

# **Village of Clarendon Hills, Illinois**

## **Comprehensive Annual Financial Report**

For the Year Ended  
April 30, 2016

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

For the Year Ended  
April 30, 2016

Prepared by the Finance Department

Maureen Potempa  
Finance Director/Treasurer

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**TABLE OF CONTENTS**

---

	<u>Page(s)</u>
<b>INTRODUCTORY SECTION</b>	
Certificate of Achievement for Excellence in Financial Reporting .....	i
List of Village Officials .....	ii
Organizational Chart .....	iii
Letter of Transmittal .....	iv-x
<b>FINANCIAL SECTION</b>	
INDEPENDENT AUDITOR’S REPORT .....	1-3
<b>GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS</b>	
Management’s Discussion and Analysis .....	MD&A 1-17
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position .....	4-5
Statement of Activities .....	6-7
Fund Financial Statements	
Governmental Funds	
Balance Sheet .....	8-9
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position .....	10
Statement of Revenues, Expenditures and Changes in Fund Balances .....	11-12
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities .....	13

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

Page(s)

**FINANCIAL SECTION (Continued)**

**GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)**

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Proprietary Funds

Statement of Net Position.....	14
Statement of Revenues, Expenses and Changes in Fund Net Position.....	15
Statement of Cash Flows.....	16-17

Fiduciary Funds

Statement of Fiduciary Net Position .....	18
Statement of Changes in Fiduciary Net Position .....	19

Notes to Financial Statements .....	20-65
-------------------------------------	-------

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund .....	66
Special Tax Allocation Fund .....	67
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund .....	68
Police Pension Fund .....	69
Firefighters' Pension Fund .....	70
Schedule of the Village's Proportionate Share of the Net Pension Liability	
Illinois Municipal Retirement Fund .....	71
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	
Police Pension Fund .....	72
Firefighters' Pension Fund .....	73

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

Page(s)

**FINANCIAL SECTION (Continued)**

**GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)**

**Required Supplementary Information (Continued)**

Schedule of Investment Returns	
Police Pension Fund .....	74
Firefighters' Pension Fund .....	75
Notes to Required Supplementary Information .....	76

**COMBINING AND INDIVIDUAL FUND FINANCIAL  
STATEMENTS AND SCHEDULES**

**MAJOR GOVERNMENTAL FUNDS**

General Fund	
Balance Sheet .....	77
Schedule of Revenues - Budget and Actual .....	78-79
Schedule of Expenditures - Budget and Actual .....	80
Capital Projects Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual .....	81

**NONMAJOR GOVERNMENTAL FUNDS**

Combining Balance Sheet .....	82-85
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	86-89
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Motor Fuel Tax Fund .....	90
Economic Development Fund .....	91
2009 General Obligation Alternate Revenue Bond Fund .....	92
2011 General Obligation Alternate Revenue Bond Fund .....	93
2012 Debt Certificates Fund .....	94
2012A General Obligation Alternate Revenue Bond Fund .....	95
2013 General Obligation Alternate Revenue Bond Fund .....	96
2014 General Obligation Alternate Revenue Bond Fund .....	97
Special Service Area #13 Fund .....	98
Special Service Area #14 Fund .....	99
Special Service Area #15 Fund .....	100
Special Service Area #17 Fund .....	101

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

Page(s)

**FINANCIAL SECTION (Continued)**

**COMBINING AND INDIVIDUAL FUND FINANCIAL  
STATEMENTS AND SCHEDULES (Continued)**

**NONMAJOR GOVERNMENTAL FUNDS (Continued)**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Continued)	
Special Service Area #18 Fund .....	102
Special Service Area #19 Fund .....	103
Special Service Area #20 Fund .....	104
Special Service Area #21 Fund .....	105
Special Service Area #22 Fund .....	106
Special Service Area #23 Fund .....	107
Special Service Area #24 Fund .....	108
Special Service Area #25 Fund .....	109
Special Service Area #26 Fund .....	110

**PROPRIETARY FUNDS**

**Major Enterprise Funds**

Water Operating Fund	
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual .....	111-112

**Nonmajor Enterprise Fund**

Burlington Northern Commuter Parking Fund	
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual .....	113

**FIDUCIARY FUNDS**

Combining Statement of Net Position - Pension Trust Funds .....	114
Combining Statement of Changes in Plan Net Position - Pension Trust Funds .....	115
Schedule of Changes in Plan Net Position - Budget and Actual	
Police Pension Fund .....	116
Firefighters' Pension Fund .....	117
Combining Statement of Changes in Assets and Liabilities - Agency Funds .....	118

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

	<u>Page(s)</u>
<b>STATISTICAL SECTION (Unaudited)</b>	
Financial Trends	
Net Position by Component .....	119-120
Change in Net Position.....	121-124
Fund Balances of Governmental Funds .....	125-126
Changes in Fund Balances of Governmental Funds .....	127-128
Revenue Capacity	
Assessed Value and Actual Value of Taxable Property .....	129
Property Tax Rates - Direct and Overlapping Governments .....	130-131
Principal Property Taxpayers .....	132-133
Property Tax Levies and Collections .....	134
Taxable Sales by Category .....	135-136
Other Governmental Revenue.....	137
Debt Capacity	
Outstanding Debt by Type .....	138
Ratios of Net General Bonded Debt Outstanding .....	139
Direct and Overlapping Governmental Bonded Debt .....	140
Legal Debt Margin Information .....	141-142
Demographic and Economic Information	
Demographic and Economic Information .....	143
Principal Employers .....	144-145
Operating Information	
Full-Time Equivalent Employees.....	146-147
Operating Indicators .....	148-149
Capital Assets Statistics .....	150-151
Building Permits by Type.....	152



Government Finance Officers Association

**Certificate of  
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for Excellence  
in Financial  
Reporting**

Presented to

**Village of Clarendon Hills  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**April 30, 2015**

A handwritten signature in black ink, reading "Jeffrey R. Emer". The signature is written in a cursive, flowing style.

Executive Director/CEO



**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**LIST OF VILLAGE OFFICIALS**

**APRIL 30, 2016**

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**PRESIDENT**

**LEN AUSTIN**

**BOARD OF TRUSTEES**

**DON KNOLL  
PAUL FLOOD  
GREG JORDAN**

**CAROL JORISSEN  
DON McGARRAH  
ERIC STACH**

**VILLAGE CLERK**

**DAWN M. TANDLE**

**VILLAGE MANAGER**

**KEVIN BARR**

**DIRECTOR OF FINANCE/TREASURER**

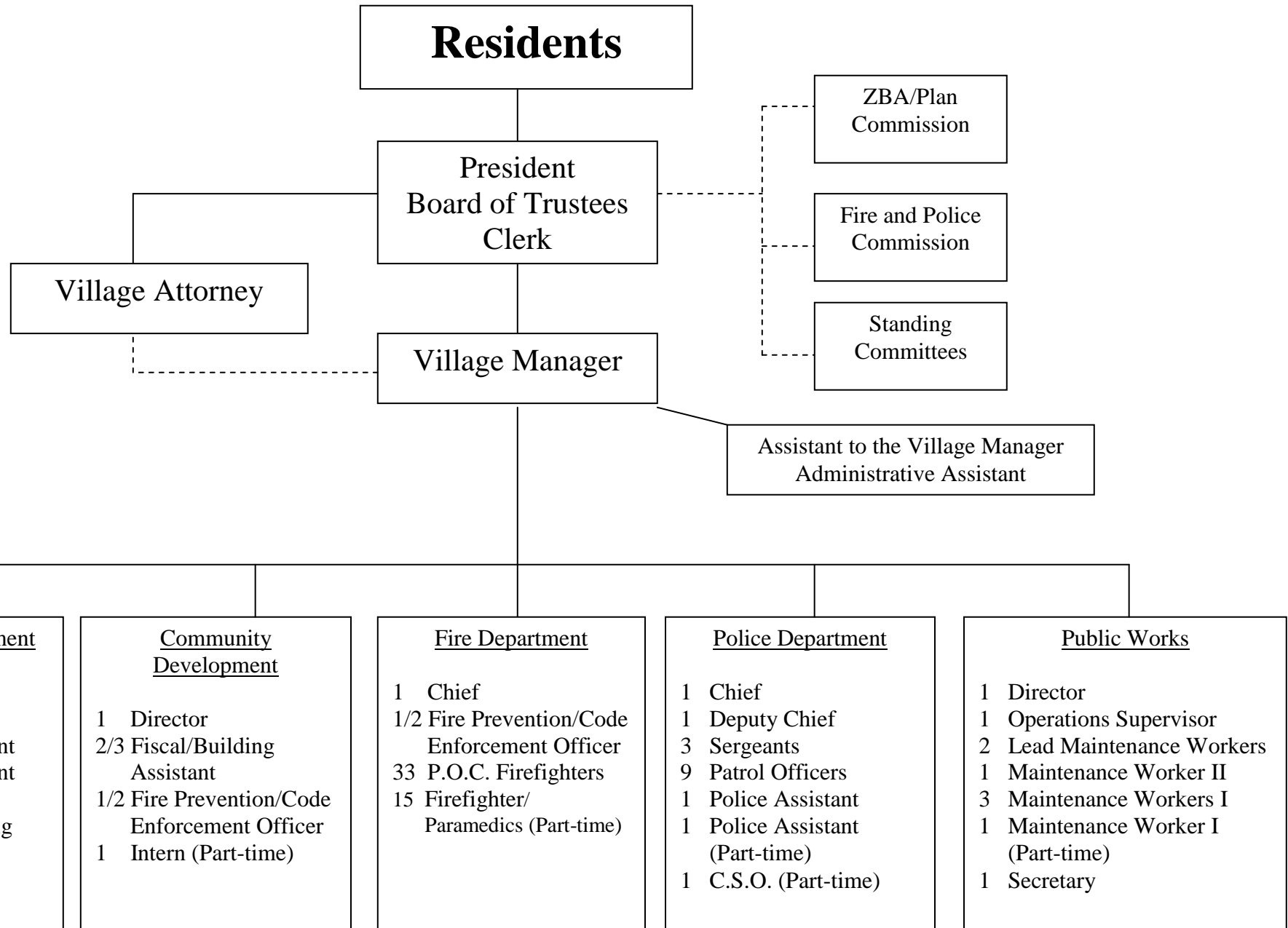
**MAUREEN POTEMPA**

**OTHER APPOINTED OFFICIALS**

**BOYD FARMER, POLICE CHIEF  
MICHAEL D. MILLETTE, P.E., DIRECTOR OF PUBLIC WORKS  
BRIAN D. LEAHY, FIRE CHIEF  
DAN UNGERLEIDER, AICP, DIRECTOR OF COMMUNITY DEVELOPMENT**

# VILLAGE OF CLARENDON HILLS ORGANIZATIONAL CHART

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1 N. Prospect Avenue  
Clarendon Hills, Illinois 60514  
630.286.5400

September 2, 2016

The Residents of the Village of Clarendon Hills  
Mr. Len Austin, Village President  
The Village Board of Trustees and  
Mr. Kevin S. Barr, Village Manager  
Village of Clarendon Hills, Illinois

The Comprehensive Annual Financial Report (CAFR) of the Village of Clarendon Hills for the fiscal year ended April 30, 2016 (FY16) is hereby respectfully submitted. The Village is required to issue an annual report on its financial position and activity presented in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited by an independent firm of Certified Public Accountants.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Village. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the various funds of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included.

We are pleased to report that the independent audit firm Sikich LLP has issued an unmodified opinion on the Village's financial statements for the fiscal year ended April 30, 2016. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Clarendon Hills 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 evaluating the overall financial statement presentation. The independent auditor's report is located at the front of the financial section of the CAFR.

The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A compliments this letter of transmittal and should be used in conjunction with it.

Included in the basic financial statements are the government-wide financial statements, fund financial statements, and notes to the financial statements. The required supplementary information presents the budgetary comparison schedules and other schedules.

## **Profile of the Village of Clarendon Hills**

The Village of Clarendon Hills, incorporated in 1924, is a non-home rule community under the Illinois Constitution. The Village is located approximately 19 miles west of downtown Chicago in DuPage County and encompasses 1.85 square miles. The Village is a residential community with a population of 8,427 people, as certified by the 2010 census. West Suburban Living ranked the Village as the second-best place to live out of 63 suburbs in 2012, citing strong home values, excellent schools, location, parks and public safety, in addition to one of the lowest overall crime rates and the lowest violent crime rate.

The Village operates under an elected President and appointed Manager form of government. Policymaking and legislative governance are provided by a six member Board of Trustees elected at-large, serving staggering four-year terms with three Trustees being elected every two years. The Village Manager, appointed by the President and the Board of Trustees, is responsible for carrying out the policies and ordinances of the Village Board and for overseeing the day-to-day operations of the Village.

The management of the Village is responsible for establishing and maintaining a system of internal control that is designed to assure that the assets of the Village are safeguarded against loss, theft, or misuse. A system of internal control also assures that the accounting system compiles reliable financial data for the preparation of financial statements in conformity with GAAP. Internal accounting controls are designed to provide reasonable, but not absolute, assurance that these objectives will be met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of the costs and benefits requires estimates and judgments by management.

The Village of Clarendon Hills provides a full range of services, including public safety, roadway maintenance, public improvements, planning and zoning, and general administrative services. The Village operates a water utility, which distributes water received from Lake Michigan under a joint venture with the DuPage Water Commission, of which the Village is a charter customer.

The Metropolitan Alliance of Police (MAP) Labor Council represents sworn police officers whose collective bargaining agreement with the Village expired April 30, 2016, negotiations are taking place. No other employees of the Village are represented by a collective bargaining unit.

The annual budget serves as the foundation for the Village's financial planning and control. On January 1, 2017 the Village will officially transition from a fiscal year end to a calendar year end. All departments of the Village will be required to submit their budget requests to the Village Manager and Finance Director/Treasurer/Budget Officer in August of each year. The Village Manager and staff will use these requests as the starting point for developing a proposed budget that will match anticipated revenues. The Village Manager will then formally present the proposed budget to the Village Board in November of each year. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than December 31<sup>st</sup> of each year, the

close of the Village's previous year. The budget is prepared by fund and department (e.g. public works) and budget-to-actual comparisons are provided for each individual fund for which an annual budget has been adopted. The Village's FY16 budget anticipated expenses of \$14.03 million and \$1.52 million in transfers to other funds. Information regarding significant accounting policies may be found in Note 1.

### **Major Initiatives**

The Village Board set forth the Village's FY16 Strategic Priorities in November 2014. Following are highlights from the major initiatives:

- The Village switched its 9-1-1 Emergency Dispatch to DuComm which is an Intergovernmental agency that covers most of DuPage County. While cost neutral when compared to the previous service used by the Village, DuComm is more technologically advanced, and directly receives money from the DuPage County Emergency Telephone System Board. This ends a longstanding legal case regarding these funds.
- The Village commissioned a facilities study of all existing buildings to determine future repair needs and life cycle of existing buildings. The completed study will occur in Stub Year 2016, the findings will be incorporated into the Village's 2017 capital plan.
- In Fiscal 2016 the Village began work on a planning study for the unincorporated area south of 55th. The goal of the study is to determine long term service delivery in the area, possible economic development opportunities and future challenges. The completed study is expected in Stub Year 2016.
- Road replacements throughout the Village continued during fiscal year 2016, these new road replacements will lead to longer asset life and allows the Village the ability to take advantage of low interest rates.
- Water main replacements continued throughout the construction season in coordination with the Road Program. The goal of the replacement program is to extend the average life of water main throughout the Village to 35 years or about.
- The Village upgraded its website to a more modern design with the hopes of increasing user functionality for the residents, and adding a more attractive image for prospective businesses, residents and employees.

## **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's experience in the local economy continues to fare better than that of the county and state, as indicated by unemployment rates of 4.4%, 4.7% and 5.9% respectively for 2015. At the 2010 census, the Village's median household income was 200% of the state median income, and 146% of the county median income. These levels are supported by convenient access to the greater Chicago metropolitan area's employment centers and the surrounding communities. In addition, a large percentage of the Village's workforce represent leaders of business and professional services with 62% categorized as "Management, Professional, and Related Occupations" according to the 2010 census.

The largest single source of revenue for the Village is property taxes, which is extremely stable despite changing property values. Property taxes were \$3,976,328 in FY16 representing 39.2% of total governmental activity revenue. The Village's equalized assessed valuation increased to \$495,292,137 in levy year 2015. The Village's median value of owner-occupied homes remains 285% greater than the statewide median value, according to the 2010 census, and 182% greater than the county median value.

State-shared income tax revenues combined with the local utility tax and sales tax total \$2,644,801 representing 24% of the total governmental activity revenue. State-shared sales tax revenues increased \$72,791 from FY15 and intergovernmental revenues (income tax) increased \$29,998 from FY15. Combined they totaled \$2,042,785 for FY16, compared to \$1,896,534 for FY15, for a total increase of \$146,251.

The overall volume for building permits increased 50% in FY16 while permit revenues increased 12.84% from the prior year to \$418,630. Twenty-one new single family home permits with a construction value of \$12.0 million were issued in FY16, compared with twenty-one in the prior year at a construction value of \$8.0 million.

For the fiscal year ended April 30, 2016, overall governmental fund expenditures increased from \$9,256,900 to \$11,194,972 for a total increase of \$1,938,072. Governmental expenditures increased in FY16 largely from capital outlay and higher public safety costs due to increased pension contributions.

### ***Debt Administration***

As of April 30, 2016, the Village had seven outstanding debt issues along with a loan from the Illinois Environmental Protection Agency (IEPA). In 2009, \$360,000 in General Obligation Alternate Revenue Source Bonds were issued to finance the costs of the Special Service Area No. 15 road improvements. The debt is being repaid by the

taxes specifically designated in the Special Service Area No. 15 Fund with the public benefit portion funded by a transfer from the Village's Capital Projects Fund.

In 2011, \$500,000 in General Obligation Alternate Revenue Source Bonds were issued to finance road improvements within Special Service Area Nos. 18, 19, 20, 21, 22 and 23. Repayment of the debt is made by taxes specifically designated in the Special Service Area Funds.

The Village issued \$2,360,000 in 2012 Series Debt Certificates in 2012 to refund the 2002 Series Debt Certificates and a portion of the 2005 Series Debt Certificates. The proceeds of the 2012 Certificates were placed in an irrevocable trust to provide for the payment of the old Certificates. Repayment of the 2012 debt is funded by a transfer from the Capital Projects Fund. Resulting from the refunding, the Village achieved a cash flow savings of \$246,405.

In 2012, the Village issued \$500,000 in General Obligation Alternate Revenue Source Bonds to finance road improvements within Special Service Area Nos. 17 and 24. Repayment of the debt is made by taxes specifically designated in the Special Service Area Funds.

In 2013, the Village issued \$440,000 in General Obligation Alternate Revenue Source Bonds to finance road improvements within Special Service Area No. 25. Repayment of the debt is made by taxes specifically designated in the Special Service Area Fund.

The Village issued \$700,000 in General Obligation Alternate Revenue Source Bonds in 2014 to finance road improvements within Special Service Area No. 26. Repayment of the debt is made by taxes specifically designated in the Special Service Area Fund.

In 2015 the Village issued \$1,300,000 in General Obligation Alternate Revenue Source Bonds to finance road improvements within Special Service Area No. 27 and No. 28. Repayment of the debt is made by taxes specifically designated in the Special Service Area Fund.

In FY11, the Village received a \$1,596,892 zero percent interest loan through the Illinois Environmental Protection Agency for the replacement of various water mains within the Village, and is being repaid solely from water fees.

### ***Long-term Financial Planning***

The Village utilizes a number of processes and planning documents to develop its financial plan. As noted above, the Village adopts an annual budget. Additionally, ten year capital financial plans are prepared for the Village's General and Water Capital Projects Funds with projections for anticipated expenses. The Village also maintains ten year financial projections for the General, Water and Capital Projects Funds for both capital and operating revenues and expenditures. These ten year plans are updated each year to allow the Village to effectively plan for the future and allocate its resources appropriately, while continuing to address long-term revenue policies and strategies.

The Village's General Fund policy targets a minimum unassigned fund balance (working cash balance) equal to 50% of current annual budgeted operating costs. In 2013, staff performed an in-depth analysis of the Village's General Fund balance using a model developed by the Government Finance Officers Association to determine how much reserve the Village should maintain in the General Fund to respond to unexpected issues and afford a buffer against risk, while not being excessive. This analysis suggested a general unrestricted fund balance of 50% of expenditures, based on the most recently audited CAFR. The 50% minimum fund balance must be represented by cash or investments; other assets are not permitted to be included in the minimum calculation. Any unassigned fund balance exceeding the 50% may be transferred to the Capital Projects Fund.

An excess fund balance of \$712,833 was transferred from the General Fund to Capital Projects in FY16 to fund the long-term capital needs of the Village. During fiscal years 2008-09 through 2011-12, the Village assigned this excess fund balance for capital purposes but chose to retain the funds in the General Fund to offset the severely declining state-shared and building-related revenues, rather than transferring the dollars to the Capital Projects Fund. An additional \$170,000 in excess fund balance was budgeted to be transferred to Capital Projects in FY16 as well. These transfers will reduce the General Fund unassigned balance to 50% in accordance with the Village's fund balance policy.

### ***Pension Benefits***

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 also a single-employer pension plan. All three plans are governed by Illinois Compiled Statutes which determine the benefits, benefit levels, employee contributions and employer contributions. These plans can only be amended by the Illinois General Assembly.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its CAFR for the fiscal year ended April 30, 2015. This was the twenty-sixth consecutive year that the Village has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR, which must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. I believe our current CAFR continues to meet the Certificate of Achievement program's requirements and it is being submitted to the GFOA to determine its eligibility for another certificate.

The preparation of this CAFR was made possible by the dedicated service of Carol Millhouse, Accountant and the entire Finance Department staff. My sincere appreciation is extended to each and every one of them for their contributions made throughout the



year and which culminate in the preparation of this report. Further, the entire staff of the Village must also be recognized for their conscious efforts to comply with the control structure and environment, and responding to the needs and requests of the Finance Department.

In closing, without the leadership and support of the Village President, Village Board and Village Manager, preparation of this report would not have been possible.

Respectfully,



Maureen B. Potempa

Finance Director/Treasurer/Budget Officer



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## **INDEPENDENT AUDITOR'S REPORT**

The Honorable President  
Members of the Board of Trustees  
Village of Clarendon Hills, Illinois

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 Clarendon Hills, Illinois (the Village) as of and for the year ended April 30, 2016 and the notes to basic financial statements, which collectively comprise the Village'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 basic financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these basic 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 of material misstatement.

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

## **Change in Accounting Principle**

As discussed in Note 12 to the financial statements, the Village adopted 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*, which established standards for measuring and recognizing liabilities, deferred inflows and outflows of resources and expenses; modified certain disclosures in the notes to financial statements; and the required supplementary information. Our opinion is not modified with respect to these matters.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The introductory section, combining and individual fund financial statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*Sikich LLP*

Naperville, Illinois  
September 20, 2016

**GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS**

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**April 30, 2016**

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As the management of the Village of Clarendon Hills (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the Village's financial activities for the fiscal year ended April 30, 2016. This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activities, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Letter of Transmittal (beginning on page iv) and the Village's financial statements that begin on page 3.

**Financial Highlights**

- The assets of the Village exceeded its liabilities by \$31.1 million (net position) at the end of Fiscal Year 2016. Of this amount, \$5 million (unrestricted net position) may be used to finance the Village's day-to-day obligations.
- The Village's total change in net position increased by \$1.5 million (or 5.1%). The governmental net position increased by \$790,620 (or 4.8%) and the business-type net position increased by \$722,028 (or 5.5%). Overall net position decreased \$5,635,953 as a result of recording net pension liabilities for the three pension plans that the Village participates in accordance with GASB Statement No. 68
- The Village's governmental funds reported a combined fund balance of \$9.97 million. Approximately 84% of this amount, \$8.5 million, is available for spending at the Village's discretion (unrestricted fund balance).
- The cash position of the Village remains strong, with Cash and Investments of \$15,110,796 held at fiscal year-end, a decrease of 11.3% from last year.

## USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

The focus of the financial statements is on both the Village as a whole (government-wide) and the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden the basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

### Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private sector business.

The *Statement of Net Position* presents information on all of the Village's assets, deferred outflows, liabilities and deferred inflows, and with the difference between the two reported as net position. This statement combines and consolidates the governmental funds' current financial resources (short-term, spendable resources) with capital assets and long-term obligations using the accrual basis of accounting, which maintains its measurement focus on economic resources rather than spendable financial resources. Over time, increases or decreases in net position may serve as a useful indicator of the financial position of the Village.

The *Statement of Activities* presents information on how the Village's net position has changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g. earned but unused staff leave time). The *Statement of Activities* also reports the extent to which various expenses for governmental or business-type functions are dependent upon user charges, grant sources, or general tax and other revenues.

Both of the government-wide financial statements distinguish functions of the Village which are principally supported by taxes and intergovernmental revenues (governmental activities) from those functions which are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, public works and interest and agency fees on debt. The business-type activities of the Village include the water system and commuter parking operations.

Excluded from the government-wide financial statements are fiduciary fund types (e.g. pension trust funds and agency funds). Fiduciary funds are used to report the net position held in a trustee or agency capacity for others and therefore cannot be used to support the Village's programs. The pension trust funds are for the Police and Fire Pensions. The agency funds are for Special Service Area No. 7 and the Park/School Donation Escrow Fund.

The government-wide financial statements can be found on pages 4 through 6 of this report.

## USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

### Fund Financial Statements

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

***Governmental Funds.*** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. This information may be useful in the evaluation of the Village's near-term financing requirements.

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

The Village maintains 24 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Capital Projects Fund, and Special Tax Allocation Fund, which are considered to be "major" funds. Information from the other 21 governmental funds is combined into a single, aggregate presentation in these statements. Individual data for each of these nonmajor governmental funds is provided in the form of combining statements located at pages 82 through 89.

The Village adopts an annual budget for each of its governmental funds, except for funds established in the current fiscal year: 2015 Alternate Bond Fund and Special Service Area Funds #27 and #28. A budgetary comparison statement has been provided in the combining and individual fund financial statements section of this report to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 7 through 10 of this report.



## **USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT**

***Proprietary Funds.*** The Village maintains one type of proprietary fund, an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements and use the economic resources measurement focus and accrual basis of accounting, similar to private-sector businesses. The Village uses enterprise funds to account for its water utility system and the Burlington Northern Commuter Parking Fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Utility and the Burlington Northern Commuter Parking Fund. The Water Utility is considered to be a major fund of the Village. The Burlington Northern Fund is a nonmajor fund. Individual fund data for both enterprise funds, including budget compliance is located in the combining and individual fund financial statements section of this report.

***Fiduciary Funds.*** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Village maintains two types of fiduciary funds: pension trust funds and agency funds. There are two pension trust funds that account for the resources of the Clarendon Hills Police Pension Fund and Fire Pension Fund, and two agency funds that account for the resources of Special Service Area No. 7 and the Park/School Donation Escrow Fund.

The basic fiduciary fund financial statements can be found on pages 18 and 19 of this report.

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

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 20 through 65 of this report.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's changes in the net pension liability owed to the three employee retirement plans. Required supplementary information can be found on pages 66 through 76 of this report.

The combining and individual fund financial statements and schedules of major and nonmajor governmental funds, major and nonmajor enterprise funds, and fiduciary funds are presented on pages 77 through 118 of this report.

## GOVERNMENT-WIDE STATEMENTS

### Statement of Net Position

Over time, net position may serve as a useful indicator of a government's financial position. The Village's combined net position decreased from \$36,729,170 to \$31,093,217, a decrease of \$5,635,953 from fiscal year 2015. The following table reflects the condensed Statement of Net Position compared to Fiscal Year 2015.

	Governmental Activities		Business-Type Activities		Primary Government	
	2016	2015	2016	2015	2015	2015
<b>Assets</b>						
Current and Other Assets	\$ 15,566,367	\$ 16,163,178	\$ 5,079,886	\$ 5,962,079	\$ 20,646,253	\$ 22,125,257
Capital Assets	19,959,973	17,031,482	10,975,095	8,861,134	30,935,068	25,892,616
<b>Total Assets</b>	<b>\$ 35,526,340</b>	<b>\$ 33,194,660</b>	<b>\$ 16,054,981</b>	<b>\$ 14,823,213</b>	<b>\$ 51,581,321</b>	<b>\$ 48,017,873</b>
<b>Deferred Outflows of Resources</b>	<b>\$ 1,524,323</b>	<b>\$ 61,814</b>	<b>\$ 134,429</b>	<b>\$ -</b>	<b>\$ 1,658,752</b>	<b>\$ 61,814</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 37,050,663</b>	<b>\$ 33,256,474</b>	<b>\$ 16,189,410</b>	<b>\$ 14,823,213</b>	<b>\$ 53,240,073</b>	<b>\$ 48,079,687</b>
<b>Liabilities</b>						
Current and Other Liabilities	1,519,232	1,295,017	828,560	245,756	2,347,792	1,540,773
Long-Term Liabilities	13,839,050	4,578,432	1,544,796	1,269,324	15,383,846	5,847,756
<b>Total Liabilities</b>	<b>\$ 15,358,282</b>	<b>\$ 5,873,449</b>	<b>\$ 2,373,356</b>	<b>\$ 1,515,080</b>	<b>\$ 17,731,638</b>	<b>\$ 7,388,529</b>
<b>Deferred Inflows of Resources</b>	<b>\$ 4,415,218</b>	<b>\$ 3,961,988</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,415,218</b>	<b>\$ 3,961,988</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>\$ 19,773,500</b>	<b>\$ 9,835,437</b>	<b>\$ 2,373,356</b>	<b>\$ 1,515,080</b>	<b>\$ 22,146,856</b>	<b>\$ 11,350,517</b>
<b>Net Position</b>						
Net Investment in Capital Assets	15,165,984	13,119,069	9,787,662	7,591,811	24,953,646	20,710,880
Restricted	1,063,999	998,376	-	-	1,063,999	998,376
Unrestricted	1,047,180	9,303,592	4,028,392	5,716,322	5,075,572	15,019,914
<b>Total Net Position</b>	<b>\$ 17,277,163</b>	<b>\$ 23,421,037</b>	<b>\$ 13,816,054</b>	<b>\$ 13,308,133</b>	<b>\$ 31,093,217</b>	<b>\$ 36,729,170</b>

## **GOVERNMENT-WIDE STATEMENTS – Continued**

### **Statement of Net Position - Continued**

16.3% of the Village's net position is Unrestricted and may be used to meet the Village's ongoing obligations to citizens and creditors.

The Village's investment in capital assets (land, buildings, equipment, streets, infrastructure and waterworks), less any related debt used to acquire those assets that is still outstanding, totaled \$25.0 million or 80.3% of total net position. The Village uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate the debt.

The remaining portion of the Village's net position (\$1.1 million or 3.4% of total net position) represents resources that are subject to restrictions as to their use. 38.2% of the restricted net position is restricted for street maintenance and construction and 58.7% will be used for future debt service payments.

### **Current Year Impacts**

The Village's combined net position decreased from \$36,729,170 to \$31,093,217. Of this \$5,635,953 decrease, \$6,143,874 loss is attributable to governmental activities and an increase of \$507,921 to business type activities.

The decrease in the net position of governmental activities was a result of an increase of \$3,794,189 in total assets and deferred outflows of resources and an increase of \$9,938,063 in total liabilities and deferred inflows of resources. The increase in total assets is due to the decrease of \$596,811 in current and other assets however there was an increase of \$2,928,491 in capital assets. Deferred outflows of resources increased \$1,462,509. The increase in total liabilities was due to an increase in current liabilities of \$224,215 and an increase of \$9,260,618 in long-term liabilities due to recording net pension liabilities in accordance with GASB Statement No. 68. Deferred inflows of resources increased \$453,230 for this same reason. New debt of \$1,300,000 was incurred with the issuance of 2015 Series General Obligation Alternate Revenue Source Bonds to pay the costs of road improvements within the Village's Special Service Area Number 27 and 28.

The increase in net position for business activities resulted from an increase of \$1,366,197 in total assets and an increase of \$858,276 in total liabilities. Current and other assets decreased by \$882,193 while business-type capital assets increased by \$2,113,961. Current and other liabilities increased \$582,804. Long-term liabilities increased \$275,472 due to a portion of the IMRF net pension liability. No new debt was issued in the business-type activities.

## GOVERNMENT-WIDE STATEMENTS – Continued

### Changes in Net Position

The following table summarizes the revenue and expenses of the Village's activities for the current and prior fiscal year.

<b>Village of Clarendon Hills</b> <b>Statement of Changes in Net Position</b> <b>For the Fiscal Year Ended April 30, 2016</b>						
	<b>Governmental</b> <b>Activities</b>		<b>Business-Type</b> <b>Activities</b>		<b>Total</b> <b>Primary</b> <b>Government</b>	
<b>Revenues</b>	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
Program Revenues:						
Charges for Services	\$ 1,577,948	\$ 1,505,155	\$ 3,246,995	\$ 3,041,286	\$ 4,824,943	\$ 4,546,441
Operating Grants	229,124	331,863	-	5,823	229,124	337,686
Capital Grants & Contributions	75,700	112,784	-	-	75,700	112,784
General Revenues:						
Property Taxes/						
Replacement Taxes	3,976,328	3,810,253	-	-	3,976,328	3,810,253
Sales Taxes	1,144,699	1,071,239	-	-	1,144,699	1,071,239
Other Taxes	1,794,479	1,769,176	-	-	1,794,479	1,769,176
Contributions	-	-	-	-	-	-
Other Revenues	133,740	38,358	23,995	(87,443)	157,735	(49,085)
<b>Total Revenues</b>	<b>8,932,018</b>	<b>8,638,828</b>	<b>3,270,990</b>	<b>2,959,666</b>	<b>12,203,008</b>	<b>11,598,494</b>
<b>Expenses</b>						
General Government	1,817,484	1,786,484	-	-	1,817,484	1,786,484
Public Safety	4,842,910	4,145,517	-	-	4,842,910	4,145,517
Public Works	1,343,672	1,356,272	-	-	1,343,672	1,356,272
Interest and Agency Fees	137,331	115,872	-	-	137,331	115,872
Water Utility	-	-	2,478,175	2,452,195	2,478,175	2,452,195
Parking	-	-	70,787	69,598	70,787	69,598
<b>Total Expenses</b>	<b>\$ 8,141,397</b>	<b>\$ 7,404,145</b>	<b>\$ 2,548,962</b>	<b>\$ 2,521,793</b>	<b>\$ 10,690,359</b>	<b>\$ 9,925,938</b>
<b>Transfers</b>						
<b>Changes in Net Position</b>	<b>790,621</b>	<b>1,234,683</b>	<b>722,028</b>	<b>437,873</b>	<b>1,512,649</b>	<b>1,672,556</b>
<b>Change in accounting principle</b>	<b>(6,934,495)</b>	<b>-</b>	<b>(214,107)</b>	<b>-</b>	<b>(7,148,602)</b>	<b>-</b>
<b>Net Position, May 1</b>	<b>16,486,542</b>	<b>22,186,354</b>	<b>13,094,026</b>	<b>12,870,260</b>	<b>29,580,568</b>	<b>35,056,614</b>
<b>Net Position, April 30</b>	<b>\$ 17,277,163</b>	<b>\$ 23,421,037</b>	<b>\$ 13,816,054</b>	<b>\$ 13,308,133</b>	<b>\$ 31,093,217</b>	<b>\$ 36,729,170</b>

## GOVERNMENT-WIDE STATEMENTS – Continued

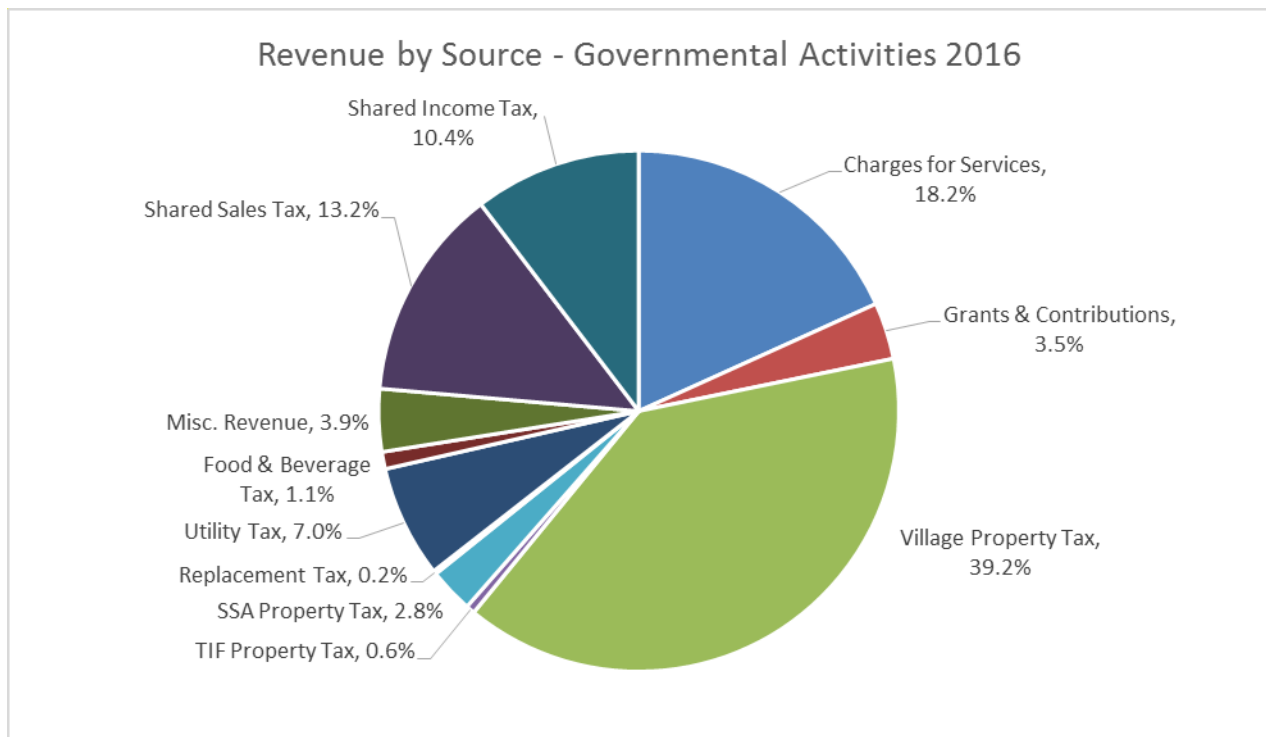
### Changes in Net Position – Continued

The Village's total primary government net position decreased \$5,635,953 or 15.3% from \$36,729,170 to \$31,093,217. Total revenues increased \$604,514 or 5.21% and total expenses increased \$764,421 or 7.7%.

### *Governmental Activities*

#### Revenues:

The following chart illustrates the revenue sources of the Village's governmental activities. Village Property Taxes of \$3,976,328 are the largest revenue source at 39.2%. Charges for Services, of \$1,577,948 are the second largest revenue source at 18.2%. Sales Taxes of \$1,144,699 are 13.2% of total governmental activities revenue and Income Taxes of \$898,086 are 10.4%.



The Village's governmental activities revenues increased \$293,190 or 3.28% from \$8,638,828 to \$8,932,018. The increase was primarily due to increases in Grants & Contributions and Sales Tax revenue sources compared to the prior year.

## GOVERNMENT-WIDE STATEMENTS – Continued

### *Governmental Activities - Continued*

#### Revenues - Continued

Village Property Taxes collected increased by \$166,075 or 4.18% compared to the prior fiscal year. Property taxes paid to the Village in the fiscal year ending April 30, 2016 year represent 12% of the typical total Clarendon Hills property tax bill.

The Village extends a tax on electricity and natural gas consumption as well as on telecommunications services. These utility tax revenues are primarily used to support the maintenance, design and construction of Village capital infrastructure assets such as roadways, storm sewers and sidewalks. The Village's utility tax rate is 5%. Fiscal year 2016 utility tax revenues decreased \$72,745 or 10.8% compared to 2015.

The Village receives a tax equal to 1% of retail sales generated within the Village. Sales taxes received in fiscal year 2016 increased by \$73,460 or 8.3% compared to 2015. The increase is due to sales tax receipts from food/drug and auto categories. When comparing fiscal year 2016 to fiscal year 2012, sales tax increased \$391,074 or 67.3%. The table below illustrates sales tax collections since fiscal year 2007 with fiscal year 2016 being the highest to date.

#### **Sales Tax Collections**

<u>Fiscal Year</u>	<u>Amount</u>	<u>% Change</u>
2016	\$ 971,908	8.30%
2015	\$ 897,430	9.70%
2014	\$ 818,110	7.85%
2013	\$ 758,580	30.60%
2012	\$ 580,834	25.24%
2011	\$ 463,772	-5.80%
2010	\$ 492,332	-7.50%
2009	\$ 532,252	-4.76%
2008	\$ 558,857	8.19%
2007	\$ 516,544	-0.71%

The Village receives a share of State Income Tax collections that are distributed to Illinois municipalities on a per capita basis. Income Tax receipts of \$898,086 for 2016 are a key revenue source for the Village's General Fund and governmental activities. Collections of income taxes in fiscal year 2016 increased by \$72,791 or 8.82% compared to 2015.

The Village also receives a share of Motor Fuel Tax collections that are distributed to Illinois municipalities on a per capita basis. Collections of these taxes decreased from \$282,241 in fiscal year 2015 to \$222,964 in fiscal year 2016, a decrease of \$59,277 or 21.0%.

## GOVERNMENT-WIDE STATEMENTS – Continued

### *Governmental Activities - Continued*

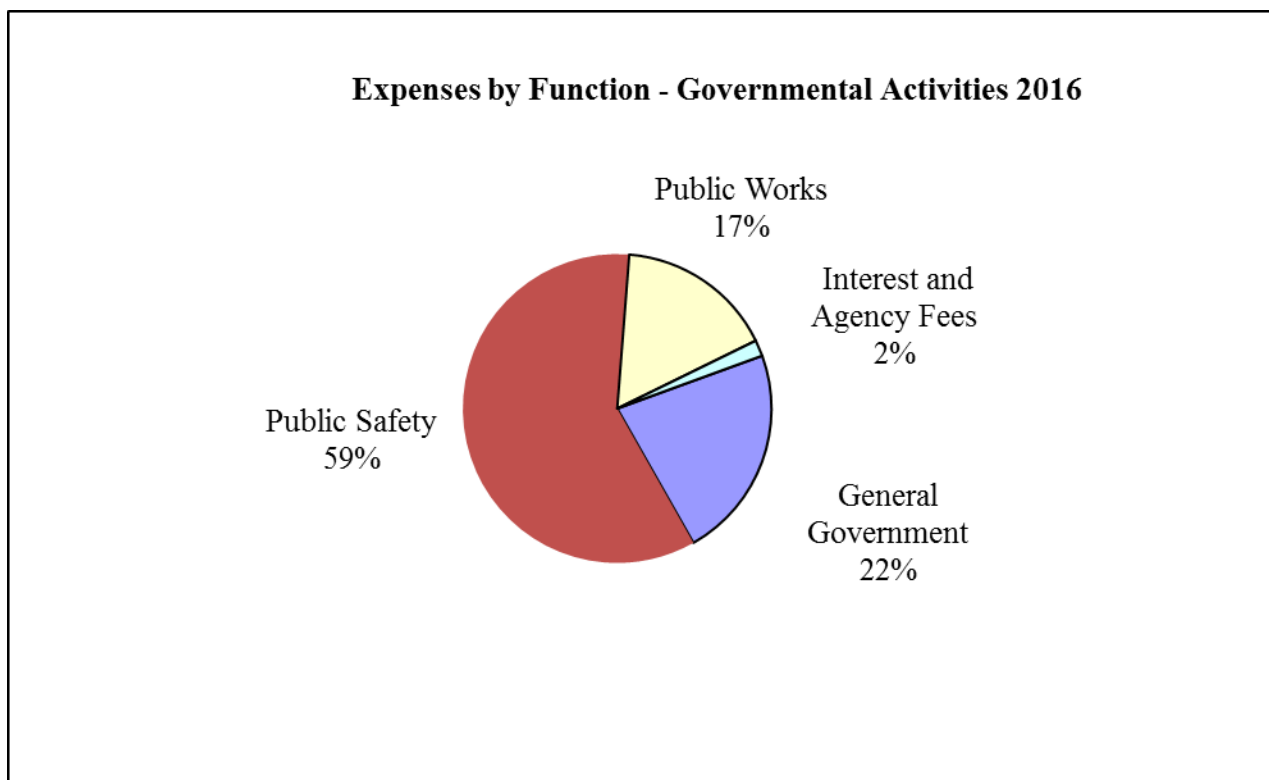
#### Revenues – Continued

Motor Fuel Taxes are allocated to the maintenance and improvement of infrastructure, including roadways, traffic signals, storm sewers, traffic control devices, sidewalks and parkway trees.

In July 2007, the Village implemented a Places for Eating Tax on the sale of prepared food and beverages for immediate consumption within the Village. This tax generated \$91,681 in General Fund revenue during fiscal year 2016, a decrease of \$2,441 or 2.59% compared to 2015.

#### Expenses:

The following pie chart illustrates the percentage of expenses by function. It identifies the largest function of the Village as Public Safety with expenses of \$4,842,910 or 59% of government activities functions. Public Works expenses were \$1,343,672 or 17% and General Government was \$1,817,484 or 22% of expenses by function for governmental activities.



Total expenses for governmental activities were \$8,141,397 for fiscal year 2016, a 9.96% increase from the prior year's \$7,404,145.

## **GOVERNMENT-WIDE STATEMENTS – Continued**

### ***Governmental Activities - Continued***

#### **Expenses - Continued**

General government function expenses increased by \$31,000, or 1.74 %, from \$1,786,484 to \$1,817,484. Public Safety function expenses increased by \$697,393 or 16.82%, from \$4,145,517 to \$4,842,910. Public Works function expenses decreased by \$12,600 or 0.93%, from \$1,356,272 to \$1,343,672.

### ***Business-type Activities***

#### **Revenues:**

Total revenues for business-type activities increased by \$97,217, or 3.3% to \$3,056,883, with water utility charges accounting for 98.0% of this revenue. Charges for Services increased \$205,709 mostly due to an increase in water rates on May 1, 2015. Burlington Northern Parking revenue increased by \$3,040 or 5.7% to \$53,340. The Village also received \$4,300 for an ATM lease at the train station.

#### **Expenses:**

Total expenses for business-type activities increased by \$27,169 or 1.1% from \$2,521,793 to \$2,548,962. Water fund expenses increased by \$25,980 or 1.1% from \$2,452,195 to \$2,478,175. Payments to the DuPage Water Commission for water purchases increased by 10.6% due to increased water rates beginning in October 2010. Burlington Northern Parking Fund expenses increased by \$1,189 or 1.7% from \$69,598 to \$70,787.

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

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

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

At April 30, 2015, the governmental funds (as presented on the balance sheet on page 7) reported a combined total governmental fund balance of \$9,961,327. This reflects a decrease of \$901,403 or 8.3% from the prior fiscal year's \$10,862,730 fund balance. Unrestricted fund balance is \$8,473,181, or 85.1% of total fund balance. Unrestricted fund balance includes \$4,757,492 assigned for capital purposes and \$3,720,044 unassigned.



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

### **General Fund:**

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$4,218,040, while total fund balance reached \$4,358,166. Of the unrestricted fund balance, 100% is unassigned. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year and as a measure of the General Fund's liquidity. It may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 64% while total fund balance represents 66% of the total General Fund expenditures. The fund balance in the General Fund increased by 4.1% compared to last fiscal year as \$712,833 was transferred from General Fund to the Capital Projects Fund.

Tax revenues, which include property taxes, places for eating taxes, and personal property replacement taxes, increased \$118,587 or 2.5%, compared to the prior fiscal year. Intergovernmental revenues, which include sales taxes, state income taxes, and grants increased \$102,789 or 5.3% from the prior year. Income Tax, which is a per capita share from the state, increased \$72,791 or 8.8%.

License and permit revenues, which include vehicle and business licenses, liquor license fees, and building permit fees, increased by \$70,062 or 12.84% from the prior year. Building permit fees increased by \$48,962 or 23.3%. Twenty-one single family building permits were issued (seven more than last fiscal year). Contractor's business licenses decreased \$790.00 or 4.4%.

Service charge revenues, which include parking fees, telecommunication fees, and ambulance fees increased \$2,491, or 0.4% from the prior year. Fines revenue decreased \$24,364, or 17% from the last fiscal year.

Investment income has recovered this fiscal year after the prior year loss in the Illinois Metropolitan Investment Fund in the General Fund. Investment revenue was \$21,698.

### **Capital Projects Fund:**

The Capital Projects Fund has a total fund balance of \$5,067,492; all but \$310,000 is unrestricted-assigned for capital purposes. This reflects a decrease of \$1,067,586 or 17.4%. Total revenue in the fund increased \$3,612, or .4%. Operating transfers of \$712,833 from the general fund and \$1,516 from the Special Tax Allocation Fund (TIF) were received. Cell tower lease revenues increased \$13,863 or 5.2%. Investment income has recovered this fiscal year after the prior year loss in the Illinois Metropolitan Investment Fund. Investment revenue was \$19,383.

## FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS – Continued

### Special Tax allocation Fund:

The Tax Incremental Finance (TIF) Fund is a Special Tax Allocation Fund established in fiscal year 2005 to allocate a portion of property tax collected from properties within the Ogden Avenue TIF district for use as an incentive to stimulate economic development along Ogden Avenue. The fund has a total deficit balance of (\$337,146). Total revenue in this fund was \$47,719. Expenditures of \$12,533 were made for legal and audit services. Beginning in fiscal year 2015, the TIF Fund began repaying the Capital Projects Fund for the \$500,000 loan it received in 2005 as seed money to establish the TIF; \$31,150 of this advance was repaid to the Capital Projects Fund in fiscal year 2016. This loan will be repaid over 15 years from future incremental revenues.

### GENERAL FUND BUDGETARY ANALYSIS

The following chart provides general fund budgetary highlights for fiscal year 2016. The original and final budget for revenues and expenditures are shown along with actual revenues, expenditures and variance from final budget.

#### General Fund Budgetary Highlights For the Fiscal Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance
<b>Revenues</b>				
Taxes	\$ 3,816,330	\$ 3,816,330	\$ 3,814,914	(1,416)
Intergovernmental	1,891,650	1,891,650	2,048,945	157,295
Licenses and Permits	616,200	616,200	650,878	34,678
Service Charges	387,510	387,510	368,705	(18,805)
Fines	168,500	168,500	122,400	(46,100)
Investment Income	24,000	24,000	21,698	(2,302)
Miscellaneous	369,520	369,520	462,481	92,961
<b>Total Revenues</b>	<b>7,273,710</b>	<b>7,273,710</b>	<b>7,490,021</b>	<b>216,311</b>
<b>Expenditures and Transfers</b>				
General Government	1,749,630	1,520,614	1,471,717	(48,897)
Public Safety	4,058,915	4,255,393	4,255,393	-
Public Works	866,710	899,248	891,643	(7,605)
				-
<b>Total Expenditures</b>	<b>6,675,255</b>	<b>6,675,255</b>	<b>6,618,753</b>	<b>(56,502)</b>
<b>Change in Fund Balance</b>				<b>-</b>
<b>before Transfers</b>	<b>\$ 598,455</b>	<b>\$ 598,455</b>	<b>\$ 871,268</b>	<b>\$ 272,813</b>

## GENERAL FUND BUDGETARY ANALYSIS – Continued

General Fund actual revenues were \$216,311 or 3.0% greater than the final budgeted amount at fiscal year-end. The largest revenue variance (when comparing final budget to actual) was in Intergovernmental revenue which showed a favorable variance of \$157,295 or 8.32% due to increases in Grants, Sales and Use Taxes and State Income Taxes.

Actual expenditures in the General Fund were \$56,502 or 0.9% less than the final budgeted amount at fiscal year-end, the result of favorable variances for all government functions. General Government expenditures were \$48,897 or 3.32% under budget, Public Safety was at budget, and Public Works was \$7,605 or 0.9% under budget.

## CAPITAL ASSETS

The schedule below reflects the Village's capital asset balances at fiscal year-end compared to last fiscal year-end for governmental and business-type activities.

<b>Village of Clarendon Hills, Illinois</b> <b>Capital Assets</b> <b>For the Fiscal Year Ended April 30, 2016</b>						
	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total Primary Government</b>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
Land	\$ 2,184,059	\$ 2,018,651	\$ 42,788	\$ 42,788	\$ 2,226,847	\$ 2,061,439
Land Right of Way	2,273,783	2,273,783			2,273,783	2,273,783
Buildings	6,118,039	6,093,754	468,549	468,549	6,586,588	6,562,303
Improvements	609,321	553,592	931,129	931,129	1,540,450	1,484,721
Equipment	3,977,675	3,847,856	1,485,413	1,469,587	5,463,088	5,317,443
Storm Sewer	26,505	26,505	26,810	26,810	53,315	53,315
Streets	8,236,476	6,893,551			8,236,476	6,893,551
Waterworks System			13,891,045	12,106,891	13,891,045	12,106,891
Construction in Progress	3,227,582	1,407,847	751,145	116,434	3,978,727	1,524,281
Less Accumulated Depreciation	(6,693,467)	(6,084,057)	(6,621,784)	(6,301,053)	(13,315,251)	(12,385,110)
<b>Total</b>	<b>\$ 19,959,973</b>	<b>\$ 17,031,482</b>	<b>\$ 10,975,095</b>	<b>\$ 8,861,135</b>	<b>\$ 30,935,068</b>	<b>\$ 25,892,617</b>

At April 30, 2016, the Village's investment in capital assets for both governmental and business-type activities totaled \$30,935,068 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, the waterworks system

## **CAPITAL ASSETS – Continued**

and general infrastructure, on a prospective basis. The total increase in the Village's investment in capital assets for the current fiscal year was \$5,042,451 or 19.47% from water main replacements and road improvements.

### *Governmental Activities*

The Governmental Activities net capital assets increased from last year by \$2,928,491 or 17.2%, largely due to an increase of \$1,819,735 in construction in progress attributable to the 2015 road improvement program. Vehicle purchases included one squad car for the Police Department and one squad for the Fire Department. In addition the Fire Department made 50% down payment for a new Fire Truck that will be delivered in March of 2017. Fire Station improvements a new Siren Control System. Public Works made improvements by replacing 3 Unit Heaters and replacing the Heat Exchanger. In addition Public Works purchased a new John Deere Lawn Mower. Village Hall improvements included a new carpeting for the upper level. Public Works retired a commercial front mower, Police retired a squad, and the Fire Department also retired a squad. Depreciation expense totaled \$682,851.

### *Business-type Activities*

The Business-type Activities net capital assets increased from the prior year by \$2,113,960 or 23.9%, largely due to an increase in waterworks system of \$1,784,154. The 2015 water main project replaced ductile iron pipe to prepare for the 2015 road program. Depreciation expense totaled \$346,721 for the fiscal year.

Additional information on the Village's capital assets may be found in Note 4 to the financial statements.

## **DEBT ADMINISTRATION**

As an Illinois non-home rule community, the Village is subject to a debt limitation of 8.625% of the current assessed value of the Village. The legal debt limit as of April 30, 2016 is \$42,718,947, while the debt applicable to this limit is \$1,648,639.

The Village's General Obligation Bonds rating by Standard & Poor's remains at AAA. The Debt Certificates ratings were reaffirmed at AA+. These ratings evaluate the credit risk of the Village and the Standard and Poor's AAA rating is its highest credit rating. It indicates the Village's capacity to meet its financial commitment on the obligation is extremely strong.

### *Governmental Activities*

At April 30, 2016, the Village's long-term debt outstanding payable from governmental activities, including accrued compensated absences and net pension liability, totaled \$13,839,050. The 2009 General Obligation Alternate Revenue Source Bonds, issued to fund the

## **DEBT ADMINISTRATION – Continued**

### ***Governmental Activities - Continued***

costs of road improvements in Special Service Area No. 15, have an outstanding balance of \$246,000. This debt is repaid with taxes applied to properties within the Special Service Area and by a transfer from the Village's Capital Projects Fund. The following debts are all repaid with taxes applied to properties within the specified Special Service Areas. The 2011 Series General Obligation Alternate Revenue Source Bonds, issued to finance road improvements in Special Service Areas #18, 19, 20, 21, 22, and 23, have a balance of \$395,000. The 2012A Series General Obligation Alternate Revenue Source bonds, issued to pay the costs of certain road improvements within the Village's Special Service Area Numbers 17 and 24, have a balance of \$415,000. The 2013 Series General Obligation Alternate Revenue Source bonds were issued to pay the costs of certain road improvements within the Village's Special Service Area Number 25 and have a balance of \$395,000. The 2014 Series General Obligation Alternate Revenue Source bonds were issued to pay the costs of certain road improvements within the Village's Special Service Area Number 26, have a balance of \$670,000. The 2015 Series General Obligation Alternate Revenue Source bonds, issued this fiscal year to pay the costs of certain road improvements within the Village's Special Service Area Number 27 and Special Service Area Number 28, have a balance of \$1,300,000. The 2012 Series Debt Certificates, issued to refund the 2002 Series Debt Certificates and to refund a portion of the 2005 Series Debt Certificates have a balance of \$1,575,000.

### ***Business-type Activities***

The Village received a zero percent interest loan through the Illinois Environmental Protection Agency (IEPA) for the construction of various water main replacement projects, which is payable from water fees. The IEPA loan has a balance of \$1,187,432.

Additional information on the Village's long-term debt and a schedule of debt payments for the fiscal year may be found in note 5 to the financial statements.

## **ECONOMIC FACTORS AND NEXT FISCAL YEARS BUDGET**

The Village's unemployment rate decreased from 4.9% to 4.4% in calendar year 2015 (the latest rate available for the Village). This compares favorably to the statewide unemployment rate of 5.9% and DuPage County rate of 4.7% (as of May 2015). According to the 2010 census, the Village had a per capita personal income of \$59,996.

Water rates increased in May 2016, reflecting increases in the cost of water from the DuPage Water Commission and the City of Chicago. In addition, the Village continues to replace its aging water infrastructure using its ten year capital improvement plan.

The Village continues with its commitment to maintain the most essential services while holding the line on costs in next year's budget.

## **CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customer, 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 Maureen B. Potempa, Finance Director/Treasurer, Village of Clarendon Hills, 1 North Prospect Street, Clarendon Hills, Illinois 60514.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**STATEMENT OF NET POSITION**

April 30, 2016

	<b>Primary Government</b>		
	<b>Governmental</b>	<b>Business-Type</b>	
	<b>Activities</b>	<b>Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and Investments	\$ 10,312,850	\$ 4,797,946	\$ 15,110,796
Receivables (Net, Where Applicable, of Allowance for Uncollectibles)			
Property Taxes	4,142,621	-	4,142,621
Intergovernmental	452,927	-	452,927
Accounts	134,214	251,340	385,554
Interest	15,692	3,705	19,397
Other	95,040	-	95,040
Prepaid Expenses	424,147	6,926	431,073
Deposits	7,876	969	8,845
Internal Balances	(19,000)	19,000	-
Capital Assets not Being Depreciated	7,685,424	793,933	8,479,357
Capital Assets Being Depreciated (Net of Accumulated Depreciation)	12,274,549	10,181,162	22,455,711
<b>Total Assets</b>	<b>35,526,340</b>	<b>16,054,981</b>	<b>51,581,321</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Unamortized Charge on Refunding	55,633	-	55,633
Pension Items - IMRF	648,964	134,429	783,393
Pension Items - Pension Trust Funds	819,726	-	819,726
<b>Total Deferred Outflows of Resources</b>	<b>1,524,323</b>	<b>134,429</b>	<b>1,658,752</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>37,050,663</b>	<b>16,189,410</b>	<b>53,240,073</b>
<b>LIABILITIES</b>			
Accounts Payable	619,570	764,900	1,384,470
Interest Payable	56,813	-	56,813
Accrued Payroll	147,577	14,401	161,978
Unearned Revenue	37,821	26,010	63,831
Refundable Deposits	618,179	-	618,179
Other Liabilities	39,272	23,250	62,522
Long-Term Liabilities			
Due Within One Year	453,643	81,892	535,535
Due in More than One Year	13,385,407	1,462,903	14,848,310
<b>Total Liabilities</b>	<b>15,358,282</b>	<b>2,373,356</b>	<b>17,731,638</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Revenue - Property Taxes	4,142,621	-	4,142,621
Pension Items - Pension Trust Funds	272,597	-	272,597
<b>Total Deferred Inflows of Resources</b>	<b>4,415,218</b>	<b>-</b>	<b>4,415,218</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>19,773,500</b>	<b>2,373,356</b>	<b>22,146,856</b>

(This statement is continued on the following page.)

VILLAGE OF CLARENDON HILLS, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2016

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>NET POSITION</b>			
Net Investment in Capital Assets	\$ 15,165,984	\$ 9,787,663	\$ 24,953,647
Restricted for			
Public Safety	25,979	-	25,979
Highways and Streets	406,653	-	406,653
Debt Service	624,507	-	624,507
Economic Development	2,505	-	2,505
Unrestricted	1,051,535	4,028,391	5,079,926
<b>TOTAL NET POSITION</b>	<u>\$ 17,277,163</u>	<u>\$ 13,816,054</u>	<u>\$ 31,093,217</u>

See accompanying notes to financial statements.



**VILLAGE OF CLARENDON HILLS, ILLINOIS****STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2016

<b>FUNCTIONS/PROGRAMS</b>	<b>Program Revenues</b>			
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General Government	\$ 1,817,484	\$ 1,145,909	\$ -	\$ -
Public Safety	4,842,910	426,817	6,160	-
Public Works	1,343,672	5,222	222,964	75,700
Interest and Agency Fees	137,331	-	-	-
Total Governmental Activities	8,141,397	1,577,948	229,124	75,700
Business-Type Activities				
Water	2,478,175	3,178,078	-	-
Parking	70,787	68,917	-	-
Total Business-Type Activities	2,548,962	3,246,995	-	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 10,690,359</b>	<b>\$ 4,824,943</b>	<b>\$ 229,124</b>	<b>\$ 75,700</b>

<b>Net (Expense) Revenue and Change in Net Position</b>			
<b>Primary Government</b>			
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
	\$ (671,575)	\$ -	\$ (671,575)
	(4,409,933)	-	(4,409,933)
	(1,039,786)	-	(1,039,786)
	(137,331)	-	(137,331)
	(6,258,625)	-	(6,258,625)
	-	699,903	699,903
	-	(1,870)	(1,870)
	-	698,033	698,033
	(6,258,625)	698,033	(5,560,592)
General Revenues			
Taxes			
Property and Replacement	3,976,328	-	3,976,328
Utility	602,016	-	602,016
Food and Beverage	91,681	-	91,681
Other	202,696	-	202,696
Shared Sales Taxes	1,144,699	-	1,144,699
Shared Income Taxes	898,086	-	898,086
Investment Income	43,393	16,493	59,886
Miscellaneous	73,330	-	73,330
Gain on Sale of Capital Assets	17,017	7,502	24,519
Total	7,049,246	23,995	7,073,241
CHANGE IN NET POSITION	790,621	722,028	1,512,649
NET POSITION, MAY 1	23,421,037	13,308,133	36,729,170
Change in accounting principle	(6,934,495)	(214,107)	(7,148,602)
NET POSITION, MAY 1, RESTATED	16,486,542	13,094,026	29,580,568
NET POSITION, APRIL 30	\$ 17,277,163	\$ 13,816,054	\$ 31,093,217

See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2016

	<b>General</b>	<b>Capital Projects</b>	<b>Special Tax Allocation</b>	<b>Special Service Area #27</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>						
Cash and Investments	\$ 4,835,233	\$ 4,406,920	\$ 33,301	\$ 382	\$ 1,037,014	\$ 10,312,850
Receivables						
Property Taxes	3,773,136	-	51,315	99,826	218,344	4,142,621
Accounts	-	134,214	-	-	-	134,214
Intergovernmental	433,749	-	-	-	19,178	452,927
Interest	8,359	7,333	-	-	-	15,692
Other	18,474	76,566	-	-	-	95,040
Prepaid Items	114,147	310,000	-	-	-	424,147
Deposits	7,876	-	-	-	-	7,876
Advances to Other Funds	-	370,777	-	-	-	370,777
<b>TOTAL ASSETS</b>	<b>\$ 9,190,974</b>	<b>\$ 5,305,810</b>	<b>\$ 84,616</b>	<b>\$ 100,208</b>	<b>\$ 1,274,536</b>	<b>\$ 15,956,144</b>

	General	Capital Projects	Special Tax Allocation	Special Service Area #27	Nonmajor Governmental Funds	Total Governmental Funds
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ 217,052	\$ 238,089	\$ -	\$ 142,196	\$ 22,233	\$ 619,570
Accrued Payroll	147,577	-	-	-	-	147,577
Unearned Revenue	37,821	-	-	-	-	37,821
Advances from Other Funds	-	-	370,777	-	19,000	389,777
Refundable Deposits	618,179	-	-	-	-	618,179
Other Liabilities	39,043	229	-	-	-	39,272
Total Liabilities	1,059,672	238,318	370,777	142,196	41,233	1,852,196
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable Revenue - Property Taxes	3,773,136	-	51,315	99,826	218,344	4,142,621
Total Deferred Inflows of Resources	3,773,136	-	51,315	99,826	218,344	4,142,621
Total Liabilities and Deferred Inflows of Resources	4,832,808	238,318	422,092	242,022	259,577	5,994,817
<b>FUND BALANCES</b>						
Nonspendable in Form - Prepaid Expenses	114,147	310,000	-	-	-	424,147
Restricted						
Public Safety	25,979	-	-	-	-	25,979
Highways and Streets	-	-	-	-	406,653	406,653
Economic Development	-	-	-	-	2,505	2,505
Debt Service	-	-	-	-	624,507	624,507
Unrestricted						
Assigned for Capital Purposes	-	4,757,492	-	-	-	4,757,492
Unassigned (Deficit)	4,218,040	-	(337,476)	(141,814)	(18,706)	3,720,044
Total Fund Balances	4,358,166	5,067,492	(337,476)	(141,814)	1,014,959	9,961,327
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 9,190,974</b>	<b>\$ 5,305,810</b>	<b>\$ 84,616</b>	<b>\$ 100,208</b>	<b>\$ 1,274,536</b>	<b>\$ 15,956,144</b>

See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE  
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

April 30, 2016

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 9,961,327
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Amounts reported for governmental activities in the  
statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	19,959,973
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Deferred outflows (inflows) of resources related to the Village's participation in IMRF are not financial resources and, therefore, are not reported in the governmental funds	
Deferred outflows	648,964

Deferred outflows (inflows) of resources related to the Pension Trust Funds are not financial resources and, therefore, are not reported in the governmental funds	
Deferred outflows of resources	819,726
Deferred (inflows) of resources	(272,597)

Long-term liabilities, including bonds payable and interest payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Net pension liability	(8,527,356)
Interest payable	(56,813)
Compensated absences payable	(256,431)
Unamortized discount on bonds	14,376
Unamortized premium on bonds	(73,639)
Bonds and debt certificates payable	(4,996,000)

The unamortized loss on refunding is not a current financial resource and, therefore, is not reported in the governmental funds	55,633
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<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ 17,277,163</b>
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See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

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

For the Year Ended April 30, 2016

	<b>General</b>	<b>Capital Projects</b>	<b>Special Tax Allocation</b>	<b>Special Service Area #27</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>						
Taxes	\$ 3,814,914	\$ 559,577	\$ 47,634	\$ -	\$ 218,335	\$ 4,640,460
Intergovernmental	2,048,945	106,146	-	-	222,964	2,378,055
Licenses and Permits	650,878	-	-	-	-	650,878
Service Charges	368,705	282,874	-	-	-	651,579
Fines	122,400	-	-	-	-	122,400
Investment Income	21,698	19,383	85	1	2,226	43,393
Miscellaneous	462,481	-	-	-	-	462,481
Total Revenues	7,490,021	967,980	47,719	1	443,525	8,949,246
<b>EXPENDITURES</b>						
Current						
General Government	1,471,717	493,138	12,533	-	7,964	1,985,352
Public Safety	4,255,393	-	-	-	-	4,255,393
Public Works	891,643	-	-	103,922	309,931	1,305,496
Capital Outlay	-	1,907,230	-	1,051,893	201,108	3,160,231
Debt Service						
Principal	-	-	-	-	367,000	367,000
Interest and Agent Fees	-	-	-	-	121,500	121,500
Total Expenditures	6,618,753	2,400,368	12,533	1,155,815	1,007,503	11,194,972
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	871,268	(1,432,388)	35,186	(1,155,814)	(563,978)	(2,245,726)

	General	Capital Projects	Special Tax Allocation	Special Service Area #27	Nonmajor Governmental Funds	Total Governmental Funds
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	\$ -	\$ 714,349	\$ -	\$ 1,014,000	\$ 605,033	\$ 2,333,382
Transfers (Out)	(712,833)	(354,400)	(1,516)	-	(1,264,633)	(2,333,382)
Proceeds from Sale of Capital Assets	12,164	4,853	-	-	-	17,017
Issuance of Bonds	-	-	-	-	1,300,000	1,300,000
Premium on Issuance of Bonds	-	-	-	-	27,306	27,306
Total Other Financing Sources (Uses)	(700,669)	364,802	(1,516)	1,014,000	667,706	1,344,323
<b>NET CHANGE IN FUND BALANCES</b>	170,599	(1,067,586)	33,670	(141,814)	103,728	(901,403)
<b>FUND BALANCES (DEFICIT), MAY 1</b>	4,187,567	6,135,078	(371,146)	-	911,231	10,862,730
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<u>\$ 4,358,166</u>	<u>\$ 5,067,492</u>	<u>\$ (337,476)</u>	<u>\$ (141,814)</u>	<u>\$ 1,014,959</u>	<u>\$ 9,961,327</u>

See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE  
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2016

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	<b>\$ (901,403)</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	3,611,342
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	367,000
The change in the accrual of interest is reported as an increase of interest expense on the statement of activities	(12,921)
The issuance of bonds and the related costs are shown on the fund financial statements as other financing sources (uses) and current expenditures, but are recorded as long-term liabilities and deferred charges on the governmental-wide statements	
Issuance of bonds	(1,300,000)
Premium on issuance of bonds	(27,306)
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation	(682,851)
Amortization of discount on bonds	(1,216)
Amortization of premium on bonds	4,487
Amortization of loss on refunding	(6,181)
Certain revenue recognition is different on the full accrual basis than on the modified accrual basis	(34,245)
The change in deferred outflows (inflows) for IMRF is reported as an expense on the statement of activities	586,202
The change in the net pension liability for IMRF is reported as an expense on the statement of activities	(628,815)
The change in deferred outflows (inflows) for the Pension Trust Funds is reported as an expense on the statement of activities	547,129
The change in the net pension liability for the Pension Trust Funds is reported as an expense on the statement of activities	(769,197)
The change in compensated absences payable is shown as an expense on the statement on activities	38,596
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ 790,621</b>

See accompanying notes to financial statements.



**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**STATEMENT OF NET POSITION  
PROPRIETARY FUNDS**

April 30, 2016

	<b>Water Utility</b>	<b>Nonmajor Enterprise Fund</b>	<b>Total</b>
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	\$ 4,698,317	\$ 99,629	\$ 4,797,946
Accounts Receivable	251,340	-	251,340
Interest Receivable	3,705	-	3,705
Prepaid Items	6,926	-	6,926
Deposits	969	-	969
Total Current Assets	4,961,257	99,629	5,060,886
<b>NONCURRENT ASSETS</b>			
Advances to Other Funds	19,000	-	19,000
Capital Assets			
Capital Assets not Being Depreciated	793,933	-	793,933
Capital Assets Being Depreciated (Net of Accumulated Depreciation)	9,927,684	253,478	10,181,162
Net Capital Assets	10,721,617	253,478	10,975,095
Total Noncurrent Assets	10,740,617	253,478	10,994,095
Total Assets	15,701,874	353,107	16,054,981
<b>DEFERRED OUTFLOWS</b>			
Pension Items - IMRF	134,429	-	134,429
Total Asses and Deferred Outflows of Resources	15,836,303	353,107	16,189,410
<b>CURRENT LIABILITIES</b>			
Accounts Payable	762,424	2,476	764,900
Accrued Payroll	14,401	-	14,401
Unearned Revenue	-	26,010	26,010
IEPA Loan Payable	81,892	-	81,892
Other Liabilities	23,250	-	23,250
Total Current Liabilities	881,967	28,486	910,453
<b>LONG-TERM LIABILITIES</b>			
IEPA Loan Payable	1,105,540	-	1,105,540
Net Pension Liability - IMRF	357,363	-	357,363
Total Long-Term Liabilities	1,462,903	-	1,462,903
Total Liabilities	2,344,870	28,486	2,373,356
<b>NET POSITION</b>			
Net Investment in Capital Assets	9,534,185	253,478	9,787,663
Unrestricted	3,957,248	71,143	4,028,391
<b>TOTAL NET POSITION</b>	<b>\$ 13,491,433</b>	<b>\$ 324,621</b>	<b>\$ 13,816,054</b>

See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS****STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS**

For the Year Ended April 30, 2016

	<b>Water Utility</b>	<b>Nonmajor Enterprise Fund</b>	<b>Total</b>
<b>OPERATING REVENUES</b>			
Charges for Services	\$ 3,105,992	\$ 64,617	\$ 3,170,609
Fees	40,444	-	40,444
Penalties	30,939	-	30,939
Miscellaneous	703	-	703
Total Operating Revenues	3,178,078	64,617	3,242,695
<b>OPERATING EXPENSES EXCLUDING DEPRECIATION</b>			
General and Administrative	2,151,976	46,634	2,198,610
Distribution	3,631	-	3,631
Total Operating Expenses Excluding Depreciation	2,155,607	46,634	2,202,241
<b>OPERATING INCOME BEFORE DEPRECIATION</b>	1,022,471	17,983	1,040,454
Depreciation	322,568	24,153	346,721
<b>OPERATING INCOME (LOSS)</b>	699,903	(6,170)	693,733
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Rental Income	-	4,300	4,300
Gain (Loss) on Disposal of Capital Assets	7,502	-	7,502
Investment Income	16,462	31	16,493
Total Non-Operating Revenues (Expenses)	23,964	4,331	28,295
<b>CHANGE IN NET POSITION</b>	723,867	(1,839)	722,028
<b>NET POSITION, MAY 1</b>	12,981,673	326,460	13,308,133
Change in Accounting Principle	(214,107)	-	(214,107)
<b>NET POSITION, MAY 1 , RESTATED</b>	12,767,566	326,460	13,094,026
<b>NET POSITION, APRIL 30</b>	\$ 13,491,433	\$ 324,621	\$ 13,816,054

See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS**

For the Year Ended April 30, 2016

	<b>Water Utility</b>	<b>Nonmajor Enterprise Fund</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers and Users	\$ 3,172,387	\$ 64,617	\$ 3,237,004
Receipts from Rent and Rebates	-	4,300	4,300
Payments to Suppliers	(1,763,316)	(45,480)	(1,808,796)
Payments to Employees	(403,361)	-	(403,361)
Net Cash from Operating Activities	1,005,710	23,437	1,029,147
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Repayments of Advances to Other Funds	6,000	-	6,000
Net Cash from Noncapital Financing Activities	6,000	-	6,000
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Purchases of Property, Plant and Equipment	(1,860,617)	-	(1,860,617)
Proceeds from the Sale of Property, Plant and Equipment	7,502		7,502
Payment of IEPA Loan	(81,892)	-	(81,892)
Net Cash from Capital and Related Financing Activities	(1,935,007)	-	(1,935,007)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on Investments	17,202	31	17,233
Net Cash from Investing Activities	17,202	31	17,233
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(906,095)	23,468	(882,627)
<b>CASH AND CASH EQUIVALENTS, MAY 1</b>	5,604,412	76,161	5,680,573
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	\$ 4,698,317	\$ 99,629	\$ 4,797,946

(This statement is continued on the following page.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**STATEMENT OF CASH FLOWS (Continued)**  
**PROPRIETARY FUNDS**

For the Year Ended April 30, 2016

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	<b>Water Utility</b>	<b>Nonmajor Enterprise Fund</b>	<b>Total</b>
<hr/>			
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating Income (Loss)	\$ 699,903	\$ (6,170)	\$ 693,733
Adjustments to Reconcile Operating Income to Net Cash from Operating Activities			
Depreciation and Amortization	322,568	24,153	346,721
Rental Income	-	4,300	4,300
Changes in Assets and Liabilities			
Accounts Receivable	(10,085)	-	(10,085)
Prepaid Items	2,912	-	2,912
Pension items	(121,428)	-	(121,428)
Accounts Payable	(87,384)	1,154	(86,230)
Retainage Payable	61,253	-	61,253
Accrued Payroll	6,234	-	6,234
Other Liabilities	1,482	-	1,482
Net Pension Liability	130,255	-	130,255
	<hr/>		
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ 1,005,710</b>	<b>\$ 23,437</b>	<b>\$ 1,029,147</b>
	<hr/>		

See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS**

April 30, 2016

	<b>Pension Trust</b>	<b>Agency</b>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 359,608	\$ 52,063
Investments, at Fair Value		
U.S. Government and U.S. Agency Obligations	3,478,660	-
Municipal Bonds	587,738	-
Equity Mutual Funds	111,930	-
Corporate Bonds	1,550,493	-
Equities	2,851,313	-
Debt Mutual Funds	914,269	-
Accrued Interest	58,336	-
Property Tax Receivable	-	12,135
Total Assets	9,912,347	\$ 64,198
<b>LIABILITIES</b>		
Accounts Payable	1,244	\$ -
Due to Bondholders	-	26,871
Due to Others	-	37,327
Total Liabilities	1,244	\$ 64,198
<b>NET POSITION RESTRICTED FOR PENSIONS</b>	<u>\$ 9,911,103</u>	

See accompanying notes to financial statements.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
PENSION TRUST FUNDS**

For the Year Ended April 30, 2016

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**ADDITIONS**

Contributions

Employer Contributions	\$ 495,706
Employee Contributions	<u>126,385</u>

Total Contributions	<u>622,091</u>
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Investment Income

Net Appreciation (Depreciation) in Fair Value of Investments	(262,230)
Interest	<u>273,262</u>

Total Investment Income	11,032
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Less Investment Expense	<u>(24,330)</u>
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Net Investment Income (Loss)	<u>(13,298)</u>
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Total Additions	<u>608,793</u>
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**DEDUCTIONS**

Benefits	627,642
Refund of Contributions	7,837
Administrative Expenses	<u>23,657</u>

Total Deductions	<u>659,136</u>
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NET DECREASE	(50,343)
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**NET POSITION RESTRICTED  
FOR PENSIONS**

May 1	<u>9,961,446</u>
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April 30	<u><u>\$ 9,911,103</u></u>
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See accompanying notes to financial statements.

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

April 30, 2016

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Clarendon Hills, Illinois (the Village) was incorporated in 1924. The Village operates under a Board of Trustees-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water, engineering, public improvements, planning and zoning and general administrative services. The boundaries of the Village are within DuPage County.

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

#### a. Reporting Entity

The financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government or (b) the possibility that the component unit will provide a financial benefit to, or impose a financial burden on the primary government; or
- 2) Fiscal dependency and financial benefit/burden on the primary government.

The Village participates in one joint venture, the DuPage Water Commission (DWC). Although the Village has board representation on this organization, this is a separate reporting entity for which the Village is not financially accountable; therefore, the Village does not include its financial activities as part of its reporting entity.

The Village has a separately elected Board of Trustees, the power to levy taxes, the authorization to expend funds, the responsibility to designate management, the ability to prepare and modify the annual budget and the authority to issue debt. Therefore, the Village is not included as a component unit of any other entity.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**b. Fund Accounting**

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. The minimum number of funds are maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of the Village's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds) and the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Village utilizes pension trust funds which are generally used to account for assets that the Village holds in a fiduciary capacity. In addition, the Village uses agency funds to account for assets that the Village is holding in an agent capacity.

**c. Government-Wide and Fund Financial Statements**

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



**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c. Government-Wide and Fund Financial Statements (Continued)

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

Separate financial statements are provided for governmental funds, 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:

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

The Capital Projects Fund is used to account for resources restricted, committed or assigned by the Village for acquisition and/or construction of major capital items other than those financed by special service areas.

The Special Tax Allocation Fund is used to account for incremental property taxes and other funds restricted for activities in the Village's Tax Increment Financing District. The Village has chosen to voluntarily report this fund as a major fund.

Special Service Area #27 Fund is a special taxing district established to account for the funding of road improvements in a defined geographic area.

The Village reports the following major proprietary fund:

The Water Utility Fund is used to account for the provision of water, repair and improvement services to residents. All activities necessary to provide such services are accounted for in this fund.

In addition, the Village reports pension trust funds as fiduciary funds to account for the police and fire pension plans. The Village reports agency funds to account for the repayment of no commitment debt (Special Service Area No. 7) and park and school district donations where the Village is acting in an agent capacity.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (except for the agency funds which do not have a measurement focus). Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. The Village recognizes property taxes when they become both measurable and available in the period the tax is intended to finance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing enterprise fund services. Incidental revenues/expenses are reported as non-operating.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. 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 taxes and telecommunication taxes which use a 90-day period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, sales taxes and telecommunication taxes owed to the state at year end, franchise fees, licenses, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Fines and permit revenue and miscellaneous revenues are considered to be measurable and available only when cash is received by the Village.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation  
(Continued)

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

e. Cash and Investments

Cash and deposits include amounts in demand deposits as well as non-negotiable certificates of deposit stated at cost. Investments are stated at fair value in accordance with GASB Statement No. 25 and No. 31.

For purposes of the statement of cash flows, the Village's proprietary funds consider their demand deposits and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

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 Funds' share price, the price at which the investment 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 at which the investment could be sold.

f. Receivables

Receivables consist primarily of property taxes, intergovernmental and other miscellaneous amounts due the Village.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

g. Employees' Deferred Compensation Plan

The Village offers employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits deferral of a portion of compensation until future years. The deferred amount is not available to employees until termination, retirement, death or unforeseeable emergency. The assets have been placed in trust for the benefit of the employees and, accordingly, are not reported in these financial statements.

h. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses and are reported using the consumption method.

i. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets on a prospective basis (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life in excess of one-year.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and Building Improvements	5-50
Waterworks System	10-40
Equipment	3-30
Infrastructure	10-50

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

j. Compensated Absences

Vested or accumulated employee leave balances are reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated employee leave balances of proprietary funds and governmental activities are recorded as an expense and liability of those funds as the benefits accrue to employees.

k. Long-Term Obligations

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

l. Net Position/Fund Balances

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Trustees that can only be modified with similar action by the Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village's Manager and the Finance Director/Treasurer/Budget Officer via the annual budget. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**l. Net Position/Fund Balances (Continued)**

The Village has established a fund balance reserve policy for its general fund. The policy targets a minimum fund balance to be maintained in the General Fund equivalent to 50% of the audited expenditures in the fund. Any fund balance in the General Fund in excess of the 50% can be assigned for future capital purposes and/or transferred to the Capital Projects Fund.

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned funds and then unassigned funds.

In the government-wide financial statements, restricted net position are legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any outstanding long-term debt issued to acquire or construct the capital assets.

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the Village.

**m. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**n. Interfund Transactions**

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**o. Interfund Receivables/Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

If applicable, advances between funds, are offset by a fund balance nonspendable account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

**p. Use of Estimates**

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, liabilities and deferred inflows 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.

**2. CASH AND INVESTMENTS**

Cash and investments are held separately and in pools by several of the Village’s funds. The Village invests these funds pursuant to an investment policy adopted by the Board of Trustees. The deposits and investments of the Pension Trust Funds are held separately.

The Village’s investment policy and state statutes authorize the Village to make deposits/invest 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 Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, local government bonds within the four highest rating classifications, Illinois Funds and IMET.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

**2. CASH AND INVESTMENTS (Continued)**

**a. Village Deposits with Financial Institutions**

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an independent third party in the name of the Village and evidenced by a written collateral agreement. As of April 30, 2016, the Village's deposits with a bank balance of \$3,257,787 were uninsured and uncollateralized.

**b. Village Investments**

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a two-year period. The investment policy limits the maximum maturity length of investments to two years from the date of purchase.

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in money market mutual funds, U.S. Treasury and U.S. agency obligations.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Village's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Village's name.

Concentration of credit risk - The Village's investment policy limits the amount of the portfolio that can be invested in any one investment vehicle to no more than 40% of the portfolio, except for U.S. Treasury obligations.

The Village's investment policy specifically prohibits the use of or the investment in derivatives and tri-party repurchase agreements.



**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**3. PROPERTY TAXES**

The Village's property tax is levied each calendar year on all taxable real property located in the Village. For governmental funds property taxes are recognized as revenue in the year intended to finance if collected within 60 days subsequent to year end. At the government-wide level, property taxes are recognized as revenue in the year intended to finance, regardless of when collected.

The County Assessor is responsible for assessment of all taxable real property within DuPage County (the County), except for certain railroad property which is assessed directly by the state. The Township Assessor is responsible for assessment of all taxable real property. Reassessments occur based on market conditions. The County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the County Collector as the basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the units their respective shares of the collections. Taxes levied in one year become due and payable in two installments on June 1 and September 1 during the following year. Taxes must be levied by the last Tuesday in December of the levy year and the levy becomes an enforceable lien against the property as of January 1 of the levy year. The 2016 tax levy, which attached as an enforceable lien on 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.

**4. CAPITAL ASSETS**

The following is a summary of capital asset activity during the fiscal year:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital Assets not Being Depreciated				
Land	\$ 2,018,651	\$ 165,408	\$ -	\$ 2,184,059
Land Right of Way	2,273,783	-	-	2,273,783
Construction in Progress	1,407,847	3,155,062	1,335,327	3,227,582
Total Capital Assets not Being Depreciated	5,700,281	3,320,470	1,335,327	7,685,424
Capital Assets Being Depreciated				
Buildings	6,093,754	24,285	-	6,118,039
Improvements Other than Buildings	553,592	55,729	-	609,321
Equipment	3,847,856	203,260	73,441	3,977,675
Storm Sewers	26,505	-	-	26,505
Streets	6,893,551	1,342,925	-	8,236,476
Total Capital Assets Being Depreciated	17,415,258	1,626,199	73,441	18,968,016

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**4. CAPITAL ASSETS (Continued)**

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES (Continued)</b>				
Less Accumulated Depreciation for				
Buildings	\$ 2,015,970	\$ 149,628	\$ -	\$ 2,165,598
Improvements Other than Buildings	241,968	23,864	-	265,832
Equipment	2,408,644	256,822	73,441	2,592,025
Storm Sewers	242,759	1,060	-	243,819
Streets	1,174,716	251,477	-	1,426,193
Total Accumulated Depreciation	6,084,057	682,851	73,441	6,693,467
 Total Capital Assets Being Depreciated, Net	11,331,201	943,348	-	12,274,549
 <b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 17,031,482</b>	<b>\$ 4,263,818</b>	<b>\$ 1,335,327</b>	<b>\$ 19,959,973</b>
 <b>BUSINESS-TYPE ACTIVITIES</b>				
Capital Assets not Being Depreciated				
Land	\$ 42,788	\$ -	\$ -	\$ 42,788
Construction in Progress	116,434	751,145	116,434	751,145
Total Capital Assets not Being Depreciated	159,222	751,145	116,434	793,933
 Capital Assets Being Depreciated				
Buildings	468,549	-	-	468,549
Improvements Other than Buildings	931,129	-	-	931,129
Equipment	1,469,587	41,816	25,990	1,485,413
Waterworks System	12,106,891	1,784,154	-	13,891,045
Storm Sewer	26,810	-	-	26,810
Total Capital Assets Being Depreciated	15,002,966	1,825,970	25,990	16,802,946
 Less Accumulated Depreciation for				
Buildings	416,686	5,944	-	422,630
Improvements Other than Buildings	685,640	20,724	-	706,364
Equipment	1,388,572	30,533	25,990	1,393,115
Waterworks System	3,802,829	288,448	-	4,091,277
Storm Sewer	7,326	1,072	-	8,398
Total Accumulated Depreciation	6,301,053	346,721	25,990	6,621,784
 Total Capital Assets Being Depreciated, Net	8,701,913	1,479,249	-	10,181,162
 <b>BUSINESS-TYPE ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 8,861,135</b>	<b>\$ 2,230,394</b>	<b>\$ 116,434</b>	<b>\$ 10,975,095</b>

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

<b>GOVERNMENTAL ACTIVITIES</b>	
General Government	\$ 302,986
Public Safety	293,850
Public Works, Including Depreciation of General Infrastructure Assets	86,015
 <b>TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES</b>	 <b>\$ 682,851</b>

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**4. CAPITAL ASSETS (Continued)**

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

**BUSINESS-TYPE ACTIVITIES**

Water	\$ 322,568
Parking	<u>24,153</u>

<b>TOTAL DEPRECIATION EXPENSE - BUSINESS-TYPE ACTIVITIES</b>	<b><u>\$ 346,721</u></b>
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**5. LONG-TERM DEBT**

**a. Governmental Activities**

The following is a summary of long-term debt transactions in the governmental activities for the year ended April 30, 2016:

	Balances May 1, Restated	Additions	Maturities and Retirements	Balances April 30	Current Portion
Accrued Compensated Absences	\$ 295,027	\$ -	\$ 38,596	\$ 256,431	\$ 25,643
Net pension liability - IMRF*	1,096,383	628,815	-	1,725,198	-
Net pension liability - Police*	5,703,434	938,865	-	6,642,299	-
Net pension liability - Fire*	329,527	-	169,668	159,859	-
Unamortized Premium on Bonds	50,820	27,306	4,487	73,639	-
Unamortized Discount on Bonds	(15,592)	-	(1,216)	(14,376)	-
2009 Series General Obligation					
Alternate Revenue Source Bonds	268,000	-	22,000	246,000	23,000
2011 Series General Obligation					
Alternate Revenue Source Bonds	425,000	-	30,000	395,000	30,000
2012 Series Debt Certificates	1,805,000	-	230,000	1,575,000	235,000
2012A Series General Obligation					
Alternate Revenue Source Bonds	445,000	-	30,000	415,000	30,000
2013 Series General Obligation					
Alternate Revenue Source Bonds	420,000	-	25,000	395,000	25,000
2014 Series General Obligation					
Alternate Revenue Source Bonds	700,000	-	30,000	670,000	35,000
2015 Series General Obligation					
Alternate Revenue Source Bonds	-	1,300,000	-	1,300,000	55,000
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 11,522,599</u></b>	<b><u>\$ 2,894,986</u></b>	<b><u>\$ 578,535</u></b>	<b><u>\$ 13,839,050</u></b>	<b><u>\$ 453,643</u></b>

\*As discussed in Note 12, beginning balances were restated to record the opening net pension liability amounts for the Illinois Municipal Retirement Fund, Police Pension Fund and Firefighters' Pension Fund.

**5. LONG-TERM DEBT (Continued)**

a. Governmental Activities (Continued)

The noncurrent accrued compensated absences and net pension liabilities are being repaid by the General Fund.

The 2009 Series General Obligation Alternate Revenue Source Bonds were issued to fund the costs of Special Service Area #15 improvements and are funded by the taxes specifically designated in the Special Service Area Funds with the public benefit portion funded by a transfer from the Village's capital projects fund.

The 2011 Series General Obligation Alternate Revenue Source Bonds were issued to finance certain capital improvements of Special Service Areas #18, 19, 20, 21, 22 and 23 and are funded by the taxes specifically designated in the Special Service Area Funds, motor vehicle license fees, and ad valorem taxes levied against all taxable property within the Village.

The 2012 Series Debt Certificates were issued to refund the 2002 Series Debt Certificates and to refund a portion of the 2005 Series Debt Certificates. The proceeds of the 2012 Series Debt Certificates were placed in an irrevocable trust to provide for the payment of the old Certificates. Accordingly, the trust account assets and liability for the refunded bonds are not included in the financial statements.

The 2012A Series General Obligation Alternate Revenue Source Bonds were issued to pay the costs of certain road improvements within the Village's Special Service Areas #17 and 24 and to pay the costs of issuance of the bonds. Repayment of the debt is funded by the taxes specifically designated in the Special Service Area funds.

The 2013 Series General Obligation Alternate Revenue Source Bonds were issued to pay the costs of certain road improvements within the Village's Special Service Areas #25 and to pay the costs of issuance of the bonds. Repayment of the debt is funded by taxes specifically designated in the Special Service Area fund.

The 2014 Series General Obligation Alternate Revenue Source Bonds were issued to pay the costs of certain road improvements within the Village's Special Service Areas #26 and to pay the costs of issuance of the bonds. Repayment of the debt is funded by taxes specifically designated in the Special Service Area fund.

The 2015 Series General Obligation Alternate Revenue Source Bonds were issued to pay the costs of certain road improvements within the Village's Special Service Areas #27 and to pay the costs of issuance of the bonds. Repayment of the debt is funded by taxes specifically designated in the Special Service Area fund.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. LONG-TERM DEBT (Continued)**

b. Other Long-Term Debt

The following is a summary of long-term debt transactions of the business-type activities for the year ended April 30, 2016:

	Balances May 1, Restated	Additions	Maturities and Retirements	Balances April 30	Current Portion
IEPA Loan	\$ 1,269,324	\$ -	\$ 81,892	\$ 1,187,432	\$ 81,892
Net Pension Liability - IMRF*	227,108	130,255	-	357,363	-
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 1,496,432</b>	<b>\$ 130,255</b>	<b>\$ 81,892</b>	<b>\$ 1,544,795</b>	<b>\$ 81,892</b>

\*As discussed in Note 12, beginning balances were restated to record the opening net pension liability amount for the Illinois Municipal Retirement Fund.

The Village, through the Illinois Environmental Protection Agency (IEPA), received 0% interest loans for the construction of various water main replacement projects payable from water fees. Debt service to maturity for the IEPA Loan is as follows:

<u>Year Ending April 30,</u>	<u>Principal</u>
2017	\$ 81,892
2018	81,892
2019	81,892
2020	81,892
2021	81,892
2022-2026	409,460
2027-2031	<u>368,512</u>
<b>TOTAL</b>	<b><u>\$ 1,187,432</u></b>

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. LONG-TERM DEBT (Continued)**

c. Long-Term Debt Service to Maturity

Date of Issue	September 1, 2009		August 1, 2011	
Original Amount of Issue	\$360,000		\$500,000	
Interest Rate(s)	2.00% to 5.00%		1.25% to 3.50%	
Principal Payment Due	January 1		January 1	
Interest Payment Due	January 1 and July 1		January 1 and July 1	
Year Ending April 30,	2009 General Obligation Alternate Revenue Source Bonds		2011 Series General Obligation Alternate Revenue Source Bonds	
	Principal	Interest	Principal	Interest
2017	\$ 23,000	\$ 10,956	\$ 30,000	\$ 12,595
2018	24,000	10,139	30,000	11,950
2019	25,000	9,238	30,000	11,200
2020	26,000	8,240	35,000	10,360
2021	27,000	7,134	35,000	9,310
2022-2026	121,000	15,244	190,000	28,298
2027-2031	-	-	45,000	1,575
TOTAL	\$ 246,000	\$ 60,951	\$ 395,000	\$ 85,288
Date of Issue	February 27, 2012		October 16, 2012	
Original Amount of Issue	\$2,360,000		\$500,000	
Interest Rate(s)	2.00% to 2.75%		1.25% to 2.50%	
Principal Payment Due	January 1		January 1	
Interest Payment Due	January 1 and July 1		January 1 and July 1	
Year Ending April 30,	2012 Series Debt Certificates		2012A Series General Obligation Alternate Revenue Source Bonds	
	Principal	Interest	Principal	Interest
2017	\$ 235,000	\$ 35,875	\$ 30,000	\$ 8,965
2018	155,000	31,175	30,000	8,590
2019	160,000	28,075	30,000	8,215
2020	160,000	24,875	30,000	7,585
2021	165,000	21,675	35,000	6,955
2022-2026	700,000	46,513	180,000	23,330
2027-2031	-	-	80,000	3,000
TOTAL	\$ 1,575,000	\$ 188,188	\$ 415,000	\$ 66,640

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. LONG-TERM DEBT (Continued)**

c. Long-Term Debt Service to Maturity (Continued)

Date of Issue	November 5, 2013	September 17, 2014
Original Amount of Issue	\$440,000	\$700,000
Interest Rate(s)	2.50% to 4.50%	1.50% to 4.00%
Principal Payment Due	January 1	January 1
Interest Payment Due	January 1 and July 1	January 1 and July 1

Year Ending April 30,	2013 Series General Obligation Alternate Revenue Source Bonds		2014 Series General Obligation Alternate Revenue Source Bonds	
	Principal	Interest	Principal	Interest
2017	\$ 25,000	\$ 14,750	\$ 35,000	\$ 20,550
2018	25,000	14,125	40,000	20,025
2019	25,000	13,438	40,000	19,425
2020	30,000	12,750	40,000	18,825
2021	30,000	11,925	45,000	17,825
2022-2026	155,000	43,500	240,000	71,125
2027-2031	105,000	9,450	230,000	23,400
TOTAL	\$ 395,000	\$ 119,938	\$ 670,000	\$ 191,175

Date of Issue	September 22, 2015
Original Amount of Issue	\$1,300,000
Interest Rate(s)	2.50% to 3.25%
Principal Payment Due	January 1
Interest Payment Due	January 1 and July 1

Year Ending April 30,	2015 Series General Obligation Alternate Revenue Source Bonds	
	Principal	Interest
2017	\$ 55,000	\$ 46,872
2018	70,000	35,388
2019	75,000	33,638
2020	75,000	31,762
2021	80,000	29,888
2022-2026	430,000	117,275
2027-2031	515,000	50,875
TOTAL	\$ 1,300,000	\$ 345,698

**5. LONG-TERM DEBT (Continued)**

d. Noncommitment Debt

Special Service Area #7 Bonds outstanding as of the date of this report totaled \$25,000. These bonds are not an obligation of the Village and are secured by the levy of real estate taxes on certain property within the special service area. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying the tax and forwarding the collections to bondholders.

**6. DEFINED BENEFIT PENSION PLANS**

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 also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. The Village and Clarendon Hills Public Library (the Library) both participate in the IMRF plan and, therefore, the plan is reported as a cost sharing plan.

None of the pension plans issue separate reports on the pension plans. However, 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 or at [www.imrf.org](http://www.imrf.org).

a. Plan Descriptions

Illinois Municipal Retirement Fund

*Plan Administration*

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.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.



**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Plan Membership*

At December 31, 2015, IMRF membership consisted of:

Inactive Employees or Their Beneficiaries	
Currently Receiving Benefits	35
Inactive Employees Entitled to but not yet Receiving Benefits	35
Active Employees	29
	<hr/>
TOTAL	99
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The IMRF data included in the table above includes membership of both the Village and Library

*Benefits Provided*

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited 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, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited 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, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all are established by state statute.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Contributions*

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended December 31, 2015 was 15.04% of covered payroll.

*Actuarial Assumptions*

The Village's net pension liability was measured as of December 31, 2015 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial Valuation Date	December 31, 2015
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Inflation	2.75%
Salary Increases	3.75% to 14.50%
Interest Rate	7.50%
Cost of Living Adjustments	3.00%
Asset Valuation Method	Market Value

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

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Discount Rate*

The discount rate used to measure the total pension liability was 7.47%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was not projected to be available to make all projected future benefit payments of current plan members.

Therefore, the long-term expected rate of return on pension plan investments of 7.50% was blended with the index rate of 3.57% for tax exempt general obligation bonds rated AA or better at December 31, 2015 to arrive at a discount rate of 7.47% used to determine the total pension liability.

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2015	\$ 11,350,770	\$ 9,784,508	\$ 1,566,262
Changes for the Period			
Service Cost	188,563	-	188,563
Interest	837,843	-	837,843
Difference Between Expected and Actual Experience	404,261	-	404,261
Changes in Assumptions	14,157	-	14,157
Employer Contributions	-	285,127	(285,127)
Employee Contributions	-	85,311	(85,311)
Net Investment Income	-	48,629	(48,629)
Benefit Payments and Refunds	(487,874)	(487,874)	-
Other (Net Transfer)	-	127,449	(127,449)
Net Changes	956,950	58,642	898,308
BALANCES AT DECEMBER 31, 2015	\$ 12,307,720	\$ 9,843,150	\$ 2,464,570

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Changes in the Net Pension Liability (Continued)*

The table presented above includes amounts for both the Village and Library. The Village's proportionate share of the net pension liability at January 1, 2015, the employer contributions and the net pension liability at December 31, 2015 was \$1,323,491, \$240,932 and \$2,082,561, respectively. The Library's proportionate share of the net pension liability at January 1, 2015, the employer contributions and the net pension liability at December 31, 2015 was \$242,771, \$44,195 and \$382,009, respectively.

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended April 30, 2016, the Village recognized pension expense of \$288,442.

At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 281,434	\$ -
Changes in Assumption	9,856	-
Net Difference Between Projected and Actual		
Earnings on Pension Plan Investments	548,468	-
Contributions Made Subsequent to the		
Measurement Date	87,334	-
	<hr/>	<hr/>
TOTAL	\$ 927,092	\$ -

The deferred outflows presented in the table above include amounts for both the Village and Library. The Village's proportionate share of the deferred outflows of resources at April 30, 2016 was \$783,393. The Library's proportionate share of the deferred outflows of resources at April 30, 2016 was \$143,699.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)*

Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2017	\$ 297,084
2018	223,287
2019	147,258
2020	115,864
2021	-
Thereafter	-
	<hr/>
TOTAL	\$ 783,393
	<hr/>

*Discount Rate Sensitivity*

The following is a sensitive 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 7.47% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.47%) or 1 percentage point higher (8.47%) than the current rate:

	1% Decrease (6.47%)	Current Discount Rate (7.47%)	1% Increase (8.47%)
	<hr/>	<hr/>	<hr/>
Net Pension Liability - Village	\$ 3,406,434	\$ 2,082,561	\$ 1,019,225
Net Pension Liability - Library	624,849	382,009	186,959

Police Pension Plan

*Plan Administration*

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

VILLAGE OF CLARENDON HILLS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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6. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Plan Administration* (Continued)

The Police Pension Plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village's President, one member is elected by pension beneficiaries and two members are elected by active police employees.

The Police Pension Plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

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

Inactive Employees or their Beneficiaries	
Currently Receiving Benefits	12
Inactive Employees Entitled to but not yet Receiving Benefits	1
Active Employees	13
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TOTAL	26
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*Benefits Provided*

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit 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 eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit 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 be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Benefits Provided (Continued)*

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of  $\frac{1}{2}$  of the annual change in the Consumer Price Index or 3% compounded. The annual benefit 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 ten years may retire at or after age 50 and receive a reduced benefit (i.e.,  $\frac{1}{2}\%$  for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1<sup>st</sup> after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or  $\frac{1}{2}$  of the change in the Consumer Price Index for the proceeding calendar year.

*Contributions*

Employees are required by ILCS 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 plan, including the costs of administering the Police Pension Plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. However, the Village has adopted a funding policy to fund 100% of the past service cost by 2040. For the year ended April 30, 2016, the Village's contribution was 39.32% of covered payroll.

*Investment Policy*

ILCS limit the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund can invest in the same securities as the Village, plus the following: certain non-U.S. obligations (corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions, Illinois insurance company general and separate accounts, equity mutual funds and equity securities.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Investment Policy (Continued)*

The Fund's investment policy limits the amount of the portfolio that can be invested in any investment class as follows but does not limit the investment in any one investment vehicle:

Diversification by Investment Class	Maximum Percent of Portfolio	Targeted Percent of Portfolio
Equities	45%	45%
Fixed Income and Cash	65%	55%

The Fund's investment policy specifically prohibits the use of or the investment in derivatives, tri-party repurchase agreements and reverse repurchase agreements.

During the year, the Board of Trustees approved a revision to the Fund's investment policy to make changes to the diversification by investment class, and to allow investments in corporate bonds.

The Fund's investment manager establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Cash and Short-Term Investments	5.00%	0.50%
U.S Government and Agency Obligations	25.00%	2.50%
Municipal Bonds	5.00%	2.50%
Corporate Bonds	20.00%	2.50%
Equities	40.00%	5.00%
Debt Mutual Funds	5.00%	2.50%

*Investment Valuations*

All investments in the plan are stated at fair value and are recorded as of the trade date. Fair value is based on quoted market prices at April 30 for debt securities, equity securities and mutual funds and contract values for insurance contracts.



**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Investment Rate of Return*

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 (0.51%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Deposits with Financial Institutions*

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an independent third party in the name of the Fund and evidenced by a written collateral agreement.

*Interest Rate Risk*

The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2016:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury Obligations	\$ 1,711,272	\$ 499,555	\$ 906,044	\$ 305,673	\$ -
U.S. Agency Obligations	888,399	-	48,776	313,491	526,132
Municipal Bonds	468,668	122,026	273,644	-	72,998
Corporate Bonds	1,550,493	98,220	853,614	571,782	26,877
Debt Mutual Funds	914,269	-	-	914,269	-
<b>TOTAL</b>	<b>\$ 5,533,101</b>	<b>\$ 719,801</b>	<b>\$ 2,082,078</b>	<b>\$ 2,105,215</b>	<b>\$ 626,007</b>

In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period. The investment policy does not limit the maximum maturity length of investments in the Fund.

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Credit Risk*

The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The U.S. agency obligations are rated AA+ by Standard and Poor's, Municipal Bonds are rated AA- to AAA by Standard and Poor's, and Corporate Bonds are rated BBB to AA+ by Standard and Poor's. The debt mutual funds are not rated.

*Custodial Credit Risk*

To limit its exposure, the Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name.

*Discount Rate*

The discount rate used to measure the total pension liability was 6.75%. 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 the 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 Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2015	\$ 14,553,080	\$ 8,849,646	\$ 5,703,434
Changes for the Period			
Service Cost	253,957	-	253,957
Interest	978,028	-	978,028
Difference Between Expected and Actual Experience	(138,380)	-	(138,380)
Changes in Assumptions	345,729	-	345,729
Employer Contributions	-	447,880	(447,880)
Employee Contributions	-	114,365	(114,365)
Net Investment Income	-	(44,756)	44,756
Benefit Payments and Refunds	(635,479)	(635,479)	-
Administrative Expense	-	(17,020)	17,020
Net Changes	803,855	(135,010)	938,865
BALANCES AT APRIL 30, 2016	\$ 15,356,935	\$ 8,714,636	\$ 6,642,299

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, disability rates, turnover rates and retirement rates.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Actuarial Assumptions*

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

Actuarial Valuation Date	April 30, 2016
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Inflation	2.50%
Salary Increases	4.75%
Interest Rate	6.75%
Cost of Living Adjustments	3.00%
Asset Valuation Method	Market

Mortality rates were based on the RP-2000 CHBCA Mortality Table. The actuarial assumptions used in the April 30, 2016 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

*Discount Rate Sensitivity*

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 6.75% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 8,792,270	\$ 6,642,299	\$ 4,756,360

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended April 30, 2016, the Village recognized pension expense of \$702,706. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to the police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ -	\$ 115,317
Changes in Assumptions	288,107	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	511,249	-
TOTAL	\$ 799,356	\$ 115,317

Changes in the net pension liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in pension expense over the expected remaining service life of all employees (active and retired) in the Police Pension Plan. Differences in projected and actual earnings over the measurement period are recognized over a five-year period.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the police pension will be recognized in pension expense as follows:

Year Ending April 30,	
2017	\$ 162,371
2018	162,371
2019	162,371
2020	162,371
2021	34,554
Thereafter	-
TOTAL	\$ 684,038

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan

*Plan Administration*

Firefighter sworn personnel are covered by the Firefighters' Pension Plan, a single-employer defined benefit pension plan sponsored by the Village. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-101) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a pension trust fund.

The Firefighters' Pension Plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village's President, one member is elected by pension beneficiaries and two members are elected by active firefighter employees.

The Firefighters' Pension Plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

*Plan Membership*

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

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	-
Current Employees	
Vested	1
Nonvested	-
	<hr/>
TOTAL	<hr/> <hr/> 1

*Benefits Provided*

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

*Benefits Provided (Continued)*

one-half of the salary attached to the rank held at the date of retirement. The annual benefit 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 ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit 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 ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1<sup>st</sup> after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

*Contributions*

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' 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 finance the plan, including the cost of administering the Firefighters' Pension Plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past services costs for the Firefighters' Pension Plan. However, the Village has adopted a funding policy to fund 100% of the past service cost by 2040. For the year ended April 30, 2016, the Village's contribution was 37.57% of covered payroll.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

*Investment Policy*

ILCS limit the Firefighters' Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund can invest in the same securities as the Village, plus the following: certain non-U.S. obligations (corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions, Illinois insurance company general and separate accounts and equity mutual funds. The Fund's investment policy specifically prohibits the use of or the investment in derivatives, repurchase agreements, reverse repurchase agreements and margin account arrangements.

The Fund's investment policy limits the amount of the portfolio that can be invested in any fixed income and equity investment class as follows but does not limit the investment in any one investment vehicle:

Diversification by Fixed Income Investment Class	Normal Allocation	Range of Allocation
U.S. Treasury Bills/Notes/Bonds	30%	0-100%
U.S. Government Agency Securities (non-MBS)	35%	0-70%
U.S. Government Agency Securities (Callable)	20%	0-30%
U.S. Government Agency Securities (MBS)	5%	0-10%
Taxable Municipal Securities	10%	0-20%
Certificates of Deposit	0%	0-20%
Investment Grade Corporate Bonds	0%	0-30%
Diversification by Equity Investment Class	Normal Allocation	Range of Allocation (+/-)
U.S. Large Company Stocks	70%	50-90%
U.S. Small Company Stocks	20%	0-40%
International Stocks	10%	0-20%

During the year, no changes to the investment policy were approved by the Board of Trustees.



**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

*Investment Policy (Continued)*

The Fund's investment manager establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Cash and Short-Term Investments	5.00%	0.50%
U.S Government and Agency Obligations	75.00%	2.50%
Municipal Bonds	10.00%	2.50%
Equity Mutual Funds	10.00%	5.00%

*Investment Valuations*

All investments in the plan are stated at fair value and are recorded as of the trade date. Fair value is based on quoted market prices at April 30 for debt securities, equity securities and mutual funds and contract values for insurance contracts.

*Investment Rate of Return*

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 2.77%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Deposits with Financial Institutions*

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires pledging of collateral for the amount by which the Fund's investment exceeds such insurance or guarantee limits is collateralized by the fund which shall be maintained and credited to the fund on the records of the custodial bank.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

*Interest Rate Risk*

The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2016:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury Obligations	\$ 164,350	\$ -	\$ 66,995	\$ 97,355	\$ -
U.S. Agency Obligations	714,639	55,294	164,341	410,332	84,672
Municipal Bonds	119,070	-	42,389	54,151	22,530
<b>TOTAL</b>	<b>\$ 998,059</b>	<b>\$ 55,294</b>	<b>\$ 273,725</b>	<b>\$ 561,838</b>	<b>\$ 107,202</b>

In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period.

*Credit Risk*

The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The U.S. agency obligations are rated AA+ by Standard and Poor's and the Municipal Bonds are rated A+ to AA+ by Standard and Poor's.

*Custodial Credit Risk*

To limit its exposure, the Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

*Discount Rate*

The discount rate used to measure the total pension liability was 5%. 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 the 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 Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2015	\$ 1,441,327	\$ 1,111,800	\$ 329,527
Changes for the Period			
Service Cost	50,132	-	50,132
Interest	74,573	-	74,573
Difference Between Expected and Actual Experience	(46,957)	-	(46,957)
Changes in Assumptions	(162,749)	-	(162,749)
Employer Contributions	-	47,826	(47,826)
Employee Contributions	-	12,020	(12,020)
Net Investment Income	-	31,458	(31,458)
Benefit Payments and Refunds	-	-	-
Administrative Expense	-	(6,637)	6,637
Net Changes	(85,001)	84,667	(169,668)
BALANCES AT APRIL 30, 2016	\$ 1,356,326	\$ 1,196,467	\$ 159,859

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, disability rates, turnover rates and retirement rates.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

*Actuarial Assumptions*

The total pension liability above was determined by an actuarial valuation using the following actuarial methods and assumptions.

Actuarial Valuation Date	April 30, 2016
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Inflation	2.50%
Salary Increases	3.50%
Interest Rate	5.00%
Cost of Living Adjustments	3.00% (Tier 1) 1.25% (Tier 2)
Asset Valuation Method	Market

Mortality rates were based on the RP-2000 CHBCA Mortality Table. The actuarial assumptions used in the April 30, 2016 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

*Discount Rate Sensitivity*

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 5% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4%) or 1 percentage point higher (6%) than the current rate:

	1% Decrease (4%)	Current Discount Rate (5%)	1% Increase (6%)
Net Pension Liability (Asset)	\$ 349,745	\$ 159,859	\$ (6,707)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended April 30, 2016, the Village recognized pension expense of \$15,068. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to the firefighters' pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ -	\$ 35,218
Changes in Assumption	-	122,062
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	20,370	-
TOTAL	\$ 20,370	\$ 157,280

Changes in the net pension liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in pension expense over the expected remaining service life of all employees (active and retired) in the plan. Differences in projected and actual earnings over the measurement period are recognized over a five-year period.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the firefighters' pension will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2017	\$ (47,334)
2018	(47,334)
2019	(47,334)
2020	5,092
2021	-
Thereafter	-
TOTAL	\$ (136,910)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

b. Summary Financial Information

Following is summary financial information for the Police Pension Fund and the Firefighters' Pension Fund as of and at April 30, 2016:

Statement of Net Position

	Police Pension	Firefighters' Pension	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 281,356	\$ 78,252	\$ 359,608
Investments, at Fair Value			
U.S. Government and U.S.			
Agency Obligations	2,599,671	878,989	3,478,660
Municipal Bonds	468,668	119,070	587,738
Equity Mutual Funds	-	111,930	111,930
Corporate Bonds	1,550,493	-	1,550,493
Equities	2,851,313	-	2,851,313
Debt Mutual Funds	914,269	-	914,269
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)			
Accrued Interest	49,316	9,020	58,336
<b>Total Assets</b>	<b>8,715,086</b>	<b>1,197,261</b>	<b>9,912,347</b>
<b>LIABILITIES</b>			
Accounts Payable	450	794	1,244
<b>Total Liabilities</b>	<b>450</b>	<b>794</b>	<b>1,244</b>
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>			
	<b>\$ 8,714,636</b>	<b>\$ 1,196,467</b>	<b>\$ 9,911,103</b>

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. DEFINED BENEFIT PENSION PLANS (Continued)**

b. Summary Financial Information (Continued)

Changes in Plan Net Position

	Police Pension	Firefighters' Pension	Total
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 447,880	\$ 47,826	\$ 495,706
Employee	114,365	12,020	126,385
Total Contributions	562,245	59,846	622,091
Investment Income			
Net Appreciation (Depreciation) in Fair Value of Investments	(264,945)	2,715	(262,230)
Interest	240,040	33,222	273,262
Total Investment Income (Loss)	(24,905)	35,937	11,032
Less Investment Expense	(19,851)	(4,479)	(24,330)
Net Investment Income (Loss)	(44,756)	31,458	(13,298)
Total Additions	517,489	91,304	608,793
<b>DEDUCTIONS</b>			
Pension Benefits	627,642	-	627,642
Refund of Contributions	7,837	-	7,837
Administrative Expenses	17,020	6,637	23,657
Total Deductions	652,499	6,637	659,136
NET INCREASE (DECREASE)	(135,010)	84,667	(50,343)
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>			
May 1	8,849,646	1,111,800	9,961,446
April 30	\$ 8,714,636	\$ 1,196,467	\$ 9,911,103

## **7. JOINT VENTURE**

A summary of the Village's joint ventures is as follows:

### **DuPage Water Commission (DWC)**

The Village is a charter customer, along with 24 other municipalities of the DWC, and has executed a Water Supply Contract (the Contract) with the DWC for a term ending in 2024. The DWC is empowered to finance, construct, acquire and obtain Lake Michigan water from the City of Chicago and distribute it to customers through a comprehensive distribution system. The Village began receiving Lake Michigan water in 1992. The Contract provides that the Village pay its proportionate share of "fixed costs" (debt service and capital costs) to the DWC, such obligation being unconditional and irrevocable. All water purchase costs are expensed by the Village in the period the water was received.

The DWC Board consists of 11 Board members, six of whom are appointed by the DuPage County Board and five of whom are appointed by vote of the mayors of municipalities within the DuPage County districts. The Village exercises no significant control over the activities of the DWC.

The Village estimates that its commitment to DWC will be approximately \$67,000 annually. This estimate has been calculated using the Village's current allocation percentage of 0.93%. In future years, the estimates and the allocation percentage will be subject to change.

In addition, the Contract also provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

To obtain DWC's financial statements, contact the administrative office of the DWC at 600 East Butterfield Road, Elmhurst, Illinois 60126.

## **8. PUBLIC ENTITY RISK POOLS**

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters.

### **Intergovernmental Personnel Benefit Cooperative**

The Intergovernmental Personnel Benefit Cooperative (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 offered by the members to their officers and employees and to the officers and employees of certain other governmental, quasi-governmental and nonprofit public service entities.



**8. PUBLIC ENTITY RISK POOLS (Continued)**

Intergovernmental Personnel Benefit Cooperative (Continued)

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. All budgeting and finance decisions are approved by the Board of Directors.

The Village does not exercise any control over the activities of the IPBC beyond its representation on the Board of Directors.

To obtain IPBC's financial statements, contact the administrative office of the IPBC at 301 East Irving Park Road, Streamwood, Illinois 60107.

Intergovernmental Risk Management Agency

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. IRMA 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. The Village assumes the first \$25,000 of each occurrence and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village had no liabilities to IRMA as of April 30, 2016. The Village did not have any claims that exceeded insurance coverage for the last three fiscal years.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**9. INDIVIDUAL FUND DISCLOSURES**

The following non-major funds had a deficit in fund balances/net position at April 30, 2016:

Fund	Deficit
Special Service Area #13	\$ 16,323
Special Service Area #28	2,383

The following is the advance to/from other funds at April 30, 2016:

Advance From	Advance To	Amount
Water Fund	Nonmajor Governmental Funds	\$ 19,000
Capital Projects Fund	Special Tax Allocation Fund	370,777

The Water Fund advanced funds to Special Service Area #13 (SSA) for improvements within the SSA. This is being repaid as property taxes are collected within the SSA.

The Capital Projects Funds loaned funds to Special Tax Allocation Fund as seed money to start the Tax Increment Financing District and will be repaid from future incremental revenues.

The following are the transfers between funds at April 30, 2016:

Transfer To	Transfer From	Amount
Capital Projects	General Fund	\$ 712,833
Capital Projects	Special Tax Allocation	1,516
SSA #27	Nonmajor Governmental Funds	1,014,000
Nonmajor Governmental Funds	Capital Projects	354,400
Nonmajor Governmental Funds	Nonmajor Governmental Funds	250,633
<b>TOTAL</b>		<b><u>\$ 2,333,382</u></b>

The purpose of the transfers is:

- The transfer (\$712,833) from the General Fund to the Capital Projects Fund is a one time budgeted transfer.
- The transfer (\$1,516) from the Special Tax Allocation Fund to the Capital Projects Fund is a one time budgeted transfer.

**9. INDIVIDUAL FUND DISCLOSURES (Continued)**

- The transfer (\$1,014,000) from the Nonmajor Governmental Funds (debt service) to the SSA #27 Fund for the establishment of SSAs.
- The transfer (\$112,596) from the Nonmajor Governmental Funds to the Nonmajor Governmental Funds provides for the transfer of property taxes collected in the established SSAs for the payment of debt.
- The transfer (\$354,400) from the Capital Projects Fund to the Nonmajor Governmental Funds is for the public benefit portion of the annual debt payments.
- The transfer (\$98,037) from the Nonmajor Governmental Funds to the Nonmajor Governmental Funds is for annual debt payments.

**10. CONTINGENCIES AND COMMITMENTS**

There are several pending lawsuits in which the Village is involved. Management believes that the potential claims against the Village resulting from such litigation would not materially affect the financial statements of the Village.

On November 15, 2010, the Village entered into a redevelopment agreement and a sales tax sharing agreement with a developer to develop a parcel of property in the Village's tax increment financing district (TIF). Pursuant to the redevelopment agreement, the Village reimbursed the developer up to \$500,000, payable from future incremental property taxes for certain development costs, which was paid during the fiscal year ended April 30, 2011. In addition, the Village has entered into a sales tax sharing agreement with the developer whereby the Village and developer will share 50% to 60% of the sales tax revenues generated by the development during the first ten years and 50% in years 11 to 15, up to a maximum of \$4,800,000. The Village expensed \$210,211 under this agreement during the year ended April 30, 2016, of which \$76,826 was payable at April 30, 2016.

**11. OTHER POSTEMPLOYMENT BENEFITS**

The Village allows employees, who retire through one of the Village's three pension plans disclosed in Note 6, the option to continue in the Village's health insurance plan as required by ILCS, but the retiree pays the full premium for the health insurance. This has not created an implicit subsidy as defined by GASB Statement No. 45 (GASB S-45), *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* as the Village's health insurance plan is considered a community rated plan. In addition, the Village has no explicit subsidy as defined in GASB S-45.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**12. CHANGE IN ACCOUNTING PRINCIPLE**

	Increase (Decrease)
CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES	
Change in accounting principle	
To Write-Off the Firefighters' Pension Plan Net Pension Asset	\$ (53,090)
To Write-Off the Police Pension Plan Net Pension Obligation	185,177
To Record the Firefighters' Pension Plan Net Pension Liability	(329,527)
To Record the Police Pension Plan Net Pension Liability	(5,703,434)
To Record the IMRF Net Pension Liability	(1,096,383)
To Record the Deferred Outflow for Employer Contributions Subsequent to the Measurement Date for IMRF	<u>62,762</u>
TOTAL CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES	<u>\$ (6,934,495)</u>
CHANGE IN ACCOUNTING PRINCIPLE - BUSINESS-TYPE ACTIVITIES	
To Record the IMRF Net Pension Liability	\$ (227,108)
To Record the Deferred Outflow for Employer Contributions Subsequent to the Measurement Date for IMRF	<u>13,001</u>
TOTAL CHANGE IN ACCOUNTING PRINCIPLE - BUSINESS-TYPE ACTIVITIES	<u>\$ (214,107)</u>

With the implementation of GASB Statement No. 68 and No. 71, the Village is required to retroactively record the net pension liability, deferred outflows of resources, and write off any net pension obligations and assets.

**13. SUBSEQUENT EVENT**

On June 28, 2016, the Village issued \$1,285,000 General Obligation Bonds (Alternate Revenue Source), Series 2016, for the Purpose of Paying the Costs of Road Improvements within Special Service Area Number 29. Interest is payable semiannually each January 1 and July 1 at 3% with principal payable in amounts ranging from \$50,000 to \$105,000 each January 1 from 2018 to 2032.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**VILLAGE OF CLARENDON HILLS, ILLINOIS****SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Taxes	\$ 3,816,330	\$ 3,816,330	\$ 3,814,914	\$ (1,416)
Intergovernmental	1,891,650	1,891,650	2,048,945	157,295
Licenses and Permits	616,200	616,200	650,878	34,678
Service Charges	387,510	387,510	368,705	(18,805)
Fines	168,500	168,500	122,400	(46,100)
Investment Income	24,000	24,000	21,698	(2,302)
Miscellaneous	369,520	369,520	462,481	92,961
Total Revenues	7,273,710	7,273,710	7,490,021	216,311
<b>EXPENDITURES</b>				
General Government	1,749,630	1,520,614	1,471,717	(48,897)
Public Safety	4,058,915	4,255,393	4,255,393	-
Public Works	866,710	899,248	891,643	(7,605)
Total Expenditures	6,675,255	6,675,255	6,618,753	(56,502)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	598,455	598,455	871,268	272,813
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer (Out)	(578,487)	(578,487)	(712,833)	134,346
Proceeds from Sale of Capital Assets	8,000	8,000	12,164	4,164
Total Other Financing Sources (Uses)	(570,487)	(570,487)	(700,669)	138,510
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 27,968</b>	<b>\$ 27,968</b>	<b>170,599</b>	<b>\$ 411,323</b>
FUND BALANCE, MAY 1			4,187,567	
FUND BALANCE, APRIL 30			<u>\$ 4,358,166</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL TAX ALLOCATION FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Taxes	\$ 45,000	\$ 45,000	\$ 47,634	\$ 2,634
Investment Income	20	20	85	65
Total Revenues	45,020	45,020	47,719	2,699
<b>EXPENDITURES</b>				
General Government				
Contractual Services				
Legal	1,200	1,200	1,046	(154)
Other Professional	2,000	2,000	11,487	9,487
Total Expenditures	3,200	3,200	12,533	9,333
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	41,820	41,820	35,186	(6,634)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(1,850)	(1,850)	(1,516)	(334)
Total Other Financing Sources (Uses)	(1,850)	(1,850)	(1,516)	(334)
NET CHANGE IN FUND BALANCE	<u>\$ 39,970</u>	<u>\$ 39,970</u>	33,670	<u>\$ (6,968)</u>
FUND BALANCE (DEFICIT), MAY 1			<u>(371,146)</u>	
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (337,476)</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND**

April 30, 2016

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	<u>2016</u>
Actuarially determined contribution	\$ 240,932
Contributions in relation to the actuarially determined contribution	<u>240,932</u>
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<u><u>\$ -</u></u>
Covered-employee payroll	\$ 1,601,944
Contributions as a percentage of covered-employee payroll	15%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the preceding calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 28 years; the asset valuation method was at five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.5% annually, projected salary increases assumption of 4.4% to 16.0% compounded annually and postretirement benefit increases of 3.0% compounded annually.



VILLAGE OF CLARENDON HILLS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
POLICE PENSION FUND

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Actuarially Determined Contribution	\$ 205,231	\$ 225,833	\$ 220,730	\$ 255,960	\$ 356,653	\$ 348,289	\$ 342,870	\$ 350,342	\$ 395,192	\$ 435,524
Contributions in Relation to the Actuarially Determined Contribution	182,411	192,932	232,762	255,986	356,185	348,347	342,516	349,114	392,771	447,880
<b>CONTRIBUTION DEFICIENCY (EXCESS)</b>	<b>\$ 22,820</b>	<b>\$ 32,901</b>	<b>\$ (12,032)</b>	<b>\$ (26)</b>	<b>\$ 468</b>	<b>\$ (58)</b>	<b>\$ 354</b>	<b>\$ 1,228</b>	<b>\$ 2,421</b>	<b>\$ (12,356)</b>
Covered-Employee Payroll	\$ 944,482	\$ 998,720	\$ 1,068,293	\$ 1,123,319	\$ 1,002,203	\$ 1,136,606	\$ 1,096,900	\$ 1,136,482	\$ 1,228,224	\$ 1,138,965
Contributions as a Percentage of Covered-Employee Payroll	19.3%	19.3%	21.8%	22.8%	35.5%	30.6%	31.2%	30.7%	32.0%	39.3%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 18 years; the asset valuation method was at market value; and the significant actuarial assumptions were an investment rate of return at 6.75% annually, projected salary increases assumption of 4.75% compounded annually and postretirement benefit increases of 3.00% compounded annually.

(See independent auditor's report.)

VILLAGE OF CLARENDON HILLS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
FIREFIGHTERS' PENSION FUND

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Actuarially Determined Contribution	\$ 21,440	\$ 17,629	\$ 16,375	\$ 14,868	\$ 16,819	\$ 16,900	\$ 21,333	\$ 19,011	\$ 31,386	\$ 48,029
Contributions in Relation to the Actuarially Determined Contribution	21,941	25,272	18,206	15,235	17,010	17,170	33,099	31,438	31,523	47,826
<b>CONTRIBUTION DEFICIENCY (EXCESS)</b>	<b>\$ (501)</b>	<b>\$ (7,643)</b>	<b>\$ (1,831)</b>	<b>\$ (367)</b>	<b>\$ (191)</b>	<b>\$ (270)</b>	<b>\$ (11,766)</b>	<b>\$ (12,427)</b>	<b>\$ (137)</b>	<b>\$ 203</b>
Covered-Employee Payroll	\$ 99,549	\$ 103,036	\$ 107,157	\$ 111,330	\$ 118,337	\$ 120,000	\$ 120,000	\$ 122,400	\$ 122,400	\$ 127,296
Contributions as a Percentage of Covered-Employee Payroll	22.0%	24.5%	17.0%	13.7%	14.4%	14.3%	27.6%	25.7%	25.8%	37.6%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was projected unit credit; the amortization method was level percent of pay, closed and the amortization period was 18 years; the asset valuation method was at market value; and the significant actuarial assumptions were an investment rate of return at 5.0% annually, projected salary increases assumption of 3.5% compounded annually and postretirement benefit increases of 3.0% compounded annually.

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF THE VILLAGE'S PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY  
ILLINOIS MUNICIPAL RETIREMENT FUND**

April 30, 2016

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	<u>2016</u>
Employer's Proportion of Net Pension Liability	84.50%
Employer's Proportionate Share of Net Pension Liability	\$ 2,082,561
Employer's Covered-Employee Payroll	1,601,944
Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	130.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.98%

The information presented is as of December 31, 2015.

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
POLICE PENSION FUND**

April 30, 2016

	<b>2015</b>	<b>2016</b>
<b>TOTAL PENSION LIABILITY</b>		
Service Cost	\$ 253,399	\$ 253,957
Interest	868,539	978,028
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	(175,221)	(138,380)
Changes of Assumptions	1,007,342	345,729
Benefit Payments, Including Refunds of Member Contributions	(536,461)	(635,479)
Net Change in Total Pension Liability	1,417,598	803,855
Total Pension Liability - Beginning	13,135,482	14,553,080
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 14,553,080</b>	<b>\$ 15,356,935</b>
<b>PLAN FIDUCIARY NET POSITION</b>		
Contributions - Employer	\$ 392,771	\$ 447,880
Contributions - Member	115,446	114,365
Net Investment Income	568,605	(44,756)
Benefit Payments, Including Refunds of Member Contributions	(536,461)	(635,479)
Administrative Expense	(14,289)	(17,020)
Net Change in Plan Fiduciary Net Position	526,072	(135,010)
Plan Fiduciary Net Position - Beginning	8,323,574	8,849,646
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 8,849,646</b>	<b>\$ 8,714,636</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	<b>\$ 5,703,434</b>	<b>\$ 6,642,299</b>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	60.8%	56.7%
Covered-Employee Payroll	\$ 1,228,224	\$ 1,138,965
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	464.4%	583.2%

Assumption changes during 2016 included changes to the mortality tables.

(See independent auditor's report.)

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS FIREFIGHTERS' PENSION FUND

April 30, 2016

	<u>2015</u>	<u>2016</u>
<b>TOTAL PENSION LIABILITY</b>		
Service Cost	\$ 27,078	\$ 50,132
Interest	70,646	74,573
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	(90,584)	(46,957)
Changes of Assumptions	21,269	(162,749)
Benefit Payments, Including Refunds of Member Contributions	-	-
Net Change in Total Pension Liability	28,409	(85,001)
Total Pension Liability - Beginning	1,412,918	1,441,327
<b>TOTAL PENSION LIABILITY - ENDING</b>	<u>\$ 1,441,327</u>	<u>\$ 1,356,326</u>
<b>PLAN FIDUCIARY NET POSITION</b>		
Contributions - Employer	\$ 31,523	\$ 47,826
Contributions - Member	11,573	12,020
Net Investment Income	42,356	31,458
Benefit Payments, Including Refunds of Member Contributions	-	-
Administrative Expense	(4,908)	(6,637)
Net Change in Plan Fiduciary Net Position	80,544	84,667
Plan Fiduciary Net Position - Beginning	1,031,256	1,111,800
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<u>\$ 1,111,800</u>	<u>\$ 1,196,467</u>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	<u>\$ 329,527</u>	<u>\$ 159,859</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	77.1%	88.2%
Covered-Employee Payroll	\$ 122,400	\$ 127,296
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	269.2%	125.6%

Assumption changes during 2016 included changes to the mortality tables.

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF INVESTMENT RETURNS  
POLICE PENSION FUND**

April 30, 2016

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	<b>2015</b>	<b>2016</b>
Annual Money-Weighted Rate of Return, Net of Investment Expense	5.49%	(0.51%)

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF INVESTMENT RETURNS  
FIREFIGHTERS' PENSION FUND**

April 30, 2016

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	<b>2015</b>	<b>2016</b>
Annual Money-Weighted Rate of Return, Net of Investment Expense	4.25%	2.77%

(See independent auditor's report.)

## **VILLAGE OF CLARENDON HILLS, ILLINOIS**

### **NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

April 30, 2016

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#### **BUDGETS AND BUDGETARY ACCOUNTING**

The Village Board of Trustees operates in accordance with the Budget Officer System under Illinois State Statute. The Finance Director serves as the Budget Officer.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to April 1, a proposed operating budget for the fiscal year commencing the following May 1 is prepared by the department heads, reviewed by the Village Manager and Village Finance Director/Budget Officer and submitted to the Board of Trustees for their review. The operating budget includes proposed expenditures for the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Enterprise Funds and Pension Trust Funds. The operating budget does not include proposed revenues and expenditures for funds established in the current fiscal year: 2015 Alternate Bond Fund and Special Service Area Funds #27 and #28.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is approved by the Board of Trustees prior to May 1.
4. The adopted budget is forwarded to the DuPage County Clerk as required by law.
5. The level of budgetary control (that is, the level at which changes or amendments must be approved by the Board of Trustees) is established at the department level. Any changes or amendments to the budget of any department must be approved by the Board of Trustees. Budget changes within a department may be made upon the approval of the Budget Officer and Village Manager. Changes were made during the year that are reflected in the budget figures.
6. Expenditures may not legally exceed budgeted appropriations at the department level.

Village budgets are prepared on a basis of accounting consistent with generally accepted accounting principles, except for the Burlington Northern Commuter Parking Fund (Enterprise Fund), which does not budget amortization of leasehold improvements. All amounts not spent at year end lapse; however, they may be included in the budget in the following year.

Expenditures exceeded budget in the Economic Development fund by \$173,372, SSA #25 fund by \$1,077, Police Pension fund by \$82,660, Burlington Northern Commuter Parking fund by \$5,462 and Special Tax Allocation fund by \$9,333.



## **MAJOR GOVERNMENTAL FUNDS**

### **GENERAL FUND**

The General Fund is used to account for all financial resources except those accounted for in another fund.

### **CAPITAL PROJECTS FUND**

The Capital Projects Fund is a fund which accounts for financial resources restricted, committed or assigned for the acquisition or construction of major capital items other than the Special Service Area Funds.

Special Service Area #27 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Tax Allocation Fund is used to account for incremental property taxes and other funds restricted for activities in the Village's Tax Increment Financing District.

VILLAGE OF CLARENDON HILLS, ILLINOIS

BALANCE SHEET  
GENERAL FUND

April 30, 2016

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ASSETS	
Cash and Investments	\$ 4,835,233
Receivables	
Property Taxes	3,773,136
Intergovernmental	433,749
Interest	8,359
Other	18,474
Deposits	7,876
Prepaid Items	<u>114,147</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 9,190,974</u></b>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	
<b>LIABILITIES</b>	
Accounts Payable	\$ 217,052
Accrued Payroll	147,577
Unearned Revenue	37,821
Refundable Deposits	618,179
Other Liabilities	<u>39,043</u>
Total Liabilities	<u>1,059,672</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Unavailable Revenue - Property Taxes	<u>3,773,136</u>
Total Deferred Inflows of Resources	<u>3,773,136</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,832,808</u>
<b>FUND BALANCES</b>	
Nonspendable in Form - Prepaid Items	114,147
Restricted for Public Safety	25,979
Unrestricted	
Unassigned	<u>4,218,040</u>
Total Fund Balances	<u>4,358,166</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b><u>\$ 9,190,974</u></b>

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
GENERAL FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>TAXES</b>				
Property Taxes				
General Corporate	\$ 887,230	\$ 887,230	\$ 885,692	\$ (1,538)
Police Protection	555,855	555,855	555,100	(755)
Fire Protection	814,225	814,225	813,446	(779)
Street and Bridge	372,000	372,000	371,683	(317)
Liability Insurance	122,000	122,000	121,628	(372)
IMRF	185,500	185,500	185,643	143
FICA	247,850	247,850	247,829	(21)
Police and Fire Pension	496,670	496,670	495,706	(964)
Street Light	15,000	15,000	14,632	(368)
Total Property Taxes	3,696,330	3,696,330	3,691,359	(4,971)
Places For Eating Taxes	91,000	91,000	91,681	681
Personal Property Replacement Tax	18,000	18,000	19,000	1,000
2% Fire Insurance Tax	11,000	11,000	12,874	1,874
Total Taxes	3,816,330	3,816,330	3,814,914	(1,416)
<b>INTERGOVERNMENTAL</b>				
Miscellaneous Grants	23,650	23,650	6,160	(17,490)
Sales and Use Tax	1,034,000	1,034,000	1,144,699	110,699
State Income Tax	834,000	834,000	898,086	64,086
Total Intergovernmental	1,891,650	1,891,650	2,048,945	157,295
<b>LICENSES AND PERMITS</b>				
Business Licenses	8,400	8,400	8,890	490
Animal Licenses	3,700	3,700	3,673	(27)
Liquor Licenses	24,600	24,600	25,100	500
Contractor's Business Licenses	19,500	19,500	17,331	(2,169)
Vehicle Licenses	185,500	185,500	162,025	(23,475)
Building Permits	220,000	220,000	259,244	39,244
Plan Review Fees	92,000	92,000	86,729	(5,271)
DuPage Waterstorm Permits	10,000	10,000	10,690	690
Engineering Review Fees	7,000	7,000	7,896	896
Sidewalk Construction Permit	-	-	20	20
Demolition Permits	40,000	40,000	64,761	24,761
Miscellaneous Permits	4,000	4,000	3,609	(391)
Overweight Permits	1,500	1,500	910	(590)
Total Licenses and Permits	616,200	616,200	650,878	34,678

(This schedule is continued on the following page.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)**  
**GENERAL FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>SERVICE CHARGES</b>				
Zoning and Subdivision Fees	\$ 1,000	\$ 1,000	\$ 1,800	\$ 800
Sales of Maps, Ordinances, Etc.	110	110	9	(101)
Police Insurance Report Fees	450	450	574	124
Parking Fees	118,000	118,000	109,919	(8,081)
Parking Meter Collections	10,000	10,000	12,909	2,909
Business District Parking Permit Fees	10,800	10,800	10,802	2
Driveway Permit Fee	9,000	9,000	9,937	937
Refuse and Waste Stickers	1,400	1,400	1,897	497
Fire Inspection and Review Fees	20,000	20,000	12,750	(7,250)
Alarm Response Fees	23,500	23,500	17,948	(5,552)
Elevator Fees	8,250	8,250	9,214	964
Infrastructure Maintenance Fees	48,000	48,000	42,439	(5,561)
Ambulance Fees	137,000	137,000	138,507	1,507
Total Service Charges	387,510	387,510	368,705	(18,805)
<b>FINES</b>	168,500	168,500	122,400	(46,100)
<b>INVESTMENT INCOME</b>	24,000	24,000	21,698	(2,302)
<b>MISCELLANEOUS</b>				
Damage to Village Property	10,000	10,000	1,079	(8,921)
Miscellaneous Income	27,520	27,520	10,603	(16,917)
IRMA Surplus	35,000	35,000	71,824	36,824
Concert Beverage	20,000	20,000	17,960	(2,040)
Concert Reimbursements	17,000	17,000	4,500	(12,500)
Employee Insurance Contribution	94,000	94,000	76,483	(17,517)
Reimbursements - Other	4,000	4,000	90,210	86,210
Refuse Collection Franchise Fees	3,000	3,000	-	(3,000)
Cable TV Franchise Fees	159,000	159,000	189,822	30,822
Total Miscellaneous	369,520	369,520	462,481	92,961
<b>TOTAL REVENUES</b>	<b>\$ 7,273,710</b>	<b>\$ 7,273,710</b>	<b>\$ 7,490,021</b>	<b>\$ 216,311</b>

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>GENERAL GOVERNMENT</b>				
Legislative	\$ 20,752	\$ 20,752	\$ 20,476	\$ (276)
General Management	281,531	281,531	285,313	3,782
Legal Services	58,278	93,510	93,510	-
Financial Administration	648,163	459,177	512,100	52,923
Data Processing	84,381	98,533	98,533	-
Community Development	656,525	567,111	461,785	(105,326)
Total General Government	1,749,630	1,520,614	1,471,717	(48,897)
<b>PUBLIC SAFETY</b>				
Police Department	2,827,155	2,884,031	2,884,031	-
Fire Department	1,231,760	1,371,362	1,371,362	-
Total Public Safety	4,058,915	4,255,393	4,255,393	-
<b>PUBLIC WORKS DEPARTMENT</b>				
Village Hall Maintenance	31,700	31,700	27,429	(4,271)
Public Works Administration	788,060	788,060	784,726	(3,334)
Public Works Building Maintenance	11,400	21,983	33,355	11,372
Central Business District	35,550	57,505	46,133	(11,372)
Total Public Works Department	866,710	899,248	891,643	(7,605)
<b>TOTAL EXPENDITURES</b>	<b>\$ 6,675,255</b>	<b>\$ 6,675,255</b>	<b>\$ 6,618,753</b>	<b>\$ (56,502)</b>

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Utility Tax	\$ 660,000	\$ 660,000	\$ 559,577	\$ (100,423)
Intergovernmental	167,000	167,000	106,146	(60,854)
Service Charges	243,310	243,310	282,874	39,564
Investment Income	21,000	21,000	19,383	(1,617)
Total Revenues	1,091,310	1,091,310	967,980	(123,330)
<b>EXPENDITURES</b>				
Contractual Services				
Other Professional	449,867	449,867	397,421	(52,446)
Rebates	1,300	1,300	-	(1,300)
Other Contractual	-	-	4,500	4,500
Banking Service Fee	-	-	15	15
Seller Fees	-	-	20	20
Advertising/Printing/Copying	-	-	196	196
Total Contractual Services	451,167	451,167	402,152	(49,015)
Supplies	89,900	89,900	90,986	1,086
Capital Outlay				
Machinery and Equipment	794,365	794,365	249,958	(544,407)
Roadway Improvements	1,375,500	1,375,500	1,584,443	208,943
Facility and Building Improvements	106,000	106,000	32,029	(73,971)
Other Improvements	40,000	40,000	40,800	800
Contingency	100,000	100,000	-	(100,000)
Total Capital Outlay	2,415,865	2,415,865	1,907,230	(508,635)
Total Expenditures	2,956,932	2,956,932	2,400,368	(556,564)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,865,622)	(1,865,622)	(1,432,388)	(433,234)
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Sale of Capital Assets	-	-	4,853	4,853
Transfers In	578,487	578,487	714,349	135,862
Transfers (Out)	(284,405)	(284,405)	(354,400)	69,995
Total Other Financing Sources (Uses)	294,082	294,082	364,802	210,710
NET CHANGE IN FUND BALANCE	\$ (1,571,540)	\$ (1,571,540)	(1,067,586)	\$ (503,954)
FUND BALANCE, MAY 1			6,135,078	
FUND BALANCE, APRIL 30			\$ 5,067,492	

(See independent auditor's report.)

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

The Motor Fuel Tax Fund is used to account for the motor fuel tax revenues restricted by the State of Illinois for road repairs and improvements.

The Economic Development Fund is used to account for proceeds from fees in lieu of parking obligations restricted to fund the development of additional parking in the Central Business District.

### **DEBT SERVICE FUNDS**

The 2009 General Obligation Alternate Revenue Source Bond Fund is used to account for funds restricted, committed or assigned for payment of interest and principal on debt used to finance improvements in Special Service Area #15.

The 2011 General Obligation Alternate Revenue Source Bond Fund is used to account for funds restricted, committed or assigned for payment of interest and principal on debt used to finance improvements in Special Service Areas #18, #19, #20, #21, #22 and #23.

The 2012 Debt Certificates Fund is used to account for funds restricted, committed or assigned for the payment of interest and principal on debt used to refund the 2002 Series Debt Certificates and advance refund a portion of the 2005 Series Debt Certificates.

The 2012A General Obligation Alternate Revenue Source Bond Fund is used to account for funds restricted, committed or assigned for the payment of interest and principal on debt used to pay the costs of certain road improvements within the Village's Special Service Areas #17 and #24 and to pay the cost of issuance of the bonds.

The 2013 General Obligation Alternate Revenue Source Bond Fund is used to account for funds restricted, committed or assigned for the payment of interest and principal on debt used to pay the costs of certain road improvements within the Village's Special Service Areas #25 and to pay the cost of issuance of the bonds.

The 2014 General Obligation Alternate Revenue Source Bond Fund is used to account for funds restricted, committed or assigned for payment of interest and principal on debt used to finance improvements in Special Service Area #26.

The 2015 General Obligation Alternate Revenue Source Bond Fund is used to account for funds restricted, committed or assigned for payment of interest and principal on debt used to finance improvements in Special Service Area #27.

## **NONMAJOR GOVERNMENTAL FUNDS (Continued)**

### **CAPITAL PROJECTS FUNDS**

Special Service Area #13 Fund is a special taxing district established to account for the funding of water main improvements by a defined geographic area.

Special Service Area #14 Fund is a special taxing district established to account for the funding of fee in lieu of parking in a defined geographic area.

Special Service Area #15 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #17 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #18 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #19 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #20 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #21 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #22 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #23 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #24 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #25 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

Special Service Area #26 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.



## **NONMAJOR GOVERNMENTAL FUNDS (Continued)**

### **CAPITAL PROJECTS FUNDS (Continued)**

Special Service Area #28 Fund is a special taxing district established to account for the funding of road improvements by a defined geographic area.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2016

	<b>Special Revenue</b>		<b>Dent Service</b>		
			<b>2009 General Obligation Alternate Revenue Source Bond</b>	<b>2011 General Obligation Alternate Revenue Source Bond</b>	<b>2012 Debt Certificates</b>
	<b>Motor Fuel Tax</b>	<b>Economic Development</b>			
<b>ASSETS</b>					
Cash and Investments	\$ 404,422	\$ 4,701	\$ 20,190	\$ 128,590	\$ 558
Property Taxes Receivable	-	-	-	-	-
Intergovernmental Receivable	19,178	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 423,600</b>	<b>\$ 4,701</b>	<b>\$ 20,190</b>	<b>\$ 128,590</b>	<b>\$ 558</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ 16,947	\$ 2,196	\$ -	\$ -	\$ -
Advance from Other Funds	-	-	-	-	-
<b>Total Liabilities</b>	<b>16,947</b>	<b>2,196</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable Revenue - Property Taxes	-	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>16,947</b>	<b>2,196</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>					
Restricted					
Highways and Streets	406,653	-	-	-	-
Economic Development	-	2,505	-	-	-
Debt Service	-	-	20,190	128,590	558
Special Service Areas	-	-	-	-	-
Unrestricted					
Unassigned (Deficit)	-	-	-	-	-
<b>Total Fund Balances (Deficit)</b>	<b>406,653</b>	<b>2,505</b>	<b>20,190</b>	<b>128,590</b>	<b>558</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 423,600</b>	<b>\$ 4,701</b>	<b>\$ 20,190</b>	<b>\$ 128,590</b>	<b>\$ 558</b>

Debt Service				Capital Projects			
2012A General Obligation Alternate Revenue Source Bond	2013 General Obligation Alternate Revenue Source Bond	2014 General Obligation Alternate Revenue Source Bond	2015 General Obligation Alternate Revenue Source Bond	Special Service Area #13	Special Service Area #14	Special Service Area #15	Special Service Area #17
\$ 12,016	\$ 98,340	\$ 125,286	\$ 239,527	\$ 2,677	\$ -	\$ -	\$ -
-	-	-	-	7,020	8,966	20,588	5,118
-	-	-	-	-	-	-	-
\$ 12,016	\$ 98,340	\$ 125,286	\$ 239,527	\$ 9,697	\$ 8,966	\$ 20,588	\$ 5,118
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	19,000	-	-	-
-	-	-	-	19,000	-	-	-
-	-	-	-	7,020	8,966	20,588	5,118
-	-	-	-	7,020	8,966	20,588	5,118
-	-	-	-	26,020	8,966	20,588	5,118
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
12,016	98,340	125,286	239,527	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	(16,323)	-	-	-
12,016	98,340	125,286	239,527	(16,323)	-	-	-
\$ 12,016	\$ 98,340	\$ 125,286	\$ 239,527	\$ 9,697	\$ 8,966	\$ 20,588	\$ 5,118

(This statement is continued on the following pages.)

COMBINING BALANCE SHEET (Continued)  
NONMAJOR GOVERNMENTAL FUNDS

	Capital Projects				
	Special Service Area #18	Special Service Area #19	Special Service Area #20	Special Service Area #21	Special Service Area #22
<b>ASSETS</b>					
Cash and Investments	\$ -	\$ -	\$ -	\$ -	\$ -
Property Taxes Receivable	3,873	13,342	9,034	4,303	8,608
Intergovernmental Receivable	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 3,873</b>	<b>\$ 13,342</b>	<b>\$ 9,034</b>	<b>\$ 4,303</b>	<b>\$ 8,608</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Advance from Other Funds	-	-	-	-	-
Total Liabilities	-	-	-	-	-
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable Revenue - Property Taxes	3,873	13,342	9,034	4,303	8,608
Total Deferred Inflows of Resources	3,873	13,342	9,034	4,303	8,608
Total Liabilities and Deferred Inflows of Resources	3,873	13,342	9,034	4,303	8,608
<b>FUND BALANCES</b>					
Restricted					
Highways and Streets	-	-	-	-	-
Economic Development	-	-	-	-	-
Debt Service	-	-	-	-	-
Special Service Areas	-	-	-	-	-
Unrestricted					
Unassigned (Deficit)	-	-	-	-	-
Total Fund Balances (Deficit)	-	-	-	-	-
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 3,873</b>	<b>\$ 13,342</b>	<b>\$ 9,034</b>	<b>\$ 4,303</b>	<b>\$ 8,608</b>

Capital Projects						
Special Service Area #23	Special Service Area #24	Special Service Area #25	Special Service Area #26	Special Service Area #28	Total	
\$ -	\$ -	\$ -	\$ -	\$ 707	\$ 1,037,014	
3,873	34,242	40,157	56,132	3,088	218,344	
-	-	-	-	-	19,178	
\$ 3,873	\$ 34,242	\$ 40,157	\$ 56,132	\$ 3,795	\$ 1,274,536	
\$ -	\$ -	\$ -	\$ -	\$ 3,090	\$ 22,233	
-	-	-	-	-	19,000	
-	-	-	-	3,090	41,233	
3,873	34,242	40,157	56,132	3,088	218,344	
3,873	34,242	40,157	56,132	3,088	218,344	
3,873	34,242	40,157	56,132	6,178	259,577	
-	-	-	-	-	406,653	
-	-	-	-	-	2,505	
-	-	-	-	-	624,507	
-	-	-	-	-	-	
-	-	-	-	(2,383)	(18,706)	
-	-	-	-	(2,383)	1,014,959	
\$ 3,873	\$ 34,242	\$ 40,157	\$ 56,132	\$ 3,795	\$ 1,274,536	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2016

	Special Revenue		Debt Service		
			2009 General Obligation Alternate Revenue Source Bond	2011 General Obligation Alternate Revenue Source Bond	2012 Debt Certificates
	Motor Fuel Tax	Economic Development			
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	222,964	-	-	-	-
Investment Income	464	166	33	364	18
Total Revenues	223,428	166	33	364	18
<b>EXPENDITURES</b>					
General Government					
Contractual Services	-	7,964	-	-	-
Public Works					
Contractual Services	170,915	-	-	-	-
Supplies	98,005	-	-	-	-
Debt Service					
Principal	-	-	22,000	30,000	230,000
Interest	-	-	11,693	13,150	40,475
Agent Fees/Issuance Costs	-	-	-	450	450
Capital Outlay	-	165,408	-	-	-
Total Expenditures	268,920	173,372	33,693	43,600	270,925
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(45,492)	(173,206)	(33,660)	(43,236)	(270,907)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	78,966	33,845	43,586	270,924
Transfers (Out)	-	-	-	-	-
Issuance of Bonds	-	-	-	-	-
Premium on Issuance of Bonds	-	-	-	-	-
Total Other Financing Sources (Uses)	-	78,966	33,845	43,586	270,924
NET CHANGE IN FUND BALANCE	(45,492)	(94,240)	185	350	17
FUND BALANCES (DEFICIT), MAY 1	452,145	96,745	20,005	128,240	541
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<b>\$ 406,653</b>	<b>\$ 2,505</b>	<b>\$ 20,190</b>	<b>\$ 128,590</b>	<b>\$ 558</b>

Debt Service				Capital Projects			
2012A General Obligation Alternate Revenue Source Bond	2013 General Obligation Alternate Revenue Source Bond	2014 General Obligation Alternate Revenue Source Bond	2015 General Obligation Alternate Revenue Source Bond	Special Service Area #13	Special Service Area #14	Special Service Area #15	Special Service Area #17
\$ -	\$ -	\$ -	\$ -	\$ 7,323	\$ 8,966	\$ 20,369	\$ 5,138
-	-	-	-	-	-	-	-
29	293	424	371	63	-	-	-
29	293	424	371	7,386	8,966	20,369	5,138
-	-	-	-	-	-	-	-
-	-	-	33,250	-	-	-	-
-	-	-	-	-	-	-	-
30,000	25,000	30,000	-	-	-	-	-
9,340	15,375	27,067	-	1,250	-	-	-
450	450	450	900	-	-	-	-
-	-	-	-	-	-	-	-
39,790	40,825	57,517	34,150	1,250	-	-	-
(39,761)	(40,532)	(57,093)	(33,779)	6,136	8,966	20,369	5,138
39,675	39,720	58,317	-	-	-	-	-
-	-	-	(1,054,000)	-	(8,966)	(20,369)	(5,138)
-	-	-	1,300,000	-	-	-	-
-	-	-	27,306	-	-	-	-
39,675	39,720	58,317	273,306	-	(8,966)	(20,369)	(5,138)
(86)	(812)	1,224	239,527	6,136	-	-	-
12,102	99,152	124,062	-	(22,459)	-	-	-
\$ 12,016	\$ 98,340	\$ 125,286	\$ 239,527	\$ (16,323)	\$ -	\$ -	\$ -

(This statement is continued on the following pages.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (Continued)  
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2016

	<b>Capital Projects</b>				
	<b>Special Service Area #18</b>	<b>Special Service Area #19</b>	<b>Special Service Area #20</b>	<b>Special Service Area #21</b>	<b>Special Service Area #22</b>
<b>REVENUES</b>					
Taxes	\$ 3,916	\$ 13,514	\$ 9,157	\$ 4,359	\$ 8,718
Investment Income	-	-	-	-	-
Total Revenues	3,916	13,514	9,157	4,359	8,718
<b>EXPENDITURES</b>					
General Government					
Contractual Services	-	-	-	-	-
Public Works					
Contractual Services	-	-	-	-	-
Supplies	-	-	-	-	-
Debt Service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Agent Fees/Issuance Costs	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,916	13,514	9,157	4,359	8,718
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	-	-	-	-
Transfers (Out)	(3,916)	(13,514)	(9,157)	(4,359)	(8,718)
Issuance of Bonds	-	-	-	-	-
Discount on Issuance of Bonds	-	-	-	-	-
Total Other Financing Sources (Uses)	(3,916)	(13,514)	(9,157)	(4,359)	(8,718)
NET CHANGE IN FUND BALANCE	-	-	-	-	-
FUND BALANCES (DEFICIT), MAY 1	-	-	-	-	-
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



Capital Projects						
Special Service Area #23	Special Service Area #24	Special Service Area #25	Special Service Area #26	Special Service Area #28	Total	
\$ 3,922	\$ 34,537	\$ 40,797	\$ 57,619	\$ -	\$	218,335
-	-	-	-	-		222,964
-	-	-	-	1		2,226
3,922	34,537	40,797	57,619	1		443,525
-	-	-	-	-		7,964
-	-	1,077	-	6,684		211,926
-	-	-	-	-		98,005
-	-	-	-	-		367,000
-	-	-	-	-		118,350
-	-	-	-	-		3,150
-	-	-	-	35,700		201,108
-	-	1,077	-	42,384		1,007,503
3,922	34,537	39,720	57,619	(42,383)		(563,978)
-	-	-	-	40,000		605,033
(3,922)	(34,537)	(39,720)	(58,317)	-		(1,264,633)
-	-	-	-	-		1,300,000
-	-	-	-	-		27,306
(3,922)	(34,537)	(39,720)	(58,317)	40,000		667,706
-	-	-	(698)	(2,383)		103,728
-	-	-	698	-		911,231
\$ -	\$ -	\$ -	\$ -	\$ (2,383)	\$	1,014,959

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Intergovernmental	\$ 242,500	\$ 242,500	\$ 222,964	\$ (19,536)
Investment Income	50	50	464	414
Total Revenues	242,550	242,550	223,428	(19,122)
<b>EXPENDITURES</b>				
Public Works				
Street Maintenance				
Other Contractual	199,150	199,150	170,915	(28,235)
Operating Supplies	97,500	97,500	98,005	505
Total Expenditures	296,650	296,650	268,920	(27,730)
NET CHANGE IN FUND BALANCE	<u>\$ (54,100)</u>	<u>\$ (54,100)</u>	(45,492)	<u>\$ 8,608</u>
FUND BALANCE, MAY 1			<u>452,145</u>	
FUND BALANCE, APRIL 30			<u>\$ 406,653</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
ECONOMIC DEVELOPMENT FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Investment Income	\$ 150	\$ 150	\$ 166	\$ 16
Total Revenues	150	150	166	16
<b>EXPENDITURES</b>				
General Government				
Contractual services	-	-	7,964	7,964
Capital Outlay	-	-	165,408	165,408
Total Expenditures	-	-	173,372	173,372
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	150	150	(173,206)	(173,356)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	8,850	8,850	78,966	70,116
Total Other Financing Sources (Uses)	8,850	8,850	78,966	70,116
NET CHANGE IN FUND BALANCE	<u>\$ 9,000</u>	<u>\$ 9,000</u>	(94,240)	<u>\$ (103,240)</u>
FUND BALANCE, MAY 1			<u>96,745</u>	
FUND BALANCE, APRIL 30			<u>\$ 2,505</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS****SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2009 GENERAL OBLIGATION ALTERNATE REVENUE BOND FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Investment Income	\$ 35	\$ 35	\$ 33	\$ (2)
Total Revenues	35	35	33	(2)
<b>EXPENDITURES</b>				
Debt Service				
Principal	22,000	22,000	22,000	-
Interest	11,695	11,695	11,693	(2)
Total Expenditures	33,695	33,695	33,693	(2)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(33,660)	(33,660)	(33,660)	-
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	33,695	33,695	33,845	150
Total Other Financing Sources (Uses)	33,695	33,695	33,845	150
NET CHANGE IN FUND BALANCE	\$ 35	\$ 35	185	\$ 150
FUND BALANCE, MAY 1			20,005	
FUND BALANCE, APRIL 30			\$ 20,190	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2011 GENERAL OBLIGATION ALTERNATE REVENUE BOND FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Investment Income	\$ 170	\$ 170	\$ 364	\$ 194
Total Revenues	170	170	364	194
<b>EXPENDITURES</b>				
Debt Service				
Principal	30,000	30,000	30,000	-
Interest	13,150	13,150	13,150	-
Agent Fees	450	450	450	-
Total Expenditures	43,600	43,600	43,600	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(43,430)	(43,430)	(43,236)	194
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	43,150	43,150	43,586	436
Total Other Financing Sources (Uses)	43,150	43,150	43,586	436
NET CHANGE IN FUND BALANCE	\$ (280)	\$ (280)	350	\$ 630
FUND BALANCE, MAY 1			128,240	
FUND BALANCE, APRIL 30			\$ 128,590	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2012 DEBT CERTIFICATES FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Investment Income	\$ 15	\$ 15	\$ 18	\$ 3
Total Revenues	15	15	18	3
<b>EXPENDITURES</b>				
Debt Service				
Principal	230,000	230,000	230,000	-
Interest	40,475	40,475	40,475	-
Agent Fees	450	450	450	-
Total Expenditures	270,925	270,925	270,925	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(270,910)	(270,910)	(270,907)	3
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	270,925	270,925	270,924	(1)
Total Other Financing Sources (Uses)	270,925	270,925	270,924	(1)
NET CHANGE IN FUND BALANCE	\$ 15	\$ 15	17	\$ 2
FUND BALANCE, MAY 1			541	
FUND BALANCE, APRIL 30			\$ 558	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2012A GENERAL OBLIGATION ALTERNATE REVENUE SOURCE BOND FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Investment Income	\$ 50	\$ 50	\$ 29	\$ (21)
Total Revenues	50	50	29	(21)
<b>EXPENDITURES</b>				
Debt Service				
Principal	30,000	30,000	30,000	-
Interest	9,340	9,340	9,340	-
Agent Fees	450	450	450	-
Total Expenditures	39,790	39,790	39,790	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(39,740)	(39,740)	(39,761)	(21)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	39,340	39,340	39,675	335
Total Other Financing Sources (Uses)	39,340	39,340	39,675	335
NET CHANGE IN FUND BALANCE	<u>\$ (400)</u>	<u>\$ (400)</u>	(86)	<u>\$ 314</u>
FUND BALANCE, MAY 1			<u>12,102</u>	
FUND BALANCE, APRIL 30			<u>\$ 12,016</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2013 GENERAL OBLIGATION ALTERNATE REVENUE SOURCE BOND FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Investment Income	\$ 300	\$ 300	\$ 293	\$ (7)
Total Revenues	300	300	293	(7)
<b>EXPENDITURES</b>				
Debt Service				
Principle	25,000	25,000	25,000	-
Interest	15,375	15,375	15,375	-
Agent Fees	450	450	450	-
Total Expenditures	40,825	40,825	40,825	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(40,525)	(40,525)	(40,532)	(7)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	40,375	40,375	39,720	(655)
Total Other Financing Sources (Uses)	40,375	40,375	39,720	(655)
NET CHANGE IN FUND BALANCE	<u>\$ (150)</u>	<u>\$ (150)</u>	(812)	<u>\$ (662)</u>
FUND BALANCE, MAY 1			<u>99,152</u>	
FUND BALANCE, APRIL 30			<u>\$ 98,340</u>	

(See independent auditor's report.)



**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2014 GENERAL OBLIGATION ALTERNATE BOND FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Investment Income	\$ 300	\$ 300	\$ 424	\$ 124
Total Revenues	300	300	424	124
<b>EXPENDITURES</b>				
Debt Service				
Principal	30,000	30,000	30,000	-
Interest	27,070	27,070	27,067	(3)
Agent Fees	450	450	450	-
Total Expenditures	57,520	57,520	57,517	(3)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(57,220)	(57,220)	(57,093)	127
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	57,065	57,065	58,317	1,252
Total Other Financing Sources (Uses)	57,065	57,065	58,317	1,252
NET CHANGE IN FUND BALANCE	<u>\$ (155)</u>	<u>\$ (155)</u>	1,224	<u>\$ 1,379</u>
FUND BALANCE, MAY 1			<u>124,062</u>	
FUND BALANCE, APRIL 30			<u>\$ 125,286</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #13 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 7,250	\$ 7,250	\$ 7,323	\$ 73
Investment Income	10	10	63	53
Total Revenues	7,260	7,260	7,386	126
<b>EXPENDITURES</b>				
Debt Service				
Principal	6,000	6,000	-	(6,000)
Interest	1,250	1,250	1,250	-
Total Expenditures	7,250	7,250	1,250	(6,000)
NET CHANGE IN FUND BALANCE	<u>\$ 10</u>	<u>\$ 10</u>	6,136	<u>\$ 6,126</u>
FUND BALANCE (DEFICIT), MAY 1			<u>(22,459)</u>	
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (16,323)</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #14 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 8,850	\$ 8,850	\$ 8,966	\$ 116
Total Revenues	8,850	8,850	8,966	116
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	8,850	8,850	8,966	116
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(8,850)	(8,850)	(8,966)	116
Total Other Financing Sources (Uses)	(8,850)	(8,850)	(8,966)	116
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			-	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #15 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 20,215	\$ 20,215	\$ 20,369	\$ 154
Total Revenues	20,215	20,215	20,369	154
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	20,215	20,215	20,369	154
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(20,215)	(20,215)	(20,369)	154
Total Other Financing Sources (Uses)	(20,215)	(20,215)	(20,369)	154
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			<u>-</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #17 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 5,115	\$ 5,115	\$ 5,138	\$ 23
Total Revenues	5,115	5,115	5,138	23
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,115	5,115	5,138	23
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(5,115)	(5,115)	(5,138)	23
Total Other Financing Sources (Uses)	(5,115)	(5,115)	(5,138)	23
NET CHANGE IN FUND BALANCE	\$ -	\$ -	-	\$ -
FUND BALANCE, MAY 1			-	
FUND BALANCE, APRIL 30			\$ -	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #18 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 3,885	\$ 3,885	\$ 3,916	\$ 31
Total Revenues	3,885	3,885	3,916	31
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,885	3,885	3,916	31
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(3,885)	(3,885)	(3,916)	31
Total Other Financing Sources (Uses)	(3,885)	(3,885)	(3,916)	31
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			-	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS****SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #19 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 13,375	\$ 13,375	\$ 13,514	\$ 139
Total Revenues	13,375	13,375	13,514	139
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	13,375	13,375	13,514	139
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(13,375)	(13,375)	(13,514)	139
Total Other Financing Sources (Uses)	(13,375)	(13,375)	(13,514)	139
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			-	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #20 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 9,060	\$ 9,060	\$ 9,157	\$ 97
Total Revenues	9,060	9,060	9,157	97
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	9,060	9,060	9,157	97
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(9,060)	(9,060)	(9,157)	97
Total Other Financing Sources (Uses)	(9,060)	(9,060)	(9,157)	97
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			<u>-</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)



**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #21 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 4,315	\$ 4,315	\$ 4,359	\$ 44
Total Revenues	4,315	4,315	4,359	44
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,315	4,315	4,359	44
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(4,315)	(4,315)	(4,359)	44
Total Other Financing Sources (Uses)	(4,315)	(4,315)	(4,359)	44
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			<u>-</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #22 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 8,630	\$ 8,630	\$ 8,718	\$ 88
Total Revenues	8,630	8,630	8,718	88
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	8,630	8,630	8,718	88
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(8,630)	(8,630)	(8,718)	88
Total Other Financing Sources (Uses)	(8,630)	(8,630)	(8,718)	88
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			<u>-</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #23 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 3,885	\$ 3,885	\$ 3,922	\$ 37
Total Revenues	3,885	3,885	3,922	37
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,885	3,885	3,922	37
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(3,885)	(3,885)	(3,922)	37
Total Other Financing Sources (Uses)	(3,885)	(3,885)	(3,922)	37
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, MAY 1			<u>-</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #24 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property Taxes	\$ 34,225	\$ 34,225	\$ 34,537	\$ 312
Total Revenues	34,225	34,225	34,537	312
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	34,225	34,225	34,537	312
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(34,225)	(34,225)	(34,537)	312
Total Other Financing Sources (Uses)	(34,225)	(34,225)	(34,537)	312
NET CHANGE IN FUND BALANCE	\$ -	\$ -	-	\$ -
FUND BALANCE, MAY 1			-	
FUND BALANCE, APRIL 30			\$ -	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #25 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property taxes	\$ 40,375	\$ 40,375	\$ 40,797	\$ 422
Total Revenues	40,375	40,375	40,797	422
<b>EXPENDITURES</b>				
Contractual Services	-	-	1,077	1,077
Total Expenditures	-	-	1,077	1,077
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	40,375	40,375	39,720	(655)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(40,375)	(40,375)	(39,720)	(655)
Total Other Financing Sources (Uses)	(40,375)	(40,375)	(39,720)	(655)
NET CHANGE IN FUND BALANCE	\$ -	\$ -	-	\$ -
FUND BALANCE, MAY 1			-	
FUND BALANCE, APRIL 30			\$ -	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #26 FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property taxes	\$ 57,065	\$ 57,065	\$ 57,619	\$ 554
Total Revenues	57,065	57,065	57,619	554
<b>EXPENDITURES</b>				
None	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	57,065	57,065	57,619	554
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (Out)	(57,065)	(57,065)	(58,317)	1,252
Total Other Financing Sources (Uses)	(57,065)	(57,065)	(58,317)	1,252
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(698)	<u>\$ (698)</u>
FUND BALANCE, MAY 1			<u>698</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditor's report.)

## **PROPRIETARY FUNDS**

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES  
IN NET POSITION - BUDGET AND ACTUAL  
WATER OPERATING FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>OPERATING REVENUES</b>				
Charges for Services				
Water Sales	\$ 3,200,000	\$ 3,200,000	\$ 3,074,707	\$ (125,293)
New Services	13,000	13,000	31,285	18,285
Fees	41,500	41,500	40,444	(1,056)
Penalties	28,000	28,000	30,939	2,939
Miscellaneous	700	700	703	3
<b>Total Operating Revenues</b>	<b>3,283,200</b>	<b>3,283,200</b>	<b>3,178,078</b>	<b>(105,122)</b>
<b>OPERATING EXPENSES</b>				
General and Administrative				
Personal Services and Benefits				
Salaries	235,000	235,000	252,442	17,442
Overtime	30,000	30,000	26,246	(3,754)
IMRF	40,000	40,000	42,712	2,712
IMRF Pension Expense	-	-	8,827	8,827
FICA/Medicare	20,300	20,300	21,088	788
Health/Dental Insurance	57,000	57,000	52,148	(4,852)
IRMA Contribution	15,060	15,060	13,382	(1,678)
Employee Health and Safety	1,000	1,000	1,577	577
Overhead Costs Allocated from General Fund	427,600	427,600	427,560	(40)
<b>Total Personal Services and Benefits</b>	<b>825,960</b>	<b>825,960</b>	<b>845,982</b>	<b>20,022</b>
Outside Services and Miscellaneous				
Other Professional Services	7,900	7,900	5,583	(2,317)
Other Contractual Services	53,750	53,750	20,628	(33,122)
Postage	12,800	12,800	12,397	(403)
Telephone	4,000	4,000	3,649	(351)
Advertising/Printing/Copying	2,000	2,000	2,257	257
DuPage Water Commission	1,142,100	1,142,100	1,172,192	30,092
Utilities	6,300	6,300	8,779	2,479
Maintenance - Building	5,000	5,000	5,159	159
Maintenance - Equipment	3,000	3,000	14	(2,986)
Waste Removal	2,800	2,800	1,561	(1,239)
Maintenance - Land	500	500	30	(470)
Conferences/Training/Meeting	2,750	2,750	1,742	(1,008)
Memberships and Subscriptions	500	500	425	(75)
Contingency	100,000	100,000	-	(100,000)
<b>Total Outside Services and Miscellaneous</b>	<b>1,343,400</b>	<b>1,343,400</b>	<b>1,234,416</b>	<b>(108,984)</b>
Supplies and Miscellaneous				
Office Supplies	500	500	377	(123)
Water Meters	12,000	12,000	12,390	390
Uniforms/Clothing/Equipment	3,000	3,000	2,342	(658)
Operating Supplies	45,000	45,000	40,552	(4,448)
Minor Tools and Equipment	5,000	5,000	4,842	(158)

(This schedule is continued on the following page.)



**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES  
IN NET POSITION - BUDGET AND ACTUAL (Continued)  
WATER OPERATING FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>OPERATING EXPENSES (Continued)</b>				
General and Administrative (Continued)				
Supplies and Miscellaneous (Continued)				
Contract Labor	\$ 3,500	\$ 3,500	\$ 1,777	\$ (1,723)
Vehicle Fuel	10,400	10,400	5,904	(4,496)
Vehicle Supplies	9,400	9,400	3,394	(6,006)
Total Supplies and Miscellaneous	88,800	88,800	71,578	(17,222)
Total General and Administrative	2,258,160	2,258,160	2,151,976	(106,184)
Distribution				
Capital Outlay				
Other Improvements	2,005,275	2,005,275	2,464,313	459,038
Total Capital Outlay	2,005,275	2,005,275	2,464,313	459,038
Less Capital Assets Capitalized	1,688,500	1,688,500	2,460,682	772,182
Total Distribution	316,775	316,775	3,631	(313,144)
Total Operating Expenses	2,574,935	2,574,935	2,155,607	(419,328)
<b>OPERATING INCOME BEFORE DEPRECIATION</b>	708,265	708,265	1,022,471	314,206
Depreciation	310,000	310,000	322,568	12,568
<b>OPERATING INCOME</b>	398,265	398,265	699,903	301,638
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Sale of capital assets	-	-	7,502	7,502
Investment Income	18,250	18,250	16,462	(1,788)
Total Non-Operating Revenues (Expenses)	18,250	18,250	23,964	5,714
<b>CHANGE IN NET POSITION</b>	<u>\$ 416,515</u>	<u>\$ 416,515</u>	<u>723,867</u>	<u>\$ 307,352</u>
<b>NET POSITION, MAY 1</b>			12,981,673	
Change in Accounting Principle			(214,107)	
<b>NET POSITION, MAY 1, RESTATED</b>			<u>12,767,566</u>	
<b>NET POSITION, APRIL 30</b>			<u>\$ 13,491,433</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES  
IN NET POSITION - BUDGET AND ACTUAL  
BURLINGTON NORTHERN COMMUTER PARKING FUND

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>OPERATING REVENUES</b>				
Charges for Services	\$ 67,000	\$ 67,000	\$ 64,617	\$ (2,383)
Total Operating Revenues	67,000	67,000	64,617	(2,383)
<b>OPERATING EXPENSES - ADMINISTRATION</b>				
Personal Services and Benefits				
Salaries	25,450	25,450	25,440	(10)
Total Personal Services and Benefits	25,450	25,450	25,440	(10)
Outside Services and Miscellaneous				
Utilities	4,200	4,200	2,823	(1,377)
Maintenance Buildings	4,300	4,300	4,412	112
Maintenance Land	9,000	9,000	11,170	2,170
Total Outside Services and Miscellaneous	17,500	17,500	18,405	905
Supplies	2,375	2,375	2,789	414
Total Operating Expenses - Administration	45,325	45,325	46,634	1,309
<b>OPERATING INCOME BEFORE DEPRECIATION</b>	21,675	21,675	17,983	(3,692)
Depreciation	20,000	20,000	24,153	4,153
<b>OPERATING INCOME (LOSS)</b>	1,675	1,675	(6,170)	461
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Rental Income	4,300	4,300	4,300	-
Investment Income	20	20	31	11
Total Non-Operating Revenues (Expenses)	4,320	4,320	4,331	11
<b>CHANGE IN NET POSITION</b>	<u>\$ 5,995</u>	<u>\$ 5,995</u>	(1,839)	<u>\$ 472</u>
<b>NET POSITION, MAY 1</b>			<u>326,460</u>	
<b>NET POSITION, APRIL 30</b>			<u>\$ 324,621</u>	

(See independent auditor's report.)

## **FIDUCIARY FUNDS**

### **PENSION TRUST FUNDS**

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to uniformed police department personnel at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to uniformed fire department personnel at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

### **AGENCY FUNDS**

The Special Service Area #7 Fund is used to account for the collection of property taxes in Special Service Area #7 and the remittance of the taxes to bond holders where the Village is acting in an agent capacity.

The Park and School Donation Escrow Fund is used to account for the collection of park and school impact fees from developments that are collected on behalf of the park district and school district.

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**COMBINING STATEMENT OF NET POSITION  
PENSION TRUST FUNDS**

April 30, 2016

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	<b>Police Pension</b>	<b>Firefighters' Pension</b>	<b>Total</b>
<hr/>			
<b>ASSETS</b>			
Cash and Short-Term Investments	\$ 281,356	\$ 78,252	\$ 359,608
Investments, at Fair Value			
U.S. Government and U.S. Agency Obligations	2,599,671	878,989	3,478,660
Municipal Bonds	468,668	119,070	587,738
Equity Mutual Funds	-	111,930	111,930
Corporate Bonds	1,550,493	-	1,550,493
Equities	2,851,313	-	2,851,313
Debt Mutual Funds	914,269	-	914,269
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)			
Accrued Interest	49,316	9,020	58,336
	<hr/>		
Total Assets	8,715,086	1,197,261	9,912,347
	<hr/>		
<b>LIABILITIES</b>			
Accounts payable	450	794	1,244
	<hr/>		
Total Liabilities	450	794	1,244
	<hr/>		
<b>NET POSITION RESTRICTED FOR PENSIONS</b>	\$ 8,714,636	\$ 1,196,467	\$ 9,911,103
	<hr/> <hr/>		

(See independent auditor's report.)

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION PENSION TRUST FUNDS

For the Year Ended April 30, 2016

	<b>Police Pension</b>	<b>Firefighters' Pension</b>	<b>Total</b>
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 447,880	\$ 47,826	\$ 495,706
Employee	114,365	12,020	126,385
Total Contributions	562,245	59,846	622,091
Investment Income			
Net Appreciation (Depreciation) in Fair Value of Investments	(264,945)	2,715	(262,230)
Interest	240,040	33,222	273,262
Total Investment Income (Loss)	(24,905)	35,937	11,032
Less Investment Expense	(19,851)	(4,479)	(24,330)
Net Investment Income (Loss)	(44,756)	31,458	(13,298)
Total Additions	517,489	91,304	608,793
<b>DEDUCTIONS</b>			
Pension Benefits	627,642	-	627,642
Refund of Contributions	7,837	-	7,837
Administrative Expenses	17,020	6,637	23,657
Total Deductions	652,499	6,637	659,136
NET INCREASE (DECREASE)	(135,010)	84,667	(50,343)
<b>NET POSITION RESTRICTED FOR PENSIONS</b>			
May 1	8,849,646	1,111,800	9,961,446
April 30	\$ 8,714,636	\$ 1,196,467	\$ 9,911,103

(See independent auditor's report.)

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## SCHEDULE OF CHANGES IN PLAN NET POSITION - BUDGET AND ACTUAL POLICE PENSION FUND

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>ADDITIONS</b>				
Contributions				
Employer	\$ 449,245	\$ 449,245	\$ 447,880	\$ 1,365
Employee	126,400	126,400	114,365	12,035
Total Contributions	575,645	575,645	562,245	13,400
Investment Income				
Net Appreciation (Depreciation) in Fair Value of Investments	175,000	175,000	(264,945)	439,945
Interest	90,010	90,010	240,040	(150,030)
Total Investment Income (Loss)	265,010	265,010	(24,905)	289,915
Less Investment Expense	(25,000)	(25,000)	(19,851)	(5,149)
Net Investment Income (Loss)	240,010	240,010	(44,756)	295,064
Total Additions	815,655	815,655	517,489	308,464
<b>DEDUCTIONS</b>				
Pension Benefits	545,500	545,500	627,642	(82,142)
Refund of Contributions	-	-	7,837	(7,837)
Administrative Expenses	19,190	19,190	17,020	2,170
Total Deductions	564,690	564,690	652,499	(87,809)
NET INCREASE (DECREASE)	<u>\$ 250,965</u>	<u>\$ 250,965</u>	(135,010)	<u>\$ 396,273</u>
<b>NET POSITION RESTRICTED FOR PENSIONS</b>				
May 1			<u>8,849,646</u>	
April 30			<u>\$ 8,714,636</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**SCHEDULE OF CHANGES IN PLAN NET POSITION -  
BUDGET AND ACTUAL  
FIREFIGHTERS' PENSION FUND**

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>ADDITIONS</b>				
Contributions				
Employer	\$ 47,420	\$ 47,420	\$ 47,826	\$ (406)
Employee	11,800	11,800	12,020	(220)
Total Contributions	59,220	59,220	59,846	(626)
Investment Income				
Net Appreciation in Fair Value of Investments	25,000	25,000	2,715	22,285
Interest	25,000	25,000	33,222	(8,222)
Total Investment Income	50,000	50,000	35,937	14,063
Less Investment Expense	(4,700)	(4,700)	(4,479)	(221)
Net Investment Income	45,300	45,300	31,458	13,842
Total Additions	104,520	104,520	91,304	13,216
<b>DEDUCTIONS</b>				
Administrative Expenses	8,095	8,095	6,637	1,458
Total Deductions	8,095	8,095	6,637	1,458
NET INCREASE	<u>\$ 96,425</u>	<u>\$ 96,425</u>	84,667	<u>\$ 11,758</u>
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>				
May 1			<u>1,111,800</u>	
April 30			<u>\$ 1,196,467</u>	

(See independent auditor's report.)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
AGENCY FUNDS**

For the Year Ended April 30, 2016

	<b>Balances May 1</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balances April 30</b>
<b>Special Service Area #7</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 17,449	\$ 44,163	\$ 46,876	\$ 14,736
Property Tax Receivable	20,808	-	8,673	12,135
<b>TOTAL ASSETS</b>	<b>\$ 38,257</b>	<b>\$ 44,163</b>	<b>\$ 55,549</b>	<b>\$ 26,871</b>
<b>LIABILITIES</b>				
Due to Bondholders	\$ 38,257	\$ 44,163	\$ 55,549	\$ 26,871
<b>Park and School Donation Escrow</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 25,905	\$ 11,422	\$ -	\$ 37,327
<b>LIABILITIES</b>				
Due to Others	\$ 25,905	\$ 11,422	\$ -	\$ 37,327
<b>All Funds</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 43,354	\$ 55,585	\$ 46,876	\$ 52,063
Property Tax Receivable	20,808	-	8,673	12,135
<b>TOTAL ASSETS</b>	<b>\$ 64,162</b>	<b>\$ 55,585</b>	<b>\$ 55,549</b>	<b>\$ 64,198</b>
<b>LIABILITIES</b>				
Due to Bondholders	\$ 38,257	\$ 44,163	\$ 55,549	\$ 26,871
Due to Others	25,905	11,422	-	37,327
<b>TOTAL LIABILITIES</b>	<b>\$ 64,162</b>	<b>\$ 55,585</b>	<b>\$ 55,549</b>	<b>\$ 64,198</b>

(See independent auditor's report.)



## STATISTICAL SECTION (Unaudited)

This part of the Village of Clarendon Hills, 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 displays about the Village's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have been changed over time.	119-128
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	129-137
Debt Capacity 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.	138-142
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	143-145
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	146-152

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

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**NET POSITION BY COMPONENT**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>*2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>GOVERNMENTAL ACTIVITIES</b>				
Net Investment in Capital Assets	\$ 15,165,984	\$ 13,119,069	\$ 11,966,457	\$ 11,517,354
Restricted	1,059,644	963,326	882,130	721,980
Unrestricted	1,051,535	9,337,944	9,337,767	8,561,879
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 17,277,163</b>	<b>\$ 23,420,339</b>	<b>\$ 22,186,354</b>	<b>\$ 20,801,213</b>
<b>BUSINESS-TYPE ACTIVITIES</b>				
Net Investment in Capital Assets	\$ 9,787,663	\$ 7,591,810	\$ 6,669,402	\$ 6,054,743
Restricted	-	-	-	-
Unrestricted	4,028,391	5,716,323	6,200,858	5,859,232
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 13,816,054</b>	<b>\$ 13,308,133</b>	<b>\$ 12,870,260</b>	<b>\$ 11,913,975</b>
<b>PRIMARY GOVERNMENT</b>				
Net Investment in Capital Assets	\$ 24,953,647	\$ 20,710,879	\$ 18,635,859	\$ 17,572,097
Restricted	1,059,644	963,326	882,130	721,980
Unrestricted	5,079,926	15,054,267	15,538,625	14,421,111
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 31,093,217</b>	<b>\$ 36,728,472</b>	<b>\$ 35,056,614</b>	<b>\$ 32,715,188</b>

\* The Village implemented GASB Statement No. 68 for the fiscal year ended April 30, 2016.

Data Source

Audited Financial Statements

	2012		2011		2010		2009		2008		2007
\$	10,947,414	\$	10,620,736	\$	10,213,808	\$	9,940,881	\$	9,447,812	\$	2,511,003
	787,626		816,434		899,454		939,567		997,968		869,989
	7,127,257		6,485,184		6,497,929		6,013,266		5,819,956		5,866,759
\$	18,862,297	\$	17,922,354	\$	17,611,191	\$	16,893,714	\$	16,265,736	\$	9,247,751
\$	5,492,499	\$	5,640,039	\$	5,794,424	\$	5,405,505	\$	4,153,761	\$	3,572,031
	-		-		-		-		-		-
	5,635,052		4,733,436		4,050,736		3,532,462		4,568,645		3,878,022
\$	11,127,551	\$	10,373,475	\$	9,845,160	\$	8,937,967	\$	8,722,406	\$	7,450,053
\$	16,439,913	\$	16,260,775	\$	16,008,232	\$	15,346,386	\$	13,601,573	\$	6,083,034
	787,626		816,434		899,454		939,567		997,968		869,989
	12,762,309		11,218,620		10,548,665		9,545,728		10,388,601		9,744,781
\$	29,989,848	\$	28,295,829	\$	27,456,351	\$	25,831,681	\$	24,988,142	\$	16,697,804

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**CHANGE IN NET POSITION**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>EXPENSES</b>				
Governmental Activities				
General Government	\$ 1,817,484	\$ 1,786,484	\$ 1,328,683	\$ 1,165,684
Public Safety	4,842,910	4,145,517	3,964,732	3,814,411
Public Works	1,343,672	1,356,272	1,532,965	1,419,333
Interest and Agency Fees	137,331	115,872	99,552	69,859
Total Governmental Activities Expenses	8,141,397	7,404,145	6,925,932	6,469,287
Business-Type Activities				
Water	2,478,175	2,452,195	2,250,493	2,295,025
Commuter Parking	70,787	69,598	64,136	53,947
Total Business-Type Activities Expenses	2,548,962	2,521,793	2,314,629	2,348,972
<b>TOTAL PRIMARY GOVERNMENT EXPENSES</b>	<b>\$ 10,690,359</b>	<b>\$ 9,925,938</b>	<b>\$ 9,240,561</b>	<b>\$ 8,818,259</b>
<b>PROGRAM REVENUES</b>				
Governmental Activities				
Charges for Services				
General Government	\$ 1,145,909	\$ 1,006,349	\$ 921,871	\$ 821,925
Public Safety	426,817	466,696	478,588	505,404
Public Works	5,222	32,110	11,982	13,889
Operating Grants and Contributions	229,124	331,863	268,221	290,820
Capital Grants and Contributions	75,700	112,784	-	268,908
Total Governmental Activities Program Revenues	1,882,772	1,949,802	1,680,662	1,900,946
Business-Type Activities				
Charges for Services				
Water	3,178,078	2,980,606	3,095,233	3,019,554
Commuter Parking	68,917	60,680	57,640	61,676
Operating Grants and Contributions	-	5,823	-	-
Capital Grants and Contributions	-	-	101,781	32,516
Total Business-Type Activities Program Revenues	3,246,995	3,047,109	3,254,654	3,113,746
<b>TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES</b>	<b>\$ 5,129,767</b>	<b>\$ 4,996,911</b>	<b>\$ 4,935,316</b>	<b>\$ 5,014,692</b>
<b>NET (EXPENSE) REVENUE</b>				
Governmental Activities	\$ (6,258,625)	\$ (5,454,343)	\$ (5,245,270)	\$ (4,568,341)
Business-Type Activities	698,033	525,316	940,025	764,774
<b>TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE</b>	<b>\$ (5,560,592)</b>	<b>\$ (4,929,027)</b>	<b>\$ (4,305,245)</b>	<b>\$ (3,803,567)</b>

2012	2011	2010	2009	2008	2007
\$ 1,479,868	\$ 1,493,161	\$ 1,269,047	\$ 1,335,790	\$ 1,517,273	\$ 1,219,615
3,944,318	3,972,037	3,904,378	3,644,082	3,562,822	3,253,110
1,186,227	1,789,652	1,512,672	1,765,874	1,636,889	1,210,068
136,582	148,302	181,623	190,598	224,225	255,713
6,746,995	7,403,152	6,867,720	6,936,344	6,941,209	5,938,506
1,850,357	1,931,425	1,793,954	1,694,418	1,501,877	1,553,714
56,024	52,198	49,751	50,011	54,208	54,165
1,906,381	1,983,623	1,843,705	1,744,429	1,556,085	1,607,879
\$ 8,653,376	\$ 9,386,775	\$ 8,711,425	\$ 8,680,773	\$ 8,497,294	\$ 7,546,385
\$ 794,054	\$ 914,892	\$ 655,034	\$ 691,460	\$ 771,374	\$ 631,273
526,031	571,365	503,581	478,999	504,747	415,722
18,625	6,113	3,186	2,632	9,888	13,887
283,757	293,523	271,167	232,453	246,353	249,088
67,150	262,190	258,236	35,658	67,149	54,035
1,689,617	2,048,083	1,691,204	1,441,202	1,599,511	1,364,005
2,592,962	2,437,169	2,119,990	1,795,841	1,818,082	1,813,901
50,285	57,990	59,543	43,921	43,634	40,083
-	-	-	-	336,634	-
-	-	532,298	-	-	-
2,643,247	2,495,159	2,711,831	1,839,762	2,198,350	1,853,984
\$ 4,332,864	\$ 4,543,242	\$ 4,403,035	\$ 3,280,964	\$ 3,797,861	\$ 3,217,989
\$ (5,057,378)	\$ (5,355,069)	\$ (5,176,516)	\$ (5,495,142)	\$ (5,341,698)	\$ (4,574,501)
736,866	511,536	868,126	95,333	642,265	246,105
\$ (4,320,512)	\$ (4,843,533)	\$ (4,308,390)	\$ (5,399,809)	\$ (4,699,433)	\$ (4,328,396)

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**CHANGE IN NET POSITION (Continued)**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>GENERAL REVENUES AND OTHER</b>				
<b>CHANGES IN NET POSITION</b>				
Governmental Activities				
Taxes				
Property	\$ 3,976,328	\$ 3,810,253	\$ 3,679,686	\$ 3,463,975
Sales	1,144,699	1,071,239	965,958	893,816
Utility	602,016	674,761	723,385	709,675
Food and Beverage	91,681	94,122	91,793	88,864
Other	202,696	174,998	166,190	163,265
Shared Income taxes	898,086	825,295	821,179	759,446
Investment Earnings	43,393	(93,851)	41,670	41,080
Miscellaneous	73,330	112,421	125,666	378,357
Capital Donations	-	-	-	-
Gain on Sale of Capital Assets	17,017	19,788	14,885	75,435
Transfers	-	-	-	-
Total Governmental Activities	7,049,246	6,689,026	6,630,412	6,573,913
Business-Type Activities				
Investment Earnings	16,493	(87,443)	16,260	17,856
Capital Donations	-	-	-	-
Gain on Sale of Capital Assets	7,502	-	-	3,794
Transfers	-	-	-	-
Total Business-Type Activities	23,995	(87,443)	16,260	21,650
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 7,073,241</b>	<b>\$ 6,601,583</b>	<b>\$ 6,646,672</b>	<b>\$ 6,595,563</b>
<b>CHANGE IN NET POSITION</b>				
Governmental Activities	\$ 790,621	\$ 1,234,683	\$ 1,385,142	\$ 2,005,572
Business-Type Activities	722,028	437,873	956,285	786,424
<b>TOTAL PRIMARY GOVERNMENT</b>				
<b>CHANGE IN NET POSITION</b>	<b>\$ 1,512,649</b>	<b>\$ 1,672,556</b>	<b>\$ 2,341,427</b>	<b>\$ 2,791,996</b>

Data Source

Audited Financial Statements

2012	2011	2010	2009	2008	2007
\$ 3,443,971	\$ 3,422,474	\$ 3,569,012	\$ 3,538,827	\$ 3,395,280	\$ 3,197,654
703,782	575,772	582,831	639,640	666,488	614,462
707,078	723,627	709,503	780,892	808,837	750,408
90,904	93,222	89,903	99,696	80,928	-
151,749	144,496	132,493	136,557	117,258	102,964
678,896	593,326	604,415	693,384	700,678	641,397
35,864	45,663	94,529	222,877	356,205	428,856
182,430	67,652	82,068	7,971	34,553	29,407
-	-	-	-	6,148,137	-
-	-	29,239	3,276	51,319	23,035
2,647	-	-	-	-	-
5,997,321	5,666,232	5,893,993	6,123,120	12,359,683	5,788,183
19,857	16,779	39,067	85,525	181,919	218,257
-	-	-	26,810	436,638	-
-	-	-	7,893	11,531	-
(2,647)	-	-	-	-	-
17,210	16,779	39,067	120,228	630,088	218,257
\$ 6,014,531	\$ 5,683,011	\$ 5,933,060	\$ 6,243,348	\$ 12,989,771	\$ 6,006,440
\$ 939,943	\$ 311,163	\$ 717,477	\$ 627,978	\$ 7,017,985	\$ 1,213,682
754,076	528,315	907,193	215,561	1,272,353	464,362
\$ 1,694,019	\$ 839,478	\$ 1,624,670	\$ 843,539	\$ 8,290,338	\$ 1,678,044

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**FUND BALANCES OF GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>GENERAL FUND</b>				
Reserved*	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Nonspendable in Form - Prepaid Items	114,147	73,075	74,291	76,272
Restricted				
Public Safety	25,979	30,334	37,305	33,795
Highways and Streets	-	-	-	-
Unrestricted				
Assigned for Capital Purposes	-	-	-	1,000,000
Assigned for Risk Management	-	-	-	-
Unassigned	4,218,040	4,084,158	4,473,172	3,583,482
<b>TOTAL GENERAL FUND</b>	<b>\$ 4,358,166</b>	<b>\$ 4,187,567</b>	<b>\$ 4,584,768</b>	<b>\$ 4,693,549</b>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in				
Special Revenue Funds**	-	-	-	-
Capital Project Funds	-	-	-	-
Nonspendable in Form - Prepaid Items	310,000	-	-	-
Nonspendable in Form - Advances	-	402,261	500,000	500,000
Restricted				
Highways and Streets	406,653	452,145	497,344	449,453
Economic Development	2,505	96,745	87,571	78,589
Debt Service	624,507	384,102	259,910	138,908
Special Service Areas	-	698	-	21,235
Unrestricted				
Assigned for Capital Projects Ten Year Plan	-	-	-	-
Assigned for Capital Purposes	4,757,492	5,732,817	5,304,030	4,346,439
Unassigned (Deficit)	(497,996)	(393,605)	(436,419)	(488,345)
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<b>\$ 5,603,161</b>	<b>\$ 6,675,163</b>	<b>\$ 6,212,436</b>	<b>\$ 5,046,279</b>

\* In Fiscal Year 2008, a reserve for Public Safety D.A.R.E., Article 36, and drug forfeitures began.

\*\* The Village implemented GASB Statement No. 54 in fiscal year 2012.

Data Source

Audited Financial Statements



2012**	2011	2010	2009	2008*	2007
\$ -	\$ 139,292	\$ 130,369	\$ 212,401	\$ 178,169	\$ 73,038
-	3,250,620	2,798,258	2,565,956	2,583,803	2,159,081
73,734	-	-	-	-	-
43,568	-	-	-	-	-
1,312	-	-	-	-	-
979,886	-	-	-	-	-
73,415	-	-	-	-	-
2,479,670	-	-	-	-	-
<u>\$ 3,651,585</u>	<u>\$ 3,389,912</u>	<u>\$ 2,928,627</u>	<u>\$ 2,778,357</u>	<u>\$ 2,761,972</u>	<u>\$ 2,232,119</u>
\$ -	\$ 1,028,728	\$ 870,399	\$ 825,859	\$ 910,659	\$ 869,989
-	(487,879)	(8,935)	(52,808)	(85,826)	(113,965)
-	4,177,496	4,388,692	4,140,890	3,921,109	4,350,063
-	-	-	-	-	-
500,000	-	-	-	-	-
409,880	-	-	-	-	-
69,552	-	-	-	-	-
254,271	-	-	-	-	-
9,043	-	-	-	-	-
286,270	-	-	-	-	-
3,876,475	-	-	-	-	-
(507,087)	-	-	-	-	-
<u>\$ 4,898,404</u>	<u>\$ 4,718,345</u>	<u>\$ 5,250,156</u>	<u>\$ 4,913,941</u>	<u>\$ 4,745,942</u>	<u>\$ 5,106,087</u>

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>REVENUES</b>				
Taxes	\$ 4,640,460	\$ 4,831,620	\$ 4,705,955	\$ 4,459,841
Intergovernmental	2,378,055	2,074,642	1,883,092	2,161,622
Licenses and Permits	650,878	576,816	606,117	551,712
Service Charges	651,579	649,088	504,258	507,727
Fines	122,400	146,764	177,540	194,171
Grants	-	-	-	-
Investment Income	43,393	(93,851)	41,670	41,080
Miscellaneous	462,481	399,716	377,557	483,271
Total Revenues	8,949,246	8,584,795	8,296,189	8,399,424
<b>EXPENDITURES</b>				
General Government	1,985,352	1,680,259	1,424,433	1,436,943
Public Safety^	4,255,393	3,898,354	3,668,940	3,596,874
Public Works	1,305,496	1,255,727	1,166,264	970,278
Capital Outlay	3,160,231	1,993,361	1,044,297	1,417,898
Debt Service				
Principal	367,000	326,000	295,000	270,000
Interest	120,625	102,324	90,369	84,152
Other Charges	875	875	875	875
Total Expenditures	11,194,972	9,256,900	7,690,178	7,777,020
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,245,726)	(672,105)	606,011	622,404
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	2,333,382	2,446,881	1,982,511	982,505
Transfers (Out)	(2,333,382)	(2,446,881)	(1,982,511)	(982,505)
Bonds Issued	1,300,000	700,000	440,000	500,000
Proceeds from Sale of Capital Assets	17,017	19,788	14,885	75,435
Issuance of Refunding Bonds	-	-	-	-
Payment to Escrow Agent	-	-	-	-
Premium on Issuance of Bonds	-	-	-	-
Discount on Issuance of Bonds	27,306	17,843	(3,520)	(8,000)
Total Other Financing Sources (Uses)	1,344,323	737,631	451,365	567,435
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (901,403)</b>	<b>\$ 65,526</b>	<b>\$ 1,057,376</b>	<b>\$ 1,189,839</b>
<b>NONCAPITAL EXPENDITURES</b>				
Total Expenditures	\$ 11,194,972	\$ 9,256,900	\$ 7,690,178	\$ 7,777,020
Less Capital Outlay	(3,611,342)	(2,148,707)	(1,078,458)	(1,536,540)
<b>NET NONCAPITAL EXPENDITURES</b>	<b>\$ 7,583,630</b>	<b>\$ 7,108,193</b>	<b>\$ 6,611,720</b>	<b>\$ 6,240,480</b>
<b>TOTAL DEBT SERVICE</b>	<b>\$ 487,625</b>	<b>\$ 428,324</b>	<b>\$ 385,369</b>	<b>\$ 354,152</b>
<b>PERCENTAGE OF DEBT SERVICE TO NONCAPITAL EXPENDITURES</b>	<b>6.43%</b>	<b>6.03%</b>	<b>5.83%</b>	<b>5.68%</b>

Data Source

Audited Financial Statements

	2012	2011	2010	2009	2008	2007
\$	4,443,343	\$ 4,435,246	\$ 4,527,733	\$ 4,580,184	\$ 4,459,738	\$ 4,132,899
	1,614,665	1,300,535	1,505,070	1,391,457	1,389,451	1,272,068
	508,822	631,195	373,831	384,653	596,581	520,859
	486,731	512,673	428,708	359,125	316,178	308,892
	230,947	242,671	255,474	237,386	270,370	186,548
	-	-	-	-	67,149	54,035
	35,864	45,663	94,529	222,877	356,205	428,856
	357,894	359,439	361,778	385,364	304,066	224,996
	7,678,266	7,527,422	7,547,123	7,561,046	7,759,738	7,129,153
	1,340,630	1,293,789	1,111,973	1,129,003	1,252,582	1,210,584
	3,863,824	3,693,553	3,578,580	3,395,763	3,228,412	3,020,113
	1,161,891	1,102,335	1,055,189	1,270,221	1,077,733	1,039,899
	961,131	768,692	826,363	474,061	956,831	274,524
	329,000	617,000	695,000	935,000	910,000	880,000
	128,374	158,408	181,722	201,353	234,248	263,909
	875	1,050	1,050	1,050	875	1,625
	7,785,725	7,634,827	7,449,877	7,406,451	7,660,681	6,690,654
	(107,459)	(107,405)	97,246	154,595	99,057	438,499
	1,134,136	792,224	1,244,138	1,612,084	1,408,041	1,543,649
	(1,134,136)	(792,224)	(1,244,138)	(1,612,084)	(1,408,041)	(1,543,649)
	500,000	-	360,000	-	-	-
	13,396	36,879	29,239	29,789	70,651	23,035
	2,360,000	-	-	-	-	-
	(2,360,357)	-	-	-	-	-
	42,869	-	-	-	-	-
	(6,717)	-	-	-	-	-
	549,191	36,879	389,239	29,789	70,651	23,035
\$	441,732	\$ (70,526)	\$ 486,485	\$ 184,384	\$ 169,708	\$ 461,534
\$	7,785,725	\$ 7,634,827	\$ 7,449,877	\$ 7,406,451	\$ 7,660,681	\$ 6,690,654
	(944,683)	(168,726)	(495,632)	(150,104)	(462,184)	(296,745)
\$	6,841,042	\$ 7,466,101	\$ 6,954,245	\$ 7,256,347	\$ 7,198,497	\$ 6,393,909
\$	457,374	\$ 775,408	\$ 876,722	\$ 1,136,353	\$ 1,144,248	\$ 1,143,909
	6.69%	10.39%	12.61%	15.66%	15.90%	17.89%

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**

Last Ten Levy Years

<b>Levy Year</b>	<b>Fiscal Year</b>	<b>Residential Property</b>	<b>Commercial Property</b>	<b>Industrial Property</b>	<b>Railroad Property</b>	<b>Total Taxable Assessed Value</b>	<b>Village Property Tax Rate</b>	<b>Estimated Actual Taxable Value</b>	<b>Estimated Actual Taxable Value</b>
2015	SY2016*	\$ 469,768,657	\$ 25,054,633	\$ 144,868	\$ 323,979	\$ 495,292,137	\$ 0.7354	\$ 1,485,876,411	33.33%
2014	2016	431,967,162	25,151,458	149,910	310,352	457,578,882	0.7809	1,372,736,646	33.33%
2013	2015	428,025,170	24,948,146	157,390	306,295	453,437,001	0.7687	1,360,311,003	33.33%
2012	2014	436,963,681	25,907,912	187,750	281,639	463,340,982	0.7309	1,390,022,946	33.33%
2011	2013	467,575,161	27,319,880	190,110	263,358	495,348,509	0.6575	1,486,194,146	33.33%
2010	2012	508,972,312	27,817,980	190,110	220,585	537,200,987	0.5918	1,611,764,137	33.33%
2009	2011	539,007,037	28,612,136	201,780	201,241	568,022,194	0.5407	1,704,237,006	33.33%
2008	2010	535,940,453	28,953,640	201,780	166,426	565,262,299	0.5366	1,695,956,493	33.33%
2007	2009	500,232,583	27,564,610	190,540	144,447	528,132,180	0.5416	1,584,554,995	33.33%
2006	2008	452,088,925	26,307,550	178,380	128,291	478,703,146	0.5679	1,436,253,063	33.33%

Property in the Village is reassessed by the Downers Grove Township Assessor on a quadrennial basis. Property is assessed at 33% of actual value.

Refer to the Property Tax Rates - Direct and Overlapping Governments schedule for additional property tax rate information.

\*The Village is changing fiscal year ends from April 30 to December 31, effective December 31, 2016.

Data Source

Office of the DuPage County Clerk

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**

Last Ten Levy Years

<b>Tax Levy Year Fiscal Year</b>	<b>2015 SY2016*</b>	<b>2014 2016</b>	<b>2013 2015</b>	<b>2012 2014</b>	<b>2011 2013</b>	<b>2010 2012</b>	<b>2009 2011</b>	<b>2008 2010</b>	<b>2007 2009</b>	<b>2006 2008</b>
<b>VILLAGE DIRECT RATES</b>										
Village of Clarendon Hills										
Corporate	0.1777	0.1937	0.1908	0.1854	0.1666	0.1500	0.1354	0.1377	0.1398	0.1468
Bonds and Interest	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
IMRF	0.0383	0.0406	0.0386	0.0298	0.0267	0.0240	0.0219	0.0217	0.0232	0.0243
Fire Protection	0.1632	0.1779	0.1751	0.1702	0.1508	0.1359	0.1232	0.1266	0.1278	0.1341
Firefighters Pension	0.0098	0.0105	0.0070	0.0068	0.0067	0.0032	0.0030	0.0027	0.0032	0.0049
Police Protection	0.1112	0.1214	0.1299	0.1253	0.1120	0.1009	0.0912	0.0941	0.0950	0.0996
Police Pension	0.1086	0.0983	0.0872	0.0755	0.0693	0.0649	0.0628	0.0454	0.0403	0.0406
Tort Judgments/Liability	0.0239	0.0266	0.0286	0.0280	0.0251	0.0226	0.0207	0.0229	0.0232	0.0242
Street Lighting	0.0020	0.0032	0.0044	0.0054	0.0054	0.0051	0.0048	0.0058	0.0073	0.0076
Social Security	0.0504	0.0542	0.0533	0.0521	0.0468	0.0421	0.0385	0.0407	0.0424	0.0444
Street and Bridge	0.0503	0.0545	0.0538	0.0524	0.0481	0.0431	0.0392	0.0390	0.0394	0.0414
Total Direct Rate	0.7354	0.7809	0.7687	0.7309	0.6575	0.5918	0.5407	0.5366	0.5416	0.5679
<b>OVERLAPPING RATES</b>										
Clarendon Hills Public Library	0.1420	0.1505	0.1481	0.1408	0.1264	0.1138	0.1040	0.1032	0.1041	0.1091
DuPage County	0.1971	0.2057	0.2040	0.1929	0.1773	0.1659	0.1554	0.1557	0.1651	0.1713
DuPage County Forest Preserve	0.1622	0.1691	0.1657	0.1542	0.1414	0.1321	0.1217	0.1206	0.1187	0.1303
DuPage Water Commission	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
DuPage Airport Authority	0.0188	0.0196	0.0178	0.0168	0.0169	0.0158	0.0148	0.0160	0.0170	0.0183
Downers Grove Township	0.0368	0.0378	0.0368	0.0343	0.0307	0.0281	0.0256	0.0254	0.0256	0.0268
Downers Grove Township Road District	0.0550	0.0564	0.0549	0.0512	0.0459	0.0420	0.0382	0.0379	0.0383	0.0401
Clarendon Hills Park District	0.3767	0.3967	0.3984	0.3860	0.3534	0.3179	0.2971	0.2950	0.2859	0.3011
Clarendon Blackhawk Mosquito District	0.0045	0.0047	0.0047	0.0046	0.0043	0.0040	0.0038	0.0037	0.0037	0.0038
High School District #86	1.5592	1.5921	1.5681	1.4984	1.3362	1.2011	1.0948	1.0804	1.0943	1.1418
Grade School District #60	3.2726	3.2133	3.1285	2.8900	2.5635	2.3576	2.1606	2.1489	2.1925	2.1161
Grade School District #181	2.7350	2.8455	2.8094	2.6965	2.3877	2.1353	1.9023	1.8306	1.8836	1.9491
Unit School District #201	5.0566	5.2246	4.8983	4.5510	3.9381	3.7139	3.3568	3.2942	3.3652	3.5126
Community College #502	0.2786	0.2975	0.2956	0.2681	0.2495	0.2349	0.2127	0.1858	0.1888	0.1929
Clarendon Hills SSA #2	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0941	0.1054
Clarendon Hills SSA #3	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0375	0.0877	0.1028
Clarendon Hills SSA #4	N/A	N/A	N/A	N/A	N/A	N/A	0.0275	0.0701	0.0912	0.1063
Clarendon Hills SSA #5	N/A	N/A	N/A	N/A	N/A	N/A	0.0279	0.0700	0.0939	0.1049
Clarendon Hills SSA #6	N/A	N/A	N/A	N/A	N/A	N/A	0.0279	0.0703	0.0929	0.1046
Clarendon Hills SSA #7	0.6613	1.3741	1.5112	0.8315	0.4959	0.3031	0.2963	0.3060	0.3355	0.3416
Clarendon Hills SSA #8	N/A	N/A	N/A	N/A	N/A	0.0326	0.0278	0.0710	0.1000	0.1123
Clarendon Hills SSA #9	N/A	N/A	N/A	N/A	N/A	0.0325	0.0280	0.0700	0.0952	0.1057
Clarendon Hills SSA #10	N/A	N/A	N/A	N/A	N/A	0.2600	0.5500	0.5293	0.5500	0.5500

<b>Tax Levy Year Fiscal Year</b>	<b>2015 SY2016*</b>	<b>2014 2016</b>	<b>2013 2015</b>	<b>2012 2014</b>	<b>2011 2013</b>	<b>2010 2012</b>	<b>2009 2011</b>	<b>2008 2010</b>	<b>2007 2009</b>	<b>2006 2008</b>
Clarendon Hills SSA #11	N/A	N/A	N/A	N/A	N/A	0.0328	0.0279	0.0714	0.0983	0.1072
<b>OVERLAPPING RATES (Continued)</b>										
Clarendon Hills SSA #12	N/A	N/A	N/A	N/A	N/A	0.0324	0.0287	0.0730	0.1028	0.1083
Clarendon Hills SSA #13	0.7019	0.7307	0.6584	0.6524	0.6338	0.5569	0.5523	0.5057	0.5533	0.6139
Clarendon Hills SSA #14	1.1581	1.1911	1.1967	1.2759	1.1981	1.4825	1.6069	1.4477	0.0000	0.0000
Clarendon Hills SSA #15	0.1838	0.1970	0.2008	0.1929	0.1824	0.1692	0.1506	0.0000	0.0000	0.0000
Clarendon Hills SSA #17	0.1506	0.1721	0.1815	0.1664	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #18	0.1415	0.1565	0.1587	0.1367	0.1319	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #19	0.1923	0.2132	0.2194	0.1864	0.1623	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #20	0.0728	0.0761	0.0786	0.0685	0.0664	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #21	0.1431	0.1623	0.1655	0.1466	0.1413	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #22	0.1969	0.2198	0.2247	0.1918	0.1859	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #23	0.0979	0.1071	0.1070	0.0958	0.0894	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #24	0.1890	0.2081	0.2128	0.1898	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #25	0.1973	0.2149	0.2029	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #26	0.1807	0.1960	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #27	0.1207	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Clarendon Hills SSA #28	0.1254	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Rates are per \$100 of assessed valuation.

The purpose of this overlapping property tax rates schedule is to present comparative rate data for other governmental bodies that extend rates against the Village's revenue base, so that a sense of "overall" property tax burden on the Village's taxpayers may be determined. However, different overlapping governmental rates may apply for individual parcels, dependent upon each individual parcel location.

N/A - Not applicable

\*The Village is changing fiscal year ends from April 30 to December 31, effective December 31, 2016.

Data Source

DuPage County Clerk

VILLAGE OF CLARENDON HILLS, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Fiscal Year and Nine Years Ago

Assessed Valuation Year		2015		
Taxpayer		Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Hinsdale Golf Club	\$	7,289,920	1	1.48%
The Birches LLC		2,189,870	2	0.44%
Sunrise Assisted Living Center		1,874,220	3	0.38%
Ogden Clarendon LLC - Infiniti		1,521,020	4	0.31%
Jewel Osco		1,244,590	5	0.25%
PNC Office Center		977,710	6	0.20%
PNC Bank		796,590	7	0.16%
One Walker Building		774,220	8	0.16%
Village Veterinary Practice		631,690	9	0.13%
Individual		552,780	10	0.11%
<b>TOTAL</b>	<b>\$</b>	<b>17,852,610</b>		<b>3.62%</b>
<b>VILLAGE EQUALIZED ASSESSED VALUE</b>	<b>\$</b>	<b>495,292,137</b>		

Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2015 Taxable Assessed Value is the most current available.

Data Source

Downers Grove Township Offices

2007				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	
Hinsdale Golf Club	\$ 8,090,810	1	1.53%	
Churchill Estates	2,594,250	2	0.49%	
National City Bank	2,229,440	3	0.42%	
Albertson's	1,705,190	4	0.32%	
Mayflower Ltd., Partnership	808,350	5	0.15%	
Gekko Management	795,240	6	0.15%	
Walker Hall	681,910	7	0.13%	
Sheffield Management Company	584,910	8	0.11%	
Glass America	560,160	9	0.11%	
Clarendon Hills Partnership	<u>533,570</u>	10	<u>0.10%</u>	
	<u>\$ 18,583,830</u>		<u>3.51%</u>	
	<u>\$ 528,132,180</u>			



# VILLAGE OF CLARENDON HILLS, ILLINOIS

## PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Fiscal Year	Tax Levied	Collected within the Fiscal Year		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2015	SY2016**	\$ 3,773,135	*	0.00%	\$ -	*	0.00%
2014	2016	3,695,865	\$ 3,691,360	99.88%	-	\$ 3,691,360	0.00%
2013	2015	3,604,371	3,590,366	99.61%	18	3,590,384	99.61%
2012	2014	3,502,858	3,499,346	99.90%	-	3,499,346	99.90%
2011	2013	3,363,416	3,353,398	99.70%	549	3,353,947	99.72%
2010	2012	3,284,447	3,279,791	99.86%	473	3,280,264	99.87%
2009	2011	3,174,108	3,169,819	99.86%	818	3,170,637	99.89%
2008	2010	3,134,379	3,126,450	99.75%	35	3,126,485	99.75%
2007	2009	2,955,428	2,953,063	99.92%	71	2,953,134	99.92%
2006	2008	2,808,073	2,803,965	99.85%	94	2,804,059	99.85%

\* 2015 Tax Levy to be collected in Stub Year 2016.

\*\*The Village is changing fiscal year ends from April 30 to December 31, effective December 31, 2016.

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

### Data Source

Office of DuPage County Clerk

**VILLAGE OF CLARENDON HILLS, ILLINOIS****TAXABLE SALES BY CATEGORY**

Last Ten Calendar Years

<b>Calendar Year</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
Food	\$ 233,964	\$ 250,004	\$ 192,612	\$ 193,856
Drinking and Eating Places	74,263	62,833	68,861	60,089
Apparel	130	531	635	-
Furniture and Household and Radio	3,442	3,242	3,476	2,940
Lumber, Building Hardware	7,169	7,518	7,142	7,406
Automobile and Filling Stations	409,798	346,172	338,110	-
Drugs and Miscellaneous Retail	160,231	130,639	115,214	106,312
Agriculture and All Others	68,077	61,180	64,394	72,678
Manufacturers	3,629	4,555	4,136	3,648
Unknown	-	-	-	278,678
<b>TOTAL</b>	<b>\$ 960,703</b>	<b>\$ 866,674</b>	<b>\$ 794,580</b>	<b>\$ 725,607</b>

**VILLAGE DIRECT SALES****TAX RATES**

1.00%

1.00%

1.00%

1.00%

This schedule reflects the Village's 1% share of the statewide tax on general merchandise and 1% of taxable sales on qualifying food, drugs and medical appliances made at businesses located within the corporate limits of the Village. The above-referenced Sales Tax categories are determined by the State of Illinois. Blank categories have less than 4 taxpayers, therefore no category is shown to protect the confidentiality of the individual taxpayer, totals include censored data.

Data Source

Illinois Department of Revenue

<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
\$ 207,739	\$ 219,633	\$ 242,380	\$ 244,964	\$ 240,693	\$ 227,103
80,446	73,242	71,152	71,546	72,330	58,465
-	1,182	-	-	-	-
3,288	9,397	19,339	33,147	40,242	42,175
9,010	7,638	8,821	11,928	11,083	11,286
45,956	-	10,967	16,574	15,737	14,220
103,307	103,696	112,740	113,958	117,443	113,704
59,005	40,856	32,512	42,418	43,122	40,417
-	5,053	4,676	6,203	6,504	7,533
4,390	10,500	1,039	1,940	3,194	3,458
<u>\$ 513,141</u>	<u>\$ 471,197</u>	<u>\$ 503,626</u>	<u>\$ 542,678</u>	<u>\$ 550,348</u>	<u>\$ 518,361</u>
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**OTHER GOVERNMENTAL REVENUE**

Last Ten Fiscal Years

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<b>Fiscal Year</b>	<b>Income Tax</b>	<b>Sales Tax</b>	<b>Local Use Tax</b>	<b>Personal Property Tax</b>	<b>Motor Fuel Tax</b>	<b>Utility Tax</b>
2016	\$ 898,086	\$ 877,826	\$ 178,959	\$ 19,000	\$ 203,786	\$ 581,592
2015	825,295	897,430	173,809	18,754	282,241	674,761
2014	821,179	818,110	147,848	19,220	249,603	723,385
2013	759,446	758,580	135,236	16,796	240,449	709,674
2012	678,896	580,840	122,943	16,940	211,473	707,191
2011	593,326	463,772	112,001	18,779	203,223	723,627
2010	604,415	492,332	90,499	16,894	202,744	709,503
2009	693,384	532,253	107,388	19,086	209,678	780,892
2008	700,678	558,857	107,630	20,845	224,068	808,837
2007	641,397	516,544	97,918	18,277	232,879	750,406

Data Sources

Illinois Department of Revenue

Illinois Department of Transportation

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**OUTSTANDING DEBT BY TYPE**

Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-Type Activities	Total Outstanding Debt of Primary Government	Total Outstanding Debt as a Percentage of Personal Income*	Total Outstanding Debt Per Capita*
	General Obligation Bonds	General Obligation Alternate Revenue Source Bonds	Certificates of Participation	Debt Certificates	Installment Notes Payable				
2016	\$ -	\$ 3,406,624	\$ -	\$ 1,648,639	\$ 1,187,432	\$ 6,242,695	1.23%	\$ 741	
2015	-	2,260,251	-	1,837,977	1,269,324	5,367,552	1.06%	637	
2014	-	1,642,192	-	2,066,274	1,351,216	5,059,682	1.00%	600	
2013	-	1,274,731	-	2,294,572	1,433,108	5,002,411	0.98%	591	
2012	-	822,283	-	2,527,869	1,515,000	4,865,152	0.96%	573	
2011	-	473,000	-	2,590,000	1,596,892	4,659,892	0.92%	553	
2010	-	910,000	-	2,770,000	1,172,784	4,852,784	1.53%	638	
2009	-	1,075,000	-	2,940,000	225,000	4,240,000	1.34%	557	
2008	-	1,840,000	-	3,110,000	330,000	5,280,000	1.67%	694	
2007	-	2,590,000	-	3,270,000	425,000	6,285,000	1.99%	826	

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

\* Refer to the schedule of Demographic and Economic Information for personal income and population data.

Data Sources

Village Records

U.S. Department of Commerce, Bureau of Census, 2010 and 2000 Census.

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>General Obligation Bonds and Debt Certificates</b>	<b>Less: Amounts Available In Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property*</b>	<b>General Bonded Debt Outstanding Per Capita</b>	<b>Population</b>
2016	\$ 5,055,263	\$ 624,507	\$ 4,430,756	0.30%	\$ 525.78	8,427
2015	4,098,228	384,102	3,714,126	0.27%	440.74	8,427
2014	3,708,466	259,910	3,448,556	0.25%	409.23	8,427
2013	3,569,303	138,908	3,430,395	0.25%	407.07	8,427
2012	3,350,152	254,271	3,095,881	0.21%	367.38	8,427
2011	3,063,000	203,750	2,859,250	0.18%	339.30	8,427
2010	3,680,000	292,870	3,387,130	0.20%	445.09	7,610
2009	4,015,000	166,222	3,848,778	0.23%	505.75	7,610
2008	4,950,000	157,659	4,792,341	0.30%	629.74	7,610
2007	5,860,000	135,818	5,724,182	0.40%	752.19	7,610

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

\* Refer to the schedule of Assessed Value and Actual Value of Taxable Property for property value data.

### Data Sources

Village Records

U.S. Department of Commerce, Bureau of Census, 2010 and 2000 Census.

**VILLAGE OF CLARENDON HILLS, ILLINOIS****DIRECT AND OVERLAPPING GOVERNMENTAL BONDED DEBT**

April 30, 2016

<b>Governmental Unit</b>	<b>Gross Outstanding Debt</b>	<b>Percentage Applicable to Village*</b>	<b>Amount Applicable to Village</b>
<b>DIRECT</b>			
Village of Clarendon Hills	\$ 5,055,263	100.00%	\$ 5,055,263
<b>OVERLAPPING</b>			
DuPage County	166,395,000	1.46%	2,429,367
DuPage County Forest Preserve District	141,098,676	1.46%	2,060,041
Clarendon Hills Park District	1,263,000	100.00%	1,263,000
Clarendon Hills Special Service Area #7	25,000	100.00%	25,000
School District No. 60	15,085,000	6.01%	906,609
School District No. 181	62,585,000	18.82%	11,778,497
High School District No. 86	17,420,000	9.40%	1,637,480
Unit School District No. 201	13,730,000	5.87%	805,951
Community College District No. 502	278,385,000	1.30%	3,619,005
Total Overlapping Debt	695,986,676		24,524,950
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>	<b>\$ 701,041,939</b>		<b>\$ 29,580,213</b>
<b>2015 EQUALIZED ASSESSED VALUATION</b>	<b>\$ 495,292,137</b>		

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village. This process recognizes that, when considering the Village's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping government.

\* The percentage of overlapping general obligation debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Village's boundaries and dividing it by each unit's total taxable assessed value.

Data Source

DuPage County Clerk

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

	2016	2015	2014	2013
Legal Debt Limit	\$ 42,718,947	\$ 39,466,179	\$ 39,108,941	\$ 39,963,160
Total Net Debt Applicable to Limit	1,648,639	1,837,977	2,066,274	2,291,572
<b>LEGAL DEBT MARGIN</b>	<b>\$ 41,070,308</b>	<b>\$ 37,628,202</b>	<b>\$ 37,042,667</b>	<b>\$ 37,708,160</b>
<b>TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE DEBT MARGIN</b>	3.86%	4.66%	5.28%	5.73%
Legal Debt Margin Calculation for Fiscal 2014				
Assessed Value	\$ 495,292,137			
Legal Debt Margin	8.625%			
Debt Limit	42,718,947			
Debt Applicable to Limit General Obligation Debt Certificates	1,648,639			
<b>LEGAL DEBT MARGIN</b>	<b>\$ 41,070,308</b>			

Data Source

Audited Financial Statements



2012	2011	2010	2009	2008	2007
\$ 42,723,809	\$ 46,333,585	\$ 48,991,914	\$ 48,753,873	\$ 45,551,401	\$ 41,288,146
2,527,869	3,063,000	3,680,000	4,015,000	4,950,000	5,860,000
\$ 40,195,940	\$ 43,270,585	\$ 45,311,914	\$ 44,738,873	\$ 40,601,401	\$ 35,428,146
5.92%	6.61%	7.51%	8.24%	10.87%	14.19%

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population (1)	Estimated Total Personal Income of Population (2)	Per Capita Personal Income (2)	Unemployment Rates (3)		
				Village of Clarendon Hills	DuPage County	State of Illinois
2016	8,427	\$ 505,586,292	\$ 59,996	N/A	5.1%	6.5%
2015	8,427	505,586,292	59,996	N/A	4.8%	5.6%
2014	8,427	505,586,292	59,996	4.9%	5.6%	7.1%
2013	8,427	505,586,292	59,996	6.5%	7.5%	9.2%
2012	8,427	505,586,292	59,996	3.1%	7.3%	8.9%
2011	8,427	505,586,292	59,996	3.4%	8.0%	9.8%
2010	7,610	316,492,290	41,589	2.9%	8.8%	10.7%
2009	7,610	316,492,290	41,589	1.7%	9.0%	9.9%
2008	7,610	316,492,290	41,589	1.3%	5.2%	6.2%
2007	7,610	316,492,290	41,589	1.1%	4.6%	4.6%

### Data Sources

- (1) U.S. Department of Commerce, Bureau of Census, 2010 and 2000 Census.
- (2) The U.S. Department of Commerce, Bureau of Census defines personal income as a measure of income received from all sources by residents of the Village during a calendar year.
- (3) Illinois Department of Employment Security

N/A - Information not available

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## PRINCIPAL EMPLOYERS

Current Fiscal Year and Nine Years Ago

<b>2016</b>			
<b>Employer</b>	<b>Number of Employees (1)</b>	<b>Rank</b>	<b>% of Total Village Population 8,427</b>
Jewel/Osco Food Store	150	1	1.78%
Hinsdale Golf Club	140	2	1.66%
Village of Clarendon Hills	97	3	1.15%
The Birches	95	4	1.13%
Infiniti of Clarendon Hills	90	5	1.07%
Osco Drug	55	6	0.65%
Seton Montessori	53	7	0.63%
Country House	46	8	0.55%
PNC Bank	35	9	0.42%
Buke's Salon Spa	27	10	0.32%
	<u>788</u>		<u>9.36%</u>

### Data Sources

(1) Clarendon Hills Business License Applications

<b>2007</b>			
<b>Employer</b>	<b>Number of Employees(1)</b>	<b>Rank</b>	<b>% of Total Village Population 7,610</b>
Jewel/Osco Store	200	1	2.63%
Mid America Bank	200	2	2.63%
Hinsdale Golf Club	140	3	1.84%
Village of Clarendon Hills	90	4	1.18%
Osco Drug	50	5	0.66%
Country House	50	6	0.66%
ZaZa's	40	7	0.53%
Maijean Restaurant	30	8	0.39%
Glass America	22	9	0.29%
Village Veterinary Practice	17	10	0.22%
	<u>839</u>		<u>11.03%</u>

**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**FULL-TIME EQUIVALENT EMPLOYEES**

Last Ten Fiscal Years

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<b>Function/Program</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>GENERAL GOVERNMENT</b>				
Management Services	3.00	3.00	3.00	3.00
Finance	4.04	4.04	4.04	4.04
Community Development	2.72	2.72	2.18	2.18
<b>PUBLIC SAFETY</b>				
Police				
Officers	14.00	14.00	13.00	13.00
Civilians	2.57	2.57	2.57	2.94
Fire				
Firefighters and Officers	1.50	1.50	1.50	1.50
Paid on Call	unavailable	unavailable	unavailable	unavailable
<b>PUBLIC WORKS</b>	9.00	9.00	9.00	8.00

Data Source

Village Budget Office

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2012	2011	2010	2009	2008	2007
3.00	3.00	3.00	3.00	3.00	3.50
4.04	4.43	4.25	4.25	4.00	3.50
2.18	2.18	2.60	2.60	3.25	3.25
13.00	14.00	15.00	15.00	15.00	15.00
2.43	2.43	2.43	2.43	2.43	2.43
1.50	1.50	1.50	1.50	2.00	2.00
unavailable	unavailable	unavailable	unavailable	unavailable	unavailable
9.00	9.80	9.80	9.80	9.00	9.00

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2016	2015	2014	2013
<b>GENERAL GOVERNMENT</b>				
Community Development				
Building Permits Issued	253	238	250	219
<b>PUBLIC SAFETY*</b>				
Police (per calendar year)				
Parking Violations			1,229	1,282
Ordinance Violations			592	982
Traffic Violations			1,445	1,461
Criminal Matters			n/a	n/a
Traffic Accidents			137	136
Service Related Matters			n/a	n/a
Criminal Arrests**			241	214
Calls for Service***			7,817	8,143
Fire (per calendar year)				
Fire Rescue Calls			701	728
Ambulance Calls			459	488
Fire Inspection Violations			170	177
<b>PUBLIC WORKS</b>				
Miles of Streets	25.4	25.4	25.4	25.4
Number of Street Lights	110	110	110	108
Number of Traffic Signals	3	3	3	3
<b>WATER</b>				
Number of Customers	2,800	2,798	2,797	2,796
Miles of Water Mains	29.73	29.73	29.73	29.73
Total Water Pumped Annually - Gallons	210,255,000	219,082,000	232,806,000	251,352,000
Average Daily Consumption - Gallons	576,041	600,225	637,825	688,636

n/a - information not available.

\* Information for Public Safety is from the last calendar year.

Methods for collecting data for the Police Department changed effective 2010.

\*\* Criminal arrests information is from the Criminal Justice Information System (CJIS).

\*\*\* Calls for service are documented by Southwest Central Dispatch.

### Data Source

Various Village Departments

2012	2011	2010	2009	2008	2007
256	230	229	216	273	301
1,083	1,464	1,362	1,798	1,885	2,083
1,068	1,020	1,125	1,141	938	1,124
1,639	1,895	2,290	3,673	2,701	3,036
n/a	n/a	n/a	733	663	392
141	137	126	182	223	163
n/a	n/a	n/a	5,343	5,905	3,803
94	178	192	n/a	n/a	n/a
7,957	7,557	7,693	n/a	n/a	n/a
612	894	779	525	607	511
475	404	449	446	428	463
165	150	147	110	155	133
25.4	25.4	25.3	25.3	25.3	24.4
108	108	108	108	108	108
3	3	3	3	3	3
2,793	2,792	2,795	2,806	2,808	2,806
29.73	29.73	29.73	29.73	29.73	29.73
233,376,000	239,587,000	240,703,690	247,588,560	266,883,000	257,391,500
637,639	656,403	659,462	678,325	729,189	705,182



**VILLAGE OF CLARENDON HILLS, ILLINOIS**

**CAPITAL ASSETS STATISTICS**

Last Ten Fiscal Years

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<b>Function/Program</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
<b>GENERAL GOVERNMENT</b>					
Buildings	1	1	1	1	1
Vehicles	-	-	-	-	-
<b>PUBLIC SAFETY</b>					
Police					
Stations	1	1	1	1	1
Vehicles	9	10	10	10	10
Fire					
Fire Stations	1	1	1	1	1
Storage Buildings	1	1	1	1	1
Fire/Rescue Vehicles	3	3	3	3	3
Ambulances	2	2	1	1	1
Other Vehicles	3	3	3	3	3
<b>PUBLIC WORKS</b>					
Buildings	1	1	1	1	1
Trucks and Automobiles	11	11	11	11	12
Other Vehicles	8	8	8	8	8

Data Source

Village Records

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2011	2010	2009	2008	2007
2	2	2	2	2
-	2	2	3	2
1	1	1	1	1
11	10	8	9	8
1	1	1	1	1
1	1	1	1	1
3	3	3	3	3
1	1	1	1	1
2	2	3	3	3
1	1	1	1	1
11	10	10	10	8
8	8	8	8	7

# VILLAGE OF CLARENDON HILLS, ILLINOIS

## BUILDING PERMITS BY TYPE

Last Ten Fiscal Years

Fiscal Year	Single Family		Multi-Family		All Construction	
	Number of Permits	Value	Number of Permits	Value	All Other Value	Total Value
2016	21	\$ 11,957,000	-	\$ -	\$ 6,823,393	\$ 18,780,393
2015	14	8,041,000	-	-	5,523,028	13,564,028
2014	21	10,380,000	-	-	6,134,336	16,514,336
2013	18	8,490,000	-	-	6,296,220	14,786,220
2012	17	8,358,000	-	-	3,483,211	11,841,211
2011	17	9,675,000	-	-	9,464,286	19,139,286
2010	9	5,470,000	1	4,500	2,315,248	7,789,748
2009	9	5,681,000	1	7,000	4,593,385	10,281,385
2008	23	11,795,500	2	80,000	4,144,446	16,019,946
2007	28	14,714,000	2	80,000	4,876,279	19,670,279

Data Source

Village Records