

Village of Franklin Park, Illinois  
Comprehensive Annual Financial Report  
For the Year Ended April 30, 2015



# **Village of Franklin Park, Illinois**

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**Comprehensive Annual Financial Report  
with Supplemental Information  
For the Fiscal Year Ended April 30, 2015**

# Village of Franklin Park, Illinois

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# Village of Franklin Park, Illinois

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## **Introductory Section**

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**PRINCIPAL OFFICIALS**

**VILLAGE OF FRANKLIN PARK, ILLINOIS**

**Fiscal Year Ended April 30, 2015**

BOARD OF TRUSTEES

<u>Name</u>	<u>Position</u>	<u>Term Ends</u>
Barrett F. Pedersen	President	2017
Tommy Thomson	Clerk	2017
Karen Special	Trustee	2017
John Johnson	Trustee	2017
Cheryl McLean	Trustee	2015
Randy Petersen	Trustee	2015
Andy Ybarra	Trustee	2017
Bill Ruhl	Trustee	2015

VILLAGE DEPARTMENT HEADS

Lisa Anthony	Health Department
John Schneider	Community and Economic Development Department
Carmen Cupello	Building Department
Ron Heller	Administration and Finance Department
Steve Iovinelli	Fire Chief
Joe Lauro	Public Works Department
Vernel Miller	Information Technology
Michael Witz	Chief of Police

OFFICIAL ISSUING REPORT

Ron Heller	Comptroller
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DIVISION ISSUING REPORT

Administration and Finance Department



October 27, 2015

To the Mayor, Village Board and Citizens of Franklin Park:

This is the Village's fifth CAFR and, like its predecessors, is being submitted to the GFOA for consideration under its prestigious *Certificate of Achievement for Excellence in Financial Reporting* program. We were both pleased and gratified to have earned this award with our first four CAFR's. Simply put, it means that we have achieved ".....the highest standards in government accounting and financial reporting" over the past four fiscal years.

It should be noted that this CAFR consists of management's representations concerning the Village's finances, and that management assumes full responsibility for its completeness, accuracy and reliability.

To assure a reasonable basis for making these representations, the Village has established an internal control framework that is designed to both protect Village assets from theft, loss and/or misuse, and to retain sufficiently reliable information to allow for the preparation of its financial statements in accordance with *Generally Accepted Accounting Principles* ("GAAP").

With respect to these internal controls and the retention of information, the Village's goal is to provide reasonable, rather than absolute assurances that the financial statements are free of misstatements. This is based on the principle that the cost of internal controls should not exceed their intended benefits.

Plante & Moran PLLC, independent certified public accountants, has issued an unmodified opinion on the Village's financial statements for the fiscal year ended April 30, 2015. Their opinion is presented at the beginning of this report's financial section.

Management's Discussion and Analysis ("MD&A") immediately follows the auditor's opinion and provides a narrative overview and analysis of the basic financial statements and complements this letter of transmittal. Thus this letter of transmittal and MD&A should be read and considered together.

#### VILLAGE GOVERNMENT PROFILE

##### General Description

The Village of Franklin Park, incorporated in 1892, is located in western Cook County, approximately 15 miles northwest of Chicago's Loop. The village is bordered on the north by the Village of Schiller Park, and Chicago - O'Hare International Airport; on the east by the Village of River Grove and several Cook County Forest Preserve facilities; on the south by the Village of Melrose Park, the City of Northlake and portions of unincorporated Leyden Township; and to the west by the Village of Bensenville.



### Form of Government

The Village operates under a Mayor/Village Board form of government in which the Village President, or Mayor, presides over a six-member Board of Trustees. The Mayor and Board of Trustees determine the compensation of all the Village officers and employees, levy taxes, license businesses, appropriate funds, borrow money, and otherwise make all decisions relating to the finances and general affairs of the Village.

The Mayor is also the Chief Executive Officer of the Village and possesses the power to appoint officers, and to veto ordinances, resolutions and any expenditure. The Village Clerk is the administrative official responsible for daily operations in the Village Hall. The Mayor, Village Clerk and Trustees are elected at large to four-year terms.

### Village Services

The Village provides the following services: public safety (consisting of police, fire and emergency medical transportation), highways and streets, sanitation, health and social services, public improvement, planning and zoning, and general administrative services. Police protection is provided by the Village's police department. Paramedic and fire protection is provided by the Village's fire department. The Village currently employs approximately 150 full-time employees.

The Village owns and operates its water distribution and sanitary sewer collection system. Lake Michigan water is purchased from Chicago, while sanitary sewerage disposal service is provided by the Metropolitan Water Reclamation District of Greater Chicago. School facilities are provided by School District Nos. 81, 83, 84, 84½ and Community High School District No. 212. The Village is also served by Triton Community College District No. 504.

### Budgeting

The annual appropriation ordinance is the legal document under which Village resources are generated and expended. This document is based on an annual budget, which is developed at the department level, reviewed by administration and then becomes the subject of public hearings by the full Board and/or its Finance Committee. Once the budget has been developed, the appropriation ordinance is derived from it and voted upon by the Board in open session. It is the budget, however, that Village administration uses as its principal management tool and standard by which to measure financial performance.

## ECONOMIC AND FINANCIAL NEXUS

### Economic Base

Because of its proximity to Chicago – O'Hare International Airport and the presence of one of the nation's largest rail freight yards, the Village has long been an important industrial center. The Illinois Manufacturers Association ranks it the sixth largest manufacturing center in Illinois. Indeed, over the past ten years, industrial property has accounted for an average 57.7% of the Village's Equalized Assessed Value ("EAV"): When combined with commercial and railroad property, the three classes have averaged 68.5% of the Village's EAV over the same period. Of some note, the Village is the only place on the planet where Baby Ruth and Butterfinger candy bars are manufactured.

### Economic Condition

Though subject to the same economic forces as any other municipality, the Village's proximity to O'Hare and the aforementioned freight yard, two powerful economic engines, has acted to dampen the effects of cyclicity. As a result, the Village has suffered less financial stress than other, otherwise comparable municipalities in economic downturns.

Though traditionally viewed as a blue collar community, the Village has recently begun transitioning to a community more recognized for its proximity and (with three Metra stations) access to downtown Chicago, as well as its increasingly vibrant downtown. Not surprisingly, the number of white collar households is on the rise as the community continues to evolve.

That said, I am pleased to note several signs of continuing improvement. Specifically, the unemployment rate, which peaked at 13.8% in CY10, has since receded to 7.3%. At the same time, sales tax revenue, which, in FY14, hit its lowest point in the previous ten years, rebounded nicely in FY15, growing by 24.3%. Additionally, the Village's one percent non-home rule sales tax (all proceeds of which are dedicated to road repair), had produced \$1.2 million since its inception in mid-FY15. Finally, the Village's tax base, which had contracted by 38.6% from its CY08 peak, seems to have stabilized, as CY14's EAV showed an *increase* of 1.5%.

#### Village Finances

Despite the recent economy, its effect on our residents and its constraints on economically sensitive revenues such as sales and income taxes, in FY15 the Village's general fund balance grew by \$208 thousand, and remains strong and stable at 23.0% of general fund expenditures.

Despite these positive signs, we still face significant challenges.

Infrastructure replacement and renewal, a nationally significant issue, continues to require a strong commitment, and will remain a challenge for the foreseeable future. Fortunately, Village management has shown its commitment by providing both plans and dedicated funding sources.

First, the FY 14 and 15 implementation of water and sewer rates is projected to provide sufficient cash flow to sustain a capital replacement program of between four and six million dollars annually over the next ten years in FY15.

Second, the FY15 referendum-approved one percent non-home rule sales tax is expected to generate approximately \$1.5 million annually and is fully dedicated to pay-as-you-go road renewal and replacement.

Having made a very good beginning at these infrastructure issues, pension funding remains a challenge, consuming an ever-increasing share of Village resources. As it is clear that no outside parties are likely to intervene in this growing problem, the Village is considering various ways to manage it, and expects to make a significant beginning at this during the coming year.

In the end, the Village's financial position has improved dramatically over the past five years, as evidenced not only by its capacity to address its infrastructure needs, but also by its ample reserves, financial flexibility and stability.

While this improvement is really its own reward, its acknowledgement by nationally recognized institutions is gratifying as well. First, Standard & Poor's awarded the Village's general obligation its first ever investment grade rating ("BBB") in 2011 and then upgraded its GO rating two categories in November 2012 (to "A-") and then to "A+" in August 2014, where it remains today.

Second, the GFOA awarded our 2011 CAFR, the Village's first, the Certificate of Excellence in Financial Reporting. Our three subsequent CAFR's have been similarly commended.

In sum, the Village has been fortunate to have ridden out the recent recession without an inordinate amount of pain and sacrifice. To this we owe a solid core of active and involved residents, a workforce of well qualified employees fully dedicated to their jobs, a mayor and Village board

with a vision and a willingness to take the necessary risks and measures to advance the Village's long- and short-term interests.

## THE FUTURE

Overall, it is expected that the Village's financial health will continue to improve over the next several years as the economic headwinds mentioned earlier continue to abate. Though it is not clear when the economy will *fully* recover, Village management anticipates that the economy will grow slowly for the foreseeable future.

Though overall revenue projections appear less constrained than in recent years, the Village appears to be at the forefront, at least with respect to its local peers, in rationally addressing its infrastructure needs. Indeed, infrastructure renewal is and will be the major focus of Village management for some time to come.

In sum, those responsible for the Village's direction believe the new paradigm for municipal government lies somewhere between doing *more* with less and doing *less* with less. Accordingly, Village administration and the Board of Trustees are focused not only on cost saving measures, but also on the proper and appropriate role of Village government with an eye toward distilling services down to an optimal array.

## ACKNOWLEDGEMENTS

The preparation of this report, indeed, the substantive results achieved in FY15 would not have been possible without the dedication, cooperation and assistance provided by all Village personnel.

Deserving of special note, particularly in the preparation of this document are Deputy Comptroller Cynthia Perez, Health and Human Resources Director Lisa Anthony, Fire Chief Steve Iovinelli, Police Chief Michael Witz, Utilities Commissioner Joseph Lauro, Community Development Director John Schneider, Village Clerk Tommy Thomson and IT Manager Tom Dailly. Additionally, consultant Rob Romo and financial intern Diana Martinez were invaluable in this process.

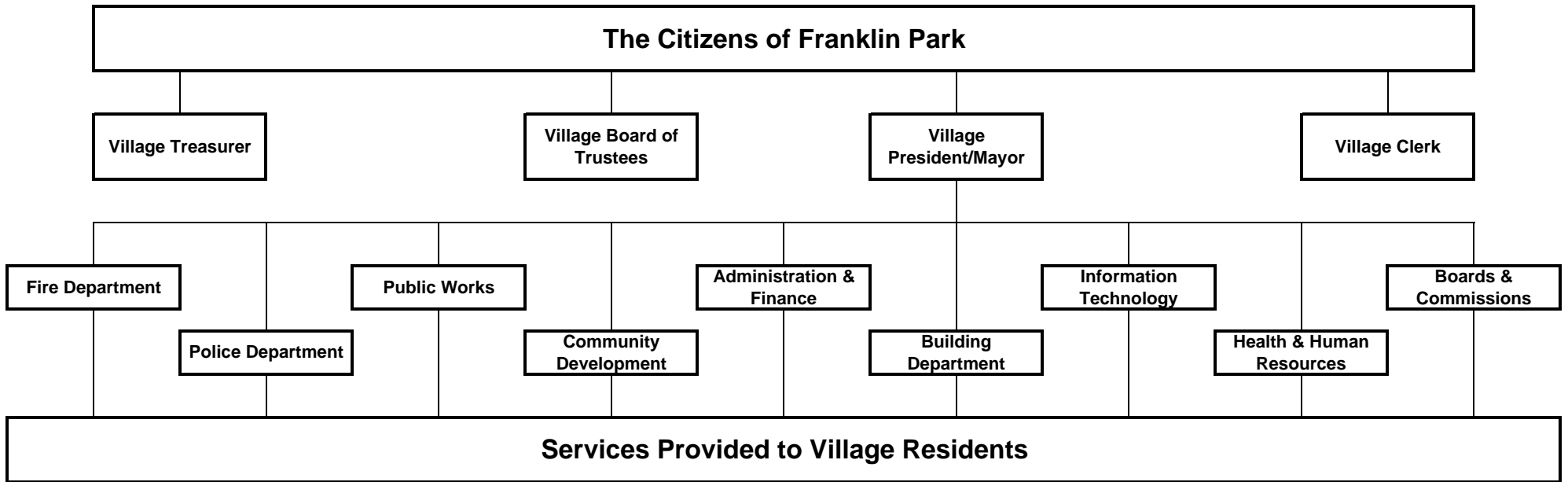
Finally, the financial results achieved this past year would not have been possible without the leadership of Village President Barrett Pedersen and the Village Trustees who collectively have chosen a direction that has allowed these achievements.

Respectfully submitted



Ronald I. Heller  
Village Comptroller

Village of Franklin Park, Illinois  
Organizational Chart





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Village of Franklin Park  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**April 30, 2014**

Executive Director/CEO

## **Financial Section**

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## Independent Auditor's Report

To the Honorable President and  
Members of the Board of Trustees  
Village of Franklin Park, Illinois

### **Report on the Financial Statements**

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

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

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

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Police Pension Fund or the Firefighters' Pension Fund, which represent all of the financial balances and activity of the Pension Trust Funds. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Trust Funds, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

### ***Opinions***

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Franklin Park, Illinois as of April 30, 2015 and the respective changes in its financial position, and, where applicable, cash flows, for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

To the Honorable President and  
Members of the Board of Trustees  
Village of Franklin Park, Illinois

### **Emphasis of Matter**

As discussed in Note 15 to the basic financial statements, the basic financial statements have been restated as of May 1, 2014 to correct a misstatement. Our opinion is not modified with respect to this matter.

### **Other Matters**

#### ***Required Supplemental Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of funding progress and employer contributions, and the major fund budgetary comparison schedules, as identified on 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, which 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 supplemental 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.

### **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Franklin Park, Illinois's basic financial statements. The other supplemental information, introductory section, and statistical section schedules, as identified in the table of contents, are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The other supplemental 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplemental information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section and statistical section schedules have 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 them.

*Plante & Moran, PLLC*

October 27, 2015



VILLAGE OF FRANKLIN PARK, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015

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As management of the Village of Franklin Park (the "Village"), we are pleased to provide readers of the Village's financial statements this Management's Discussion and Analysis ("MD&A"), a narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2015. As the MD&A is designed to focus on that year's activities, resulting changes and currently known facts, it should be read in conjunction with the Village's financial statements. Comparative analysis with respect to the prior fiscal year is provided so that the reader may better discern the Village's financial dynamics.

**FINANCIAL HIGHLIGHTS**

Among the more noteworthy changes to emerge from the FY15 audit are the following:

At the entity-wide level of analysis:

- Assets employed in governmental activities declined \$2.3 million (after considering the prior period adjustment described in Note 15), while liabilities plus deferred inflows of resources increased \$2.3 million, resulting in a decrease in net position of \$4.5 million.
- Revenues supporting governmental activities increased by \$175 thousand from FY14 while expenditures grew by \$1.6 million.
- Assets employed in business-type activities decreased \$1.6 million (after considering the prior period adjustment described in Note 15) as liabilities declined \$2.0 million. As a result, business-type net position grew by \$0.3 million.
- Business-type activity revenues increased \$2.2 million from FY14 while expenditures increased \$2.2 million.
- Total Village assets decreased \$3.9 million, and total liabilities plus deferred inflows of resources increased \$0.3 million. As a result, total net position declined \$4.2 million.
- Total Village revenue increased \$2.4 million and total expenditures increased \$3.8 million.

These results are discussed further below. Meanwhile, at the fund level:

- General fund assets increased \$737 thousand while liabilities plus deferred outflows of resources increased by \$526 thousand, resulting in a \$208 thousand increase in fund balance.
- Governmental funds' assets decreased by \$2.2 million (partially offset by the \$1.6 million prior period adjustment described in Note 15) while liabilities and deferred outflows of resources declined by \$6 thousand. Accordingly, governmental fund balances declined \$638 thousand.
- General fund revenues increased by just under \$1.1 million from FY14 levels, and expenditures grew by about \$1.8 million, resulting in a \$208 thousand fund balance increase.
- Total governmental fund revenues increased \$150 thousand, while expenditures declined by \$1.4 million. There was a net negative swing of \$6.2 million in other sources and uses (partially offset by the \$1.6 million prior period adjustment described in Note 15). Fund balance declined \$638 thousand.

VILLAGE OF FRANKLIN PARK, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015

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- Proprietary fund assets grew by \$1.3 million (partially offset by the \$1.6 million prior period adjustment described in Note 15) while liabilities and deferred outflows of resources declined by \$630 thousand. Net position increased \$307 thousand.
- Proprietary fund operating revenues increased \$2.5 million while operating expenses grew by \$2.3 million, resulting in an operating loss of \$594 thousand, improved from FY14's loss by \$329 thousand. After giving effect to a net \$896 thousand in non-operating expenses as well as a transfer in of \$1.8 million, net position increased by \$307 thousand.

These results are also described in more detail further below.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

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

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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

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

Governmental activities reflect the Village's basic services, including administration, public safety and highways and streets. Property taxes, shared state taxes and local utility taxes finance the majority of these services. Business-type activities reflect private sector-type operations, where the fee for service typically covers all or most of the cost of operations.

**FUND FINANCIAL STATEMENTS**

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year.

VILLAGE OF FRANKLIN PARK, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015

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Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains 20 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 Corporate fund and the Corporate Bond and Interest Fund. Information from the Village's 19 other governmental funds is combined into a single column presentation. Individual fund information for these non-major governmental funds is provided elsewhere in the report.

The Village maintains three types of proprietary, or enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sanitary sewer, garbage collection and commuter parking operations. Proprietary funds provide the same type of information as the government-wide financial statements. The proprietary fund financial statements provide separate information for the water and sanitary sewer, garbage collection and commuter parking funds. The Village also maintains an internal service fund, which is considered a proprietary fund.

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

NOTES TO THE FINANCIAL STATEMENTS

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

OTHER INFORMATION

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

VILLAGE OF FRANKLIN PARK, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

STATEMENT OF NET POSITION

The following table presents the condensed *Statement of Net Position* (in millions of dollars) at April 30, 2015, with comparisons to April 30, 2014:

	Governmental Activities		Business-Type Activities		Total Primary Government	
	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>
<u>Assets:</u>						
Current Assets (includes Prior Period Adjustment – Note 15)	\$15.4	\$15.6	\$2.0	\$0.8	\$17.4	\$16.4
Non-Current, Non-Capital Assets	1.4	1.0	8.2	5.5	9.6	6.5
<u>Capital Assets</u>	<u>56.5</u>	<u>54.4</u>	<u>37.2</u>	<u>39.5</u>	<u>93.7</u>	<u>93.9</u>
Total Assets	73.3	71.0	47.4	45.8	120.7	116.8
<u>Liabilities:</u>						
Current Liabilities	3.4	3.6	3.7	3.4	7.1	7.0
Non-Current Liabilities	56.4	57.6	26.4	24.1	82.8	81.7
<u>Deferred Inflows</u>	<u>6.6</u>	<u>7.5</u>	<u>0.1</u>	<u>0.7</u>	<u>6.7</u>	<u>8.2</u>
Total Liabilities and Deferred Inflows	66.4	68.7	30.2	28.2	96.6	96.9
<u>Net Position:</u>						
Invested in Capital Assets, Net Restricted	14.9	13.4	20.2	21.5	35.1	34.9
Unrestricted (includes Prior Period Adjustment – Note 15)	<u>(17.3)</u>	<u>(19.0)</u>	<u>(3.0)</u>	<u>(4.0)</u>	<u>(20.3)</u>	<u>(23.0)</u>
Total Net Position	<u>\$6.9</u>	<u>\$2.4</u>	<u>\$17.2</u>	<u>\$17.5</u>	<u>\$24.1</u>	<u>\$19.9</u>

Total Village assets fell by just under \$4.0 million, or 3.3%. Total Village liabilities plus deferred net inflows remained relatively flat. Accordingly, total net position declined by \$4.2 million, or 17.4%.

Assets employed in governmental activities fell by \$2.3 million (3.1%), composed of a \$0.2 million increase in current assets and a \$2.5 million decrease in non-current assets.

The \$0.2 million increase in current governmental assets was primarily due an increase of \$361 thousand in property tax receivables and \$445 thousand in increased other net tax receivables partially offset by a \$182 thousand decline in internal balances

- Net property tax receivables increased due to timing differences in collections.
- Other net tax receivables increased due to higher sales tax revenues.

Non-current assets declined by \$2.5 million (4.3%) due entirely to depreciation expense exceeding capital asset additions.

Liabilities employed in governmental activities grew \$2.3 million (3.5%) as current liabilities grew by \$199 thousand (5.8%) and non-current liabilities plus deferred inflows grew \$2.1 million, or 3.3%.

The increase in current liabilities was driven by a \$146 thousand (7.8%) increase in payables as well as a \$125 thousand (235.8%) increase in amounts due to pensions, the latter due to personal property replacement taxes issued after year end. This was offset by a decrease in accrued salaries and wages of \$77 thousand (12.3%).

VILLAGE OF FRANKLIN PARK, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015

The increase in noncurrent liabilities was driven by a \$1.8 million (16.0%) increase in net OPEB obligation, \$301 thousand increase in net pension liability, \$863 thousand (13.1%) increase in deferred inflows attributable to deferred refunding charges, \$277 in compensated absences and \$190 in the current portion of bonds payable. This was partially offset by a \$1.3 million decrease in long-term debt.

STATEMENT OF ACTIVITIES

The following table presents the condensed *Statement of Activities* (in millions of dollars) at April 30, 2015, with comparisons to April 30, 2014.

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>
<u>Revenues</u>						
Program Revenues:						
Charges for Services						
General Government	\$1.2	\$1.2	\$0.0	\$0.0	\$1.2	\$1.2
Public Safety	1.6	1.6	0.0	0.0	1.6	1.6
Community Development	0.0	0.0	0.0	0.0	0.0	0.0
Building Department	1.8	1.0	0.0	0.0	1.8	1.0
Water & Sewer	0.0	0.0	8.5	11.1	8.5	11.1
Garbage	0.0	0.0	1.1	1.1	1.1	1.1
Commuter Parking Lot	0.0	0.0	0.1	0.1	0.1	0.1
Operating Grants/Contributions	0.2	0.3	0.0	0.0	0.2	0.3
Capital Grants/Contributions	0.8	0.4	0.3	0.0	1.1	0.4
General Revenues:						
Property Taxes	16.5	15.8	0.2	0.1	16.7	15.9
Unrestricted Intergovernmental Revenue <sup>1</sup>	3.6	5.4	0.0	0.0	3.6	5.4
Public Service and State- Shared Taxes <sup>2</sup>	4.8	4.6	0.0	0.0	4.8	4.6
<u>Other</u>	<u>0.7</u>	<u>1.1</u>	<u>0.0</u>	<u>0.0</u>	<u>0.7</u>	<u>1.1</u>
Total Revenues	31.2	31.4	10.2	12.4	41.4	43.8
<u>Expenses</u>						
General Government	6.9	7.4	0.0	0.0	6.9	7.4
Public Safety	16.1	16.6	0.0	0.0	16.1	16.6
Highways and Streets	5.4	6.0	0.0	0.0	5.4	6.0
Public Health	0.4	0.3	0.0	0.0	0.4	0.3
Community Development	1.1	1.0	0.0	0.0	1.1	1.0
Building Department	0.7	0.6	0.0	0.0	0.7	0.6
Interest on Long-term Debt	1.9	2.2	0.0	0.0	1.9	2.2
Water & Sewer	0.0	0.0	10.1	12.0	10.1	12.0
Garbage	0.0	0.0	1.5	1.8	1.5	1.8
<u>Commuter Parking Lot</u>	<u>0.0</u>	<u>0.0</u>	<u>0.1</u>	<u>0.1</u>	<u>0.1</u>	<u>0.1</u>
Total Expenses	32.5	34.1	11.7	13.9	44.2	48.0
Transfers	0.0	(1.8)	0.0	1.8	0.0	0.0
Prior Period Adjustment (Note 15)	<u>(1.6)</u>	<u>0.0</u>	<u>1.6</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Change in Net Position	<u>(\$2.9)</u>	<u>(\$4.5)</u>	<u>\$0.1</u>	<u>\$0.3</u>	<u>(\$2.8)</u>	<u>(\$4.2)</u>
Ending Net Position	<u>\$6.8</u>	<u>\$2.3</u>	<u>\$17.3</u>	<u>\$17.6</u>	<u>\$24.1</u>	<u>\$19.9</u>
<u>Governmental Activities</u>						

<sup>1</sup> Consists of sales and income taxes, both of which are collected and disbursed by the State. Although the Village has some insight into the underlying dynamics of the sales tax, it has none into the workings of the income tax.

<sup>2</sup> Consists of utility and other taxes

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Governmental activity revenues increased from FY14 levels by \$175 thousand, or 0.6%, on the basis of three revenue sources showing gains:

- Sales taxes grew by \$1.5 million. There were two reasons for this increase. First, the state-imposed one percent sales tax grew \$432 thousand (24.3%) on the strength of renewed retail activity at a previously closed K-Mart; this was augmented by the midyear imposition of an additional one percent non-home rule sales tax, which generated \$1.2 million in incremental revenue.
- Income tax revenue also grew, by \$133 thousand (7.6%), as economic conditions within the State continued to improve.
- Operating grants and contributions improved by \$95 thousand on the basis of both new and renewed Homeland Security and Justice Department funding.

These gains were largely offset by declines in several other areas:

- Charges for services declined \$826 thousand (18.1%) principally due to a \$784 thousand (44.6%) fall in building permit revenue. This was the result of a hiatus in the Digital Realty facility, a major development project currently underway in the Village. The project is expected to generate upwards of four million dollars in permits and fees over the next few years, and about \$600 thousand annually in additional electric utility taxes when fully online.
- Property tax revenues declined (by \$759 thousand, or 4.6%), largely due to the timing of real estate payments and subsequent disbursements.
- Capital grants also declined, by \$446 thousand (52.6%), as several large, one-time capital grants were not forthcoming in FY15.

Finally, while other tax revenues *appeared* to decline by \$170 thousand (3.5%), \$363 thousand was due to a revised treatment of personal property replacement taxes.<sup>3</sup> Absent this new treatment, other tax revenues actually *increased* by \$193 thousand, or 4.9%, led by utility taxes, which grew by \$113 thousand (5.1%), motor vehicle leasing (\$55 thousand, 188.2%) and state local use taxes (\$48 thousand, 15.0%).

Governmental activity expenditures grew by \$1.6 million (4.9%), led by streets and highways, general government, public safety and interest payments.

- General government expenditures increased \$465 thousand (6.7%) due largely to a \$524 thousand (35.2%) increase in health insurance and related expenses as the Village's self-insurance program drew down approximately \$300 thousand of its reserves to fund higher than expected healthcare expenses.

Additionally, legal costs increased by \$146 thousand (31.8%) due to a variety of matters that presented during FY15, including interest arbitration with two of the Village's collective bargaining units.

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<sup>3</sup>The Village no longer treats the gross amount of the PPRT as revenue, and that portion of the PPRT required to be contributed to police and fire union pensions as an expense. With FY15, only the *Village's* portion of PPRT will be treated as revenue, with the pension contribution portion treated as a due to pension liability, until cash is disbursed to the pensions.

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The replacement of two roofs on Village Hall drove costs up by approximately \$122 thousand, replacement of the Village's email server added \$81 thousand, and telephone service charges increased general government expenditures by an additional \$92 thousand as replacing the system engendered several months of running two systems in parallel.

Two important expenditure categories declined as well, including liability insurance, which was down \$320 thousand, or 43.1%, as approximately \$200 thousand was allocated to proprietary funds for the first time. Workers' comp expenditures declined as well, by \$91 thousand (9.0%).

- Street and highway expenditures grew by \$549 thousand (10.1%) on increased costs for road salt (\$134 thousand, 30.3%), tree removal (\$267 thousand), maintenance of right of way (\$111 thousand, 26.8%) and engineering expense (\$160 thousand, 41.9%). These increases were offset, in part, by the completion of a multi-year road project during FY15.
- Public safety expenditures increased by \$507 thousand (3.2%), primarily due to several expenditure category increases, explained more fully under the fund statement analyses as well as pension and retiree healthcare liability increases.

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

GOVERNMENTAL FUNDS

The following table presents the condensed *Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance* (in millions of dollars) at April 30, 2015, with comparisons to April 30, 2014.

	General Corporate Fund		Other Governmental Funds		Total Governmental Funds	
	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>
<u>Revenues</u>						
Property Taxes	\$11.3	\$10.9	\$5.3	\$4.9	\$16.6	\$15.8
Intergovernmental Revenue						
Sales Tax	1.8	3.4	0.0	0.0	1.8	3.4
Income Tax	1.7	1.9	0.0	0.0	1.7	1.9
Utility Taxes	3.1	3.2	0.0	0.0	3.1	3.2
Other Taxes	1.1	0.9	0.5	0.5	1.6	1.4
Licenses, Permits, Fees	2.6	1.7	0.0	0.0	2.6	1.7
Grants	0.4	0.4	0.6	0.3	1.0	0.7
Other Revenue	0.5	1.1	0.1	0.0	0.6	1.1
Fines and Forfeitures	0.6	0.6	0.1	0.1	0.7	0.7
Investment Income	0.0	0.0	0.0	0.0	0.0	0.0
<u>Charges for Services</u>	<u>1.1</u>	<u>1.2</u>	<u>0.3</u>	<u>0.2</u>	<u>1.4</u>	<u>1.4</u>
Total Revenues	24.2	25.3	6.9	6.0	31.1	31.3

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<u>Expenditures</u>	General Corporate Fund		Other Governmental Funds		Total Governmental Funds	
	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>
General Government	\$5.9	\$6.6	\$0.3	\$0.1	\$6.2	\$6.7
Public Safety	12.6	13.4	0.5	0.3	13.1	13.7
Highways and Streets	2.5	2.8	0.9	1.2	3.4	4.0
Public Health	0.4	0.4	0.0	0.0	0.4	0.4
Community Development	0.3	0.4	0.8	0.6	1.1	1.0
Building Department	0.7	0.6	0.0	0.0	0.7	0.6
Debt Service	0.2	0.2	2.5	3.1	2.7	3.3
Capital Outlay	<u>0.7</u>	<u>0.7</u>	<u>3.6</u>	<u>0.1</u>	<u>4.3</u>	<u>0.8</u>
Total Expenditures	23.3	25.1	8.6	5.4	31.9	30.5
Excess (Deficiency) of Revenues Over (Under) Expenditures	0.9	0.2	(1.7)	0.6	(0.8)	0.8
Other Sources (Uses), Net	(0.0)	0.0	4.9	(1.4)	4.9	(1.4)
Prior Period Adjustment (Note 15)	<u>0.0</u>	<u>0.0</u>	<u>(1.6)</u>	<u>0.0</u>	<u>(1.6)</u>	<u>0.0</u>
Change in Fund Balance	<u>\$0.9</u>	<u>\$0.2</u>	<u>\$1.6</u>	<u>(\$0.8)</u>	<u>\$2.5</u>	<u>(\$0.6)</u>

Governmental fund revenues increased \$150 thousand (0.5%) from FY14 levels as a \$1.1 million (4.3%) increase in general fund revenues along with a \$165 thousand (5.9%) increase in non-major funds was largely offset by a \$520 thousand (14.6%) decline in the bond and interest fund and a \$547 thousand decline (to zero) as the police station fund did not generate revenue during the year.

- General fund revenues increased by \$1.1 million, principally on a \$1.6 million increase in sales tax revenues. There were two reasons for this increase. First, the state-imposed one percent sales tax grew \$432 thousand (24.3%) on the strength of new retail activity at a previously closed K-Mart; this was augmented by the midyear imposition of an additional one percent non-home rule sales tax, which generated \$1.2 million in incremental revenue.

Significant general fund gains occurred in other revenue, income tax, charges for service and utility taxes.

- Other revenue more than doubled, to \$1.1 million on the strength of an almost trebling in sign and billboard rental (up by \$232 thousand). This was due to the FY15 receipt of payments due in the prior year which, when given effect show approximately equal annual revenue over the two-year period.

Workers' compensation reimbursements increased dramatically, from 12 thousand to \$140 thousand as the number of workers' comp injuries increased in FY15.<sup>4</sup> Finally, miscellaneous revenue also grew dramatically, from just under one thousand to \$132 thousand, entirely due to payments received from a local employer for which the Village provided security during a strike.

<sup>4</sup> Workers' comp injuries had been generally declining over the past several years, but appear to have spiked despite ongoing education and training.



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- Income tax distributions from the state grew by \$133 thousand (7.6%), as Illinois' economy continued to improve.
- Charges for service increased \$110 thousand (10.0%), primarily on the strength of a \$121 thousand (28.1%) increase in ambulance user fees engendered by both an increase in the number of calls and a small increase in reimbursement rates from some insurers.
- Utility tax revenue grew by \$104 thousand (3.3%) as a result of the recent cold winter.

Significant general fund revenue *declines* occurred in licenses, permits and fines, property taxes and other taxes, as follows:

- License, permit and fee revenues declined by \$810 thousand (31.9%) due largely to a temporary hiatus in a major redevelopment project, causing a decline in permit and related fee revenue of \$574 thousand in FY15.<sup>5</sup> Additionally, foreclosure related reimbursements fell dramatically, by \$132 thousand, or (67.3%) due to a recent change in the law that largely extinguished a foreclosing party's responsibility for previously outstanding non-utility liabilities due a municipality.
- Property taxes declined by \$418 thousand (3.7%) due to both timing issues and an approximately \$200 thousand increase in property tax abatements underlying two outstanding Village bond issues.
- Other tax revenue declined by \$244 thousand (21.6%) because of the changed accounting treatment of personal property replacement tax (PPRT) receipts, which decreased by \$363 thousand (47.9%) from FY14.<sup>6</sup>
- General fund expenditures increased as well, by just under \$1.8 million (7.9%), led by public safety, general government and highways and streets.
  - Public safety expenditures increased by \$860 thousand (6.8%) due to an increase in personnel expenses of \$597 thousand, or 5.1%, driven by a \$406 thousand (13.3%) increase in police and fire pension contributions<sup>7</sup> and a \$305 thousand (6.2%) increase in police salaries and related, non-pension expenses. This was slightly

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<sup>5</sup> Digital Realty, which is redeveloping a large existing complex that is expected to generate upwards of four million dollars in permits and fees over the next few years, and about \$600 thousand annually in additional electric utility taxes when fully online.

<sup>6</sup> The Village no longer treats the gross amount of the PPRT as revenue, and that portion of the PPRT required to be contributed to police and fire union pensions as an expense. With FY15, only the *Village's* portion of PPRT will be treated as revenue, with the pension contribution portion treated as a due to pensions liability, until cash is disbursed to the pensions.

<sup>7</sup> As is happening in many municipalities in Illinois, required police and fire pension contributions are growing at a far greater rate than other expenses, generally. As no external assistance seems to be forthcoming, the Village is currently studying ways to fully fund its pension obligations on its own.

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offset by a \$114 thousand (3.0%) reduction in the analogous measure for the firefighters.<sup>8</sup>

- General government expenditures grew \$703 thousand (11.8%) led by significant increases in health and dental expense (\$523 thousand, 35.2%). This was largely attributable to having incurred greater claims and resulting costs than had been projected, reducing established reserves by an unanticipated \$341 thousand as well as an increase in annual contributions of \$240 thousand.
- Highway and street expenditures increased by \$270 thousand (10.8%), principally due to newly-incurred tree removal expenses of \$267 thousand.

PROPRIETARY FUNDS

The following table presents the condensed *Statement of Revenues, Expenditures and Changes in Net Position* for the Village's proprietary funds (in millions of dollars) at April 30, 2015, with comparisons to 2014.

<u>Operating Revenues</u>	<u>Water &amp; Sewer Fund</u>		<u>Garbage Fund</u>		<u>Parking Fund</u>		<u>Total</u>	
	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>	<u>FY14</u>	<u>FY15</u>
Charges for Services	\$8.5	\$11.1	\$1.2	\$1.1	\$0.1	\$0.1	\$9.8	\$12.3
<u>Other Revenue</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total Operating Revenues	8.5	11.1	1.2	1.1	0.1	0.1	9.8	12.3
<u>Operating Expenses</u>								
Administration	1.8	1.6	0.2	0.2	0.0	0.0	2.0	1.8
Water Purchases	3.3	4.4	0.0	0.0	0.0	0.0	3.3	4.4
Repairs and Maintenance	1.5	1.5	0.0	0.1	0.0	0.2	1.6	1.8
Supplies and Services	1.3	2.4	1.4	1.5	0.0	0.0	2.7	3.9
<u>Depreciation</u>	<u>1.1</u>	<u>1.1</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>1.1</u>	<u>1.1</u>
Total Operating Expense	9.0	11.0	1.6	1.8	0.1	0.2	10.7	13.0
Operating Income (Loss)	(0.5)	0.1	(0.4)	(0.7)	0.0	(0.1)	(0.9)	(0.7)
<u>Non-Operating Revenues (Expenses)</u>								
Interest Expense	(0.6)	(0.7)	0.0	0.0	0.0	0.0	(0.6)	(0.7)
<u>Other, Net</u>	<u>0.0</u>	<u>(0.2)</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>(0.0)</u>	<u>(0.2)</u>
Total Non-Operating Revenue (Expense)	(0.6)	(0.9)	0.0	0.0	0.0	0.0	(0.6)	(0.9)
Transfers/Contributions	0.0	1.8	0.0	0.0	0.0	0.0	1.6	1.8
Net Income (Loss)	(1.1)	1.0	(0.4)	(0.7)	(0.0)	(0.1)	0.1	0.2
Prior Period Adjustment (Note 15)								
	1.6	0.0	0.0	0.0	0.0	0.0	1.6	0.0
Net Position	\$18.6	\$19.6	(\$1.3)	(\$2.0)	\$0.2	\$0.1	\$17.5	\$17.7

<sup>8</sup> Police salaries increased, in part due to a previously negotiated 2.75% increase in FY15, and in part to the addition of two new officers. On the other hand, the Village's contract with its firefighters, the most recent of which expired at the end of FY14, is still unsettled, with an arbitrator's decision due, at this writing, shortly.

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Both proprietary fund operating revenues and expenses increased, by \$2.5 million (26.2%) and \$2.3 million (20.8%), respectively, principally due to correspondingly large moves in the water and sewer fund.

A \$2.6 million (30.9%) increase in water and sewer revenue was primarily the result of midyear water and sewer rate increases of 30% and 45%, respectively,<sup>11</sup> as well as a slight increase in the amount of water sold. Water and sewer expenditure growth of \$1.9 million (21.6%) resulted from increases in water acquisition costs of just over \$1.0 million (31.4%), due in about equal parts to a 15% increase in water rates charged by the City of Chicago and an increase in the amount of water purchased from the City. Additionally, supply and service expenditures almost doubled (by \$1.1 million, or 87.7%), led by added construction project costs of \$900 thousand. Finally, a reallocation of liability insurance expense contributed \$202 thousand to this increase.

The Village's garbage fund saw a revenue decrease of almost \$89 thousand, where a small increase in regularly-scheduled payments (\$16 thousand, or 1.5%) was more than offset by a decrease in late penalties of \$105 thousand (72.6%); the latter caused by more stringent collection activities. The commuter parking lot saw a small (\$4 thousand, 6.4%) revenue increase and a \$77 thousand (138.1%) increase in expenditures, all attributable to resurfacing and related expenditures.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The following table reflects the condensed *General Fund Budgetary Comparison Schedule* (in millions of dollars):

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues</u>			
Property Taxes	\$10.9	\$10.9	(\$0.0)
Sales Taxes	1.8	3.4 <sup>12</sup>	1.6
Income Taxes	1.7	1.9	0.2
Utility Taxes	2.9	3.2	0.3
Other Taxes	0.8	0.9	0.1
Licenses, Permits, Fees	1.7	1.7	0.0
Fines & Forfeitures	0.5	0.6	0.1
Charges for Services	1.0	1.2	0.2
<u>Other Revenue</u>	<u>1.0</u>	<u>1.5</u>	<u>0.5</u>
Total	\$22.3	\$25.3	\$3.0
<u>Expenditures</u>			
General Government	\$6.1	\$6.6	(\$0.5)
Public Safety	13.5	13.4	0.1
Highway & Street	2.7	2.8	(0.1)
Public Health	0.4	0.4	(0.0)
Community Development	0.6	0.4	0.2
Building	0.7	0.6	0.1
Debt Service	0.2	0.2	0.0
<u>Capital</u>	<u>0.5</u>	<u>0.7</u>	<u>(0.2)</u>
Total	\$24.7	\$25.1	(0.4)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2.4)	0.2	2.6

<sup>11</sup> As discussed more fully in the Letter of Transmittal, these increases were the result of the Village beginning to address the fund's financial and capital asset needs.

<sup>12</sup> In 2014, a one percent non-home rule sales tax was approved at referendum, and subsequently generated an incremental \$1.2 million during the fiscal year. Proceeds, which are expected to approximate \$1.5 million annually, will be used exclusively for road repair and replacement.

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Other Sources (Uses), Net	0.3	0.0	(0.3)
Change in Fund Balance	<u>(\$2.1)</u>	<u>\$0.2</u>	<u>\$2.3</u>

Actual revenues exceeded budget by almost \$3.0 million, or 13.3%, while actual expenditures came in over budget by \$468 thousand, or 1.6%. Taken together, with other financing sources coming in \$168 thousand under budget, this resulted in an overall positive variance of \$2.3 million. Budgeted net transfers of \$250 thousand were deemed unnecessary and thus did not occur. The net effect was to increase fund balance by \$211 thousand, as opposed to a budgeted reduction of \$2.1 million.

Property taxes came in at a weaker rate than anticipated for the third year in a row, falling short of budget by \$49 thousand (0.5%). All other revenue sources came in over budget. The most significant of these was sales taxes, at \$1.6 million (88.6%) over budget. This was due to two principal factors; the midyear imposition of a one percent non-home rule sales tax, which generated an incremental \$1.2 million, and the repurposing of a former K-Mart, which is now fully re-occupied by three retailers.

Other positive revenue variances occurred in the following categories:

- Income taxes - \$144 thousand, 8.3%<sup>13</sup>
- Utility taxes - \$328 thousand, 11.2%
- Grant revenue - \$122 thousand, 48.1%
- Fines and forfeitures - \$33 thousand, 6.2%
- Other taxes - \$109 thousand, 14.2%
- Charges for service - \$170 thousand, 16.3%

On the expenditure side, significant negative variances occurred in general government (\$572 thousand, 9.4%) and capital outlay (\$112 thousand, 33.5%). Highways and streets (\$45 thousand, 1.7%) and public health (\$25 thousand, 6.9%) also exceeded budget. These were partially offset by positive variances in the following categories:

- Public safety - \$87 thousand, 0.6%
- Community development - \$250 thousand, 39.4%

Finally, building department expenditures came in \$24 thousand, or 3.7% below budget.

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<sup>13</sup> As previously mentioned, the State shares its income tax revenue with local governmental entities on a per capita basis, thus the Village has no particular insight into the dynamic underlying these numbers nor into telecom, local use and personal property replacement taxes.

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**CAPITAL ASSET AND DEBT ADMINISTRATION**

At April 30, 2015, the Village had capital asset investments as follows:

CAPITAL ASSETS

Governmental Activities  
Change in Capital Assets  
(in millions of dollars)

	<u>Balance at May 1, 2014</u>	<u>Net Additions (Deletions)</u>	<u>Balance at April 30, 2015</u>
<u>Non-Depreciable Assets:</u>			
Land/CIP	\$13.5	\$0.0	\$13.5
<u>Depreciable Assets:</u>			
Infrastructure	131.2	0.0	131.2
Buildings/Improvements	21.5	0.0	21.5
Vehicles/Equipment	6.5	0.3	6.8
<u>Accumulated Depreciation</u>	<u>(116.3)</u>	<u>(2.4)</u>	<u>(118.7)</u>
Net Capital Assets	\$56.5	(\$2.1)	\$54.4

Assets deployed in governmental activities decreased \$2.1 million, due to \$2.4 million in additional depreciation, as offset by the purchase of \$296 thousand in various vehicles and equipment.

Business-Type Activities  
Change in Capital Assets  
(in millions of dollars)

	<u>Balance at May 1, 2014</u>	<u>Net Additions (Deletions)</u>	<u>Balance at April 30, 2015</u>
<u>Non-Depreciable Assets:</u>			
Land/CIP	\$1.4	\$2.2	\$3.6
<u>Depreciable Assets:</u>			
Water/Sewer System	50.5	1.2	51.7
Storage Reservoir/Pump	5.7	0.0	5.7
Buildings/Improvements	2.1	0.0	2.1
Vehicles/Equipment	2.9	0.1	3.0
<u>Accumulated Depreciation</u>	<u>(25.4)</u>	<u>(1.2)</u>	<u>(26.6)</u>
Totals	\$37.2	\$2.3	\$39.5

Business-type assets grew by \$2.3 million, all of it due to a net increase in CIP, which showed a net increase of \$2.2 million. \$1.3 million in new depreciable assets were offset by a like amount of additional depreciation.

For more detailed information regarding capital assets, see Note 3 to the Notes to the Financial Statements.

VILLAGE OF FRANKLIN PARK, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015

**DEBT ADMINISTRATION**

At April 30, 2015, the Village had outstanding \$81,688,957 in total long-term debt, allocated as follows:

<u>Item</u>	<u>Governmental</u>	<u>Business</u>
G.O. Alternate Revenue Bonds of 2006	\$9,330,000	\$ -
G.O. Alternate Revenue Bonds of 2007	5,930,000	-
G.O. Alternate Revenue Bonds of 2011	9,570,000	-
G.O. Alternate Revenue Bonds of 2013	4,760,000	8,740,000
G.O. Alternate Revenue Bonds of 2014	3,335,000	10,445,000
G.O. Alternate Revenue Bonds of 2015	6,140,000	
Deferred Premium (Discount), Net	924,185	1,417,710
Loans Payable	-	2,218,098
Leases Payable	359,966	-
Compensated Absences	1,208,138	54,232
Net Pension Obligation	4,578,094	-
Net OPEB Obligation	<u>11,462,009</u>	<u>1,216,525</u>
Totals	<u>\$57,597,392</u>	<u>\$24,091,565</u>

During fiscal 2015, the Village had a net increase in governmental debt totaling \$1.2 million and a net reduction of \$2.3 million on the business side. The components of these changes are as follows:

<u>Item</u>	<u>Governmental</u>	<u>Business</u>	<u>Total</u>
Net change in bonded debt	(\$1,133,883)	(\$1,580,907)	(\$2,714,790)
Net change in leases/loans payable	(133,669)	(828,572)	(962,241)
<u>Net change in employee-related debt</u>	<u>2,476,887</u>	<u>146,818</u>	<u>2,623,705</u>
Totals	<u>\$1,209,335</u>	<u>(\$2,262,661)</u>	<u>(\$1,053,326)</u>

For more detailed information regarding the Village's debt position, see Note 4 to the Notes to the Financial Statements.

**ECONOMIC FACTORS**

With more than half its tax base comprised of industrial property, the Village is the fourth largest manufacturing center in the state. This, combined with its essentially blue collar character makes it highly susceptible to economic cyclical. It is not surprising then to note that the current economic environment has had important effects on the Village over the past several years.

That said, there are several signs of improvement. Specifically, the unemployment rate, which peaked at 13.8% in CY10, has since receded to 7.3%. At the same time, sales tax revenue, which, in FY14, hit its lowest point in the previous ten years, rebounded nicely in FY15, growing by 24.3%. (Additionally, the Village's one percent non-home rule sales tax (all proceeds of which are dedicated to road repair), had produced \$1.2 million since its inception in mid-FY15. Finally, the Village's tax base, which had contracted by 38.6% from its CY08 peak, seems to have stabilized, as CY14's EAV showed an *increase* of 1.5%.

At this writing, management anticipates that sluggish economic growth will persist over the coming year or more, though it is also becoming clear that revenue declines may well have slowed, and possibly reversed. Unfortunately, the state's financial plight, which imparts a significant level of uncertainty to the Village's financial fortunes, and the widely perceived "jobless" nature of the recovery, will continue to affect our residents' financial stability.

VILLAGE OF FRANKLIN PARK, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015

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All that having been said, the Village's manufacturing character is a strength as well as a weakness. In addition, its location adjacent to O'Hare International Airport and proximity to one of the largest rail yards in the nation will allow it to recover more quickly as the economic recovery gains steam. Further, ongoing development at O'Hare holds several benefits for the Village, including a new tollway interchange that could provide a significant boost to economic development activities.

**FURTHER INFORMATION**

This financial report is designed to provide our residents, vendors, investors and creditors with a general overview of the Village's finances. Questions concerning this report or requests for additional financial information should be directed to the Office of the Comptroller, Village of Franklin Park, 9500 Belmont Avenue, Franklin Park, IL 60131.

The Village of Franklin Park's police and fire pension funds issue separate financial statements that can be obtained by contacting the Office of the Treasurer, at the above address.

# Village of Franklin Park, Illinois

## Statement of Net Position April 30, 2015

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
<b>Assets</b>			
Cash and investments (Note 2)	\$ 5,483,822	\$ -	\$ 5,483,822
Receivables:			
Property taxes receivable	7,520,098	-	7,520,098
Receivables from sales to customers on account	-	3,342,417	3,342,417
Other taxes receivable	2,419,103	-	2,419,103
Allowance for doubtful accounts	(618,530)	(1,848,617)	(2,467,147)
Internal balances	771,943	(771,943)	-
Prepaid expenses and other assets	-	30	30
Restricted assets	-	5,526,253	5,526,253
IPBC reserve	1,047,824	-	1,047,824
Capital assets (Note 3):			
Assets not subject to depreciation	13,517,469	3,611,767	17,129,236
Assets subject to depreciation	40,855,055	35,891,000	76,746,055
	<u>70,996,784</u>	<u>45,750,907</u>	<u>116,747,691</u>
<b>Liabilities</b>			
Accounts payable	2,012,849	2,403,774	4,416,623
Bank overdraft	-	736,429	736,429
Due to other governmental units	10,182	-	10,182
Refundable deposits, bonds, etc.	11,000	-	11,000
Accrued liabilities and other:			
Accrued salaries and wages	549,057	37,551	586,608
Accrued interest payable	611,793	232,646	844,439
Unearned revenue	225,860	-	225,860
Due to pension funds	178,267	-	178,267
Noncurrent liabilities:			
Due within one year (Note 4):			
Compensated absences	241,628	54,232	295,860
Current portion of loans payable	-	755,746	755,746
Current portion of leases payable	117,190	-	117,190
Current portion of long-term debt	1,280,000	1,375,000	2,655,000
Due in more than one year (Note 4):			
Compensated absences	966,510	-	966,510
Loans payable	-	1,462,352	1,462,352
Leases payable	242,776	-	242,776
Net OPEB obligation (Note 4)	11,462,009	1,216,525	12,678,534
Net pension obligation	4,578,094	-	4,578,094
Long-term debt (Notes 9 and 10)	38,709,185	19,227,710	57,936,895
	<u>61,196,400</u>	<u>27,501,965</u>	<u>88,698,365</u>
<b>Deferred Inflows of Resources</b>			
Property taxes levied for the following year	6,821,480	-	6,821,480
Deferred charges on refunding	635,342	659,566	1,294,908
	<u>7,456,822</u>	<u>659,566</u>	<u>8,116,388</u>
<b>Net Position</b>			
Net investment in capital assets	13,388,031	21,548,646	34,936,677
Restricted for:			
Public safety	262,854	-	262,854
TIF development	3,474,435	-	3,474,435
Debt service	3,183,062	-	3,183,062
Highways and streets	1,074,177	-	1,074,177
Unrestricted	(19,038,997)	(3,959,270)	(22,998,267)
	<u>\$ 2,343,562</u>	<u>\$ 17,589,376</u>	<u>\$ 19,932,938</u>
Total net position			

The Notes to Financial Statements are an  
Integral Part of this Statement.



# Village of Franklin Park, Illinois

Functions/Programs	Expenses	Program Revenue		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 7,413,324	\$ 1,152,455	\$ -	\$ -
Public safety	16,575,860	1,567,639	273,191	86,350
Highway and street	5,989,498	-	-	316,033
Public health	261,028	-	-	-
Community development	979,425	43,646	-	-
Building department	637,096	974,311	-	-
Interest on long-term debt	2,221,206	-	-	-
Total governmental activities	34,077,437	3,738,051	273,191	402,383
Business-type activities:				
Water and Sewer	12,028,106	11,123,390	-	-
Garbage	1,733,030	1,074,891	-	-
Commuter Parking Lot	133,401	68,817	-	-
Total business-type activities	13,894,537	12,267,098	-	-
Total primary government	<u>\$ 47,971,974</u>	<u>\$ 16,005,149</u>	<u>\$ 273,191</u>	<u>\$ 402,383</u>

## General revenue:

Property taxes  
 Unrestricted intergovernmental revenue - Sales tax and income tax  
 Public service taxes and state shared taxes - Utility tax and other taxes  
 Investment income  
 Other revenue

Total general revenue

Transfers

## Change in Net Position

**Net Position** - Beginning of year - As restated (Note 15)

**Net Position** - End of year

**Statement of Activities  
Year Ended April 30, 2015**

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (6,260,869)	\$ -	\$ (6,260,869)
(14,648,680)	-	(14,648,680)
(5,673,465)	-	(5,673,465)
(261,028)	-	(261,028)
(935,779)	-	(935,779)
337,215	-	337,215
(2,221,206)	-	(2,221,206)
(29,663,812)	-	(29,663,812)
-	(904,716)	(904,716)
-	(658,139)	(658,139)
-	(64,584)	(64,584)
-	(1,627,439)	(1,627,439)
(29,663,812)	(1,627,439)	(31,291,251)
15,775,584	128,174	15,903,758
5,413,346	-	5,413,346
4,627,080	-	4,627,080
4,026	813	4,839
1,149,835	-	1,149,835
26,969,871	128,987	27,098,858
(1,797,200)	1,797,200	-
(4,491,141)	298,748	(4,192,393)
6,834,703	17,290,628	24,125,331
<b>\$ 2,343,562</b>	<b>\$ 17,589,376</b>	<b>\$ 19,932,938</b>

# Village of Franklin Park, Illinois

## Governmental Funds Balance Sheet April 30, 2015

	General Corporate Fund	Corporate Bond and Interest Fund	Nonmajor Funds	Total
<b>Assets</b>				
Cash and investments (Note 2)	\$ 2,401,742	\$ 1,480,044	\$ 2,279,882	\$ 6,161,668
Receivables:				
Property taxes receivable	5,828,204	1,673,197	18,697	7,520,098
Other taxes receivable	2,376,464	-	42,639	2,419,103
Allowance for doubtful accounts	(451,440)	(167,090)	-	(618,530)
Due from other funds (Note 7)	-	730,080	175,000	905,080
Advances to other funds (Note 7)	2,236,759	475,427	2,225,296	4,937,482
IPBC reserve	1,047,824	-	-	1,047,824
	<u>\$ 13,439,553</u>	<u>\$ 4,191,658</u>	<u>\$ 4,741,514</u>	<u>\$ 22,372,725</u>
Total assets				
<b>Liabilities</b>				
Accounts payable	\$ 672,828	\$ -	\$ 1,336,963	\$ 2,009,791
Due to other governmental units	10,182	-	-	10,182
Due to other funds (Note 7)	5,062	-	184,962	190,024
Advances from other funds (Note 7)	278,913	20,344	4,695,786	4,995,043
Refundable deposits, bonds, etc.	11,000	-	-	11,000
Accrued salary and wages	540,815	-	57	540,872
Unearned revenue	225,860	-	-	225,860
Due to pension funds	178,267	-	-	178,267
	<u>1,922,927</u>	<u>20,344</u>	<u>6,217,768</u>	<u>8,161,039</u>
Total liabilities				
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	431,562	-	-	431,562
Property taxes levied for the following year	5,330,755	1,490,725	-	6,821,480
	<u>5,762,317</u>	<u>1,490,725</u>	<u>-</u>	<u>7,253,042</u>
Total deferred inflows of resources				
<b>Fund Balances (Deficit)</b>				
Nonspendable	3,284,583	475,427	2,225,296	5,985,306
Restricted:				
Public safety	-	-	262,854	262,854
TIF development	-	-	3,433,977	3,433,977
Debt service	-	2,205,162	502,473	2,707,635
Highways and streets	942,117	-	-	942,117
Unassigned	1,527,609	-	(7,900,854)	(6,373,245)
	<u>5,754,309</u>	<u>2,680,589</u>	<u>(1,476,254)</u>	<u>6,958,644</u>
Total fund balances (deficit)				
Total liabilities, deferred inflows of resources, and fund balances (deficit)	<u>\$ 13,439,553</u>	<u>\$ 4,191,658</u>	<u>\$ 4,741,514</u>	<u>\$ 22,372,725</u>

# Village of Franklin Park, Illinois

## Governmental Funds Reconciliation of the Balance Sheet to the Statement of Net Position April 30, 2015

<b>Fund Balance Reported in Governmental Funds</b>	\$ 6,958,644
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and are not reported in the funds	54,372,524
Tax and other receivables that are collected after year end, such that they are not available to pay bills outstanding as of year end, are not recognized in the funds	431,562
Long-term debt payable and capital lease obligations are not due and payable in the current period and are not reported in the funds	(39,179,369)
Unamortized bond premiums associated with long-term debt payable are not reported in the funds	(1,169,782)
Deferred charges on bond refunding associated with long-term debt payable are not reported in the funds	(635,342)
Accrued interest is not due and payable in the current period and is not reported in the funds	(611,793)
Employee compensated absences are payable over a long period of years and do not represent a claim on current financial resources; therefore, they are not reported as fund liabilities	(1,208,138)
Net pension obligation is payable over a long period of years and does not represent a claim on current financial resources; therefore, it is not reported as a fund liability	(4,578,094)
Net OPEB obligation is payable over a long period of years and does not represent a claim on current financial resources; therefore, it is not reported as a fund liability	(11,462,009)
Internal Service Funds are included as part of governmental activities	<u>(574,641)</u>
<b>Net Position of Governmental Activities</b>	<b><u>\$ 2,343,562</u></b>

# Village of Franklin Park, Illinois

## Governmental Funds Statement of Revenue, Expenditures, and Changes in Fund Balances (Deficit) Year Ended April 30, 2015

	General Corporate Fund	Corporate Bond and Interest Fund	Nonmajor Funds	Total
<b>Revenue</b>				
Property taxes	\$ 10,860,960	\$ 3,029,968	\$ 1,884,656	\$ 15,775,584
Intergovernmental revenue - Sales tax	3,395,131	-	-	3,395,131
Intergovernmental revenue - Income tax	1,880,238	-	-	1,880,238
Utility tax	3,253,334	-	-	3,253,334
Other taxes	882,116	-	506,318	1,388,434
Licenses, permits, and fees	1,731,576	-	-	1,731,576
Grant revenue	377,340	-	255,142	632,482
Charges for services	1,211,353	-	236,084	1,447,437
Fines and forfeitures	559,038	-	43,092	602,130
Investment income	1,991	36	1,999	4,026
Other revenue	1,121,743	974	27,118	1,149,835
Total revenue	25,274,820	3,030,978	2,954,409	31,260,207
<b>Expenditures</b>				
Current:				
General government	6,639,030	15,178	47,642	6,701,850
Public safety	13,438,476	-	310,662	13,749,138
Highway and streets	2,777,733	-	1,233,740	4,011,473
Public health	387,475	-	-	387,475
Community development	384,833	-	567,716	952,549
Building department	631,437	-	-	631,437
Capital outlay	722,240	-	76,419	798,659
Debt service	167,088	3,184,867	-	3,351,955
Total expenditures	25,148,312	3,200,045	2,236,179	30,584,536
<b>Excess of Revenue Over (Under) Expenditures</b>	126,508	(169,067)	718,230	675,671
<b>Other Financing Sources (Uses)</b>				
Face value of debt issue	81,525	9,475,000	-	9,556,525
Debt premium	-	507,323	-	507,323
Transfers in (Note 7)	-	1,108,376	-	1,108,376
Transfers out (Note 7)	-	(1,797,200)	(1,108,376)	(2,905,576)
Payment to bond refunding escrow agent	-	(9,580,000)	-	(9,580,000)
Total other financing sources (uses)	81,525	(286,501)	(1,108,376)	(1,313,352)
<b>Net Change in Fund Balances</b>	208,033	(455,568)	(390,146)	(637,681)
<b>Fund Balances (Deficit) - Beginning of year - As restated (Note 15)</b>	5,546,276	3,136,157	(1,086,108)	7,596,325
<b>Fund Balances (Deficit) - End of year</b>	<b>\$ 5,754,309</b>	<b>\$ 2,680,589</b>	<b>\$ (1,476,254)</b>	<b>\$ 6,958,644</b>

# Village of Franklin Park, Illinois

## **Governmental Funds Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities Year Ended April 30, 2015**

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$ (637,681)</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, in the statement of activities, these costs are allocated over their estimated useful lives as depreciation:	
Capital outlay	471,693
Depreciation expense	(2,584,216)
Revenues are recorded in the statement of activities when earned; they are not reported in the funds until collected or collectible within 60 days of year end	123,289
Proceeds from the issuance of debt provide financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position	(9,556,525)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but not in the statement of activities (where it reduces long-term debt)	10,480,000
Repayment of principal on capital leases is an expenditure in the governmental funds, but not in the statement of activities (where it reduces long-term debt)	215,194
Change in unamortized bond premium	128,883
Change in deferred charges on refunding	(635,342)
Change in accrued interest payable	14,691
Increase in accumulated employee sick and vacation pay reported in the statement of activities does not require the use of current resources, and therefore is not reported in the fund statements until it comes due for payment	(346,294)
Increase in the net pension and OPEB obligations reported in the statement of activities does not require the use of current resources, and therefore is not reported in the fund statements until it comes due for payment	(2,130,593)
Internal Service Funds are included as part of governmental activities	<u>(34,240)</u>
<b>Change in Net Position of Governmental Activities</b>	<b><u>\$ (4,491,141)</u></b>

# Village of Franklin Park, Illinois

## Proprietary Funds Statement of Net Position April 30, 2015

	Major Funds		Nonmajor Funds		Total Enterprise Funds	Internal Service
	Water and Sewer	Garbage Fund	Commuter Parking			Fleet Maintenance
	Fund		Lot Fund	Fund		
<b>Assets</b>						
Current assets:						
Cash and investments (Note 2)	\$ 1,634,751	\$ -	\$ 164,454	\$ 1,799,205	\$ -	
Receivables:						
Receivables from sales to customers on account	2,737,330	605,087	-	3,342,417	-	
Allowance for doubtful accounts	(1,513,587)	(335,030)	-	(1,848,617)	-	
Due from other funds (Note 7)	-	-	15,024	15,024	-	
Prepaid expenses and other assets	30	-	-	30	-	
Total current assets	2,858,524	270,057	179,478	3,308,059	-	
Noncurrent assets:						
Restricted assets	5,526,253	-	-	5,526,253	-	
Advances to other funds (Note 7)	400,000	1,183,492	-	1,583,492	-	
Capital assets (Note 3):						
Assets not subject to depreciation	3,611,767	-	-	3,611,767	-	
Assets subject to depreciation	35,872,121	-	18,879	35,891,000	-	
Total noncurrent assets	45,410,141	1,183,492	18,879	46,612,512	-	
Total assets	48,268,665	1,453,549	198,357	49,920,571	-	
<b>Liabilities</b>						
Current liabilities:						
Accounts payable	2,085,362	242,712	75,700	2,403,774	3,058	
Bank overdraft	-	2,535,634	-	2,535,634	677,846	
Due to other funds (Note 7)	730,080	-	-	730,080	-	
Accrued liabilities and other:						
Accrued salaries and wages	33,476	4,075	-	37,551	8,185	
Accrued interest payable	232,646	-	-	232,646	-	
Compensated absences	54,232	-	-	54,232	-	
Current portion of loans payable	755,746	-	-	755,746	-	
Current portion of bonds payable (Note 4)	1,375,000	-	-	1,375,000	-	
Total current liabilities	5,266,542	2,782,421	75,700	8,124,663	689,089	
Noncurrent liabilities:						
Advances from other funds (Note 7)	825,000	622,791	-	1,447,791	78,140	
Loans payable	1,462,352	-	-	1,462,352	-	
Net OPEB obligation (Note 13)	1,216,525	-	-	1,216,525	-	
Bonds payable (Note 4)	19,227,710	-	-	19,227,710	-	
Total noncurrent liabilities	22,731,587	622,791	-	23,354,378	78,140	
Total liabilities	27,998,129	3,405,212	75,700	31,479,041	767,229	
<b>Deferred Inflows of Resources - Deferred</b>						
charges on refunding	659,566	-	-	659,566	-	
<b>Net Position</b>						
Net investment in capital assets	21,529,767	-	18,879	21,548,646	-	
Unrestricted	(1,918,797)	(1,951,663)	103,778	(3,766,682)	(767,229)	
Total net position	\$ 19,610,970	\$ (1,951,663)	\$ 122,657	17,781,964	\$ (767,229)	
Amounts reported for business-type activities in the statement of net position are different because a portion of the Internal Service Fund is included as business-type activities						
(192,588)						
<b>Net Position of Business-type Activities</b>						
<b>\$ 17,589,376</b>						

# Village of Franklin Park, Illinois

## Proprietary Funds Statement of Revenue, Expenses, and Changes in Net Position Year Ended April 30, 2015

	Major Funds	Nonmajor Funds			Internal Service Fund
	Water and Sewer Fund	Garbage Fund	Commuter Parking Lot Fund	Total Enterprise Funds	Fleet Maintenance Fund
<b>Operating Revenue</b>					
Sale of water	\$ 7,252,246	\$ -	\$ -	\$ 7,252,246	\$ -
Sewage disposal charges	3,864,762	-	-	3,864,762	-
Other sales to customers	-	1,072,623	68,817	1,141,440	-
Other revenue	6,382	2,268	-	8,650	-
Charges to other funds	-	-	-	-	399,533
Total operating revenue	11,123,390	1,074,891	68,817	12,267,098	399,533
<b>Operating Expenses</b>					
Water purchases	4,354,766	-	-	4,354,766	-
Repairs and maintenance	1,525,990	64,735	119,317	1,710,042	-
Administration	1,644,740	191,926	11,326	1,847,992	325,565
Supplies and services	2,350,025	1,475,474	-	3,825,499	116,471
Depreciation	1,120,304	-	2,758	1,123,062	-
Total operating expenses	10,995,825	1,732,135	133,401	12,861,361	442,036
<b>Operating Income (Loss)</b>	127,565	(657,244)	(64,584)	(594,263)	(42,503)
<b>Nonoperating Revenue (Expenses)</b>					
Property tax revenue	128,174	-	-	128,174	-
Investment income	530	-	283	813	-
Interest expense	(739,709)	-	-	(739,709)	-
Debt issuance costs	(285,204)	-	-	(285,204)	-
Total nonoperating (expenses) revenue	(896,209)	-	283	(895,926)	-
<b>Loss - Before transfers</b>	(768,644)	(657,244)	(64,301)	(1,490,189)	(42,503)
<b>Transfers In</b>	1,797,200	-	-	1,797,200	-
<b>Change in Net Position</b>	1,028,556	(657,244)	(64,301)	307,011	(42,503)
<b>Net Position - Beginning of year - As restated (Note 15)</b>	18,582,414	(1,294,419)	186,958	17,474,953	(724,726)
<b>Net Position - End of year</b>	<u>\$ 19,610,970</u>	<u>\$ (1,951,663)</u>	<u>\$ 122,657</u>	<u>\$ 17,781,964</u>	<u>\$ (767,229)</u>
<b>Net Change in Net Position - Total Enterprise Funds</b>				\$ 307,011	
Amounts reported for business-type activities in the statement of activities are different because the Internal Service Fund is allocated partially to business-type activities				(8,263)	
<b>Change in Net Position of Business-type Activities</b>				<u>\$ 298,748</u>	



# Village of Franklin Park, Illinois

## Proprietary Funds Statement of Cash Flows Year Ended April 30, 2015

	Major Funds		Nonmajor Funds		Total Enterprise	Internal Service
	Water and Sewer	Garbage Fund	Commuter		Funds	Fund
	Fund		Parking Lot Fund			Maintenance
						Fund
<b>Cash Flows from Operating Activities</b>						
Receipts from customers	\$ 10,938,584	\$ 1,056,553	\$ 68,817	\$ 12,063,954	\$ -	
Receipts from interfund services	-	-	(15,378)	(15,378)	399,533	
Payments to suppliers	(7,718,025)	(1,448,076)	(72,696)	(9,238,797)	(127,672)	
Payments to employees	(1,194,026)	(157,211)	-	(1,351,237)	(322,979)	
Internal activity - Payments to other funds	(174,959)	-	(264)	(175,223)	-	
Other receipts	-	46	25	71	-	
Net cash provided by (used in) operating activities	1,851,574	(548,688)	(19,496)	1,283,390	(51,118)	
<b>Cash Flows from Noncapital Financing Activities</b>						
Transfers from other funds	1,797,200	-	-	1,797,200	-	
Property taxes not restricted for capital activities	263,502	-	-	263,502	-	
Implied bank financing	(391,473)	548,688	-	157,215	51,118	
Net cash provided by noncapital financing activities	1,669,229	548,688	-	2,217,917	51,118	
<b>Cash Flows from Capital and Related Financing Activities</b>						
Issuance of bonds	10,445,000	-	-	10,445,000	-	
Purchase of capital assets	(3,388,858)	-	-	(3,388,858)	-	
Principal and interest paid on capital debt	(12,934,622)	-	-	(12,934,622)	-	
Bond issuance costs	(285,204)	-	-	(285,204)	-	
Net cash used in capital and related financing activities	(6,163,684)	-	-	(6,163,684)	-	
<b>Cash Flows from Investing Activities -</b>						
Interest received on investments	530	-	283	813	-	
<b>Net (Decrease) Increase in Cash and Cash Equivalents</b>	(2,642,351)	-	(19,213)	(2,661,564)	-	
<b>Cash and Cash Equivalents - Beginning of year - As restated (Note 15)</b>	9,803,355	-	183,667	9,987,022	-	
<b>Cash and Cash Equivalents - End of year</b>	<b>\$ 7,161,004</b>	<b>\$ -</b>	<b>\$ 164,454</b>	<b>\$ 7,325,458</b>	<b>\$ -</b>	

# Village of Franklin Park, Illinois

## Proprietary Funds Statement of Cash Flows (Continued) Year Ended April 30, 2015

	Major Funds	Nonmajor Funds		Total Enterprise Funds	Internal Service Fund Fleet Maintenance Fund
	Water and Sewer Fund	Garbage Fund	Commuter Parking Lot Fund		
<b>Balance Sheet Classification of Cash and Cash Equivalents</b>					
Cash and investments	\$ 1,634,751	\$ -	\$ 164,454	\$ 1,799,205	\$ -
Restricted cash	5,526,253	-	-	5,526,253	-
Total cash and cash equivalents	<u>\$ 7,161,004</u>	<u>\$ -</u>	<u>\$ 164,454</u>	<u>\$ 7,325,458</u>	<u>\$ -</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities</b>					
Operating income (loss)	\$ 127,565	\$ (657,244)	\$ (64,584)	\$ (594,263)	\$ (42,503)
Adjustments to reconcile operating income (loss) to net cash from operating activities:					
Depreciation and amortization	1,120,304	-	2,758	1,123,062	-
Changes in assets and liabilities:					
Receivables	(184,806)	(18,292)	25	(203,073)	-
Due from others	-	-	(15,378)	(15,378)	-
Accounts payable	810,131	126,235	57,947	994,313	(10,801)
Due to others	(174,959)	-	(264)	(175,223)	-
Accrued and other liabilities	153,339	613	-	153,952	2,186
Net cash provided by (used in) operating activities	<u>\$ 1,851,574</u>	<u>\$ (548,688)</u>	<u>\$ (19,496)</u>	<u>\$ 1,283,390</u>	<u>\$ (51,118)</u>

# Village of Franklin Park, Illinois

## Fiduciary Funds Statement of Fiduciary Net Position April 30, 2015

	Pension Trust Funds	Agency Funds
<b>Assets</b>		
Cash and cash equivalents	\$ 47,759	\$ 351,450
Investments:		
Certificates of deposit	3,372,711	-
U.S. government and agency obligations	7,594,877	-
Money market mutual funds	2,261,445	-
Equity securities	2,164,662	-
Corporate bonds	8,638,209	-
Insurance company contracts	14,951,533	-
Equity mutual funds	10,147,930	-
Receivables:		
Accrued interest receivable	144,461	-
Other receivables	-	419
Due from Village	187,473	-
Prepaid expenses	2,842	-
Total assets	<u>49,513,902</u>	<u>\$ 351,869</u>
<b>Liabilities</b>		
Accounts payable	12,891	\$ -
Refundable deposits, bonds, etc.	-	351,869
Total liabilities	<u>12,891</u>	<u>\$ 351,869</u>
<b>Net Position Held in Trust for Pension and Other Employee Benefits</b>	<u>\$ 49,501,011</u>	

# Village of Franklin Park, Illinois

## Fiduciary Funds Statement of Changes in Fiduciary Net Position - Pension Trust Funds Year Ended April 30, 2015

	Pension Trust Funds
<b>Additions</b>	
Investment income:	
Interest and dividends	\$ 729,780
Net increase in fair value of investments	2,345,193
Investment-related expenses	(99,198)
Net investment income	2,975,775
Contributions:	
Employer	3,744,069
Employee	752,228
Total contributions	4,496,297
Total additions	7,472,072
<b>Deductions</b>	
Benefit payments	4,784,954
Administrative expenses	98,905
Total deductions	4,883,859
<b>Net Increase in Net Position Held in Trust</b>	2,588,213
<b>Net Position Held in Trust for Pension and Other Employee Benefits -     Beginning of year</b>	46,912,798
<b>Net Position Held in Trust for Pension and Other Employee Benefits -     End of year</b>	<b>\$ 49,501,011</b>

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### Note I - Summary of Significant Accounting Policies

The accounting policies of the Village of Franklin Park, Illinois (the "Village") conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the Village of Franklin Park, Illinois:

#### **Reporting Entity**

The Village of Franklin Park, Illinois is a municipal corporation governed by an elected board. The accompanying financial statements present the Village and its component units, entities for which the Village is considered to be financially accountable. Although blended component units are legal separate entities, in substance, they are part of the Village's operations (see discussion below for description).

#### **Blended Component Units**

*Foreign Fire Insurance Premium Tax Fund* - The Foreign Fire Insurance Premium Tax Fund was established to account for the fire department's allocable foreign fire insurance tax revenue. This revenue is provided to the fire department as an inducement to assist neighboring communities in emergency situations. This revenue represents a financial benefit to the Village. In addition, the fund is governed by a board that includes members of the board of trustees and fire department personnel, all of which are elected by the members of the fire department. The fund is included within the Village's reporting entity as a special revenue fund.

*Police Pension Fund* - The Village's police department employees participate in the Police Pension Fund. The Police Pension Fund functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the president, one elected pension beneficiary, and two elected police employees constitute the pension board. The Village is obligated to fund all Police Pension Fund costs based on actuarial valuations. The nature of the Police Pension Fund dictates the Village's financial accountability. The Village appoints a voting majority of the component unit's board and the pension fund has the possibility of imposing a financial burden on the Village. The State of Illinois is authorized to establish benefit levels and the government is authorized to approve the actuarial assumptions used in the determination of contribution levels. Separately issued financial statements for the Police Pension Fund can be obtained from the Village by contacting the Village controller.

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### Note I - Summary of Significant Accounting Policies (Continued)

*Firefighters' Pension Fund* - The Village's fire department employees participate in the Firefighters' Pension Fund. The Firefighters' Pension Fund functions for the benefit of these employees and is governed by a nine-member pension board. The Village's president, treasurer, clerk, attorney, and fire chief, one elected pension beneficiary, and three elected fire employees constitute the pension board. The Village is obligated to fund all Firefighters' Pension Fund costs based on actuarial valuations. The nature of the Firefighters' Pension Fund dictates the Village's financial accountability. The Village appoints a voting majority of the component unit's board and the pension fund has the possibility of imposing a financial burden on the Village. The State of Illinois is authorized to establish benefit levels and the government is authorized to approve the actuarial assumptions used in the determination of contribution levels. Separately issued financial statements for the Firefighters' Pension Fund can be obtained from the Village by contacting the Village controller.

#### **Accounting and Reporting Principles**

The Village follows accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. Accounting and financial reporting pronouncements are promulgated by the Governmental Accounting Standards Board.

#### **Fund Accounting**

The Village accounts for its various activities in several different funds in order to demonstrate accountability for how we have spent certain resources - separate funds allow us to show the particular expenditures that specific revenues were used for. The various funds are aggregated into three broad fund types:

**Governmental funds** include all activities that provide general governmental services that are not business-type activities. This includes the General Corporate Fund, special revenue funds, debt service funds, and capital project funds. The Village reports the following funds as "major" governmental funds:

- *General Corporate Fund* - The primary operating fund because it accounts for all financial resources used to provide general government services, other than those specifically assigned to another fund.
- *Corporate Bond and Interest Fund* - A debt service fund used to account for resources utilized for payment of principal and interest of the Village's long-term debt.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note I - Summary of Significant Accounting Policies (Continued)

**Proprietary funds** include enterprise funds (which provide goods or services to users in exchange for charges or fees) and internal service funds (which provide goods or services to other funds of the Village). The Village reports the following fund as a “major” enterprise fund:

- *Water and Sewer Fund* - This fund provides water to customers and disposes of sanitary sewage in exchange for monthly user charges.

The Village’s internal service fund is used to allocate fleet maintenance services to the various funds on a full accrual basis, so that the full costs are recognized and allocated to the various funds in the year that the costs are incurred. In the current and prior years, the full cost has not been charged to the various funds.

**Fiduciary funds** include amounts held in a fiduciary capacity for others. These amounts will not be used to operate our government's programs. Activities that are reported as fiduciary include:

- *Police Pension Fund and Firefighters' Pension Fund* - These funds accumulate resources for pension benefit payments to retirees under these plans.
- *Agency Funds* - These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Interfund activity: During the course of operations, the Village has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### **Note I - Summary of Significant Accounting Policies (Continued)**

#### **Basis of Accounting**

The Village funds use the current financial resources measurement focus and the modified accrual basis of accounting. This basis of accounting is intended to better demonstrate accountability for how the government has spent its resources.

Expenditures are reported when the goods are received or the services are rendered. Capital outlays are reported as expenditures (rather than as capital assets) because they reduce the ability to spend resources in the future; conversely, employee benefit costs that will be funded in the future (such as pension and retiree healthcare related costs, or sick and vacation pay) are not counted until they come due for payment. In addition, debt service expenditures, claims, and judgments are recorded only when payment is due.

Revenues are not recognized until they are collected, or collected soon enough after the end of the year that they are available to pay for obligations outstanding at the end of the year. For this purpose, the Village considers amounts collected within 60 days of year end to be available for recognition. The following major revenue sources meet the availability criterion: intergovernmental revenue, charges for services, licenses and permits, fines and forfeitures, investment earnings, property taxes, sales taxes, and income taxes associated with the current fiscal period. Conversely, certain intergovernmental revenue will be collected after the period of availability; receivables have been recorded for these, along with a "deferred inflow of resources."

Proprietary funds and fiduciary funds use the economic resources measurement focus and the full accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

#### **Report Presentation**

Governmental accounting principles require that financial reports include two different perspectives - the government-wide perspective and the fund-based perspective. The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. The government-wide financial statements are presented on the economic resources measurement focus and the full accrual basis of accounting. Property taxes are recognized as revenue 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. The statements also present a schedule reconciling these amounts to the modified accrual-based presentation found in the fund-based statements.



# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note I - Summary of Significant Accounting Policies (Continued)

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 revenue includes: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Property taxes, intergovernmental revenue, and other items not properly included among program revenue are reported instead as general revenue.

For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges between the Village's water and sewer and nonmajor enterprise functions and various other functions of the Village. Eliminations of these charges would distort the direct costs and program revenue reported for the various functions concerned. Interfund services provided and used are not eliminated in the process of consolidation.

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

#### **Specific Balances and Transactions**

**Cash, Cash Equivalents, and Investments** - Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value. Fair values for the Illinois Funds are the same as the value of the pool shares. State statute requires these funds to comply with the Illinois Public Funds Investment Act.

**Inventories and Prepaid Items** - Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Immaterial inventory balances are not reflected in the financial statements. Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both government-wide and fund financial statements.

**Capital Assets** - Capital assets, which include property, plant, equipment, intangible assets, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column 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 an estimated useful 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.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note I - Summary of Significant Accounting Policies (Continued)

Interest incurred during the construction of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Infrastructure, intangibles, buildings, equipment, and vehicles are depreciated using the straight-line method over the following useful lives:

Capital Asset Class	Lives
Buildings	40 years
Infrastructure	20-75 years
Water and sewer system	10-75 years
Vehicles and equipment	5-10 years

**Long-term Obligations** - In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund-type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method; bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed at the time they are incurred. In the fund financial statements, governmental fund types recognize bond issuances as an "other financing source," as well as bond premiums and discounts. The Corporate Bond and Interest Fund is generally used to liquidate governmental long-term debt and the Water and Sewer Fund is used to liquidate business-type long-term debt.

#### Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village currently does not have any items that qualify for reporting in this category.

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### Note I - Summary of Significant Accounting Policies (Continued)

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Village has three items that qualify for reporting in this category. The deferred inflows of resources related to deferred charges on bond refunding is reported only in the government-wide statement of net position. The deferred inflows of resources related to unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from certain intergovernmental revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The government also has property taxes receivable before the period levied. These property taxes are shown as deferred inflows of resources on both the governmental funds balance sheet as well as the statement of net position. Those property taxes will be recognized as revenue next year, as those amounts were levied for the subsequent year's budgeted operations.

#### Net Position Flow Assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

#### Fund Balance Flow Assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

# **Village of Franklin Park, Illinois**

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## **Notes to Financial Statements April 30, 2015**

### **Note I - Summary of Significant Accounting Policies (Continued)**

#### **Fund Balance Policies**

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Village itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Village's highest level of decision-making authority. The Village board of trustees is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. As of April 30, 2015, the Village does not have any commitments of fund balance.

Amounts in the assigned fund balance classification are intended to be used by the Village for specific purposes but do not meet the criteria to be classified as committed. The Village board of trustees may assign fund balance. The board of trustees may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

The governmental funds balance sheet reports \$262,854 restricted fund balance for the function of public safety. Within this function, there are several purposes as follows: \$72,624 restricted for use within the fire department, \$80,903 restricted for use on law enforcement, and \$109,327 restricted for use related to the 911 emergency system.

#### **Property Tax Revenue**

Property taxes attach as an enforceable lien on January 1 of the levy year. They are levied in December (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1 and August 1 and are payable in two installments, on or about March 1 and September 1 (or four weeks after the tax bills are actually mailed by the Cook County collector). The County collects such taxes and remits them periodically to the Village. Property taxes for debt service are levied when the related general obligation bonds are authorized and may be subsequently abated in whole or in part by the Village board based on the availability of other funds.

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### **Note I - Summary of Significant Accounting Policies (Continued)**

Property taxes receivable (net of allowance for uncollectible amounts based on prior history) are recorded at the time of the enforceable lien. The Village's property tax revenue is deemed to finance the current year to the extent collected within 60 days of year end and the subsequent year to the extent not collected within this period. The amount not collected within this period is reported as a deferred inflow of resources.

The Village also receives, but does not levy for, road and bridge and tax increment financing district property taxes. The Village does not record a receivable for property taxes related to the Tax Increment Financing (TIF) districts. Due to the nature of TIF revenue, the Village does not levy a direct tax upon the districts. Instead, the property taxes are based solely upon the incremental increase in the property value utilizing the tax rates of all the taxing bodies whose boundaries encompass the districts. As such, the Village cannot reasonably estimate the receivable and records the revenue on the cash basis.

**Pension and Other Postemployment Benefit Costs** - The Village offers both pension and retiree healthcare benefits to retirees. The Village receives an actuarial valuation to compute the annual required contribution (ARC) necessary to fund the obligation over the remaining amortization period. In the governmental funds, pension and OPEB costs are recognized as contributions are made. For the government-wide statements and proprietary funds, the Village reports the full accrual cost equal to the current year required contribution, adjusted for interest and "adjustment to the ARC" on the beginning of year underpaid amount, if any.

**Compensated Absences (Vacation and Sick Leave)** - It is the Village's policy to permit employees to accumulate earned but unused sick and vacation pay benefits. All sick and vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements to the extent it will be paid out upon termination or retirement. A liability for these amounts is reported in governmental funds only for employee terminations as of year end. All other accrued compensated absences are reported in the government-wide financial statements; generally, the funds that report each employee's compensation (the General Corporate Fund and Water and Sewer Fund, primarily) are used to liquidate these obligations.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 1 - Summary of Significant Accounting Policies (Continued)

**Proprietary Funds Operating Classification** - Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Sewer Fund, nonmajor enterprise funds, and internal service funds are charges to customers for sales and services. The Water and Sewer Fund also recognizes 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 and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

**Use of Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenue and expenses during the period. Actual results could differ from those estimates.

### Note 2 - Deposits and Investments

Deposits and investments of the Village, excluding the Pension Trust Funds, are reported in the financial statements as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Cash and cash equivalents	\$ 2,615,820	\$ -
Investments	2,868,002	-
Bank overdraft liability	-	(736,429)
Restricted cash and investments	-	5,526,253
Total	<u>\$ 5,483,822</u>	<u>\$ 4,789,824</u>

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### Note 2 - Deposits and Investments (Continued)

Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Public Treasurer's Investment Pool. The Pension Trust Funds may also invest in certain non-U.S. obligations, mortgages, veterans' loans, life insurance company contracts, money market mutual funds, and common and preferred stocks. Pension funds with net position of \$2.5 million or more may invest up to 45 percent of plan net position in separate accounts of life insurance companies and mutual funds. In addition, pension funds with net position of at least \$5 million that have appointed an investment advisor may invest up to 45 percent of the plan's net position in common and preferred stocks that meet specific restrictions. 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 not operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds' share price, the price for which the investment could be sold. The shares do not mature.

The Village's cash and investments are subject to several types of risk, which are examined in more detail below:

**Custodial Credit Risk of Bank Deposits** - Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The carrying amount of cash, excluding the Pension Trust Funds, was \$7,405,644 at April 30, 2015, while the bank balances were \$8,100,801. All account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. government or with letters of credit issued by the Federal Home Loan Bank held in the Village's name by financial institutions acting as the Village's agent.

At April 30, 2015, the Police Pension Fund's carrying amount of cash was \$13,380. The FDIC insures bank balances up to \$250,000. The entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Police Pension Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Police Pension Fund's deposits with financial institutions.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 2 - Deposits and Investments (Continued)

At April 30, 2015, the Firefighters' Pension Fund's carrying amount of cash was \$34,379. The entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Firefighters' Pension Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Firefighters' Pension Fund's deposits with financial institutions.

**Investments** - The following schedule reports the fair values for the Village's investments (excluding Pension Trust Funds) as of April 30, 2015. All investments mature in less than one year:

Investment Type	Fair Value
Money market mutual fund	\$ 2,550,743
Treasurer Illinois Funds	317,260

**Custodial Credit Risk of Investments** - For an investment, this is the risk that, in the event of the failure of the counterparty, the Village or the Police or Firefighters' Pension Funds will not be able to recover the value of their investments or collateral securities that are in the possession of an outside party. Mutual funds are not subject to custodial credit risk disclosures. The Village limits its exposure to custodial credit risk by utilizing independent, third-party institutions, selected by the Village, to act as custodians for its securities and collateral as described in the Village's investment policy. The Village's investments are fully collateralized as of April 30, 2015. Although not required by the Police or Firefighters' Pension Funds' investment policies, the Police and Firefighters' Pension Funds limit their exposure to custodial credit risk by utilizing an independent third-party institution, selected by the Police or Firefighters' Pension Funds, to act as custodian for its securities and collateral.

**Interest Rate Risk** - The Village limits its exposure to interest rate risk by structuring its portfolio so that it does not invest any operating funds in any debt instruments other than U.S. agencies and Illinois Funds as described in the adopted Village investment policy.

The Police and Firefighters' Pension Funds' formal investment policies do not limit investment maturities as a means of managing their exposure to fair value losses arising from increasing interest rates.



# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 2 - Deposits and Investments (Continued)

The following schedule reports the fair values and maturities for the Police and Firefighters' Pension Funds' investments at April 30, 2015:

	Fair Value	Less than 1 Year	1-5 Years	6-10 Years	More than 10 Years
<b>Police Pension Fund</b>					
U.S. Treasury Notes	\$ 3,777,616	\$ 613,969	\$ -	\$ 3,163,647	\$ -
U.S. Government Agency Securities	83,464	-	-	2,757	80,707
Corporate Bonds	5,237,709	360,238	4,671,136	206,335	-
Total	<u>\$ 9,098,789</u>	<u>\$ 974,207</u>	<u>\$ 4,671,136</u>	<u>\$ 3,372,739</u>	<u>\$ 80,707</u>
<b>Firefighters' Pension Fund</b>					
U.S. Treasury Notes	\$ 941,081	\$ 278,758	\$ 662,323	\$ -	\$ -
U.S. Government Agency Securities	2,792,716	91	1,025,581	1,108,670	658,375
Corporate Bonds	3,400,500	15,812	1,901,706	1,482,982	-
Total	<u>\$ 7,134,297</u>	<u>\$ 294,661</u>	<u>\$ 3,589,610</u>	<u>\$ 2,591,652</u>	<u>\$ 658,375</u>

**Credit Risk** - The Village (excluding Pension Trust Funds) limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in U.S. Agencies and Illinois Funds, as described in the adopted Village investment policy. The United States Agencies are implicitly guaranteed by the United States government. Illinois Funds are rated AAAM by Standard & Poor's.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 2 - Deposits and Investments (Continued)

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Police and Firefighters' Pension Funds help limit their exposure to credit risk by primarily investing in securities issued by the United States government and/or its agencies that are implicitly guaranteed by the United States government. The Police and Firefighters' Pension Funds' investment policies established criteria for allowable investments; those criteria follow the requirements of the Illinois Pension Code. The Police and Firefighters' Pension Funds' investment policies also prescribes the "prudent person" rule.

For the Police Pension Fund, the investments in the U.S. government agencies were all rated AAA and corporate bonds were all rated BBB or better by Standard & Poor's or by Moody's Investors Services.

For the Firefighters' Pension Fund, investments in U.S. government agencies were all rated AAA, and corporate bonds were rated BBB or better by Standard & Poor's or by Moody's Investors Services or were small issues that were unrated or underrated. Unrated (N/R) and underrated investments are listed in the table below.

Investment	Fair Value
<b>Firefighters' Pension Fund</b>	
AA+	\$ 744,000
Unrated	11,169
Total	<u>\$ 755,169</u>

**Concentration of Credit Risk** - The Village limits the amount the Village may invest in any one issuer; no more than 50 percent of the funds may be invested in a single institution as described in the adopted Village investment policy. More than 5 percent of the Village's investments (excluding Pension Trust Funds) are in the Amalgamated Bank money market mutual fund (23 percent).

The Police Pension Fund places no limit on the amount it may invest in any one issuer. More than 5 percent of the Police Pension Fund's investments are in Sunlife Insurance Contracts, Jackson National Life Insurance Contracts, ING Insurance Contracts, and Wilshire 5000 Index Fund. These investments are 9 percent, 6 percent, 5 percent, and 21 percent, respectively, of the Police Pension Fund's total investments.

The Firefighters' Pension Fund has a stated target that 45 percent of the portfolio be in fixed-income securities, 50 percent in equities, and 5 percent in real estate. More than 5 percent of the Firefighters' Pension Fund's investments are in Pridex/Wilshire Insurance Contract, Principal Real Estate Insurance Contract, Vanguard Total International Stock Index Fund, and Artisan International Investor Fund. These investments are 26 percent, 7 percent, 6 percent, and 6 percent, respectively, of the Firefighters' Pension Fund's total investments.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 3 - Capital Assets

Capital asset activity of the Village's governmental and business-type activities was as follows:

	Balance May 1, 2014	Reclassifications	Additions	Disposals	Balance April 30, 2015
<b>Governmental Activities</b>					
Capital assets not being depreciated:					
Land	\$ 13,342,586	\$ -	\$ -	\$ -	\$ 13,342,586
Construction in progress	149,788	(149,788)	174,883	-	174,883
Subtotal	13,492,374	(149,788)	174,883	-	13,517,469
Capital assets being depreciated:					
Infrastructure	131,198,274	-	-	-	131,198,274
Buildings and improvements	21,534,669	-	-	-	21,534,669
Vehicles and equipment	6,530,598	149,788	296,810	(128,213)	6,848,983
Subtotal	159,263,541	149,788	296,810	(128,213)	159,581,926
Accumulated depreciation:					
Infrastructure	107,146,651	-	1,757,855	-	108,904,506
Buildings and improvements	3,770,123	-	510,321	-	4,280,444
Vehicles and equipment	5,354,094	-	316,040	(128,213)	5,541,921
Subtotal	116,270,868	-	2,584,216	(128,213)	118,726,871
Net capital assets being depreciated	42,992,673	149,788	(2,287,406)	-	40,855,055
Net capital assets	\$ 56,485,047	\$ -	\$ (2,112,523)	\$ -	\$ 54,372,524
<b>Business-type Activities</b>					
Capital assets not being depreciated:					
Land	\$ 185,000	\$ -	\$ -	\$ -	\$ 185,000
Construction in progress	1,165,233	(772,983)	3,034,517	-	3,426,767
Subtotal	1,350,233	(772,983)	3,034,517	-	3,611,767
Capital assets being depreciated:					
Water and sewer lines	50,580,983	772,983	335,818	-	51,689,784
Storage reservoir/pump	5,686,944	-	-	-	5,686,944
Buildings and improvements	2,109,296	-	-	-	2,109,296
Vehicles and equipment	2,962,997	-	18,523	-	2,981,520
Subtotal	61,340,220	772,983	354,341	-	62,467,544
Accumulated depreciation:					
Water and sewer lines	18,488,461	-	863,223	-	19,351,684
Storage reservoir/pump	3,122,237	-	161,348	-	3,283,585
Buildings and improvements	1,054,371	-	52,546	-	1,106,917
Vehicles and equipment	2,788,413	-	45,945	-	2,834,358
Subtotal	25,453,482	-	1,123,062	-	26,576,544
Net capital assets being depreciated	35,886,738	772,983	(768,721)	-	35,891,000
Net capital assets	\$ 37,236,971	\$ -	\$ 2,265,796	\$ -	\$ 39,502,767

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 3 - Capital Assets (Continued)

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities:

General government	\$ 122,803
Public safety	649,003
Highway and streets	<u>1,812,410</u>
Total governmental activities	<u>\$ 2,584,216</u>

Business-type activities:

Water and sewer	\$ 1,120,304
Commuter parking lot	<u>2,758</u>
Total business-type activities	<u>\$ 1,123,062</u>

**Construction Commitments** - The Village has active construction projects at year end as follows:

	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Village Hall Roof	\$ 157,395	\$ 94,670
Scott Street Basin	2,449,065	3,621,681
Drainage	<u>389,571</u>	<u>804,472</u>
Total	<u>\$ 2,996,031</u>	<u>\$ 4,520,823</u>

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 4 - Long-term Debt

The Village issues long-term debt to provide 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. Leases and loans are also general obligations of the Village.

Long-term debt activity can be summarized as follows:

	Interest Rate Ranges	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental Activities</b>							
General Obligation Bonds (Alternate Revenue Source) - Series 2004A - \$14,865,000 - payable through 2035	5.00%	-	\$ 6,215,000	\$ -	\$ (6,215,000)	\$ -	\$ -
General Obligation Bonds (Alternate Revenue Source) - Series 2005A - \$4,165,000 - payable through 2025	3.70% - 5.50%	-	3,365,000	-	(3,365,000)	-	-
General Obligation Bonds (Alternate Revenue Source) - Series 2006 - \$9,500,000 - payable through 2031	4.00%	\$50,000 - \$1,255,000	9,375,000	-	(45,000)	9,330,000	50,000
General Obligation Bonds (Alternate Revenue Source) - Series 2007 - \$8,155,000 - payable through 2023	4.20% - 5.50%	\$555,000 - \$975,000	6,380,000	-	(450,000)	5,930,000	555,000
General Obligation Bonds (Alternate Revenue Source) - Series 2011 - \$9,975,000 - payable through 2031	4.00% - 6.25%	\$425,000 - \$880,000	9,975,000	-	(405,000)	9,570,000	425,000
General Obligation Limited Tax Debt Certificates - Series 2013 - \$4,760,000 - payable through 2033	3.625% - 5.00%	\$68,738 - \$428,288	4,760,000	-	-	4,760,000	-
General Obligation Refunding Bonds (Alternate Revenue Source) - Series 2014B - \$3,335,000 - payable through 2023	3.00% - 5.00%	\$235,000 - \$430,000	-	3,335,000	-	3,335,000	250,000
General Obligation Refunding Bonds (Alternate Revenue Source) - Series 2015A - \$6,140,000 - payable through 2035	3.625% - 5.00%	\$230,000 - \$1,570,000	-	6,140,000	-	6,140,000	-
Plus deferred premium			1,313,835	507,323	(651,376)	1,169,782	-
Less deferred discount			(260,767)	-	15,170	(245,597)	-
Total bonds payable			41,123,068	9,982,323	(11,116,206)	39,989,185	1,280,000
Leases payable			493,635	81,525	(215,194)	359,966	117,190
Compensated absences			861,844	518,663	(172,369)	1,208,138	241,628
Net pension obligation			4,277,422	300,672	-	4,578,094	-
Net OPEB obligation			9,632,088	1,829,921	-	11,462,009	-
Total governmental activities			\$ 56,388,057	\$ 12,713,104	\$ (11,503,769)	\$ 57,597,392	\$ 1,638,818

Compensated absences attributable to the governmental activities will be liquidated primarily by the General Corporate Fund. The net pension obligation and the net OPEB obligation will be liquidated from the funds from which the individual employee's salaries are paid, generally the General Corporate Fund.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 4 - Long-term Debt (Continued)

	Interest Rate Ranges	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Business-type Activities</b>							
General Obligation Bonds (Alternate Revenue Source) - Series 2004B - payable through 2021	5.00%	-	\$ 12,295,000	\$ -	\$ (12,295,000)	\$ -	\$ -
Plus unamortized premium			850,819	-	(850,819)	-	-
General Obligation Limited Tax Debt Certificates - Series 2013 - \$8,740,000 - payable through 2033	3.625% - 5.00%	\$126,263 - \$786,713	8,740,000	-	-	8,740,000	-
Plus unamortized premium			392,897	-	(21,828)	371,069	-
Less unamortized discount			(95,099)	-	5,283	(89,816)	-
General Obligation Refunding Bonds (Alternate Revenue Source) - Series 2014A - \$10,445,000 - payable through 2022	2.00% - 5.00%	\$780,000 - \$1,545,000	-	10,445,000	-	10,445,000	1,375,000
Plus unamortized premium			-	1,136,457	-	1,136,457	-
Total bonds payable			22,183,617	11,581,457	(13,162,364)	20,602,710	1,375,000
Loans payable			3,046,670	-	(828,572)	2,218,098	755,746
Compensated absences			36,156	54,232	(36,156)	54,232	54,232
Net OPEB obligation			1,087,783	128,742	-	1,216,525	-
Total business-type activities			\$ 26,354,226	\$ 11,764,431	\$ (14,027,092)	\$ 24,091,565	\$ 2,184,978

Compensated absences attributable to the business-type activities will be liquidated by the Water and Sewer Fund. The net OPEB obligation will be liquidated from the funds from which the individual employee's salaries are paid, generally the Water and Sewer Fund.

Total interest expense for the year was approximately \$2,710,000. Annual debt service requirements to maturity for the above bonds, loans, and lease obligations (excluding unamortized premiums and discounts) are as follows:

Year Ending April 30	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 1,397,190	\$ 1,700,472	\$ 3,097,662	\$ 2,130,746	\$ 930,374	\$ 3,061,120
2017	1,447,108	1,680,711	3,127,819	1,871,061	799,768	2,670,829
2018	1,553,431	1,626,169	3,179,600	1,767,145	737,013	2,504,158
2019	1,757,340	1,565,621	3,322,961	1,870,863	661,366	2,532,229
2020	1,850,658	1,496,905	3,347,563	1,955,140	574,500	2,529,640
2021-2025	10,852,202	6,122,156	16,974,358	6,305,178	1,684,643	7,989,821
2026-2030	11,242,963	3,438,778	14,681,741	3,237,037	782,406	4,019,443
2031-2035	9,324,074	862,741	10,186,815	2,265,928	138,416	2,404,344
Total	\$ 39,424,966	\$ 18,493,553	\$ 57,918,519	\$ 21,403,098	\$ 6,308,486	\$ 27,711,584

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 4 - Long-term Debt (Continued)

**Current Refundings** - During the year, the Village issued \$19,920,000 in general obligation refunding bonds (alternate revenue source) with an average interest rate ranging from 3.4 to 4.8 percent. The proceeds of these bonds were used to advance refund \$20,685,000 of outstanding general obligation bonds with an average interest rate ranging from 3.7 to 5.5 percent. The net proceeds of \$21,106,672 (after payment of \$553,764 in underwriting fees, insurance, and other issuance costs) were used to purchase bond securities. As a result, the bonds are considered to be defeased and the liability for the bonds has been removed from the governmental activities and business-type activities. The advance refunding reduced total debt service payments over the next 20 years by approximately \$2,087,000.

**Legal Debt Margin** - The Village is subject to a legal debt margin of 8.625 percent of equalized assessed value (EAV) of property in the Village. As of April 30, 2015, the equalized assessed valuation of the Village using the Tax Year 2014 EAV is \$620,351,351 and the legal debt margin is \$53,505,304 while the equalized assessed valuation of the Village using the Tax Year 2013 EAV (which was also in effect during the fiscal year) is \$611,138,981 and the legal debt margin is \$52,710,737. Pursuant to the provisions of the Debt Reform Act, alternate revenue bonds do not count against the statutory 8.625 percent of EAV limit unless the government fails to abate the associated property tax levies. The Series 2007 and 2014B are such bonds, therefore the Village is in compliance. The Series 2014A and 2014B bonds were also abated in April 2015.

**Debt Covenants** - The Village is subject to disclosure covenants for its general obligation bonds. These covenants include disclosure of annual financial information 210 days after fiscal year end. Noncompliance could result in the bondholders filing legal action against the Village compelling the Village to complete its filings.

**Subsequent Event** - In September 2015, the Village issued \$6,855,000 General Obligation Limited Tax Debt Certificates, Series 2015. These certificates are payable through 2035 with interest ranging from 4 to 5 percent.

### Note 5 - Short-term Debt

The Village took out a line of credit on October 4, 2009 for \$2,000,000 at an interest rate of 4.00 percent. An additional \$500,000 was added during 2013 to bring the total available amount to be drawn to \$2,500,000. This amount was drawn during the year ended April 30, 2013 and was repaid in May 2013 with interest of \$38,448. An additional \$1,500,000 was added during 2014 to bring the total available to be drawn to \$4,000,000. The line of credit expired on April 14, 2015.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 6 - Noncommitment Debt

Tax increment financing notes outstanding as of April 30, 2015 total \$17,978,557. These notes are not an obligation of the Village and are secured by the levy of real estate taxes on certain property within the tax increment financing areas. The Village is not liable for repayment but acts as an agent for the property owners in levying the property taxes and forwarding collections to note holders. A summary of noncommitment is as follows:

**Life Fitness District/Reebie Storage and Moving Co. Redeveloping Project** - \$2,400,000 note issued August 5, 2002, bearing interest at 9 percent. Principal balance as of April 30, 2015 is \$1,187,409 plus unpaid accrued interest of \$233,069 for a total amount due of \$1,420,478. On August 5, 2002, the Redevelopment Agreement and the note were amended. The new note amount of \$2,400,000 replaced the original note in the amount of \$1,200,000 issued August 4, 1998, bearing interest at 9 percent, which was cancelled by the Village. The final due date of the note is December 31, 2015. At that time, all unpaid principal and interest due on the note shall be forfeited by the note holder.

**O'Hare East Industrial Complex Redevelopment Project** - \$8,200,000 note issued November 1, 2000 bearing interest at 10 percent. Principal balance as of April 30, 2015 is \$8,200,000 plus accrued interest of \$8,358,079 for a total amount due of \$16,558,079. The final due date of the note is December 31, 2024. At that time, all unpaid principal and interest due on the note shall be forfeited by the note holder.

### Note 7 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows:

Receivable Fund	Payable Fund	Amount
<b>Due to/from Other Funds</b>		
Corporate Bond and Interest	Water and Sewer Fund	\$ 730,080
Nonmajor Governmental Funds	Nonmajor Governmental Funds	175,000
Nonmajor Enterprise Fund	General Corporate Fund	5,062
	Nonmajor Governmental Funds	9,962
	Total Nonmajor Enterprise Fund	15,024
	Total	\$ 920,104



# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 7 - Interfund Receivables, Payables, and Transfers (Continued)

Receivable Fund	Payable Fund	Amount
<b>Advances from/to Other Funds</b>		
General Corporate Fund	Corporate Bond and Interest Fund	\$ 20,344
	Nonmajor Governmental Funds	1,515,484
	Internal Service Fund	78,140
	Nonmajor Enterprise Fund	<u>622,791</u>
	Total General Corporate Fund	2,236,759
Corporate Bond and Interest Fund	Nonmajor Governmental Funds	475,427
Nonmajor Governmental Funds	General Corporate Fund	278,913
	Nonmajor Governmental Funds	1,121,383
	Water and Sewer Fund	<u>825,000</u>
	Total Nonmajor Governmental Funds	2,225,296
Water and Sewer Fund	Nonmajor Governmental Funds	400,000
Nonmajor Enterprise Fund	Nonmajor Governmental Funds	<u>1,183,492</u>
	Total	<u>\$ 6,520,974</u>

The principal purposes of the interfund receivables and payables were purchases made with cash from a different fund. All remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimburseable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Related to the interfund receivable and payable between the General Corporate Fund and the Downtown Franklin TIF Fund of \$1,312,966, the General Corporate Fund lent the Downtown Franklin TIF Fund money to cover initial costs.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 7 - Interfund Receivables, Payables, and Transfers (Continued)

Interfund transfers reported in the fund financial statements are comprised of the following:

<u>Fund Transferred From</u>	<u>Fund Transferred To</u>	<u>Amount</u>
Corporate Bond and Interest Fund	Water and Sewer Fund	\$ 1,797,200
Nonmajor Governmental Funds	Corporate Bond and Interest Fund	<u>1,108,376</u>
	Total	<u>\$ 2,905,576</u>

The transfers between the Nonmajor Governmental Funds and the Corporate Bond and Interest Fund are due to the fact that bond covenants require that the expenditures for debt service need to be shown in the Corporate Bond and Interest Fund; however, the payment related to TIF bonds. The transfer between the Corporate Bond and Interest Fund and the Water and Sewer Fund relate to the transfer of property tax funding for bond and interest payments to the fund paying the debt.

### Note 8 - Defined Benefit Pension Plan - Illinois Municipal Retirement Fund Regular Plan

**Plan Description** - The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained online at [www.imrf.org](http://www.imrf.org).

**Funding Policy** - As set by statute, the Village's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual required contribution rate for calendar year 2014 was 19.14 percent. The Village's annual required contribution for calendar year 2015 was 18.74 percent. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF board of trustees, while the supplemental retirement benefits rate is set by statute.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 8 - Defined Benefit Pension Plan - Illinois Municipal Retirement Fund Regular Plan (Continued)

**Annual Pension Cost** - For the year ended April 30, 2015, the Village's annual pension cost of \$604,929 for the plan was equal to the Village's required and actual contribution. The annual required contribution was determined as part of an actuarial valuation at December 31, 2012, using the entry age actuarial cost method. Significant actuarial assumptions used include (a) a 7.5 investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0 percent per year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3 percent annually. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The unfunded actuarial liability is being amortized as a level percentage of payroll on an open basis. The remaining amortization period is 29 years.

#### Three-year Trend Information

	Fiscal Year Ended April 30		
	2015	2014	2013
Annual pension cost (APC)	\$ 604,929	\$ 720,161	\$ 507,167
Percentage of APC contributed	100.0 %	100.0 %	100.0 %
Net pension obligation	\$ -	\$ -	\$ -

	Year Ended December 31		
	2014	2013	2012
Actuarial value of assets	\$ 7,330,133	\$ 6,412,394	\$ 5,053,450
Actuarial accrued liability (AAL) (entry age)	\$ 8,569,455	\$ 7,996,811	\$ 7,523,711
Unfunded AAL (UAAL)	\$ 1,239,322	\$ 1,584,417	\$ 2,470,261
Funded ratio	85.5 %	80.2 %	67.2 %
Covered payroll	\$ 3,220,943	\$ 3,312,552	\$ 2,934,236
UAAL as a percentage of covered payroll	38.5 %	47.8 %	84.2 %

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### Note 9 - Defined Benefit Pension Plan - Police Pension Fund

**Plan Description** - Police sworn personnel are covered by the Police Pension Fund which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits, as well as the employee and employer contributions levels, are governed by Illinois Compiled Statutes (40 ILCS 5/3) and may be amended by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Police Pension Fund issues its own stand-alone financial report. The publicly available report that includes financial statements and other required information for the Police Pension Fund may be obtained by writing the Village.

The Police Pension Fund provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2011, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 1/2 of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Covered employees hired on or after January 1, 2011, attaining the age of 55 with at least 10 years of creditable service are entitled to receive an annual retirement benefit of 2.5 percent of final average salary for each year of service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum salary cap increases each year thereafter. The monthly benefit of a police officer hired before January 1, 2011, who retired with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter. The monthly pension of a police officer hired on or after January 1, 2011 shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3 percent or 1/2 of the Consumer Price Index. 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 benefit.

**Funding Policy** - Covered employees are required to contribute 9.91 percent of their base salary to the Police Pension Fund. 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 assets necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2040, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Fund is 90 percent funded.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 9 - Defined Benefit Pension Plan - Police Pension Fund (Continued)

**Annual Pension Cost and Net Pension Obligation** - The Village's annual pension cost for the current year and related information for the Police Pension Fund are as follows:

Annual required contribution	\$ 2,035,492
Interest on net pension obligation	160,269
Adjustment to annual required contribution	<u>(142,799)</u>
Annual pension cost (APC)	2,052,962
Contributions made	<u>(1,881,099)</u>
Increase in net pension obligation	171,863
Net pension obligation - Beginning of year	<u>2,374,345</u>
Net pension obligation - End of year	<u><u>\$ 2,546,208</u></u>

For the year ended April 30, 2015, the Village's annual pension cost was \$2,052,962 and the actual contribution was \$1,881,099. The annual required contribution was determined as part of an actuarial valuation at April 30, 2014, using the entry age actuarial cost method. Significant assumptions used include (a) a 6.75 investment rate of return, (b) projected salary increases of 4.75 to 11.75 percent per year, and (c) 4.5 percent per year postretirement benefit increases. Both (a) and (b) include an inflation component of 3.0 percent. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility over a five-year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is through 2041.

### Three-year Trend Information

	Fiscal Year Ended April 30		
	2015	2014	2013
Annual pension cost (APC)	\$ 2,052,962	\$ 1,948,372	\$ 1,924,212
Percentage of APC contributed	91.6 %	80.1 %	73.9 %
Net pension obligation	\$ 2,546,208	\$ 2,374,345	\$ 1,987,444

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### **Note 9 - Defined Benefit Pension Plan - Police Pension Fund (Continued)**

**Funding Status and Funding Progress** - As of April 30, 2014, the most recent actuarial valuation date, the plan was 42.97 percent funded. The actuarial accrued liability for benefits was \$52,426,809, and the actuarial value of assets was \$22,526,745, resulting in an unfunded actuarial accrued liability of \$29,900,064. The covered payroll (annual payroll to active employees covered by the plan) was \$4,001,092, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 747.30 percent.

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

### **Note 10 - Defined Benefit Pension Plan - Firefighters' Pension Fund**

**Plan Description** - Sworn fire personnel are covered by the Firefighters' Pension Fund which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits, as well as the employee and employer contributions levels, are governed by Illinois Compiled Statutes (40 ILCS 5/3) and may be amended by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Firefighters' Pension Fund issues its own stand-alone financial report. The publicly available report that includes financial statements and other required information for the Firefighters' Pension Fund may be obtained by writing the Village.

The Firefighters' Pension Fund provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2011, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 1/2 of the monthly salary attached to the rank held at the date of retirement. The pension shall be increased by 1/12 of 2.5 percent of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75 percent of such salary. Covered employees hired on or after January 1, 2011, attaining the age of 55 with at least 10 years of creditable service are entitled to receive an annual retirement benefit of 2.5 percent of final average salary for each year of service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum salary cap increases each year thereafter. The monthly pension of a firefighter hired before January 1, 2011, who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter. The monthly pension of a firefighter hired on or after January 1, 2011 shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3 percent or 1/2 of the Consumer Price Index. 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 benefit.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 10 - Defined Benefit Pension Plan - Firefighters' Pension Fund (Continued)

**Funding Policy** - Covered employees are required to contribute 9.455 percent of their base salary to the Firefighters' Pension Fund. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Fund is 90 percent funded by the year 2040.

**Annual Pension Cost and Net Pension Obligation** - The Village's annual pension cost for the current year and related information for the Firefighters' Pension Fund is as follows:

Annual required contribution	\$ 1,976,128
Interest on net pension obligation	133,215
Adjustment to annual required contribution	<u>(117,564)</u>
Annual pension cost (APC)	1,991,779
Contributions made	<u>(1,862,970)</u>
Increase in net pension obligation	128,809
Net pension obligation - Beginning of year	<u>1,903,077</u>
Net pension obligation - End of year	<u>\$ 2,031,886</u>

For the year ended April 30, 2015, the Village's annual pension cost was \$1,991,779 and the actual contribution was \$1,862,970. The annual required contribution was determined as part of an actuarial valuation at April 30, 2014, using the entry age actuarial cost method. Significant actuarial assumptions used include (a) a 7.0 investment rate of return, (b) projected salary increases of 4.75 to 12.75 percent per year, and (c) 4.5 percent per year cost of living adjustments. Both (a) and (b) include an inflation component of 3.0. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility over a five-year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is through 2040.

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 10 - Defined Benefit Pension Plan - Firefighters' Pension Fund (Continued)

#### Three-year Trend Information

	Fiscal Year Ended April 30		
	2015	2014	2013
Annual pension cost (APC)	\$ 1,991,779	\$ 1,808,136	\$ 1,528,073
Percentage of APC contributed	93.5 %	81.0 %	85.7 %
Net pension obligation	\$ 2,031,886	\$ 1,903,077	\$ 1,559,788

**Funding Status and Funding Progress** - As of April 30, 2014, the most recent actuarial valuation date, the plan was 49.23 percent funded. The actuarial accrued liability for benefits was \$49,275,689, and the actuarial value of assets was \$24,259,858, resulting in an unfunded actuarial accrued liability of \$25,015,831. The covered payroll (annual payroll to active employees covered by the plan) was \$3,373,328, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 741.58 percent.

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

### Note 11 - Risk Management

The Village is exposed to various risks of loss related to property loss, torts, errors and omissions, natural disasters, and employee injuries (workers' compensation). The Village has purchased commercial insurance from private insurance companies for claims. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years. In addition, the Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village attorney, the resolution of these matters will not have a material adverse effect on the financial statements of the Village.

### Note 12 - Tax Increment Revenue Pledged

The Village has pledged a portion of future property tax revenue to repay property tax increment bonds issued to finance the refurbishing of various properties in the Village's TIF districts. The bonds are payable solely from the incremental property taxes generated by increased development in the refurbished districts and include the Village's noncommitment debt. Incremental property taxes were projected to produce 100 percent of the debt service requirements over the life of the bonds. For the current year, principal and interest paid and total incremental property tax revenue were \$1,108,376 and \$1,884,656, respectively.



# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 13 - Other Postemployment Benefits

**Plan Description** - The Village provides full healthcare insurance for its eligible retired employees until age 65. Employees under IMRF who were enrolled in IMRF prior to January 1, 2011 must be at least 55 years old, have at least eight years of credited service, and no longer work in a position that qualifies for participation in IMRF. Employees under IMRF who were enrolled in IMRF on or after January 1, 2011 must be at least 62 years old, have at least 10 years of credited service, and no longer work in a position that qualifies for participation in IMRF. Employees under the Police Pension Fund and Firefighters' Pension Fund must be at least 50 years old and have at least 20 years of credited service. This is a single employer defined benefit plan administered by the Village. The benefits are provided under collective bargaining agreements. Currently the plan has 184 members (including employees in active service, terminated employees not yet receiving benefits, and retired employees and beneficiaries currently receiving benefits).

**Funding Policy** - Employees under IMRF may continue medical and dental coverage into retirement on the Village plan on a retiree-pay-all basis. The Village pays 50 percent of the premium charged for retiree-only coverage and 40 percent of the premium charged for family coverage for Police Pension Fund employees. The Village pays 50 percent of the premium charged for retiree-only or family coverage for Firefighters' Pension Fund employees. The Village has no obligation to make contributions in advance of when the insurance premiums are due for payment (in other words, this may be financed on a "pay-as-you-go" basis). Funding is provided by the Village on a pay-as-you-go basis.

**Funding Progress** - For the year ended April 30, 2015, the Village has estimated the cost of providing retiree healthcare benefits through an actuarial valuation as of May 1, 2015. The valuation computes an annual required contribution, which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. This valuation's computed contribution and actual funding are summarized as follows:

Annual required contribution (recommended)	\$ 2,588,781
Interest on the prior year's net OPEB obligation	337,123
Less adjustment to the annual required contribution	<u>(505,999)</u>
Annual OPEB cost	2,419,905
Amounts contributed - Payments of current premiums	<u>(461,243)</u>
Increase in net OPEB obligation	1,958,662
OPEB obligation - Beginning of year	<u>10,719,872</u>
OPEB obligation - End of year	<u>\$ 12,678,534</u>

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 13 - Other Postemployment Benefits (Continued)

The annual OPEB costs, the percentage contributed to the plan, and the net OPEB obligation for the current and two preceding years were as follows:

Fiscal Year Ended	Actuarial Valuation Date	Annual OPEB Cost	Percentage Contributed	Net OPEB Obligation
4/30/13	5/1/12	\$ 2,564,951	20.2	\$ 8,606,149
4/30/14	5/1/12	2,664,382	20.7	10,719,871
4/30/15	5/1/15	2,419,905	19.1	12,678,534

The funding progress of the plan is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (Percent) (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll
5/1/10	\$ -	\$ 22,505,725	\$ 22,505,725	-	\$ 9,153,019	245.9
5/1/14	-	26,907,472	26,907,472	-	9,242,824	291.1
	-	24,710,141	24,710,141	-	10,171,789	242.9

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

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

# Village of Franklin Park, Illinois

## Notes to Financial Statements April 30, 2015

### Note 13 - Other Postemployment Benefits (Continued)

In the May 1, 2015 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 3.50 percent investment rate of return (net of administrative expenses) and an annual healthcare trend rate of 3.00 percent - 6.50 percent initially, reduced by decrements to an ultimate rate of 3.00 percent - 6.00 percent. Both rates included a 3.50 percent inflation rate. There was no actuarial value of assets of the retiree healthcare account as of May 1, 2015. The UAAL is being amortized as a level dollar on an open basis. The remaining amortization period at May 1, 2015 was 30 years.

### Note 14 - Change in Accounting

During the current year, the Village's Police and Firefighters' Pension Plans adopted GASB Statement Number 67, *Financial Reporting for Pension Plans*. This statement required changes to the actuarial valuations resulting in a different measurement of the liability of the employer(s) to plan members for benefits provided through the pension plan. As a result, the disclosures and related schedules in the required supplemental Information within the separately issued pension financial statements have changed considerably.

### Note 15 - Reporting Change (Prior Period Adjustments)

The financial statements for the year ended April 30, 2014 have been restated in order to properly reflect cash balances associated with the property tax levy for debt service in the appropriate fund. The Village has levied a property tax millage to cover debt service payments for certain bond series. In fiscal year 2014, the Village made debt service payments for the 2004B bond series out of the Water and Sewer Fund; however, the Corporate Bond and Interest Fund collected the property tax levy and did not transfer the appropriate amount to the Water and Sewer Fund. The effect of this correction was to reduce cash and beginning of year fund balance/net position in the Corporate Bond and Interest Fund/Governmental Activities and to increase cash and beginning of year net position in the Water and Sewer Fund/Business-type Activities.

The effect of this change is as follows:

	Governmental Activities	Corporate Bond and Interest Fund	Business-type Activities	Water and Sewer Fund
Fund Balance/Net Position - April 30, 2014 - As previously reported	\$ 8,409,703	\$ 4,711,157	\$ 15,715,628	\$ 17,007,414
Adjustment for transfer of cash to the Water and Sewer Fund	(1,575,000)	(1,575,000)	1,575,000	1,575,000
Fund Balance/Net Position - April 30, 2014 - As restated	<u>\$ 6,834,703</u>	<u>\$ 3,136,157</u>	<u>\$ 17,290,628</u>	<u>\$ 18,582,414</u>

# Village of Franklin Park, Illinois

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## Notes to Financial Statements April 30, 2015

### Note 16 - Upcoming Accounting Pronouncements

In June 2012, the GASB issued GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Statement No. 68 requires governments providing defined benefit pensions to recognize their unfunded pension benefit obligation as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This net pension liability that will be recorded on the government-wide, proprietary and discretely presented component units statements will be computed differently than the current unfunded actuarial accrued liability, using specific parameters set forth by the GASB. The Statement also enhances accountability and transparency through revised note disclosures and required supplementary information (RSI). The Village is currently evaluating the impact this standard will have on the financial statements when adopted. The provisions of this Statement are effective for financial statements for the year ending April 30, 2016.

In February 2015, the Governmental Accounting Standards Board issued GASB Statement No. 72, *Fair Value Measurement and Application*. The requirements of this Statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and acceptable valuation techniques. This Statement also will enhance fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government's financial position. GASB Statement No. 72 is required to be adopted for years beginning after June 15, 2015. The Village is currently evaluating the impact this standard will have on the financial statements when adopted, during the Village's 2015-2016 fiscal year.

In June 2015, the GASB issued two new standards addressing accounting and financial reporting by state and local governments for postemployment benefits other than pensions (OPEB). GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, addresses reporting by OPEB plans whereas GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, addresses accounting and reporting by employer governments that provide OPEB benefits to their employees. Along with the currently required statement of fiduciary net position and statement of changes in fiduciary net position, OPEB plans will now be required to include in the financial statements more extensive footnote disclosures and required supplementary information related to the measurement of the OPEB liabilities for which assets have been accumulated. In addition, the Village will, after adoption of GASB 75, recognize on the face of the financial statements its net OPEB liability. The Village is currently evaluating the impact these standards will have on the financial statements when adopted. GASB 74 is effective for fiscal years beginning after June 15, 2016 whereas GASB 75 is effective one year later.

## **Required Supplemental Information**

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# Village of Franklin Park, Illinois

## Required Supplemental Information Budgetary Comparison Schedule - General Corporate Fund Year Ended April 30, 2015

	Original and Final Budget	Actual	Variance with Amended Budget
<b>Revenue</b>			
Property taxes	\$ 10,910,231	\$ 10,860,960	\$ (49,271)
Intergovernmental revenue - Sales tax	1,800,000	3,395,131	1,595,131
Intergovernmental revenue - Income tax	1,736,135	1,880,238	144,103
Utility tax	2,925,000	3,253,334	328,334
Other taxes	772,641	882,116	109,475
Licenses, permits, and fees	1,731,600	1,731,576	(24)
Grant revenue	254,862	377,340	122,478
Charges for services	1,041,386	1,211,353	169,967
Fines and forfeitures	526,300	559,038	32,738
Investment income	-	1,991	1,991
Other revenue	615,975	1,121,743	505,768
Total revenue	22,314,130	25,274,820	2,960,690
<b>Expenditures</b>			
Current:			
General government	6,066,549	6,639,030	(572,481)
Public safety	13,525,267	13,438,476	86,791
Highway and street	2,732,619	2,777,733	(45,114)
Public health	362,357	387,475	(25,118)
Community development	634,954	384,833	250,121
Building department	655,451	631,437	24,014
Capital outlay	541,063	722,240	(181,177)
Debt service	162,257	167,088	(4,831)
Total expenditures	24,680,517	25,148,312	(467,795)
<b>Excess of Revenue (Under) Over Expenditures</b>	(2,366,387)	126,508	2,492,895
<b>Other Financing Sources</b>			
Face value of debt issue	-	81,525	81,525
Transfers in	250,000	-	(250,000)
Total other financing sources	250,000	81,525	(168,475)
<b>Net Change in Fund Balance</b>	(2,116,387)	208,033	2,324,420
<b>Fund Balance - Beginning of year</b>	5,546,276	5,546,276	-
<b>Fund Balance - End of year</b>	<u>\$ 3,429,889</u>	<u>\$ 5,754,309</u>	<u>\$ 2,324,420</u>

# Village of Franklin Park, Illinois

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## **Note to Required Supplemental Information Year Ended April 30, 2015**

**Budgetary Information** - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund and all special revenue funds. All annual appropriations lapse at fiscal year end. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- The finance director submits to the board of trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- Budget hearings are conducted.
- The budget is legally enacted through passage of an ordinance.
- Budgets are adopted for all funds with the exception of the following funds: Police Station Fund, Foreign Fire Insurance Premium Fund, Police Department 1505 Fund, 911 Emergency Surcharge Tax Fund, GARRA Alternate Refunding Bonds Series 2004A Fund, Milwaukee Avenue TIF Fund, Waveland Mannheim TIF Fund, DHL Seymour TIF Fund, and Non-Home Sales Tax Fund.

The budget may be amended by the board of trustees. The budget was not amended this year.

The budget document presents information by fund and function. The legal level of budgetary control adopted by the governing body is the fund level (i.e., the level at which expenditures may not legally exceed appropriations).

# Village of Franklin Park, Illinois

## Required Supplemental Information Pension System Schedule - Illinois Municipal Retirement Fund - Regular Year Ended April 30, 2015

The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (Percent) (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll
12/31/11	\$ 3,865,203	\$ 7,020,173	\$ 3,154,970	55.1	\$ 2,964,396	106.4
12/31/12	5,053,450	7,523,711	2,470,261	67.2	2,934,236	84.2
12/31/13	6,412,394	7,996,811	1,584,417	80.2	3,312,552	47.8
12/31/14	7,330,133	8,569,455	1,239,322	85.5	3,220,943	38.5

The schedule of employer contributions is as follows:

Year Ended	Actuarial Valuation Date	Annual Required Contribution *	Percentage Contributed
12/31/11	12/31/09	\$ 330,827	100.0
12/31/12	12/31/10	475,933	100.0
12/31/13	12/31/11	720,161	100.0
12/31/14	12/31/12	604,929	100.0

\* The required contribution is expressed to the Village as a percentage of payroll.

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of December 31, 2014, the latest actuarial valuation, follows:

Amortization method	Level percent
Amortization period (perpetual)	29 years
Asset valuation method	5-year smoothed market with a 20% corridor

Actuarial assumptions:

Investment rate of return, net of administrative and direct investment expense	7.5%
Projected salary increases attributable to inflation	4.0%
Additional projected salary increases attributable to seniority/merit	0.4 - 10.0%
Cost of living adjustments	None



# Village of Franklin Park, Illinois

## Required Supplemental Information Pension System Schedule - Illinois Municipal Retirement Fund Sheriff's Law Enforcement Personnel Year Ended April 30, 2015

The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (Percent) (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll
12/31/11	\$ 36,762	\$ -	\$ (36,762)	-	\$ -	-
12/31/12	40,240	-	(40,240)	-	-	-
12/31/13	45,685	-	(45,685)	-	-	-
12/31/14	49,263	-	(49,263)	-	-	-

The schedule of employer contributions is as follows:

Year Ended	Actuarial Valuation Date	Annual Required Contribution *	Percentage Contributed
12/31/11	12/31/09	\$ -	100.0
12/31/12	12/31/10	-	100.0
12/31/13	12/31/11	-	100.0
12/31/14	12/31/12	-	100.0

\* The required contribution is expressed to the Village as a percentage of payroll.

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of December 31, 2014, the latest actuarial valuation, follows:

Amortization method	Level percent
Amortization period (perpetual)	29 years
Asset valuation method	5-year smoothed market with a 20% corridor

Actuarial assumptions:

Investment rate of return, net of administrative and direct investment expense	7.5%
Projected salary increases attributable to inflation	4.0%
Additional projected salary increases attributable to seniority/merit	0.4 - 10.0%
Cost of living adjustments	None

# Village of Franklin Park, Illinois

## Required Supplemental Information Pension System Schedule - Police Pension Fund Year Ended April 30, 2015

The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (Percent) (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll
4/30/12	\$ 20,841,615	\$ 49,077,026	\$ 28,235,411	42.5	\$ 3,567,396	791.5
4/30/13	21,623,504	50,241,850	28,618,346	43.0	3,744,121	764.4
4/30/14	22,526,745	52,426,809	29,900,064	43.0	4,001,092	747.3

The schedule of employer contributions is as follows:

Fiscal Year Ended	Actuarial Valuation Date	Annual Required Contribution *	Percentage Contributed
4/30/13	4/30/12	\$ 1,893,903	76.9
4/30/14	4/30/13	1,931,074	80.9
4/30/15	4/30/14	2,035,492	92.4

\* The required contribution is expressed to the Village as a percentage of payroll.

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of April 30, 2014, the latest actuarial valuation, follows:

Amortization method	Level percent of pay, closed
Amortization period (perpetual)	Through 2041
Asset valuation method	5-year smoothed market
Actuarial assumptions:	
Investment rate of return*	6.75%
Projected salary increases*	4.75% - 11.75%
*Includes inflation at	3.0%
Postretirement benefit increases	4.5%

# Village of Franklin Park, Illinois

## Required Supplemental Information Pension System Schedule - Firefighters' Pension Fund Year Ended April 30, 2015

The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (Percent) (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll
4/30/12	\$ 21,820,417	\$ 41,520,474	\$ 19,700,057	52.6	\$ 3,144,398	626.5
4/30/13	22,920,440	46,382,603	23,462,163	49.4	3,244,286	723.2
4/30/14	24,259,858	49,275,689	25,015,831	49.2	3,373,328	741.6

The schedule of employer contributions is as follows:

Fiscal Year Ended	Actuarial Valuation Date	Annual Required Contribution *	Percentage Contributed
4/30/13	4/30/12	\$ 1,495,589	90.2
4/30/14	4/30/13	1,781,597	85.7
4/30/15	4/30/14	1,976,128	94.3

\* The required contribution is expressed to the Village as a percentage of payroll.

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of April 30, 2014, the latest actuarial valuation, follows:

Amortization method	Level percent of pay, closed
Amortization period (perpetual)	Through 2040
Asset valuation method	5-year smoothed market
Actuarial assumptions:	
Investment rate of return*	7.0%
Projected salary increases*	4.75 to 12.75%
*Includes inflation at	3.0%
Cost of living adjustments	4.5%

# Village of Franklin Park, Illinois

## Required Supplemental Information OPEB System Schedule Year Ended April 30, 2015

The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (Percent) (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll
5/1/09	\$ -	\$ 18,816,415	\$ 18,816,415	-	\$ 9,153,019	205.6
5/1/10	-	22,505,725	22,505,725	-	9,153,019	245.9
5/1/12	-	26,907,472	26,907,472	-	9,242,824	291.1
5/1/15	-	24,710,141	24,710,141	-	10,171,789	242.9

The schedule of employer contributions is as follows:

Fiscal Year Ended	Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
4/30/12	5/1/10	\$ 2,181,584	17.5
4/30/13	5/1/12	2,693,069	19.2
4/30/14	5/1/12	2,693,069	20.4
4/30/15	5/1/15	2,588,781	17.8

## **Other Supplemental Information**

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# Village of Franklin Park, Illinois

	Special Revenue Funds					
	Foreign Fire Insurance Premium Fund	Police Department 1505 Fund	911 Emergency Surcharge Tax Fund	Motor Fuel Tax Fund	GARRA Alternate Source Refunding Bonds Series 2004A Fund	West Mannheim Redeveloping Area TIF Fund
<b>Assets</b>						
Cash and investments	\$ 72,624	\$ 80,903	\$ 109,384	\$ -	\$ 87,394	\$ 3,079,526
Receivables:						
Property taxes receivable	-	-	-	-	-	4,252
Other taxes receivable	-	-	-	42,639	-	-
Due from other funds	-	-	-	-	-	-
Advances to other funds	-	-	-	173,459	-	-
<b>Total assets</b>	<b>\$ 72,624</b>	<b>\$ 80,903</b>	<b>\$ 109,384</b>	<b>\$ 216,098</b>	<b>\$ 87,394</b>	<b>\$ 3,083,778</b>
<b>Liabilities</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 87,394	\$ -
Bank overdraft	-	-	-	1,454,776	-	-
Due to other funds	-	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-
Accrued salary and wages	-	-	57	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>57</b>	<b>1,454,776</b>	<b>87,394</b>	<b>-</b>
<b>Fund Balances (Deficit)</b>						
Nonspendable -						
Long-term receivable	-	-	-	173,459	-	-
Restricted:						
Public safety	72,624	80,903	109,327	-	-	-
TIF development	-	-	-	-	-	3,083,778
Debt service	-	-	-	-	-	-
Unassigned	-	-	-	(1,412,137)	-	-
<b>Total fund balances (deficit)</b>	<b>72,624</b>	<b>80,903</b>	<b>109,327</b>	<b>(1,238,678)</b>	<b>-</b>	<b>3,083,778</b>
<b>Total liabilities and fund balances (deficit)</b>	<b>\$ 72,624</b>	<b>\$ 80,903</b>	<b>\$ 109,384</b>	<b>\$ 216,098</b>	<b>\$ 87,394</b>	<b>\$ 3,083,778</b>

**Other Supplemental Information  
Combining Balance Sheet  
Nonmajor Governmental Funds  
April 30, 2015**

Special Revenue Funds						Debt Service Funds		
Belmont/River TIF Fund	Mannheim/ Grand TIF Fund	Milwaukee Avenue TIF Fund	Downtown Franklin Avenue TIF Fund	DHL Seymour	Centrella- Seymour TIF	Total	Life/Fitness Reebie Storage TIF Fund	Waveland/ Mannheim TIF Fund
\$ 272,237	\$ -	\$ 36,600	\$ -	\$ 104,190	\$ -	\$ 3,842,858	\$ 362,983	\$ 402,342
-	-	12,720	1,725	-	-	18,697	-	-
-	-	-	-	-	-	42,639	-	-
25,000	-	-	-	-	-	25,000	150,000	-
-	1,121,383	-	-	-	-	1,294,842	825,000	-
<b>\$ 297,237</b>	<b>\$ 1,121,383</b>	<b>\$ 49,320</b>	<b>\$ 1,725</b>	<b>\$ 104,190</b>	<b>\$ -</b>	<b>\$ 5,224,036</b>	<b>\$ 1,337,983</b>	<b>\$ 402,342</b>
\$ 548	\$ 225,148	\$ -	\$ 298	\$ -	\$ 6,268	\$ 319,656	\$ 548	\$ 933,778
-	855,777	-	168,925	-	10,805	2,490,283	-	-
-	-	-	-	100,000	-	100,000	9,962	-
-	-	-	2,188,393	-	-	2,188,393	-	-
-	-	-	-	-	-	57	-	-
548	1,080,925	-	2,357,616	100,000	17,073	5,098,389	10,510	933,778
-	1,121,383	-	-	-	-	1,294,842	825,000	-
-	-	-	-	-	-	262,854	-	-
296,689	-	49,320	-	4,190	-	3,433,977	-	-
-	-	-	-	-	-	-	502,473	-
-	(1,080,925)	-	(2,355,891)	-	(17,073)	(4,866,026)	-	(531,436)
296,689	40,458	49,320	(2,355,891)	4,190	(17,073)	125,647	1,327,473	(531,436)
<b>\$ 297,237</b>	<b>\$ 1,121,383</b>	<b>\$ 49,320</b>	<b>\$ 1,725</b>	<b>\$ 104,190</b>	<b>\$ -</b>	<b>\$ 5,224,036</b>	<b>\$ 1,337,983</b>	<b>\$ 402,342</b>

# Village of Franklin Park, Illinois

## Other Supplemental Information Combining Balance Sheet (Continued) Nonmajor Governmental Funds April 30, 2015

	Debt Service Funds			Capital Projects Funds			Total Nonmajor Governmental Funds
	O'Hare East Industrial TIF Fund	Resurrection TIF Fund	Total	Police Station Fund	Tollway Fund	Total	
	Fund	TIF Fund	Total	Station Fund	Fund	Total	
<b>Assets</b>							
Cash and investments	\$ -	\$ -	\$ 765,325	\$ 166,792	\$ -	\$ 166,792	\$ 4,774,975
Receivables:							
Property taxes receivable	-	-	-	-	-	-	18,697
Other taxes receivable	-	-	-	-	-	-	42,639
Due from other funds	-	-	150,000	-	-	-	175,000
Advances to other funds	-	-	825,000	105,454	-	105,454	2,225,296
<b>Total assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,740,325</b>	<b>\$ 272,246</b>	<b>\$ -</b>	<b>\$ 272,246</b>	<b>\$ 7,236,607</b>
<b>Liabilities</b>							
Accounts payable	\$ 680	\$ 549	\$ 935,555	\$ -	\$ 81,753	\$ 81,753	\$ 1,336,964
Bank overdraft	4,809	-	4,809	-	-	-	2,495,092
Due to other funds	-	75,000	84,962	-	-	-	184,962
Advances from other funds	8,387	1,315,514	1,323,901	1,183,492	-	1,183,492	4,695,786
Accrued salary and wages	-	-	-	-	-	-	57
<b>Total liabilities</b>	<b>13,876</b>	<b>1,391,063</b>	<b>2,349,227</b>	<b>1,183,492</b>	<b>81,753</b>	<b>,265,245</b>	<b>8,712,861</b>
<b>Fund Balances (Deficit)</b>							
Nonspendable -							
Long-term receivable	-	-	825,000	105,454	-	105,454	2,225,296
Restricted:							
Public safety	-	-	-	-	-	-	262,854
TIF development	-	-	-	-	-	-	3,433,977
Debt service	-	-	502,473	-	-	-	502,473
Unassigned	(13,876)	(1,391,063)	(1,936,375)	(1,016,700)	(81,753)	,098,453)	(7,900,854)
<b>Total fund balances (deficit)</b>	<b>(13,876)</b>	<b>(1,391,063)</b>	<b>(608,902)</b>	<b>(911,246)</b>	<b>(81,753)</b>	<b>(992,999)</b>	<b>(1,476,254)</b>
<b>Total liabilities and fund balances (deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,740,325</b>	<b>\$ 272,246</b>	<b>\$ -</b>	<b>\$ 272,246</b>	<b>\$ 7,236,607</b>



# Village of Franklin Park, Illinois

	Special Revenue Funds						
	Foreign Fire Insurance Premium Fund	Police Department 1505 Fund	911 Emergency Surcharge Tax Fund	Motor Fuel Tax Fund	GARRA Alternate Source Refunding Bonds Series 2004A Fund	West Mannheim Redeveloping Area TIF Fund	Belmont/River TIF Fund
<b>Revenue</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 773,390	\$ 33,608
Other taxes	57,023	-	-	449,295	-	-	-
Grant revenue	-	-	-	168,792	-	-	-
Charges for services	-	-	236,084	-	-	-	-
Fines and forfeitures	-	43,092	-	-	-	-	-
Investment income	115	9	128	61	-	296	248
Other revenue	1,031	-	-	-	-	-	-
<b>Total revenue</b>	<b>58,169</b>	<b>43,101</b>	<b>236,212</b>	<b>618,148</b>	<b>-</b>	<b>773,686</b>	<b>33,856</b>
<b>Expenditures</b>							
Current:							
General government	-	-	-	-	-	28,756	2,605
Public safety	25,709	18,091	266,862	-	-	-	-
Highway and street	-	-	-	1,151,987	-	-	-
Community development	-	-	-	-	-	1,111	1,766
Capital outlay	15,555	39,568	-	-	-	-	-
<b>Total expenditures</b>	<b>41,264</b>	<b>57,659</b>	<b>266,862</b>	<b>1,151,987</b>	<b>-</b>	<b>29,867</b>	<b>4,371</b>
<b>Excess of Revenue Over (Under) Expenditures</b>	<b>16,905</b>	<b>(14,558)</b>	<b>(30,650)</b>	<b>(533,839)</b>	<b>-</b>	<b>743,819</b>	<b>29,485</b>
<b>Other Financing Uses -</b>							
Transfers out	-	-	-	-	-	-	-
<b>Net Change in Fund Balances</b>	<b>16,905</b>	<b>(14,558)</b>	<b>(30,650)</b>	<b>(533,839)</b>	<b>-</b>	<b>743,819</b>	<b>29,485</b>
<b>Fund Balances (Deficit) - Beginning of year</b>	<b>55,719</b>	<b>95,461</b>	<b>139,977</b>	<b>(704,839)</b>	<b>-</b>	<b>2,339,959</b>	<b>267,204</b>
<b>Fund Balances (Deficit) - End of year</b>	<b>\$ 72,624</b>	<b>\$ 80,903</b>	<b>\$ 109,327</b>	<b>\$(1,238,678)</b>	<b>\$ -</b>	<b>\$ 3,083,778</b>	<b>\$ 296,689</b>

**Other Supplemental Information  
Combining Statement of Revenue, Expenditures, and  
Changes in Fund Balances (Deficit)  
Nonmajor Governmental Funds  
Year Ended April 30, 2015**

Special Revenue Funds						Debt Service Funds				
Mannheim/ Grand TIF Fund	Milwaukee Avenue TIF Fund	Downtown Franklin Avenue TIF Fund	DHL Seymour	Centrella- Seymour TIF	Total	Life/Fitness Reebie Storage TIF Fund	Waveland/ Mannheim TIF Fund	O'Hare East Industrial TIF Fund	Resurrection TIF Fund	Total
\$ 125,121	\$ 53,454	\$ 37,223	\$ 1,985	\$ -	\$ 1,024,781	\$ 534,780	\$ -	\$ 325,095	\$ -	\$ 859,875
-	-	-	-	-	506,318	-	-	-	-	-
-	-	-	-	-	168,792	-	-	-	-	-
-	-	-	-	-	236,084	-	-	-	-	-
-	-	-	-	-	43,092	-	-	-	-	-
7	-	-	103	-	967	959	-	-	73	1,032
21,500	-	4,587	-	-	27,118	-	-	-	-	-
<u>146,628</u>	<u>53,454</u>	<u>41,810</u>	<u>2,088</u>	<u>-</u>	<u>2,007,152</u>	<u>535,739</u>	<u>-</u>	<u>325,095</u>	<u>73</u>	<u>860,907</u>
857	1,749	2,606	1,193	2,570	40,336	2,615	-	2,606	2,085	7,306
-	-	-	-	-	310,662	-	-	-	-	-
-	-	-	-	-	1,151,987	-	-	-	-	-
3,226	1,400	7,019	-	14,503	29,025	274,571	-	260,997	3,123	538,691
-	-	21,296	-	-	76,419	-	-	-	-	-
<u>4,083</u>	<u>3,149</u>	<u>30,921</u>	<u>1,193</u>	<u>17,073</u>	<u>1,608,429</u>	<u>277,186</u>	<u>-</u>	<u>263,603</u>	<u>5,208</u>	<u>545,997</u>
142,545	50,305	10,889	895	(17,073)	398,723	258,553	-	61,492	(5,135)	314,910
<u>(747,528)</u>	<u>-</u>	<u>(360,848)</u>	<u>-</u>	<u>-</u>	<u>(1,108,376)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(604,983)	50,305	(349,959)	895	(17,073)	(709,653)	258,553	-	61,492	(5,135)	314,910
645,441	(985)	(2,005,932)	3,295	-	835,300	1,068,920	(531,436)	(75,368)	(1,385,928)	(923,812)
<u>\$ 40,458</u>	<u>\$ 49,320</u>	<u>\$ (2,355,891)</u>	<u>\$ 4,190</u>	<u>\$ (17,073)</u>	<u>\$ 125,647</u>	<u>\$ 1,327,473</u>	<u>\$ (531,436)</u>	<u>\$ (13,876)</u>	<u>\$ (1,391,063)</u>	<u>\$ (608,902)</u>

# Village of Franklin Park, Illinois

## Other Supplemental Information Combining Statement of Revenue, Expenditures, and Changes in Fund Balances (Continued) Nonmajor Governmental Funds Year Ended April 30, 2015

	Capital Projects Fund			Total Nonmajor Governmental Funds
	Police Station Fund	Tollway Fund	Total	
<b>Revenue</b>				
Property taxes	\$ -	\$ -	\$ -	\$ 1,884,656
Other taxes	-	-	-	506,318
Grant revenue	86,350	-	86,350	255,142
Charges for services	-	-	-	236,084
Fines and forfeitures	-	-	-	43,092
Investment income	-	-	-	1,999
Other revenue	-	-	-	27,118
Total revenue	86,350	-	86,350	2,954,409
<b>Expenditures</b>				
Current:				
General government	-	-	-	47,642
Public safety	-	-	-	310,662
Highway and street	-	81,753	81,753	1,233,740
Community development	-	-	-	567,716
Capital outlay	-	-	-	76,419
Total expenditures	-	81,753	81,753	2,236,179
<b>Excess of Revenue Over (Under) Expenditures</b>	86,350	(81,753)	4,597	718,230
<b>Other Financing Uses -</b>				
Transfers out	-	-	-	(1,108,376)
<b>Net Change in Fund Balances</b>	86,350	(81,753)	4,597	(390,146)
<b>Fund Balances (Deficit) - Beginning of year</b>	(997,596)	-	(997,596)	(1,086,108)
<b>Fund Balances (Deficit) - End of year</b>	<b><u>\$ (911,246)</u></b>	<b><u>\$ (81,753)</u></b>	<b><u>\$ (992,999)</u></b>	<b><u>\$ (1,476,254)</u></b>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Motor Fuel Tax Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b>			
Grant revenue	\$ 50,000	\$ 168,792	\$ 118,792
Investment income	500	61	(439)
Other taxes	475,000	449,295	(25,705)
Total revenue	525,500	618,148	92,648
<b>Expenditures</b> - Current - Highway and street	600,000	1,151,987	(551,987)
<b>Net Change in Fund Balance</b>	(74,500)	(533,839)	(459,339)
<b>Fund Balance (Deficit)</b> - Beginning of year	(704,839)	(704,839)	-
<b>Fund Balance (Deficit)</b> - End of year	<u>\$ (779,339)</u>	<u>\$ (1,238,678)</u>	<u>\$ (459,339)</u>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - West Mannheim Redeveloping Area TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b>			
Property taxes	\$ 790,000	\$ 773,390	\$ (16,610)
Investment income	-	296	296
Total revenue	790,000	773,686	(16,314)
<b>Expenditures - Current</b>			
General government	22,500	28,756	(6,256)
Community development	20,000	1,111	18,889
Total expenditures	42,500	29,867	12,633
<b>Other Financing Uses - Transfers out</b>	(747,528)	-	747,528
<b>Net Change in Fund Balance</b>	(28)	743,819	743,847
<b>Fund Balance - Beginning of year</b>	2,339,959	2,339,959	-
<b>Fund Balance - End of year</b>	<u>\$ 2,339,931</u>	<u>\$ 3,083,778</u>	<u>\$ 743,847</u>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Belmont/River TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b>			
Property taxes	\$ 5,000	\$ 33,608	\$ 28,608
Investment income	-	248	248
Total revenue	5,000	33,856	28,856
<b>Expenditures - Current</b>			
General government	2,500	2,605	(105)
Community development	2,500	1,766	734
Total expenditures	5,000	4,371	629
<b>Net Change in Fund Balance</b>	-	29,485	29,485
<b>Fund Balance - Beginning of year</b>	267,204	267,204	-
<b>Fund Balance - End of year</b>	<b>\$ 267,204</b>	<b>\$ 296,689</b>	<b>\$ 29,485</b>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Mannheim/Grand TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b>			
Property taxes	\$ 50,000	\$ 125,121	\$ 75,121
Investment income	-	7	7
Other revenue	-	21,500	21,500
Total revenue	50,000	146,628	96,628
<b>Expenditures - Current</b>			
General government	-	857	(857)
Community development	25,000	3,226	21,774
Total expenditures	25,000	4,083	20,917
<b>Other Financing Uses - Transfers out</b>	-	(747,528)	(747,528)
<b>Net Change in Fund Balance</b>	25,000	(604,983)	(629,983)
<b>Fund Balance - Beginning of year</b>	645,441	645,441	-
<b>Fund Balance - End of year</b>	<b>\$ 670,441</b>	<b>\$ 40,458</b>	<b>\$ (629,983)</b>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Milwaukee Avenue TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b> - Property taxes	\$ -	\$ 53,454	\$ 53,454
<b>Expenditures</b> - Current			
General government	5,000	1,749	3,251
Community development	1,000	1,400	(400)
Total expenditures	<u>6,000</u>	<u>3,149</u>	<u>2,851</u>
<b>Net Change in Fund Balance</b>	(6,000)	50,305	56,305
<b>Fund Balance (Deficit)</b> - Beginning of year	<u>(985)</u>	<u>(985)</u>	<u>-</u>
<b>Fund Balance (Deficit)</b> - End of year	<u><u>\$ (6,985)</u></u>	<u><u>\$ 49,320</u></u>	<u><u>\$ 56,305</u></u>



# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Downtown Franklin Avenue TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b>			
Property taxes	\$ 123,000	\$ 37,223	\$ (85,777)
Other revenue	-	4,587	4,587
Total revenue	123,000	41,810	(81,190)
<b>Expenditures - Current</b>			
General government	14,000	2,606	11,394
Community development	2,500	7,019	(4,519)
Capital outlay	-	21,296	(21,296)
Total expenditures	16,500	30,921	(14,421)
<b>Other Financing Uses - Transfers out</b>	(358,818)	(360,848)	(2,030)
<b>Net Change in Fund Balance</b>	(252,318)	(349,959)	(97,641)
<b>Fund Balance (Deficit) - Beginning of year</b>	(2,005,932)	(2,005,932)	-
<b>Fund Balance (Deficit) - End of year</b>	<u>\$ (2,258,250)</u>	<u>\$ (2,355,891)</u>	<u>\$ (97,641)</u>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Life/Fitness Reebie Storage TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b>			
Property taxes	\$ 600,000	\$ 534,780	\$ (65,220)
Investment income	-	959	959
Total revenue	600,000	535,739	(64,261)
<b>Expenditures - Current</b>			
General government	2,300	2,615	(315)
Community development	580,000	274,571	305,429
Total expenditures	582,300	277,186	305,114
<b>Net Change in Fund Balance</b>	17,700	258,553	240,853
<b>Fund Balance - Beginning of year</b>	1,068,920	1,068,920	-
<b>Fund Balance - End of year</b>	<b>\$ 1,086,620</b>	<b>\$ 1,327,473</b>	<b>\$ 240,853</b>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - O'Hare East Industrial TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b> - Property taxes	\$ 260,000	\$ 325,095	\$ 65,095
<b>Expenditures</b> - Current			
General government	2,000	2,606	(606)
Community development	249,000	260,997	(11,997)
Total expenditures	<u>251,000</u>	<u>263,603</u>	<u>(12,603)</u>
<b>Net Change in Fund Balance</b>	9,000	61,492	52,492
<b>Fund Balance (Deficit)</b> - Beginning of year	<u>(75,368)</u>	<u>(75,368)</u>	<u>-</u>
<b>Fund Balance (Deficit)</b> - End of year	<u><u>\$ (66,368)</u></u>	<u><u>\$ (13,876)</u></u>	<u><u>\$ 52,492</u></u>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Resurrection TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b> - Investment income	\$ -	\$ 73	\$ 73
<b>Expenditures</b> - Current			
General government	5,000	2,085	2,915
Community development	15,000	3,123	11,877
Total expenditures	<u>20,000</u>	<u>5,208</u>	<u>14,792</u>
<b>Net Change in Fund Balance</b>	(20,000)	(5,135)	14,865
<b>Fund Balance (Deficit)</b> - Beginning of year	<u>(1,385,928)</u>	<u>(1,385,928)</u>	<u>-</u>
<b>Fund Balance (Deficit)</b> - End of year	<u><u>\$ (1,405,928)</u></u>	<u><u>\$ (1,391,063)</u></u>	<u><u>\$ 14,865</u></u>

# Village of Franklin Park, Illinois

## Other Supplemental Information Nonmajor Governmental Fund - Centrella-Seymour TIF Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Expenditures - Current</b>			
General government	\$ 5,000	\$ 2,570	\$ 2,430
Community development	1,000	14,503	(13,503)
Total expenditures	6,000	17,073	(11,073)
<b>Net Change in Fund Balance</b>	(6,000)	(17,073)	(11,073)
<b>Fund Balance - Beginning of year</b>	-	-	-
<b>Fund Balance (Deficit) - End of year</b>	<u><u>\$ (6,000)</u></u>	<u><u>\$ (17,073)</u></u>	<u><u>\$ (11,073)</u></u>

# Village of Franklin Park, Illinois

## Other Supplemental Information Major Debt Service Fund - Corporate Bond and Interest Fund Budgetary Comparison Year Ended April 30, 2015

	Original and Final Budget Unaudited	Actual	Variance with Amended Budget
<b>Revenue</b>			
Property taxes	\$ 2,304,850	\$ 3,029,968	\$ 725,118
Investment income	-	36	36
Other revenue	-	974	974
Total revenue	2,304,850	3,030,978	726,128
<b>Expenditures</b>			
Current:			
General government - Other	-	15,178	(15,178)
Debt service:			
Principal	-	900,000	(900,000)
Interest and other charges	-	2,284,867	(2,284,867)
Total expenditures	-	3,200,045	(3,200,045)
<b>Excess of Revenue Over (Under) Expenditures</b>	2,304,850	(169,067)	(2,473,917)
<b>Other Financing Sources (Uses)</b>			
Face value of debt issue	-	9,475,000	9,475,000
Debt premium or discount	-	507,323	507,323
Transfers in	2,762,460	1,108,376	(1,654,084)
Transfers out	(1,575,000)	(1,797,200)	(222,200)
Payment to bond refunding escrow agent	-	(9,580,000)	(9,580,000)
Total other financing sources (uses)	1,187,460	(286,501)	(1,473,961)
<b>Net Change in Fund Balance</b>	3,492,310	(455,568)	(3,947,878)
<b>Fund Balance - Beginning of year</b>	4,711,157	4,711,157	-
<b>Fund Balance - End of year</b>	<b>\$ 8,203,467</b>	<b>\$ 4,255,589</b>	<b>\$ (3,947,878)</b>

# Village of Franklin Park, Illinois

## Other Supplemental Information Statement of Assets and Liabilities Fiduciary Funds April 30, 2015

	Pension Trust Funds			Agency Funds		
	Police Pension Fund	Firefighters' Pension Fund	Total Pension Trust Funds	Village Escrow Funds	Special Assessments Fund	Total Agency Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 13,380	\$ 34,379	\$ 47,759	\$ 19,961	\$ 331,489	\$ 351,450
Investments:						
Certificates of deposit	460,618	2,912,093	3,372,711	-	-	-
U.S. government and agency obligations	3,861,080	3,733,797	7,594,877	-	-	-
Money market mutual funds	1,264,337	997,108	2,261,445	-	-	-
Equity securities	-	2,164,662	2,164,662	-	-	-
Corporate bonds	5,237,709	3,400,500	8,638,209	-	-	-
Insurance contracts	6,322,113	8,629,420	14,951,533	-	-	-
Equity mutual funds	6,119,467	4,028,463	10,147,930	-	-	-
Receivables:						
Accrued interest receivable	81,340	63,121	144,461	-	-	-
Other taxes receivable	-	-	-	-	419	419
Due from Village	86,909	100,564	187,473	-	-	-
Prepaid expenses	1,451	1,391	2,842	-	-	-
Total assets	<u>23,448,404</u>	<u>26,065,498</u>	<u>49,513,902</u>	<u>\$ 19,961</u>	<u>\$ 331,908</u>	<u>\$ 351,869</u>
<b>Liabilities</b>						
Accounts payable	2,671	10,220	12,891	\$ -	\$ -	\$ -
Deposits payable	-	-	-	19,961	331,908	351,869
Total liabilities	<u>2,671</u>	<u>10,220</u>	<u>12,891</u>	<u>\$ 19,961</u>	<u>\$ 331,908</u>	<u>\$ 351,869</u>
<b>Net Position Held in Trust for Pension and Other Employee Benefits</b>	<u>\$ 23,445,733</u>	<u>\$ 26,055,278</u>	<u>\$ 49,501,011</u>			

# Village of Franklin Park, Illinois

## Other Supplemental Information Combining Statement of Changes in Fiduciary Net Position Fiduciary Funds Year Ended April 30, 2015

	Pension Police Fund	Firefighters' Pension Fund	Total
<b>Additions</b>			
Investment income:			
Interest and dividends	\$ 415,012	\$ 314,768	\$ 729,780
Net increase in fair value of investments	1,047,822	1,297,371	2,345,193
Investment-related expenses	(19,962)	(79,236)	(99,198)
Net investment income	1,442,872	1,532,903	2,975,775
Contributions:			
Employer	1,881,099	1,862,970	3,744,069
Employee	443,000	309,228	752,228
Net contributions	2,324,099	2,172,198	4,496,297
Total additions	3,766,971	3,705,101	7,472,072
<b>Deductions</b>			
Benefit payments	2,375,322	2,409,632	4,784,954
Administrative expenses	48,483	50,422	98,905
Total deductions	2,423,805	2,460,054	4,883,859
<b>Net Increase in Net Position Held in Trust</b>	1,343,166	1,245,047	2,588,213
<b>Net Position Held in Trust for Pension and Other Employee Benefits - Beginning of year</b>	22,102,567	24,810,231	46,912,798
<b>Net Position Held in Trust for Pension and Other Employee Benefits - End of year</b>	<b>\$ 23,445,733</b>	<b>\$ 26,055,278</b>	<b>\$ 49,501,011</b>



# Village of Franklin Park, Illinois

## Other Supplemental Information Schedule of Changes in Assets and Liabilities Agency Funds Year Ended April 30, 2015

	Balance at May 1, 2014	Additions	Reductions	Balance at April 30, 2015
<b><u>Village Escrow Funds</u></b>				
<b>Assets</b> - Cash and investments	<u>\$ 19,961</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,961</u>
<b>Liabilities</b> - Refundable deposits, bonds, etc.	<u>\$ 19,961</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,961</u>
<b><u>Special Assessments Fund</u></b>				
<b>Assets</b>				
Cash and investments	\$ 331,489	\$ -	\$ -	\$ 331,489
Other receivable	419	-	-	419
Total assets	<u>\$ 331,908</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 331,908</u>
<b>Liabilities</b> - Refundable deposits, bonds, etc.	<u>\$ 331,908</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 331,908</u>

## **Statistical Section**

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## **Statistical Section**

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This part of the Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplemental information says about the Village's overall financial health.

The statistical section is organized into the following main categories:

- Financial trends
- Revenue capacity
- Debt capacity
- Demographics and economic information
- Operating information

## **Financial Trends**

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These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

# Village of Franklin Park, Illinois

## STATEMENT OF NET POSITION BY COMPONENT Last Ten Fiscal Years

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<b>GOVERNMENTAL ACTIVITIES</b>										
Net Investment in capital assets	\$ 17,261,013	\$ 19,206,616	\$ 61,325,754	\$ 19,588,142	\$ 15,082,839	\$ 12,991,451	\$ 11,757,677	\$ 17,508,955	\$ 14,868,344	\$ 13,388,031
Restricted	13,882,114	12,375,428	11,321,795	7,684,461	7,834,608	10,891,171	3,799,427	6,834,254	9,323,838	7,994,528
Unrestricted	<u>(16,381,808)</u>	<u>(21,022,797)</u>	<u>(27,106,796)</u>	<u>(6,101,927)</u>	<u>(8,443,822)</u>	<u>(4,667,352)</u>	<u>(6,909,672)</u>	<u>(13,619,431)</u>	<u>(15,782,479)</u>	<u>(19,038,997)</u>
<b>TOTAL GOVERNMENTAL ACTIVITIES NET POSITION</b>	<u>14,761,319</u>	<u>10,559,247</u>	<u>45,540,753</u>	<u>21,170,676</u>	<u>14,473,625</u>	<u>19,215,270</u>	<u>8,647,432</u>	<u>10,723,778</u>	<u>8,409,703</u>	<u>2,343,562</u>
<b>BUSINESS-TYPE ACTIVITIES</b>										
Net Investment in capital assets	8,019,305	9,551,252	11,046,893	12,389,459	15,183,634	16,153,802	17,398,876	19,658,946	20,235,039	21,548,646
Unrestricted	<u>5,394,736</u>	<u>3,952,294</u>	<u>5,801,193</u>	<u>1,120,905</u>	<u>(3,081,806)</u>	<u>(7,066,157)</u>	<u>1,305,343</u>	<u>(2,322,891)</u>	<u>(4,519,411)</u>	<u>(3,959,270)</u>
<b>TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION</b>	<u>13,414,041</u>	<u>13,503,546</u>	<u>16,848,086</u>	<u>13,510,364</u>	<u>12,101,828</u>	<u>9,087,645</u>	<u>18,704,219</u>	<u>17,336,055</u>	<u>15,715,628</u>	<u>17,589,376</u>
<b>PRIMARY GOVERNMENT</b>										
Invested in capital assets, net of related debt	25,280,318	28,757,868	72,372,647	31,977,601	30,266,473	29,145,253	29,156,553	37,167,901	35,103,383	34,936,677
Restricted	13,882,114	12,375,428	11,321,795	7,684,461	7,834,608	10,891,171	3,799,427	6,834,254	9,323,838	7,994,528
Unrestricted	<u>(10,987,072)</u>	<u>(17,070,503)</u>	<u>(21,305,603)</u>	<u>(4,981,022)</u>	<u>(11,525,628)</u>	<u>(11,733,509)</u>	<u>(5,604,329)</u>	<u>(15,942,322)</u>	<u>(20,301,890)</u>	<u>(22,998,267)</u>
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>\$ 28,175,360</u>	<u>\$ 24,062,793</u>	<u>\$ 62,388,839</u>	<u>\$ 34,681,040</u>	<u>\$ 26,575,453</u>	<u>\$ 28,302,915</u>	<u>\$ 27,351,651</u>	<u>\$ 28,059,833</u>	<u>\$ 24,125,331</u>	<u>\$ 19,932,938</u>

Source: Village records

# Village of Franklin Park, Illinois

## CHANGES IN NET POSITION Last Ten Fiscal Years

Fiscal Year	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009<sup>(1)</sup></u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<b>GOVERNMENTAL ACTIVITIES</b>										
Program revenues										
Charges for services										
General government	\$ -	\$ -	\$ -	\$ 1,218,505	\$ 897,771	\$ 1,405,288	\$ 1,245,000	\$ 1,147,340	\$ 1,203,703	\$ 1,152,455
Public safety	510,064	587,716	471,531	1,514,648	2,276,909	1,642,993	1,685,651	1,549,883	1,560,086	1,567,639
Highway and street	-	-	-	-	-	-	-	-	-	-
Public health	-	-	-	810	514,558	-	-	-	-	-
Community development	-	-	-	25,550	22,828	12,530	21,520	48,000	41,966	43,646
Building department	-	-	-	1,284,125	686,919	616,082	744,387	1,387,839	1,757,858	974,311
Operating grants	-	-	-	172,272	216,352	457,595	643,744	660,914	177,986	273,191
Capital grants	1,001,949	188,208	454,417	3,418,615	209,896	1,082,446	399,659	608,470	848,722	402,383
General revenues										
Property taxes	11,544,823	12,672,760	12,071,971	12,809,050	14,859,858	18,752,446	16,423,457	16,407,482	16,534,573	15,775,584
Gain on sale of fixed assets	-	-	-	109	-	-	81,129	-	-	-
Sales	2,068,191	2,920,751	3,097,488	2,645,880	2,403,228	2,023,821	1,822,068	1,812,946	1,864,656	3,533,108
Income	1,339,730	1,619,459	2,024,807	1,679,644	1,474,908	1,510,967	1,564,958	1,719,780	1,747,711	1,880,238
Utility	3,849,358	3,514,449	3,585,827	2,317,939	2,073,897	3,117,429	3,326,161	3,006,323	3,149,578	3,253,334
Replacement	681,136	881,243	863,428	756,927	628,491	775,309	683,801	723,740	758,485	391,709
Hotel/Motel	110,946	147,476	102,819	127,202	38,784	7,807	9,118	19,403	13,125	29,492
Motor Fuel	561,913	562,239	588,765	507,159	491,004	591,569	456,903	436,647	452,602	449,295
Other taxes	732,013	362,507	514,649	1,879,467	1,299,815	279,561	318,338	201,847	423,312	503,250
Investment	303,948	468,003	237,097	85,658	8,996	6,931	11,550	10,640	13,060	4,026
Miscellaneous	3,679,621	4,313,766	4,179,633	1,145,311	607,818	1,023,630	749,602	787,443	660,651	1,149,835
Transfers	(1,625,850)	(1,624,550)	(1,623,850)	-	-	1,024,992	(10,687,072)	-	-	(1,797,200)
Total revenues	<u>24,757,842</u>	<u>26,614,027</u>	<u>26,568,582</u>	<u>31,588,871</u>	<u>28,712,032</u>	<u>34,331,396</u>	<u>19,499,974</u>	<u>30,528,697</u>	<u>31,208,074</u>	<u>29,586,296</u>
Expenses										
General government	8,958,315	9,387,994	10,763,153	6,509,784	6,860,507	6,438,478	5,750,635	5,347,045	6,948,033	7,413,324
Public safety	10,977,811	12,312,699	11,930,231	14,826,648	14,836,168	14,736,166	15,890,927	15,349,819	16,068,460	16,575,860
Highway and street	3,697,522	5,043,274	8,305,525	17,334,095	7,812,070	6,486,425	3,925,578	4,014,364	5,440,731	5,989,498
Public health	-	-	-	1,733,755	1,827,272	281,856	296,695	315,110	311,396	261,028
Community development	-	-	-	1,777,725	2,272,932	841,746	1,174,033	797,279	1,056,993	979,425
Building department	-	-	-	992,053	998,682	1,020,662	1,324,691	955,867	743,800	637,096
Interest on long-term debt	2,091,943	4,072,132	2,877,136	707,371	1,518,439	1,378,233	1,705,253	1,672,867	1,926,590	2,221,206
Total expenses	<u>(25,725,591)</u>	<u>(30,816,099)</u>	<u>(33,876,045)</u>	<u>(43,881,431)</u>	<u>(36,126,070)</u>	<u>(31,183,566)</u>	<u>(30,067,812)</u>	<u>(28,452,351)</u>	<u>(32,496,003)</u>	<u>(34,077,437)</u>
(DECREASE) INCREASE IN NET POSITION	\$ (967,749)	\$ (4,202,072)	\$ (7,307,463)	\$ (12,292,560)	\$ (7,414,038)	\$ 3,147,830	\$ (10,567,838)	\$ 2,076,346	\$ (1,287,929)	\$ (4,491,141)

(1) In 2009, the Village changed account groupings at the suggestion of its new auditors, hence the difference in presentation

Source: Village records

# Village of Franklin Park, Illinois

## CHANGES IN NET POSITION Last Ten Fiscal Years Continued

Fiscal Year	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009<sup>(1)</sup></u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013<sup>(2)</sup></u>	<u>2014</u>	<u>2015</u>
<b>BUSINESS-TYPE ACTIVITIES</b>										
<b>Program Revenues</b>										
Charges for Services	\$ 6,948,842	\$ 5,830,298	\$ 7,153,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Grants	-	-	-	-	-	-	78,399	13,500	-	-
Capital Grants	-	-	565,305	-	-	-	-	-	275,000	-
Water <sup>(2)</sup>	-	-	-	4,448,697	4,028,559	4,425,761	4,332,873	7,466,510	8,494,967	11,123,390
Sewer <sup>(2)</sup>	-	-	-	3,025,090	2,171,599	2,358,732	2,264,922	-	-	-
Garbage collection	-	-	-	-	-	1,454,099	1,309,180	1,166,731	1,163,533	1,074,891
Commuter parking lot	-	-	-	31,386	53,717	63,255	62,131	68,342	64,735	68,817
<b>General revenues</b>										
Property taxes	-	-	-	-	-	-	-	-	162,455	128,174
Gain on sale of fixed assets	-	-	-	3,922	-	-	-	-	-	-
Unrestricted investment earnings	77,035	8,331	241,440	29,339	8,255	2,498	4,292	1,083	887	813
Transfers	1,625,850	1,624,550	1,623,850	-	-	(1,024,992)	10,687,072	-	-	1,797,200
Other	-	-	-	6,322	8,289	13,123	2,815	234,182	-	-
<b>Total revenues</b>	<u>8,651,727</u>	<u>7,463,179</u>	<u>9,584,247</u>	<u>7,544,756</u>	<u>6,270,419</u>	<u>7,292,476</u>	<u>18,741,684</u>	<u>8,950,348</u>	<u>10,161,577</u>	<u>14,193,285</u>
<b>Expenses</b>										
Water <sup>(2)</sup>	-	-	-	5,516,858	5,294,989	4,738,227	5,183,861	8,617,185	10,055,096	12,028,106
Sewer <sup>(2)</sup>	-	-	-	3,218,477	2,374,980	2,296,739	2,495,388	-	-	-
Garbage collection	-	-	-	-	-	1,694,191	1,427,903	1,671,864	1,547,781	1,733,030
Commuter parking lot	-	-	-	8,778	8,986	13,805	17,958	29,463	56,028	133,401
Enterprise	6,946,966	7,373,674	6,657,868	-	-	-	-	-	-	-
<b>Total expenses</b>	<u>(6,946,966)</u>	<u>(7,373,674)</u>	<u>(6,657,868)</u>	<u>(8,744,113)</u>	<u>(7,678,955)</u>	<u>(8,742,962)</u>	<u>(9,125,110)</u>	<u>(10,318,512)</u>	<u>(11,658,905)</u>	<u>(13,894,537)</u>
<b>INCREASE (DECREASE) IN NET POSITION</b>	<u>\$ 1,704,761</u>	<u>\$ 89,505</u>	<u>\$ 2,926,379</u>	<u>\$ (1,199,357)</u>	<u>\$ (1,408,536)</u>	<u>\$ (1,450,486)</u>	<u>\$ 9,616,574</u>	<u>\$ (1,368,164)</u>	<u>\$ (1,497,328)</u>	<u>\$ 298,748</u>

(1) In FY 2009, the Village changed auditors, hence the difference in presentation

(2) In FY 2013, the water and sewer funds were combined

Source: Village records

# Village of Franklin Park, Illinois

CHANGES IN NET POSITION  
Last Ten Fiscal Years  
Continued

Fiscal Year	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009<sup>(1)</sup></u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013<sup>(2)</sup></u>	<u>2014</u>	<u>2015</u>
TOTAL GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES										
Program revenues										
Charges for services										
General government	\$ -	\$ -	\$ -	\$ 1,218,505	\$ 897,771	\$ 1,405,288	\$ 1,245,000	\$ 1,147,340	\$ 1,203,703	\$ 1,152,455
Public safety	510,064	587,716	471,531	1,514,648	2,276,909	1,642,993	1,685,651	1,549,883	1,560,086	1,567,639
Highway and street	-	-	-	-	-	-	-	-	-	-
Public health	-	-	-	810	514,558	-	-	-	-	-
Community development	-	-	-	25,550	22,828	12,530	21,520	48,000	41,966	43,646
Building department	-	-	-	1,284,125	686,919	616,082	744,387	1,387,839	1,757,858	974,311
Water <sup>(2)</sup>	-	-	-	4,448,697	4,028,559	4,425,761	4,332,873	-	-	-
Sewer <sup>(2)</sup>	-	-	-	3,025,090	2,171,599	2,358,732	2,264,922	-	-	-
Garbage collection	-	-	-	-	-	1,454,099	1,309,180	1,166,731	1,163,533	1,074,891
Commuter parking lot	-	-	-	31,386	53,717	63,255	62,131	68,342	64,735	68,817
Charges for services/water, sewer <sup>(2)</sup>	6,948,842	5,830,298	7,153,652	-	-	-	-	7,466,510	8,494,967	11,123,390
Operating grants	-	-	-	172,272	216,352	457,595	722,143	674,414	177,986	273,191
Capital grants	1,001,949	188,208	1,019,722	3,418,615	209,896	1,082,446	399,659	608,470	1,123,722	402,383
General revenues										
Property taxes	11,544,823	12,672,760	12,071,971	12,809,050	14,859,858	18,752,446	16,423,457	16,407,482	16,697,028	15,903,758
Gain on sale of fixed assets	-	-	-	4,031	-	-	81,129	-	-	-
Sales	2,068,191	2,920,751	3,097,488	2,645,880	2,403,228	2,023,821	1,822,068	1,812,946	1,864,656	3,533,108
Income	1,339,730	1,619,459	2,024,807	1,679,644	1,474,908	1,510,967	1,564,958	1,719,780	1,747,711	1,880,238
Utility	3,849,358	3,514,449	3,585,827	2,317,939	2,073,897	3,117,429	3,326,161	3,006,323	3,149,578	3,253,334
Replacement	681,136	881,243	863,428	756,927	628,491	775,309	683,801	723,740	758,485	391,709
Hotel/Motel	110,946	147,476	102,819	127,202	38,784	7,807	9,118	19,403	13,125	29,492
Motor fuel	561,913	562,239	588,765	507,159	491,004	591,569	456,903	436,647	452,602	449,295
Other taxes	732,013	362,507	514,649	1,879,467	1,299,815	279,561	749,602	201,847	423,312	503,250
Investment	380,983	476,334	478,537	114,997	17,251	9,429	15,842	11,723	13,947	4,839
Miscellaneous	3,679,621	4,313,766	4,179,633	1,151,633	616,107	1,036,753	321,153	1,021,625	660,651	1,149,835
Transfers	-	-	-	-	-	-	-	-	-	-
Total Revenues	\$ 33,409,569	\$ 34,077,206	\$ 36,152,829	\$ 39,133,627	\$ 34,982,451	\$ 41,623,872	\$ 38,241,658	\$ 39,479,045	\$ 41,369,651	\$ 43,779,581

(1) In 2009, the Village changed account groupings at the suggestion of its new auditors, hence the difference in presentation

(2) In FY 2013, the water and sewer funds were combined

Source: Village records



# Village of Franklin Park, Illinois

CHANGES IN NET POSITION  
Last Ten Fiscal Years  
Continued

Fiscal Year	2006	2007	2008	2009 <sup>(1)</sup>	2010	2011	2012	2013 <sup>(2)</sup>	2014	2015
<b>TOTAL GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES</b>										
<b>General Expenses</b>										
General government	\$ 8,958,315	\$ 9,387,994	\$ 10,763,153	\$ 6,509,784	\$ 6,860,507	\$ 6,438,478	\$ 5,750,635	\$ 5,347,045	\$ 6,948,033	\$ 7,413,324
Public safety	10,977,811	12,312,699	11,930,231	14,826,648	14,836,168	14,736,166	15,890,927	15,349,819	16,068,460	16,575,860
Highway and street	3,697,522	5,043,274	8,305,525	17,334,095	7,812,070	6,486,425	3,925,578	4,014,364	5,440,731	5,989,498
Public Health	-	-	-	1,733,755	1,827,272	281,856	296,695	315,110	311,396	261,028
Community development	-	-	-	1,777,725	2,272,932	841,746	1,174,033	797,279	1,056,993	979,425
Building department	-	-	-	992,053	998,682	1,020,662	1,324,691	955,867	743,800	637,096
Interest-on long term debt	2,091,943	4,072,132	2,877,136	707,371	1,518,439	1,378,233	1,705,253	1,672,867	1,926,590	2,221,206
Water <sup>(2)</sup>	-	-	-	5,516,858	5,294,989	4,738,227	5,183,861	8,617,185	10,055,096	12,028,106
Sewer <sup>(2)</sup>	-	-	-	3,218,477	2,374,980	2,296,739	2,495,388	-	-	-
Garbage collection	-	-	-	-	-	1,694,191	1,427,903	1,671,864	1,547,781	1,733,030
Commuter parking lot	-	-	-	8,778	8,986	13,805	17,958	29,463	56,028	133,401
Enterprise	6,946,966	7,373,674	6,657,868	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
<b>Total Expenses</b>	<b>32,672,557</b>	<b>38,189,773</b>	<b>40,533,913</b>	<b>52,625,544</b>	<b>43,805,025</b>	<b>39,926,528</b>	<b>39,192,922</b>	<b>38,770,863</b>	<b>44,154,908</b>	<b>47,971,974</b>
<b>INCREASE (DECREASE) IN NET POSITION</b>	<b>737,012</b>	<b>(4,112,567)</b>	<b>(4,381,084)</b>	<b>(13,491,917)</b>	<b>(8,822,574)</b>	<b>1,697,344</b>	<b>(951,264)</b>	<b>708,182</b>	<b>(2,785,257)</b>	<b>(4,192,393)</b>
<b>NET (EXPENSE) REVENUE</b>										
Governmental Activities	(967,749)	(4,202,072)	(7,307,463)	(12,292,560)	(7,414,038)	3,147,830	(10,567,838)	2,076,346	(1,287,929)	(4,491,141)
Business-type Activities	1,704,761	89,505	2,926,379	(1,199,357)	(1,408,536)	(1,450,486)	9,616,574	(1,368,164)	(1,497,328)	298,748
<b>TOTAL NET (EXPENSE) REVENUE</b>	<b>\$ 737,012</b>	<b>\$ (4,112,567)</b>	<b>\$ (4,381,084)</b>	<b>\$ (13,491,917)</b>	<b>\$ (8,822,574)</b>	<b>\$ 1,697,344</b>	<b>\$ (951,264)</b>	<b>\$ 708,182</b>	<b>\$ (2,785,257)</b>	<b>\$ (4,192,393)</b>

(1) In 2009, the Village changed account groupings at the suggestion of its new auditors, hence the difference in presentation

(2) In FY 2013, the water and sewer funds were combined

Source: Village records

# Village of Franklin Park, Illinois

## GOVERNMENTAL FUND BALANCES Last Ten Fiscal Years

Fiscal Year	2006	2007	2008	2009	2010	2011	2012 <sup>(1)</sup>	2013	2014	2015
<b>GENERAL FUND</b>										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 496,818	\$ -	\$ 4,502,513	\$ 3,284,583
Restricted	-	-	-	-	-	-	-	-	-	942,117
Assigned	-	-	-	-	-	-	-	-	-	-
Reserved	-	-	-	568,500	680,205	1,365,205	-	-	-	-
Unreserved/Unassigned	<u>(3,346,433)</u>	<u>(4,667,829)</u>	<u>(3,968,008)</u>	<u>(5,961,876)</u>	<u>(5,440,674)</u>	<u>1,645,502</u>	<u>4,235,992</u>	<u>4,637,538</u>	<u>1,043,763</u>	<u>1,527,609</u>
<b>SUBTOTAL, GENERAL FUND</b>	<b><u>(3,346,433)</u></b>	<b><u>(4,667,829)</u></b>	<b><u>(3,968,008)</u></b>	<b><u>(5,393,376)</u></b>	<b><u>(4,760,469)</u></b>	<b><u>3,010,707</u></b>	<b><u>4,732,810</u></b>	<b><u>4,637,538</u></b>	<b><u>5,546,276</u></b>	<b><u>5,754,309</u></b>
% Change from prior year	-182.0%	-39.5%	15.0%	-35.9%	11.7%	-163.2%	57.2%	-2.0%	19.6%	3.8%
<b>ALL OTHER GOVERNMENT FUNDS</b>										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,253,776	\$ 2,700,723
Restricted	-	-	-	-	-	-	10,512,997	6,834,254	7,742,113	6,404,466
Assigned	-	-	-	-	-	-	157,179	-	-	-
Reserved	2,188,536	1,484,413	736,094	9,155,459	10,697,361	13,820,910	-	-	-	-
Unreserved, reported in										
Working Cash Fund	-	-	-	3,827,869	3,909,350	-	-	-	-	-
GARRA Bonds Series 2004A	11,379,989	10,577,426	10,272,112	-	-	-	-	-	-	-
Nonmajor Governmental Funds	7,429,493	5,185,108	6,967,832	(3,969,602)	(5,864,787)	(4,006,035)	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,494,223)</u>	<u>(6,387,511)</u>	<u>(6,370,840)</u>	<u>(7,900,854)</u>
<b>SUBTOTAL, ALL OTHER GOVERNMENTAL FUNDS</b>	<b><u>20,998,018</u></b>	<b><u>17,246,947</u></b>	<b><u>17,976,038</u></b>	<b><u>9,013,726</u></b>	<b><u>8,741,924</u></b>	<b><u>9,814,875</u></b>	<b><u>7,175,953</u></b>	<b><u>446,743</u></b>	<b><u>3,625,049</u></b>	<b><u>1,204,335</u></b>
% Change from prior year	-6.4%	-17.9%	4.2%	-49.9%	-3.0%	12.3%	-26.9%	-93.8%	711.4%	-66.8%
<b>TOTAL GOVERNMENTAL FUNDS</b>	<b><u>\$ 17,651,585</u></b>	<b><u>\$ 12,579,118</u></b>	<b><u>\$ 14,008,030</u></b>	<b><u>\$ 3,620,350</u></b>	<b><u>\$ 3,981,455</u></b>	<b><u>\$ 12,825,582</u></b>	<b><u>\$ 11,908,763</u></b>	<b><u>\$ 5,084,281</u></b>	<b><u>\$ 9,171,325</u></b>	<b><u>\$ 6,958,644</u></b>
% Change from prior year	-17.0%	-28.7%	11.4%	-74.2%	10.0%	222.1%	-7.1%	-57.3%	80.4%	-24.1%

(1) In 2012, the Village implemented GASB 54, hence the difference in presentation

Source: Village records

# Village of Franklin Park, Illinois

## CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS Last Ten Fiscal Years

	2006 <sup>(1)</sup>	2007 <sup>(1)</sup>	2008 <sup>(1)</sup>	2009 <sup>(2)</sup>	2010 <sup>(2)</sup>	2011 <sup>(3)</sup>	2012	2013	2014	2015
<b>REVENUES</b>										
Property taxes	\$ 11,544,823	\$ 12,672,760	\$ 12,071,971	\$ 12,809,050	\$ 14,859,858	\$ 18,752,446	\$ 16,423,457	\$ 16,407,482	\$ 16,534,573	\$ 15,775,584
Sales taxes	-	-	-	2,645,880	2,403,228	2,023,821	1,822,068	1,812,946	1,775,018	3,395,131
Income taxes	-	-	-	1,679,644	1,474,908	1,510,967	1,564,958	1,719,780	1,747,711	1,880,238
Utility taxes	-	-	-	2,317,939	2,073,897	3,117,429	3,326,161	3,006,323	3,149,578	3,253,334
Other taxes	4,458,929	4,162,321	4,246,953	2,809,000	2,488,715	1,709,620	1,474,570	1,540,321	1,639,556	1,388,434
Licenses, permits and fees	1,254,868	2,034,139	1,268,940	1,905,453	1,255,180	1,295,823	1,520,581	2,146,680	2,541,873	1,731,576
Grant revenue	-	-	-	3,590,887	426,248	1,826,606	1,043,403	1,269,384	911,323	632,482
Other revenue	-	-	-	1,145,311	607,818	893,377	879,855	787,443	660,651	1,149,835
Fines and forfeitures	370,265	515,155	682,778	614,158	1,398,471	734,603	710,478	642,096	702,856	602,130
Investment income	303,948	468,003	237,097	85,658	8,996	6,931	11,550	10,640	13,060	4,026
Charges for services	510,064	587,716	471,531	1,524,027	1,745,334	1,359,902	1,465,499	1,344,286	1,434,269	1,447,437
Intergovernmental	4,884,388	6,235,875	6,906,299	-	-	-	-	-	-	-
Fees, reimbursements, grants and misc	3,016,253	1,735,794	2,503,047	-	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<b>26,343,538</b>	<b>28,411,763</b>	<b>28,388,616</b>	<b>31,127,007</b>	<b>28,742,653</b>	<b>33,231,525</b>	<b>30,242,580</b>	<b>30,687,381</b>	<b>31,110,468</b>	<b>31,260,207</b>
<b>EXPENDITURES</b>										
General government	11,132,434	11,580,026	10,677,279	5,777,737	6,289,821	6,121,843	7,354,957	5,842,913	6,271,192	6,701,850
Public safety	11,524,671	12,431,294	11,878,536	12,559,651	12,466,444	12,334,899	12,572,830	12,339,169	13,052,482	13,749,138
Highway and street	3,582,940	4,916,324	2,932,432	10,820,932	2,175,441	2,501,434	1,833,201	3,619,559	3,391,986	4,011,473
Public health	-	-	-	1,713,128	1,805,671	255,172	270,011	284,092	438,747	387,475
Community development	-	-	-	1,757,058	2,946,157	800,946	1,134,631	750,628	1,054,030	952,549
Building department	-	-	-	869,230	858,240	785,341	717,285	639,927	733,376	631,437
Other	-	-	-	-	-	-	-	-	-	-
Debt service										
Principal	98,880	116,552	698,807	170,000	470,000	520,000	580,000	680,000	862,847	1,115,194
Interest and other charges	1,984,346	2,815,484	1,536,317	1,311,237	1,501,710	1,368,737	1,473,778	1,733,573	1,926,850	2,236,761
Capital outlay	-	-	-	4,913,958	1,093,348	2,462,715	5,028,591	11,622,002	4,214,102	798,659
<b>TOTAL EXPENDITURES</b>	<b>(28,323,271)</b>	<b>(31,859,680)</b>	<b>(27,723,371)</b>	<b>(39,892,931)</b>	<b>(29,606,832)</b>	<b>(27,151,087)</b>	<b>(30,965,284)</b>	<b>(37,511,863)</b>	<b>(31,945,612)</b>	<b>(30,584,536)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ (1,979,733)</b>	<b>\$ (3,447,917)</b>	<b>\$ 665,245</b>	<b>\$ (8,765,924)</b>	<b>\$ (864,179)</b>	<b>\$ 6,080,438</b>	<b>\$ (722,704)</b>	<b>\$ (6,824,482)</b>	<b>\$ (835,144)</b>	<b>\$ 675,671</b>

# Village of Franklin Park, Illinois

## CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (continued) Last Ten Fiscal Years

	2006 <sup>(1)</sup>	2007 <sup>(1)</sup>	2008 <sup>(1)</sup>	2009 <sup>(2)</sup>	2010 <sup>(2)</sup>	2011 <sup>(3)</sup>	2012	2013	2014	2015 <sup>(4)</sup>
OTHER FINANCING SOURCES (USES)										
Bond proceeds	\$ -	\$ -	\$ 8,155,000	\$ -	\$ -	\$ -	\$ 9,975,000	\$ -	\$ -	\$ 9,475,000
Bond premium	-	-	54,690	-	-	-	504,324	-	162,188	507,323
Bond issuance costs	-	-	(285,158)	-	-	-	(482,352)	-	-	-
Payment to bond refunding escrow agent	-	-	-	-	-	-	-	-	-	(9,580,000)
Proceeds from capital lease	-	-	-	267,271	92,889	175,000	414,856	-	-	81,525
Proceeds from debt issue	-	-	-	-	-	-	-	-	4,760,000	-
Proceeds from sale of fixed assets	-	-	-	109	415,408	-	81,129	-	-	-
Transfers in	-	-	-	-	1,659,872	6,620,322	4,820,372	2,209,053	2,390,609	1,108,376
Transfers out	(1,625,850)	(1,624,550)	(7,160,865)	-	(1,659,872)	(5,595,330)	(15,507,444)	(2,209,053)	(2,390,609)	(2,905,576)
Transfers of assets held for resale	-	-	-	(837,320)	-	-	-	-	-	-
Total other financing sources (uses)	(1,625,850)	(1,624,550)	763,667	(569,940)	508,297	1,199,992	(194,115)	-	4,922,188	(1,313,352)
NET CHANGES IN FUND BALANCES	(3,605,583)	(5,072,467)	1,428,912	(9,335,864)	(355,882)	7,280,430	(916,819)	(6,824,482)	4,087,044	(637,681)
FUND BALANCES, BEGINNING OF YEAR	21,257,168	17,651,585	12,579,118	12,956,214	4,337,337	5,545,152	12,825,582	11,908,763	5,084,281	7,596,325
FUND BALANCES, END OF YEAR	\$ 17,651,585	\$ 12,579,118	\$ 14,008,030	\$ 3,620,350	\$ 3,981,455	\$ 12,825,582	\$ 11,908,763	\$ 5,084,281	\$ 9,171,325	\$ 6,958,644
CAPITAL EXPENDITURES	-	-	-	(4,231,846)	(2,248,169)	(1,542,724)	(4,506,046)	(13,175,693)	(3,854,841)	(471,693)
RATIO OF TOTAL DEBT SERVICE EXPENDITURES TO NONCAPITAL EXPENDITURES	7.36%	9.20%	8.06%	4.15%	7.21%	7.38%	7.76%	9.92%	9.93%	11.13%

(1) Property tax revenues were presented as such from FY 2004 through FY 2008, with the balance of other tax revenues presented under "Other Taxes".

(2) In 2009, the Village changed auditors, necessitating restatements in both FY 2009 and 2010

(3) The discrepancy between ending FY 10 fund balance and beginning FY 11 fund balance is due to the reclassification of the Garbage Fund, with a negative fund balance, from governmental to proprietary

(4) The discrepancy between ending FY 14 fund balance and beginning FY 15 fund balance is due to a prior period adjustment

Source: Village records

## **Revenue Capacity**

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These schedules contain information to help the reader assess the Village's most significant revenue sources.

# Village of Franklin Park, Illinois

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## ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY Last Ten Calendar (Tax) Years

<u>Tax Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Railroad Property</u>	<u>Total Taxable AV</u>	<u>Tax Rate</u>	<u>Estimated Actual Value</u>	<u>Annual Pct Change</u>
2005	\$ 223,247,581	\$ 82,585,695	\$ 519,344,639	\$ 5,903,783	\$ 831,081,698	1.160%	\$ 2,493,245,094	4.5%
2006	233,721,677	79,309,634	501,442,582	5,926,853	820,400,746	1.228%	2,461,202,238	-1.3%
2007	273,660,151	95,408,821	567,756,101	6,089,446	942,914,519	1.103%	2,828,743,557	14.9%
2008	305,501,332	96,198,068	587,404,217	7,306,346	996,409,963	1.095%	2,989,229,889	5.7%
2009	314,852,432	78,973,050	514,736,708	8,327,269	916,889,459	1.582%	2,750,668,377	-8.0%
2010	237,545,123	82,906,086	516,164,672	6,298,942	842,914,823	1.702%	2,528,744,469	-8.1%
2011	277,073,007	69,949,873	392,761,273	12,156,276	751,940,429	1.929%	2,255,821,287	-10.8%
2012	252,904,351	63,586,726	364,046,541	11,619,958	692,157,576	2.134%	2,076,472,728	-8.0%
2013	203,744,556	57,678,100	338,349,141	11,367,184	611,138,981	2.392%	1,833,416,943	-11.7%
2014	207,907,076	70,309,015	329,610,860	12,524,400	620,351,351	2.457%	1,861,054,053	1.5%

Source: Cook County Clerk's Office

# Village of Franklin Park, Illinois

## REPRESENTATIVE PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS Last Ten Calendar (Tax) Years

Tax Levy Year	2005	2006	2007	2008	2009 <sup>(1)</sup>	2010	2011 <sup>(2)</sup>	2012	2013	2014
<b>Village Direct Rate</b>										
Corporate	0.3442	0.3338	0.2859	0.2922	0.3827	0.3619	0.4375	0.4196	0.4375	0.3997
Bond & Interest	0.0106	0.0111	0.0093	0.0091	0.3945	0.3909	0.4358	0.5222	0.5568	0.5387
Garbage	0.1390	0.1253	0.1089	0.1219	-	-	-	-	-	-
Police Pension	0.1101	0.0924	0.0905	0.0880	0.1268	0.1431	0.1788	0.2094	0.2821	0.2786
Fire Pension	0.1286	0.1073	0.0921	0.0893	0.1286	0.1469	0.1687	0.2008	0.2749	0.2786
IMRF	0.0055	0.0072	0.0199	0.0176	-	-	-	-	0.0276	-
Street & Bridge	0.0761	0.0763	0.0653	0.0667	0.0960	0.1000	0.1000	0.0967	0.1000	0.0819
Fire Protection	0.0580	0.1437	0.1118	0.1133	0.1631	0.2132	0.3176	0.3424	0.2700	0.3997
Police Protection	0.0580	0.1437	0.1118	0.1133	0.1631	0.2147	0.2902	0.3424	0.3489	0.3997
Civil Defense	0.0007	0.0006	0.0005	0.0005	-	-	-	-	-	-
Social Security	0.0408	0.0343	0.0201	0.0183	-	-	-	-	-	-
Auditing	0.0061	0.0043	0.0053	0.0056	-	-	-	-	0.0064	-
Liability Insurance	0.1314	0.1102	0.1008	0.0880	0.1266	0.1307	-	-	0.0257	-
Street Lighting	0.0392	0.0273	0.0308	0.0351	-	-	-	-	0.0119	-
Crossing Guards	0.0080	0.0076	0.0057	0.0063	-	-	-	-	-	-
Water and Sewage	-	-	-	-	-	-	-	-	0.0500	-
Working Cash	0.0028	0.0029	0.0325	0.0156	-	-	-	-	-	-
<u>CBOE Medicare</u>	-	-	<u>0.0118</u>	<u>0.0137</u>	-	-	-	-	-	-
<b>Total Direct Rate</b>	<b>1.1591</b>	<b>1.2280</b>	<b>1.1030</b>	<b>1.0945</b>	<b>1.5814</b>	<b>1.7014</b>	<b>1.9286</b>	<b>2.1335</b>	<b>2.3918</b>	<b>2.3769</b>
<b>Overlapping Rates</b>										
Consolidated Elections	0.0140	-	0.0120	-	0.0210	-	0.0250	-	0.0310	-
Cook County Forest Preserve District	0.0600	0.0570	0.0530	0.0510	0.0490	0.0510	0.0580	0.0630	0.0690	0.0690
County of Cook	0.5330	0.5000	0.4460	0.4150	0.3940	0.4230	0.4620	0.5310	0.5600	0.5680
Suburban Cook County TB Sanitarium District	0.0050	0.0050	-	-	-	-	-	-	-	-
Leyden Township Road & Bridge	0.1070	0.1110	0.0980	0.0970	0.1020	0.1150	0.1300	0.1470	0.1720	0.1750
Leyden Township General Assistance	0.0040	0.0040	0.0030	0.0030	0.0030	0.0040	0.0040	0.0050	0.0060	0.0060
Leyden Township	0.0740	0.0770	0.0680	0.0670	0.0710	0.0810	0.0930	0.1050	0.1240	0.1270
Triton Community College District 504	0.2330	0.2400	0.2240	0.2120	0.2140	0.2250	0.2670	0.2690	0.3250	0.3360
Community High School District 212	2.0040	2.0930	1.8680	1.8690	1.9890	2.2230	2.5090	2.8300	3.2640	3.3190
School District 84	2.9220	3.4240	3.3890	3.3740	3.3830	3.9320	4.3430	4.5860	4.9610	5.6270
Metropolitan Water Reclamation District	0.3150	0.2840	0.2630	0.2520	0.2610	0.2740	0.3200	0.3700	0.4170	0.4300
Franklin Park Public Library	0.1650	0.1750	0.1520	0.1520	0.1670	0.1870	0.2130	0.2380	0.2750	0.2760
<u>Franklin Park Park District</u>	<u>0.4070</u>	<u>0.4230</u>	<u>0.3770</u>	<u>0.3730</u>	<u>0.4030</u>	<u>0.4380</u>	<u>0.4990</u>	<u>0.5620</u>	<u>0.6410</u>	<u>0.6400</u>
<b>Total Overlapping Rate</b>	<b>6.8430</b>	<b>7.3930</b>	<b>6.9530</b>	<b>6.8650</b>	<b>7.0570</b>	<b>7.9530</b>	<b>8.9230</b>	<b>9.7060</b>	<b>10.8450</b>	<b>11.5730</b>
<b>Total Direct and Overlapping Tax Rates</b>	<b>8.0021</b>	<b>8.6210</b>	<b>8.0560</b>	<b>7.9595</b>	<b>8.6384</b>	<b>9.6544</b>	<b>10.8516</b>	<b>11.8395</b>	<b>13.2368</b>	<b>13.9499</b>

(1) Cook County changed the way it allocates property tax revenues with tax year 2009, ending distributions for IMRF, Civil Defense, Social Security, Auditing, Street Lighting, Crossing Guards, Working Cash and CBOE Medicare. The Garbage levy was discontinued as a result of the Village having created an enterprise fund for this function.

(2) Cook County eliminated the Liability Insurance levy with tax year 2011.

Source: Cook County Clerk's Office

# Village of Franklin Park, Illinois

## PRINCIPAL TAXPAYERS Calendar (Tax) Years 2004 and 2014

### Tax Year 2004

<u>Taxpayer</u>	<u>Business/Service</u>	<u>Equalized Assessed Valuation</u>	<u>% of EAV</u>
Centerpoint Properties	Real Estate Investments	\$ 33,379,841	4.016%
Albertsons	Grocery Store & Distribution Center (Jewel)	23,338,960	2.808%
Central Grocery Corp.	Warehouse	17,731,368	2.134%
United States Tobacco	Tobacco Products	11,824,435	1.423%
Franklin Partners	Real Estate Investments	10,016,225	1.205%
Hamilton Partners Inc.	Real Estate Investments	9,008,759	1.084%
Nestle USA	Candy Manufacturer	8,878,937	1.068%
AM Castle & Co	Cold Finishing & Metal Shops	8,666,959	1.043%
Sloan Valve Co.	Flush Valve Manufacturer	8,118,367	0.977%
<u>Life Fitness</u>	<u>Physical Fitness</u>	<u>6,962,297</u>	<u>0.838%</u>
		\$ 137,926,148	16.596%

### Tax Year 2014

<u>Taxpayer</u>	<u>Business/Service</u>	<u>Equalized Assessed Valuation</u>	<u>% of EAV</u>
New Albertsons LLC	Grocery Store & Distribution Center (Jewel)	\$ 17,823,972	2.873%
Centerpoint Properties	Real Estate Investments	16,811,787	2.710%
GRE Belmont LLC	Real Estate Investments	13,267,265	2.139%
KTR Capital Partners	Real Estate Investments	8,107,888	1.307%
United States Tobacco	Tobacco Products	7,848,948	1.265%
JCG Industries Inc.	Industrial Metals	6,484,162	1.045%
AM Castle & Co	Cold Finishing & Metal Shops	6,270,981	1.011%
Hamilton Partners Inc.	Real Estate Investments	6,108,645	0.985%
Nestle Purina Petcare Company	Candy Manufacturer	5,936,077	0.957%
<u>Sloan Valve Co.</u>	<u>Flush Valve Manufacturer</u>	<u>5,832,226</u>	<u>0.940%</u>
		\$ 94,491,951	15.232%

*\*Denotes those taxpayers appearing on both the 2004 and 2014 lists*

Source: Cook County Clerk's Office



# Village of Franklin Park, Illinois

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## PROPERTY TAX LEVIES AND COLLECTIONS Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Tax Levy Years</u>	<u>Net Tax Levy</u>	<u>Amount Collected</u>	<u>Percent of Levy</u>
2006	2004-2005	\$ 9,640,548	\$ 9,596,451	99.54%
2007	2005-2006	10,074,521	10,135,551	100.61%
2008	2006-2007	10,400,347	10,140,492	97.50%
2009	2007-2008	10,910,689	10,200,891	93.49%
2010	2008-2009	14,476,701	11,611,899	80.21%
2011	2009-2010	14,346,410	15,664,822	109.19%
2012	2010-2011	14,679,093	14,599,691	99.46%
2013	2011-2012	14,766,598	14,255,328	96.54%
2014	2012-2013	14,617,714	13,603,525	93.06%
2015	2013-2014	14,745,097	13,568,137	92.02%

Source: Cook County Clerk's Office and Cook County Treasurer's Office

# Village of Franklin Park, Illinois

## SALES TAX RECEIPT ANALYSIS BY SECTOR Last Ten Calendar Years

Municipal Sales Tax	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014<sup>(1)</sup></u>
General Merchandise	\$ 121,230	\$ 116,263	\$ 118,978	\$ 111,315	\$ 107,120	\$ 101,460	\$ 38,661	\$ 24,617	\$ 49,077	\$ 69,819
Food	344,072	345,713	347,827	342,977	305,796	293,895	270,598	260,534	237,992	309,935
Drinking and Eating Places	131,281	153,742	144,526	155,839	137,481	158,940	164,454	165,456	172,241	276,663
Apparel	7,178	8,857	11,614	10,119	10,152	10,725	7,168	7,094	4,561	52,097
Furniture & H.H. & Radio	31,181	39,293	57,535	30,963	200,074	392,483	286,661	249,462	53,412	193,141
Lumber, Bldg, Hardware	120,929	151,272	141,909	121,062	107,586	140,035	119,609	133,967	641,694	513,618
Automotive & Filling Stations	364,016	656,042	882,801	660,003	367,812	298,049	286,720	141,359	341,974	495,760
Drugs & Misc. Retail	226,813	236,786	250,925	374,365	354,649	239,827	63,067	317,291	(55,817)	522,029
Agriculture & All Others	516,403	730,571	766,316	905,352	604,012	414,891	426,697	325,327	264,421	350,094
<u>Manufacturers</u>	<u>155,016</u>	<u>133,855</u>	<u>172,860</u>	<u>144,638</u>	<u>175,207</u>	<u>193,310</u>	<u>164,793</u>	<u>199,581</u>	<u>(50,627)</u>	<u>270,764</u>
	\$ 2,018,119	\$ 2,572,394	\$ 2,895,291	\$ 2,856,633	\$ 2,369,889	\$ 2,243,615	\$ 1,828,428	\$ 1,824,688	\$ 1,658,928	\$ 3,053,920

1. The significantly higher levels of sales tax revenue is principally due to the Village's imposition of a one percent non-home rule sales tax during FY15, which generated \$1.2 million during FY15. Additionally, the Village's one percent sales tax, which has historically been collected and disbursed by the State, increased significantly as well.

Source: Illinois Department of Revenue

# Village of Franklin Park, Illinois

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## DIRECT AND OVERLAPPING SALES TAX RATES Last Ten Fiscal Years

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Direct										
Village of Franklin Park	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.00%
Overlapping										
State of Illinois <sup>(1)</sup>	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%	6.25%
Cook County Home Rule	0.75%	0.75%	0.75%	1.75%	1.75%	1.25%	1.00%	1.00%	0.75%	0.75%
<u>Regional Transportation Authority</u>	<u>0.75%</u>	<u>0.75%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
	7.75%	7.75%	8.00%	9.00%	9.00%	8.50%	8.25%	8.25%	8.00%	9.00%

(1) In Cook County, .25% of the State of Illinois' 6.25% sales tax is allocated to the Regional Transportation Authority

Source: Cook County Treasurer and Regional Transportation Authority

## **Debt Capacity**

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These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

# Village of Franklin Park, Illinois

RATIO OF TOTAL DEBT TO EQUALIZED ASSESSED VALUATION  
AND PERSONAL INCOME AND TOTAL DEBT PER CAPITA  
Last Ten Fiscal Years

Fiscal Year	Estimated Population	Equalized Assessed Valuation (EAV)	Governmental	Ratio of Total Bonded Debt to EAV	Business-Type	Ratio of Total Debt to EAV			Total Personal Income	Ratio of Bonded Debt to Personal Income	Ratio of Total Debt to Personal Income	Total Debt Per Capita
			and Business-Type General Obligation Bonded Debt <sup>(1)(2)</sup>		Illinois EPA Loans	Governmental Leases Payable	Total Debt	Bonded Debt to Personal Income		Total Debt to Personal Income		
2006	18,920	\$ 831,081,698	\$ 38,980,000	4.7%	\$ 9,538,431	\$ 604,674	\$ 49,123,105	5.9%	\$ 372,531,046	10.5%	13.2%	\$ 2,596
2007	18,773	820,400,746	39,045,000	4.8%	8,807,916	488,234	48,341,150	5.9%	377,189,120	10.4%	12.8%	2,575.04
2008	18,626	942,914,519	46,385,000	4.9%	8,055,631	502,871	54,943,502	5.8%	381,730,182	12.2%	14.4%	2,949.83
2009	18,480	996,409,963	45,440,000	4.6%	7,280,921	649,490	53,370,411	5.4%	386,135,606	11.8%	13.8%	2,888.01
2010	18,333	916,889,459	44,160,000	4.8%	6,483,112	1,102,840	51,745,952	5.6%	390,463,920	11.3%	13.3%	2,822.56
2011	18,333	842,914,824	42,800,000	5.1%	5,661,510	975,834	49,437,344	5.9%	387,357,957	11.0%	12.8%	2,696.63
2012	18,333	751,940,429	51,165,000	6.8%	4,815,398	1,230,217	57,210,615	7.6%	376,468,155	13.6%	15.2%	3,120.64
2013	18,333	692,157,576	49,400,000	7.1%	3,944,037	697,699	54,041,736	7.8%	421,347,339	11.7%	12.8%	2,947.78
2014	18,333	611,138,981	61,105,000	10.0%	3,046,670	493,635	64,645,305	10.6%	429,774,286	14.2%	15.0%	3,526.17
2015	18,333	620,351,351	60,591,895	9.8%	2,218,098	359,966	63,169,959	10.2%	440,554,952	13.8%	14.3%	3,445.70

(1) Net of amortizing premiums and discounts beginning in 2015

(2) For 2015, Governmental Total was \$39,989,185 and Business-Type Total was \$20,602,710

Source: Village records

# Village of Franklin Park, Illinois

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## SCHEDULE OF BONDED DEBT RETIREMENT At April 30, 2015

<u>Fiscal Year</u>	<u>Amortization</u>	Percent Retired	
		<u>Annually</u>	<u>Cumulatively</u>
2016	\$ 2,655,000	4.56%	4.56%
2017	2,615,000	4.49%	9.05%
2018	2,895,000	4.97%	14.02%
2019	3,350,000	5.75%	19.77%
2020	3,520,000	6.04%	25.81%
2021	3,800,000	6.52%	32.33%
2022	4,190,000	7.19%	39.53%
2023	3,580,000	6.15%	45.67%
2024	2,825,000	4.85%	50.52%
2025	2,750,000	4.72%	55.24%
2026	2,640,000	4.53%	59.78%
2027	2,765,000	4.75%	64.52%
2028	2,895,000	4.97%	69.49%
2029	3,020,000	5.18%	74.68%
2030	3,160,000	5.42%	80.10%
2031	3,300,000	5.67%	85.77%
2032	2,540,000	4.36%	90.13%
2033	2,660,000	4.57%	94.70%
2034	1,520,000	2.61%	97.30%
<u>2035</u>	<u>1,570,000</u>	<u>2.70%</u>	<u>100.00%</u>
	<b>\$ 58,250,000</b>	<b>100.00%</b>	

Source: Village records

# Village of Franklin Park, Illinois

## SCHEDULE OF DIRECT AND OVERLAPPING DEBT At August 1, 2015<sup>(1)</sup>

<u>Government</u>	<u>General Obligation Bonded Debt</u>	<u>Percentage Applicable to the Village of Franklin Park</u>	<u>Village of Franklin Park Share of Debt</u>
<b>Direct Debt</b>			
Village of Franklin Park <sup>(2)</sup>	\$ 56,561,172	100.00%	\$ 56,561,172
<b>Total Direct Debt</b>	<b>\$ 56,561,172</b>	<b>100.00%</b>	<b>\$ 56,561,172</b>
<b>Overlapping Debt<sup>(3)</sup></b>			
Leyden Township Fire Protection District	424,575	6.445%	27,364
Northlake Public Library District	5,940,000	1.635%	97,119
Bensenville Park District	7,824,175	3.162%	247,400
School District 84 1/2	4,085,000	6.533%	266,873
Cook County Forest Preserve District	172,535,000	0.501%	864,400
Franklin Park Park District	960,000	100.000%	960,000
Veterans Park District	8,750,600	15.066%	1,318,365
School District 81	20,935,425	8.705%	1,822,429
High School District 212	11,210,000	33.744%	3,782,702
School District 84	9,518,915	91.801%	8,738,459
Metropolitan Water Reclamation District	2,642,374,005	0.511%	13,502,531
School District 83	42,670,000	46.430%	19,811,681
Community College District No. 504	48,425,000	7.884%	3,817,827
<u>Cook County</u>	<u>3,466,835,000</u>	<u>0.501%</u>	<u>17,368,843</u>
<b>Total Overlapping Debt</b>	<b>\$ 6,442,487,695</b>		<b>\$ 72,625,993</b>
<b>Total Direct and Overlapping Debt</b>			<b>\$ 129,187,165</b>

(1) Overlapping debt numbers were not available for April 30, 2014

(2) Differs from amount presented in Debt Amortization exhibit due to the difference in dates.

(3) Cook County determines the degree of overlap on the basis of equalized assessed valuation (EAV)

Source: Cook County Clerk's Office

# Village of Franklin Park, Illinois

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## DEBT LIMIT At April 30, 2015

Tax Year 2014 Equalized Assessed Valuation (including TIF districts)	\$	636,419,977
<u>Debt Limit Percentage</u>		<u>8.625%</u>
Current Debt Limit	\$	54,891,223
Outstanding Debt		
G.O. Alternate Revenue Bonds of 2006	\$	9,330,000
G.O. Alternate Revenue Bonds of 2007		5,930,000
G.O. Alternate Revenue Bonds of 2011		9,570,000
G.O. Alternate Revenue Bonds of 2014A		10,445,000
G.O. Alternate Revenue Bonds of 2014B		3,335,000
G.O. Alternate Revenue Bonds of 2015A		6,140,000
G.O Limited Tax Debt Certificates, Series 2013		<u>13,500,000</u>
Total Direct Debt	\$	58,250,000
Less Debt Not Subject to Debt Limit*		(18,595,000)
Debt Subject to Debt Limit		39,655,000
<b>Debt Margin</b>	<b>\$</b>	<b>15,236,223</b>

\*Pursuant to the provisions of the Debt Reform Act, alternate revenue bonds do not count against the statutory 8.625% of EAV limit unless the government fails to abate the associated property tax levies. The Series 2006, 2007, and 2014B are such bonds.



## **Demographics and Economic Information**

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These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

# Village of Franklin Park, Illinois

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## DEMOGRAPHIC STATISTICS Last Ten Calendar Years

<u>Calendar Year</u>	<u>Estimated Population<sup>(1)</sup></u>	<u>Estimated Per Capita Income<sup>(2)</sup></u>	<u>School Enrollment<sup>(3)</sup></u>	<u>Annual Average Unemployment Rate<sup>(4)</sup></u>	<u>Estimated Median Household Income<sup>(2)</sup></u>	<u>Estimated Median Age<sup>(2)</sup></u>	<u>Estimated College Graduate %<sup>(2)</sup></u>
2005	19,067	\$ 19,538	3,345	8.2%	\$ 52,814	34.9	12.6%
2006	18,920	19,936	3,306	6.2%	54,039	35.1	12.8%
2007	18,773	20,334	3,311	6.9%	55,265	35.3	13.1%
2008	18,626	20,731	3,291	8.6%	56,490	35.5	13.3%
2009	18,480	21,129	3,259	13.8%	57,715	35.7	13.6%
2010	18,333	21,129	3,243	14.1%	57,715	35.7	13.6%
2011	18,333	20,535	3,173	13.7%	54,437	35.6	12.8%
2012	18,333	22,983	3,246	12.1%	56,098	35.6	14.6%
2013	18,333	22,983	3,556	10.2%	56,098	36.8	12.0%
2014	18,333	23,938	3,251	7.3%	54,063	38.1	12.2%

(1) Based on "stepped down" census data for 2000 and 2010

(2) Based on American FactFinder data for 2000 and American Community Survey five-year estimates for 2008-2012 transitioned from data end points of 2000 and 2009.

(3) Source: Illinois School Districts 81, 83, 84, 84 1/2 and 212

(4) Source: Illinois Department of Employment Security

# Village of Franklin Park, Illinois

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## MAJOR EMPLOYERS LOCATED WITHIN VILLAGE LIMITS Calendar Years 2004 and 2014

2004

<u>Company</u>	<u>Business</u>	<u>Employment</u>
Sloan Valve*	Manufacture valves and pipe fittings	750
Werner	Manufacture aluminum, sheet plates and foil	700
Fresh Express	Food products	600
Nestle*	Producer of candy and confectionary	600
Olmarc	Manufacture plastic products	400
US Smokeless*	Produce chewing and smoking tobacco	400
AM Castle	Metals service center	350
Life Fitness*	Sporting and athletic gear	300
Albertsons	Jewel property	300
UPS	Courier service	300

2014

<u>Company</u>	<u>Business</u>	<u>Employment</u>
The Hill Group	Plumbing, Piping & Refrigeration Contractors	900
Canadian Pacific	Railroad Yard & Repair	800
Nestle USA Confections & Snacks Div.*	Candy and Confectionary	750
Sloan Valve Co.*	Flush Valves, Faucets, Shower Heads and Hand Dryers	723
DHL International Ltd.	International Freight Consolidation/ Air Freight Transportation	650
Bretford, Inc	Office Furniture	500
Life Fitness, Inc.*	Fitness Equipment	450
Hill Mechanical Operations	Facility Management for Large Buildings	300
United Parcel Service, Inc.	International Freight Forwarding	300
US Smokeless Tobacco Mfg., Co.*	Smokeless Tobacco	240

\*Denotes those employers appearing on both the 2014 and 2004 lists

Source: Illinois Manufacturers Directory and Illinois Services Directory

## **Operating Information**

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These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

# Village of Franklin Park, Illinois

## OPERATING INFORMATION AND INDICATORS Last Ten Calendar Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>FIRE PROTECTION</b>										
Fire responses	184	203	203	156	130	116	115	109	74	96
Rescue/emergency responses	1,742	1,787	1,742	1,744	1,591	1,523	1,630	1,620	1,271	1,647
Other incidents	1,465	1,485	1,698	1,539	1,013	1,377	1,422	1,350	1,119	1,456
Injuries/fatalities	24	12	12	58	5	8	9	1	-	1
Mutual aid given	332	373	374	397	330	289	180	274	235	306
Mutual aid received	246	244	239	330	221	327	309	189	71	101
<b>POLICE PROTECTION</b>										
Parking violations	6,246	7,125	7,193	5,695	8,499	9,914	6,440	5,541	3,371	8,541
Traffic citations	5,565	4,680	3,668	4,027	4,528	3,422	2,287	1,679	4,677	3,839
Arrests <sup>(1)</sup>	NA	NA	NA	1,274	1,147	741	696	939	1,195	703
<b>MUNICIPAL WATER &amp; SEWER SYSTEM</b>										
Water/Sewer Customers, Residential	4,709	4,709	4,709	4,709	4,709	4,709	4,709	4,709	4,630	4,709
Water/Sewer Customers, Commercial/Industrial	1,112	1,112	1,112	1,112	1,112	1,112	1,112	1,112	1,216	1,220
Metered Fire Line Customers	184	184	184	184	184	184	184	184	171	184
Annual Water Main Breaks	105	70	76	101	86	46	52	47	90	60
Potable Water Pumped, Millions of Gallons	1,770.6	1,673.4	1,614.0	1,535.1	1,243.9	1,176.6	946.0	931.6	1134.1	775.7

(1) Arrest data prior to 2008 not available

Source: Village records

# Village of Franklin Park, Illinois

## CAPITAL ASSETS STATISTICS Last Ten Calendar Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>FIRE PROTECTION</b>										
Number of stations	3	3	3	3	3	3	3	3	3	3
Fire fighting vehicles	6	6	6	6	6	5	5	5	5	4
Ambulances	3	3	3	3	3	1	2	2	3	3
<b>POLICE PROTECTION</b>										
Number of stations	1	1	1	1	1	1	1	1	1	1
Vehicles	24	24	24	24	24	24	24	19	17	19
<b>PUBLIC WORKS</b>										
Streets, miles	75.0	75.0	74.2	74.2	74.8	75.0	75.0	75.0	75.0	75.0
Alleys, miles	18.9	18.9	18.9	18.9	18.9	18.9	18.9	18.9	19.2	19.2
Vehicles	30	28	26	24	25	27	28	27	35	41
<b>MUNICIPAL WATER SYSTEM</b>										
Sanitary sewer pipe, miles	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5	34.0	35.0
CSO/storm sewer pipe, miles	65.5	65.5	65.5	65.5	65.5	65.5	65.5	65.5	66.0	66.0
Water mains, miles	86.0	86.0	86.0	86.0	86.0	86.0	86.0	86.0	86.0	86.0
Pump stations	3	3	3	3	3	3	3	3	3	3
Water storage tanks	7	7	7	7	7	7	7	7	7	7
Water storage capacity, millions of gallons	15.7	15.7	15.7	15.7	15.7	15.7	15.7	15.7	15.7	15.7
Sanitary/storm lift stations	9	9	9	9	9	9	9	9	6	6
Number of fire hydrants	876	876	876	876	876	876	876	881	872	872
Vehicles	9	8	9	9	9	9	10	10	12	16
Other major equipment	15	17	16	16	18	18	17	18	18	10

Source: Village records

# Village of Franklin Park, Illinois

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## FULL-TIME EQUIVALENT EMPLOYEES Last Ten Calendar Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
FIRE PROTECTION										
Sworn personnel	46	46	46	46	44	42	38	40	39	42
Civilian personnel	1.0	1.0	1.0	1.0	1.0	0.5	0.5	-	-	-
POLICE PROTECTION										
Sworn personnel	53	52	51	51	49	49	43	46	39	45
Civilian personnel	27	27	27	26	25	25	22	27	27	5
PUBLIC WORKS										
Supervisory personnel	3	3	3	3	3	3	3	3	4	4
Non-supervisory personnel	16.0	14.0	15.0	13.0	11.5	10.5	9.0	8.0	8.0	8.0
MUNICIPAL WATER SYSTEM										
Supervisory personnel	3	3	3	3	3	3	3	3	2	2
Non-supervisory personnel	11	9	9	10	9	8	6	5	7	7

Source: Village records