlay	<u>-</u>	<u>-</u>	<u>140</u>	<u>2,920</u>
Total public works	<u>200,445</u>	<u>200,445</u>	<u>186,576</u>	<u>215,174</u>

VILLAGE OF PARK FOREST
VEHICLE SERVICES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Community development				
Maintenance	\$ 3,800	\$ 3,800	\$ 7,930	\$ 6,038
Operating Supplies	<u>3,200</u>	<u>3,200</u>	<u>3,815</u>	<u>4,090</u>
Total community development	<u>7,000</u>	<u>7,000</u>	<u>11,745</u>	<u>10,128</u>
Depreciation	<u>341,705</u>	<u>341,705</u>	<u>336,237</u>	<u>347,534</u>
Total operations	<u>848,023</u>	<u>848,023</u>	<u>826,914</u>	<u>889,166</u>
Total operating expenses	<u>848,023</u>	<u>848,023</u>	<u>826,914</u>	<u>889,166</u>
Operating loss	<u>(98,417)</u>	<u>(98,417)</u>	<u>(38,161)</u>	<u>(123,584)</u>
Non operating revenues				
Grants	-	-	-	20,000
Contributions	-	-	28,032	24,853
Interest income	600	600	1,188	1,094
Other income	2,500	2,500	8,347	13,992
Gain on asset disposal	<u>-</u>	<u>-</u>	<u>3,330</u>	<u>16,423</u>
Total non operating revenues	<u>3,100</u>	<u>3,100</u>	<u>40,897</u>	<u>76,362</u>
Change in net position	\$ <u>(95,317)</u>	\$ <u>(95,317)</u>	2,736	(47,222)
Net position, beginning of year			<u>2,578,422</u>	<u>2,625,644</u>
Net position, end of year			\$ <u>2,581,158</u>	\$ <u>2,578,422</u>

VILLAGE OF PARK FOREST
PENSION TRUST FUNDS
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2013

	POLICE PENSION	FIREFIGHTERS' PENSION	TOTAL
Assets			
Cash	\$ 11,311	\$ 206,817	\$ 218,128
Investments			
Certificates of deposit	821,082	-	821,082
Money markets	2,775,304	1,052,467	3,827,771
U.S. government and agency obligations	5,651,347	3,083,751	8,735,098
State and local obligations	2,433,743	589,746	3,023,489
Bonds	2,402,733	2,129,873	4,532,606
Mutual funds	3,997,294	3,292,371	7,289,665
Annuities	307,514	-	307,514
Receivables			
Accrued interest	<u>73,525</u>	<u>46,206</u>	<u>119,731</u>
Total assets	<u>18,473,853</u>	<u>10,401,231</u>	<u>28,875,084</u>
Liabilities			
Accounts payable	-	4,844	4,844
Due to other governments	<u>109,972</u>	<u>3,589</u>	<u>113,561</u>
Total liabilities	<u>109,972</u>	<u>8,433</u>	<u>118,405</u>
Net position			
Held in trust for pension benefits	<u>\$ 18,363,881</u>	<u>\$ 10,392,798</u>	<u>\$ 28,756,679</u>

VILLAGE OF PARK FOREST
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2013

	POLICE PENSION	FIREFIGHTERS' PENSION	TOTAL
Additions			
Contributions			
Employer	\$ 1,006,494	\$ 652,523	\$ 1,659,017
Plan members	301,970	186,270	488,240
Other	30,267	-	30,267
Total contributions	<u>1,338,731</u>	<u>838,793</u>	<u>2,177,524</u>
Investment income			
Interest	420,649	319,716	740,365
Net appreciation in fair value of investments	67,129	42,459	109,588
Total investment income	487,778	362,175	849,953
Less investment expenses	35,081	26,228	61,309
Net investment income	<u>452,697</u>	<u>335,947</u>	<u>788,644</u>
Total additions	<u>1,791,428</u>	<u>1,174,740</u>	<u>2,966,168</u>
Deductions			
Administration	38,929	27,824	66,753
Benefits	1,752,182	940,080	2,692,262
Total deductions	<u>1,791,111</u>	<u>967,904</u>	<u>2,759,015</u>
Net change in net position	317	206,836	207,153
Net position, beginning of year	<u>18,363,564</u>	<u>10,185,962</u>	<u>28,549,526</u>
Net position, end of year	<u>\$ 18,363,881</u>	<u>\$ 10,392,798</u>	<u>\$ 28,756,679</u>

VILLAGE OF PARK FOREST
POLICE PENSION FUND
SCHEDULE OF CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Additions				
Contributions				
Employer	\$ 1,039,050	\$ 1,039,050	\$ 1,006,494	\$ 1,017,982
Plan members	334,660	334,660	301,970	327,810
Other	<u>-</u>	<u>-</u>	<u>30,267</u>	<u>-</u>
Total contributions	<u>1,373,710</u>	<u>1,373,710</u>	<u>1,338,731</u>	<u>1,345,792</u>
Investment Income				
Interest	240,000	240,000	420,649	313,411
Net appreciation in fair value of investments	<u>500,000</u>	<u>500,000</u>	<u>67,129</u>	<u>89,939</u>
Total investment income	740,000	740,000	487,778	403,350
Less investment expenses	<u>-</u>	<u>-</u>	<u>35,081</u>	<u>28,957</u>
Net investment income	<u>740,000</u>	<u>740,000</u>	<u>452,697</u>	<u>374,393</u>
Total additions	<u>2,113,710</u>	<u>2,113,710</u>	<u>1,791,428</u>	<u>1,720,185</u>
Deductions				
Administration	65,975	65,975	38,929	27,381
Benefits	<u>1,556,478</u>	<u>1,556,478</u>	<u>1,752,182</u>	<u>1,565,602</u>
Total deductions	<u>1,622,453</u>	<u>1,622,453</u>	<u>1,791,111</u>	<u>1,592,983</u>
Change in net position	<u>\$ 491,257</u>	<u>\$ 491,257</u>	317	127,202
Net position, beginning of year			<u>18,363,564</u>	<u>18,236,362</u>
Net position, end of year			<u>\$ 18,363,881</u>	<u>\$ 18,363,564</u>

VILLAGE OF PARK FOREST
FIREFIIGHTERS' PENSION FUND
SCHEDULE OF CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2012

	2013			2012 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Additions				
Contributions				
Employer	\$ 700,914	\$ 700,914	\$ 652,523	\$ 744,177
Plan members	<u>189,188</u>	<u>189,188</u>	<u>186,270</u>	<u>191,075</u>
Total contributions	<u>890,102</u>	<u>890,102</u>	<u>838,793</u>	<u>935,252</u>
Investment Income				
Interest	80,000	80,000	319,716	291,882
Net appreciation in fair value of investments	<u>280,000</u>	<u>280,000</u>	<u>42,459</u>	<u>24,221</u>
Total investment income	360,000	360,000	362,175	316,103
Less investment expenses	<u>-</u>	<u>-</u>	<u>26,228</u>	<u>27,252</u>
Net investment income	<u>360,000</u>	<u>360,000</u>	<u>335,947</u>	<u>288,851</u>
Total additions	<u>1,250,102</u>	<u>1,250,102</u>	<u>1,174,740</u>	<u>1,224,103</u>
Deductions				
Administration	76,275	76,275	27,824	44,153
Benefits	<u>845,344</u>	<u>845,344</u>	<u>940,080</u>	<u>863,763</u>
Total deductions	<u>921,619</u>	<u>921,619</u>	<u>967,904</u>	<u>907,916</u>
Change in net position	<u>\$ 328,483</u>	<u>\$ 328,483</u>	206,836	316,187
Net position, beginning of year			<u>10,185,962</u>	<u>9,869,775</u>
Net position, end of year			<u>\$ 10,392,798</u>	<u>\$ 10,185,962</u>

VILLAGE OF PARK FOREST
DEBT SERVICE REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 1999
AS OF JUNE 30, 2013

YEAR	BONDS OUTSTANDING	INTEREST PAYABLE
2014	\$ 100,000	*
2015	110,000	*
2016	115,000	*
2017	125,000	*
2018	135,000	*
2019	145,000	*
2020	145,000	*
	<u>\$ 875,000</u>	<u>*</u>

* - Information is undeterminable due to variable interest rates.

Date of Issue	May 27, 1999
Date of Maturity	January 15, 2020
Authorized Issue	\$ 1,640,000
Interest Rates	Bank's current variable rate
Interest Dates	Monthly
Payable at	Bank of New York Trust Co

VILLAGE OF PARK FOREST
DEBT SERVICE REQUIREMENTS
GENERAL OBLIGATION REFUNDING BOND SERIES 2008A
AS OF JUNE 30, 2013

YEAR	REQUIREMENTS			JULY 1,	INTEREST DUE ON		
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	AMOUNT
2014	\$ 510,000	\$ 178,475	\$ 688,475	2013	\$ -	2014	\$ 93,700
2015	530,000	160,275	690,275	2014	84,775	2015	84,775
2016	550,000	137,250	687,250	2015	75,500	2016	75,500
2017	590,000	108,750	698,750	2016	61,750	2017	61,750
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>\$ 4,195,000</u>	<u>\$ 731,250</u>	<u>\$ 4,926,250</u>		<u>\$ 318,775</u>		<u>\$ 412,475</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, 2013

YEAR	REQUIREMENTS			JULY 1,	INTEREST DUE ON		
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	AMOUNT
2014	\$ 110,000	\$ 19,281	\$ 129,281	2013	\$ -	2014	\$ 10,569
2015	115,000	15,412	130,412	2014	8,712	2015	8,712
2016	115,000	11,387	126,387	2015	6,700	2016	6,700
2017	125,000	7,031	132,031	2016	4,687	2017	4,687
2018	<u>125,000</u>	<u>2,344</u>	<u>127,344</u>	2017	<u>2,344</u>	2018	<u>2,344</u>
**	<u>\$ 590,000</u>	<u>\$ 55,455</u>	<u>\$ 645,455</u>		<u>\$ 22,443</u>		<u>\$ 33,012</u>

** - Of this amount, \$404,710 is the Water Fund portion and \$185,290 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, 2013

WATER FUND PORTION

YEAR	REQUIREMENTS			JULY 1,	INTEREST DUE ON		
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	AMOUNT
2014	\$ 75,455	\$ 13,226	\$ 88,681	2013	\$ -	2014	\$ 7,250
2015	78,884	10,572	89,456	2014	5,976	2015	5,976
2016	78,884	7,811	86,695	2015	4,596	2016	4,596
2017	85,744	4,823	90,567	2016	3,215	2017	3,215
2018	<u>85,743</u>	<u>1,608</u>	<u>87,351</u>	2017	<u>1,608</u>	2018	<u>1,608</u>
	<u>\$ 404,710</u>	<u>\$ 38,040</u>	<u>\$ 442,750</u>		<u>\$ 15,395</u>		<u>\$ 22,645</u>

AQUA FUND PORTION

YEAR	REQUIREMENTS			JULY 1,	INTEREST DUE ON		
	PRINCIPAL	INTEREST	TOTALS		AMOUNT	JANUARY 1,	AMOUNT
2014	\$ 34,545	\$ 6,055	\$ 40,600	2013	\$ -	2014	\$ 3,319
2015	36,116	4,840	40,956	2014	2,736	2015	2,736
2016	36,116	3,576	39,692	2015	2,104	2016	2,104
2017	39,256	2,208	41,464	2016	1,472	2017	1,472
2018	<u>39,257</u>	<u>736</u>	<u>39,993</u>	2017	<u>736</u>	2018	<u>736</u>
	<u>\$ 185,290</u>	<u>\$ 17,415</u>	<u>\$ 202,705</u>		<u>\$ 7,048</u>		<u>\$ 10,367</u>

VILLAGE OF PARK FOREST
DEBT SERVICE REQUIREMENTS
GENERAL OBLIGATION REFUNDING BOND SERIES 2012A
AS OF JUNE 30, 2013

YEAR	PRINCIPAL	REQUIREMENTS		TOTALS	JULY 1,	INTEREST DUE ON		AMOUNT
		INTEREST				AMOUNT	JANUARY 1,	
2014	\$ 185,000	\$ 37,150	\$ 222,150	2013	\$ 19,500	2014	\$ 19,500	
2015	195,000	33,350	228,350	2014	17,650	2015	17,650	
2016	210,000	29,300	239,300	2015	15,700	2016	15,700	
2017	220,000	25,000	245,000	2016	13,600	2017	13,600	
2018	235,000	19,275	254,275	2017	11,400	2018	11,400	
2019	255,000	11,925	266,925	2018	7,875	2019	7,875	
2020	<u>270,000</u>	<u>4,050</u>	<u>274,050</u>	2019	<u>4,050</u>	2020	<u>4,050</u>	
	<u>\$ 1,570,000</u>	<u>\$ 160,050</u>	<u>\$ 1,730,050</u>		<u>\$ 89,775</u>		<u>\$ 89,775</u>	

Date of Issue	October 4, 2012
Date of Maturity	January 1, 2020
Authorized Issue	\$ 1,570,000
Interest Rates	2.00% to 3.00%
Interest Dates	January 1 and July 1
Payable at	Bank of New York

VILLAGE OF PARK FOREST
DEBT SERVICE REQUIREMENTS
 IEPA INSTALLMENT LOAN (L17-1860)
 AS OF JUNE 30, 2013

YEAR	PRINCIPAL OUTSTANDING	INTEREST PAYABLE
2014	\$ 750,616	\$ 292,608
2015	769,498	273,726
2016	788,856	254,368
2017	808,701	234,523
2018	829,044	214,179
2019	849,899	193,323
2020	871,280	171,944
2021	893,198	150,026
2022	915,668	127,186
2023	938,702	104,520
2024	962,317	80,906
2025	986,525	56,698
2026	1,011,342	31,881
2027	515,172	6,440
	<u>\$ 11,890,818</u>	<u>\$ 2,192,328</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, 2013

YEAR	PRINCIPAL OUTSTANDING	INTEREST PAYABLE
2014	\$ 148,953	\$ 39,148
2015	150,820	37,280
2016	152,712	35,388
2017	154,627	33,474
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>181,969</u>	<u>1,694</u>
	<u>\$ 3,168,926</u>	<u>\$ 400,545</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

THIS PAGE IS INTENTIONALLY LEFT BLANK

VILLAGE OF PARK FOREST
SCHEDULE OF INSURANCE IN FORCE
AS OF JUNE 30, 2013

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, 2013
Village of Park Forest	Uninsured/Underinsured Motorist	500,000	Per Occurrence	November 1, 2013
Village of Park Forest	General Liability	10,000,000	Per Occurrence	November 1, 2013
Village of Park Forest	Public Official Liability	10,000,000	Per Occurrence	November 1, 2013
Village of Park Forest	Employer's Liability	2,500,000	Per Occurrence	November 1, 2013
Village of Park Forest	Worker's Compensation	Full Statutory Limits	Per Occurrence	November 1, 2013
Village of Park Forest	First Party Property	250,000,000	Per Occurrence	November 1, 2013
Village of Park Forest	Employee Theft	5,000,000	Per Occurrence	November 1, 2013
	Forgery, Alteration & Counterfeit			
	Currency	5,000,000	Per Occurrence	November 1, 2013
	Credit Card Forgery	5,000,000	Per Occurrence	November 1, 2013
	Computer Fraud	5,000,000	Per Occurrence	November 1, 2013
	Non-Faithful Performance	2,500,000	Per Occurrence	November 1, 2013
Village of Park Forest	Boiler and Machinery	50,000,000	Per Occurrence	November 1, 2013
Village of Park Forest	Flood Zone A/V	3,500,000	Per Occurrence	November 1, 2013
Village of Park Forest	Flood (Non-Zone A/V)	40,000,000	Per Occurrence	November 1, 2013
Village of Park Forest	Contingent Business Interruption	5,000,000	Per Occurrence	November 1, 2013
Village of Park Forest	Public Officials Bond	Blanket Statutory Limits		November 1, 2013

VILLAGE OF PARK FOREST
FOUR YEAR SUMMARY OF ASSESSED VALUATIONS,
TAX RATES, EXTENSIONS AND COLLECTIONS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

	Cook County							
	2012		2011		2010		2009	
Assessed Valuation	\$	116,524,917	\$	131,026,591	\$	184,145,363	\$	185,857,716
Tax extension	<u>Rate*</u>	<u>Amount</u>	<u>Rate*</u>	<u>Amount</u>	<u>Rate*</u>	<u>Amount</u>	<u>Rate*</u>	<u>Amount</u>
General	7.2659	\$ 8,466,641	6.0618	\$ 7,942,577	3.9525	\$ 7,278,330	3.6110	\$ 6,711,302
Public library**	-	-	1.2440	1,629,684	0.8495	1,564,126	0.8140	1,511,497
IMRF	0.3012	350,951	0.2767	362,491	0.1926	354,750	0.2253	418,752
FICA	0.2930	341,437	0.2691	352,649	0.1875	345,213	0.1968	365,774
Debt service	0.4116	479,631	0.4303	563,770	0.3490	642,712	0.4051	752,972
Police pension	0.8099	943,690	0.6702	878,177	0.4702	865,861	0.4491	834,635
Firefighters' pension	0.5275	614,713	0.4526	593,086	0.3425	630,750	0.3232	600,632
Total	<u>9.6091</u>	<u>11,197,063</u>	<u>9.4047</u>	<u>12,322,434</u>	<u>6.3438</u>	<u>11,681,742</u>	<u>6.0245</u>	<u>11,195,564</u>
Township road and bridge								
Rich		38,497		45,847		43,549		42,867
Bloom		2,898		3,451		3,278		3,227
Total road and bridge		41,395		49,298		46,827		46,094
Total extended		<u>\$ 11,238,458</u>		<u>\$ 12,371,732</u>		<u>\$11,728,569</u>		<u>\$ 11,241,658</u>
Amounts collected as of June 30, 2013		<u>\$ 5,010,508</u>		<u>\$ 11,554,957</u>		<u>\$10,931,260</u>		<u>\$ 10,438,891</u>
Percentage collected		<u>44.58%</u>		<u>93.40%</u>		<u>93.20%</u>		<u>92.86%</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, 2013

	Will County							
	2012		2011		2010		2009	
Assessed Valuation	\$ 27,686,866		\$ 34,142,855		\$ 37,736,572		\$ 39,729,967	
Tax extension	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
General	6.2151	\$ 1,720,766	4.4049	\$ 1,503,959	3.7262	\$ 1,406,140	2.9806	\$ 1,176,206
Public library**	-	-	0.9390	320,601	0.8017	302,534	0.6656	264,443
IMRF	0.2586	71,598	0.2009	68,593	0.1822	68,756	0.1837	72,984
FICA	0.2514	69,605	0.1955	66,749	0.1770	66,793	0.1604	63,727
Debt service	0.3482	96,406	0.3061	104,511	0.3235	122,078	0.3219	127,891
Police pension	0.6926	191,759	0.4869	166,242	0.4435	167,362	0.3700	147,001
Firefighters' pension	0.4518	125,089	0.3286	112,193	0.3231	121,927	0.2662	105,761
Total	<u>8.2177</u>	<u>2,275,223</u>	<u>6.8619</u>	<u>2,342,848</u>	<u>5.9772</u>	<u>2,255,590</u>	<u>4.9484</u>	<u>1,958.013</u>
Township road and bridge								
Crete		7,690		9,359		8,950		8,615
Monee		<u>30,869</u>		<u>29,164</u>		<u>32,655</u>		<u>28,945</u>
Total road and bridge		38,559		38,523		41,605		37,560
Total extended		<u>\$ 2,313,782</u>		<u>\$ 2,381,371</u>		<u>\$ 2,297,195</u>		<u>\$ 1,995,573</u>
Amounts collected as of June 30, 2013		<u>\$ 1,040,221</u>		<u>\$ 2,369,096</u>		<u>\$ 2,288,389</u>		<u>\$ 1,998,405</u>
Percentage collected		<u>44.96%</u>		<u>99.48%</u>		<u>99.62%</u>		<u>100.14%</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

THIS PAGE IS INTENTIONALLY LEFT BLANK

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.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Government's financial performance and well-being have changed over time.	124 - 133
Revenue Capacity These schedules contain information to help the reader assess the Government's most significant local revenue source, the property tax.	134 - 143
Debt Capacity 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.	144 - 147
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within the Government's financial activities take place.	148 - 151
Operating Information 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.	152 - 159

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, 2013

	2004	2005	2006	2007
Governmental Activities				
Net investment in capital assets	\$ 6,152	\$ 10,238	\$ 10,349	\$ 9,769
Restricted	3,376	2,388	1,515	2,405
Unrestricted	<u>(3,314)</u>	<u>(3,074)</u>	<u>85</u>	<u>2,226</u>
Total Governmental Activities net position	<u>\$ 6,214</u>	<u>\$ 9,552</u>	<u>\$ 11,949</u>	<u>\$ 14,400</u>
Business-type Activities				
Net investment in capital assets	\$ 6,818	\$ 7,475	\$ 10,429	\$ 10,038
Unrestricted	6,131	7,152	5,860	8,196
Total Business-type Activities net position	<u>\$ 12,949</u>	<u>\$ 14,627</u>	<u>\$ 16,289</u>	<u>\$ 18,234</u>
Primary Government				
Net investment in capital assets	\$ 12,970	\$ 17,713	\$ 20,778	\$ 19,807
Restricted	3,376	2,388	1,515	2,405
Unrestricted	<u>2,817</u>	<u>4,078</u>	<u>5,945</u>	<u>10,422</u>
Total Primary Government net position	<u>\$ 19,163</u>	<u>\$ 24,179</u>	<u>\$ 28,238</u>	<u>\$ 32,633</u>
Component Unit - Housing Authority				
Restricted				
Unrestricted				
Total Component Unit net position				

Source: Audited financial statements from June 30, 2004 to June 30, 2013

Note: The Village implemented GASB 54 in Fiscal 2010. 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 and the Public Library is reported separately in Fiscal 2013.

2008	2009	2010	2011	2012	2013
\$ 10,788	\$ 11,371	\$ 11,614	\$ 11,379	\$ 13,272	\$ 19,745
2,122	1,771	4,505	4,365	3,698	3,643
2,958	3,139	5,126	6,389	7,791	6,774
<u>\$ 15,868</u>	<u>\$ 16,281</u>	<u>\$ 21,245</u>	<u>\$ 22,133</u>	<u>\$ 24,761</u>	<u>\$ 30,162</u>
\$ 11,995	\$ 12,784	\$ 14,119	\$ 15,612	\$ 14,176	\$ 14,022
7,299	6,908	6,828	5,674	7,529	8,894
<u>\$ 19,293</u>	<u>\$ 19,692</u>	<u>\$ 20,947</u>	<u>\$ 21,286</u>	<u>\$ 21,705</u>	<u>\$ 22,916</u>
\$ 22,783	\$ 24,155	\$ 25,733	\$ 26,991	\$ 27,448	\$ 33,767
2,122	1,771	4,505	4,365	3,698	3,643
10,256	10,048	11,955	12,063	15,320	15,667
<u>\$ 35,161</u>	<u>\$ 35,974</u>	<u>\$ 42,192</u>	<u>\$ 43,419</u>	<u>\$ 46,466</u>	<u>\$ 53,078</u>
		\$ 546	\$ 599	\$ 314	
		<u>-</u>	<u>-</u>	<u>-</u>	
		<u>\$ 546</u>	<u>\$ 599</u>	<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, 2013

	2004	2005	2006	2007
Expenses				
Governmental Activities				
General government	\$ 2,596	\$ 2,515	\$ 2,564	\$ 2,800
Law enforcement	4,457	4,774	5,289	5,662
Fire and emergency	2,466	2,698	2,798	3,148
Public health	784	772	756	834
Recreation and parks	2,005	1,955	2,143	2,232
Public works	516	673	812	874
Motor fuel tax fund	481	551	424	499
Community development**	3,802	4,416	3,648	3,872
Economic development*	-	-	959	1,172
Interest on long-term debt	699	701	706	696
Total governmental activities expenses	<u>17,806</u>	<u>19,055</u>	<u>20,099</u>	<u>21,789</u>
Business-type Activities				
Water	3,079	2,650	2,855	3,386
Sewer	383	423	412	415
DownTown Park Forest	1,048	871	837	932
Refuse	1,067	1,004	1,046	1,070
Municipal parking lot	427	180	177	165
Municipal golf course	446	466	408	377
Aqua center	384	336	329	318
Tennis and health club	345	323	329	349
Total Business-type Activities	<u>7,179</u>	<u>6,253</u>	<u>6,393</u>	<u>7,012</u>
Total primary government expenses	<u>\$ 24,985</u>	<u>\$ 25,308</u>	<u>\$ 26,492</u>	<u>\$ 28,801</u>
Component Unit expenses- Housing Authority				
Program Revenues				
Governmental Activities				
Charges for Services				
General government	\$ 1,899	\$ 1,385	\$ 1,486	\$ 1,559
Law enforcement	565	556	461	384
Fire and emergency	223	284	357	302
Public health	464	391	291	537
Recreation and parks	313	359	356	355
Public works	-	-	28	31
Motor fuel tax fund	-	-	22	4
Community development	105	163	186	245
Economic development	-	-	7	5
Operating grants and contributions**	3,729	4,287	4,123	4,655
Capital grants and contributions	-	108	24	385
Total governmental activities program revenues	<u>7,298</u>	<u>7,533</u>	<u>7,341</u>	<u>8,462</u>
Business-type activities				
Charges for Services				
Water	\$ 3,847	\$ 3,727	\$ 4,535	\$ 5,007
Sewer	471	452	463	1,025
DownTown Park Forest	518	584	589	626
Refuse	1,100	1,121	1,142	1,169
Municipal parking lot	215	215	231	212
Municipal golf course	282	277	236	117
Aqua center	231	244	197	227
Tennis and health club	306	292	317	313
Operating grants and contributions	-	-	-	-
Capital grants and contributions	21	854	-	50
Total Business-type activities program revenues	<u>6,991</u>	<u>7,766</u>	<u>7,710</u>	<u>8,746</u>
Total primary government program revenues	<u>\$ 14,289</u>	<u>\$ 15,299</u>	<u>\$ 15,051</u>	<u>\$ 17,208</u>
Component Unit - Housing Authority				
Charges for Services				
Operating grants and contributions				
Total Component Unit - Housing Authority program revenues				
Net (expense)/revenue				
Governmental activities	\$ (10,508)	\$ (11,522)	\$ (12,758)	\$ (13,327)
Business-type activities	(188)	1,513	1,317	1,734
Total Primary Government net expense	<u>\$ (10,696)</u>	<u>\$ (10,009)</u>	<u>\$ (11,441)</u>	<u>\$ (11,593)</u>

	2008	2009	2010	2011	2012	2013
\$	3,131	\$ 3,424	\$ 3,439	\$ 3,660	\$ 3,517	\$ 3,650
	5,971	6,202	6,650	7,050	6,980	7,118
	3,027	3,291	3,421	3,700	3,850	3,820
	838	765	806	777	815	843
	2,399	2,297	2,150	2,196	2,372	2,463
	827	1,117	1,009	943	987	1,839
	622	896	671	870	650	2,092
	3,933	3,823	497	1,330	672	7,553
	982	839	1,231	1,185	1,161	664
	<u>679</u>	<u>513</u>	<u>530</u>	<u>499</u>	<u>471</u>	<u>461</u>
	<u>22,409</u>	<u>23,168</u>	<u>20,403</u>	<u>22,210</u>	<u>21,475</u>	<u>30,503</u>
	4,260	4,726	4,659	4,696	4,872	4,370
	594	600	577	499	510	538
	1,018	824	806	1,003	767	972
	1,097	1,129	1,152	1,128	1,126	1,142
	177	182	144	432	751	182
	-	-	-	-	-	-
	493	340	376	385	372	384
	<u>367</u>	<u>359</u>	<u>345</u>	<u>339</u>	<u>308</u>	<u>318</u>
	<u>8,006</u>	<u>8,160</u>	<u>8,059</u>	<u>8,482</u>	<u>8,706</u>	<u>7,906</u>
\$	<u>30,415</u>	<u>31,328</u>	<u>28,462</u>	<u>30,692</u>	<u>30,181</u>	<u>38,409</u>
			<u>\$ 3,741</u>	<u>\$ 4,441</u>	<u>\$ 4,827</u>	
\$	1,597	\$ 1,616	\$ 1,911	\$ 1,849	\$ 1,840	\$ 1,578
	395	477	829	491	488	470
	321	411	386	402	392	398
	451	380	425	399	340	274
	367	345	357	361	304	369
	28	30	26	29	28	28
	5	13	-	-	-	-
	180	149	193	156	198	171
	-	-	9	8	6	8
	3,963	4,072	696	904	1,003	7,906
	<u>363</u>	<u>50</u>	<u>449</u>	<u>1,188</u>	<u>1,445</u>	<u>6,227</u>
	<u>7,669</u>	<u>7,542</u>	<u>5,283</u>	<u>5,787</u>	<u>6,044</u>	<u>17,429</u>
\$	4,843	\$ 4,955	\$ 4,944	\$ 4,957	\$ 5,118	\$ 5,471
	1,112	1,162	1,232	1,296	1,286	1,331
	712	809	682	650	661	611
	1,188	1,180	1,211	1,214	1,233	1,259
	196	168	140	135	108	96
	-	-	-	-	-	-
	201	187	144	187	211	179
	320	295	263	267	230	252
	16	9	400	-	-	-
	-	-	-	450	951	93
	<u>8,589</u>	<u>8,766</u>	<u>9,017</u>	<u>9,156</u>	<u>9,798</u>	<u>9,292</u>
\$	<u>16,258</u>	<u>16,308</u>	<u>14,299</u>	<u>14,943</u>	<u>15,842</u>	<u>26,721</u>
			<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 85</u>	
			<u>3,855</u>	<u>4,492</u>	<u>4,457</u>	
			<u>\$ 3,856</u>	<u>\$ 4,492</u>	<u>\$ 4,542</u>	
\$	(14,740)	\$ (15,626)	\$ (15,120)	\$ (16,423)	\$ (15,431)	\$ (13,074)
	583	605	958	674	1,092	1,386
\$	<u>(14,157)</u>	<u>(15,021)</u>	<u>(14,162)</u>	<u>(15,748)</u>	<u>(14,339)</u>	<u>(11,688)</u>

VILLAGE OF PARK FOREST
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)
JUNE 30, 2013

	2004	2005	2006	2007
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property-General	\$ 6,051	\$ 6,302	\$ 7,496	\$ 7,575
Property-Pension (police, fire, IMRF, FICA)	1,164	1,269	1,571	1,815
Utility	1,671	1,803	1,834	1,692
Sales	594	586	643	680
Other	264	469	383	440
Intergovernmental				
State income tax	1,409	1,703	1,864	2,050
Personal property replacement tax	126	138	202	225
Investment income	71	143	358	598
Miscellaneous	459	134	711	202
Disposal of capital assets	27	(8)	-	-
Transfers - internal activity	(679)	113	92	319
Changes in accounting estimates	-	2,209	-	-
Total governmental activities	11,157	14,861	15,154	15,596
Business-type activities				
Taxes, property	\$ 104	\$ 113	\$ 116	\$ 116
Interest income	32	109	257	371
Miscellaneous	56	46	64	43
Disposal of capital assets	-	10	-	-
Transfers - internal activity	679	(113)	(92)	(319)
Total business-type activities	871	165	345	211
Cumulative effect of a change in estimate	-	-	-	-
Total primary government	\$ 12,028	\$ 15,026	\$ 15,499	\$ 15,807
Component Unit - Housing Authority				
Interest income				
Total component unit - Housing Authority				
Changes in Net Position				
Governmental activities	\$ 649	\$ 3,339	\$ 2,396	\$ 2,269
Business-type activities	683	1,678	1,662	1,945
Total primary government	\$ 1,332	\$ 5,017	\$ 4,058	\$ 4,214
Total component unit - Housing Authority				

Source: Audited financial statements from June 30, 2004 to June 30, 2013

* prior to Fiscal 2006, Economic development expenses were included in Community development (formerly referred to as Building, zoning and economic development) and Manager's office.

** 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 and the Library section is reflected in a separate report.

2008	2009	2010	2011	2012	2013
------	------	------	------	------	------

\$ 7,793	\$ 8,703	\$ 9,395	\$ 9,908	\$ 10,200	\$ 10,857
2,084	2,225	2,357	2,567	2,489	2,429
1,782	1,640	1,515	1,512	1,689	1,349
670	611	574	661	654	692
257	240	150	79	134	90
2,223	1,982	1,788	1,819	1,892	2,070
241	209	166	220	201	206
629	143	37	136	65	20
198	26	4,364	2	-	14
300	-	-	21	16	3
(4)	260	168	385	719	431
<u>16,173</u>	<u>16,040</u>	<u>20,514</u>	<u>17,312</u>	<u>18,059</u>	<u>18,161</u>

\$ 35	\$ 33	\$ 33	\$ 33	\$ 33	\$ 47
231	14	2	3	1	2
40	7	34	14	12	15
-	-	395	-	-	192
4	(260)	(168)	(385)	(719)	(431)
<u>311</u>	<u>(206)</u>	<u>297</u>	<u>(335)</u>	<u>(673)</u>	<u>(175)</u>
<u>166</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

\$ 16,649	\$ 15,834	\$ 20,811	\$ 16,976	\$ 17,386	\$ 17,986
-----------	-----------	-----------	-----------	-----------	-----------

\$ 1	\$ 1	\$ -
------	------	------

\$ 1,433	\$ 414	\$ 5,394	\$ 888	\$ 2,627	\$ 5,087
<u>1,059</u>	<u>400</u>	<u>1,255</u>	<u>339</u>	<u>419</u>	<u>1,211</u>
<u>2,493</u>	<u>812</u>	<u>6,648</u>	<u>1,227</u>	<u>3,047</u>	<u>6,298</u>
	\$ 116	\$ 54	\$ (285)		

VILLAGE OF PARK FOREST
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)
JUNE 30, 2013

	<u>FISCAL YEAR</u>			
	2004	2005	2006	2007
General Fund				
Reserved	\$ 827	\$ 811	\$ 1,124	\$ 2,234
Unreserved, designated for	-	-	-	-
Unreserved, undesignated	<u>4,693</u>	<u>5,334</u>	<u>7,170</u>	<u>7,297</u>
Non-Spendable				
Restricted				
Committed				
Assigned				
Unassigned				
Total general fund	<u>\$ 5,520</u>	<u>\$ 6,145</u>	<u>\$ 8,294</u>	<u>\$ 9,531</u>
All Other Governmental Funds				
Reserved	\$ 1,279	\$ 1,057	\$ 660	\$ 852
Unreserved, reported in				
Special Revenue Funds	1,053	1,619	1,844	2,492
Capital Projects Fund	2,622	490	(22)	285
Debt Service Fund	<u>-</u>	<u>-</u>	<u>290</u>	<u>343</u>
Restricted, for				
Special Revenue Funds				
Debt Service Fund				
Assigned, for				
Capital Projects Fund				
Debt Service Fund				
Unassigned				
Total all other governmental funds	<u>\$ 4,954</u>	<u>\$ 3,166</u>	<u>\$ 2,772</u>	<u>\$ 3,972</u>

Source: Audited financial statements from June 30, 2004 to June 30, 2013

* 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.

2008	2009	2010*	2011	2012	2013
\$ 2,813	\$ 2,621				
-	400				
<u>7,273</u>	<u>5,952</u>				
		\$ 1,588	\$ 1,352	\$ 559	\$ 590
		1,107	1,074	981	573
		44	56	71	89
		4,323	3,931	5,550	3,532
		<u>6,401</u>	<u>7,329</u>	<u>8,059</u>	<u>8,916</u>
<u>\$ 10,086</u>	<u>\$ 8,973</u>	<u>\$ 13,463</u>	<u>\$ 13,742</u>	<u>\$ 15,220</u>	<u>\$ 13,700</u>
\$ 449	\$ 437				
2,678	2,734				
135	990				
<u>310</u>	<u>347</u>				
		\$ 3,067	\$ 2,926	\$ 2,359	\$ 2,760
		331	365	358	310
		659	1,134	837	793
		42	42	43	43
		(1)	-	-	-
<u>\$ 3,572</u>	<u>\$ 4,508</u>	<u>\$ 4,098</u>	<u>\$ 4,467</u>	<u>\$ 3,597</u>	<u>\$ 3,906</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, 2013

	FISCAL YEAR				
	2004	2005	2006	2007	2008
Revenues					
Taxes	\$ 9,762	\$ 10,304	\$ 11,923	\$ 12,204	\$ 12,585
Licenses, fees and permits	865	891	960	994	981
Intergovernmental**	5,246	6,050	6,231	7,007	6,793
Charges for services	2,392	1,702	1,514	1,671	1,586
Fines and forfeitures	312	287	370	360	376
Interest	62	121	309	524	579
Miscellaneous	459	520	1,114	842	603
Total Revenues	<u>19,098</u>	<u>19,875</u>	<u>22,421</u>	<u>23,602</u>	<u>23,503</u>
Expenditures					
General government	2,365	2,399	2,444	2,704	2,997
Law enforcement	4,468	4,710	5,350	5,640	6,058
Fire and emergency	2,484	2,541	2,795	2,855	3,047
Public health	784	772	756	891	844
Recreation and parks	1,931	1,936	2,091	2,175	2,343
Public works	576	537	684	742	696
Streets and transportation	481	546	358	434	974
Community development**	3,802	4,416	3,648	3,872	3,934
Economic development*	-	-	959	1,087	875
Capital outlay	469	2,285	595	592	705
Debt Service					
Interest	699	701	706	696	678
Principal	292	308	370	394	500
Total governmental activities program expenditures	<u>18,351</u>	<u>21,151</u>	<u>20,756</u>	<u>22,082</u>	<u>23,651</u>
Net (expense)/revenue Governmental activities	<u>747</u>	<u>(1,276)</u>	<u>1,665</u>	<u>1,520</u>	<u>(148)</u>
Other financing sources (uses)					
Sale of Fixed Assets	-	-	(1)	(5)	308
Bond Activity	-	-	-	-	-
Transfers in	-	707	865	2,306	925
Transfers (out)	(679)	(595)	(773)	(1,602)	(930)
Total Other financing sources (uses)	<u>(679)</u>	<u>112</u>	<u>91</u>	<u>699</u>	<u>304</u>
Net Changes in Fund Balance	<u>\$ 68</u>	<u>\$ (1,164)</u>	<u>\$ 1,756</u>	<u>\$ 2,219</u>	<u>\$ 156</u>
Debt Service as a percentage of noncapital expenditures	5.5%	5.3%	5.3%	5.0%	5.2%

Source: Audited financial statements from June 30, 2004 to June 30, 2013

* Prior to Fiscal 2006, Economic development expenses were included in Community development (formerly referred to as Building, zoning and economic development) and Manager's office.

** 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.

	2009	2010	2011	2012	2013
\$	13,426	\$ 13,999	\$ 14,720	\$ 15,172	\$ 15,420
	938	1,095	1,051	1,194	1,185
	6,246	3,072	4,041	4,553	16,389
	1,598	1,652	1,708	1,585	1,302
	425	768	449	435	435
	133	35	135	63	19
	506	4,982	481	373	375
	<u>23,271</u>	<u>25,602</u>	<u>22,584</u>	<u>23,375</u>	<u>35,125</u>
	3,064	3,229	3,197	2,923	3,031
	6,188	6,692	6,999	6,967	7,044
	3,226	3,396	3,616	3,813	3,678
	754	794	777	815	843
	2,244	2,073	2,116	2,225	2,462
	984	901	801	846	1,236
	1,041	963	981	2,480	2,089
	3,823	498	477	501	5,500
	1,007	1,020	1,146	988	741
	303	427	979	664	9,239
	548	693	487	458	446
	<u>579</u>	<u>518</u>	<u>746</u>	<u>805</u>	<u>5,063</u>
	<u>23,764</u>	<u>21,204</u>	<u>22,321</u>	<u>23,485</u>	<u>41,372</u>
	<u>(493)</u>	<u>4,398</u>	<u>263</u>	<u>(110)</u>	<u>(6,247)</u>
	-	-	-	-	-
	114	-	-	-	4,279
	1,791	2,172	1,505	1,211	1,051
	<u>(1,590)</u>	<u>(2,054)</u>	<u>(1,120)</u>	<u>(492)</u>	<u>(620)</u>
	<u>315</u>	<u>118</u>	<u>385</u>	<u>719</u>	<u>4,710</u>
\$	<u>(177)</u>	<u>4,517</u>	<u>648</u>	<u>609</u>	<u>(1,537)</u>
	4.8%	5.9%	5.6%	5.9%	15.9%

VILLAGE OF PARK FOREST
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN LEVY YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
JUNE 30, 2013

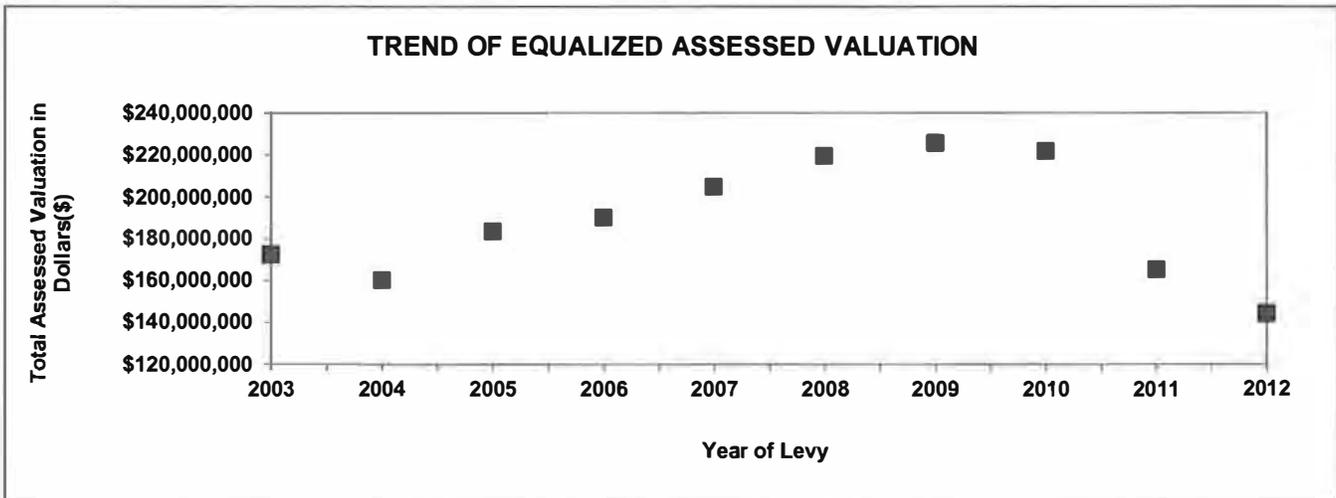
Levy Year	Residential Property	Commercial Property	Industrial Property	Farm Property	Railroad Property	Total Equalized Assessed Value	Total Direct Tax Rate	Total Actual Value
2003	134,310	27,550	10,536	1	70	172,466	4.2640	517,916
2004	132,722	17,500	9,878	1	67	160,167	5.1960	480,983
2005	153,674	19,747	9,984	1	60	183,465	4.8980	550,946
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

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, 2013

Levy Year	Equalized Assessed Value	Percentage Increase(Decrease)	Estimated Actual Value	Ratio of Equalized Assessed Value to Estimated Actual Value
2003	172,466,140	-0.10%	517,398,420	33.33%
2004	160,167,360	-7.13%	480,502,080	33.33%
2005	183,464,965	14.55%	550,394,895	33.33%
2006	190,262,287	3.70%	570,786,861	33.33%
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%



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, 2013

	2003	2004	2005	2006	2007
Village of Park Forest*	4.2640	5.1960	4.8980	4.9470	4.8920
Cook County	0.4890	0.4710	0.4210	0.3970	0.3530
School District #163	7.7380	8.4520	7.2980	7.4030	6.9750
Village of Park Forest Library	0.7730	0.8950	0.7870	0.7900	0.7780
Prairie State College District 515	0.3460	0.3410	0.2920	0.2920	0.2940
Rich Township High School District 227	3.9980	3.9750	3.6260	3.6600	3.5750
South Cook Mosquito Abatement	0.0130	0.0120	0.0100	0.0070	0.0060
General Assistance Rich Township	0.0240	0.0240	0.0220	0.0220	0.0220
Road & Bridge Rich Township	0.0630	0.0630	0.0580	0.0570	0.0560
Town Rich Township	0.2110	0.2110	0.1930	0.1990	0.1960
Consolidated Elections	0.0290	-	0.0140	-	0.0120
Suburban TB Sanitarium	0.0040	0.0010	0.0050	0.0050	-
Cook County Forest Preserve	0.0590	0.0600	0.0600	0.0570	0.0530
Cook County Health Facilities	<u>0.0141</u>	<u>0.1220</u>	<u>0.1120</u>	<u>0.1030</u>	<u>0.0930</u>
Total Tax Rate per \$100 EAV	<u>17.7920</u>	<u>19.8230</u>	<u>17.7960</u>	<u>17.9390</u>	<u>17.3050</u>
Share of Total Tax Rate Levied by Village	<u>0.2397</u>	<u>0.2621</u>	<u>0.2752</u>	<u>0.2758</u>	<u>0.2827</u>

*for Components of the Total Direct Rate 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.

2008	2009	2010	2011	2012
4.9250	5.2110	5.4950	8.1610	9.6100
0.3290	0.3100	0.3410	0.3840	0.4680
6.6160	6.4440	6.7470	9.5430	10.9920
0.7830	0.8140	0.8500	1.2440	1.4490
0.2800	0.2770	0.2930	0.3570	0.4100
3.4590	3.5130	3.7050	4.6870	5.3020
0.0090	0.0090	0.0100	0.0120	0.0140
0.0220	0.0230	0.0260	0.0340	0.0390
0.0540	0.0550	0.0580	0.0740	0.0850
0.1910	0.1920	0.2020	0.2580	0.2920
-	0.0210	-	0.0250	-
-	-	-	-	-
0.0510	0.0490	0.0510	0.0580	0.0630
<u>0.0860</u>	<u>0.0840</u>	<u>0.0820</u>	<u>0.0780</u>	<u>0.0630</u>
<u>16.8050</u>	<u>17.0020</u>	<u>17.8600</u>	<u>24.9150</u>	<u>28.7870</u>
<u>0.2931</u>	<u>0.3065</u>	<u>0.3077</u>	<u>0.3276</u>	<u>0.3338</u>

VILLAGE OF PARK FOREST
PROPERTY TAX RATES PER \$100 OF ASSESSED VALUATION (1)
LAST TEN LEVY YEARS
JUNE 30, 2013

Levy Year	General	Public Library	IMRF	FICA	Debt Service	Police Pension	Fire Pension	Totals
2003	2.9452	0.7730	0.0743	0.1878	0.5119	0.2865	0.2586	5.0373
2004	3.6770	0.8950	0.1200	0.2114	0.5641	0.3307	0.2923	6.0905
2005	3.4462	0.7870	0.1782	0.1954	0.5054	0.3161	0.2563	5.6846
2006	3.3864	0.7900	0.2427	0.2118	0.4497	0.3588	0.2974	5.7368
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

(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, 2013

Taxpayer	2012 EAV			2003 EAV		
	Total Equalized Assessed Value*	Rank	Percentage of Total Taxable Equalized Assessed Value	Total Equalized Assessed Value*	Rank	Percentage of Total Taxable Equalized Assessed Value
Kinzie Assets LLC (Thorncreek)	\$ 1,940,322	4	1.35%	-		
Oceania Holdings (Thorncreek)	2,686,112	3	1.86%	-		
Atlantic Ltd Partnership (Thorncreek)	-			\$ 2,922,230	1	1.69%
	<u>4,626,434</u>					
Norwood Square	7,677,740	1	5.32%	-		
Autumn Ridge Limited Partnership	2,889,734	2	2.00%	1,819,639	6	1.06%
Park Forest Coop IV (Area E)	1,594,948	5	1.11%	-		
Ash Street Cooperative	1,556,290	6	1.08%	1,818,951	7	1.05%
Highland Park CVS LLC	1,428,544	7	0.99%	1,610,866	9	0.93%
Metroplex Park Forest (Garden House)	1,364,124	8	0.95%	1,776,628	8	1.03%
Coop Area B	1,324,730	9	0.92%	2,406,595	4	1.40%
Park Forest Coop 3 (Area J)	1,252,769	10	0.87%	2,459,663	3	1.43%
Orchard Park Plaza	1,231,187	11	0.85%	1,578,736	11	0.92%
Cedarwood Cooperative	1,230,402	12	0.85%	2,071,855	5	1.20%
SBC Ameritech	1,120,355	13	0.78%	-		
Park Forest ILF & SLF (Victory Center)	1,119,779	14	0.78%	2,644,280	2	1.53%
Blackhawk Shopping Ctr (Exceptional Dev)	1,068,718	15	0.74%	-		
Star Disposal	955,936	16	0.66%	-		
Miller Consolidated (Bradlynn Prop.)	**			1,592,322	10	0.92%
Castle Ridge Builders (residential)	902,452	17	0.63%	-		
U-Haul International	834,625	18	0.58%	1,549,653	12	0.90%
Total	\$ 32,178,767		22.31%	\$ 24,251,418		14.06%

* 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.

	2011 EAV	2012 EAV
Cook County	\$ 131,026,591	\$ 116,524,917
Will County	34,142,855	27,686,866
	<u>\$ 165,169,446</u>	<u>\$ 144,211,783</u>

** In 2012, Bradlynn Properties EAV dropped to \$701,397 and is not included in the totals above but is presented in the footnotes for comparative purposes.

Source: Cook and Will Counties Clerks' and Assessors' Offices. The 2012 column represents the 2012 EAV. Taxes are paid in the following year. The 2003 column is from the 2004 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, 2013

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
2002	8,039,810	3,059,010	38.05%	3,880,540	6,939,550	86.31%
2003	8,451,811	3,414,397	40.40%	4,678,278	8,092,675	95.75%
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%	-	6,903,387	44.53%

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, 2013 is based on the 2012 tax levy.)

VILLAGE OF PARK FOREST
PROPERTY VALUE AND CONSTRUCTION
LAST TEN CALENDAR YEARS
JUNE 30, 2013

Calendar Year	Commerical Construction Number of Permits	Value	Residential Construction Number of Permits	Value	Property Value		
					Commercial	Residential	Totals
2003	49	1,856,500	543	2,495,098	2,469,145	3,318,480	5,787,625
2004	52	4,914,897	567	3,540,091	6,536,813	4,708,321	11,245,134
2005	65	17,532,936	546	3,304,547	23,318,805	4,395,048	27,713,853
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

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, 2013

	2003	2004	2005	2006	2007
General merchandise	\$ 2,050,589	\$ 2,008,195	\$ -	\$ -	\$ -
Food stores	12,737,952	9,507,524	9,157,872	8,855,438	4,902,719
Drinking & eating places	4,390,620	4,217,481	4,198,384	3,451,527	3,183,020
Apparel	171,005	213,340	340,052	396,285	74,240
Furniture, household & radio	-	16,276	-	-	43,953
Lumber, building & hardware	-	900,344	524,834	885,168	-
Automotive & filling stations	10,110,666	8,869,718	8,899,751	7,656,298	8,426,739
Drugs and miscellaneous retail	11,080,785	11,357,093	11,750,261	13,467,881	14,092,407
Agriculture & all others	1,578,834	1,156,547	1,047,812	1,040,858	1,103,193
Manufacturers	326,044	287,714	412,602	249,391	162,957
Total	<u>\$ 42,446,495</u>	<u>\$ 38,534,232</u>	<u>\$ 36,331,568</u>	<u>\$ 36,002,846</u>	<u>\$ 31,989,228</u>
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%

Source: Illinois Department of Revenue

2008	2009	2010	2011	2012
\$ -	\$ -	\$ -	\$ -	\$ -
2,467,183	3,803,549	4,445,387	4,154,597	4,094,585
3,207,490	2,436,704	2,017,130	2,086,852	2,214,262
74,389	-	52,788	77,795	38,890
-	-	-	14,558	-
-	-	230,413	518,157	557,063
8,233,403	6,829,247	7,426,156	7,930,527	8,757,018
13,411,085	13,350,562	7,599,813	11,361,612	14,034,292
1,272,248	898,055	6,548,257	4,254,478	1,321,417
224,417	182,086	134,630	204,243	115,757
<u>\$ 28,890,215</u>	<u>\$ 27,500,203</u>	<u>\$ 28,454,574</u>	<u>\$ 30,602,819</u>	<u>\$ 31,133,284</u>
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, 2013

Fiscal Year	Governmental Activities					IEPA Loan
	General Obligation Bonds	Installment Contracts	Incentive Agreement	Capital Lease		
2004	13,833	123	210	-	-	
2005	13,605	93	150	29	-	
2006	13,315	63	100	21	4,198	
2007	13,336	33	-	13	15,358	
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	

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, 2004 to June 30, 2013

Business-Type Activities

General Obligation Bonds	Installment Contracts	Total Primary Government	Percentage of Personal Income	Per Capita
1,959	-	16,124	3.20%	687
1,860	321	16,059	3.18%	684
1,749	329	19,776	3.92%	843
1,238	229	30,207	5.99%	1,287
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

VILLAGE OF PARK FOREST
RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(DOLLARS IN THOUSANDS, EXCEPT PER CAPITA)
JUNE 30, 2013

Fiscal Year	General Obligation Bonds	Percentage of Actual Taxable Value of Property	Per Capita
2004	15,792	9.16%	673.08
2005	15,465	9.66%	659.16
2006	15,065	8.21%	642.08
2007	14,574	7.66%	621.19
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

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, 2004 to June 30, 2013 and the Bureau of Census

VILLAGE OF PARK FOREST
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
JUNE 30, 2013

Governmental Unit	6/30/2013 Gross Debt	*Percentage of Debt Applicable to Village	Village's Share of Debt
Direct Debt			
Village of Park Forest	\$ 9,235,000	100.000%	<u>\$ 9,235,000</u>
Overlapping and Underlying Debt			
Cook County	3,706,435,000	0.085%	3,150,470
Will County	0	0.149%	0
Cook County Forest Preserve	131,500,000	0.085%	111,775
Will County Forest Preserve	153,802,604	0.149%	229,166
Rich Township High School District 227	43,730,000	11.147%	4,874,583
Prairie State Community College District 515	11,082,040	4.338%	480,739
School District 162	27,699,996	6.349%	1,758,673
School District 163	18,150,000	94.327%	17,120,351
School District 194	3,355,000	1.443%	48,413
School District 201-U	59,140,860	4.387%	<u>2,594,510</u>
Total Overlapping & Underlying Debt			<u>30,368,680</u>
Total Direct, Overlapping & Underlying Debt			<u>\$ 39,603,680</u>

Data Source: Cook County Clerk; Will County Clerk, Cook County Comptroller's Office. Data presented as of June 30, 2013 using 2012 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, 2013

Year	Population (1)	Personal Income (thousand of dollars)	Per Capita Personal Income (1)	Median Age (1)	School Enrollment (2)	Unemployment Rate (3)
2004	23,462	504,269	21,493	35.6	4,547	7.6%
2005	23,462	504,269	21,493	35.6	4,697	7.7%
2006	23,462	504,269	21,493	35.6	4,818	6.2%
2007	23,462	504,269	21,493	35.6	4,760	6.5%
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%

Sources:

(1) Bureau of Census for 2003 - 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 - 2013 rates are for June 2013, Village of Park Forest, Cook County Part

VILLAGE OF PARK FOREST
PRINCIPAL EMPLOYERS
CURRENT YEAR AND SEVEN YEARS AGO
JUNE 30, 2013

Employer	2013			2006		
	Employees	Rank	Percentage Total Village Employment	Employees	Rank	Percentage Total Village Employment
			3,604			5,132
Ludeman Center	730	1	20.3%	580	1	11.3%
Village of Park Forest**	253	2	7.0%	288	2	5.6%
School District 163	249	3	6.9%	258	3	5.0%
High School District 227 (Rich East)	169	4	4.7%	165	4	3.2%
School District 162 (Indiana & Illinois)	124	5	3.4%	122	5	2.4%
Aunt Martha's	87	6	2.4%	-		
Star Disposal Service	81	7	2.2%	59	7	1.1%
Victory Centre of Park Forest	40	8	1.1%	45	8	0.9%
U-Haul	38	9	1.1%	43	9	0.8%
Imageworks Manufacturing, Inc.	28	10	0.8%	-		
Taco Bell	27	11	0.7%	-		
Walgreens	25	12	0.7%	28	11	0.5%
CVS	24	13	0.7%	37	10	0.7%
Hadady Corporation	11	14	0.3%	-		
Chase Bank	10	15	0.3%	-		
Subway Sandwich	10	15	0.3%	-		
US Bank - Park Forest	8	16	0.2%	15	12	0.3%
First Midwest	8	16	0.2%	-		
Sterk's Super Foods	-			100	6	1.9%
	1,922		53.3%	1,740		33.9%
Continental/Midland*	210			250		
Total	2,132			1,990		

Source: Village Economic Development Department, 2006 Village Audit, U.S. Census Bureau. 2002 through 2005 data is not available.

Note: Total Village Employment data is from the U.S. Census Bureau ZIP Code Business Patterns (NAICS). 2006 data uses the 2004 report, which shows 5,132 employees in Park Forest businesses. 2013 data uses the 2011 report, which shows 3,604 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, 2013

	2004	2005	2006	2007	2008	2009	2010
<u>Function/Program</u>							
General Government							
Manager's office	7.5	7.5	5	5	6	6	6
Finance / IT	10	10	10	10	10	10	10
Police							
Officers	40	39	39	41	41	42	42
Civilians**	17.9	18.1	14.1	13.1	13.1	13.1	13.1
Fire							
Firefighters and officers	23	23	23	24	24	24	24
Civilians	1	1	1	1	1	1	1.4
Public works	20	20	20	20	20	20	20
Water	9.5	9.5	9.8	9.8	9.8	10.3	11
Community Development	9.5	9.4	9.4	9.4	9.4	9.6	8.9
Downtown	3	3	3	3	3	3	3
Economic Development *	N/A	N/A	4.5	4.5	4	4	4
Recreation and Parks	23	22	22	20.6	19.8	20.6	19.6
Health	<u>9.5</u>	<u>9.5</u>	<u>9</u>	<u>8.5</u>	<u>8.5</u>	<u>8.5</u>	<u>8.5</u>
Subtotal	173.9	172	169.8	169.9	169.6	172.1	171.5
Library	<u>27.9</u>	<u>24.09</u>	<u>21.65</u>	<u>24.17</u>	<u>26.15</u>	<u>26.15</u>	<u>30.6</u>
Total	<u>201.80</u>	<u>196.09</u>	<u>191.45</u>	<u>194.07</u>	<u>195.75</u>	<u>198.25</u>	<u>202.10</u>

* prior to Fiscal 2006, Economic development staff were included in Community development (formerly referred to as Building, zoning and economic development) and

** In Fiscal 2006, the Village began to participate in Southcom Combined Dispatch Center.

Source: Finance Department Budget documents

2011	2012	2013
6	6	6
9.5	9.5	9.7
42	41	41
13.1	13.1	12.6
24	25	25
1.4	1.4	1.4
20	20	20
11	10.5	10.5
8.9	8.9	8.9
3	3	3
4	4	4
18.6	18.6	18.6
<u>8.5</u>	<u>8.5</u>	<u>8.5</u>
170	169.5	169.2
<u>30.6</u>	<u>20.32</u>	<u>23.48</u>
<u>200.60</u>	<u>189.82</u>	<u>192.68</u>

VILLAGE OF PARK FOREST
OPERATING INDICATORS BY FUNCTION/PROGRAMS
LAST TEN CALENDAR YEARS
JUNE 30, 2013

<u>Function/Program</u>	2003	2004	2005	2006	2007
Police					
Southcom - calls for service	n/a	n/a	23,552	19,674	20,191
Index crimes	835	756	850	708	807
Physical arrests	2,010	2,046	2,710	2,665	2,717
Parking violations	4,574	4,963	5,358	5,181	4,979
Traffic violations	2,718	2,988	3,080	3,768	3,138
Fire					
Southcom - emergency responses	2,748	2,698	2,770	2,965	3,268
Fires extinguished	58	68	47	41	68
Inspections	209	307	195	187	491
Refuse Collection					
Refuse collected (tons per day)	18.2	18.8	17.7	21.1	21.9
Recyclables collected (tons per day)	5.9	5.2	4.7	4.7	4.1
Other Public Works					
Street resurfacing (square yards)***	-	-	5,075	-	-
Streets patched (square yards)	2,144	5,352	953	230	33,370
Sidewalks removed & replaced (sq ft)	11,724	28,198	13,174	10,015	15,773
Snow and ice control (tons of salt)	1,715	1,545	980	882	1,826
Finance					
Payroll checks processed	8,554	8,743	8,731	8,679	8,743
Accounts Payable checks processed	8,774	8,199	7,909	7,920	8,009
Accounts Receivable invoices processed	1,242	1,044	1,035	701	824
Water bills issued	55,176	55,162	55,047	55,118	54,796
Late notices issued	18,234	18,749	19,242	20,090	20,683
Shut off notices issued	9,540	11,695	11,329	11,098	13,183
Utility Billing E-payments	n/a	n/a	n/a	n/a	538
Vehicle sticker sales					
Passenger	12,852	12,776	12,922	12,359	12,401
Truck	1,075	595	810	874	753
RV	37	83	33	25	32
Motorcycle	213	236	223	250	248
Recreation and Parks					
Trees Pruned	359	361	795	894	925
Park and athletic field permits issued*	-----		224	188	235
Facilities					
Freedom Hall					
Number of performances	18	19	19	22	20
Number of patrons	4,339	4,297	4,724	4,673	4,619
Tennis and Health Club members	373	376	550	520	483
Aqua Center passes sold**	899	2,726	2,411	2,336	1,975
Municipal Golf Center rounds sold	21,000	19,100	17,087	-	-
Recreation class participants					
Number of programs offered*	-----		250	283	372
Number participants registered*	-----		2,198	1,966	2,102
Community Development					
Building permits issued	592	619	611	707	611
Overall inspection totals	13,942	12,621	13,055	14,222	13,330

2008	2009	2010	2011	2012
19,413	16,440	16,236	16,504	18,052
727	573	585	642	832
2,694	2,329	1,891	1,811	1,631
5,131	4,414	3,210	3,415	3,161
3,287	3,089	2,298	3,258	2,691
3,265	3,023	3,037	2,871	3,069
61	87	93	88	81
576	643	514	432	519
20.4	19.2	18.8	17.9	17.1
4.1	3.9	3.8	3.3	3.1
-	-	13,500	14,309	-
814	-	4,569	3,537	996
14,351	9,350	2,653	18,077	27,309
2,252	2,500	2,277	2,274	1,689
8,644	8,163	7,832	7,832	8,152
7,889	7,718	7,599	7,970	7,707
668	630	830	796	735
54,354	54,113	52,857	53,015	52,843
21,117	21,201	20,317	19,666	19,058
13,674	13,870	12,677	12,744	12,347
3,614	4,782	5,616	6,845	7,838
11,277	11,938	11,760	10,986	10,372
722	526	811	733	651
32	197	34	34	19
257	281	260	254	230
900	440	74	12	15
194	183	170	160	173
19	15	17	15	16
4,119	3,089	3,088	2,731	2,997
457	393	395	397	329
1,837	1,491	1,891	2,018	2,614
-	-	-	-	-
367	317	325	291	319
1,803	2,051	2,405	2,104	2,722
649	675	779	618	663
13,909	12,498	11,954	8,957	9,255

VILLAGE OF PARK FOREST
OPERATING INDICATORS BY FUNCTION/PROGRAMS
LAST TEN CALENDAR YEARS
JUNE 30, 2013

<u>Function/Program</u>	2003	2004	2005	2006	2007
Economic Development					
Business License renewal applications*					285
Health					
Home health visits	3,083	2,597	1,660	2,362	2,615
Immunizations	1,663	684	1,756	1,445	1,430
Library					
Volumes in collection	179,025	174,594	170,035	162,282	158,456
Total volumes borrowed	143,088	140,657	146,608	146,188	189,980
Total annual attendance	111,721	125,894	136,220	138,784	143,724
Total resident library cards still active	10,345	10,080	10,029	10,642	11,910
Water					
New connections	4	12	11	47	24
Number of service connections	9,010	9,012	9,019	9,066	9,080
Water main breaks	97	72	123	69	70
Average daily consumption (thousands of gallons)	1,607	1,514	1,369	1,863	1,851
Peak daily consumption (thousands of gallons)	2,851	4,232	2,793	2,557	2,321
Sewer					
Sanitary sewer replaced (linear feet)	114	1,157	111	-	285
Sanitary sewer televised (linear feet)	14,576	17,595	13,772	-	18,497
Sanitary sewer cleaned (linear feet)	264,000	211,200	269,280	132,000	142,560
Sanitary sewer lined (linear feet)	7,484	-	9,296	-	4,455
Municipal Parking Lots					
Commuter customers	224,805	215,081	215,488	231,118	212,211
Transit					
Passengers - Jolly Trolley	25,038	21,872	18,202	22,609	21,053
Taxi Tickets Sold	2,673	1,940	1,586	1,929	2,316

Source: Various village departments

* Information is unavailable for years designated with a dash (-----)

** Beginning with the 2005 season, only Individual Passes were sold rather than family passes. Comparative data is not available for seasons before 2004.

***Orchard Drive will be reflected in calendar year 2013

2008	2009	2010	2011	2012
345	341	334	336	314
1,887	1,847	2,764	2,260	1,543
1,166	1,126	778	1,389	953
134,427	136,122	126,358	126,358	122,550
201,851	222,151	183,689	191,968	202,693
151,426	154,185	114,794	135,987	137,795
13,332	13,853	13,180	13,033	11,814
1	-	2	-	2
9,016	9,177	9,227	9,008	9,203
154	82	111	167	201
1,604	1,391	1,478	1,387	1,232
2,345	2,086	1,801	2,499	2,173
245	-	678	130	-
12,756	16,504	1,306	10,614	2,251
31,680	63,360	134,141	41,337	35,416
280	-	70	10,614	2,251
196,010	168,041	140,029	135,374	107,949
20,003	19,116	19,872	18,731	19,031
2,300	2,336	1,888	1,888	2,141

VILLAGE OF PARK FOREST
CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS
JUNE 30, 2013

	2004	2005	2006	2007	2008
<u>Function/Program</u>					
Police					
Station	1	1	1	1	1
Patrol Units	17	17	17	17	17
Fire Stations	1	1	1	1	1
Other Public Works					
Streets (miles)	64.9	64.9	64.9	64.9	64.9
Streetlights	1,255	1,255	1,255	1,262	1,262
Traffic Signals (Intersections)	5	5	5	5	5
Recreation and Parks					
Acreage	478.78	478.78	478.78	478.78	478.78
Playgrounds	13	13	13	13	13
Baseball/softball diamonds	14	14	14	14	14
Soccer/football fields	4	4	4	4	4
Basketball	4	4	4	4	4
Tennis	15	15	15	15	15
Skating Parks	-	1	2	3	3
Picnic Pavilions	4	4	4	4	4
Facilities *	5	5	5	4	4
Water					
Water mains (miles)	72.25	72.25	72.25	72.25	72.25
Fire hydrants	750	750	750	780	780
Storage capacity (millions of gallons)	4.5	4.5	4.5	4.5	5.0
Wastewater					
Sanitary sewer (miles)	68.20	68.20	68.20	68.20	68.20
Storm sewers (miles)	42.20	42.20	42.20	42.20	42.20

* Recreation and Parks Facilities include Village Hall, Freedom Hall, Aqua Center, and the Tennis & Health Club.

Source: Various village departments

2009	2010	2011	2012	2013
1	1	1	1	1
18	18	18	18	18
1	1	1	1	1
64.9	64.9	64.9	64.9	64.9
1,270	1,273	1,273	1,273	1,279
5	5	5	5	5
478.78	478.78	478.78	478.78	478.78
13	11	11	11	11
14	14	14	14	14
4	4	4	4	4
4	5	5	5	5
15	15	15	15	15
3	3	3	3	3
4	4	4	4	4
4	5	5	5	5
72.25	72.25	72.25	72.25	72.25
780	780	789	789	789
5.0	5.0	5.0	5.0	5.0
68.20	68.20	68.20	68.20	68.20
42.20	42.20	42.20	42.20	42.20

VILLAGE OF PARK FOREST
WATER SOLD BY TYPE OF CUSTOMER
LAST TEN FISCAL YEARS
(IN THOUSANDS OF GALLONS)
JUNE 30, 2013

	2004	2005	2006	2007	2008
Type of Customer					
Residential	450,209.9	443,574.1	448,615.2	423,880.6	416,824.3
Commercial	<u>93,129.8</u>	<u>98,962.8</u>	<u>78,583.1</u>	<u>105,308.7</u>	<u>89,645.1</u>
Total	<u>543,339.7</u>	<u>542,537.0</u>	<u>527,198.2</u>	<u>529,189.3</u>	<u>506,469.4</u>
Water rate per 1,000 gallons	\$5.65	\$5.65	\$7.00	\$8.00	\$8.00
Sewer rate per 1,000 gallons	\$0.77	\$0.77	\$0.77	\$1.85	\$2.10

Source: Village of Park Forest Water Department Pumpage Report

2009	2010	2011	2012	2013
403,500.7	378,392.6	361,794.0	339,396.4	341,206.3
<u>83,231.1</u>	<u>76,953.5</u>	<u>83,658.2</u>	<u>97,071.4</u>	<u>111,472.4</u>
<u>486,731.9</u>	<u>455,346.0</u>	<u>445,452.1</u>	<u>436,467.8</u>	<u>452,678.7</u>
\$8.32	\$8.65	\$9.00	\$9.36	\$9.73
\$2.35	\$2.60	\$2.86	\$2.86	\$2.86

THIS PAGE IS INTENTIONALLY LEFT BLANK