# Village of Westmont, Illinois

## Comprehensive Annual Financial Report

## Fiscal Year Ended April 30, 2016

# COMPREHENSIVE ANNUAL FINANCIAL REPORT OF THE VILLAGE OF WESTMONT, ILLINOIS

As of and for the Year Ended April 30, 2016

Prepared by: Finance Department

# VILLAGE OF WESTMONT

TABLE OF CONTENTS
As of and for the Year Ended April 30, 2016


| | Page(s) |
|---|---|
| **INTRODUCTORY SECTION** | |
| Letter of Transmittal | i - iv |
| Certificate of Achievement for Excellence in Financial Reporting | v |
| Principal Officials | vi |
| Organizational Chart | vii |
| **FINANCIAL SECTION** | |
| ***INDEPENDENT AUDITORS' REPORT*** | 1 - 3 |
| ***REQUIRED SUPPLEMENTARY INFORMATION*** | |
| ***Management's Discussion and Analysis*** | 4 - 13 |
| ***BASIC FINANCIAL STATEMENTS*** | |
| Government-Wide Financial Statements | |
| Statement of Net Position | 14 |
| Statement of Activities | 15 - 16 |
| Fund Financial Statements | |
| Balance Sheet - Governmental Funds | 17 - 20 |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position | 21 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds | 22 - 23 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 24 |
| Statement of Net Position - Proprietary Funds | 25 - 26 |
| Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds | 27 |
| Statement of Cash Flows - Proprietary Funds | 28 - 29 |
| Statement of Fiduciary Net Position - Fiduciary Funds | 30 |
| Statement of Changes in Fiduciary Net Position - Fiduciary Funds | 31 |
| Index to Notes to Financial Statements | 32 |
| Notes to Financial Statements | 33 - 81 |
| ***REQUIRED SUPPLEMENTARY INFORMATION*** | |
| ***General Fund*** | |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual | 82 |

# VILLAGE OF WESTMONT

TABLE OF CONTENTS (cont.)
As of and for the Year Ended April 30, 2016


| | Page(s) |
|---|---|
| ***REQUIRED SUPPLEMENTARY INFORMATION*** *(cont.)* | |
| ***Special Revenue Funds*** | |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - IMRF/Social Security - Major Special Revenue Fund | 83 |
| ***Historical Pension Information*** | |
| Illinois Municipal Retirement Fund - Schedule of Changes in the Village's Net Pension Liability and Related Ratios | 84 |
| Illinois Municipal Retirement Fund - Schedule of Employer Contributions | 85 |
| Police Pension Fund - Schedule of Changes in the Village's Net Pension Liability and Related Ratios | 86 |
| Police Pension Fund - Schedule of Employer Contributions | 87 - 88 |
| Police Pension Fund - Schedule of Investment Returns | 89 |
| Firefighters' Pension Fund - Schedule of Changes in the Village's Net Pension Liability and Related Ratios | 90 |
| Firefighters' Pension Fund - Schedule of Employer Contributions | 91 |
| Firefighters' Pension Fund - Schedule of Investment Returns | 92 |
| Other Post Employment Benefit Plan - Schedule of Employer Contributions and Schedule of Funding Progress | 93 |
| Notes to Required Supplementary Information | 94 |
| ***SUPPLEMENTARY INFORMATION*** | |
| ***General Fund*** | |
| Schedule of Expenditures - Budget and Actual - General | 95 - 97 |
| ***Governmental Funds*** | |
| Combining Balance Sheet - Nonmajor Governmental Funds | 98 - 99 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds | 100 - 101 |
| Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual | |
| Convention and Tourism - Nonmajor Special Revenue Fund | 102 |
| Downtown Parking - Nonmajor Special Revenue Fund | 103 |
| Motor Fuel Tax - Nonmajor Special Revenue Fund | 104 |
| Central Business District TIF - Nonmajor Special Revenue Fund | 105 |
| South Westmont Business District TIF - Nonmajor Special Revenue Fund | 106 |
| Debt Service - Nonmajor Debt Service Fund | 107 |

# VILLAGE OF WESTMONT

TABLE OF CONTENTS (cont.)
As of and for the Year Ended April 30, 2016


| | Page(s) |
|---|---|
| ***SUPPLEMENTARY INFORMATION*** *(cont.)* | |
| Vehicle Replacement - Nonmajor Capital Projects Fund | 108 |
| Capital Projects - Nonmajor Capital Projects Fund | 109 |
| 2013B Bond - Nonmajor Capital Projects Fund | 110 |
| Stormwater Infrastructure Fund - Nonmajor Capital Projects Fund | 111 |
| 2013A Bond - Major Capital Projects Fund | 112 |
| Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual | |
| Water Operations - Major Enterprise Fund | 113 - 114 |
| Combining Statement of Fiduciary Net Position- Pension Trust Funds | 115 |
| Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds | 116 |
| Statement of Changes in Assets and Liabilities - Constructional Performance Bond Fund | 117 |
| **STATISTICAL SECTION** | |
| Net Position by Component - Last Ten Fiscal Years | 118 - 119 |
| Change in Net Position - Last Ten Fiscal Years | 120 - 121 |
| Fund Balances of Governmental Funds - Last Ten Fiscal Years | 122 - 123 |
| Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years | 124 - 127 |
| Taxable Sales by Category - Last Ten Fiscal Years | 128 - 129 |
| Direct and Overlapping Sales Tax Rates - Last Ten Levy Years | 130 |
| Assessed Value and Actual Value of Taxable Property - Last Ten Levy Years | 131 - 132 |
| Property Value and Construction - Last Ten Fiscal Years | 133 |
| Property Tax Levies and Collections - Last Ten Tax Levy Years | 134 |
| Ratios of Outstanding Debt by Type - Last Nine Fiscal Years | 135 |
| Schedule of Direct and Overlapping Bonded Debt | 136 |
| Demographic Statistics - Last Ten Fiscal Years | 137 |
| Principal Employers - Current Year and Nine Years Ago | 138 |
| Full-Time Employees - Last Ten Fiscal Years | 139 - 140 |
| Operating Indicators - Last Ten Fiscal Years | 141 - 142 |
| Capital Asset Statistics - Last Ten Fiscal Years | 143 - 144 |

**ADMINISTRATION**
**31 West Quincy Street, Westmont, Illinois 60559**

Tel: 630-981-6210 Fax: 630-604-1250
westmont.il.gov | administration@westmont.il.gov

October 28, 2016

The Honorable Mayor
Members of the Village Board
Citizens of the Village of Westmont

The Comprehensive Annual Financial Report (CAFR) of the Village of Westmont (Village) for the year ended April 30, 2016, is hereby submitted as mandated both by local ordinance and state statute. These laws require that the Village annually issue a report on its financial position and activity presented in conformance with Generally Accepted Accounting Principles (GAAP), generally accepted in the United States of America and audited in accordance with generally accepted auditing standards by an independent firm of certified public accountants.

This report consists of management's representations concerning the finances of the Village of Westmont. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft or misuse, and to compile sufficient reliable information for the preparation of the Village's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh the benefits, the Village's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Baker Tilly, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Westmont for the fiscal year ended April 30, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Village's financial statements for the fiscal year ended April 30, 2016, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

## Profile of the Village of Westmont

The Village of Westmont was founded in 1921 and is located approximately 25 miles west of the city of Chicago in DuPage County. The Village currently has a land area of 7 square miles and a certified population of 24,685. The Village has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the Village Board.

The Village operates under the Board/Administrator form of government. Policy making and legislative authority are vested in the Village Board, which consists of a Mayor and a six-member Board of Trustees. The Village Board is responsible, among other things, for passing ordinances, adopting the budget and appropriation, appointing committees and hiring the Village's manager and attorney. The Village Manager is responsible for carrying out the policies and ordinances of the Village Board, for overseeing the day-to-day operations of the Village, and for appointing the heads of the Village departments. The Board is elected on a non-partisan basis. Board members are elected to four-year staggered terms with three Board members elected every two years. The Mayor is elected to a four-year term. The Mayor and Village Trustees are elected at large.

The Village provides a full range of services, including police and fire protection, the construction and maintenance of streets and other infrastructure and the operation of the municipal water facility.

The budget serves as the foundation for the Village's financial planning and control. The Board also conducts a public hearing on the Appropriation Ordinance, the legal spending document, and certifies it to be filed with the County Clerk by July 31 of each year. The Appropriation Ordinance mirrors the adopted budget, with extra funds added to account for unexpected emergencies in day-to-day operations. The Board may legally appropriate up to the total of the current year budgeted revenues, and the prior year's unexpended fund balances. Permanent transfers of amounts between funds require approval of the Village Board. Budget-to-actual comparisons are provided in this report for each fund for which an appropriated annual budget has been adopted.

## Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Village operates.

## Local Economy

The Village of Westmont is situated in a region that has a varied light manufacturing and industrial base, which adds to the relative stability of the local unemployment rate. Major businesses located within the Village's boundaries include high-end car dealerships, warehousing and distribution facilities, a variety of restaurants, and a resort hotel.

State shared sales tax revenue is the Village's number one revenue source. Knowing this, the Village is very vigilant in protecting and promoting our sales tax base. Through the combined efforts of the Village and the Chamber of Commerce, we have had business stability in certain areas and positive development in others. The Village has also been proactive in maintaining and opposing any state legislation that would reduce the sharing formula.

**Major Initiatives**

The Village staff, following specific directives of the Village Board and the Village Manager, has been involved in a variety of projects throughout the year; this effort reflects the Village's commitment to ensuring that its citizens are able to live and work in a great environment. The most significant of these projects are:

- Economic Development – the village has established Tax Increment Finance Districts (TIF) both in our south business district along 63rd street and in our downtown area along Cass Avenue. These districts will help serve as a catalyst to spur development.

- Police Department - the Department has placed an emphasis on training and is involved with its Citizens Academy. Graduates of these programs work to build awareness in the community of ways to avoid becoming a victim of crime.

  The Department also uses Illinois law to seize vehicles for various offenses. Vehicle seizures must proceed through the court system before a vehicle is either awarded to the department or can be sold. Additionally, one of our detectives is assigned to a taskforce with the DEA, which may generate additional seizures. Monies from these seizures are placed in our drug or alcohol accounts to help us fund drug awareness and enforcement operations. Alcohol funds are used to obtain equipment or services used in the enforcement and education to prevent alcohol traffic related offenses.

- Fire Department – the Fire Department, which has an ISO rating of 2, also continues to maintain national accreditation. The Department has continued to demonstrate proficiency in a number of areas and is among the limited number of departments in the state that have achieved this distinction. The department has placed an emphasis on training and is involved with its Citizens Academy. Graduates of these programs work to build awareness in the community of fire safety practices.

- Public Works – the Public Works Department includes maintenance of fleet and facilities, as well as the public infrastructure, including our water utility.

  The 35th & Oakwood, Jamestown Drainline project and the West End and Park Street Water Main projects were completed in fiscal year 2016. Construction in progress will continue in fiscal year 2017 for the Irving-Norfolk and Burlington-Irving alley projects, the Cumnor Road and Wilmette Avenue road projects, the Norfolk and Linden detention project, and the Richmond water main project.

**Long-term financial planning**

There is a Fund Balance Reserve Policy approved by the Board which calls for budgeted revenues to be set aside annually to fund our reserves. Even during a lowered revenue environment, the Village plans to continue this funding initiative. The benchmark will be to set aside six months of expenditures in reserve.

**Awards and acknowledgements**

The preparation of this report could not have been accomplished without the efficient and dedicated services of Assistant Finance Director Ruth Olsson, Accountant Cindy Westra, Accounting Specialist Emerence Kaizer, and Finance Assistant Annette Leaks of the Finance Department. Credit must also be given to Village Manager Stephen May, the Mayor, and the Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Westmont's finances.

Respectfully submitted,

Spencer Parker
Finance Director

Government Finance Officers Association

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Village of Westmont**

**Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

**April 30, 2015**

Executive Director/CEO

**VILLAGE OF WESTMONT, ILLINOIS**

**PRINCIPAL OFFICIALS**

**April 30, 2016**

---

## LEGISLATIVE

### BOARD OF TRUSTEES

Ronald Gunter, Mayor

| | |
|---|---|
| James Addington | Bruce Barker |
| Harold Barry, III | Marie Johanik-Guzzo |
| Linda Liddle | Steve Nero |

Virginia Szymski, Village Clerk

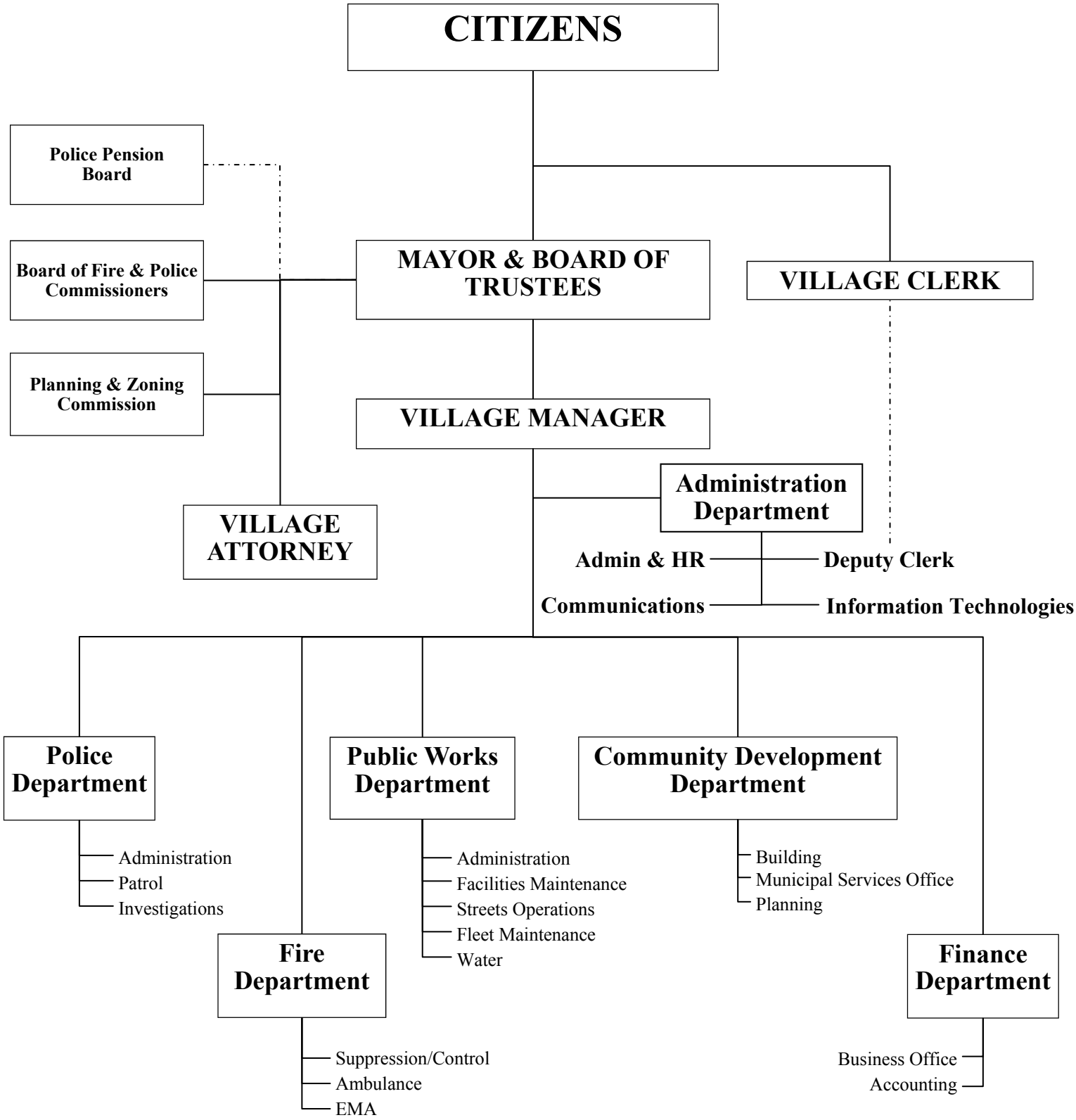
## ADMINISTRATIVE

Steve May, Village Manager

### DEPARTMENT HEADS

| | |
|---|---|
| Spencer Parker | Finance Director |
| Dave Weiss | Fire Chief |
| Tom Mulhearn | Police Chief |

# VILLAGE OF WESTMONT
## Organization Chart



BAKER TILLY

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

# INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the Board of Trustees
Village of Westmont
Westmont, 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 Westmont, Illinois, as of and for the year ended April 30, 2016, and the related notes to the financial statements, which collectively comprise the Village of Westmont's basic financial statements as listed in the table of contents.

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

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

### *Auditors' Responsibility*

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

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

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

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Westmont, Illinois, as of April 30, 2016 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### *Emphasis of Matter*

As discussed in Note I, the Village of Westmont adopted the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, effective May 1, 2015. Net position as of May 1, 2015 has been restated as a result. Our opinions are not modified with respect to this matter.

### *Other Matters*

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Westmont's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole.

To the Honorable Mayor and Members of the Board of Trustees
Village of Westmont

*Other Information*

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

Baker Tilly Virchow Krause, LLP

Oak Brook, Illinois
October 28, 2016

# VILLAGE OF WESTMONT, ILLINOIS
# MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

## April 30, 2016

The Village of Westmont (the "Village") discussion and analysis report is provided to (1) help the reader understand significant financial events, (2) provide an overview of the Village's financial activity for the year, (3) report on changes in the Village's financial position as well as its ability to meet its responsibilities for the next two years, (4) analyze any material deviations from the approved budget, and (5) address individual fund issues or concerns.

### Financial Highlights

- The total assets of the Village for FY16 approximated $85.2 million, an increase of 1.1% over the FY15 total assets of $84.3 million.
- The total assets and deferred outflows exceeded liabilities and deferred inflows by $32.2 million (net position) as of April 30, 2016. This represents a 45.8% decrease from the $59.4 reported in FY15. The governmental net position decreased 62.2% to $16.7 million, from the $44.2 million reported in FY15 and the business-type activities net position increased 2.0% from $15.2 million in FY15 to $15.5 million. The significant decrease in governmental net position is due to the implementation of GASB 68 and 71, which adds the full pension liability to the balance sheets. When the beginning net position balance is restated, the beginning net position for governmental activities is $16.1 million. After the restating, FY 16 saw an increase of about $0.6 million, or 4.1% in net position.
- The governmental activities revenue, transfers, and special items were $29.0 million, a 3.9% increase over FY15 revenues of approximately $28.0 million. FY16 governmental expenses were $28.4 million, a 2.2% increase from the FY15 expenses of $27.8 million.
- The business-type activities revenue, transfers, and special items for FY16 were $6.9 million compared to $6.5 million in FY15. Business type expenses were $6.30 million in FY16. This was a slight decrease of 1.6% from FY15 expenses of $6.36 million.
- The total cost of all Village programs was $34.7 million, an increase of 1.8% ($0.6 million) from FY15.

### THE FINANCIAL SECTION OF THE COMPREHENSIVE ANNUAL REPORT

The financial statement reports on both the Village as a whole (government-wide) and on the major individual funds. Both reports help the reader to address relevant questions, allow for multi-year comparisons, and provide for better Village accountability.

### Government-Wide Financial Statements

The government-wide financial statements are presented in a corporate-like manner; all governmental and business-type activities are consolidated into columns which become a total for the Primary Government. The focus of the Statement of Net Position is similar to bottom line results for the Village and its governmental and business-type activities. It combines and consolidates the current financial resources (short-term spendable funds) with capital assets and long-term obligations using the accrual basis of accounting and an economic resources measurement focus.

The Statement of Activities displays both the gross and net cost of various activities which are supported by the government's general taxes and other resources. This statement summarizes the cost of various governmental services and/or subsidies to various business-type activities.

The Governmental Activities portion of the statement lists the Village's basic services, including general government, public safety, and public works. These activities are financed primarily by shared state sales taxes, property taxes, local utility taxes, and shared state income taxes. The Business-Type Activities reflect private sector type operations (the Village's municipal water utility, and internal service) where the fees for services cover all or most of the cost of operations, including depreciation.

## Fund Financial Statements

This format will be familiar to traditional users of governmental financial statements. The focus is on Major Funds, rather than fund types. The statement is presented on a sources and uses of liquid resources basis. The Village's financial plan (budget) is developed in a similar fashion. The flow and availability of these resources is an appropriate focus of an analysis of the government. Funds are established for various purposes and the Fund Financial Statements show the sources and uses and/or the budgetary compliance associated with them.

The Fund Financial Statements also allow the government to report on its Fiduciary Fund (Police Pension). Because this Fund represents trust responsibilities of the government, these assets are restricted in purpose and are not a part of the discretionary assets of the government. Therefore they are not presented as part of the Government-Wide Financial Statements.

## Infrastructure Assets

The Village reports infrastructure assets (roads, alleys, buildings, etc.) within the Governmental column of the Government-Wide Statements. Also, the Village has chosen to depreciate those assets over their useful life. If a road project is considered maintenance – a recurring cost that does not extend the road's useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

## GOVERNMENT-WIDE STATEMENT

### Statement of Net Position

Net position over time may serve as a useful indicator of a government's financial position. The following table shows condensed information from the government-wide Statement of Net Position. Note that FY15 was not restated for GASB 68 and 71.

**Table 1**
**Statement of Net Position**
**As of April 30, 2016 and April 30, 2015 ***
**(in millions)**

| | Governmental Activities | | Business-Type Activities | | Total Primary Government | |
|---|---|---|---|---|---|---|
| | 2016 | 2015* | 2016 | 2015* | 2016 | 2015* |
| **Assets:** | | | | | | |
| Current & other assets | $35.46 | $36.54 | $3.51 | $3.58 | $38.97 | $40.12 |
| Capital assets | $32.79 | $31.06 | $13.47 | $13.15 | $46.26 | $43.21 |
| **Total Assets** | **$68.25** | **$67.60** | **$16.98** | **$16.73** | **$85.23** | **$84.33** |
| **Deferred outflows:** | **$6.03** | **$0.00** | **$0.26** | **$0.00** | **$6.29** | **$0.00** |
| **Liabilities:** | | | | | | |
| Other liabilities | $2.03 | $1.76 | $0.52 | $0.64 | $2.55 | $2.40 |
| Long-term liabilities | $48.27 | $15.29 | $1.24 | $0.91 | $49.51 | $16.20 |
| **Total Liabilities** | **$50.30** | **$17.05** | **$1.76** | **$1.55** | **$52.06** | **$18.60** |
| **Deferred inflows:** | **$7.28** | **$6.38** | **$0** | **$0** | **$7.28** | **$6.38** |
| **Net Position:** | | | | | | |
| Net investment in capital assets | $25.20 | $27.39 | $12.72 | $12.34 | $37.92 | $39.73 |
| Restricted | $2.67 | $4.38 | $0.0 | $0.0 | $2.67 | $4.38 |
| Unrestricted | ($11.17) | $12.41 | $2.76 | $2.84 | ($8.41) | $15.25 |
| **Total Net Position** | **$16.70** | **$44.17** | **$15.48** | **$15.18** | **$32.18** | **$59.35** |

* FY 15 figures have not been updated for the effects of restatements due to implementation of GASB 68 and 71 in FY 15

## Normal Impacts – Net Position

There are six basic or normal transactions that will affect the comparability of the Statement of Net Position summary table:

**Net Results of Activities –** which will impact (increase/decrease) current assets and unrestricted net position.

**Borrowing for Capital Projects –** which will increase current assets and long-term debt.

**Spending Borrowed Proceeds on New Capital Projects –** which will reduce current assets and increase capital assets. There is a second impact, an increase in "invested in capital assets" and an increase in related net debt which will not change the "net investment in capital assets".

**Spending of Non-borrowed Current Assets on New Capital Projects –** which will (a) reduce current assets and increase capital assets, and (b) will reduce unrestricted net position and increase "net investment in capital assets".

**Principal Payment on Debt –** which will (a) reduce current assets and reduce long-term debt, and (b) reduce unrestricted net position and increase "net investment in capital assets".

**Reduction of Capital Assets through Depreciation –** which will reduce capital assets and "net investment in capital assets".

## Current Year Impacts – Net Position

By far the largest portion of the Village's net position, 117.8% or $37.9 million, reflects its investment in capital assets (for example: land, buildings, machinery, equipment, and streets), less any related debt, used to acquire those assets, which is still outstanding. The Village uses these capital assets in the course of providing services to citizens; consequently, these assets are not available for future spending.

An additional portion, 8.3% or $2.7 million of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining assets and deferred outflows less the remaining liabilities and deferred inflows represent the unrestricted balance. Due to the implementation of GASB 68, and the change in reported pension liability, the Village's unrestricted liability is now ($8.4) million, which is -26.1% of the total net position.

## Changes in Net Position

A review of the changes in net position provides the reader with information on the results of the year's operations. The following table shows condensed information from the government-wide Statement of Activities.

**Table 2**
**Changes in Net Position**
**For the Fiscal Years Ended April 30, 2016 and April 30, 2015***
**(in millions)**

| | Governmental Activities | | Business-type Activities | | Total Government | |
|---|---|---|---|---|---|---|
| | **2016** | **2015*** | **2016** | **2015*** | **2016** | **2015*** |
| **REVENUES** | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | $5.3 | $5.2 | $7.2 | $6.8 | $12.5 | $12.0 |
| Operating Grants | $0.1 | $0.0 | $0.0 | $0.0 | $0.1 | $0.0 |
| Capital Grants | $0.0 | $0.7 | $0.0 | $0.0 | $0.0 | $0.7 |
| General Revenues: | | | | | | |
| Property & Repl Taxes | $6.5 | $6.4 | $0.0 | $0.0 | $6.5 | $6.4 |
| Sales & Use Taxes | $9.7 | $8.5 | $0.0 | $0.0 | $9.7 | $8.5 |
| Income Taxes | $2.6 | $2.4 | $0.0 | $0.0 | $2.6 | $2.4 |
| Other Taxes | $4.3 | $4.3 | $0.0 | $0.0 | $4.3 | $4.3 |
| Other General Revenues & Special Items | $0.2 | $0.2 | $0.0 | $0.0 | $0.2 | $0.2 |
| **Total Revenues** | **$28.7** | **$27.7** | **$7.2** | **$6.8** | **$35.9** | **$34.5** |
| **EXPENSES** | | | | | | |
| General Government | $4.9 | $5.2 | $0.0 | $0.0 | $4.9 | $5.2 |
| Public Safety | $14.9 | $13.9 | $0.0 | $0.0 | $14.9 | $13.9 |
| Public Works | $8.3 | $8.4 | $0.0 | $0.0 | $8.3 | $8.4 |
| Interest & Fiscal Charges | $0.3 | $0.3 | $0.0 | $0.0 | $0.3 | $0.3 |
| Water | $0.0 | $0.0 | $6.3 | $6.3 | $6.3 | $6.3 |
| **Total Expenses** | **$28.4** | **$27.8** | **$6.3** | **$6.3** | **$34.7** | **$34.1** |
| **Excess or Deficiency Before Transfers** | **$0.3** | **($0.1)** | **$0.9** | **$0.5** | **$1.2** | **$0.4** |
| **Transfers** | **$0.3** | **$0.3** | **($0.3)** | **($0.3)** | **$0.0** | **$0.0** |
| **Change in Net Position** | **$0.6** | **$0.2** | **$0.6** | **$0.2** | **$1.2** | **$0.4** |
| **Beginning Net Position** | **$16.1** | **$44.0** | **$14.9** | **$15.0** | **$31.0** | **$59.0** |
| **Ending Net Position** | **$16.7** | **$44.2** | **$15.5** | **$15.2** | **$32.2** | **$59.4** |

*FY15 figures have not been updated for the effects of restatements due to implementation of GASB 68 and 71 in FY 15.

## Normal Impacts – Changes in Net Position

**Revenues:**

There are normal impacts on revenues and expenses as explained below:

**Economic Conditions –** reflects a declining, stable, or growing economic environment and has a substantial impact on revenue such as income tax, sales tax, and utility tax as well as public spending for building permits, elective user fees and volumes of consumption.

**Increase/Decrease in Village Approved Rates –** while certain rates are set by statute, the Village Board has the authority to impose and occasionally increase or decrease rates such as water rates, impact fees, permit fees, ambulance fees, etc.

**Changing Patterns in Intergovernmental and Grant Revenue (recurring and non-recurring) –** state shared revenues which are recurring can experience periodic changes while non-recurring sources (such as grants) cannot be predicted and can distort a year to year comparison.

**Market Impacts on Investment Income –** the bulk of the Village's funds are operating funds, and, as such, are invested for durations of less than five years. The types of investments are limited to the scope of the Village's Investment Policy. Therefore, fluctuations in rates will not have as adverse an impact as they would on a longer-term portfolio.

**Expenses:**

**Introduction of New Programs –** in certain areas of the government such as Public Safety, Public Works, or General Government, programs may either be added or deleted as community needs change.

**Increase in Personnel –** changes in demand may cause the Village Board to authorize an increase or decrease in staff. Personnel costs and related benefits represent approximately 60.1% of the Village's total operating costs.

**Inflation –** the overall inflation rate has been modest for the past few years; however, with the current economic climate, we do not expect that to continue. The Village, however, is a major consumer of some commodities such as supplies, fuel and parts. Some of these items have experienced higher than average cost increases, most notably, fuel. In addition, we have been living with percentage increases in the state retirement fund and health insurance.

## Current Year Impacts – Changes in Net Position

***Governmental Activities***

**Revenues:**

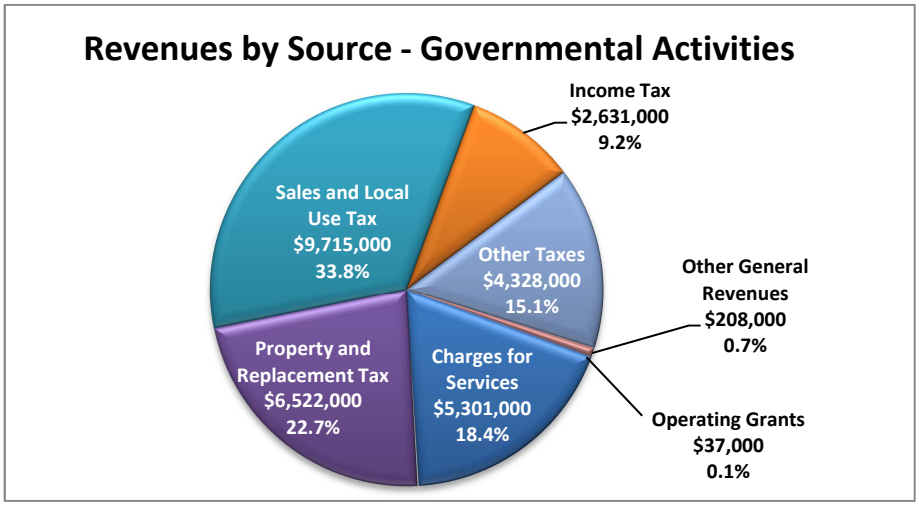
Program revenues decreased from $5.9 million in FY15 to $5.3 million in FY16. This was primarily due to reduction in capital grants, because in FY 15 the Village capitalized a road project partially funded by a grant.

General revenues in FY16 were $23.4 million, an increase of $1.6 million from the $21.8 million in FY15. General revenues include all tax revenues and investment income. This was primarily due to a $1.2 million increase in local sales tax which reflects the new non-home rule stormwater sales tax implemented in June 2016. Also included is an increase of $0.2 million increase in income tax, a $0.1 million increase in property taxes, and a $0.1 million increase in other revenues.

Sales and local use taxes are the largest revenue source for the Village comprising 33.8% of total governmental revenues (30.9% in FY15). This $9.7 million sales tax revenue is the Village's share (1%) of sales taxes collected in Westmont by the Illinois Department of Revenue, and the local use tax collected by the state and distributed to municipalities on a per-capita basis. Sales and local use tax revenues increased $1.2 million from $8.5 million in FY15 to $9.7 million in FY16, due to the non-home rule stormwater sales tax.

This chart also identifies the significant percentage of revenues the Village receives from property taxes (22.7% or $6.5 million). The Village's overall property tax revenue increased from $6.4 million in FY15 to $6.5 million in FY16, due to the inflationary Consumer Price Index (CPI) increase allowed under the Property Tax Extension Limitation Law (PTELL).

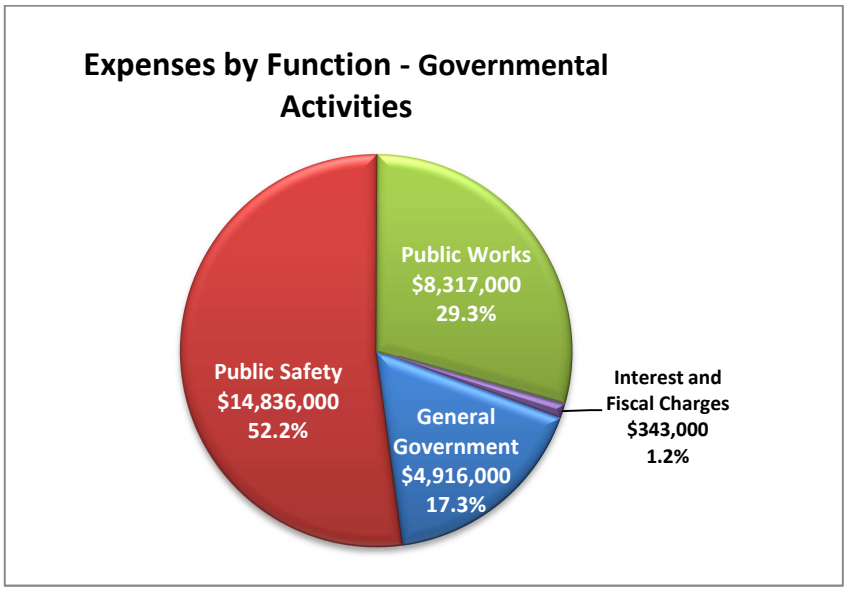
The following chart graphically depicts the major revenue sources of the Village. It clearly illustrates the reliance on taxes to fund governmental activities.




**Expenses:**

The Village's Governmental Activities total expenses increased from $27.8 million in FY15 to $28.4 million in FY16. The largest function of the Village, making up almost 52.2% of total governmental expenses, is Public Safety, which encompasses police patrol, administration and investigations, as well as fire protection, ambulance, and the Westmont Emergency Management Agency, with total expenses for the year of $14.9 million – an increase of $1.0 million from FY15. This increase is due primarily to an increase in pension-related expenses, but also included an increase in expenses due to our duty-chief program in fire, maintenance in fire vehicles, and an expense related to a liability recognized because a couple of employees now met eligibility requirements allowing them a payout of sick time upon retirement.

Public Works expenses, primarily road maintenance costs, comprised about 29.3% of the total expenses, with a total of $8.3 million. This $0.1 million decrease over the FY15 expenses is primarily due a reclassification of expenses related to personnel who were transferred to general government.



General government expenses make up about 17.3% of total governmental expenses. FY16 saw expenses of $4.9 million, which is $0.3 million lower than the $5.2 million in expenses in FY15. This decrease is primarily due to a reduction in net pension liability resulting from the deferred outflows incurred in restating pension balances during the implementation of GASB 68 & 71. Interest and fiscal charges was $343,452 related to Series 2013A and 2013B bonds.

***Business-type Activities***

**Revenues:**

Charges for services provided by Water Operations increased to $7.2 million in FY16 over $6.8 million in FY15.

**Expenses:**

The Water Fund expenses for FY16 were $6.30 million, a decrease of $0.06 million, or less than 1%, compared to the FY15 expenses of $6.36 million.

## FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

### Fund Balances – Governmental Funds

For FY16, the governmental funds reflect a combined fund balance of $26.2 million, a $1.6 million decrease from the FY15 balance of $27.8 million. This decrease is mostly due to spending the proceeds from the 2013A bond on road resurfacing projects. The General Fund balance increased by $2.6 million due to revenues such as sales tax remitted by the state and permit fees performing above anticipated rates, and a village-wide effort to reduce expenditures. The IMRF/Social Security Fund balance decreased by $0.5 million due to expenses for an early retirement incentive program. The Capital Projects Fund balance decreased by $0.3 million due to expenditures on a road construction project. The Vehicle Replacement Program Fund increased by $0.1 million. The Stormwater fund increased by $1.2 million, due to the implementation of the non-homerule sales tax for stormwater. The 2013B Bonds fund decreased by $0.9 million which zeroed out the fund balance. The Motor Fuel Tax Fund decreased by $0.9 million due to expenditures for a planned road construction project.

### Changes in Fund Balances – Governmental Funds

Combined tax revenues for FY16 of $12.4 million increased by $1.4 million from the $11.0 million revenues received in FY15, primarily due to non-home rule stormwater sales tax. Total expenditures in the governmental funds increased from $27.6 million in FY15 to $30.7 million in FY16. This increase was primarily due to a road reconstruction projects in the MFT and Capital project funds, as well as expenditures related to stormwater projects in the 2013B Bond fund.

## Annual Budget

The following is a table summarizing the FY16 budget versus actual operating results for the General Fund.

**General Fund Budgetary Highlights**
(in millions)

| **General Fund:** | **Original and Final Budget** | **Actual** |
|---|---|---|
| Revenues: | | |
| Taxes | $8.4 | $8.6 |
| Licenses, Permits and Fees | $3.1 | $4.0 |
| Intergovernmental | $10.3 | $10.7 |
| Other | $0.8 | $0.8 |
| **Total Revenues** | $22.6 | $24.1 |
| | | |
| Expenditures: | | |
| General Government | $4.4 | $3.7 |
| Public Safety | $13.6 | $12.9 |
| Public Works | $4.4 | $3.7 |
| **Total Expenditures** | $22.4 | $20.3 |
| **Excess (Deficiency) of Revenues over Expenditures** | $0.2 | $3.8 |
| Other Financing Sources (Uses) | | |
| Transfers in (out) | ($1.1) | ($1.2) |
| **Total Other Financing Sources (Uses)** | ($1.1) | ($1.2) |
| **Net Change in Fund Balance** | **($0.9)** | **$2.6** |

During the Fiscal Year 2016 budget process, the Village saw the economically driven revenues had recovered from the recession, and appeared to be peaking. Based on this we conservatively estimated revenues at slightly less than we had received in prior years. Fortunately, the economy continued to perform at about the same rate, so revenues outperformed the budget by about 1.5 million during Fiscal Year 2016. About 0.9 million of that can be seen in the Licensees, Permits and Fees category, where the majority of the increase is accounted for in increases in building permit and ambulance fee revenues. Additionally, about 0.4 million of that can be seen in the Intergovernmental category, which includes the sales tax collected by the State of Illinois, and remitted to the Village.

Fiscal Year 2016 expenditures favorable variance of $2.1 million is primarily due to a village-wide effort to minimize expenditures. Throughout the Village individual departments worked to hold the line on expenditures, to only spend money when absolutely necessary. The net result was a favorable variance of $3.5 million in Net Change in Fund Balance for the General Fund.

## Capital Assets

At April 30, 2016, the Village's Governmental Funds had invested $32.8 million in a variety of capital assets and infrastructure, as reflected in the following schedule. For more detailed information refer to Note III C in the Notes to the Financial Statements.

**Governmental Activities**
**Changes in Capital Assets**
(in millions)

| | Ending Balance April 30, 2015 | Net Additions/ Deletions | Ending Balance April 30, 2016 |
|---|---|---|---|
| **Non-Depreciable Assets:** | | | |
| Land | $11.9 | $0.8 | $12.7 |
| Construction in progress | $0.2 | $1.7 | $1.9 |
| **Other Capital Assets:** | | | |
| Infrastructure | $37.3 | $0.1 | $37.4 |
| Buildings | $14.6 | $0.0 | $14.6 |
| Leasehold Improvements | $0.8 | $0.0 | $0.8 |
| Equipment | $10.3 | $0.6 | $10.9 |
| Accum. Depreciation on Capital Assets | ($44.0) | ($1.5) | ($45.5) |
| **Totals** | **$31.1** | **$1.7** | **$32.8** |

## Debt Outstanding

In FY 2011, the Village obtained a zero-interest loan from the Illinois EPA in the amount of $1,520,163.

In FY15, the Village issued two Alternative Revenue Bonds that total $10 million. The MFT 2013 A Bond must be used on infrastructure projects permitted under motor fuel tax regulations because it is partially repaid from motor fuel taxes. The Non-MFT 2013 B Bond can be used for general infrastructure maintenance, improvement, or construction.

For more detailed information refer to Note III E in the Notes to the Financial Statements.

## Economic Factors

The Village has seen sales tax revenue stay consistent in FY 16, and saw increases in other market-driven revenues such as income tax, and our new places for eating tax. We are optimistic that these revenues will continue at their current levels, or may increase slightly in FY17. Additionally, residential development has continued in Westmont, as evidenced by the increase in permit fees and as highlighted in the statistical section of this report.

**CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to:

Spencer Parker, Finance Director
Village of Westmont
31 W. Quincy Street
Westmont, IL 60559

The Westmont Public Library issues a separate set of financial statements and has an April 30 year end. Separate financial statements can be obtained by contacting the Library office at 428 N. Cass Ave., Westmont, IL 60559.

# VILLAGE OF WESTMONT

STATEMENT OF NET POSITION
As of April 30, 2016

| | Governmental Activities | Business-type Activities | Totals |
|---|---|---|---|
| **ASSETS** | | | |
| Cash and cash equivalents | $ 12,311,190 | $ 441,053 | $ 12,752,243 |
| Investments | 10,939,757 | 1,403,025 | 12,342,782 |
| Receivables (net) | | | |
| Property taxes | 6,629,156 | - | 6,629,156 |
| Other taxes | 1,084,629 | - | 1,084,629 |
| Intergovernmental | 2,373,804 | - | 2,373,804 |
| Accounts | 222,740 | 975,610 | 1,198,350 |
| Other | 730,296 | 120,513 | 850,809 |
| Prepaid items | 263,055 | 378,423 | 641,478 |
| Due from other governments | 55,000 | - | 55,000 |
| Deposits | 851,058 | 190,918 | 1,041,976 |
| Capital Assets | | | |
| Capital assets not being depreciated | 14,605,525 | 375,200 | 14,980,725 |
| Capital assets being depreciated, net of depreciation | 18,174,436 | 13,100,235 | 31,274,671 |
| Total Assets | 68,240,646 | 16,984,977 | 85,225,623 |
| **DEFERRED OUTFLOWS OF RESOURCES** | | | |
| Deferred outflows related to pensions | 6,035,053 | 259,058 | 6,294,111 |
| Total Deferred Outflows of Resources | 6,035,053 | 259,058 | 6,294,111 |
| **LIABILITIES** | | | |
| Accounts payable | 1,250,711 | 365,351 | 1,616,062 |
| Accrued payroll | 408,279 | 30,267 | 438,546 |
| Other payables | 249,338 | 125,191 | 374,529 |
| Accrued interest payable | 118,039 | - | 118,039 |
| Due to other governments | 433 | - | 433 |
| Unearned revenue | 4,100 | - | 4,100 |
| Noncurrent Liabilities | | | |
| Due within one year | 949,421 | 81,562 | 1,030,983 |
| Due in more than one year | 47,316,891 | 1,155,543 | 48,472,434 |
| Total Liabilities | 50,297,212 | 1,757,914 | 52,055,126 |
| **DEFERRED INFLOWS OF RESOURCES** | | | |
| Property taxes levied for a future period | 6,629,156 | - | 6,629,156 |
| Deferred inflows related to pensions | 648,378 | - | 648,378 |
| Total Deferred Inflows of Resources | 7,277,534 | - | 7,277,534 |
| **NET POSITION** | | | |
| Net investment in capital assets | 25,203,617 | 12,721,875 | 37,925,492 |
| Restricted for | | | |
| Maintenance of roadways | 1,398,853 | - | 1,398,853 |
| Capital improvements | 1,128,157 | - | 1,128,157 |
| Development | 45,890 | - | 45,890 |
| Fire department | 35,836 | - | 35,836 |
| Police department | 64,526 | - | 64,526 |
| Unrestricted | (11,175,926) | 2,764,246 | (8,411,680) |
| **TOTAL NET POSITION** | $ 16,700,953 | $ 15,486,121 | $ 32,187,074 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF ACTIVITIES
For the Year Ended April 30, 2016

| Functions/Programs | Expenses | Program Revenues: Charges for Services | Program Revenues: Operating Grants and Contributions |
|---|---|---|---|
| Governmental Activities | | | |
| General government | $ 4,915,985 | $ 2,773,210 | $ - |
| Public safety | 14,835,593 | 1,559,138 | 36,991 |
| Public works | 8,316,647 | 969,112 | - |
| Interest and fiscal charges | 343,452 | - | - |
| Total Governmental Activities | 28,411,677 | 5,301,460 | 36,991 |
| Business-type Activities | | | |
| Water operations | 6,301,129 | 7,158,669 | - |
| Total Business-type Activities | 6,301,129 | 7,158,669 | - |
| Total | $ 34,712,806 | $ 12,460,129 | $ 36,991 |

General Revenues
- Taxes
  - Property tax
  - Local sales tax
  - Use tax
  - Telecommunications tax
  - Utility tax
  - Places for eating tax
  - Hotel/motel tax
  - Other tax
- Intergovernmental
  - State sales tax
  - State income tax
  - Replacement tax
- Investment income
- Miscellaneous

Transfers

Total General Revenues and Transfers

**Change in net position**

NET POSITION - Beginning of Year (as restated)

**NET POSITION - END OF YEAR**

See accompanying notes to financial statements.

| Net (Expenses) Revenues and Changes in Net Position | | |
|---|---|---|
| Governmental Activities | Business-type Activities | Totals |
| $ (2,142,775) | $ - | $ (2,142,775) |
| (13,239,464) | - | (13,239,464) |
| (7,347,535) | - | (7,347,535) |
| (343,452) | - | (343,452) |
| (23,073,226) | - | (23,073,226) |
| - | 857,540 | 857,540 |
| - | 857,540 | 857,540 |
| (23,073,226) | 857,540 | (22,215,686) |
| 6,457,753 | - | 6,457,753 |
| 1,174,851 | - | 1,174,851 |
| 572,778 | - | 572,778 |
| 874,005 | - | 874,005 |
| 1,462,428 | - | 1,462,428 |
| 1,000,128 | - | 1,000,128 |
| 723,878 | - | 723,878 |
| 267,973 | - | 267,973 |
| 7,967,015 | - | 7,967,015 |
| 2,630,740 | - | 2,630,740 |
| 64,573 | - | 64,573 |
| 33,757 | 70 | 33,827 |
| 174,358 | 4,914 | 179,272 |
| 321,000 | (321,000) | - |
| 23,725,237 | (316,016) | 23,409,221 |
| 652,011 | 541,524 | 1,193,535 |
| 16,048,942 | 14,944,597 | 30,993,539 |
| $ 16,700,953 | $ 15,486,121 | $ 32,187,074 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

BALANCE SHEET
GOVERNMENTAL FUNDS
As of April 30, 2016

| | General | IMRF/Social Security | 2013A Bonds | Nonmajor Governmental Funds |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 4,447,633 | $ 1,615,556 | $ - | $ 6,143,653 |
| Investments | 5,344,892 | - | 2,497,566 | 3,097,299 |
| Receivables (net) | | | | |
| Property taxes | 5,176,886 | 1,282,929 | - | 169,341 |
| Other taxes | 584,974 | - | - | 499,655 |
| Intergovernmental | 2,317,626 | - | - | 56,178 |
| Accounts | 210,869 | 5,251 | - | 6,620 |
| Other | 721,847 | - | - | 8,449 |
| Due from other governments | 55,000 | - | - | - |
| Prepaid items | 260,055 | - | - | 3,000 |
| Deposits | 851,058 | - | - | - |
| Advances to other funds | 8,285 | - | - | 90,996 |
| **TOTAL ASSETS** | $ 19,979,125 | $ 2,903,736 | $ 2,497,566 | $ 10,075,191 |

See accompanying notes to financial statements.

| Totals |
| --- |
| $ 12,206,842 |
| 10,939,757 |
| 6,629,156 |
| 1,084,629 |
| 2,373,804 |
| 222,740 |
| 730,296 |
| 55,000 |
| 263,055 |
| 851,058 |
| 99,281 |
| $ 35,455,618 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

BALANCE SHEET
GOVERNMENTAL FUNDS
As of April 30, 2016

| | General | IMRF/Social Security | 2013A Bonds | Nonmajor Governmental Funds |
|---|---|---|---|---|
| **LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES** | | | | |
| Liabilities | | | | |
| Accounts payable | $ 411,009 | $ 62,361 | $ 556,111 | $ 221,230 |
| Accrued payroll | 406,040 | - | - | 2,239 |
| Other payables | 227,113 | - | - | 22,225 |
| Due to other governments | 433 | - | - | - |
| Advance from other funds | 740,148 | - | 8,285 | - |
| Unearned revenue | 4,100 | - | - | - |
| Total Liabilities | 1,788,843 | 62,361 | 564,396 | 245,694 |
| Deferred Inflows of Resources | | | | |
| Property taxes levied for a future period | 5,176,886 | 1,282,929 | - | 169,341 |
| Total Deferred Inflows of Resources | 5,176,886 | 1,282,929 | - | 169,341 |
| Fund Balances | | | | |
| Nonspendable for prepaid items | 260,055 | - | - | - |
| Restricted for IMRF/Social Security | - | 1,558,446 | - | - |
| Restricted for maintenance of roadways | - | - | - | 1,398,853 |
| Restricted for capital improvements | - | - | 1,933,170 | 1,128,157 |
| Restricted for development | - | - | - | 45,890 |
| Restricted for fire department | 35,836 | - | - | - |
| Restricted for police department | 64,526 | - | - | - |
| Committed for tourism and conventions | - | - | - | 1,489,547 |
| Committed for parking improvements | - | - | - | 13,703 |
| Assigned for capital projects | - | - | - | 3,063,229 |
| Assigned for vehicle replacement | - | - | - | 1,778,943 |
| Assigned for debt service | - | - | - | 741,834 |
| Assigned for tree replacement | 2,890 | - | - | - |
| Unassigned | 12,650,089 | - | - | - |
| Total Fund Balances | 13,013,396 | 1,558,446 | 1,933,170 | 9,660,156 |
| **TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES** | $ 19,979,125 | $ 2,903,736 | $ 2,497,566 | $ 10,075,191 |

See accompanying notes to financial statements.

| Totals |
|---|
| $ 1,250,711 |
| 408,279 |
| 249,338 |
| 433 |
| 748,433 |
| 4,100 |
| 2,661,294 |
| |
| 6,629,156 |
| 6,629,156 |
| |
| 260,055 |
| 1,558,446 |
| 1,398,853 |
| 3,061,327 |
| 45,890 |
| 35,836 |
| 64,526 |
| 1,489,547 |
| 13,703 |
| 3,063,229 |
| 1,778,943 |
| 741,834 |
| 2,890 |
| 12,650,089 |
| 26,165,168 |
| |
| $ 35,455,618 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
As of April 30, 2016

| | |
|---|---|
| Total Fund Balances - Governmental Funds | $ 26,165,168 |
| Amounts reported for governmental activities in the statement of net position are different because: | |
| Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. See Note III C. | 32,779,961 |
| Internal service funds are reported in the statement of net position as governmental activities. | (160,723) |
| Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the Governmental Funds Balance Sheet. | 6,035,053 |
| Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the Governmental Funds Balance Sheet. | (648,378) |
| Some liabilities, including long-term debt, are not due and payable in the current period and therefore, are not reported in the funds. | |
| General obligation bonds (alternate revenue source) payable | (9,345,000) |
| Unamortized bond premium | (219,899) |
| Compensated absences | (1,288,956) |
| Accrued interest payable | (118,039) |
| Net pension liability | (37,305,031) |
| Other post employment benefit obligation | (107,426) |
| Add: Internal service fund long-term liabilities | 914,223 |
| **NET POSITION OF GOVERNMENTAL ACTIVITIES** | $ 16,700,953 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
For the Year Ended April 30, 2016

| | General | IMRF/Social Security | 2013A Bonds | Nonmajor Governmental Funds |
|---|---|---|---|---|
| **REVENUES** | | | | |
| Taxes | $ 8,595,199 | $ 1,403,191 | $ - | $ 2,360,621 |
| Licenses, permits, and fees | 4,040,506 | - | - | 1,725 |
| Intergovernmental | 10,717,366 | - | - | 634,162 |
| Charges for services | 483,486 | - | - | - |
| Fines and forfeitures | 238,880 | - | - | 150 |
| Investment income | 23,404 | 20 | 3,212 | 7,118 |
| Miscellaneous | 53,315 | - | - | 136,931 |
| Total Revenues | 24,152,156 | 1,403,211 | 3,212 | 3,140,707 |
| **EXPENDITURES** | | | | |
| Current | | | | |
| General government | 3,683,272 | 455,317 | - | 359,364 |
| Public safety | 12,865,677 | 818,390 | - | - |
| Public works | 3,751,361 | 647,382 | - | 1,210,044 |
| Capital Outlay | - | - | 3,376,456 | 2,765,805 |
| Debt Service | | | | |
| Principal | - | - | - | 375,000 |
| Interest and fiscal charges | - | - | - | 367,063 |
| Total Expenditures | 20,300,310 | 1,921,089 | 3,376,456 | 5,077,276 |
| Excess (deficiency) of revenues over expenditures | 3,851,846 | (517,878) | (3,373,244) | (1,936,569) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in | - | - | - | 1,960,453 |
| Transfers out | (1,233,746) | - | - | (405,707) |
| Proceeds from sale of capital assets | 300 | - | - | 43,310 |
| Total Other Financing Sources (Uses) | (1,233,446) | - | - | 1,598,056 |
| **Net Change in Fund Balances** | 2,618,400 | (517,878) | (3,373,244) | (338,513) |
| FUND BALANCES - Beginning of Year | 10,394,996 | 2,076,324 | 5,306,414 | 9,998,669 |
| **FUND BALANCES - END OF YEAR** | $ 13,013,396 | $ 1,558,446 | $ 1,933,170 | $ 9,660,156 |

See accompanying notes to financial statements.

| Totals |
|---|
| $ 12,359,011 |
| 4,042,231 |
| 11,351,528 |
| 483,486 |
| 239,030 |
| 33,754 |
| 190,246 |
| 28,699,286 |
| |
| 4,497,953 |
| 13,684,067 |
| 5,608,787 |
| 6,142,261 |
| |
| 375,000 |
| 367,063 |
| 30,675,131 |
| |
| (1,975,845) |
| |
| 1,960,453 |
| (1,639,453) |
| 43,610 |
| 364,610 |
| |
| (1,611,235) |
| |
| 27,776,403 |
| |
| $ 26,165,168 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended April 30, 2016

| | | |
|---|---|---|
| Net change in fund balances - total governmental funds | $ | (1,611,235) |
| Amounts reported for governmental activities in the statement of net position are different because: | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of net position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities. | | |
| Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements | | 3,393,470 |
| Depreciation is reported in the government-wide financial statements | | (1,677,177) |
| Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. | | |
| Principal repaid | | 375,000 |
| Governmental funds report debt premiums and discounts as other financing sources (uses) or expenditures. However, in the statement of net position, these are reported as other assets or deductions from long-term debt. These are allocated over the period the debt is outstanding in the statement of activities and are reported as interest expense. | | |
| Premium | | 20,205 |
| Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. | | |
| Compensated absences | | 19,026 |
| Net pension liability | | (5,001,965) |
| Deferred outflows of resources related to pensions | | 5,824,990 |
| Deferred inflows of resources related to pensions | | (648,378) |
| Interest payable | | 3,406 |
| Less: Long-term liabilities reported in Internal Service Fund | | 2,943 |
| The change in net position of the internal service fund is reported with governmental activities. | | 3 |
| Other post employment benefit cost in excess of the annual other post employment benefit contributions is recognized in the entity-wide Statement of Net Position as an increase in the other post employment benefit obligation. | | (48,277) |
| **CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES** | $ | 652,011 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
As of April 30, 2016

| | Water Operations | Governmental Activities - Internal Service Fund |
|---|---|---|
| **ASSETS** | | |
| Current Assets | | |
| Cash and cash equivalents | $ 441,053 | $ 104,348 |
| Investments | 1,403,025 | - |
| Receivables | | |
| Accounts | 975,610 | - |
| Other | 120,513 | - |
| Prepaid items | 378,423 | - |
| Total Current Assets | 3,318,624 | 104,348 |
| Noncurrent Assets | | |
| Advances to other funds | - | 649,152 |
| Deposits | 190,918 | - |
| Capital Assets | | |
| Capital assets not being depreciated | 375,200 | - |
| Capital assets being depreciated | 24,741,291 | - |
| Less: Accumulated depreciation | (11,641,056) | - |
| Total Noncurrent Assets | 13,666,353 | 649,152 |
| Total Assets | 16,984,977 | 753,500 |
| **DEFERRED OUTFLOWS OF RESOURCES** | | |
| Deferred outflows related to pensions | 259,058 | - |
| Total Deferred Outflows of Resources | 259,058 | - |

See accompanying notes to financial statements.

| | Water Operations | Governmental Activities - Internal Service Funds |
|---|---|---|
| **LIABILITIES** | | |
| Current Liabilities | | |
| Accounts payable | 365,351 | - |
| Accrued payroll | 30,267 | - |
| Other payables | 125,191 | - |
| 2010 Illinois EPA loan payable | 51,970 | - |
| Compensated absences payable | 29,592 | - |
| Total Current Liabilities | 602,371 | - |
| Noncurrent Liabilities | | |
| Long-Term Debt | | |
| 2010 Illinois EPA loan payable | 701,591 | - |
| Compensated absences payable | 25,951 | 914,223 |
| Net pension liability - IMRF | 420,569 | - |
| Other post employment benefits payable | 7,432 | - |
| Total Noncurrent Liabilities | 1,155,543 | 914,223 |
| Total Liabilities | 1,757,914 | 914,223 |
| **NET POSITION** | | |
| Net investment in capital assets | 12,721,875 | - |
| Unrestricted | 2,764,246 | (160,723) |
| **TOTAL NET POSITION** | $ 15,486,121 | $ (160,723) |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended April 30, 2016

| | Water Operations | Governmental Activities - Internal Service Fund |
|---|---|---|
| **OPERATING REVENUES** | | |
| Charges for services | $ 6,952,419 | $ 305,555 |
| Miscellaneous | 3,054 | - |
| Total Operating Revenues | 6,955,473 | 305,555 |
| **OPERATING EXPENSES** | | |
| Operations | 5,733,786 | 305,555 |
| Depreciation | 567,343 | - |
| Total Operating Expenses | 6,301,129 | 305,555 |
| Operating Income | 654,344 | - |
| **NONOPERATING REVENUES (EXPENSES)** | | |
| Tap-on connection fees | 208,110 | - |
| Investment income | 70 | 3 |
| Total Nonoperating Revenues (Expenses) | 208,180 | 3 |
| Income Before Transfers | 862,524 | 3 |
| **TRANSFERS** | | |
| Transfers out | (321,000) | - |
| Total Transfers | (321,000) | - |
| **Change in Net Position** | 541,524 | 3 |
| NET POSITION (DEFICIT) - Beginning of Year (as restated) | 14,944,597 | (160,726) |
| **NET POSITION (DEFICIT) - END OF YEAR** | $ 15,486,121 | $ (160,723) |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended April 30, 2016

| | Water Operations | Governmental Activities - Internal Service Fund |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Received from customers | $ 6,895,154 | $ - |
| Receipts for internal service transactions | - | 94,445 |
| Paid to suppliers for goods and services | (4,761,709) | - |
| Received from (paid to) employees for services | (1,034,796) | 2,942 |
| Net Cash Flows From Operating Activities | 1,098,649 | 97,387 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Purchase of investments | (680,057) | - |
| Interest and dividends on investments | 70 | 3 |
| Net Cash Flows From Investing Activities | (679,987) | 3 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES** | | |
| Transfers - out to other funds | (321,000) | - |
| Tap-on connection fees | 208,110 | - |
| Net Cash Flows From Noncapital Financing Activities | (112,890) | - |
| **CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES** | | |
| Principal repayments | (51,969) | - |
| Acquisition and construction of capital assets | (896,696) | - |
| Net Cash Flows From Capital and Related Financing Activities | (948,665) | - |
| **Net Change in Cash and Cash Equivalents** | (642,893) | 97,390 |
| CASH AND CASH EQUIVALENTS - Beginning of Year | 1,083,946 | 6,958 |
| **CASH AND CASH EQUIVALENTS - END OF YEAR** | $ 441,053 | $ 104,348 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended April 30, 2016

| | Water Operations | Governmental Activities - Internal Service Fund |
|---|---|---|
| **RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Operating income | $ 654,344 | $ - |
| Adjustments to Reconcile Operating Income to Net Cash Flows From Operating Activities | | |
| Depreciation | 567,343 | - |
| Changes in assets and liabilities | | |
| Accounts receivable | (60,319) | - |
| Advances to other funds | - | 94,445 |
| Prepaid expense | 159,756 | - |
| Deposits | 5,392 | - |
| Deferred outflows - pensions | (243,211) | - |
| Accounts payable | (115,914) | - |
| Accrued payroll | 5,405 | - |
| Other payables | (4,084) | - |
| Compensated absences payable | (45,820) | 2,942 |
| Net pension liability - IMRF | 172,417 | - |
| Net other post employment benefit obligation | 3,340 | - |
| **NET CASH FLOWS FROM OPERATING ACTIVITIES** | $ 1,098,649 | $ 97,387 |

**NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES**

None

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
As of April 30, 2016

| | Pension Trusts | Agency Fund |
|---|---|---|
| **ASSETS** | | |
| Cash and cash equivalents | $ 10,535 | $ 441,817 |
| Investments | | |
| U.S. treasury securities | 3,414,410 | - |
| U.S. agency securities | 527,387 | - |
| Equity securities | 10,315,523 | - |
| Mutual funds | 5,401,839 | - |
| Illinois metropolitan investment fund | 275,691 | 349,240 |
| Illinois funds | 391,182 | 8,744 |
| Money market mutual funds | 834,710 | - |
| Municipal bonds | 130,417 | - |
| Corporate bonds | 4,370,326 | - |
| Receivables - (net) | | |
| Interest receivable | 62,845 | - |
| Other | 443 | - |
| Prepaid items | 17,008 | - |
| Total Assets | 25,752,316 | 799,801 |
| **LIABILITIES** | | |
| Accounts payable | $ 357 | $ - |
| Other payables | 724 | 799,801 |
| Total Liabilities | 1,081 | 799,801 |
| **NET POSITION** | | |
| Restricted for retirement benefits | $ 25,751,235 | $ - |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended April 30, 2016

| | Pension Trusts |
|---|---|
| **ADDITIONS** | |
| Contributions | |
| Contributions | $ 2,465,213 |
| Total Contributions | 2,465,213 |
| Investment income | |
| Net appreciation in fair value of investments | (897,647) |
| Interest | 710,865 |
| Total Investment Income | (186,782) |
| Less Investment expense | (108,106) |
| Net Investment Income | (294,888) |
| Total Additions | 2,170,325 |
| **DEDUCTIONS** | |
| Administration | 32,346 |
| Benefits and refunds | 2,512,106 |
| Total Deductions | 2,544,452 |
| **Change in Net Position** | (374,127) |
| NET POSITION - Beginning of Year | 26,125,362 |
| **NET POSITION - END OF YEAR** | $ 25,751,235 |

See accompanying notes to financial statements.

# VILLAGE OF WESTMONT

INDEX TO NOTES TO FINANCIAL STATEMENTS
As of and For the Year Ended April 30, 2016


| NOTE | | Page |
|---|---|---|
| I | Summary of Significant Accounting Policies | 33 |
| | A. Reporting Entity | 33 |
| | B. Government-Wide and Fund Financial Statements | 34 |
| | C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation | 37 |
| | D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity | 38 |
| | 1. Deposits and Investments | 38 |
| | 2. Receivables | 42 |
| | 3. Prepaid Items | 42 |
| | 4. Capital Assets | 43 |
| | 5. Deferred Outflows of Resources | |
| | 6. Compensated Absences | 43 |
| | 7. Long-Term Obligations | 44 |
| | 8. Deferred Inflows of Resources | 44 |
| | 9. Equity Classifications | 44 |
| II | Stewardship, Compliance, and Accountability | 46 |
| | A. Budgetary Information | 46 |
| | B. Excess Expenditures Over Budget | 47 |
| | C. Deficit Balances | 47 |
| III | Detailed Notes on All Funds | 48 |
| | A. Deposits and Investments | 48 |
| | B. Receivables | 52 |
| | C. Capital Assets | 53 |
| | D. Interfund Advances and Transfers | 55 |
| | E. Long-Term Obligations | 56 |
| | F. Restatement of Net Position | 59 |
| IV | Other Information | |
| | A. Employees' Retirement System | 60 |
| | B. Risk Management | 77 |
| | C. Commitments and Contingencies | 78 |
| | D. Other Postemployment Benefits | 78 |
| | E. Effect of New Accounting Standards on Current-Period Financial Statements | 81 |


See accompanying notes to financial statements.

## NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Westmont, Illinois (the Village) was incorporated in 1921. The Village is a non home-rule municipality, under the Illinois Compiled Statutes (ILCS), located in DuPage County, Illinois. The Village operates under a Mayor-Trustee form of government and provides the following services as authorized by its charter: public safety (police), highways and streets, sanitation (water), health and social services, public improvements, planning and zoning, and general administrative services.

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

### *A. Reporting Entity*

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

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

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

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

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

In June 2012, the GASB issued statement No. 68 - *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*. This statement establishes standards for measuring and recognizing assets, liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to pensions. In November 2013, the GASB issued statement No. 71 - *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. This statement addresses an issue regarding application of the transition provisions of Statement No. 68. These standards were implemented May 1, 2015.

#### *Government-Wide Financial Statements*

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

#### *Fund Financial Statements*

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

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

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

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

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

a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and

b. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.

c. In addition, any other governmental or enterprise fund that the Village believes is particularly important to financial statement users may be reported as a major fund.

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

The Village reports the following major governmental funds:

General Fund - accounts for the Village's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.
IMRF/Social Security - accounts for the payment of payroll taxes and contributions to the Village's retirement plan.
2013A Bonds - used to account for and report financial resources that are restricted to expenditures outlined in the 2013A General Obligation Bond (Alternative Revenue Source) issuance.

The Village reports the following major enterprise fund:

Water Operations - accounts for operations of the water system.

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

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

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

The Village reports the following nonmajor governmental funds:

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

Convention and Tourism
Motor Fuel Tax
South Westmont Business District TIF
Downtown Parking
Central Business District TIF

Debt Service Fund - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of general long-term debt principal, interest, and related costs.

Debt Service

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

Vehicle Replacement
2013B Bonds
Stormwater Infrastructure Fund
Capital Projects

In addition, the Village reports the following fund types:

Internal service fund is used to account for and report the financing of goods or services provided by one department or agency to other departments or agencies of the Village, or to other governmental units, on a cost-reimbursement basis.

Employee Benefits

Pension (and other employee benefit) trust funds are used to account for and report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other postemployment benefit plans, or other employee benefit plans.

Police Pension
Firefighters' Pension

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

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

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

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

Construction and Performance Bond

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

#### *Government-Wide Financial Statements*

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

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

#### *Fund Financial Statements*

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales, income, and telecommunication taxes, which generally use a 90 day period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

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

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

### *C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation* (cont.)

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

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

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

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

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

#### *All Financial Statements*

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity*

#### *1. Deposits and Investments*

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

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

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

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

Pension funds may also invest in certain non U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, and the Illinois insurance company general and separate accounts, mutual funds meeting certain requirements, equity securities, and corporate bonds meeting certain requirements. Pension funds with net position in excess of $10,000,000 and an appointed investment adviser may invest an additional portion of its assets in common and preferred stocks and mutual funds, that meet certain requirements.

The police pension fund's investment policy, in accordance with Illinois Statutes, establishes the following target allocation across asset classes:

| Asset Class | Target | Long-Term Expected Real Rate of Return |
|---|---|---|
| Fixed Income | 45% | 3.30% |
| Domestic Equities | 40% | 8.30% |
| International Equities | 10% | 8.20% |
| Cash and Cash Equivalents | 5% | 1.60% |

Illinois Compiled Statues (ILCS) limit the police pension fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the police pension fund's investments was determined using an asset allocation study conducted by the police pension fund's investment management consultant in in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the police pension fund's target asset allocation are listed in the table above.

Illinois Compiled Statues (ILCS) limit the firefighters' pension fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

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

A formal investment policy has not been established for the firefighter's pension fund as of April 30, 2016. The fund is entirely invested in the Illinois Funds investment pool as of April 30, 2016.

The Village and Police Pension have adopted investment policies. The policies follow the state statute for allowable investments.

**Interest Rate Risk**

To the extent possible, the Village will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than one year from the date of purchase. The Police Pension's investment policy limits its exposure by structuring the portfolio with the objective of attaining a market rate of return throughout budgetary and economic cycles, commensurate with the Police Pension's investment parameters and the cash flow characteristics of the portfolio.

**Credit Risk**

The Village limits its exposure to credit risk by investing primarily in external investment pools. The Village's investment policy does not discuss credit risk for investments. The Police Pension limits its exposure to credit risk by primarily investing in U.S. Treasury obligations and other obligations which are rated AA or better by a national rating agency. The Police Pension's investment policy does not discuss credit risk for investments.

**Concentration of Credit Risk**

The Village will diversify its investments by security type and institution. No more than 50% of the Village's total investment portfolio will be invested in a single security type or with a single financial institution. The Police Pension's investment policy states that investments shall be so diversified as to minimize the risk of large losses, unless under the circumstances it is clearly prudent not to do so.

**Custodial Credit Risk - Deposits**

The Village and Police Pension's investment policy requires collateralization on two types of investments: certificates of deposit and repurchase (and reverse repurchase) agreements. In order to anticipate market changes and to provide a level of security for these investments, the collateral level will be 100% of market value, over and above the insured amount provided by the Federal Deposit Insurance Corporation. Collateral will always be held by an independent third party with whom the Village has a current custodial agreement.

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

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

**Custodial Credit Risk - Investments**

The Village investment policy requires all security transactions, including collateral for repurchase agreements and certificates of deposit, entered into by the Village shall be conducted on a delivery-versus-payment (DVP) basis. Securities will be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts. The Police Pension's investment policy requires all investments will be in the name of the Westmont Police Pension Fund. The investment securities custodial trust account will be in a financial institution located in Illinois. Safekeeping receipts will be held by the Fund Treasurer. Collateral for repurchase agreements and certificates of deposit entered into by the Pension Fund shall be conducted on a delivery-versus-payment (DVP) basis.

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

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

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

See Note III. A. for further information.

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

#### *2. Receivables*

Property taxes for levy year 2015 attaches as an enforceable lien on January 1, 2015, on property values assessed as of the same date. Taxes are levied by December 31 by passage of a Tax Levy Ordinance. Tax bills are prepared by the county and issued on or about May 1, 2016, and are payable in two installments, on or about June 1, 2016 and September 1, 2016. The county collects such taxes and remits them periodically. The 2015 tax levy collections are intended to finance the 2017 fiscal year and are not considered available for current operation and are, therefore, shown as deferred inflows of resources. The 2016 tax levy, which attached as an enforceable lien on the property as of January 1, 2016, has not been recorded as a receivable as of April 30, 2016, as the tax has not yet been levied by the Village and will not be levied until December 2016, and therefore, the levy is not measurable at April 30, 2016.

The property tax receivable is shown net of an allowance for uncollectibles. The allowance is equal to 1 percent ($66,962) of outstanding property taxes at April 30, 2016.

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

#### *3. Prepaid Items*

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

#### *4. Capital Assets*

***Government-Wide Statements***

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost as follows and an estimated useful life in excess of one year.

| Asset Class | Capitalization Threshold |
|---|---|
| Infrastructure | $ 100,000 |
| Land | 25,000 |
| Land improvements | 25,000 |
| Buildings | 50,000 |
| Building improvements | 25,000 |
| Equipment | 10,000 |
| Software | 50,000 |
| Vehicles | 10,000 |

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

| | |
|---|---|
| Buildings and improvements | 10-50 Years |
| Equipment | 3-15 Years |
| Infrastructure | 5-40 Years |

***Fund Financial Statements***

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

#### *5. Deferred Outflows of Resources*

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

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

#### *6. Compensated Absences*

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

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

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at April 30, 2016, are determined on the basis of current salary rates and include salary related payments.

#### *7. Long-Term Obligations*

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

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

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

#### *8. Deferred Inflows of Resources*

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

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

#### *9. Equity Classifications*

**Government-Wide Statements**

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

a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

b. Restricted net position - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

c. Unrestricted net position - All other net position that do not meet the definitions of "restricted" or "net investment in capital assets."

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

***Fund Statements***

Governmental fund equity is classified as fund balance and is displayed as follows:

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

b. Restricted - Consists of fund balances with constraints place on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

c. Committed - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (ordinance) of the Village. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Village that originally created the commitment.

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

### *D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Equity* (cont.)

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

**Fund Statements** (cont.)

d. Assigned - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The Village has adopted a financial policy authorizing the Finance Director to assign amounts for a specific purpose. Assignments may take place after the end of the reporting period.

e. Unassigned - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceeds amounts restricted, committed, or assigned for those purposes.

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

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

## NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

### *A. Budgetary Information*

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Budget amounts are as originally adopted by the Board of Trustees. Budgets are adopted for all funds. All annual appropriations lapse at fiscal year end.

Prior to April 30, a proposed operating budget for the fiscal year commencing May 1 is submitted to the Village Board. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to July 31, the budget is legally enacted through passage of an ordinance.

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

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

### *B. Excess Expenditures Over Budget*

| Funds | Budgeted Expenditures | Actual Expenditures | Excess Expenditures Over Budget |
|---|---|---|---|
| IMRF/Social Security | $ 1,838,955 | $ 1,921,089 | $ 82,134 |
| 2013A Bonds Fund | 3,200,000 | 3,376,456 | 176,456 |
| 2013B Bonds Fund | 865,000 | 898,954 | 33,954 |

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

### *C. Deficit Balances*

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

As of April 30, 2016, the following individual fund held a deficit balance:

| Fund | Amount | Reason |
|---|---|---|
| Internal Service | $ 160,723 | Prior operating expenses exceeded available revenues |

## NOTE III - DETAILED NOTES ON ALL FUNDS

### *A. Deposits and Investments*

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

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

| | Carrying Value | Statement Balances | Associated Risks |
|---|---|---|---|
| Deposits | $ 12,986,596 | $ 13,606,479 | Custodial credit risk - deposits |
| Repurchase agreements | 2,207,599 | 2,207,599 | Credit risk, concentration of credit risk, interest rate risk |
| U.S. agency securities | 527,387 | 527,387 | Credit risk, custodial credit risk - investments, interest rate risk |
| Mutual funds | 5,401,839 | 5,401,839 | N/A |
| U.S. treasury securities | 3,414,410 | 3,414,410 | Custodial credit risk - investments, interest rate risk |
| Municipal bonds | 130,417 | 130,417 | Credit risk, custodial credit risk - investments, concentration of credit risk, interest rate risk |
| Corporate bonds | 4,370,326 | 4,370,326 | Credit risk, custodial credit risk - investments, concentration of credit risk, interest rate risk |
| Equity securities | 10,315,523 | 10,315,523 | Custodial credit risk - investments, concentration of credit risk |
| IMET - money market | 3,521,885 | 3,521,885 | Credit risk |
| IMET - 1-3 Year Fund | 275,669 | 275,669 | Credit risk, custodial credit risk - investments, concentration of credit risk, interest rate risk |
| Illinois funds | 7,577,085 | 7,602,583 | Credit risk |
| Money market mutual funds | 834,710 | 834,710 | Credit risk |
| Petty cash | 3,400 | - | N/A |
| Total Deposits and Investments | $ 51,566,846 | $ 52,208,827 | |

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

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

Reconciliation to financial statements

| | |
|---|---|
| Per statement of net position | |
| Cash and cash equivalents | $ 12,752,243 |
| Investments | 12,342,782 |
| Per statement of net position- fiduciary funds | |
| Cash and cash equivalents - pension | 10,535 |
| Cash and cash equivalents - agency | 441,817 |
| U.S. treasury securities | 3,414,410 |
| U.S. agency securities | 527,387 |
| Equity securities | 10,315,523 |
| Mutual funds | 5,401,839 |
| Illinois metropolitan investment fund - pension | 275,691 |
| Illinois metropolitan investment fund - agency | 349,240 |
| Illinois funds - pension | 391,182 |
| Illinois funds - agency | 8,744 |
| Money market mutual funds | 834,710 |
| Municipal bonds | 130,417 |
| Corporate bonds | 4,370,326 |
| Total Deposits and Investments | $ 51,566,846 |

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

#### *Custodial Credit Risk*

**Deposits**

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

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

**Investments**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

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

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

***Custodial Credit Risk*** (cont.)

**Investments** (cont.)

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

***Credit Risk***

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of April 30, 2016, the Village's investments were rated as follows:

| Investment Type | Standard & Poors | Moody's Investors Services |
|---|---|---|
| Corporate bonds | AAA to BBB- | AAA to BAA3 |
| Municipal bonds | AA+ to AA- | AA1 to AA3 |
| Illinois funds | AAA | Not Rated |
| Illinois metropolitan investment fund | Not Rated | Not Rated |
| U.S. agency securities | AA+ | AAA |
| Money market mutual funds | AAA | AAA |
| Repurchase agreements | Not Rated | Not Rated |

***Interest Rate Risk***

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

As of April 30, 2016, the Village's investments were as follows:

*Village*

| | | Maturity | | | |
|---|---|---|---|---|---|
| Investment Type | Fair Value | Less than 1 Year | 1-5 Years | 6-10 Years | Greater than 10 Years |
| Repurchase agreements | $ 2,207,599 | $ 2,207,599 | $ - | $ - | $ - |
| Totals | $ 2,207,599 | $ 2,207,599 | $ - | $ - | $ - |

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

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

***Interest Rate Risk*** (cont.)

*Police Pension*

| Investment Type | Fair Value | Maturity: Less than 1 Year | 1-5 Years | 6-10 Years | Greater than 10 Years |
|---|---|---|---|---|---|
| U.S. agency securities | $ 527,387 | $ 65,101 | $ 219,999 | $ 110,488 | $ 131,799 |
| U.S. treasury securities | 3,414,410 | 223,515 | 1,432,177 | 1,758,718 | - |
| Municipal bonds | 130,417 | - | 130,417 | - | - |
| Corporate bonds | 4,370,326 | 333,709 | 3,415,780 | 620,837 | - |
| IMET - 1-3 Year Fund | 275,669 | - | 275,669 | - | - |
| Totals | $ 8,718,209 | $ 622,325 | $ 5,474,042 | $ 2,490,043 | $ 131,799 |

***Money-Weighted Rate of Return***

*Police Pension Fund*

For the year ended April 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (1.18)%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Firefighters' Pension Fund*

For the year ended April 30, 2016, the annual money-weighted rate of return on the firefighters' pension plan investments, net of pension plan investment expense, was 0.14%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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

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

### *B. RECEIVABLES*

Certain receivables as of year end for the governmental funds individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

| | General | Nonmajor Governmental Funds | Totals |
|---|---|---|---|
| Other taxes receivable | | | |
| Supplemental sales tax | $ - | $ 339,326 | $ 339,326 |
| Telecommunications tax | 174,254 | 62,848 | 237,102 |
| Electric utility tax | 49,330 | - | 49,330 |
| Gas utility tax | 27,809 | - | 27,809 |
| Local use tax | 140,840 | - | 140,840 |
| Hotel/motel tax | - | 97,481 | 97,481 |
| Auto rental tax | 5,252 | - | 5,252 |
| Infrastructure fee | 43,564 | - | 43,564 |
| Places for eating tax | 101,272 | - | 101,272 |
| Video Gaming Tax | 42,653 | - | 42,653 |
| Total | $ 584,974 | $ 499,655 | $ 1,084,629 |

| | General | Nonmajor Governmental Funds | Totals |
|---|---|---|---|
| Intergovernmental receivables | | | |
| State sales tax | $ 1,914,155 | $ - | $ 1,914,155 |
| State income tax | 393,268 | - | 393,268 |
| Motor fuel tax | - | 56,178 | 56,178 |
| Replacement tax | 10,203 | - | 10,203 |
| Total | $ 2,317,626 | $ 56,178 | $ 2,373,804 |

| | General | Nonmajor and Other Funds | Totals |
|---|---|---|---|
| Other receivables | | | |
| Court fines | $ 4,831 | $ - | $ 4,831 |
| Cable television | 145,727 | 8,449 | 154,176 |
| Ambulance | 2,140,881 | - | 2,140,881 |
| Miscellaneous | 124,986 | - | 124,986 |
| Gross receivables | 2,416,425 | 8,449 | 2,424,874 |
| Less: Allowance for uncollectibles | (1,694,578) | - | (1,694,578) |
| Net Total Other Receivables | $ 721,847 | $ 8,449 | $ 730,296 |

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

### *B. RECEIVABLES* (cont.)

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

### *C. CAPITAL ASSETS*

Capital asset activity for the year ended April 30, 2016, was as follows:

| | Beginning Balance | Additions | Deletions | Ending Balance |
|---|---|---|---|---|
| **Governmental Activities** | | | | |
| Capital assets not being depreciated/ amortized | | | | |
| Land | $ 1,725,904 | $ 731,519 | $ - | $ 2,457,423 |
| Land right of way | 10,216,782 | - | - | 10,216,782 |
| Construction in progress | 229,744 | 1,701,576 | - | 1,931,320 |
| Total Capital Assets Not Being Depreciated/ Amortized | 12,172,430 | 2,433,095 | - | 14,605,525 |
| Capital assets being depreciated/ amortized | | | | |
| Leasehold improvements | 773,117 | - | - | 773,117 |
| Buildings | 14,611,450 | - | - | 14,611,450 |
| Equipment | 10,258,912 | 781,266 | 90,922 | 10,949,256 |
| Infrastructure | 37,252,910 | 179,109 | - | 37,432,019 |
| Total Capital Assets Being Depreciated/ Amortized | 62,896,389 | 960,375 | 90,922 | 63,765,842 |
| Total Capital Assets | 75,068,819 | 3,393,470 | 90,922 | 78,371,367 |
| Less: Accumulated depreciation/ amortization for | | | | |
| Leasehold improvements | (357,429) | (1,819) | - | (359,248) |
| Buildings | (6,523,691) | (372,221) | - | (6,895,912) |
| Equipment | (8,080,632) | (687,519) | 90,922 | (8,677,229) |
| Infrastructure | (29,043,399) | (615,618) | - | (29,659,017) |
| Total Accumulated Depreciation/ Amortization | (44,005,151) | (1,677,177) | 90,922 | (45,591,406) |
| Net Capital Assets Being Depreciated/ Amortized | 18,891,238 | (716,802) | - | 18,174,436 |
| Total Governmental Activities Capital Assets, Net of Accumulated Depreciation/ Amortization | $ 31,063,668 | $ 1,716,293 | $ - | $ 32,779,961 |

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

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

Depreciation/amortization expense was charged to functions as follows:

| | |
|---|---|
| **Governmental Activities** | |
| General government | $ 607,431 |
| Public safety | 551,726 |
| Public works | 518,020 |
| Total Governmental Activities Depreciation/Amortization Expense | $ 1,677,177 |

| | Beginning Balance | Additions | Deletions | Ending Balance |
|---|---|---|---|---|
| **Business-type Activities** | | | | |
| Capital assets not being depreciated/ amortized | | | | |
| Land | $ 140,000 | $ - | $ - | $ 140,000 |
| Construction in progress | 373,119 | 13,394 | 151,313 | 235,200 |
| Total Capital Assets Not Being Depreciated/ Amortized | 513,119 | 13,394 | 151,313 | 375,200 |
| Capital assets being depreciated/ amortized | | | | |
| Buildings | 699,620 | - | - | 699,620 |
| Equipment | 1,341,323 | 13,990 | 48,000 | 1,307,313 |
| Infrastructure | 21,713,733 | 1,020,625 | - | 22,734,358 |
| Total Capital Assets Being Depreciated/Amortized | 23,754,676 | 1,034,615 | 48,000 | 24,741,291 |
| Total Capital Assets | 24,267,795 | 1,048,009 | 199,313 | 25,116,491 |
| Less: Accumulated depreciation/ amortization for | | | | |
| Buildings | (239,910) | (16,742) | - | (256,652) |
| Equipment | (782,113) | (99,106) | 48,000 | (833,219) |
| Infrastructure | (10,099,690) | (451,495) | - | (10,551,185) |
| Total Accumulated Depreciation/Amortization | (11,121,713) | (567,343) | 48,000 | (11,641,056) |
| Net Capital Assets Being Depreciated/Amortized | 12,632,963 | 467,272 | - | 13,100,235 |
| Business-type Capital Assets, Net of Accumulated Depreciation/ Amortization | $ 13,146,082 | $ 480,666 | $ 151,313 | $ 13,475,435 |

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

### D. *INTERFUND ADVANCES AND TRANSFERS*

#### *Advances*

The following is a schedule of interfund advances:

| Receivable Fund | Payable Fund | Amount | Amount Not Due Within One Year |
|---|---|---|---|
| Convention and Tourism | General | $ 90,996 | $ 90,996 |
| Internal Service | General | 649,152 | 649,152 |
| General | 2013A Bonds | 8,285 | 8,285 |
| Total - Fund Financial Statements | | 748,433 | |
| Less: Fund eliminations | | (748,433) | |
| Total - Interfund Advances - Government-Wide Statement of Net Position | | $ - | |

The principal purpose of these interfunds is for operating subsidies, capital projects and funding of the employee benefit sick time liability.

#### *Transfers*

The following is a schedule of interfund transfers:

| Fund Transferred To | Fund Transferred From | Amount | Principal Purpose |
|---|---|---|---|
| Debt Service | General | $ 336,293 | To fund debt service payments |
| Debt Service | Motor Fuel Tax | 315,707 | To fund debt service payments |
| Debt Service | Capital Projects | 90,000 | To fund debt service payments |
| Capital Projects | Water Operations | 321,000 | Payment in lieu of taxes |
| Capital Projects | General | 124,160 | To fund capital projects |
| Vehicle Replacement | General | 773,293 | To fund purchase of vehicles |
| Total - Fund Financial Statements | | 1,960,453 | |
| Less: Fund eliminations | | (1,639,453) | |
| Total Transfers - Government-Wide Statement of Activities | | $ 321,000 | |

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

### *D. INTERFUND ADVANCES AND TRANSFERS* - (cont.)

***Transfers*** (cont.)

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

### *E. LONG-TERM OBLIGATIONS*

Long-term obligations activity for the year ended April 30, 2016, was as follows:

| | Beginning Balance (as restated) | Increases | Decreases | Ending Balance | Amounts Due Within One Year |
|---|---|---|---|---|---|
| **Governmental Activities** | | | | | |
| Notes Payable | | | | | |
| Alternative revenue bonds | $ 9,720,000 | $ - | $ 375,000 | $ 9,345,000 | $ 385,000 |
| Add/(Subtract) Deferred Amounts For Unamortized Premium | 240,104 | - | 20,205 | 219,899 | - |
| Other Liabilities | | | | | |
| Vested compensated absences | 1,307,982 | 545,395 | 564,421 | 1,288,956 | 564,421 |
| Other postemployment benefits | 59,149 | 151,686 | 103,409 | 107,426 | - |
| Net pension liability - IMRF | 3,289,335 | 3,742,005 | 1,456,553 | 5,574,787 | - |
| Net pension liability - Police | 29,033,731 | 4,691,306 | 2,012,246 | 31,712,791 | - |
| Net pension liability - Fire | - | 42,453 | 25,000 | 17,453 | - |
| Total Governmental Activities Long-Term Liabilities | $ 43,650,301 | $ 9,172,845 | $ 4,556,834 | $ 48,266,312 | $ 949,421 |
| **Business-type Activities** | | | | | |
| Loan Payable | | | | | |
| 2010 Illinois EPA Loan | $ 805,530 | $ - | $ 51,969 | $ 753,561 | $ 51,970 |
| Sub-totals | 805,530 | - | 51,969 | 753,561 | 51,970 |
| Other Liabilities | | | | | |
| Vested compensated absences | 101,364 | (16,229) | 29,592 | 55,543 | 29,592 |
| Other postemployment benefits | 4,092 | 10,493 | 7,153 | 7,432 | - |
| Net pension liability - IMRF | 248,152 | 282,301 | 109,884 | 420,569 | - |
| Total Other Liabilities | 353,608 | 276,565 | 146,629 | 483,544 | 29,592 |
| Total Business-type Activities Long-Term Liabilities | $ 1,159,138 | $ 276,565 | $ 198,598 | $ 1,237,105 | $ 81,562 |

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

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

In the governmental activities, the Village's obligation for compensated absences and other postemployment benefits will be repaid from the General Fund and the obligation for the net pension liabilities will be repaid from the General Fund and IMRF/Social Security Fund.

The Village is subject to the Illinois Municipal Code, which limits the amount of certain indebtedness to 8.625% of the most recent available equalized assessed valuation of the Village. As of April 30, 2016, the statutory debt limit for the Village was $64,831,961, providing a debt margin of $55,486,961

***Alternative Revenue Debt***

***Governmental Activities Alternative Revenue Debt***

Governmental activities alternative revenue bonds are payable from revenues derived from motor fuel taxes, telecommunications taxes, utility taxes and places for eating taxes.

Alternative revenue debt payable at April 30, 2016, consists of the following:

| Governmental Activities Alternative Revenue Debt | Date of Issue | Final Maturity | Interest Rates | Original Indebtedness | Balance April 30, 2016 |
|---|---|---|---|---|---|
| General Obligation Bonds (Alternative Revenue Source), Series 2013A | 10/10/2013 | 1/1/2034 | 3.00%-4.50% | $ 8,500,000 | $ 7,940,000 |
| General Obligation Bonds (Alternative Revenue Source), Series 2013B | 10/10/2013 | 1/1/2034 | 3.00%-4.50% | 1,500,000 | 1,405,000 |
| Total Governmental Activities - Alternative Revenue Debt | | | | | $ 9,345,000 |

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

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

***Alternative Revenue Debt*** (cont.)

Debt service requirements to maturity are as follows:

| Years | Governmental Activities Alternative Revenue Debt Principal | Interest |
|---|---|---|
| 2017 | $ 385,000 | $ 355,113 |
| 2018 | 400,000 | 343,563 |
| 2019 | 410,000 | 331,563 |
| 2020 | 425,000 | 319,263 |
| 2021 | 435,000 | 306,513 |
| 2022-2026 | 2,385,000 | 1,312,115 |
| 2027-2031 | 2,870,000 | 833,427 |
| 2032-2034 | 2,035,000 | 185,625 |
| Totals | $ 9,345,000 | $ 3,987,182 |

***Loan Payable***

The loan payable was used to finance the West Burlington Avenue and North Lincoln Street water main replacement. Balance at April 30, 2016 consists of the following:

| Business-type Activities Loan Payable | Date of Issue | Final Maturity | Interest Rate | Original Indebtedness | Balance April 30, 2016 |
|---|---|---|---|---|---|
| Illinois EPA loan | 11/5/10 | 5/31/2030 | 0% | $ 1,520,163 | $ 753,561 |
| Total Business-type Activities Loan Payable | | | | | $ 753,561 |

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

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

Debt service requirements to maturity are as follows:

| Years | Business-type Activities Loan Payable Principal | Interest |
|---|---|---|
| 2017 | $ 51,970 | $ - |
| 2018 | 51,970 | - |
| 2019 | 51,970 | - |
| 2020 | 51,970 | - |
| 2021 | 51,970 | - |
| 2022-2026 | 259,849 | - |
| 2027-2031 | 233,862 | - |
| Totals | $ 753,561 | $ - |

### *F. RESTATEMENT OF NET POSITION*

Net position has been restated as a result of the implementation of GASB Statement No. 68 - *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27* and implementation of GASB Statement No. 71 - *Pension Transition for Contributions Made Subsequent to the Measurement Date*. These statements require the net pension liability and related deferred outflows and deferred inflows, if any, to be reported in the financial statements. The details of this restatement are as follows:

| | Governmental Activities | Business-type Activities/ Water Operations Fund |
|---|---|---|
| Net Position - April 30, 2015 (as reported) | $ 44,174,351 | $ 15,175,898 |
| Add: Prior year net pension asset | 20,000 | - |
| Add: Prior year net pension obligation | 3,967,594 | 1,004 |
| Add: Deferred outflows related to pensions | 210,063 | 15,847 |
| Less: Net pension liability | (32,323,066) | (248,152) |
| Net position - April 30, 2015 (as restated) | $ 16,048,942 | $ 14,944,597 |

## NOTE IV - OTHER INFORMATION

### *A. EMPLOYEES' RETIREMENT SYSTEM*

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

**Illinois Municipal Retirement Fund**

***Plan description.*** All employees (other than those covered by the Police and Firefighters' Pension plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF has a two tier plan. Members who first participated in IMRF or an Illinois Reciprocal System prior to January 1, 2011 participate in Tier 1. All other members participate in Tier 2. For Tier 1 participants, pension benefits vest after 8 years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1 2/3% of their final rate of earnings (average of the highest 48 consecutive months' earnings during the last 10 years) for credited service up to 15 years and 2% for each year thereafter. For Tier 2 participants, pension benefits vest after 10 years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1 2/3% of their final rate of earnings (average of the highest 96 consecutive months' earnings during the last 10 years, capped at $106,800) for credited service up to 15 years and 2% for each year thereafter. However, an employee's total pension cannot exceed 75% of their final rate of earnings. If an employee retires after 10 years of service between the ages of 62 and 67, and has less than 30 years of service credit, the pension will be reduced by 1/2% for each month that the employee is under the age of 67. If an employee retires after 10 years of service between the ages of 62 and 67, and has between 30 and 35 years of service credit, the pension will be reduced by the lesser of 1/2% for each month that the employee is under the age of 67 or 1/2% for each month of service credit less than 35 years. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes.

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

***Plan membership.*** At December 31, 2015, the measurement date, membership in the plan was as follows:

| | |
|---|---|
| Retirees and beneficiaries | 105 |
| Inactive, non-retired members | 55 |
| Active members | 88 |
| Total | 248 |

## NOTE IV - OTHER INFORMATION (cont.)

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

***Contributions.*** As set by statute, Village and Library employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's and Library's actuarially determined contribution rate for calendar year 2015 was 13.49% percent of annual covered payroll. The Village and the Library also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

***Net Pension Liability/(Asset).*** The net pension liability/(asset) was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

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

***Actuarial Assumptions.*** The assumptions used to measure the total pension liability in the December 31, 2015 annual actuarial valuation included a 7.48% investment rate of return, (b) projected salary increases from 3.75% to 14.50%, including inflation, and (c) and price inflation of 2.75%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

| | |
|---|---|
| Actuarial cost method | Entry Age Normal |
| Asset valuation method | Market Value |
| Actuarial assumptions | |
| Investment Rate of Return | 7.48% |
| Inflation | 3.50% |
| Salary increases | 3.75% to 14.50%, including inflation |
| Price inflation | 2.75% |

## NOTE IV - OTHER INFORMATION (cont.)

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

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

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

| | | Projected Returns/Risks | |
|---|---|---|---|
| Asset Class | Target Allocation | One Year Arithmetic | Ten Year Geometric |
| Equities | 38.00% | 8.85% | 7.39% |
| International Equities | 17.00% | 9.55% | 7.59% |
| Fixed income | 27.00% | 3.05% | 3.00% |
| Real estate | 8.00% | 7.20% | 6.00% |
| Alternatives | 4.50% | | |
| Private equity | | 13.15% | 8.15% |
| Hedge funds | | 5.55% | 5.25% |
| Commodities | | 4.40% | 2.75% |
| Cash equivalents | 1.00% | 2.25% | 2.25% |

***Discount rate.*** The discount rate used to measure the total pension liability for IMRF was 7.48%. The discount rate calculated using the December 31, 2014 measurement date was 7.49%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village and Library contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments of 7.50% was blended with the index rate of 3.57% for tax exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2015 to arrive at a discount rate of 7.48% used to determine the total pension liability. The year ending December 31, 2087 is the last year in the 2016 to 2115 projection period for which projected benefit payments are fully funded.

## NOTE IV - OTHER INFORMATION (cont.)

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

***Discount rate sensitivity.*** The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the Village and Library calculated using the discount rate of 7.48% as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.48%) or 1 percentage point higher (8.48%) than the current rate:

| | 1% Decrease | Current Discount Rate | 1% Increase |
|---|---|---|---|
| Village: | | | |
| Total pension liability | $ 45,529,610 | $ 40,294,151 | $ 36,016,738 |
| Plan fiduciary net pension | 34,298,795 | 34,298,795 | 34,298,795 |
| Net pension liability/(asset) | $ 11,230,815 | $ 5,995,356 | $ 1,717,943 |
| Library: | | | |
| Total pension liability | $ 3,399,862 | $ 3,008,911 | $ 2,689,501 |
| Plan fiduciary net pension | 2,561,215 | 2,561,215 | 2,561,215 |
| Net pension liability/(asset) | $ 838,647 | $ 447,696 | $ 128,286 |
| Total: | | | |
| Total pension liability | $ 48,929,472 | $ 43,303,062 | $ 38,706,239 |
| Plan fiduciary net pension | 36,860,010 | 36,860,010 | 36,860,010 |
| Net pension liability/(asset) | $ 12,069,462 | $ 6,443,052 | $ 1,846,229 |

Changes in net pension liability/(asset). The Village's and Library changes in net pension liability/(asset) for the calendar year ended December 31, 2015 was as follows:

| | Increase (Decrease) | | |
|---|---|---|---|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/(Asset) (a) - (b) |
| Village: | | | |
| Balances at December 31, 2014 | $ 37,082,756 | $ 33,545,269 | $ 3,537,487 |
| Service cost | 506,929 | - | 506,929 |
| Interest on total pension liability | 2,717,539 | - | 2,717,539 |
| Differences between expected and actual experience of the total pension liability | 2,046,830 | - | 2,046,830 |
| Change of assumptions | 48,072 | - | 48,072 |
| Benefit payments, including refunds of employee contributions | (2,107,975) | (2,107,975) | - |
| Contributions - employer | - | 1,566,437 | (1,566,437) |
| Contributions - employee | - | 315,109 | (315,109) |
| Net investment income | - | 167,161 | (167,161) |
| Other (net transfer) | - | 812,794 | (812,794) |
| Balances at December 31, 2015 | $ 40,294,151 | $ 34,298,795 | $ 5,995,356 |

## NOTE IV - OTHER INFORMATION (cont.)

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

| | Increase (Decrease) | | |
|---|---|---|---|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/(Asset) (a) - (b) |
| Library: | | | |
| Balances at December 31, 2014 | $ 2,769,104 | $ 2,504,947 | $ 264,157 |
| Service cost | 37,854 | - | 37,854 |
| Interest on total pension liability | 202,929 | - | 202,929 |
| Differences between expected and actual experience of the total pension liability | 152,844 | - | 152,844 |
| Change of assumptions | 3,590 | - | 3,590 |
| Benefit payments, including refunds of employee contributions | (157,410) | (157,410) | - |
| Contributions - employer | - | 116,972 | (116,972) |
| Contributions - employee | - | 23,530 | (23,530) |
| Net investment income | - | 12,482 | (12,482) |
| Other (net transfer) | - | 60,694 | (60,694) |
| Balances at December 31, 2015 | $ 3,008,911 | $ 2,561,215 | $ 447,696 |
| Total: | | | |
| Balances at December 31, 2014 | $ 39,851,860 | $ 36,050,216 | $ 3,801,644 |
| Service cost | 544,783 | - | 544,783 |
| Interest on total pension liability | 2,920,468 | - | 2,920,468 |
| Differences between expected and actual experience of the total pension liability | 2,199,674 | - | 2,199,674 |
| Change of assumptions | 51,662 | - | 51,662 |
| Benefit payments, including refunds of employee contributions | (2,265,385) | (2,265,385) | - |
| Contributions - employer | - | 1,683,409 | (1,683,409) |
| Contributions - employee | - | 338,639 | (338,639) |
| Net investment income | - | 179,643 | (179,643) |
| Other (net transfer) | - | 873,488 | (873,488) |
| Balances at December 31, 2015 | $ 43,303,062 | $ 36,860,010 | $ 6,443,052 |

## NOTE IV - OTHER INFORMATION (cont.)

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

***Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions.*** For the year ended April 30, 2016, the Village recognized pension expense of $577,272. The Village and Library reported deferred outflows and inflows of resources related to pension from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Village*:* | | |
| Difference between expected and actual experience | $ 1,554,069 | $ - |
| Assumption changes | 36,499 | - |
| Net difference between projected and actual earnings on pension plan investments | 1,896,578 | - |
| Contributions subsequent to the measurement date | 205,813 | - |
| Total | $ 3,692,959 | $ - |
| Library*:* | | |
| Difference between expected and actual experience | $ 116,048 | $ - |
| Assumption changes | 2,726 | - |
| Net difference between projected and actual earnings on pension plan investments | 141,625 | - |
| Contributions subsequent to the measurement date | 15,369 | - |
| Total | $ 275,768 | $ - |
| Total*:* | | |
| Difference between expected and actual experience | $ 1,670,117 | $ - |
| Assumption changes | 39,225 | - |
| Net difference between projected and actual earnings on pension plan investments | 2,038,203 | - |
| Contributions subsequent to the measurement date | 221,182 | - |
| Total | $ 3,968,727 | $ - |

## NOTE IV - OTHER INFORMATION (cont.)

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

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending April 30, 2016. The remaining amounts reported as deferred outflows and inflows of resources related to pensions ($3,747,545) will be recognized in pension expense as follows:

| Year Ending December 31, | Village | Library | Total |
|---|---|---|---|
| 2016 | $ 978,478 | $ 73,067 | $ 1,051,545 |
| 2017 | 978,478 | 73,067 | 1,051,545 |
| 2018 | 978,478 | 73,067 | 1,051,545 |
| 2019 | 551,712 | 41,198 | 592,910 |
| Total | $ 3,487,146 | $ 260,399 | $ 3,747,545 |

**Police Pension**

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

As provided for in the Illinois Compiled Statutes, the Plan provides retirement benefits as well as death and disability benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011 and Tier 2 is for employees hired after that date. The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

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

*Tier 2* - Covered employees attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly pension of 2.5% of the final average salary for each year of creditable service. The salary is initially capped at $106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced retirement benefit. The monthly pension of a police shall be increased annually on the January 1 occurring either on or after the attainment of age 60 or the first anniversary of the pension start date, whichever is later. Each annual increase shall be calculated at 3% or onehalf the annual unadjusted percentage increase in the CPI, whichever is less.

## NOTE IV - OTHER INFORMATION (cont.)

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

***Plan membership.*** At April 30, 2016, the Police Pension membership consisted of:

| | |
|---|---|
| Retirees and beneficiaries | 35 |
| Inactive, non-retired members | 1 |
| Active members | 38 |
| Total | 74 |

***Contributions.*** Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective January 1, 2011 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded by the year 2040. The Village's actuarially determined contribution rate for the fiscal year ending April 30, 2016 was 51.33% of annual covered payroll.

***Net Pension Liability/(Asset).*** The net pension liability/(asset) was measured as of April 30, 2016, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

***Summary of Significant Accounting Policies.*** The financial statements of the Police Pension Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

## NOTE IV - OTHER INFORMATION (cont.)

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

***Actuarial Assumptions.*** The total pension liability was determined by an actuarial valuation performed as of April 30, 2016 using the following actuarial methods and assumptions:

| | |
|---|---|
| Actuarial cost method | Entry Age Normal |
| Asset valuation method | Market Value |
| Actuarial assumptions | |
| Interest rate | 7.00% |
| Inflation | 2.50% |
| Projected salary increases | 3.50% - 11.68% |
| Cost-of-living adjustments | 2.50% |

Mortality rates were based on the assumption study prepared by Lauterbach & Amen, LLP in 2016. The table combines observed experience of Illinois Police Officers with the RP-2014 mortality table for blue collar workers. Mortality improvements have been made to 5 years past the valuation date. The other demographic assumption rates are based on a review of assumptions in the L&A 2016 study for Illinois Police Officers.

***Discount rate.*** The discount rate used to measure the total pension liability for the Police Pension Plan was 7.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

## NOTE IV - OTHER INFORMATION (cont.)

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

***Discount rate sensitivity.*** The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 7.00% as well as what the net pension liability would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

| | 1% Decrease | Current Discount Rate | 1% Increase |
|---|---|---|---|
| Total pension liability | $ 62,314,489 | $ 57,409,581 | $ 48,859,978 |
| Plan fiduciary net position | 25,696,790 | 25,696,790 | 25,696,790 |
| Net pension liability | $ 36,617,699 | $ 31,712,791 | $ 23,163,188 |

***Changes in net pension liability/(asset).*** The Village's changes in net pension liability/(asset) for the calendar year ended April 30, 2016 was as follows:

| | Increase (Decrease) | | |
|---|---|---|---|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/Asset (a) - (b) |
| Balances at May 1, 2015 | $ 55,139,093 | $ 26,105,362 | $ 29,033,731 |
| Service cost | 697,751 | - | 697,751 |
| Interest on total pension liability | 3,771,813 | - | 3,771,813 |
| Differences between expected and actual experience of the total pension liability | (782,413) | - | (782,413) |
| Change of assumptions | 1,095,444 | - | 1,095,444 |
| Benefit payments, including refunds of employee contributions | (2,512,107) | (2,512,107) | - |
| Contributions - employer | - | 2,012,246 | (2,012,246) |
| Contributions - employee | - | 379,878 | (379,878) |
| Contributions - Other | - | 38,016 | (38,016) |
| Net investment income | - | (294,926) | 294,926 |
| Administration | - | (31,679) | 31,679 |
| Balances at April 30, 2016 | $ 57,409,581 | $ 25,696,790 | $ 31,712,791 |

## NOTE IV - OTHER INFORMATION (cont.)

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

***Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions.*** For the year ended April 30, 2016, the Village recognized pension expense of $2,739,117. The Village reported deferred outflows and inflows of resources related to pension from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Difference between expected and actual experience | $ - | $ 643,687 |
| Assumption changes | 901,216 | - |
| Net difference between projected and actual earnings on pension plan investments | 1,694,660 | - |
| Total | $ 2,595,876 | $ 643,687 |

The amounts reported as deferred outflows and inflows of resources related to pensions ($1,952,189) will be recognized in pension expense as follows:

| Year Ending April 30, | Amount |
|---|---|
| 2017 | $ 479,167 |
| 2018 | 479,167 |
| 2019 | 479,167 |
| 2020 | 479,167 |
| 2021 | 35,521 |
| Total | $ 1,952,189 |

**Firefighters' Pension**

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

As provided for in the Illinois Compiled Statutes, the Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011 and Tier 2 is for employees hired after that date. The following is a summary of the Firefighters' Pension Plan as provided for in Illinois Compiled Statutes.

## NOTE IV - OTHER INFORMATION (cont.)

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

*Tier 1* - Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by one twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

*Tier 2* - Covered employees attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly pension of 2.5% of the final average salary for each year of creditable service. The salary is initially capped at $106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced retirement benefit. The monthly pension of a firefighter shall be increased annually on the January 1 occurring either on or after the attainment of age 60 or the first anniversary of the pension start date, whichever is later. Each annual increase shall be calculated at 3% or one-half the annual unadjusted percentage increase in the CPI, whichever is less.

***Plan membership.*** At April 30, 2016, the Firefighters' Pension Plan membership consisted of:

| | |
|---|---|
| Retirees and beneficiaries | - |
| Inactive, non-retired members | - |
| Active members | 1 |
| Total | 1 |

***Contributions.*** Participants contribute a fixed percentage of their base salary to the plans. At April 30, 2016, the contribution percentage was 9.455%. If a participant leaves covered employment with less than 20 years of service, accumulated participant contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective January 1, 2011 the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is 90% funded by the year 2040. The Village's actuarially determined contribution rate for the fiscal year ending April 30, 2016 was 22.38% of annual covered payroll.

***Net pension liability/(asset).*** The net pension liability/(asset) was measured as of April 30,2016, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

## NOTE IV - OTHER INFORMATION (cont.)

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

***Summary of significant accounting policies.*** The financial statements of the Firefighters' Pension Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

***Actuarial assumptions.*** The total pension liability was determined by an actuarial valuation performed as of April 30, 2016 using the following actuarial methods and assumptions:

| | |
|---|---|
| Actuarial cost method | Entry Age Normal |
| Asset valuation method | Market Value |
| Actuarial assumptions | |
| Interest rate | 4.50% |
| Inflation | 2.50% |
| Projected salary increases | 4.00% |
| Cost-of-living adjustments | 2.50% |

Mortality rates were based on the assumption study prepared by Lauterbach & Amen, LLP in 2016. The table combines observed experience of Illinois Firefighters with the RP-2014 mortality table for blue collar workers. Mortality improvements have been made to 5 years past the valuation date. Disability demographic assumption rates are based on a review of assumptions in the L&A 2016 study for Illinois Firefighters. Retirement is assumed to occur when an active member obtains age 60. Termination is assumed to never occur.

***Discount rate.*** The discount rate used to measure the total pension liability for the Firefighters' Pension Plan was 4.50%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

## NOTE IV - OTHER INFORMATION (cont.)

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

***Discount rate sensitivity.*** The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 4.50% as well as what the net pension liability would be if it were to be calculated using a discount rate that is 1 percentage point lower (3.50%) or 1 percentage point higher (5.50%) than the current rate:

| | 1% Decrease | Current Discount Rate | 1% Increase |
|---|---|---|---|
| Total pension liability | $ 87,379 | $ 71,898 | $ 59,665 |
| Plan fiduciary net position | 54,445 | 54,445 | 54,445 |
| Net pension liability | $ 32,934 | $ 17,453 | $ 5,220 |

***Changes in net pension liability/(asset).*** The Village's changes in net pension liability/(asset) for the calendar year ended April 30, 2016 was as follows:

| | Increase (Decrease) | | |
|---|---|---|---|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/Asset (a) - (b) |
| Balances at May 1, 2015 | $ - | $ 20,000 | $ (20,000) |
| Service cost | 72,665 | - | 72,665 |
| Differences between expected and actual experience of the total pension liability | (4,977) | - | (4,977) |
| Change of assumptions | 4,210 | - | 4,210 |
| Contributions - employer | - | 25,000 | (25,000) |
| Contributions - employee | - | 10,073 | (10,073) |
| Net investment income | - | 39 | (39) |
| Administration | - | (667) | 667 |
| Balances at April 30, 2016 | $ 71,898 | $ 54,445 | $ 17,453 |

## NOTE IV - OTHER INFORMATION (cont.)

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

***Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions.*** For the year ended April 30, 2016, the Village recognized pension expense of $61,868. The Village reported deferred outflows and inflows of resources related to pension from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Difference between expected and actual experience | $ - | $ 4,691 |
| Assumption changes | 3,968 | - |
| Net difference between projected and actual earnings on pension plan investments | 1,308 | - |
| Total | $ 5,276 | $ 4,691 |

The amounts reported as deferred outflows and inflows of resources related to pensions ($585) will be recognized in pension expense as follows:

| Year Ending June 30, | Amount |
|---|---|
| 2017 | $ 284 |
| 2018 | 284 |
| 2019 | 284 |
| 2020 | 280 |
| 2021 | (44) |
| Thereafter | (503) |
| Total | $ 585 |

## NOTE IV - OTHER INFORMATION (cont.)

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

### PENSION SEGMENT INFORMATION

**Fiduciary Net Position**

| | Pension Trust | | |
|---|---|---|---|
| | Police Pension Trust | Firefighters' Pension Trust | Total |
| **Assets** | | | |
| Cash and cash equivalents | $ 10,535 | $ - | $ 10,535 |
| Investments | | | |
| U.S. treasury securities | 3,414,410 | - | 3,414,410 |
| U.S. agency securities | 527,387 | - | 527,387 |
| Equity securities | 10,315,523 | - | 10,315,523 |
| Mutual funds | 5,401,839 | - | 5,401,839 |
| Illinois metropolitan investment fund | 275,691 | - | 275,691 |
| Illinois funds | 336,380 | 54,802 | 391,182 |
| Money market mutual funds | 834,710 | - | 834,710 |
| Municipal bonds | 130,417 | - | 130,417 |
| Corporate bonds | 4,370,326 | - | 4,370,326 |
| Receivables - (net allowances for uncollectibles) | | | |
| Interest receivable | 62,845 | - | 62,845 |
| Other | 443 | - | 443 |
| Prepaid items | 17,008 | - | 17,008 |
| Total Assets | 25,697,514 | 54,802 | 25,752,316 |
| **Liabilities** | | | |
| Other payables | $ 724 | $ - | $ 724 |
| Accounts payable | - | 357 | 357 |
| Total Liabilities | 724 | 357 | 1,081 |
| **Net position** | | | |
| Restricted for retirement benefits | $ 25,696,790 | $ 54,445 | $ 25,751,235 |

## NOTE IV - OTHER INFORMATION (cont.)

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

**Changes in Plan Net Position**

| | Pension Trust | | |
|---|---|---|---|
| | Police Pension Trust | Firefighters' Pension Trust | Total |
| **Additions** | | | |
| Contributions | | | |
| Contributions | $ 2,430,140 | $ 35,073 | $ 2,465,213 |
| Total Contributions | 2,430,140 | 35,073 | 2,465,213 |
| Investment Income | | | |
| Net appreciation in fair value of investments | (897,647) | - | (897,647) |
| Interest | 710,826 | 39 | 710,865 |
| Total Investment income | (186,821) | 39 | (186,782) |
| Less investment expense | (108,106) | - | (108,106) |
| Net investment income | (294,927) | 39 | (294,888) |
| Total Additions | 2,135,213 | 35,112 | 2,170,325 |
| **Deductions** | | | |
| Administration | $ 31,679 | $ 667 | $ 32,346 |
| Benefits and refunds | 2,512,106 | - | 2,512,106 |
| Total Deductions | 2,543,785 | 667 | 2,544,452 |
| **Net change in net position** | (408,572) | 34,445 | (374,127) |
| Net position, beginning of year | 26,105,362 | 20,000 | 26,125,362 |
| **Net position, end of year** | $ 25,696,790 | $ 54,445 | $ 25,751,235 |

## NOTE IV - OTHER INFORMATION (cont.)

### *B. Risk Management*

#### *Public Entity Risk Pool*

##### IRMA

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

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Risk of loss in transferred, except that each member assumes the first $1,000 of each occurrence, and IRMA has a mix of self-insurance retentions at various amounts above that level.

Management consists of a Board of Directors, comprised of one appointment representative from each member. In addition, there are two officers, a Risk Manager, and a Treasurer. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined in advance of each membership year based on the individual member's eligible revenue as defined in the bylaws of IRMA, and assessment factors based on past member experience and the funding need for the membership year. The Board of Directors may require that supplemental contributions be made by members to ensure adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. The Village is not aware of any additional amounts owed to IRMA for the current period or prior policy year at April 30, 2016.

#### *Intergovernmental Personnel Benefit Cooperative (IPBC)*

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

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

## NOTE IV - OTHER INFORMATION (cont.)

### *C. Commitments and Contingencies*

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

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

### *D. Other Postemployment Benefits*

The Village administers a single-employer defined benefit healthcare plan . The Village's group health insurance plan provides coverage to active employees and retirees (or other qualified terminated employees) at blended premium rates. This results in an other postemployment benefit (OPEB) for the retirees, commonly referred to as an implicit rate subsidy.

Contribution requirements are established through personnel policy guidelines and union contracts and may be amended by the action of the governing body. The village provides pre and post-Medicare post retirement health insurance to retirees, their spouses, and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's two retirement plans. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both plans.

The Village’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC) The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Village’s annual OPEB cost for the year, the amount actually contributed to plan, and changes in the Village’s net OPEB obligation to the Retiree Health Plan:

| | | |
|---|---|---|
| Annual required contribution | $ | 161,757 |
| Interest on net OPEB obligation | | 2,530 |
| Adjustment to annual required contribution | | (2,108) |
| Annual OPEB cost | | 162,179 |
| Contributions made | | (110,562) |
| Increase in net OPEB obligation | | 51,617 |
| Net OPEB Obligation - Beginning of Year | | 63,241 |
| Net OPEB Obligation - End of Year | $ | 114,858 |

## NOTE IV - OTHER INFORMATION (cont.)

### *D. OTHER POSTEMPLOYMENT BENEFITS* (cont.)

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2016, were as follows:

| Fiscal Year Ended | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Net OPEB Obligation |
|---|---|---|---|
| April 30, 2016 | 162,179 | 68% | $ 114,858 |
| April 30, 2015 | 155,589 | 65% | 63,241 |
| April 30, 2014 | 43,078 | 81% | 7,975 |

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

| | |
|---|---|
| Actuarial accrued liability (AAL) | $ 1,793,637 |
| Actuarial value of plan assets | - |
| Unfunded Actuarial Accrued Liability (UAAL) | $ 1,793,637 |
| Funded ratio (actuarial value of plan assets/AAL) | -% |
| Covered payroll (active plan members) | $ 9,511,880 |
| UAAL as a percentage of covered payroll | 18.86% |

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

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

## NOTE IV - OTHER INFORMATION (cont.)

### *D. Other Postemployment Benefits* (cont.)

In the May 1, 2014, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions include a 4% investment rate of return and an annual healthcare cost trend rate of 8% initially, reduced by decrements to an ultimate rate of 6%. Both rates include a 3% inflation assumption. The actuarial value of Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at April 30, 2016, was 30 years.

## NOTE IV - OTHER INFORMATION (cont.)

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

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

- Statement No. 72*, Fair Value Measurement and Application*
- Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*
- Statement No. 74*, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*
- Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*
- Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Government*
- Statement No. 77, *Tax Abatement Disclosures*
- Statement No. 78, *Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans*
- Statement No. 79, *Certain External Investment Pools and Pool Participants*
- Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*
- Statement No. 81, *Irrevocable Split-Interest Agreements*
- Statement No. 82, *Pension Issues - an amendment of GASB Statements No. 67, No. 68, and No. 73*

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

# REQUIRED SUPPLEMENTARY INFORMATION

# VILLAGE OF WESTMONT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL
FOR THE YEAR ENDED APRIL 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Taxes | $ 8,434,614 | $ 8,595,199 | $ 160,585 |
| Licenses, permits, and fees | 3,137,873 | 4,040,506 | 902,633 |
| Intergovernmental | 10,260,095 | 10,717,366 | 457,271 |
| Charges for services | 460,975 | 483,486 | 22,511 |
| Fines and forfeitures | 227,000 | 238,880 | 11,880 |
| Investment income | 5,020 | 23,404 | 18,384 |
| Miscellaneous | 39,800 | 53,315 | 13,515 |
| Total Revenues | 22,565,377 | 24,152,156 | 1,586,779 |
| **EXPENDITURES** | | | |
| Current: | | | |
| General government | 4,402,988 | 3,683,272 | 719,716 |
| Public safety | 13,567,573 | 12,865,677 | 701,896 |
| Public works | 4,404,094 | 3,751,361 | 652,733 |
| Total Expenditures | 22,374,655 | 20,300,310 | 2,074,345 |
| Excess (deficiency) of revenues over (under) expenditures | 190,722 | 3,851,846 | 3,661,124 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers in | 1,246,700 | - | (1,246,700) |
| Transfers out | (2,297,453) | (1,233,746) | 1,063,707 |
| Proceeds from sale of capital assets | - | 300 | 300 |
| Total Other Financing Sources (Uses) | (1,050,753) | (1,233,446) | (182,693) |
| **Net Change in Fund Balance** | $ (860,031) | 2,618,400 | $ 3,478,431 |
| FUND BALANCE - Beginning of Year | | 10,394,996 | |
| **FUND BALANCE - END OF YEAR** | | $ 13,013,396 | |

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

# VILLAGE OF WESTMONT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - IMRF/SOCIAL SECURITY - MAJOR SPECIAL REVENUE FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Property taxes | $ 1,379,684 | $ 1,403,191 | $ 23,507 |
| Investment income | - | 20 | 20 |
| Total Revenues | 1,379,684 | 1,403,211 | 23,527 |
| **EXPENDITURES** | | | |
| General government | 495,686 | 455,317 | 40,369 |
| Public safety | 759,449 | 818,390 | (58,941) |
| Public works | 583,820 | 647,382 | (63,562) |
| Total Expenditures | 1,838,955 | 1,921,089 | (82,134) |
| **Net Change in Fund Balance** | $ (459,271) | (517,878) | $ (58,607) |
| FUND BALANCE - Beginning of Year | | 2,076,324 | |
| **FUND BALANCE - END OF YEAR** | | $ 1,558,446 | |

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

# VILLAGE OF WESTMONT

## ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY
AND RELATED RATIOS
Most Recent Fiscal Year

| | 2016 | | |
|---|---|---|---|
| | Village | Library | Total |
| **Total pension liability** | | | |
| Service cost | $ 506,929 | $ 37,854 | $ 544,783 |
| Interest | 2,717,539 | 202,929 | 2,920,468 |
| Differences between expected and actual experience | 2,046,830 | 152,844 | 2,199,674 |
| Changes of assumptions | 48,072 | 3,590 | 51,662 |
| Benefit payments, including refunds of member contributions | (2,107,975) | (157,410) | (2,265,385) |
| **Net change in total pension liability** | 3,211,395 | 239,807 | 3,451,202 |
| **Total pension liability - beginning** | 37,082,756 | 2,769,104 | 39,851,860 |
| **Total pension liability - ending (a)** | $ 40,294,151 | $ 3,008,911 | $ 43,303,062 |
| **Plan fiduciary net position** | | | |
| Employer contributions | $ 1,566,437 | $ 116,972 | $ 1,683,409 |
| Employee contributions | 315,109 | 23,530 | 338,639 |
| Net investment income | 167,161 | 12,482 | 179,643 |
| Benefit payments, including refunds of member contributions | (2,107,975) | (157,410) | (2,265,385) |
| Other (net transfer) | 812,794 | 60,694 | 873,488 |
| **Net change in plan fiduciary net position** | 753,526 | 56,268 | 809,794 |
| **Plan fiduciary net position - beginning** | 33,545,269 | 2,504,947 | 36,050,216 |
| **Plan fiduciary net position - ending (b)** | $ 34,298,795 | $ 2,561,215 | $ 36,860,010 |
| **Employer's net pension liability - ending (a) - (b)** | $ 5,995,356 | $ 447,696 | $ 6,443,052 |
| **Plan fiduciary net position as a percentage of the total pension liability** | | | 85.12% |
| **Covered-employee payroll** | | | $ 5,334,030 |
| **Employer's net pension liability as a percentage of covered-employee payroll** | | | 120.79% |

**Notes to Schedule:**

The Village implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

# VILLAGE OF WESTMONT

## ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Most Recent Fiscal Year

| | 2016 | | |
|---|---|---|---|
| | Village | Library | Total |
| Actuarially determined contribution | $ 669,562 | $ 49,999 | $ 719,561 |
| Contributions in relation to the actuarially determined contribution | (1,566,437) | (116,972) | (1,683,409) |
| Contribution deficiency (excess) | $ (896,875) | $ (66,973) | $ (963,848) |
| Covered-employee payroll | | | $ 5,334,030 |
| Contributions as a percentage of covered-employee payroll | | | 31.56% |

**Notes to Schedule:**

The Village implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 4 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

| | |
|---|---|
| Actuarial cost method | Aggregate Entry age normal |
| Amortization method | Level Percentage of Payroll, |
| Remaining amortization period | 28 years |
| Asset valuation method | 5-Year Smoothed Market |
| Inflation | 3.00% |
| Salary increases | inflation |
| Investment rate of return | 7.50% |
| Retirement Age | Experience-based table of rates that are specific to the type of eligibility condition |
| Mortality | RP-2000 CHBCA |

# VILLAGE OF WESTMONT

## POLICE PENSION FUND

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS

Last Two Fiscal Years

| | 2015 | 2016 |
|---|---|---|
| **Total pension liability** | | |
| Service cost | $ 774,515 | $ 697,751 |
| Interest | 3,634,928 | 3,771,813 |
| Differences between expected and actual experience | - | (782,413) |
| Changes of assumptions | - | 1,095,444 |
| Benefit payments, including refunds of member contributions | (2,395,792) | (2,512,107) |
| **Net change in total pension liability** | 2,013,651 | 2,270,488 |
| **Total pension liability - beginning** | 53,125,442 | 55,139,093 |
| **Total pension liability - ending (a)** | $ 55,139,093 | $ 57,409,581 |
| **Plan fiduciary net position** | | |
| Employer contributions | $ 1,895,159 | $ 2,012,246 |
| Employee contributions | 374,598 | 379,878 |
| Contributions - Other | - | 38,016 |
| Net investment income | 1,555,449 | (294,926) |
| Benefit payments, including refunds of member contributions | (2,395,792) | (2,512,107) |
| Administration | (33,572) | (31,679) |
| **Net change in plan fiduciary net position** | 1,395,842 | (408,572) |
| **Plan fiduciary net position - beginning** | 24,709,520 | 26,105,362 |
| **Plan fiduciary net position - ending (b)** | $ 26,105,362 | $ 25,696,790 |
| **Village's net pension liability - ending (a) - (b)** | $ 29,033,731 | $ 31,712,791 |
| **Plan fiduciary net position as a percentage of the total pension liability** | 47.34% | 44.76% |
| **Covered-employee payroll** | $ 4,217,956 | $ 3,920,540 |
| **Village's net pension liability as a percentage of covered-employee payroll** | 688.34% | 808.89% |

**Notes to Schedule:**

*Changes of assumptions.* For Fiscal Year 2016, the mortality, disability, turnover and retirement assumptions were revised to reflect the most recent study conducted by Lauterbach & Amen.

The Pension implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

# VILLAGE OF WESTMONT
## POLICE PENSION FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS
Last Ten Fiscal Years

| | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| Actuarially determined contribution | $ 943,107 | $ 1,009,348 | $ 1,176,538 | $ 1,278,155 |
| Contributions in relation to the actuarially determined contribution | 553,137 | 599,873 | 602,943 | 745,390 |
| Contribution deficiency (excess) | $ 389,970 | $ 409,475 | $ 573,595 | $ 532,765 |
| Covered-employee payroll | $ 3,400,977 | $ 3,450,870 | $ 3,479,505 | $ 3,560,229 |
| Contributions as a percentage of covered-employee payroll | 16.26% | 17.38% | 17.33% | 20.94% |

**Notes to Schedule:**
The Plan implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015 is derived from actuarial valuations developed in conformity with GASB Statement No. 25 and 27.

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

Methods and assumptions used to determine contribution rates:

| | |
|---|---|
| Actuarial cost method | Entry-age normal (level %) |
| Amortization method | Level percentage of payroll, closed |
| Remaining amortization period | 29 years |
| Asset valuation method | Market value |
| Inflation | 2.50% |
| Salary increases | 3.5% - 11.68% |
| Investment rate of return | 7.00%, net of pension plan investment expense, including inflation |
| Mortality | Mortality rates were based on L&A Illinois Police table. |

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| $ 1,584,726 | $ 1,584,726 | $ 1,564,484 | $ 1,882,523 | $ 1,882,523 | $ 1,997,861 |
| 1,440,962 | 1,767,208 | 1,777,843 | 1,783,831 | 1,895,159 | 2,012,246 |
| $ 143,764 | $ (182,482) | $ (213,359) | $ 98,692 | $ (12,636) | $ (14,385) |
| $ 3,408,304 | $ 3,451,856 | $ 3,775,000 | $ 3,951,953 | $ 4,217,956 | $ 3,920,540 |
| 42.28% | 51.20% | 47.10% | 45.14% | 44.93% | 51.33% |

# VILLAGE OF WESTMONT
## POLICE PENSION FUND
SCHEDULE OF INVESTMENT RETURNS
Last Two Fiscal Years

| | 2015 | 2016 |
|---|---|---|
| Annual money-weighted rate of return, net of investment expense | 4.91% | -1.18% |

**Notes to Schedule:**
The Pension implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

# VILLAGE OF WESTMONT

## FIREFIGHTERS' PENSION FUND

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS

Last Two Fiscal Years

| | 2015 | 2016 |
|---|---|---|
| **Total pension liability** | | |
| Service cost | $ - | $ 72,665 |
| Differences between expected and actual experience | - | (4,977) |
| Changes of assumptions | - | 4,210 |
| **Net change in total pension liability** | - | 71,898 |
| **Total pension liability - beginning** | - | - |
| **Total pension liability - ending (a)** | $ - | $ 71,898 |
| **Plan fiduciary net position** | | |
| Employer contributions | $ 20,000 | $ 25,000 |
| Employee and other contributions | - | 10,073 |
| Net investment income | - | 39 |
| Administration | - | (667) |
| **Net change in plan fiduciary net position** | 20,000 | 34,445 |
| **Plan fiduciary net position - beginning** | - | 20,000 |
| **Plan fiduciary net position - ending (b)** | $ 20,000 | $ 54,445 |
| **Village's net pension liability - ending (a) - (b)** | $ (20,000) | $ 17,453 |
| **Plan fiduciary net position as a percentage of the total pension liability** | N/A | 75.73% |
| **Covered-employee payroll** | $ 104,049 | $ 111,710 |
| **Village's net pension liability as a percentage of covered-employee payroll** | -19.22% | 15.62% |

**Notes to Schedule:**

*Changes of assumptions.* For Fiscal Year 2016, the mortality, disability, turnover and retirement assumptions were revised to reflect the most recent study conducted by Lauterbach & Amen.

The Pension was established and GASB Statement No. 67 was implemented in fiscal year 2015. Information prior to fiscal year 2015 is not available.

# VILLAGE OF WESTMONT
## FIREFIGHTERS' PENSION FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS
Last Two Fiscal Years

| | 2015 | 2016 |
|---|---|---|
| Actuarially determined contribution | $ - | $ - |
| Contributions in relation to the actuarially determined contribution | 20,000 | 25,000 |
| Contribution deficiency (excess) | $ (20,000) | $ (25,000) |
| Covered-employee payroll | $ 104,049 | $ 111,710 |
| Contributions as a percentage of covered-employee payroll | 19.22% | 22.38% |

**Notes to Schedule:**
The Plan was established and GASB Statement No. 67 was implemented in fiscal year 2015. Information prior to fiscal year 2015 is not available.

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

Methods and assumptions used to determine contribution rates:

| | |
|---|---|
| Actuarial cost method | Entry-age |
| Amortization method | Level percentage of payroll, closed |
| Remaining amortization period | 29 |
| Asset valuation method | Market Value |
| Inflation | 2.50% |
| Salary increases | 4.00% |
| Investment rate of return | 4.50%, net of pension plan investment expense, including inflation |
| Mortality | Mortality rates were based on L&A Illinois Firefighters' table |

# VILLAGE OF WESTMONT
## FIREFIGHTERS' PENSION FUND
SCHEDULE OF INVESTMENT RETURNS
Last Two Fiscal Years

| | 2015* | 2016 |
|---|---|---|
| Annual money-weighted rate of return, net of investment expense | N/A | 0.14% |

**Notes to Schedule:**
The Pension was established and GASB Statement No. 67 was implemented in fiscal year 2015. Information prior to fiscal year 2015 is not available.

* The Pension did not hold any investments during fiscal year 2015, as it was not created until the last month of the fiscal year.

# VILLAGE OF WESTMONT

OTHER POST EMPLOYMENT BENEFIT PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
As of and For the Year Ended April 30, 2016

| Year Ended | Annual Required Contribution | Percentage Contributed |
|---|---|---|
| 04/30/16 | $ 161,757 | 68.00 % |
| 04/30/15 | 155,536 | 64.50 |
| 04/30/14 | 43,093 | 81.56 |

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) - Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|---|---|---|---|---|---|---|
| 05/01/14 | $ - | $ 1,793,637 | $ 1,793,637 | 0% | $ 9,511,880 | 18.86% |
| 04/30/12 | - | 1,372,728 | 1,372,728 | 0% | 9,674,123 | 14.19% |
| 04/30/09 | - | 584,730 | 584,730 | 0% | 9,474,691 | 6.17% |

The Village is required to present the above information for the three most recent actuarial studies.

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

### *BUDGETARY INFORMATION*

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

# SUPPLEMENTARY INFORMATION

# VILLAGE OF WESTMONT

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - GENERAL
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **GENERAL GOVERNMENT** | | | |
| Legislation | | | |
| Personnel services | $ 29,600 | $ 29,385 | $ 215 |
| Contractual services | 555,380 | 636,383 | (81,003) |
| Commodities | 3,500 | 19 | 3,481 |
| Other expenditures | 117,060 | 106,420 | 10,640 |
| Total Legislation | 705,540 | 772,207 | (66,667) |
| Clerk's office | | | |
| Other expenditures | 1,000 | 1,039 | (39) |
| Total Clerk's office | 1,000 | 1,039 | (39) |
| Information technologies | | | |
| Personnel services | 263,189 | 238,879 | 24,310 |
| Contractual services | 159,785 | 188,590 | (28,805) |
| Commodities | 12,360 | 9,775 | 2,585 |
| Other expenditures | 628,315 | 237,965 | 390,350 |
| Capital outlay | 92,000 | 50,696 | 41,304 |
| Total Information technologies | 1,155,649 | 725,905 | 429,744 |
| Economic development | | | |
| Personnel services | 784,718 | 710,418 | 74,300 |
| Contractual services | 325,300 | 286,487 | 38,813 |
| Commodities | 6,500 | 4,493 | 2,007 |
| Other expenditures | 134,595 | 30,922 | 103,673 |
| Total Economic development | 1,251,113 | 1,032,320 | 218,793 |
| Fire and police commission | | | |
| Contractual services | 29,350 | 22,780 | 6,570 |
| Commodities | 500 | 191 | 309 |
| Other expenditures | 4,650 | 1,698 | 2,952 |
| Total Fire and police commission | 34,500 | 24,669 | 9,831 |
| Planning and zoning | | | |
| Contractual services | 4,200 | 2,625 | 1,575 |
| Commodities | 250 | - | 250 |
| Other expenditures | 18,000 | 6,207 | 11,793 |
| Total Planning and zoning | 22,450 | 8,832 | 13,618 |
| Administration | | | |
| Personnel services | 626,068 | 546,235 | 79,833 |
| Contractual services | 39,290 | 15,044 | 24,246 |
| Commodities | 1,600 | 1,510 | 90 |
| Other expenditures | 58,100 | 39,904 | 18,196 |
| Capital outlay | 250 | - | 250 |
| Total Administration | 725,308 | 602,693 | 122,615 |
| Finance | | | |
| Personnel services | 454,438 | 457,555 | (3,117) |
| Contractual services | 29,000 | 25,786 | 3,214 |
| Commodities | 2,325 | 2,350 | (25) |
| Other expenditures | 21,665 | 29,344 | (7,679) |
| Capital outlay | - | 572 | (572) |
| Total Finance | 507,428 | 515,607 | (8,179) |
| Total General Government | 4,402,988 | 3,683,272 | 719,716 |

# VILLAGE OF WESTMONT

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - cont.
GENERAL
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **PUBLIC SAFETY** | | | |
| Police administration | | | |
| Personnel services | $ 625,489 | $ 625,493 | $ (4) |
| Contractual services | 146,206 | 100,885 | 45,321 |
| Commodities | 8,500 | 5,052 | 3,448 |
| Other expenditures | 569,955 | 540,491 | 29,464 |
| Capital outlay | 17,800 | 13,411 | 4,389 |
| Police pension contribution | 1,997,980 | 2,012,246 | (14,266) |
| Total Police administration | 3,365,930 | 3,297,578 | 68,352 |
| Police patrol | | | |
| Personnel services | 4,047,321 | 3,884,297 | 163,024 |
| Contractual services | 153,000 | 91,601 | 61,399 |
| Commodities | 65,325 | 46,566 | 18,759 |
| Other expenditures | 4,090 | 264 | 3,826 |
| Capital outlay | - | 1,811 | (1,811) |
| Total Police patrol | 4,269,736 | 4,024,539 | 245,197 |
| Police detectives | | | |
| Personnel services | 1,033,892 | 863,452 | 170,440 |
| Other expenditures | 35,700 | 19,610 | 16,090 |
| Total Police detectives | 1,069,592 | 883,062 | 186,530 |
| Fire suppression and control | | | |
| Personnel services | 1,714,839 | 1,746,368 | (31,529) |
| Contractual services | 153,450 | 143,691 | 9,759 |
| Commodities | 79,905 | 101,385 | (21,480) |
| Other expenditures | 338,720 | 159,622 | 179,098 |
| Capital outlay | 500 | 912 | (412) |
| Total Fire suppression and control | 2,287,414 | 2,151,978 | 135,436 |
| Ambulance/paramedics | | | |
| Personnel services | 1,464,930 | 1,397,731 | 67,199 |
| Contractual services | 1,023,296 | 1,021,815 | 1,481 |
| Commodities | 24,300 | 27,984 | (3,684) |
| Other expenditures | 575 | 230 | 345 |
| Total Ambulance/paramedics | 2,513,101 | 2,447,760 | 65,341 |
| ESDA Compliance | | | |
| Personnel services | 2,500 | 278 | 2,222 |
| Contractual services | 6,700 | 7,550 | (850) |
| Commodities | 1,950 | 2,416 | (466) |
| Other expenditures | 650 | 821 | (171) |
| Total ESDA Compliance | 11,800 | 11,065 | 735 |
| Fire protection | | | |
| Other expenditures | 25,000 | 24,695 | 305 |
| Fire Pension Contribution | 25,000 | 25,000 | - |
| Total Fire protection | 50,000 | 49,695 | 305 |
| Total public safety | 13,567,573 | 12,865,677 | 701,896 |

# VILLAGE OF WESTMONT

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - cont.
GENERAL
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **PUBLIC WORKS** | | | |
| Engineering | | | |
| Personnel services | $ 331,347 | $ 305,099 | $ 26,248 |
| Contractual services | 185,665 | 188,507 | (2,842) |
| Commodities | 24,550 | 25,276 | (726) |
| Other expenditures | 1,685 | 769 | 916 |
| Capital outlay | 104,750 | 34,552 | 70,198 |
| Total Engineering | 647,997 | 554,203 | 93,794 |
| Streets - administration | | | |
| Personnel services | 21,992 | 95,175 | (73,183) |
| Contractual services | 32,620 | 17,767 | 14,853 |
| Commodities | 4,130 | 4,109 | 21 |
| Other expenditures | 8,995 | 2,771 | 6,224 |
| Total Streets - administration | 67,737 | 119,822 | (52,085) |
| Streets - maintenance | | | |
| Personnel services | 1,038,740 | 1,039,614 | (874) |
| Contractual services | 810,950 | 514,227 | 296,723 |
| Commodities | 276,800 | 229,596 | 47,204 |
| Other expenditures | 12,755 | 8,496 | 4,259 |
| Capital outlay | 271,005 | 81,061 | 189,944 |
| Total Streets - maintenance | 2,410,250 | 1,872,994 | 537,256 |
| Fleet maintenance | | | |
| Personnel services | 239,915 | 230,740 | 9,175 |
| Contractual services | 45,495 | 24,247 | 21,248 |
| Commodities | 379,050 | 237,239 | 141,811 |
| Other expenditures | 10,700 | 1,921 | 8,779 |
| Less contributions from other departments | (336,650) | (225,571) | (111,079) |
| Total Fleet maintenance | 338,510 | 268,576 | 69,934 |
| Health and sanitation | | | |
| Contractual services | 939,600 | 935,766 | 3,834 |
| Total Health and sanitation | 939,600 | 935,766 | 3,834 |
| Total Public works | 4,404,094 | 3,751,361 | 652,733 |
| TOTAL EXPENDITURES | $ 22,374,655 | $ 20,300,310 | $ 2,074,345 |

# VILLAGE OF WESTMONT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
As of April 30, 2016

| | Convention and Tourism | Downtown Parking | Motor Fuel Tax | Central Business District TIF |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 1,399,982 | $ 5,150 | $ 59,332 | $ 6,592 |
| Investments | 7,601 | 8,553 | 1,283,343 | 27,049 |
| Receivables | | | | |
| Property taxes | - | - | - | 106,676 |
| Other taxes | 97,481 | - | - | - |
| Accounts | 6,620 | - | - | - |
| Intergovernmental | - | - | 56,178 | - |
| Prepaid items | - | - | - | - |
| Other | - | - | - | - |
| Advances to other funds | 90,996 | - | - | - |
| **TOTAL ASSETS** | $ 1,602,680 | $ 13,703 | $ 1,398,853 | $ 140,317 |
| **LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES** | | | | |
| Liabilities | | | | |
| Accounts payable | $ 110,894 | $ - | $ - | $ - |
| Accrued payroll | 2,239 | - | - | - |
| Other payables | - | - | - | - |
| Total Liabilities | 113,133 | - | - | - |
| Deferred Inflows of Resources | | | | |
| Property taxes levied for a future period | - | - | - | 106,676 |
| Total Deferred Inflows of Resources | - | - | - | 106,676 |
| Fund Balances | | | | |
| Restricted for capital improvements | - | - | - | - |
| Restricted for maintenance of roadways | - | - | 1,398,853 | - |
| Restricted for development | - | - | - | 33,641 |
| Committed for tourism and conventions | 1,489,547 | - | - | - |
| Committed for parking improvements | - | 13,703 | - | - |
| Assigned for capital projects | - | - | - | - |
| Assigned for vehicle replacement | - | - | - | - |
| Assigned for debt service | - | - | - | - |
| Total Fund Balances | 1,489,547 | 13,703 | 1,398,853 | 33,641 |
| **TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES** | $ 1,602,680 | $ 13,703 | $ 1,398,853 | $ 140,317 |

| South Westmont Business District TIF | Debt Service | Vehicle Replacement | Capital Projects | 2013B Bonds | Stormwater Infrastructure Fund | Total Nonmajor Governmental Funds |
|---|---|---|---|---|---|---|
| $ 4,520 | $ 216,819 | $ 650,577 | $ 2,903,741 | $ 13,220 | $ 883,720 | $ 6,143,653 |
| 7,729 | 525,015 | 1,143,696 | 94,313 | - | - | 3,097,299 |
| 62,665 | - | - | - | - | - | 169,341 |
| - | - | - | 62,848 | - | 339,326 | 499,655 |
| - | - | - | - | - | - | 6,620 |
| - | - | - | - | - | - | 56,178 |
| - | - | - | - | - | 3,000 | 3,000 |
| - | - | - | 8,449 | - | - | 8,449 |
| - | - | - | - | - | - | 90,996 |
| $ 74,914 | $ 741,834 | $ 1,794,273 | $ 3,069,351 | $ 13,220 | $ 1,226,046 | $ 10,075,191 |
| $ - | $ - | $ 15,330 | $ 51,336 | $ 13,220 | $ 30,450 | $ 221,230 |
| - | - | - | - | - | - | 2,239 |
| - | - | - | 22,225 | - | - | 22,225 |
| - | - | 15,330 | 73,561 | 13,220 | 30,450 | 245,694 |
| 62,665 | - | - | - | - | - | 169,341 |
| 62,665 | - | - | - | - | - | 169,341 |
| - | - | - | - | - | 1,128,157 | 1,128,157 |
| - | - | - | - | - | - | 1,398,853 |
| 12,249 | - | - | - | - | - | 45,890 |
| - | - | - | - | - | - | 1,489,547 |
| - | - | - | - | - | - | 13,703 |
| - | - | - | 2,995,790 | - | 67,439 | 3,063,229 |
| - | - | 1,778,943 | - | - | - | 1,778,943 |
| - | 741,834 | - | - | - | - | 741,834 |
| 12,249 | 741,834 | 1,778,943 | 2,995,790 | - | 1,195,596 | 9,660,156 |
| $ 74,914 | $ 741,834 | $ 1,794,273 | $ 3,069,351 | $ 13,220 | $ 1,226,046 | $ 10,075,191 |

# VILLAGE OF WESTMONT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended April 30, 2016

| | Convention and Tourism | Downtown Parking | Motor Fuel Tax | Central Business District TIF | South Westmont Business District TIF |
|---|---|---|---|---|---|
| **REVENUES** | | | | | |
| Taxes | $ 723,878 | $ - | $ - | $ 29,472 | $ 6,219 |
| Licenses, permits, and fees | - | 1,725 | - | - | - |
| Intergovernmental | - | - | 634,162 | - | - |
| Fines and forfeitures | - | 150 | - | - | - |
| Investment income | 30 | 4 | 4,359 | 11 | 3 |
| Miscellaneous | 47,747 | - | - | - | - |
| Total Revenues | 771,655 | 1,879 | 638,521 | 29,483 | 6,222 |
| **EXPENDITURES** | | | | | |
| Current | | | | | |
| General government | 359,364 | - | - | - | - |
| Public works | - | - | 1,210,044 | - | - |
| Capital Outlay | - | - | - | 7,368 | - |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest and fiscal charges | - | - | - | - | - |
| Total Expenditures | 359,364 | - | 1,210,044 | 7,368 | - |
| Excess (deficiency) of revenues over expenditures | 412,291 | 1,879 | (571,523) | 22,115 | 6,222 |
| **OTHER FINANCING SOURCES (USES)** | | | | | |
| Proceeds from sale of capital assets | - | - | - | - | - |
| Transfers in | - | - | - | - | - |
| Transfers out | - | - | (315,707) | - | - |
| Total Other Financing Sources (Uses) | - | - | (315,707) | - | - |
| **Net Change in Fund Balances** | 412,291 | 1,879 | (887,230) | 22,115 | 6,222 |
| FUND BALANCES - Beginning of Year | 1,077,256 | 11,824 | 2,286,083 | 11,526 | 6,027 |
| **FUND BALANCES - END OF YEAR** | $ 1,489,547 | $ 13,703 | $ 1,398,853 | $ 33,641 | $ 12,249 |

| Debt Service | Vehicle Replacement | Capital Projects | 2013B Bonds | Stormwater Infrastructure Fund | Total Nonmajor Governmental Funds |
|---|---|---|---|---|---|
| $ - | $ - | $ 432,312 | $ - | $ 1,168,740 | $ 2,360,621 |
| - | - | - | - | - | 1,725 |
| - | - | - | - | - | 634,162 |
| - | - | - | - | - | 150 |
| 82 | 2,076 | 344 | 48 | 161 | 7,118 |
| - | - | 21,906 | - | 67,278 | 136,931 |
| 82 | 2,076 | 454,562 | 48 | 1,236,179 | 3,140,707 |
| | | | | | |
| - | - | - | - | - | 359,364 |
| - | - | - | - | - | 1,210,044 |
| - | 707,112 | 1,111,788 | 898,954 | 40,583 | 2,765,805 |
| 375,000 | - | - | - | - | 375,000 |
| 366,363 | - | 700 | - | - | 367,063 |
| 741,363 | 707,112 | 1,112,488 | 898,954 | 40,583 | 5,077,276 |
| | | | | | |
| (741,281) | (705,036) | (657,926) | (898,906) | 1,195,596 | (1,936,569) |
| | | | | | |
| - | 43,310 | - | - | - | 43,310 |
| 742,000 | 773,293 | 445,160 | - | - | 1,960,453 |
| - | - | (90,000) | - | - | (405,707) |
| 742,000 | 816,603 | 355,160 | - | - | 1,598,056 |
| | | | | | |
| 719 | 111,567 | (302,766) | (898,906) | 1,195,596 | (338,513) |
| | | | | | |
| 741,115 | 1,667,376 | 3,298,556 | 898,906 | - | 9,998,669 |
| | | | | | |
| $ 741,834 | $ 1,778,943 | $ 2,995,790 | $ - | $ 1,195,596 | $ 9,660,156 |

# VILLAGE OF WESTMONT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONVENTION AND TOURISM - NONMAJOR SPECIAL REVENUE FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Taxes | $ 550,000 | $ 723,878 | $ 173,878 |
| Investment income | - | 30 | 30 |
| Miscellaneous | 37,667 | 47,747 | 10,080 |
| Total Revenues | 587,667 | 771,655 | 183,988 |
| **EXPENDITURES** | | | |
| **GENERAL GOVERNMENT** | | | |
| Convention and Tourism | | | |
| Personnel services | 101,430 | 58,653 | 42,777 |
| Contractual services | 191,086 | 104,470 | 86,616 |
| Commodities | 2,000 | - | 2,000 |
| Capital outlay | 92,000 | 94,164 | (2,164) |
| Other expenditures | 85,400 | 63,037 | 22,363 |
| Westmont Centre | | | |
| Personnel services | 16,020 | 10,478 | 5,542 |
| Contractual services | 48,550 | 21,972 | 26,578 |
| Commodities | 7,450 | 1,265 | 6,185 |
| Capital outlay | 42,000 | 5,325 | 36,675 |
| Total Expenditures | 585,936 | 359,364 | 226,572 |
| **Net Change in Fund Balance** | $ 1,731 | 412,291 | $ 410,560 |
| FUND BALANCE - Beginning of Year | | 1,077,256 | |
| **FUND BALANCE - END OF YEAR** | | $ 1,489,547 | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - DOWNTOWN PARKING - NONMAJOR SPECIAL REVENUE FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Licenses, permits, and fees | $ 1,700 | $ 1,725 | $ 25 |
| Fines and forfeitures | 230 | 150 | (80) |
| Investment income | - | 4 | 4 |
| Total Revenues | 1,930 | 1,879 | (51) |
| **EXPENDITURES** | | | |
| Total Expenditures | - | - | - |
| **Net Change in Fund Balance** | $ 1,930 | 1,879 | $ (51) |
| FUND BALANCE - Beginning of Year | | 11,824 | |
| **FUND BALANCE - END OF YEAR** | | $ 13,703 | |

# VILLAGE OF WESTMONT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MOTOR FUEL TAX - NONMAJOR SPECIAL REVENUE FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Intergovernmental | $ 719,000 | $ 634,162 | $ (84,838) |
| Investment income | 1,300 | 4,359 | 3,059 |
| Total Revenues | 720,300 | 638,521 | (81,779) |
| **EXPENDITURES** | | | |
| **PUBLIC WORKS** | | | |
| Streets - maintenance | 1,551,300 | 1,210,044 | 341,256 |
| Total Expenditures | 1,551,300 | 1,210,044 | 341,256 |
| Excess (deficiency) of revenues over (under) expenditures | (831,000) | (571,523) | 259,477 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers out | (362,000) | (315,707) | 46,293 |
| Total Other Financing Sources (Uses) | (362,000) | (315,707) | 46,293 |
| **Net Change in Fund Balance** | $ (1,193,000) | (887,230) | $ 305,770 |
| FUND BALANCE - Beginning of Year | | 2,286,083 | |
| **FUND BALANCE - END OF YEAR** | | $ 1,398,853 | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CENTRAL BUSINESS DISTRICT TIF - NONMAJOR SPECIAL REVENUE FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Property taxes | $ 21,000 | $ 29,472 | $ 8,472 |
| Investment income | - | 11 | 11 |
| Total Revenues | 21,000 | 29,483 | 8,483 |
| **EXPENDITURES** | | | |
| **CAPITAL OUTLAY** | | | |
| Contractual services | - | 7,368 | (7,368) |
| Capital improvements | 150,000 | - | 150,000 |
| Total Expenditures | 150,000 | 7,368 | 142,632 |
| **Net Change in Fund Balance** | $ (129,000) | 22,115 | $ 151,115 |
| FUND BALANCE - Beginning of Year | | 11,526 | |
| **FUND BALANCE - END OF YEAR** | | $ 33,641 | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - SOUTH WESTMONT BUSINESS DISTRICT TIF -
NONMAJOR SPECIAL REVENUE FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Property taxes | $ 8,400 | $ 6,219 | $ (2,181) |
| Investment income | - | 3 | 3 |
| Total Revenues | 8,400 | 6,222 | (2,178) |
| **EXPENDITURES** | | | |
| **CAPITAL OUTLAY** | | | |
| Contractual services | 2,100 | - | 2,100 |
| Capital improvements | 750,000 | - | 750,000 |
| Total Expenditures | 752,100 | - | 752,100 |
| **Net Change in Fund Balance** | $ (743,700) | 6,222 | $ 749,922 |
| FUND BALANCE - Beginning of Year | | 6,027 | |
| **FUND BALANCE - END OF YEAR** | | $ 12,249 | |

# VILLAGE OF WESTMONT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - DEBT SERVICE - NONMAJOR DEBT SERVICE FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Investment income | $ - | $ 82 | $ 82 |
| Total Revenues | - | 82 | 82 |
| **EXPENDITURES** | | | |
| **DEBT SERVICE** | | | |
| Principal | 375,000 | 375,000 | - |
| Interest and fiscal charges | 366,370 | 366,363 | 7 |
| Total Expenditures | 741,370 | 741,363 | 7 |
| Excess (deficiency) of revenues over (under) expenditures | (741,370) | (741,281) | 89 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers in | 742,000 | 742,000 | - |
| Total Other Financing Sources (Uses) | 742,000 | 742,000 | - |
| **Net Change in Fund Balance** | $ 630 | 719 | $ 89 |
| FUND BALANCE - Beginning of Year | | 741,115 | |
| **FUND BALANCE - END OF YEAR** | | $ 741,834 | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - VEHICLE REPLACEMENT - NONMAJOR CAPITAL
PROJECTS FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Investment income | $ - | $ 2,076 | $ 2,076 |
| Total Revenues | - | 2,076 | 2,076 |
| **EXPENDITURES** | | | |
| **CAPITAL OUTLAY** | | | |
| Capital improvements | 724,000 | 707,112 | 16,888 |
| Total Expenditures | 724,000 | 707,112 | 16,888 |
| Excess (deficiency) of revenues over (under) expenditures | (724,000) | (705,036) | 18,964 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers in | 773,293 | 773,293 | - |
| Proceeds from sale of capital assets | 10,000 | 43,310 | 33,310 |
| Total Other Financing Sources (Uses) | 783,293 | 816,603 | 33,310 |
| **Net Change in Fund Balance** | $ 59,293 | 111,567 | $ 52,274 |
| FUND BALANCE - Beginning of Year | | 1,667,376 | |
| **FUND BALANCE - END OF YEAR** | | $ 1,778,943 | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS - NONMAJOR CAPITAL PROJECTS FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Utility tax | $ 461,670 | $ 432,312 | $ (29,358) |
| Investment income | - | 344 | 344 |
| Miscellaneous | 20,000 | 21,906 | 1,906 |
| Total Revenues | 481,670 | 454,562 | (27,108) |
| **EXPENDITURES** | | | |
| **CAPITAL OUTLAY** | | | |
| Contractual services | 487,880 | 240,333 | 247,547 |
| Capital improvements | 1,612,300 | 871,455 | 740,845 |
| Total Capital outlay | 2,100,180 | 1,111,788 | 988,392 |
| **DEBT SERVICE** | | | |
| Interest and fiscal charges | - | 700 | (700) |
| Total Debt Service | - | 700 | (700) |
| Total Expenditures | 2,100,180 | 1,112,488 | 987,692 |
| Excess (deficiency) of revenues over (under) expenditures | (1,618,510) | (657,926) | 960,584 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers in | 445,160 | 445,160 | - |
| Transfers out | (90,000) | (90,000) | - |
| Proceeds from sale of capital assets | 46,600 | - | (46,600) |
| Total Other Financing Sources (Uses) | 401,760 | 355,160 | (46,600) |
| **Net Change in Fund Balance** | $ (1,216,750) | (302,766) | $ 913,984 |
| FUND BALANCE - Beginning of Year | | 3,298,556 | |
| **FUND BALANCE - END OF YEAR** | | $ 2,995,790 | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - 2013B BONDS - NONMAJOR CAPITAL PROJECTS FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Investment income | $ - | $ 48 | $ 48 |
| Total Revenues | - | 48 | 48 |
| **EXPENDITURES** | | | |
| **CAPITAL OUTLAY** | | | |
| Contractual services | 145,000 | 167,435 | (22,435) |
| Capital improvements | 720,000 | 731,519 | (11,519) |
| Total Expenditures | 865,000 | 898,954 | (33,954) |
| **Net Change in Fund Balance** | $ (865,000) | (898,906) | $ (33,906) |
| FUND BALANCE - Beginning of Year | | 898,906 | |
| **FUND BALANCE - END OF YEAR** | | $ - | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - STORMWATER INFRASTRUCTURE FUND - NONMAJOR
CAPITAL PROJECTS FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Local sales tax | $ 700,000 | $ 1,168,740 | $ 468,740 |
| Investment income | - | 161 | 161 |
| Miscellaneous | - | 67,278 | 67,278 |
| Total Revenues | 700,000 | 1,236,179 | 536,179 |
| **EXPENDITURES** | | | |
| **CAPITAL OUTLAY** | | | |
| Contractual services | - | 40,583 | (40,583) |
| Capital improvements | 700,000 | - | 700,000 |
| Total Expenditures | 700,000 | 40,583 | 659,417 |
| Excess (deficiency) of revenues over (under) expenditures | - | 1,195,596 | 1,195,596 |
| **Net Change in Fund Balance** | $ - | 1,195,596 | $ 1,195,596 |
| FUND BALANCE - Beginning of Year | | - | |
| **FUND BALANCE - END OF YEAR** | | $ 1,195,596 | |

# VILLAGE OF WESTMONT

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - 2013A BONDS - MAJOR CAPITAL PROJECTS FUND
For the Year Ended April 30, 2016

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **REVENUES** | | | |
| Investment income | $ - | $ 3,212 | $ 3,212 |
| Total Revenues | - | 3,212 | 3,212 |
| **EXPENDITURES** | | | |
| **CAPITAL OUTLAY** | | | |
| Capital improvements | 3,200,000 | 3,376,456 | (176,456) |
| Total Expenditures | 3,200,000 | 3,376,456 | (176,456) |
| **Net Change in Fund Balance** | $ (3,200,000) | (3,373,244) | $ (173,244) |
| FUND BALANCE - Beginning of Year | | 5,306,414 | |
| **FUND BALANCE - END OF YEAR** | | $ 1,933,170 | |

# VILLAGE OF WESTMONT

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER OPERATIONS FUND - MAJOR ENTERPRISE FUND
For the Year Ended April 30, 2016

| | Original And Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **OPERATING REVENUES** | | | |
| Charges for services | $ 6,875,750 | $ 6,952,419 | $ 76,669 |
| Miscellaneous | 5,000 | 3,054 | (1,946) |
| Total Operating Revenues | 6,880,750 | 6,955,473 | 74,723 |
| **OPERATING EXPENSES** | | | |
| Personnel services | 1,140,584 | 926,927 | 213,657 |
| Contractual services | 5,350,500 | 4,418,927 | 931,573 |
| Commodities | 108,300 | 113,918 | (5,618) |
| Other expenses | 124,550 | 123,861 | 689 |
| Capital outlay | 1,523,750 | 1,046,849 | 476,901 |
| Principal | 55,000 | - | 55,000 |
| Total Operating Expenses | 8,302,684 | 6,630,482 | 1,672,202 |
| Operating Income | (1,421,934) | 324,991 | 1,746,925 |
| **NON-OPERATING REVENUES** | | | |
| Tap-on connection fees | 48,500 | 208,110 | 159,610 |
| Investment income | 600 | 70 | (530) |
| Gain (loss) on sale of capital assets | 100,100 | - | (100,100) |
| Total Non-Operating Revenues | 149,200 | 208,180 | 58,980 |
| Net Income Before transfers | (1,272,734) | 533,171 | 1,805,905 |
| **TRANSFERS** | | | |
| Transfers out | (321,000) | (321,000) | - |
| Net Transfers | (321,000) | (321,000) | - |
| Net Income (Loss) - Budget Basis | (321,000) | (321,000) | - |

# VILLAGE OF WESTMONT

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER OPERATIONS FUND - MAJOR ENTERPRISE FUND
For the Year Ended April 30, 2016

| | Original And Final Budget | Actual | Variance with Final Budget |
|---|---|---|---|
| **ADJUSTMENTS TO GAAP BASIS** | | | |
| Capital assets purchased | $ - | $ 896,696 | $ 896,696 |
| Depreciation | - | (567,343) | (567,343) |
| Total Adjustments to GAAP basis | - | 329,353 | 329,353 |
| Change in net position | $ (1,593,734) | 541,524 | $ 2,135,258 |
| NET POSITION - Beginning of Year (as restated) | | 14,944,597 | |
| NET POSITION - END OF YEAR | | $ 15,486,121 | |

# VILLAGE OF WESTMONT

COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
As of April 30, 2016

| | Police Pension Trust | Firefighters' Pension Trust | Totals |
|---|---|---|---|
| **ASSETS** | | | |
| Cash and cash equivalents | $ 10,535 | $ - | $ 10,535 |
| Investments | | | |
| U.S. treasury securities | 3,414,410 | - | 3,414,410 |
| U.S. agency securities | 527,387 | - | 527,387 |
| Equity securities | 10,315,523 | - | 10,315,523 |
| Mutual funds | 5,401,839 | - | 5,401,839 |
| Illinois metropolitan investment fund | 275,691 | - | 275,691 |
| Illinois funds | 336,380 | 54,802 | 391,182 |
| Money market mutual funds | 834,710 | - | 834,710 |
| Municipal bonds | 130,417 | - | 130,417 |
| Corporate bonds | 4,370,326 | - | 4,370,326 |
| Receivables - (net of allowances for uncollectibles) | | | |
| Interest receivable | 62,845 | - | 62,845 |
| Other | 443 | - | 443 |
| Prepaid items | 17,008 | - | 17,008 |
| Total Assets | 25,697,514 | 54,802 | 25,752,316 |
| **LIABILITIES** | | | |
| Accounts payable | - | 357 | 357 |
| Other payables | 724 | - | 724 |
| Total Liabilities | 724 | 357 | 1,081 |
| **NET POSITION** | | | |
| Restricted for retirement benefits | $ 25,696,790 | $ 54,445 | $ 25,751,235 |

# VILLAGE OF WESTMONT

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
For the Year Ended April 30, 2016

| | Police Pension Trust | Firefighters' Pension Trust | Total |
|---|---|---|---|
| **ADDITIONS** | | | |
| Contributions | | | |
| Contributions | $ 2,430,140 | $ 35,073 | $ 2,465,213 |
| Total Contributions | 2,430,140 | 35,073 | 2,465,213 |
| Investment income | | | |
| Net appreciation in fair value of investments | (897,647) | - | (897,647) |
| Interest | 710,826 | 39 | 710,865 |
| Total Investment Income | (186,821) | 39 | (186,782) |
| Less Investment expense | (108,106) | - | (108,106) |
| Net Investment Income | (294,927) | 39 | (294,888) |
| Total Additions | 2,135,213 | 35,112 | 2,170,325 |
| **DEDUCTIONS** | | | |
| Administration | 31,679 | 667 | 32,346 |
| Benefits and refunds | 2,512,106 | - | 2,512,106 |
| Total Deductions | 2,543,785 | 667 | 2,544,452 |
| **Change in Net Position** | (408,572) | 34,445 | (374,127) |
| NET POSITION - Beginning of Year | 26,105,362 | 20,000 | 26,125,362 |
| **NET POSITION, END OF YEAR** | $ 25,696,790 | $ 54,445 | $ 25,751,235 |

# VILLAGE OF WESTMONT

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
CONSTRUCTION AND PERFORMANCE BOND FUND
AS OF AND FOR THE YEAR ENDED APRIL 30, 2016

| | Balances May 1 | Additions | Deletions | Balances April 30 |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 390,330 | $ 1,011,596 | $ 960,109 | $ 441,817 |
| Investments | 353,840 | 370,937 | 366,793 | 357,984 |
| Total Assets | $ 744,170 | $ 1,382,533 | $ 1,326,902 | $ 799,801 |
| **LIABILITIES** | | | | |
| Deposits payable | $ 744,170 | $ 1,382,533 | $ 1,326,902 | $ 799,801 |
| Total Liabilities | $ 744,170 | $ 1,382,533 | $ 1,326,902 | $ 799,801 |

## Statistical Section

This part of the Village of Westmont, Illinois' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

**Contents** **Page**


**Financial Trends** 118 - 127

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

**Revenue Capacity** 128 - 134

These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.

**Debt Capacity** 135 - 136

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.

**Demographic and Economic Information** 137 - 140

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

**Operating Information** 141 - 144

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


Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

# VILLAGE OF WESTMONT

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

| Fiscal Year | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| GOVERNMENTAL ACTIVITIES | | | | |
| Net investment in capital assets | $ 31,463,313 | $ 30,951,576 | $ 30,425,473 | $ 31,450,842 |
| Restricted For | | | | |
| Pension Contributions | 379,395 | - | - | - |
| Maintenance of Roadways | 1,721,667 | 2,207,024 | 1,609,498 | 1,877,984 |
| IMRF/Social Security | - | - | - | 178,331 |
| Special Purposes | 4,537,500 | 2,565,228 | 3,805,178 | 1,640,162 |
| Convention and Tourism | 581,078 | 1,020,214 | 597,903 | 108,819 |
| Development | - | - | - | - |
| Capital Improvements | - | - | - | - |
| Fire Department | - | - | - | - |
| Police Department | - | - | - | - |
| Unrestricted | (2,133,821) | (2,801,426) | (3,329,673) | (1,834,293) |
| TOTAL GOVERNMENTAL ACTIVITIES | $ 36,549,132 | $ 33,942,616 | $ 33,108,379 | $ 33,421,845 |
| BUSINESS-TYPE ACTIVITIES | | | | |
| Net investment in capital assets | $ 10,327,696 | $ 11,138,288 | $ 11,154,869 | $ 11,787,632 |
| Unrestricted | 3,694,908 | 3,988,432 | 4,101,509 | 3,964,110 |
| TOTAL BUSINESS-TYPE ACTIVITIES | $ 14,022,604 | $ 15,126,720 | $ 15,256,378 | $ 15,751,742 |
| PRIMARY GOVERNMENT | | | | |
| Net investment in capital assets | $ 41,791,009 | $ 42,089,864 | $ 41,580,342 | $ 43,238,474 |
| Restricted | 7,219,640 | 5,792,466 | 6,012,779 | 3,626,965 |
| Unrestricted | 1,561,087 | 1,187,006 | 771,836 | 2,129,817 |
| TOTAL PRIMARY GOVERNMENT | $ 50,571,736 | $ 49,069,336 | $ 48,364,957 | $ 48,995,256 |

Note: The Village implemented GASB 68 as of April 30, 2016.

Data Source

Audited Financial Statements

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| $ 31,203,511 | $ 30,442,837 | $ 30,357,626 | $ 30,358,889 | $ 27,387,540 | $ 25,203,617 |
| - | - | - | - | - | - |
| 2,330,963 | 2,456,280 | 2,276,472 | 2,000,205 | 2,286,083 | 1,398,853 |
| 1,070,018 | 1,623,791 | 2,156,048 | 2,320,629 | 2,076,324 | - |
| 1,645,287 | - | - | - | - | - |
| 67,394 | - | - | - | - | - |
| - | - | - | - | 17,553 | 45,890 |
| - | - | - | - | - | 1,128,157 |
| - | - | - | - | - | 35,836 |
| - | - | - | - | - | 64,526 |
| (564,864) | 2,845,486 | 5,330,355 | 9,273,097 | 12,406,851 | (11,175,926) |
| $ 35,752,309 | $ 37,368,394 | $ 40,120,501 | $ 43,952,820 | $ 44,174,351 | $ 16,700,953 |
| $ 11,731,346 | $ 11,341,061 | $ 11,531,435 | $ 11,752,819 | $ 12,340,552 | $ 12,721,875 |
| 3,589,115 | 4,056,472 | 3,654,380 | 3,264,755 | 2,835,346 | 2,764,246 |
| $ 15,320,461 | $ 15,397,533 | $ 15,185,815 | $ 15,017,574 | $ 15,175,898 | $ 15,486,121 |
| $ 42,934,857 | $ 41,783,898 | $ 41,889,061 | $ 42,111,708 | $ 39,728,092 | $ 37,925,492 |
| 5,113,662 | 4,080,071 | 4,432,520 | 4,320,834 | 4,379,960 | 2,673,262 |
| 3,024,251 | 6,901,958 | 8,984,735 | 12,537,852 | 15,242,197 | (8,411,680) |
| $ 51,072,770 | $ 52,765,927 | $ 55,306,316 | $ 58,970,394 | $ 59,350,249 | $ 32,187,074 |

# VILLAGE OF WESTMONT

CHANGE IN NET POSITION
Last Ten Fiscal Years

| Fiscal Year | 2007 | 2008 | 2009 |
|---|---|---|---|
| **EXPENSES** | | | |
| Governmental Activities | | | |
| General government | $ 4,499,421 | $ 5,592,329 | $ 5,035,055 |
| Public safety | 12,532,404 | 13,969,469 | 14,127,134 |
| Public works | 4,574,973 | 5,698,273 | 4,760,742 |
| Interest and fiscal charges | 128,125 | 170,155 | 189,387 |
| Total governmental activities expenses | 21,734,923 | 25,430,226 | 24,112,318 |
| Business-Type Activities | | | |
| Water | 3,634,191 | 3,547,754 | 3,537,510 |
| Total Business-type Activities Expenses | 3,634,191 | 3,547,754 | 3,537,510 |
| TOTAL PRIMARY GOVERNMENT EXPENSES | $ 25,369,114 | $ 28,977,980 | $ 27,649,828 |
| **PROGRAM REVENUES** | | | |
| Governmental Activities | | | |
| Charges for Services | | | |
| General government | $ 1,359,065 | $ 1,227,973 | $ 1,153,097 |
| Public Safety | 773,323 | 1,432,085 | 1,413,120 |
| Public Works | 937,747 | 845,530 | 834,793 |
| Operating Grants and Contributions | 755,683 | 784,262 | 1,173,944 |
| Capital Grants and Contributions | 101,291 | 15,073 | 1,068,068 |
| Total Governmental Activities Program Revenues | 3,927,109 | 4,304,923 | 5,643,022 |
| Business-Type Activities | | | |
| Charges for Services | | | |
| Water | 3,847,957 | 4,960,932 | 3,838,853 |
| Capital grants and contributions | - | - | - |
| Total Business-Type Activities Program Revenues | 3,847,957 | 4,960,932 | 3,838,853 |
| TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES | $ 7,775,066 | $ 9,265,855 | $ 9,481,875 |
| NET REVENUE (EXPENSE) | | | |
| Governmental Activities | $ (17,807,814) | $ (21,125,303) | $ (18,469,296) |
| Business-Type Activities | 213,766 | 1,413,178 | 301,343 |
| TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE) | $ (17,594,048) | $ (19,712,125) | $ (18,167,953) |

| 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|---|
| $ 4,345,758 | $ 4,407,372 | $ 4,722,400 | $ 5,045,791 | $ 4,356,381 | $ 5,156,080 | $ 4,915,985 |
| 14,787,390 | 12,567,032 | 12,500,000 | 12,749,214 | 13,661,505 | 13,927,657 | 14,835,593 |
| 3,382,098 | 4,435,874 | 4,881,477 | 4,983,005 | 4,761,342 | 8,362,199 | 8,316,647 |
| 191,243 | 145,440 | 95,835 | 67,666 | 355,927 | 351,875 | 343,452 |
| 22,706,489 | 21,555,718 | 22,199,712 | 22,845,676 | 23,135,155 | 27,797,811 | 28,411,677 |
| 3,532,163 | 4,054,731 | 4,637,062 | 6,156,705 | 6,244,222 | 6,360,840 | 6,301,129 |
| 3,532,163 | 4,054,731 | 4,637,062 | 6,156,705 | 6,244,222 | 6,360,840 | 6,301,129 |
| $ 26,238,652 | $ 25,610,449 | $ 26,836,774 | $ 29,002,381 | $ 29,379,377 | $ 34,158,651 | $ 34,712,806 |
| $ 1,206,474 | $ 1,394,655 | $ 2,491,171 | $ 2,445,586 | $ 2,724,087 | $ 2,973,421 | $ 2,773,210 |
| 1,286,793 | 1,329,682 | 1,222,832 | 1,083,208 | 1,351,105 | 1,262,488 | 1,559,138 |
| 751,485 | 866,938 | 858,827 | 897,698 | 938,797 | 969,514 | 969,112 |
| 790,278 | 1,010,264 | 429,916 | 391,042 | - | 1,633 | 36,991 |
| 735,646 | - | 126,405 | 22,800 | 681,925 | 704,761 | - |
| 4,770,676 | 4,601,539 | 5,129,151 | 4,840,334 | 5,695,914 | 5,911,817 | 5,338,451 |
| 3,881,416 | 4,032,383 | 4,904,336 | 6,254,511 | 6,403,944 | 6,844,310 | 7,158,669 |
| 380,041 | - | - | - | - | - | - |
| 4,261,457 | 4,032,383 | 4,904,336 | 6,254,511 | 6,403,944 | 6,844,310 | 7,158,669 |
| $ 9,032,133 | $ 8,633,922 | $ 10,033,487 | $ 11,094,845 | $ 12,099,858 | $ 12,756,127 | $ 12,497,120 |
| $ (17,935,813) | $ (16,954,179) | $ (17,070,561) | $ (18,005,342) | $ (17,439,241) | $ (21,885,994) | $ (23,073,226) |
| 729,294 | (22,348) | 267,274 | 97,806 | 159,722 | 483,470 | 857,540 |
| $ (17,206,519) | $ (16,976,527) | $ (16,803,287) | $ (17,907,536) | $ (17,279,519) | $ (21,402,524) | $ (22,215,686) |

# VILLAGE OF WESTMONT

CHANGE IN NET POSITION
Last Ten Fiscal Years

| Fiscal Year | 2007 | 2008 | 2009 |
|---|---|---|---|
| GENERAL REVENUES AND OTHER CHANGES IN NET POSITION | | | |
| Governmental Activities | | | |
| Taxes | | | |
| Property | $ 3,530,659 | $ 3,740,354 | $ 4,102,521 |
| Local sales | 7,618,252 | 7,296,248 | 6,786,209 |
| Use | 315,938 | 368,755 | 369,932 |
| Telecommunications | 1,400,154 | 1,526,864 | 1,390,564 |
| Utility | 1,444,788 | 1,419,906 | 1,446,004 |
| Places for eating tax | - | - | - |
| Hotel/Motel | 763,334 | 794,191 | 663,025 |
| Other | 37,702 | 56,177 | 56,576 |
| Intergovernmental | | | |
| State sales tax | - | - | - |
| State income tax | 2,069,496 | 2,355,906 | 2,388,210 |
| Replacement tax | - | - | - |
| Investment Income | 397,350 | 325,163 | 74,549 |
| Miscellaneous | 79,021 | 155,228 | 157,669 |
| Contributions | - | - | - |
| Special Item | - | - | - |
| Transfers | 200,000 | 479,995 | 200,000 |
| Total Governmental Activities | 17,856,694 | 18,518,787 | 17,635,259 |
| Business-Type Activities | | | |
| Investment Income | 132,336 | 170,933 | 28,315 |
| Miscellaneous | - | - | - |
| Transfers | (200,000) | (479,995) | (200,000) |
| Total Business-Type Activities | (67,664) | (309,062) | (171,685) |
| TOTAL PRIMARY GOVERNMENT | $ 17,789,030 | $ 18,209,725 | $ 17,463,574 |
| CHANGE IN NET POSITION | | | |
| Governmental Activities | $ 48,880 | $ (2,606,516) | $ (834,037) |
| Business-Type Activities | 146,102 | 1,104,116 | 129,658 |
| TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION | $ 194,982 | $ (1,502,400) | $ (704,379) |

Note: The Village implemented GASB 34 as of April 30, 2004 and GASB 68 as of April 30, 2016.

Data Source

Audited Financial Statements

| 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|---|
| $ 4,501,511 | $ 5,382,272 | $ 5,819,451 | $ 5,950,329 | $ 6,171,416 | $ 6,322,463 | $ 6,457,753 |
| 7,248,797 | 7,564,318 | 1,321,087 | 1,366,023 | 263,583 | 10,820 | 1,174,851 |
| 311,705 | 373,153 | 361,905 | 396,145 | 433,088 | 509,134 | 572,778 |
| 1,238,043 | 1,227,287 | 1,104,773 | 1,050,977 | 958,876 | 914,484 | 874,005 |
| 1,312,975 | 1,312,975 | 1,543,288 | 1,672,673 | 1,747,828 | 1,647,233 | 1,462,428 |
| - | - | - | - | - | - | 1,000,128 |
| 485,869 | 532,544 | 617,179 | 671,811 | 617,426 | 614,371 | 723,878 |
| 60,871 | 383,990 | 58,081 | 42,925 | 599,234 | 1,144,301 | 267,973 |
| - | - | 6,509,844 | 6,947,081 | 7,466,236 | 8,004,142 | 7,967,015 |
| 2,081,777 | 2,043,584 | 2,025,132 | 2,224,624 | 2,405,458 | 2,417,516 | 2,630,740 |
| - | - | 68,598 | 63,631 | 66,916 | 69,834 | 64,573 |
| 23,541 | 20,769 | 13,914 | 14,022 | 23,143 | (13,794) | 33,757 |
| 12,206 | 32,541 | 42,359 | 36,208 | 197,356 | 136,904 | 174,358 |
| - | - | - | - | - | - | - |
| - | - | (952,835) | - | - | - | - |
| 325,000 | 411,210 | 200,000 | 321,000 | 321,000 | 330,117 | 321,000 |
| 17,602,295 | 19,284,643 | 18,732,776 | 20,757,449 | 21,271,560 | 22,107,525 | 23,725,237 |
| 5,817 | 2,277 | 8,847 | 3,329 | 121 | 96 | 70 |
| - | - | 951 | 8,147 | (7,084) | 4,875 | 4,914 |
| (325,000) | (411,210) | (200,000) | (321,000) | (321,000) | (330,117) | (321,000) |
| (319,183) | (408,933) | (190,202) | (309,524) | (327,963) | (325,146) | (316,016) |
| $ 17,283,112 | $ 18,875,710 | $ 18,542,574 | $ 20,447,925 | $ 20,943,597 | $ 21,782,379 | $ 23,409,221 |
| $ (333,518) | $ 2,330,464 | $ 1,662,215 | $ 2,752,107 | $ 3,832,319 | $ 221,531 | $ 652,011 |
| 410,111 | (431,281) | 77,072 | (211,718) | (168,241) | 158,324 | 541,524 |
| $ 76,593 | $ 1,899,183 | $ 1,739,287 | $ 2,540,389 | $ 3,664,078 | $ 379,855 | $ 1,193,535 |

# VILLAGE OF WESTMONT

FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

| Fiscal Year | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| GENERAL FUND | | | | |
| Reserved | $ 70,816 | $ - | $ - | $ - |
| Unreserved | 2,099,943 | 2,170,759 | 132,323 | 523,524 |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| TOTAL GENERAL FUND | 2,170,759 | 2,170,759 | 132,323 | 523,524 |
| ALL OTHER GOVERNMENTAL FUNDS | | | | |
| Reserved | | | | |
| Payroll Tax | $ 379,395 | $ - | $ - | $ - |
| Prepaid Expenditures | - | - | 847,092 | - |
| Land Held for Resale | - | - | 1,992,835 | 1,992,835 |
| Advances to Other Funds | - | - | - | 267,439 |
| Maintenance of Roadways | 1,721,667 | 1,721,669 | 1,609,498 | 1,877,984 |
| IMRF/Social Security | - | - | - | 178,331 |
| Special Purposes | 4,537,500 | 4,537,502 | 2,958,286 | 1,640,162 |
| Convention and Tourism | 581,078 | 599,667 | 597,903 | 108,819 |
| Vehicle Replacement | - | - | - | 1,704,533 |
| Unreserved, Reported In | | | | |
| Special Revenue Funds | - | 379,395 | (622,748) | - |
| Nonspendable for prepaid items | - | - | - | - |
| Restricted for IMRF/Social Security | - | - | - | - |
| Restricted for Maintenance of Roadways | - | - | - | - |
| Restricted for Capital Improvements | - | - | - | - |
| Restricted for Development | - | - | - | - |
| Committed for Tourism and Conventions | - | - | - | - |
| Committed for Parking Improvements | - | - | - | - |
| Assigned for Capital Projects | - | - | - | - |
| Assigned for Vehicle Replacement | - | - | - | - |
| Assigned for Debt Service | - | - | - | - |
| TOTAL ALL OTHER GOVERNMENTAL FUNDS | $ 7,219,640 | $ 7,238,233 | $ 7,382,866 | $ 7,770,103 |

Data Source
Audited Financial Statements
The Village implemented GASB 54 beginning with fiscal year 2012.

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| $ - | $ - | $ - | $ - | $ - | $ - |
| 1,551,282 | - | - | - | - | - |
| - | 187,657 | 187,657 | 203,570 | 217,377 | 260,055 |
| - | - | - | - | - | 100,362 |
| - | - | - | - | - | 2,890 |
| - | 4,089,208 | 5,903,397 | 7,846,059 | 10,177,619 | 12,650,089 |
| 1,551,282 | 4,276,865 | 6,091,054 | 8,049,629 | 10,394,996 | 13,013,396 |
| $ - | $ - | $ - | $ - | $ - | $ - |
| - | - | - | - | - | - |
| 1,992,835 | - | - | - | - | - |
| 267,439 | - | - | - | - | - |
| 2,330,963 | - | - | - | - | - |
| 1,070,018 | - | - | - | - | - |
| 1,645,287 | - | - | - | - | - |
| 67,394 | - | - | - | - | - |
| 1,832,286 | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 469,794 | - | - |
| - | 1,623,791 | 2,156,048 | 2,320,629 | 2,076,324 | 1,558,446 |
| - | 2,456,280 | 2,276,472 | 2,000,205 | 2,286,083 | 1,398,853 |
| - | - | - | 9,737,329 | 6,205,320 | 3,061,327 |
| - | - | - | - | 17,553 | 45,890 |
| - | 174,077 | 319,416 | 741,874 | 1,077,256 | 1,489,547 |
| - | 5,785 | 7,788 | 9,153 | 11,824 | 13,703 |
| - | 2,170,631 | 2,611,035 | 2,055,991 | 3,298,556 | 3,063,229 |
| - | 2,009,558 | 1,757,176 | 1,913,084 | 1,667,376 | 1,778,943 |
| - | 2,009,558 | 1,757,176 | 739,117 | 741,115 | 741,834 |
| $ 9,206,222 | $ 10,449,680 | $ 10,885,111 | $ 19,987,176 | $ 17,381,407 | $ 13,151,772 |

# VILLAGE OF WESTMONT

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

| Fiscal Year | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| REVENUES | | | | |
| Taxes | | | | |
| Property Taxes | $ 3,484,694 | $ 3,665,978 | $ 4,034,421 | $ 4,441,214 |
| Local Sales Tax | 7,934,190 | 7,296,248 | 6,786,209 | 7,248,797 |
| Utility Taxes | 2,607,980 | 2,686,499 | 2,604,807 | 2,340,046 |
| Other Taxes | 847,001 | 1,286,090 | 1,141,685 | 905,093 |
| Intergovernmental | 857,673 | 818,227 | 1,302,766 | 891,564 |
| State Sales Tax | | | | |
| State Income Tax | 2,069,496 | 2,355,906 | 2,388,210 | 2,081,777 |
| Motor Fuel Tax | - | - | - | - |
| Replacement Tax | - | - | - | - |
| Grants | - | - | - | - |
| Licenses and Permits | 2,732,310 | 3,043,313 | 2,731,631 | 2,520,787 |
| Charges for Services | 144,543 | 260,603 | 399,491 | 472,109 |
| Fines and Forfeitures | 390,596 | 371,681 | 419,162 | 368,795 |
| Investment Income | 397,350 | 325,163 | 74,549 | 23,541 |
| Miscellaneous | 51,920 | 142,793 | 193,056 | 75,754 |
| Total Revenues | 21,517,753 | 22,252,501 | 22,075,987 | 21,369,477 |
| EXPENDITURES | | | | |
| General Government | 3,440,315 | 4,918,489 | 3,968,042 | 3,477,879 |
| Public Safety | 11,755,739 | 13,595,747 | 12,875,687 | 11,692,744 |
| Public Works | 4,714,837 | 5,054,036 | 5,834,173 | 4,322,231 |
| Capital Outlay | 522,015 | 1,045,471 | 765,937 | 1,576,748 |
| Debt Service | | | | |
| Principal | 91,797 | 193,388 | 485,326 | 445,034 |
| Interest | 91,390 | 172,987 | 159,152 | 199,445 |
| Total Expenditures | 20,616,093 | 24,980,118 | 24,088,317 | 21,714,081 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 901,660 | (2,727,617) | (2,012,330) | (344,604) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In | 700,000 | 979,995 | 258,449 | 325,000 |
| Transfers (Out) | (500,000) | (500,000) | (58,449) | - |
| Loan Proceeds/Capital Leases | - | - | 1,755,000 | - |
| Bonds Issued | 2,600,000 | - | - | - |
| Premium on bonds issued | - | - | - | - |
| Sale of Capital Assets | 1,882 | 289,506 | 140,236 | 151,258 |
| Total Other Financing Sources (Uses) | 2,801,882 | 769,501 | 2,095,236 | 476,258 |
| NET CHANGE IN FUND BALANCES | $ 3,703,542 | $ (1,958,116) | $ 82,906 | $ 131,654 |
| DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES | 4.63% | 91.00% | 1.39% | 3.02% |

Data Source
Audited Financial Statements

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| $ 5,315,847 | $ 5,819,451 | $ 5,950,329 | $ 6,171,416 | $ 6,322,463 | $ 6,457,753 |
| 7,564,318 | 1,321,087 | 1,366,023 | 263,583 | 10,820 | 1,174,851 |
| 2,334,815 | 2,427,106 | 2,516,333 | 2,514,929 | 2,378,842 | 2,161,650 |
| 1,352,342 | 1,465,573 | 1,469,331 | 1,649,188 | 2,267,785 | 2,564,757 |
| 1,012,638 | - | - | - | - | - |
| | 6,509,844 | 6,947,081 | 7,466,236 | 8,004,142 | 7,967,015 |
| 2,043,584 | 2,025,132 | 2,224,624 | 2,405,458 | 2,417,516 | 2,630,740 |
| - | 738,733 | 711,166 | 723,244 | 832,610 | 631,415 |
| - | 68,598 | 63,631 | 66,916 | 69,834 | 64,573 |
| - | 283,302 | 143,058 | 300,882 | 337,370 | 57,785 |
| 2,954,266 | 3,039,122 | 3,076,214 | 3,425,521 | 3,469,074 | 4,042,231 |
| 456,090 | 511,586 | 365,819 | 427,995 | 450,477 | 483,486 |
| 326,683 | 302,986 | 326,705 | 266,592 | 249,782 | 239,030 |
| 20,769 | 13,914 | 14,022 | 23,143 | (13,794) | 33,754 |
| 93,620 | 65,664 | 97,325 | 259,911 | 76,457 | 190,246 |
| 23,474,972 | 24,592,098 | 25,271,661 | 25,965,014 | 26,873,378 | 28,699,286 |
| 3,564,123 | 3,035,815 | 3,387,837 | 3,785,406 | 4,343,580 | 4,497,953 |
| 12,213,402 | 12,813,065 | 12,920,586 | 12,777,255 | 13,169,856 | 13,684,067 |
| 3,989,889 | 4,586,599 | 4,920,196 | 4,971,725 | 4,622,071 | 5,608,787 |
| 1,272,229 | 790,291 | 830,486 | 785,492 | 4,728,910 | 6,142,261 |
| 348,071 | 608,091 | 959,656 | 1,245,000 | 280,000 | 375,000 |
| 132,559 | 127,137 | 88,288 | 168,743 | 459,825 | 367,063 |
| 21,520,273 | 21,960,998 | 23,107,049 | 23,733,621 | 27,604,242 | 30,675,131 |
| 1,954,699 | 2,631,100 | 2,164,612 | 2,231,393 | (730,864) | (1,975,845) |
| 411,210 | 865,000 | 609,220 | 2,021,061 | 3,003,730 | 1,960,453 |
| - | (665,000) | (288,220) | (1,700,061) | (2,682,730) | (1,639,453) |
| - | - | - | - | - | - |
| 1,790,000 | - | - | 10,000,000 | - | - |
| (1,768,637) | - | - | 265,423 | - | - |
| 76,605 | 81,218 | 16,390 | - | 149,462 | 43,610 |
| 509,178 | 281,218 | 337,390 | 10,586,423 | 470,462 | 364,610 |
| $ 2,463,877 | $ 2,912,318 | $ 2,502,002 | $ 12,817,816 | $ (260,402) | $ (1,611,235) |
| 3.38% | 1.28% | 4.70% | 6.51% | 2.89% | 2.72% |

# VILLAGE OF WESTMONT

TAXABLE SALES BY CATEGORY

Last Ten Fiscal Years

| Fiscal Year | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| General Merchandise | $ 2,094,258 | $ 4,604,169 | $ 4,191,186 | $ 819,118 |
| Food | 59,326,428 | 61,537,269 | 62,876,833 | 60,171,372 |
| Drinking and Eating Places | 66,333,545 | 66,617,589 | 61,891,450 | 56,255,901 |
| Apparel | 699,305 | 1,145,686 | 1,092,746 | 492,725 |
| Furniture & H.H. & Radio | 31,409,822 | 28,284,434 | 27,312,192 | 25,773,808 |
| Lumber, Building Hardware | 16,438,208 | 12,945,269 | 8,740,240 | 6,296,495 |
| Automobile and Filling Stations | 474,046,507 | 478,933,757 | 388,965,970 | 366,346,075 |
| Drugs and Miscellaneous Retail | 59,087,338 | 56,947,935 | 57,077,161 | 62,131,886 |
| Agriculture and All Others | 49,026,271 | 36,216,285 | 33,433,919 | 26,294,062 |
| Manufacturers | 4,177,107 | (11,974,399) | 4,592,870 | 3,693,898 |
| TOTAL | $ 762,638,789 | $ 735,257,994 | $ 650,174,567 | $ 608,275,340 |
| VILLAGE DIRECT SALES TAX RATE | 1.00% | 1.00% | 1.00% - 1.50% | 1.50% |

Data Source

Illinois Department of Revenue

Village Records

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| $ 794,074 | $ 1,573,660 | $ 1,540,564 | $ 1,252,192 | $ 443,872 | $ 219,228 |
| 57,457,396 | 61,831,967 | 70,408,267 | 77,323,065 | 81,600,924 | 78,068,446 |
| 53,628,375 | 53,656,017 | 59,299,026 | 58,613,652 | 51,855,372 | 54,219,335 |
| 485,334 | - | 1,127,109 | 359,823 | 2,354,047 | 1,703,609 |
| 29,123,243 | 27,350,095 | 27,385,559 | 29,648,606 | 29,561,694 | 31,156,045 |
| 6,352,175 | 6,345,980 | 6,205,212 | 7,211,056 | 9,188,661 | 8,335,368 |
| 392,836,455 | 398,876,191 | 419,603,565 | 450,175,701 | 496,603,384 | 491,207,693 |
| 61,257,920 | 64,690,607 | 74,599,333 | 78,254,134 | 80,854,084 | 73,480,941 |
| 26,415,397 | 30,728,350 | 28,404,458 | 29,659,054 | 43,056,302 | 54,799,656 |
| 3,869,984 | 5,966,966 | 2,776,523 | 3,770,986 | 4,015,710 | 4,109,969 |
| $ 632,220,353 | $ 651,019,833 | $ 691,349,616 | $ 736,268,269 | $ 799,534,050 | $ 797,300,290 |
| 1.50% | 1.50% | 1.00% | 1.00% | 1.00% | 1.50% |

# VILLAGE OF WESTMONT

DIRECT AND OVERLAPPING SALES TAX RATES
Last Ten Fiscal Years

| Fiscal Year | Village Home Rule Rate | Village Portion Rate | County Water Commission Rate | Regional Transport Authority Rate | Other State Rate | Total Rate |
|---|---|---|---|---|---|---|
| 2007 | | 1.00% | 0.25% | 0.25% | 5.25% | 6.75% |
| 2008 | | 1.00% | 0.25% | 0.75% | 5.25% | 7.25% |
| 2009 | 0.50% | 1.00% | 0.25% | 0.75% | 5.25% | 7.75% |
| 2010 | 0.50% | 1.00% | 0.25% | 0.75% | 5.25% | 7.75% |
| 2011 | 0.50% | 1.00% | 0.25% | 0.75% | 5.25% | 7.75% |
| 2012 | 0.50% | 1.00% | 0.25% | 0.75% | 5.25% | 7.75% |
| 2013 | | 1.00% | 0.25% | 0.75% | 5.25% | 7.25% |
| 2014 | | 1.00% | 0.25% | 0.75% | 5.25% | 7.25% |
| 2015 | | 1.00% | 0.25% | 0.75% | 5.25% | 7.25% |
| 2016 | | 1.50% | 0.25% | 0.75% | 5.25% | 7.75% |

Data Source

Village and County Records

# VILLAGE OF WESTMONT

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN LEVY YEARS

| Levy Year | Residential Property | Commercial Property | Industrial Property | Less: Tax-Exempt Property |
|---|---|---|---|---|
| 2006 | $ 595,193,355 | $ 221,093,419 | $ 20,195,040 | $ - |
| 2007 | 655,953,747 | 228,955,173 | 20,922,060 | - |
| 2008 | 701,967,576 | 243,863,445 | 23,750,690 | - |
| 2009 | 701,434,633 | 237,690,657 | 24,907,540 | - |
| 2010 | 658,950,375 | 220,472,957 | 22,686,530 | - |
| 2011 | 638,785,001 | 212,716,641 | 24,060,130 | - |
| 2012 | 574,539,638 | 200,172,710 | 22,716,140 | - |
| 2013 | 544,634,460 | 188,650,454 | 21,786,440 | - |
| 2014 | 526,286,118 | 187,695,173 | 22,002,010 | - |
| 2015 | 533,968,978 | 194,830,477 | 22,559,550 | - |

Data Source

Office of the County Clerk

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

| Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value | Estimated Actual Taxable Value |
|---|---|---|---|
| $ 761,146,115 | $ 0.4010 | $ 2,283,438,345 | 33.333% |
| 836,481,814 | 0.4032 | 2,509,445,442 | 33.333% |
| 905,830,980 | 0.4136 | 2,717,492,940 | 33.333% |
| 969,581,711 | 0.5064 | 2,908,745,133 | 33.333% |
| 964,032,830 | 0.6290 | 2,892,098,490 | 33.333% |
| 902,109,862 | 0.6654 | 2,706,329,586 | 33.333% |
| 875,561,772 | 0.7550 | 2,626,685,316 | 33.333% |
| 755,071,354 | 0.8145 | 2,265,214,062 | 33.333% |
| 735,983,301 | 0.8515 | 2,207,949,903 | 33.333% |
| 751,359,005 | 0.8453 | 2,254,077,015 | 33.333% |

# VILLAGE OF WESTMONT

PROPERTY VALUE AND CONSTRUCTION

Last Ten Fiscal Years

| Fiscal Year | Estimated Property Value - All Property | Commercial Construction | | Residential Construction | |
|---|---|---|---|---|---|
| | | Number of Units | Value | Number of Units | Value |
| 2007 | $ 34,514,100 | 5 | $ 6,102,800 | 90 | $ 28,411,300 |
| 2008 | 12,094,000 | 4 | 3,840,000 | 23 | 8,254,000 |
| 2009 | 6,200,000 | 1 | 2,100,000 | 12 | 4,100,000 |
| 2010 | 4,250,000 | 1 | 3,500,000 | 2 | 750,000 |
| 2011 | 3,286,650 | 2 | 2,422,650 | 2 | 864,000 |
| 2012 | 10,715,000 | 1 | 8,400,000 | 8 | 2,315,000 |
| 2013 | 7,416,255 | 1 | 1,350,000 | 19 | 6,066,255 |
| 2014 | 7,998,146 | 0 | - | 26 | 7,998,146 |
| 2015 | 8,137,261 | 2 | 1,063,675 | 21 | 7,073,586 |
| 2016 | 37,612,671 | 4 | 32,750,000 | 15 | 4,862,671 |

Data Source

Westmont Building Department

# VILLAGE OF WESTMONT

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX LEVY YEARS

| Tax Levy Year | Total Tax Levy | Collected within the Fiscal Year of the Levy | | Total Collections to Date | |
|---|---|---|---|---|---|
| | | Total Collections | Percentage of Levy | Total Collections | Percentage of Levy |
| 2006 | $ 3,351,782 | $ 3,346,082 | 99.83% | $ 3,346,082 | 99.83% |
| 2007 | 3,652,311 | 3,631,608 | 99.43% | 3,631,608 | 99.43% |
| 2008 | 4,448,307 | 4,436,356 | 99.73% | 4,436,356 | 99.73% |
| 2009 | 5,336,922 | 5,315,166 | 99.59% | 5,315,166 | 99.59% |
| 2010 | 5,673,329 | 5,657,520 | 99.72% | 5,657,520 | 99.72% |
| 2011 | 5,824,901 | 5,780,358 | 99.24% | 5,780,358 | 99.24% |
| 2012 | 6,016,713 | 5,991,496 | 99.58% | 5,991,496 | 99.58% |
| 2013 | 6,145,497 | 6,122,880 | 99.63% | 6,122,880 | 99.63% |
| 2014 | 6,440,223 | 6,420,487 | 99.69% | 6,420,487 | 99.69% |
| 2015 | 6,696,074 | * | * | * | * |

Data Source

DuPage County Clerk, Revenue Dept.

* No collections made against 2015 levy at date of financial statements.

## VILLAGE OF WESTMONT

RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

| | Governmental Activities | | | Business-Type Activities | | | | |
|---|---|---|---|---|---|---|---|---|
| Fiscal Year Ended | Installment Notes Payable | Capital Leases | General Obligation Bonds | General Obligation Bonds | Installment Notes Payable | Total Primary Government | Percentage of Personal Income * | Per Capita* |
| 2007 | $ 2,508,203 | $ - | $ - | $ - | $ - | 2,508,203 | 0.00% | $ - |
| 2008 | 2,314,815 | - | - | - | - | 2,314,815 | 0.32% | 102.15 |
| 2009 | 2,107,593 | 1,476,896 | - | - | - | 3,584,489 | 0.27% | 88.31 |
| 2010 | 1,885,547 | 1,253,908 | - | - | 409,492 | 3,548,947 | 0.40% | 136.76 |
| 2011 | 1,790,000 | 1,022,746 | - | - | 721,083 | 3,533,829 | 0.40% | 135.40 |
| 2012 | 1,535,000 | 669,656 | - | - | 953,944 | 3,158,600 | 0.42% | 143.16 |
| 2013 | 1,245,000 | - | - | - | 909,470 | 2,154,470 | 0.37% | 127.96 |
| 2014 | - | - | 10,000,000 | - | 857,500 | 10,857,500 | 0.25% | 87.28 |
| 2015 | - | - | 9,960,104 | - | 805,530 | 10,765,634 | 1.21% | 439.84 |
| 2016 | - | - | 9,564,899 | - | 753,561 | 10,318,460 | 1.14% | 418.01 |

Note: Details of the Village's outstanding debt can be found in the notes to financial statements.

* See the schedule of Demographic Statistics on page 125 for personal income and population data.

# VILLAGE OF WESTMONT

SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT
APRIL 30, 2016

| Government Unit | (1) Gross Bonded Debt | (2) Percentage Of Debt Applicable to Government (*) | (3) Government (**) Value |
|---|---|---|---|
| Village of Westmont | $ 9,564,899 | 100.00% | $ 9,564,899 |
| Total Direct Debt | $ 9,564,899 | | $ 9,564,899 |
| DuPage County | 223,138,337 | 2.24% | 5,001,488 |
| Forest Preserve District | 140,577,986 | 2.24% | 3,150,956 |
| DuPage Water Commission | - | 2.41% | - |
| School District # 53 | 898,162 | 1.49% | 13,387 |
| School District # 58 | 11,930,000 | 3.10% | 369,530 |
| School District # 60 | 17,725,827 | 42.54% | 7,540,615 |
| School District # 61 | 5,525,000 | 1.68% | 92,854 |
| School District #86 | 23,120,000 | 3.00% | 694,061 |
| School District #99 | 47,820,000 | 4.78% | 2,286,761 |
| School District #201 | 13,730,000 | 89.33% | 12,265,207 |
| College District #502 | 278,385,000 | 2.03% | 5,662,272 |
| Westmont Park District | 841,724 | 96.92% | 815,764 |
| Westmont Public Library | - | 100.00% | - |
| Total Overlapping Debt | $ 763,692,036 | | $ 37,892,895 |
| **Total Direct and Overlapping Bonded Debt** | $ 773,256,935 | | $ 47,457,794 |

*Determined by ratio of total assessed value of property subject to taxation in overlapping unit to total assessed value of property subject to taxation in the Village of Westmont.
School and park districts determined by ration of total parcel area of school district to parcel area of district within Westmont.

**Amount in column (2) multiplied by amount in column (1) but not to exceed column (1).

Source: Administrative offices of each government unit.
GIS County Data Sources

# VILLAGE OF WESTMONT

DEMOGRAPHIC STATISTICS
Last Ten Fiscal Years

| Fiscal Year | (1) Population | (2) Per Capita Income | Personal Income | (3) Median Age | (4) Unemployment Percentage |
|---|---|---|---|---|---|
| 2007 | 24,554 | 30,941 | $ 734,827,558 | 35.5 | 3.0% |
| 2008 | 26,211 | 32,849 | 759,725,314 | 35.5 | 3.9% |
| 2009 | 26,211 | 34,110 | 861,005,139 | 35.5 | 5.1% |
| 2010 | 26,211 | 33,989 | 894,057,210 | 35.5 | 8.5% |
| 2011 | 24,685 | 34,464 | 890,885,679 | 39.0 | 6.9% |
| 2012 | 24,685 | 34,424 | 850,743,840 | 39.0 | 6.9% |
| 2013 | 24,685 | 34,424 | 849,756,440 | 39.0 | 7.4% |
| 2014 | 24,685 | 36,355 | 849,756,440 | 39.0 | 6.5% |
| 2015 | 24,685 | 36,414 | 897,423,175 | 39.0 | 4.6% |
| 2016 | 24,685 | 36,752 | 907,223,120 | 39.0 | 4.8% |

Data Sources

(1) U.S. Census Bureau 2000.
2005-2007 data based on 2000 Census actual count.
2008 - 2010 data based on special census actual count.
2011 - 2016 data based on 2010 Census actual count.

(2) U.S. Census Bureau, adjusted through the consumer price index.

(3) U.S. Census Bureau, census 2000, 2010

(4) Illinois Department of Labor-Research Division.

# VILLAGE OF WESTMONT

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

| 2016 | | | | 2007 | | | |
|---|---|---|---|---|---|---|---|
| Employer | Rank | Employees | % of Total Employment | Employer | Rank | Employees | % of Total Employment |
| PH OBH Hotel Owner, LLC | 1 | 300 | 2.30% | Man Roland Printing | 1 | 350 | 2.70% |
| AutoNation | 2 | 279 | 2.14% | Oakbrook Hills Marriot Resort | 2 | 285 | 2.20% |
| Julian Electric | 3 | 258 | 1.98% | Phillips Flowers Inc. | 3 | 280 | 2.16% |
| Burgess Square Healthcare | 4 | 250 | 1.92% | Unit School District 201 | 4 | 258 | 1.99% |
| Jewel Osco | 5 | 250 | 1.92% | Village of Westmont | 5 | 243 | 1.87% |
| Unit School District 201 | 6 | 249 | 1.91% | Jewel Osco | 6 | 200 | 1.54% |
| Village of Westmont | 7 | 206 | 1.58% | Westmont Convalescent Center | 7 | 170 | 1.31% |
| Manor Care | 8 | 200 | 1.53% | Manor Care | 8 | 140 | 1.08% |
| Westmont Convalescent Center | 9 | 150 | 1.15% | Burgess Square Healthcare | 9 | 110 | 0.85% |
| McGrath Lexus | 10 | 149 | 1.14% | Mercedes Benz of Westmont | 10 | 108 | 0.83% |

Data Source

Administrative Offices of Employers
Westmont Chamber of Commerce
Illinois Department of Commerce and Economic Opportunity Community Profiles
Village Records

# VILLAGE OF WESTMONT

FULL-TIME EMPLOYEES
Last Ten Fiscal Years

| Function/Program | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| GENERAL GOVERNMENT | | | | |
| Administration | 3 | 2 | 2 | 2 |
| Clerk's Office | 4 | 5 | 3 | 3 |
| Information Technology | 3 | 3 | 3 | 3 |
| Finance | 4 | 4 | 4 | 4 |
| Economic Development | 4 | 4 | 3 | 3 |
| Code Enforcement | 5 | 5 | 5 | 5 |
| Planning | - | - | - | - |
| PUBLIC SAFETY | | | | |
| Police | | | | |
| Administration | 3 | 4 | 3 | 3 |
| Police Patrol | 39 | 38 | 33 | 33 |
| Investigation | 6 | 7 | 7 | 7 |
| Communications | 13 | 13 | 10 | 10 |
| Fire | | | | |
| Administration | 8 | 8 | 8 | 6 |
| FTE Firefighters | - | - | - | - |
| PUBLIC WORKS | | | | |
| Administration | 4 | 4 | 3 | 3 |
| Engineering | - | - | - | - |
| Street Maintenance | 15 | 16 | 16 | 15 |
| Municipal Garage | 4 | 4 | 2 | 3 |
| Municipal Facilities | 4 | 4 | 4 | 4 |
| Water | 11 | 10 | 10 | 10 |
| TOTAL | 130 | 131 | 116 | 114 |
| TOTAL EMPLOYEES | | | | |
| Full-Time | 130 | 131 | 116 | 114 |
| Part-Time | 113 | 102 | 101 | 95 |
| | 243 | 233 | 217 | 209 |

Data Source

Village budget office

Note: Part-time employees include all Firefighters, seasonal Public Works employees, crossing guards, and some telecommunications operators.

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| 2 | 3 | 3 | 4 | 5 | 5 |
| 3 | 3 | 3 | 3 | 0 | 0 |
| 3 | 2 | 2 | 3 | 3 | 3 |
| 4 | 3 | 3 | 4 | 5 | 5 |
| 3 | 2 | 2 | 1 | 3 | 5 |
| 3 | 3 | 3 | 2 | 1 | 2 |
| - | - | 1 | 1 | 0 | 2 |
| | | | | | |
| 3 | 6 | 6 | 6 | 6 | 6 |
| 30 | 34 | 35 | 32 | 31 | 31 |
| 6 | 6 | 6 | 6 | 7 | 7 |
| 8 | - | - | - | - | - |
| | | | | | |
| 6 | 5 | 5 | 4 | 4 | 4 |
| - | - | - | - | - | |
| | | | | | |
| 3 | 3 | 3 | 5 | 5 | 2 |
| | | | | | |
| 13 | 12 | 12 | 12 | 12 | 12 |
| 3 | 2 | 2 | 3 | 3 | 3 |
| 5 | 5 | 5 | 4 | 4 | 4 |
| 10 | 10 | 9 | 9 | 9 | 8 |
| | | | | | |
| 105 | 99 | 100 | 99 | 98 | 99 |
| | | | | | |
| 105 | 99 | 100 | 99 | 98 | 99 |
| 102 | 99 | 99 | 98 | 107 | 107 |
| | | | | | |
| 207 | 198 | 199 | 197 | 205 | 206 |

# VILLAGE OF WESTMONT

OPERATING INDICATORS
Last Ten Fiscal Years

| Function/Program | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| PUBLIC SAFETY | | | | |
| Police | | | | |
| Call Volume | 16,202 | 15,743 | 15,648 | 14,030 |
| Felony Arrests | 40 | 76 | 63 | 59 |
| Misdemeanor Arrests | 440 | 403 | 388 | 305 |
| Parking Citations | 3,282 | 2,591 | 2,706 | 2,421 |
| Traffic Violations | 4,180 | 3,666 | 5,774 | 4,897 |
| Fire | | | | |
| Department Calls | 3,840 | 4,318 | 4,478 | 4,163 |
| Structure Fires | 24 | 16 | 16 | 13 |
| PUBLIC WORKS | | | | |
| Streeting Resurfacing (miles) | 2 | - | 3 | - |
| Sidewalk Improvement (ft) | - | 2 | - | - |
| Trees Trimmed | 2,000 | 1,100 | 1,450 | 1,200 |
| WATER | | | | |
| New Connections | n/a | n/a | 10 | 10 |
| Water Main Breaks | 28 | 16 | 18 | 24 |
| Watermain Improvements (ft) | 2,400 | 1,800 | 2,400 | 2,672 |
| Average Daily Consumption (mg) | 2.793 | 2.648 | 2.563 | 2.474 |
| Peak Daily Consumption (mg) | 3.758 | 3.940 | 3.612 | 3.854 |

* Statistic not available

Data Source

Various Village Departments

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| 14,470 | 11,659 | 11,693 | 11,170 | 10,661 | 12,756 |
| 51 | 49 | 35 | 38 | 41 | 39 |
| 253 | 242 | 228 | 249 | 213 | 204 |
| 2,411 | 1,789 | 1,792 | 1,882 | 1,922 | 2,191 |
| 2,819 | 3,498 | 2,558 | 3,097 | 2,430 | 1,804 |
| 4,658 | 4,293 | 3,851 | 3,866 | 3,818 | 4,149 |
| 18 | 11 | 13 | 11 | 13 | 8 |
| - | 2 | 1 | 10 | 10 | 10 |
| - | - | - | - | - | - |
| 800 | 1,400 | 200 | 125 | 100 | 250 |
| 22 | 12 | 18 | 11 | 25 | 25 |
| 21 | 19 | 24 | 23 | 22 | 20 |
| 6,500 | 660 | 4,100 | 2,700 | 2,955 | 3,195 |
| 2.444 | 2.353 | 2.479 | 2.387 | 2.388 | 2.257 |
| 3.962 | 3.908 | 4.237 | 3.572 | 3.683 | 2.841 |

# VILLAGE OF WESTMONT

CAPITAL ASSET STATISTICS
Last Ten Fiscal Years

| Function/Program | 2007 | 2008 | 2009 | 2010 |
|---|---|---|---|---|
| PUBLIC SAFETY | | | | |
| Police | | | | |
| Stations | 1 | 1 | 1 | 1 |
| Number of Squad Cars | 24 | 26 | 26 | 26 |
| Fire | | | | |
| Fire Stations | 2 | 2 | 2 | 2 |
| Fire Engines | 4 | 4 | 4 | 4 |
| Ladder Trucks | 2 | 2 | 2 | 2 |
| Squad Trucks | 1 | 1 | 1 | 1 |
| Ambulances | 3 | 3 | 3 | 3 |
| Communications Vehicle | 1 | 1 | 1 | 1 |
| PUBLIC WORKS | | | | |
| Residential Streets (Miles) | 60 | 60 | 60 | 60 |
| Alleys (Miles) | 86 | 86 | 86 | 86 |
| Streetlights | 676 | 691 | 695 | 695 |
| WATER | | | | |
| Water Mains (Miles) | 90 | 91 | 91 | 91 |
| Sanitary Sewers (Miles) | 90 | 90 | 90 | 90 |
| Storm Sewers (Miles) | 90 | 90 | 90 | 90 |
| Fire Hydrants | 1,260 | 1,256 | 1,256 | 1,256 |

Data Source

Various Village Departments

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---|---|---|---|---|
| 1 | 1 | 1 | 1 | 1 | 1 |
| 26 | 26 | 27 | 27 | 26 | 26 |
| | | | | | |
| 2 | 2 | 2 | 2 | 2 | 2 |
| 4 | 4 | 4 | 4 | 4 | 4 |
| 2 | 2 | 2 | 2 | 1 | 1 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 3 | 3 | 3 | 3 | 3 | 3 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| | | | | | |
| 60 | 60 | 60 | 60 | 62 | 62 |
| 86 | 86 | 86 | 86 | 7 | 7 |
| 695 | 695 | 695 | 695 | 695 | 695 |
| | | | | | |
| 91 | 91 | 91 | 91 | 91 | 91 |
| 90 | 90 | 90 | 90 | 90 | 90 |
| 90 | 90 | 90 | 90 | 90 | 90 |
| 1,307 | 1,307 | 1,307 | 1,330 | 1,330 | 1,362 |