

**VILLAGE OF HILLSIDE, ILLINOIS**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

For the Year Ended  
April 30, 2016

Prepared By:

Administrative Department  
John T. Flood Jr., Assistant Village Administrator  
Village Treasurer  
Russell F. Wajda, Village Administrator

VILLAGE OF HILLSIDE, ILLINOIS  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
April 30, 2016  
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**INTRODUCTORY SECTION**  
**(Unaudited)**



**President**

Joseph T. Tamburino

**Village Clerk**

Linda L. Gould

**Trustees**

Lytton H. Andersen

David V. Delgado

Valerie Farries

John N. Kramer

Frank J. Lomeli, Sr.

Marvin A. Watson

October 27, 2016

**Village Administrator**

Russell F. Wajda

Honorable Joseph T. Tamburino, President  
Members of the Village Board of Trustees  
Village of Hillside, Illinois

**Assistant Village**

**Administrator**

**Village Treasurer**

John T. Flood, Jr.

The Comprehensive Annual Financial Report of the Village of Hillside, Illinois, for the fiscal year ending April 30, 2016, is submitted herewith. This report was prepared by the Village's Treasurer.

**Village Attorney**

Patrick E. Deady

**Village Engineer**

Hanson Professional  
Services

The report was prepared to comply with State Statutes and Local Charter provisions. Responsibility for the accuracy of the report and the completeness and fairness of the presented data, along with all disclosures, rests with the Village. We believe the data presented is accurate in all material aspects; that it is presented to fairly set forth the financial position and results of the operation of the Village, as measured by the financial activity of the Village's various funds; and that all necessary disclosures have been included to enable readers to fairly understand the financial affairs of the Village. The organization and content of this report, including the basic financial report as well as all supplemental statements and statistical information, conform to the guidelines for comprehensive annual financial reporting of the Governmental Accounting Standards Board (GASB).

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

## REPORTING ENTITY

Hillside is located 15 miles west of Chicago's Loop. It occupies 3.15 square miles. The population stands at 8,157 according to the 2010 census. The Village government is comprised of a Mayor (President) and six at large trustees. All serve four-year terms. The Village has a fulltime Administrative Officer in charge of the day-to-day operations.

The Village is a full service community, providing the usual local governmental services, such as Police, Fire, Public Works, Street and Inspection Services. The Police and Fire Pension Funds of the Village have been included as blended component units.

The reporting entity includes the Hillside Public Library, which falls within the exact Village limits. The Hillside Public Library is reported discretely as a component unit.

This report includes those financial statements, schedules, and statistical tables that pertain to all functions and funds directly under the control of the Village President and Board of Trustees.

## ECONOMIC CONDITION AND OUTLOOK

Hillside and Cook County have been impacted by the economic conditions that face the economy as a whole. Sales tax revenue for the Village increased as a result of the overall economic conditions. FY 15-16 totaled \$4,871,152 which is up from FY 14-15 which totaled \$4,235,414 by 15.0 percent. State shared income tax also increase while Motor Fuel Tax receipts decreased from the prior year. The Village Board voted July 22, 2002 to implement a new 1% home rule sales tax. It became effective January 1, 2003, with our first receipt coming to the Village in March, 2003. This tax has gone a long way in providing and replacing lost revenue to the Village.

## BUDGETARY SYSTEM

The Village's budget system is a twelve-month planning, reporting, and monitoring cycle. The planning for operating and capital budgets begins approximately six months prior to fiscal year-end. Department heads and the Village Treasurer meet to discuss and formulate each department's needs for the upcoming fiscal year. The Village Board approves the final budget document prior to the new fiscal year, which begins May 1<sup>st</sup> and the Village Board adopts the Appropriation Ordinance for the upcoming fiscal year. The Appropriation Ordinance establishes the legal authority to spend such sums of money as are deemed necessary to defray all necessary expenses and liabilities of the Village for that fiscal year. Monitoring continues throughout the fiscal year.

Prior to the third Tuesday in December of the fiscal year, the Annual Tax Levy Ordinance is filed with the County Clerk, allowing for such taxes as are necessary to be extended for that revenue year.

The Village has implemented long term financial planning into the annual appropriation process. Projections are being made for revenue and expenses for the following five years in a continued effort to improve the overall financial condition of the Village.

## ACCOUNTING SYSTEM AND BUDGETARY CONTROL

In developing and evaluating the Village's accounting system, consideration is given to the adequacy of internal accounting controls. These controls are designed to assure reasonable results, but not absolute results, regarding:

- 1) safeguarding of Village assets from loss or unauthorized disposition;
- 2) reliability of financial records for preparing financial statements and maintaining accountability of Village assets.

The concept of reasonable assurance recognizes that:

- a) the cost of internal control should not exceed the benefit derived; and,
- b) the evaluation of costs and benefits are made by management.

All internal control evaluations occur within the above framework. We believe that the Village's internal accounting controls are an adequate safeguard of the Village assets and that they provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained by monthly reporting of the line item expenditures and revenues. Comparisons of actual expenditures and revenues to budgeted expenditures and revenues are routinely reviewed and presented. Period-to-date and fiscal year-to-date totals are reported in a timely manner to all responsible administration personnel and elected officials. If variances occur, administrative action is taken to maintain necessary controls and resolve any discrepancies.

## FINANCIAL INFORMATION

The accounts of the Village of Hillside are organized on the basis of funds, each of which is considered a separate accounting entity. The operation of the funds is accounted for by a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and as applicable, expenditures. The individual funds account for the governmental resources allocated to them for the purpose of carrying on specific activities, in accordance with special regulations, restrictions, or limitations.



## BRIEF OVERVIEW OF VILLAGE FUNDS

Funds are arranged as follows:

- I. MAJOR GOVERNMENTAL FUNDS
  - A. General Fund
  - B. Equipment Replacement Fund
  - C. TIF – Shopping Center
- II. NON-MAJOR GOVERNMENTAL FUNDS
  - A. Special Revenue Funds
  - B. Debt Service Fund
  - C. Capital Projects Funds
- III. MAJOR PROPRIETARY FUNDS
  - A. Enterprise Funds
- IV. NON-MAJOR PROPRIETARY FUNDS
- V. FIDUCIARY FUNDS
- VI. COMPONENT UNIT
  - A. Library

Village-wide financial statements - These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by most businesses.

Fund financial statements - These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the Village-wide financial statements. Proprietary and Fiduciary funds use the accrual basis of accounting.

Management is responsible for preparing a Management's Discussion and Analysis of the Village. This discussion follows the Independent Auditor's Report, providing an assessment of the Village finances for 2016 and a comparison, where available, to performance in 2015, a description of significant capital asset and long-term debt activity during the year and analysis of resources available for the future.

## SIGNIFICANT FINANCIAL POLICIES

During fiscal year 2012, the Village implemented Governmental Accounting Standards Board Statement Number 54 which addressed the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions as well as establishing fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

During fiscal year 2015 the Village implemented Governmental Accounting Standards Board Statement Number 67 which improves financial reporting for governmental pension plans. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency.

## CASH MANAGEMENT

Cash temporarily idle during the year was invested in certificates of deposit, and U.S. Treasury Bills, and the Illinois Public Treasurer's interest bearing checking accounts. The Police and Fire Pension Funds also invest in permitted insurance annuities and mutual funds and equities. All investments are made within the guidelines established in the current investment policy approved by the Village Board.

## RISK MANAGEMENT

The Village of Hillside has insured its exposures for accidental loss by becoming a member of a local government pool sponsored by the Intergovernmental Risk Management Association. The Intergovernmental Risk Management Association is an organization of 70 municipalities in northeastern Illinois, which has formed an association under the Illinois Intergovernmental Cooperation Statute to pool its risk management needs.

The Association administers a mix of self-insurance and commercial insurance; property/casualty, unemployment compensation and workers' compensation claim/litigation management program; extensive safety/loss control consulting and training; and a risk information system and financial reporting service for its members.

## INDEPENDENT AUDIT

The Village of Hillside ordinances and State of Illinois statutes and guidelines for compliance for Federal assistance programs require an annual audit to be made on the books of account, the financial records, and the transactions of all funds and activities of the Village. This audit is to be made by a certified public accountant who is able to render an independent auditor's

opinion. This requirement has been complied with, and the auditors' opinion has been included in this report.

## AWARDS

The Government Finance Officers Association of the United States and Canada (G.F.O.A.) last awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Hillside for its Comprehensive Annual Financial Report for the fiscal year ended April 30, 2015. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certification of Achievement program requirements, and we are submitting it to G.F.O.A. to determine its eligibility for another certificate.

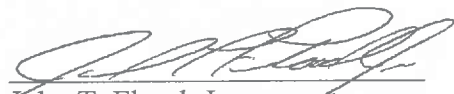
The Village of Hillside has received the Certificate of Achievement for Excellence in Financial Reporting thirty-one of thirty-three years since 1982.

## ACKNOWLEDGMENTS

The preparation of this report could not be accomplished without the services of the entire administrative staff and the Village Clerk. We would like to express our appreciation to all who assisted and contributed to its preparation. Thanks are also due to the Mayor and the Board of Trustees for their interest and support in planning and conducting the financial operations of the Village in a conscientious, responsible and progressive manner.

Respectfully submitted,

VILLAGE OF HILLSIDE



John T. Flood, Jr.  
Assistant Village Administrator  
Village Treasurer



Russell F. Wajda  
Village Administrator

## **VILLAGE OF HILLSIDE, ILLINOIS**

Village Officials

April 30, 2016

### **PRESIDENT**

Joseph T. Tamburino

### **TRUSTEES**

Lytton H. Andersen  
Valerie J. Farries  
John N. Kramer  
Frank J. Lomeli, Sr.  
Marvin A. Watson  
David V. Delgado

### **CLERK**

Linda L. Gould

### **ATTORNEY**

Patrick E. Deady

### **TREASURER**

John T. Flood, Jr.

### **ENGINEER**

Hanson Professional Services

### **VILLAGE ADMINISTRATOR**

Russell F. Wajda



Government Finance Officers Association

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

Presented to

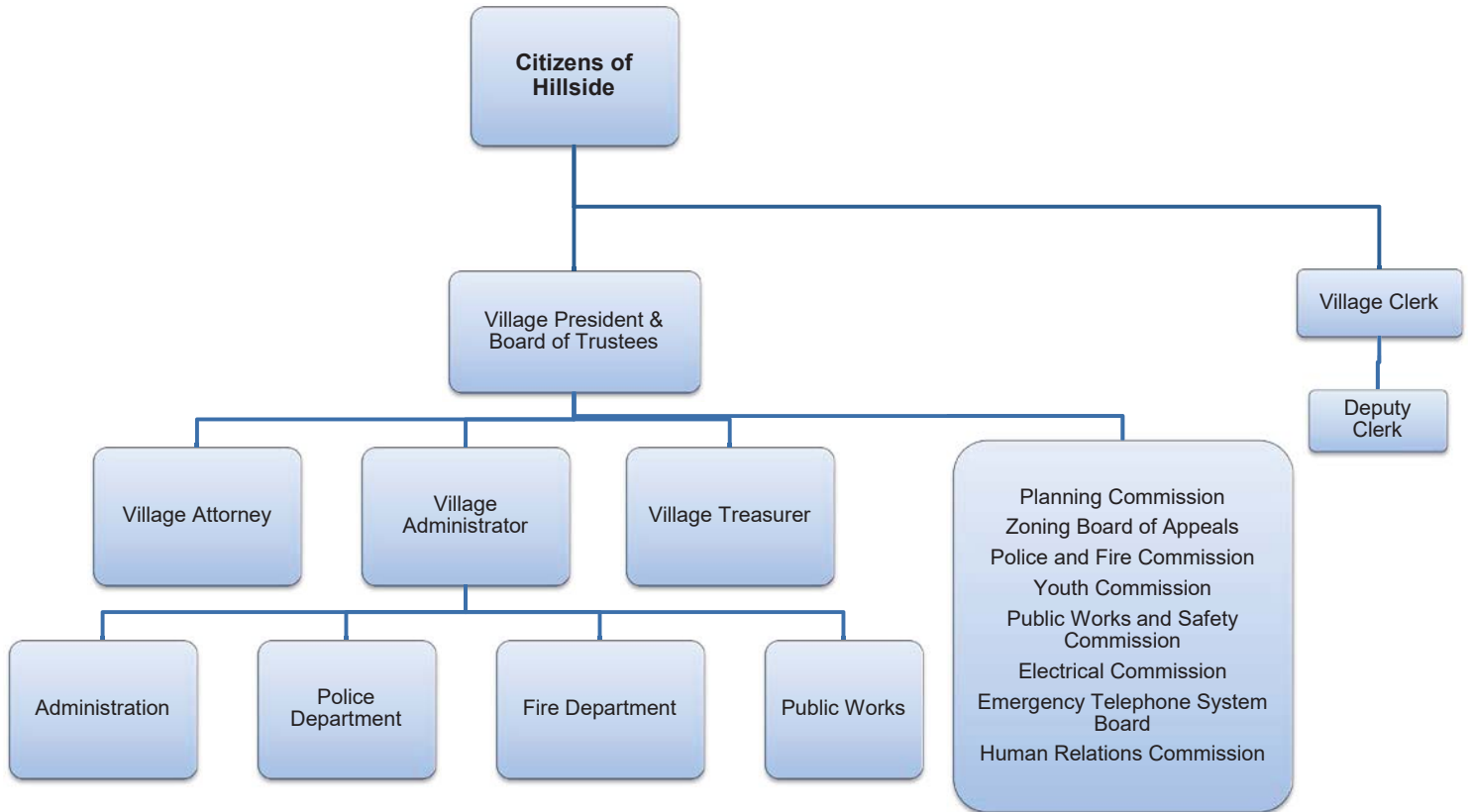
**Village of Hillside  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**April 30, 2015**

Executive Director/CEO

# Village of Hillside, Illinois Organizational Chart



## **FINANCIAL SECTION**

## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor  
And the Members of the Board of Trustees  
Village of Hillside, Illinois

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Hillside, Illinois (the Village), as of and for the year ended April 30, 2016, and the related notes to the 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 financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Hillside Public Library (the Library), which represents the entire discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Library, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Library were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village, as of April 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Emphasis of Matter***

In June 2012 the GASB issued GASB Statement No. 68, "Accounting and Financial Reporting for Pensions." Also, in November 2013 the GASB issued GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date." As disclosed in Note 8, Statements 68 and 71 are effective for the Village's fiscal year ending April 30, 2016. These Statements replace the requirements of Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers" and Statement No. 50, "Pension Disclosures." Statements 68 and 71 establish standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources and expenses as well as identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to periods of employee service. Note disclosures and required supplementary information requirements about pensions are also addressed. As a result, net position was restated as of May 1, 2015, for the cumulative effect of the applications of these pronouncements. Our opinion is not modified with respect to this matter.

## ***Other Matters***

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village'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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section 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.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2016 on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

*Crowe Horwath LLP*  
Crowe Horwath LLP

Oak Brook, Illinois  
October 27, 2016

VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

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As management of the Village of Hillside ("Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2016 (FY16). 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, it should be read in conjunction with the Village's financial statements. An overview and analysis of the financial activities of the Village's component unit, the Hillside Public Library, can be found in the Library's separately issued financial statements.

### **Financial Highlights**

The liabilities and deferred inflows of the Village of Hillside exceeded its assets and deferred outflows at the close of the fiscal year by \$2,857,800 (net position).

The government's total net position increased by \$747,188 (or 21%) during FY16. The governmental net position increased by \$677,990 (or 5%) from the year ended April 30, 2015 (FY15) and the business-type activities net position increased by \$69,198 (or .6%) from FY15. The governmental beginning net position was restated due to the implementation of GASB 68 which resulted in a decrease of \$38.7 million to record net pension liabilities retroactively as of May 1, 2015.

As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$14,262,474, an increase of \$2,253,179 in comparison with the prior year.

At the end of the current fiscal year, unassigned fund balance for the general fund was \$7,947,656.

### **Overview of the Financial Statements**

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

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

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

The statement of activities presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event that gives rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. The Governmental Activities reflect the Village's basic services, including administration, public safety, highways and streets, and culture and recreation. Property taxes, shared state taxes, and local utility taxes finance the majority of these services. The business-type activities reflect private sector type operations where the fee for service typically covers all or most of the cost of operations, including depreciation.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

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### **Fund Financial Statements**

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains three individual major 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, Mannheim Road TIF fund, and TIF Shopping Center fund, all of which are considered to be major funds. Information from the Village's seven other governmental funds are combined into a single column presentation. Individual fund information for these non-major governmental funds is provided elsewhere in the report.

The Village maintains one type of proprietary fund (enterprise funds). Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sewer operations. Proprietary funds provide the same type of information as the government-wide financial statements. The proprietary fund financial statements provide separate information for the Water fund and the Sewer fund, both of which are considered to be major funds of the Village.

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

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

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

### **Other Information**

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

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Statement of Net Position**

The following chart reflects the condensed Statement of Net Position for fiscal years 2015 and 2016 (in millions). The amounts in 2015 were not restated for the implementation of GASB 68.

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Government</b>	
	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>
<b>Assets:</b>						
Current & Other	\$ 18.9	\$ 20.1	\$ 5.6	\$ 5.9	\$ 24.5	\$ 26.0
Capital Assets	22.5	22.0	5.1	5.0	27.6	27.0
<b>Total Assets</b>	<b>41.4</b>	<b>42.1</b>	<b>10.7</b>	<b>10.9</b>	<b>52.1</b>	<b>53.0</b>
<b>Deferred Outflows of Resources</b>	<b>-</b>	<b>3.5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3.5</b>
<b>Liabilities:</b>						
Other Liabilities	1.9	2.5	0.3	0.4	2.2	2.9
Long-term Liabilities	11.5	51.4	-	0.1	11.5	51.5
<b>Total Liabilities</b>	<b>13.4</b>	<b>53.9</b>	<b>0.3</b>	<b>0.5</b>	<b>13.7</b>	<b>54.4</b>
<b>Deferred Inflows of Resources</b>	<b>4.6</b>	<b>4.9</b>	<b>0.1</b>	<b>-</b>	<b>4.7</b>	<b>4.9</b>
<b>Net Position:</b>						
Net Investment in Capital Assets	18.9	19.0	5.1	5.0	24.0	24.0
Restricted	4.5	5.5	-	-	4.5	5.5
Unrestricted	-	(37.7)	5.2	5.4	5.2	(32.3)
<b>Total Net Position</b>	<b>\$ 23.4</b>	<b>\$ (13.2)</b>	<b>\$ 10.3</b>	<b>\$ 10.4</b>	<b>\$ 33.7</b>	<b>\$ (2.8)</b>

The largest portion of the Village of Hillside's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The Village of Hillside uses the capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Hillside's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Village of Hillside's net position represents resources that are subject to external restrictions on how they may be used.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

At the end of the current fiscal year, the Village of Hillside has a negative balance for government-wide net position and a positive balance in business-type net position.

The following chart reflects the condensed Statement of Activities for fiscal years 2015 and 2016 (in millions). The amounts in 2015 were not restated for the implementation of GASB 68.

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Government</b>	
	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>
<b>Revenues</b>						
Program Revenues:						
Charges for Services	\$ 2.9	\$ 3.0	\$ 3.0	\$ 3.0	\$ 5.9	\$ 6.0
Oper. Grants/Contrib.	1.1	1.1	-	-	1.1	1.1
Capital Grants/Contrib.	0.2	-	-	-	0.2	-
General Revenues						
Property Taxes	11.3	11.5	0.1	0.1	11.4	11.6
Sales & Utility	5.6	6.5	-	-	5.6	6.5
Other	1.7	1.8	-	-	1.7	1.8
<b>Total Revenues</b>	<b><u>22.8</u></b>	<b><u>23.9</u></b>	<b><u>3.1</u></b>	<b><u>3.1</u></b>	<b><u>25.9</u></b>	<b><u>27.0</u></b>
<b>Expenses</b>						
Gen Gov't	7.3	6.8	-	-	7.3	6.8
Public Safety	10.3	12.0	-	-	10.3	12.0
Highway & Streets	3.4	3.7	-	-	3.4	3.7
Culture & Rec	0.1	-	-	-	0.1	-
Sanitation	0.6	0.6	-	-	0.6	0.6
Interest LT Debt	0.1	0.1	-	-	0.1	0.1
Water	-	-	3.1	2.9	3.1	2.9
Sewer	-	-	0.1	0.1	0.1	0.1
<b>Total Expenses</b>	<b><u>21.8</u></b>	<b><u>23.2</u></b>	<b><u>3.2</u></b>	<b><u>3.0</u></b>	<b><u>25.0</u></b>	<b><u>26.2</u></b>
<b>Increase(Decrease) in Net Position before Transfers</b>	<b><u>1.0</u></b>	<b><u>0.7</u></b>	<b><u>(0.1)</u></b>	<b><u>0.1</u></b>	<b><u>0.9</u></b>	<b><u>0.8</u></b>
<b>Tranfers</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Change in Net Position</b>	<b><u>1.0</u></b>	<b><u>0.7</u></b>	<b><u>(0.1)</u></b>	<b><u>0.1</u></b>	<b><u>0.9</u></b>	<b><u>0.8</u></b>
<b>Beginning Net Position, as restated</b>	<b><u>22.4</u></b>	<b><u>(13.9)</u></b>	<b><u>10.4</u></b>	<b><u>10.3</u></b>	<b><u>32.2</u></b>	<b><u>(3.6)</u></b>
<b>Ending Net Posiiton</b>	<b><u>\$ 23.4</u></b>	<b><u>\$ (13.2)</u></b>	<b><u>\$ 10.3</u></b>	<b><u>\$ 10.4</u></b>	<b><u>\$ 33.7</u></b>	<b><u>\$ (2.8)</u></b>

**Governmental Activities:** Governmental activities increased the Village of Hillside's net position in FY16 by \$0.7 million. Property taxes, Sales and utility, and Charges for Services increased in FY16 compared to FY15 and a decrease in general government expenses from FY15 to FY16.

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

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Business-Type Activities: Business-Type activities did not effect the Village of Hillside's net position in FY16. This was the result of the user fees generated not exceeding the costs of operating the water and sewer operations of the Village.

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

Governmental Funds: The focus of the Village of Hillside'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 of Hillside's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village of Hillside's governmental funds reported combined ending fund balances of \$14,262,474 an increase of \$2,253,179 in comparison with the prior year. Approximately 55.6% of this amount, \$7,927,441, constitutes unassigned fund balance, which is available for spending at the government's discretion. 0.1% of fund balance is considered nonspendable. The remaining 44.3% of fund balance is restricted to indicate that it is not available for new spending because it has already been restricted to capital projects of \$1.0 million, economic development of \$4.1 million and other purposes of \$1.2 million.

The general fund is the chief operating fund of the Village of Hillside. At the end of the current fiscal year, unassigned fund balance of the general fund was \$7,947,656, while the total fund balance was \$8,404,099. The fund balance of the Village of Hillside's general fund increased by \$2,278,378 during the current fiscal year. The increase is due to higher revenues related to the real estate transfer tax, sales taxes from the Hillside Town Center and a grant for the fire department for the payment of salaries.

The fund balance of the Village of Hillside's Mannheim Road TIF Fund totaled \$2,175,312 as of April 30, 2016. This is a result of the property tax revenue earned exceeding the development expenditures incurred in the fund.

The fund balance of the Village of Hillside's Shopping Center TIF Fund totaled \$245,809 as of April 30, 2016. This fund accounts for redevelopment costs within the Hillside Mall, a tax increment district, incidental costs associated with the bond sale and for capitalized interest through proceeds of the 1992 General Obligation Tax Increment Bond issue. The fund balance for this fund decreased by \$1,886,582 as a result of TIF expenditures incurred exceeding property taxes during fiscal year 2016.

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

Net position of the Water Fund at the end of the year amounted to \$6,141,474, and those for the Sewer Fund amounted to \$4,204,882. The Water Fund had increased in net position of \$45,594. The Sewer Fund had increased in net position of \$23,604.

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VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

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**GENERAL FUND BUDGETARY HIGHLIGHTS**

The following chart reflects the condensed Budgetary Comparison Schedule (in millions):

<b>General Fund:</b>	<b>Adopted Budget</b>	<b>Actual</b>
Revenues:		
Taxes	\$ 13.7	\$ 14.9
Intergovernmental	1.2	2.0
Other	3.5	3.2
Total	<u>18.4</u>	<u>20.1</u>
Expenditures:		
Current Expenditures	18.8	17.8
Debt Service	-	-
Total	<u>18.8</u>	<u>17.8</u>
Other Financing Sources	<u>0.1</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (0.3)</u>	<u>\$ 2.3</u>

There were no General Fund budget amendments in fiscal year 2016. Property tax revenues were over budget by \$453,507 and intergovernmental revenues were over budget by \$843,537. General administration expenditures were under budget by \$348,730, as well as public safety by \$1,023,754. Highway and Streets expenditures were over budget by \$410,380.

Utility tax revenues were \$183,859 less than budget and sales tax revenues were \$151,449 over budget, as well. Fines and forfeiture revenues were \$253,459 less than budget.

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(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

**CAPITAL ASSET AND DEBT ADMINISTRATION**

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

	Balance May 1, 2015	Net Additions / Deletions	Balance April 30, 2016
<b>Non-Depreciable Assets:</b>			
Land / CIP	\$ 7.1	\$ 0.1	\$ 7.2
<b>Other Capital Assets:</b>			
Infrastructure	12.4	-	12.4
Buildings & Improvements	11.6	-	11.6
Vehicles, Furniture, & Fixtures	7.0	0.5	7.5
Accum. Depreciation on Capital Assets	(15.6)	(1.1)	(16.7)
<b>Total</b>	<b>\$ 22.5</b>	<b>\$ (0.5)</b>	<b>\$ 22.0</b>

**Business-Type Activities**  
**Change in Capital Assets**  
(in millions)

	Balance May 1, 2015	Net Additions / Deletions	Balance April 30, 2016
<b>Non-Depreciable Assets:</b>			
Land / CIP	\$ -	\$ -	\$ -
<b>Other Capital Assets:</b>			
Infrastructure	9.4	-	9.4
Buildings & Improvements	-	-	-
Vehicles, Furniture, & Fixtures	0.8	-	0.8
Accum. Depreciation on Capital Assets	(5.1)	(0.1)	(5.2)
<b>Total</b>	<b>\$ 5.1</b>	<b>\$ (0.1)</b>	<b>\$ 5.0</b>

For more detailed information related to capital assets, see Note 4 to the financial statements.

Debt Administration: At April 30, 2016, the Village had outstanding debt as follows:

General Obligation Bonds Series 2005B	\$ 600,000
General Obligation Bonds Series 2012A	3,170,000
Add unamortized amounts	11,434
<b>Total General Obligation Bonds</b>	<b>\$ 3,781,434</b>

There were no changes in credit ratings and/or any debt limitations that may affect the financing of planned facilities or services.

For more detailed information related to long-term debt, see Note 6 to the financial statements.

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

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## **ECONOMIC FACTORS**

Sales tax revenues have increased eight percent as a result of overall economic conditions. The Village expects revenues to increase as economic conditions continue to improve. The spring of 2009 started to bring additional sales tax revenue to the Village when the Hillside Town Center opened at the intersection of I-290 and Mannheim Road.

To further the expansion of the Butterfield Road Business District, the Village has acquired several properties and has constructed a municipal parking lot to add much needed parking.

To help us meet our goals of economic development, the Village maintains membership in the West Central Municipal Conference and its West Cook County Community Development Corporation. We are also active with the Hillside Chamber of Commerce, the West Suburban Chamber of Commerce, the Metropolitan Planning Council, and the National League of Cities. These associations help the Village open doors and contacts that would otherwise be unavailable to us.

CarMax Auto Superstore occupies approximately 20 acres, which is a retail facility selling quality previously owned motor vehicles on a 33 acre site located along the Eisenhower Expressway. The 13 acres adjacent to CarMax Auto Superstore is mostly vacant land. The Village is working to attract senior housing to occupy the vacant parcel.

This same area also hosts a development of a 168 bed nursing home with the daycare facilities and adult living units within the TIF district may help to spur further redevelopment. This facility opened in early 1997 and has recently built a small addition for eight additional beds.

Next to the nursing home is an Extended Stay America, a development of a three-story 122-unit suite hotel, opened in 2000. Extended Stay America caters to business travelers who are on the road for extended periods of time or who may be relocating to different areas of the country.

To help provide a further boost to the economics of Hillside, the Village has embarked on an extensive beautification plan. Martin and Associates developed a master plan for the Village. Improvements have been made over the last several years and will continue into this fiscal year. Construction was completed on 42 sections of Village streets. Sewers were repaired or replaced. Curbs and gutters were replaced and the streets were repaved. The Village is committed to infrastructure improvements, and plans to complete streets not yet resurfaced within the next five years.

Since many problems of local government do not recognize political boundaries, the Village joined the West Cook County Solid Waste Agency with the hauling and dumping of garbage looming as a major problem. The Village is also involved in the solid waste study of the WCMC. In 1991, the Village launched a curbside recycling program and has recently expanded it to include additional items. We hope to soon expand it further to include multi-family dwellings and commercial users as well. Our residents currently recycle 35% of their solid waste.

We are always actively working to contain or reduce our operating costs and are also seeking other sources of revenue so that we may continue to provide excellent services to our residents.

Concentration has also been placed on efficiency and cost containment in our Village departments. The administrative and accounting functions have been streamlined by combining several of the smaller special revenue funds into the General Fund. The effect of these changes is to reduce the administrative and accounting overhead associated with these funds, which previously had been monitored individually.

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VILLAGE OF HILLSIDE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2016

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In June of 2005, the Village of Hillside created a Tax Increment Financing (TIF) District in an effort to revitalize the areas along Mannheim Road on both the north and south sides of I-290. The Mannheim Road Redevelopment Project Plan is approximately 176 acres of land (including roadway infrastructure). Historically, this area has contained industrial uses – with a 74-acre former quarry, currently used as a municipal landfill, located to the north of the Eisenhower Expressway. Other land uses to the north of the expressway include a truck terminal, a small office user and a mini-storage business. Uses south of the expressway include an asphalt recycling facility, a warehouse complex, and a shuttered emissions testing facility.

The Village worked with Plote Properties to construct Hillside Town Center, a 32 acre, mixed-use development project located at the southwest quadrant at the intersection of Interstate 290 and Mannheim Road.

Target Corporation built a new approximately 185,000 square foot “Super Target” store on approximately 11.7 acres.

The Developer retained approximately 20.28 acres of the Development site for commercial development and has constructed approximately 170,392 square feet of commercial retail space to be leased to national big box, small shop, and single-use tenants. The development also includes a new 135-room Holiday Inn Express Hotel.

Site development for the Hillside Town Center began in December 2007. The Super Target opened in March 2009. Along with Super Target, Petco, Michaels, Panda Express, T Mobile, Wing Stop, Vision Works, Game Stop, GNC, Home Goods, Chase Bank, Home Run Inn Pizza, Jimmy Johns, Sally Beauty, and Ross Dress for Less, have opened. The Developer commenced vertical construction of the development including the Hotel in June 2008. The development is currently 92% leased. The average height of the buildings is one and a half stories. The hotel is five stories high. The Developer-owned commercial buildings have concrete footings with steel joist beams and flat membrane roofs. The window systems for the buildings are an aluminum window wall system and the exterior is outfitted with a load bearing brick and block construction.

In December 2014, the Village of Hillside created a Tax Increment Financing (TIF) District in an effort to revitalize the areas along Roosevelt Road from Mannheim Road on the east to Wolf Road on the west. The Roosevelt Road Redevelopment Project Plan is approximately 105 acres, including street and alley rights-of-way (net of rights-of-way, 89 acres). The Village plans to renovate or redevelop underperforming and obsolete parcels along Roosevelt Road commercial corridor and ultimately enhance the tax base of the community.

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

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village’s finances. Questions concerning this report or requests for additional financial information should be directed to the Village Treasurer, Village of Hillside, 425 N. Hillside Avenue, Hillside, Illinois 60162.

VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF NET POSITION  
April 30, 2016

STATEMENT 1

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
Cash & Investments	\$ 14,025,614	\$ 5,280,076	\$ 19,305,690	\$ 1,510,733
Receivables				
Property Taxes	4,506,356	47,725	4,554,081	561,058
Intergovernmental	1,631,469	-	1,631,469	6,288
Due from Others	2,244	-	2,244	-
Accounts (Net of Allowance of \$60,410)	-	492,567	492,567	-
Prepays	13,721	621	14,342	12,058
Inventory	2,613	53,103	55,716	-
Capital Assets not Being Depreciated	7,234,836	14,914	7,249,750	624,680
Capital Assets Being Depreciated, Net	14,723,582	4,962,408	19,685,990	793,001
<b>Total Assets</b>	<b>42,140,435</b>	<b>10,851,414</b>	<b>52,991,849</b>	<b>3,507,818</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Pension Outflows	3,440,148	24,282	3,464,430	176,978
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 45,580,583</b>	<b>\$ 10,875,696</b>	<b>\$ 56,456,279</b>	<b>\$ 3,684,796</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 899,397	\$ 244,226	\$ 1,143,623	\$ 19,592
Accrued Payroll	52,799	-	52,799	4,275
Interest Payable	46,293	-	46,293	-
Unearned Revenue	96,728	-	96,728	-
Deposits Payable	6,500	105,893	112,393	-
Due to Others	7,970	-	7,970	-
Long-term Obligations, Due Within One Year				
Bonds Payable	695,000	-	695,000	-
Compensated Absences	548,495	21,088	569,583	20,688
Early Retirement Benefit Obligation	132,781	-	132,781	-
Long-term Obligations, Due in More Than One Year				
Bonds Payable	3,086,434	-	3,086,434	-
Compensated Absences	1,030,951	33,292	1,064,243	-
Early Retirement Benefit Obligation	411,694	-	411,694	-
Other Post Employment Benefits Obligation	807,563	16,125	823,688	-
Net Pension Liability	46,121,398	60,794	46,182,192	443,953
<b>Total Liabilities</b>	<b>53,944,003</b>	<b>481,418</b>	<b>54,425,421</b>	<b>488,508</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Pension Inflows	342,440	197	342,637	1,445
Property Taxes	4,498,296	47,725	4,546,021	-
<b>Total Deferred Inflows of Resources</b>	<b>4,840,736</b>	<b>47,922</b>	<b>4,888,658</b>	<b>1,445</b>
<b>NET POSITION</b>				
Net Investment in Capital Assets	18,973,640	4,977,322	23,950,962	1,417,681
Restricted for Capital Projects	245,809	-	245,809	118,665
Restricted for Debt Service	262,994	-	262,994	-
Restricted for Economic Development	4,122,413	-	4,122,413	-
Restricted for Other	844,534	-	844,534	62,858
Unrestricted Net Position	(37,653,546)	5,369,034	(32,284,512)	1,595,639
<b>Total Net Position</b>	<b>(13,204,156)</b>	<b>10,346,356</b>	<b>(2,857,800)</b>	<b>3,194,843</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	<b>\$ 45,580,583</b>	<b>\$ 10,875,696</b>	<b>\$ 56,456,279</b>	<b>\$ 3,684,796</b>

See accompanying notes to financial statements.

VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF ACTIVITIES  
Year Ended April 30, 2016

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Fees, Fines & Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total Component Unit
<b>Primary Government</b>						
Governmental Activities						
General Government	\$ 6,769,253	\$ 1,113,168	\$ -	\$ (5,656,085)	\$ (5,656,085)	
Public Safety	11,991,467	1,865,432	482,612	(9,643,423)	(9,643,423)	
Highway and Streets	3,663,435	-	584,720	(3,078,715)	(3,078,715)	
Culture and Recreation	50,400	-	-	(50,400)	(50,400)	
Sanitation	617,133	-	-	(617,133)	(617,133)	
Interest on Debt	118,706	-	-	(118,706)	(118,706)	
Total Governmental Activities	23,210,394	2,978,600	1,067,332	(19,164,462)	(19,164,462)	
Business-type Activities						
Water	2,898,365	2,847,196	-	-	(51,169)	(51,169)
Sewer	98,312	121,916	-	-	23,604	23,604
Business-type Activities	2,996,677	2,969,112	-	-	(27,565)	(27,565)
<b>Total Primary Government</b>	<b>\$ 26,207,071</b>	<b>\$ 5,947,712</b>	<b>\$ 1,067,332</b>	<b>(19,164,462)</b>	<b>(27,565)</b>	<b>(19,192,027)</b>
<b>Component Unit</b>						
Library	\$ 981,769	\$ 19,133	\$ 6,288	\$ -		\$ (956,348)
General revenues						
Taxes						
Property				11,489,444	96,763	11,586,207
Sales				5,713,097	-	5,713,097
Utility				816,141	-	816,141
Other				677,515	-	677,515
Unrestricted Intergovernmental Revenue				1,000,788	-	1,000,788
Investment Earnings				15,960	-	15,960
Gain on Sale of Assets				113	-	113
Other General Revenues				129,394	-	129,394
Total General Revenues				19,842,452	96,763	19,939,215
Change in Net Position				677,990	69,198	747,188
Net Position, May 1, 2015, as restated				(13,882,146)	10,277,158	(3,604,988)
Net Position, April 30, 2016				\$ (13,204,156)	\$ 10,346,356	\$ (2,857,800)
						\$ 3,194,843

See accompanying notes to financial statements.

VILLAGE OF HILLSIDE, ILLINOIS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
April 30, 2016

STATEMENT 3

	Major Funds			Nonmajor	Total
	General	Mannheim	TIF	Governmental	Governmental
	Fund	Road TIF	Shopping	Funds	Funds
		Fund	Center Fund		
<b>ASSETS</b>					
Cash & Investments	\$ 8,154,021	\$ 2,175,312	\$ 245,809	\$ 3,450,472	\$ 14,025,614
Receivables					
Property Taxes	3,926,108	-	-	580,248	4,506,356
Intergovernmental	1,594,467	-	-	37,002	1,631,469
Due from Fiduciary Funds	2,244	-	-	-	2,244
Prepays	13,721	-	-	-	13,721
Inventory	2,613	-	-	-	2,613
<b>Total Assets</b>	<u>\$ 13,693,174</u>	<u>\$ 2,175,312</u>	<u>\$ 245,809</u>	<u>\$ 4,067,722</u>	<u>\$ 20,182,017</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities</b>					
Accounts Payable	\$ 901,976	\$ -	\$ -	\$ 50,220	\$ 952,196
Unearned Revenue	96,728	-	-	-	96,728
Due to Fiduciary Funds	7,970	-	-	-	7,970
Deposits Payable	6,500	-	-	-	6,500
<b>Total Liabilities</b>	<u>1,013,174</u>	<u>-</u>	<u>-</u>	<u>50,220</u>	<u>1,063,394</u>
<b>Deferred Inflows of Resources</b>					
Property Taxes	3,918,048	-	-	580,248	4,498,296
Unavailable Other Revenue	357,853	-	-	-	357,853
<b>Total Deferred Inflows of Resources</b>	<u>4,275,901</u>	<u>-</u>	<u>-</u>	<u>580,248</u>	<u>4,856,149</u>
<b>Fund Balances</b>					
Nonspendable					
Prepays	13,721	-	-	-	13,721
Inventory	2,613	-	-	-	2,613
Restricted					
Insurance	440,109	-	-	-	440,109
Capital Projects	-	-	245,809	796,656	1,042,465
Streets and Highways	-	-	-	116,808	116,808
Public Safety	-	-	-	287,617	287,617
Debt Service	-	-	-	309,287	309,287
Economic Development	-	2,175,312	-	1,947,101	4,122,413
Unassigned	7,947,656	-	-	(20,215)	7,927,441
<b>Total Fund Balances</b>	<u>8,404,099</u>	<u>2,175,312</u>	<u>245,809</u>	<u>3,437,254</u>	<u>14,262,474</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<u>\$ 13,693,174</u>	<u>\$ 2,175,312</u>	<u>\$ 245,809</u>	<u>\$ 4,067,722</u>	<u>\$ 20,182,017</u>

VILLAGE OF HILLSIDE, ILLINOIS  
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET  
TO STATEMENT OF NET POSITION  
April 30, 2016

STATEMENT 4

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Total fund balances - governmental funds	\$ 14,262,474
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets net of accumulated depreciation of \$16,690,695 used in governmental activities are not financial resources and therefore are not reported in the funds.	21,958,418
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:	
Intergovernmental Receivables	357,853
Deferred outflows of resources related to pensions do not involve available financial resources and accordingly are not reported on the fund financial statements	3,440,148
Deferred inflows of resources related to pensions do not involve available financial resources and accordingly are not reported on the fund financial statements	(342,440)
Some liabilities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These activities consist of:	
Interest Payable on Long-term Debt	(46,293)
Bonds Payable	(3,781,434)
Compensated Absences	(1,579,446)
Net Pension Liability	(46,121,398)
Other Post Employment Benefits Obligation	(807,563)
Early Retirement Benefit Obligation	<u>(544,475)</u>
Net position of governmental activities	<u>\$ (13,204,156)</u>

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See accompanying notes to financial statements.

VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended April 30, 2016

STATEMENT 5

	Major Funds			Nonmajor	Total
	General	Mannheim	TIF	Governmental	Governmental
	Fund	Road TIF	Shopping	Funds	Funds
	Fund	Fund	Center Fund		
<b>Revenues</b>					
Property Taxes	\$ 7,808,689	\$ 2,212,733	\$ 315,521	\$ 1,152,501	\$ 11,489,444
Taxes	7,136,040	-	-	88,947	7,224,987
Intergovernmental Revenues	2,023,537	-	-	209,271	2,232,808
Licenses and Permits	266,139	-	-	-	266,139
Charges for Services	440,420	-	-	-	440,420
Fines and Forfeitures	2,018,041	-	-	-	2,018,041
Investment Income	11,340	-	2,696	1,924	15,960
Miscellaneous	383,394	-	-	-	383,394
<b>Total Revenues</b>	<u>20,087,600</u>	<u>2,212,733</u>	<u>318,217</u>	<u>1,452,643</u>	<u>24,071,193</u>
<b>Expenditures</b>					
Current:					
General Administration	4,340,500	2,129,768	-	67,922	6,538,190
Public Safety	10,145,078	-	-	221,470	10,366,548
Highway and Streets	3,330,451	-	104,799	29,780	3,465,030
Sanitation	-	-	-	617,133	617,133
Culture and Recreation	26,138	-	-	-	26,138
Debt Service - Principal	-	-	-	675,000	675,000
Debt Service - Interest and Fees	-	-	-	130,088	130,088
<b>Total Expenditures</b>	<u>17,842,167</u>	<u>2,129,768</u>	<u>104,799</u>	<u>1,741,393</u>	<u>21,818,127</u>
<b>Excess (Deficiency) of Revenues</b>					
<b>Over (Under) Expenditures</b>	<u>2,245,433</u>	<u>82,965</u>	<u>213,418</u>	<u>(288,750)</u>	<u>2,253,066</u>
<b>Other Financing Sources (Uses)</b>					
Sale of Capital Assets	113	-	-	-	113
Transfers In	32,832	-	-	2,100,000	2,132,832
Transfers Out	-	-	(2,100,000)	(32,832)	(2,132,832)
<b>Total Other Financing Sources (Uses)</b>	<u>32,945</u>	<u>-</u>	<u>(2,100,000)</u>	<u>2,067,168</u>	<u>113</u>
<b>Net Change in Fund Balances</b>	<u>2,278,378</u>	<u>82,965</u>	<u>(1,886,582)</u>	<u>1,778,418</u>	<u>2,253,179</u>
<b>Fund Balances at Beginning of Year</b>	<u>6,125,721</u>	<u>2,092,347</u>	<u>2,132,391</u>	<u>1,658,836</u>	<u>12,009,295</u>
<b>Fund Balances at End of Year</b>	<u>\$ 8,404,099</u>	<u>\$ 2,175,312</u>	<u>\$ 245,809</u>	<u>\$ 3,437,254</u>	<u>\$ 14,262,474</u>



VILLAGE OF HILLSIDE, ILLINOIS  
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES  
Year Ended April 30, 2016

STATEMENT 6

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Net change in total fund balances	\$ 2,253,179
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Amounts reported for governmental activities in the Statement of Activities are different because:

Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds. The change from the prior year is:

Intergovernmental Revenues	(182,922)
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds:

Change in Compensated Absences	\$ (231,219)	
Change in Net Pension Liability and Deferred Items	(1,492,094)	
Change in Other Post Employment Benefits	(89,252)	
Change in Early Retirement Benefit Obligation	254,101	
Amortization of Premium	3,984	
Change in Accrued Interest on Debt	<u>7,398</u>	
Total Expenses of Non-current Resources		(1,547,082)

Governmental funds report capital outlays as expenditures, while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which depreciation exceeded capital outlays in the current period:

Capital Outlay Expenses	572,018	
Depreciation Expense	<u>(1,092,203)</u>	
Excess of Capital Outlay over Depreciation		(520,185)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position:

Bonds Payable	<u>675,000</u>
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675,000

Change in net position of governmental activities	\$ <u>677,990</u>
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VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
April 30, 2016

STATEMENT 7

	Enterprise Funds		
	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
<b>Current Assets</b>			
Cash & Investments	\$ 1,395,148	\$ 3,884,928	\$ 5,280,076
Receivables			
Property Taxes	47,725	-	47,725
Accounts (Net of Allowance of \$60,940)	473,851	18,716	492,567
Prepays	621	-	621
Inventory	53,103	-	53,103
<b>Total Current Assets</b>	<u>1,970,448</u>	<u>3,903,644</u>	<u>5,874,092</u>
<b>Noncurrent Assets</b>			
Capital Assets Not Being Depreciated	14,914	-	14,914
Capital Assets Being Depreciated, Net	4,640,390	322,018	4,962,408
<b>Total Noncurrent Assets</b>	<u>4,655,304</u>	<u>322,018</u>	<u>4,977,322</u>
<b>Total Assets</b>	<u>6,625,752</u>	<u>4,225,662</u>	<u>10,851,414</u>
<b>Deferred Outflows of Resources</b>			
Deferred Pension Outflows	24,282	-	24,282
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 6,650,034</u>	<u>\$ 4,225,662</u>	<u>\$ 10,875,696</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>			
<b>Current Liabilities</b>			
Accounts Payable	\$ 223,446	\$ 20,780	\$ 244,226
Deposits Payable	105,893	-	105,893
Compensated Absences	21,088	-	21,088
<b>Total Current Liabilities</b>	<u>350,427</u>	<u>20,780</u>	<u>371,207</u>
<b>Noncurrent Liabilities</b>			
Compensated Absences	33,292	-	33,292
Other Post Employment Benefits Obligation	16,125	-	16,125
Net Pension Liability	60,794	-	60,794
<b>Total Noncurrent Liabilities</b>	<u>110,211</u>	<u>-</u>	<u>110,211</u>
<b>Total Liabilities</b>	<u>460,638</u>	<u>20,780</u>	<u>481,418</u>
<b>Deferred Inflows of Resources</b>			
Deferred Pension Inflows	197	-	197
Property Taxes	47,725	-	47,725
<b>Total Deferred Inflows of Resources</b>	<u>47,922</u>	<u>-</u>	<u>47,922</u>
<b>Net Position</b>			
Net Investment in Capital Assets	4,655,304	322,018	4,977,322
Unrestricted	1,486,170	3,882,864	5,369,034
<b>Total Net Position</b>	<u>6,141,474</u>	<u>4,204,882</u>	<u>10,346,356</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	<u>\$ 6,650,034</u>	<u>\$ 4,225,662</u>	<u>\$ 10,875,696</u>

See accompanying notes to financial statements.

VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
Year Ended April 30, 2016

STATEMENT 8

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
<b>Operating Revenues</b>			
Charges for Services	\$ 2,738,940	\$ 121,916	\$ 2,860,856
Penalties	<u>108,256</u>	<u>-</u>	<u>108,256</u>
<b>Total Operating Revenues</b>	<u>2,847,196</u>	<u>121,916</u>	<u>2,969,112</u>
<b>Operating Expenses</b>			
Water Operations	559,138	-	559,138
Sewer Operations	-	80,497	80,497
Cost of Sales	2,210,624	-	2,210,624
Depreciation	<u>128,603</u>	<u>17,815</u>	<u>146,418</u>
<b>Total Operating Expenses</b>	<u>2,898,365</u>	<u>98,312</u>	<u>2,996,677</u>
<b>Operating Income (Loss)</b>	<u>(51,169)</u>	<u>23,604</u>	<u>(27,565)</u>
<b>Nonoperating Revenues (Expenses)</b>			
Property Taxes	<u>96,763</u>	<u>-</u>	<u>96,763</u>
<b>Total Nonoperating Revenues (Expenses)</b>	<u>96,763</u>	<u>-</u>	<u>96,763</u>
<b>Change in Net Position</b>	45,594	23,604	69,198
<b>Net Position at Beginning of Year, Restated</b>	<u>6,095,880</u>	<u>4,181,278</u>	<u>10,277,158</u>
<b>Net Position at End of Year</b>	<u>\$ 6,141,474</u>	<u>\$ 4,204,882</u>	<u>\$ 10,346,356</u>

See accompanying notes to financial statements.

VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year Ended April 30, 2016

STATEMENT 9

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
<b>Cash Flows From Operating Activities</b>			
Cash received from customers	\$ 2,932,784	\$ 123,098	\$ 3,055,882
Cash payments for goods and services	(2,520,923)	(59,717)	(2,580,640)
Cash payments to employees	(234,467)	-	(234,467)
<b>Net cash provided by/(used in) operating activities</b>	<b>177,394</b>	<b>63,381</b>	<b>240,775</b>
<b>Cash Flows From Noncapital Financing Activities</b>			
Property Taxes	96,763	-	96,763
<b>Net cash provided by/(used in) noncapital financing activities</b>	<b>96,763</b>	<b>-</b>	<b>96,763</b>
<b>Net increase/(decrease) in cash</b>	<b>274,157</b>	<b>63,381</b>	<b>337,538</b>
<b>Cash &amp; Investments, Beginning of Year</b>	<b>1,120,991</b>	<b>3,821,547</b>	<b>4,942,538</b>
<b>Cash &amp; Investments, End of Year</b>	<b>\$ 1,395,148</b>	<b>\$ 3,884,928</b>	<b>\$ 5,280,076</b>
<b>Reconciliation of operating income to net cash provided by/(used in) operating activities</b>			
Operating income/(loss)	\$ (51,169)	\$ 23,604	\$ (27,565)
Adjustments to reconcile operating income/(loss) to net cash provided by/(used in) operating activities:			
Depreciation	128,603	17,815	146,418
Decrease (increase) in accounts receivable	85,588	1,182	86,770
Decrease (increase) in other assets	6,873	-	6,873
Decrease (increase) in inventory	(29,986)	-	(29,986)
Decrease (increase) in deferred outflows - pension	(21,046)	-	(21,046)
Increase (decrease) in accounts payable	39,871	20,780	60,651
Increase (decrease) in accrued payroll	(14,627)	-	(14,627)
Increase (decrease) in compensated absences	3,074	-	3,074
Increase (decrease) in other post-employment benefits obligation	3,668	-	3,668
Increase (decrease) in net pension liability	25,748	-	25,748
Increase (decrease) in deferred inflows - pension	197	-	197
Increase (decrease) in deposits payable	600	-	600
Total Adjustments	228,563	39,777	268,340
<b>Net cash provided by/(used in) operating activities</b>	<b>\$ 177,394</b>	<b>\$ 63,381</b>	<b>\$ 240,775</b>

See accompanying notes to financial statements.

VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF FIDUCIARY NET POSITION  
April 30, 2016

STATEMENT 10

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	Pension Trust Funds
<b>ASSETS</b>	
Cash & Investments	
Money Markets	\$ 701,472
U.S. Government and Agency Obligations	13,425,461
Mutual Funds	10,812,186
Stocks	731,616
State and Local Obligations	1,314,498
Total Cash & Investments	<u>26,985,233</u>
Receivables	
Interest Receivable	76,547
Due from Primary Government	7,970
Total Receivables	<u>84,517</u>
Prepays	<u>6,668</u>
<b>Total Assets</b>	<u>27,076,418</u>
<b>LIABILITIES</b>	
Accounts Payable	15,165
Due to Primary Government	<u>2,244</u>
<b>Total Liabilities</b>	<u>17,409</u>
<b>NET POSITION</b>	
Restricted for Pensions	<u>27,059,009</u>
<b>Total Net Position</b>	<u>\$ 27,059,009</u>

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See accompanying notes to financial statements.

VILLAGE OF HILLSIDE, ILLINOIS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
Year ended April 30, 2016

STATEMENT 11

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	Pension Trust Funds
<b>ADDITIONS</b>	
Contributions	
Employer	\$ 2,102,281
Plan Members	<u>453,281</u>
Total Contributions	<u>2,555,562</u>
Investment Income	
Interest and dividends	828,105
Net increase (decrease) in fair value	(688,233)
Less investment expense	<u>(9,023)</u>
Net Investment Income	<u>130,849</u>
<b>Total Additions</b>	<u>2,686,411</u>
<b>DEDUCTIONS</b>	
Benefits	2,707,987
Administrative Expenses	<u>75,552</u>
<b>Total Deductions</b>	<u>2,783,539</u>
<b>Change in Net Position</b>	(97,128)
<b>Net Position at Beginning of Year</b>	<u>27,156,137</u>
<b>Net Position at End of Year</b>	<u>\$ 27,059,009</u>

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See accompanying notes to financial statements.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Hillside (the Village) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governments. The following is a summary of the significant policies.

The Financial and Reporting Entity: This report includes all of the funds of the Village of Hillside. The reporting entity for the Village consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement Nos. 14, 39, and 61.

The primary criterion for including a potential component unit within the reporting entity under GASB Statement No. 14, as amended by GASB Statement No. 61, is the financial accountability that the elected officials of the primary government have for the component unit. The criteria used in assessing financial accountability consist of (1) the primary government is financially accountable if it appoints a voting majority of the organization's governing body *and* (a) it is able to impose its will on that organization *or* (b) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the primary government; *and* (2) the primary government is financially accountable if the organization is fiscally dependent on *and* there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) The primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Component units that are fiduciary in nature are reported in the primary government's fund financial statements only. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. The discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the primary government.

The following activities/funds were included in these financial statements based on the above criteria:

### Discretely Presented Component Unit

Hillside Public Library – The Hillside Public Library's board is elected by the voters of the government. The Public Library may not issue bonded debt without the government's approval, and its annual budget and property tax levy request are subject to the government's board approval. The primary government (Village) is considered financially accountable since the organization (Library) is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government (collection of replacement taxes) regardless of whether the organization has a separately elected governing board. Because of Library's fiscal dependency on

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

the Village and the Village's financial accountability over the Library, the Library meets the criteria for discrete presentation and is shown in the component unit column in the combined financial statements. The Hillside Public Library issues separate financial statements and has an April 30 year end. The Library financial statements can be obtained by contacting the Library at 405 Hillside Avenue, Hillside, Illinois 60162.

**Fiduciary Component Units**

Police and Firefighters' Pension Funds – The Village's police and fire employees participate in the Police Pension Employees Retirement System (PPERS) and the Firefighters' Pension Employees Retirement System (FPERS). PPERS functions for the benefit of these employees and is governed by a five member pension board. Two members are appointed by the Mayor, two are elected from the active members and one from the retired members. FPERS is governed by a nine-member board. The following comprise the FPERS Board: the Mayor, Village Clerk, Village Attorney, Fire Chief, Village Treasurer, and four elected officers. The Village, PPERS, and FPERS are obligated to fund PPERS and FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefits levels and the government is authorized to approve the actuarial assumptions used in the determination of contribution levels.

Basis of Presentation: The Village's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The government-wide focus is more on the sustainability of the Village as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

*Government-Wide Financial Statements* – The statement of net position and the statement of activities display information about the Village as a whole. In the government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The government-wide statement of activities reflects both the direct expenses and net cost of each function of the Village's governmental activities and business-type activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the Village.

*Fund Financial Statements* – The financial transactions of the Village are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, deferred outflows and inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category — governmental, proprietary, and fiduciary — are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange

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(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

Measurement Focus and Basis of Accounting:

*Government-Wide Financial Statements* – The government-wide financial statements and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, deferred outflows and inflows of resources, and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The Village has reported three categories of program revenues in the statement of activities: (1) fees, fines, and charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources; they reduce the net cost of each function to be financed from the Village's general revenues. For identifying the function to which a program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing up" effect on assets and liabilities within the governmental and business-type activities columns for amounts reported in the individual funds as interfund receivables and payables. Similarly, transfers between funds have been eliminated in the statement of activities. However, interfund services provided and used are not eliminated in the process of consolidation. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

*Fund Financial Statements* – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the government. Nonexchange transactions, in which the Village receives value without directly giving equal value in return, include taxes, grants, and donations. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

For the year ended April 30, 2016, a portion of the Village's share of the State Income Tax was received past 60 days of year end due to the current fiscal issues facing the State of Illinois. As such, the Village elected to recognize the portion received after 60 days as revenue, or \$111,261 in order to properly present 12 months of revenue on the financial statements.

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(Continued)

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

The Village reports deferred inflows of resources and unearned revenues on its financial statements. Deferred inflows of resources arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred inflows of resources arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues arise when resources are received before the Village has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, deferred inflows of resources and unearned revenue are removed from the balance sheet or statement of net position and revenue is recognized.

Proprietary funds separate all activity into two categories: operating revenues and expenses and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, the Village's policy is to apply restricted resources first, then unrestricted resources as needed.

Differences occur from the manner in which the governmental activities and the government-wide financial statements are prepared because of the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The Village reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the Village. It is used to account for all of the general revenues of the Village, which are not specifically levied or collected for other Village funds, and for expenditures related to public works, public safety, and other general governmental activities of the Village.

Mannheim Road TIF Fund – This fund accounts for redevelopment costs within the Mannheim Road tax increment district.

Shopping Center TIF Fund – This fund accounts for redevelopment costs within the Hillside Mall, a tax increment district, incidental costs associated with the bond sale and for capitalized interest through proceeds of the 1992 General Obligation Tax Increment Bond issue.

**Proprietary Funds**

Proprietary funds are used to account for those Village activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

The Village reports the following major proprietary funds:

Water Fund – This fund accounts for the provision of water to the residents of the Village and operation of the storm sewer systems. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, operations, maintenance, billing and collection.

Sewer Fund – This fund accounts for the accumulated resources raised from a separate sewer charge to pay for improvements to the sewer system.

In addition to the major funds, the Village uses the following fund types:

**Governmental Fund Types**

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Debt Service Funds – Debt Service Funds are governmental funds used to account for the accumulation of resources and the payment of general long-term debt principal, interest, and related costs.

Capital Projects Funds – The Capital Projects Funds are used to account for the Village's purchase or construction of major capital facilities, which are not financed by other funds.

**Fiduciary Fund Types**

Fiduciary Funds – Fiduciary Funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, other governments, or other funds. These include the Pension Trust Funds.

Cash and Investments: For purposes of reporting cash flows, cash and investments include cash on hand, demand deposits, and time deposits with original maturities of less than three months. Investments are stated at fair value. Fair value for the investment in Illinois Funds is the same as the value of the pool shares. State statute requires the State Treasurer's Illinois Funds to comply with the Illinois Public Funds Investment Act.

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

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

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Capital Assets: Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, alleys, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair value at the date of donation.

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

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Category of Assets</u>	<u>Estimated Useful Life</u>
Land improvements	20 years
Leasehold improvement	Shorter of 20 years or remaining life of the lease
Office buildings	50 years
Dwellings and garages	40 years
Building improvements	20 years
Office furniture and equipment	10 years
Computer hardware and software	5 years
Recreation and amusement facilities	10 years
Power and water distribution facilities	30 years
Other machinery and equipment	10 years
Automotive equipment -	
Autos	4 years
Light trucks (less than 13,000 pounds)	4 years
Heavy trucks	6 years

Capital assets consisting of infrastructure, including roads and streets, have also been capitalized. Such assets are normally immovable and of value only to the Village.

Property Tax Revenue Recognition: Property taxes attach as an enforceable lien on January 1. They are levied in September by passage of a Tax Levy Ordinance; a separate levy is made for the Public Library. Tax bills are prepared by the County and issued on or about March 1 and August 1 the following year. They are payable in two installments on or about April 1 and on or about September 1 the following year. The County collects such taxes and remits them periodically. Property tax revenues are recognized when they become both measurable and available. The Village deferred recognition of the second installment of the 2015 property tax levy due to the second installment being intended to fund the next fiscal year's operations.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village also defers differences between expected and actual experience and changes in pension plan assumptions, which are amortized over the average expected remaining service lives of employees who are provided with benefits through the pension plan. Loss on pension investments are deferred and amortized over five years.

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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village reports resources associated with imposed nonexchange revenue transactions that are received or reported as a receivable before the period for which property taxes are levied as deferred inflows of resources. The Village also has another type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Additionally, certain amounts related to pensions must be deferred. Changes in pension plan assumptions and differences between expected and actual experience are deferred and amortized over the average expected remaining service lives of employees who are provided with benefits through the pension plan.

Compensated Absences: Village employees receive vacation and sick pay in varying amounts based upon their employment anniversary dates. The Village reimburses employees for accumulated vacation days upon their termination or retirement. Employees must take vacation accrued during the calendar year subsequent to the accrual. Management and general service employees, fire, and police may accumulate up to 60 days of sick leave, respectively, to be paid upon death or retirement. The Village pays no accumulated sick leave upon termination.

The liability for compensated absences (unused vacation time) of the Village relating to employees of the governmental activities at April 30, 2016, of \$1,579,446 is recorded in the government-wide financial statements. The General Fund has typically been used in prior years to liquidate the liability for compensated absences.

The accumulated vacation time liability of employees charged to business-type activities of \$54,380 is reported as an expense and as a liability of those funds as the benefits accrue to the employees.

Interfund Transactions Transfers: 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" for the current portion of interfund loans or "advances to/from other funds" for the non-current portion of interfund loans. All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the Government-wide financial statements as "internal balances." All receivables are shown net of an allowance for uncollectibles.

Claims and Judgments: Liability resulting from claims and judgments, if any, has been reflected in the financial statements in accordance with GASB Statement No. 10, as amended by GASB Interpretation No. 6.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Fund Equity/Net Position: Net position represents the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition construction of improvements of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

All funds had positive fund equity as of April 30, 2016, except for the Disposal Service Fund which had a negative fund equity of \$20,215.

*Fund Balance* - The components of the fund balance section of the balance sheet of the governmental funds include the following line items:

- a) Nonspendable fund balance is inherently nonspendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must be maintained intact.
- b) Restricted fund balance is externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation. Restricted fund balances reported on the Village's Governmental Funds Balance Sheet mainly include restricted property tax levies, bond proceeds, and grant awards.
- c) Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. Fund Balance of the Village may be committed for a specific source by passing of a Board Resolution by the Village's Board of Trustees. Amendments or modifications of the committed fund balance must be also by approved by passing of a Board Resolution by the Board of Trustees.
- d) Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the Board of Trustees designated for that purpose. The intended use is established by an official designated for that purpose. The Village has not designated anyone for this purpose. However, GASB 54 has outlined that fund balance outside of the general fund is to fall in this category if there is not a deficit fund balance for the fund.
- e) Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. In addition, if there is a deficit balance in another governmental fund, it will be reported as a negative amount in that fund's unassigned classification.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

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

Fiduciary fund equity is classified as restricted for pension benefits on the statement of fiduciary net position. Various donor restrictions apply, including authorizing and spending trust income, and the Village believes it is in compliance with all significant restrictions.

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(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Long-Term Debt: In the government-wide financial statements and in the proprietary fund financial statements, long-term obligations are reported as liabilities. Bond premiums and discounts are amortized over the life of the bonds using the effective-interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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 are reported as expenditures.

Encumbrances: The Government maintains effective control of expenses/expenditures through its budget so encumbrances are not used.

**NOTE 2 – CASH AND INVESTMENTS**

Cash: The carrying amount of cash, excluding the Pension Trust Funds, was \$8,561,923 at April 30, 2016, while the bank balances were \$8,738,341. All account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. Government or with letters of credit issued by the Federal Home Loan Bank held in the Village's name by financial institutions acting as the Village's agent.

Certificates of Deposit: Certificates of Deposit amounted to \$87,482 at April 30, 2016. Certificates of deposit were collateralized with securities of the U.S. Government in an amount equal to 100% of the funds on deposit. All investment collateral is held in safekeeping in the Village's name by financial institutions acting as the Village's agent. Collateral is priced to market semi-monthly and monitored regularly with additional collateral requested as necessary.

Investments (excluding Pension Trust Fund): The investments that the Village may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. Government as to principal and interest; (2) certain U.S. Government Agency securities; (3) certificates of deposit or time deposits of banks and savings and loan associations that are insured by a federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Village's investments at April 30, 2016.

Investment Type	Fair Value	Investment Maturity
		Less than One Year
State Treasurer Illinois Funds	\$ 10,656,285	\$ 10,656,285

*Interest Rate Risk* – The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 2 – CASH AND INVESTMENTS** (Continued)

*Credit Risk* – The Village’s general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. Illinois Funds are rated AAA by Standard & Poor’s.

*Trust Fund’s Investments:* The Pension Trust Funds are authorized to invest in bonds, notes, and other obligations of the U.S. Government; corporate debentures and obligations; insured mortgage notes and loans; common and preferred stocks; stock options; and other investment vehicles as set forth in the Illinois Compiled Statutes.

The Fire Pension Trust Fund policy is to maintain safety of principle. The Board seeks to obtain market rates of return on its investments, consistent with constraints imposed by its safety considerations, cash flow requirements and the Illinois State laws that restrict the placement of public funds.

The Police Pension Trust Fund policy is to discharge their duties with respect to the pension fund solely in the interest of participants and beneficiaries as set forth in the Illinois Pension Code.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Pension Funds’ investments at April 30, 2016.

Investment Type	Reported Value	Maturities			
		Less than One Year	One to Five Years	Six to Ten Years	Greater than Ten Years
Money Markets	\$ 701,472	\$ 701,472	\$ -	\$ -	\$ -
U.S. Government & Agency Obligations	13,425,461	522,840	5,202,133	6,231,804	1,468,684
Mutual Funds	10,812,186	10,812,186	-	-	-
Stocks	731,616	731,616	-	-	-
State & Local Obligations	1,314,498	152,183	557,237	379,439	225,639
Total	<u>\$ 26,985,233</u>	<u>\$ 12,920,297</u>	<u>\$ 5,759,370</u>	<u>\$ 6,611,243</u>	<u>\$ 1,694,323</u>

*Interest Rate Risk* – The Pension Funds do not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk* – The Pension Trust Funds’ policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. Government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of “investment grade” quality; that is, at the time of purchases, rated no lower than “Baa” by Moody’s and no lower than “BBB” by Standard & Poor’s. The Board, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

One of the U.S. Treasury Department’s objectives for conversatorships is to protect bondholders. As such, declines in fair value below cost for investments in Freddie Mac and Fannie Mae bonds (that is, debt securities) may be treated as temporary. At year end the Village’s intent is to hold the bonds until they recover.

(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 2 – CASH AND INVESTMENTS** (Continued)

Credit ratings for the Pension Funds' investments in debt securities at April 30, 2016 (excluding investments in U.S. Treasuries and obligations of U.S. government agencies that are explicitly guaranteed by the U.S. government, which are not considered to have credit risk) are as follows:

Investment Type	Standard and Poor's					
	Total	AAA	AA	A	BBB	N/R
U.S. Govt. and Agency Obligations	\$13,425,461	\$ 1,519,470	\$11,905,991	\$ -	\$ -	\$ -
Municipal Bonds	1,314,498	-	104,871	-	-	1,209,627

*Custodial Credit Risk* – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Pension Funds will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Pension Funds' investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Pension Fund investment or any other high-quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's, or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization. The Pension Funds are fully collateralized as of April 30, 2016.

*Concentration of Credit Risk* – The Pension Funds place no limit on the amount the Pension Funds may invest in any one issuer.

More than 5% of the Police Pension Fund's investments are invested in the following:

<u>Investment</u>	<u>Percentage</u>
LSV Value Equity Fund	5.0%
Pioneer Equity Income	5.2%
Municipal Bonds	7.7%
Treasury Notes	7.8%
Vanguard 500 Index Fund	10.5%
T Rowe Price Growth Stock	12.7%
Federal Home Loan Banks	16.7%
Federal Farm Credit Banks	17.1%

More than 5% of the Fire Pension Fund's investments are invested in the following:

<u>Investment</u>	<u>Percentage</u>
Freddie Mac	6.5%
Government National Mortgage Association	7.7%
Federal Home Loan Mortgage Corporation	8.9%
Federal National Mortgage Association	10.3%
Fannie Mae	12.3%

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 2 – CASH AND INVESTMENTS** (Continued)

A reconciliation of the deposits and investments in Note 2 to the financial statements is as follows:

Note 2	
Carrying Amount of Deposits	\$ 8,561,923
Certificates of Deposits	87,482
Village Investments at Fair Value	10,656,285
Pension Investments at Fair Value	<u>26,985,233</u>
Total Deposits and Investments per Note 2	<u>\$ 46,290,923</u>
Financial Statements	
Statement of Net Position – Statement 1	
Cash and Investments	\$ 19,305,690
Statement of Fiduciary Net Position – Statement 10	
Cash and Investments	<u>26,985,233</u>
Total per Financial Statements	<u>\$ 46,290,923</u>

See Note 12 for information regarding the Public Library's deposits and investments.

**NOTE 3 - INTERFUND ACTIVITY**

Interfund receivables and payables as of April 30, 2016 are summarized as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Major governmental funds:		
General	\$ 2,244	\$ 7,970
Pension Trust Fund – Firefighters'	-	2,244
Pension Trust Fund - Police	<u>7,970</u>	<u>-</u>
Total interfunds	<u>\$ 10,214</u>	<u>\$ 10,214</u>

Interfund receivables and payables include loans of cash from funds with surplus in order to meet operating needs. The loans will be repaid among the various funds when there is sufficient cash available for payment. Interfund receivables and payables between the general fund and the pension trust funds represent employer pension contributions not yet distributed to the pension funds due to timing and allocation differences based on property tax revenue distributions by the County.

Interfund transfers in and transfers out for the year ending April 30, 2016 are summarized as follows:

<u>Fund</u>	<u>Transfers to Other Funds</u>	<u>Transfers from Other Funds</u>
Major governmental funds:		
General	\$ -	\$ 32,832
TIF Shopping Center	2,100,000	-
Nonmajor governmental funds	<u>32,832</u>	<u>2,100,000</u>
Total interfunds	<u>\$ 2,132,832</u>	<u>\$ 2,132,832</u>

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 3 - INTERFUND ACTIVITY** (Continued)

Transfers were made from nonmajor governmental funds to reimburse expenditures recorded in the General Fund. A transfer of \$2,100,000 from the TIF Shopping Center Fund to the Roosevelt Road TIF Fund was made for use in certain redevelopment projects including property acquisition, demolition, and flood remediation (\$1,600,000) and infrastructure improvements including sewer and road work (\$500,000).

**NOTE 4 - CAPITAL ASSETS**

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

	Balance at May 1, 2015	Additions	Deletions	Balance at April 30, 2016
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 7,134,836	\$ 100,000	\$ -	\$ 7,234,836
Capital assets being depreciated:				
Infrastructure	12,367,811	-	-	12,367,811
Buildings and improvements	11,594,925	-	-	11,594,925
Vehicles	4,547,053	148,259	-	4,695,312
Site improvements	27,222	-	-	27,222
Equipment	2,405,248	323,759	-	2,729,007
Subtotal	30,942,259	472,018	-	31,414,277
Less accumulated depreciation for:				
Infrastructure	(5,670,137)	(213,912)	-	(5,884,049)
Buildings and improvements	(4,698,467)	(412,865)	-	(5,111,332)
Vehicles	(2,944,942)	(342,960)	-	(3,287,902)
Site improvements	(27,222)	-	-	(27,222)
Equipment	(2,257,724)	(122,466)	-	(2,380,190)
Total accumulated depreciation	(15,598,492)	(1,092,203)	-	(16,690,695)
Total capital assets being depreciated, net	15,343,767	(620,185)	-	14,723,582
Governmental activities capital assets, net	<u>\$ 22,478,603</u>	<u>\$ (520,185)</u>	<u>\$ -</u>	<u>\$ 21,958,418</u>

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 4 - CAPITAL ASSETS** (Continued)

	Balance at May 1, 2015	Additions	Deletions	Balance at April 30, 2016
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 14,914	\$ -	\$ -	\$ 14,914
Capital assets being depreciated:				
Infrastructure	9,364,572	-	-	9,364,572
Buildings and improvements	14,603	-	-	14,603
Water network	796,950	-	-	796,950
Subtotal	10,176,125	-	-	10,176,125
Less accumulated depreciation for:				
Infrastructure	(4,361,120)	(128,603)	-	(4,489,723)
Buildings and improvements	(14,603)	-	-	(14,603)
Water network	(691,576)	(17,815)	-	(709,391)
Total accumulated depreciation	(5,067,299)	(146,418)	-	(5,213,717)
Total capital assets being depreciated, net	5,108,826	(146,418)	-	4,962,408
Business-type activities capital assets, net	<u>\$ 5,123,740</u>	<u>\$ (146,418)</u>	<u>\$ -</u>	<u>\$ 4,977,322</u>

Depreciation expense of \$1,092,203 and \$146,418 was charged to the governmental and business-type activities functional expense categories, respectively as follows:

<u>Governmental Activities</u>	<u>Depreciation</u>	<u>Business-Type Activities</u>	<u>Depreciation</u>
General government	\$ 381,408	Water	\$ 128,603
Public safety	344,839	Sewer	17,815
Streets	341,694	Total	<u>\$ 146,418</u>
Culture and recreation	24,262		
Total	<u>\$ 1,092,203</u>		

See Note 12 for information regarding the Public Library's capital assets.

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 5 – RECEIVABLES**

The following is a summary of the various components of significant receivables at April 30, 2016.

	Governmental Funds		Proprietary Funds		Total
	General	Motor Fuel Tax	Water	Sewer	Statement of Net Position
Intergovernmental					
Local use tax	\$ 46,540	\$ -	\$ -	\$ -	\$ 46,540
Sales tax	1,062,494	-	-	-	1,062,494
Court fines	14,414	-	-	-	14,414
Utility tax	140,592	-	-	-	140,592
State income tax	241,214	-	-	-	241,214
Motor fuel tax	-	37,002	-	-	37,002
Franchise fees	22,873	-	-	-	22,873
State replacement tax	24,231	-	-	-	24,231
Federal grant	42,109	-	-	-	42,109
Total intergovernmental	<u>\$ 1,594,467</u>	<u>\$ 37,002</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,631,469</u>
Accounts receivable					
Water billings	\$ -	\$ -	\$ 531,845	\$ -	\$ 531,845
Sewer billings	-	-	-	21,132	21,132
Total accounts receivable	-	-	531,845	21,132	552,977
Allowance for uncollectible amounts	-	-	(57,994)	(2,416)	(60,410)
Net Accounts receivable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 473,851</u>	<u>\$ 18,716</u>	<u>\$ 492,567</u>

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 6 - LONG-TERM DEBT**

The following is a summary of changes to the Village's long-term debt for the fiscal year:

	Restated Balances as of May 1, 2015	Debt Additions	Debt Retirement	Balances April 30, 2016	Due within one year
Governmental activities:					
General obligation bonds:					
Series of 2005B	\$ 785,000	\$ -	\$ (185,000)	\$ 600,000	\$ 195,000
Series of 2012A	3,660,000	-	(490,000)	3,170,000	500,000
Add unamortized amounts:					
For issuance premiums	15,418	-	(3,984)	11,434	-
Total general obligation bonds	4,460,418	-	(678,984)	3,781,434	695,000
Compensated absences	1,348,227	771,168	(539,949)	1,579,446	548,495
Early retirement benefit obligation	798,576	-	(254,101)	544,475	132,781
Other post-employment benefits obligation	718,311	89,252	-	807,563	-
Net pension liability - IMRF	894,732	657,336	-	1,552,068	-
Net pension liability - Pensions	40,719,467	3,849,863	-	44,569,330	-
Total governmental activities	<u>\$ 8,220,264</u>	<u>\$ 5,367,619</u>	<u>\$ (1,473,034)</u>	<u>\$ 52,834,316</u>	<u>\$ 1,376,276</u>
Business-type activities:					
Compensated absences	\$ 51,306	\$ 22,905	\$ (19,831)	\$ 54,380	\$ 21,088
Other post employment benefit obligations	12,457	3,668	-	16,125	-
Net pension liability - IMRF	35,046	25,748	-	60,794	-
Total business-type activities	<u>\$ 98,809</u>	<u>\$ 52,321</u>	<u>\$ (19,831)</u>	<u>\$ 131,299</u>	<u>\$ 21,088</u>

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 6 - LONG-TERM DEBT** (Continued)

Reconciliation to Statement of Net Position:

	Governmental Activities	Business-type Activities	Total
Long-term obligations, due within one year:			
Bond payable	\$ 695,000	\$ -	\$ 695,000
Compensated absences	548,495	21,088	569,583
Early retirement benefit obligation	132,781	-	132,781
Long-term obligations, due in more than one year:			
Bonds payable	3,086,434	-	3,086,434
Compensated absences	1,030,951	33,292	1,064,243
Early retirement benefit obligation	411,694	-	411,694
Other post-employment benefits obligation	807,563	16,125	823,688
Net pension liability	46,121,398	60,794	46,182,192
 Total debt	 <u>\$ 52,834,316</u>	 <u>\$ 131,299</u>	 <u>\$ 52,965,615</u>

Long Term obligations outstanding at April 30, 2016 are comprised of the following:

General Obligation Bonds, Series 2005B: \$4,135,000 2005B General Obligation Bonds dated October 2005, due December 1, 2018; interest at 3.50% to 4.00% (principal and interest to be serviced by general and motor fuel tax revenues of the Village).

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2017	\$ 195,000	\$ 26,103	\$ 221,103
2018	205,000	17,718	222,718
2019	<u>200,000</u>	<u>8,800</u>	<u>208,800</u>
	<u>\$ 600,000</u>	<u>\$ 52,621</u>	<u>\$ 652,621</u>

The Village has pledged future motor fuel tax revenues to repay \$2,025,000 of the General Obligation Bonds, Series 2005B. A portion of the proceeds from the bonds provided financing for highway and street projects. The total principal and interest remaining to be paid on the highway and street portion of the bonds is \$652,621, payable through December 2018. Principal and interest paid for the current year for the street and highway portion of the bonds and total motor fuel tax revenue were \$219,860 and \$209,271, respectively.

General Obligation Bonds, Series 2012A: \$5,100,000 2012A General Obligation Bonds dated February 1, 2012, due December 1, 2021; interest at 2.00% to 3.00% (principal and interest to be serviced by the general revenues of the Village).

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 6 - LONG-TERM DEBT** (Continued)

Remaining principal and interest payments to maturity are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2017	\$ 500,000	\$ 85,000	\$ 585,000
2018	510,000	75,000	585,000
2019	525,000	64,800	589,800
2020	535,000	49,050	584,050
2021	545,000	33,000	578,000
2022	<u>555,000</u>	<u>16,650</u>	<u>571,650</u>
	<u>\$ 3,170,000</u>	<u>\$ 323,500</u>	<u>\$ 3,493,500</u>

Compensated Absences: It is the Village's policy to permit employees to accumulate a limited amount of earned compensated absences for unused vacation time, which will be paid to employees upon separation from Village service, and sick leave, which will be paid upon death or retirement. Compensated absences are accrued as they are earned in the government-wide and proprietary fund financial statements. Expenditures and liabilities for compensated absences are recorded in the fund financial statements only if they have matured, for example, as a result of employee resignations and retirements.

Early Retirement Benefit Obligation:

*Plan Description.* In addition to the retirement benefits provided by the Village described in Notes 7 and 10, during fiscal year 2006, the Village offered voluntary retirement benefits, considered early retirement incentives to certain classes of employees. These included employer paid voluntary retirement incentives as well as a health care stipend. Full-time employees that are at least 50 years of age, and have at least 20 years of creditable service, are eligible for early retirement remuneration. Compensation will be made in accordance with employment agreements.

The retirement incentive program consisted of a 125% longevity increase included in the employee's last 3 month's salary and the Village will pay 100% of the employee's hospitalization insurance premium at the level provided at separation of service until the employee reaches age 65.

As of April 30, 2016, the Village was obligated to pay 6 employees as part of the plan with payments due through fiscal year 2030. The net present value of the Village's liability at April 30, 2016 was \$544,475. The Village considers \$132,781 of this liability current as of April 30, 2016. The liability will be paid from the fund in which the employee is paid.

**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS**

Employee Retirement System – Defined Benefit Pension Plans, Plan Descriptions: The Village contributes to three defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan, which is a single-employer pension plan; and, the Firefighters' Pension Plan, which is also a single-employer pension plan. The Police and Firefighters' Pension Plans do not issue separate reports. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

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(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

IMRF:

Plan Description: The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

Benefits Provided: IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date.)

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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 employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms: As of December 31, 2015, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	46
Inactive Plan Members entitled to but not yet receiving benefits	20
Active Plan Members	35
Total	101

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
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April 30, 2016

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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Contributions: As set by statute, Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual contribution rate for calendar year 2015 was 14.18%. For the fiscal year ended April 30, 2016, the Village contributed \$367,747 to the plan. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability: The Village's net pension liability for IMRF was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of the date.

Actuarial Assumptions: The total pension liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.50%
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2015 Illinois Municipal Retirement Fund annual actuarial valuation. There were no benefit changes during the year.

Expected return on pension plan investments: The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	38%	7.60%
International Equity	17%	7.80%
Fixed Income	27%	3.00%
Real Estate	8%	6.15%
Alternative Investments	9%	5.25% - 8.50%
Cash Equivalents	1%	2.25%
Total	100%	

Discount Rate: A single discount rate of 7.48% was used to measure the total pension liability. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The single discount rate reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and (2) the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Based on those assumptions, the fiduciary net position was projected to not be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was blended with the AA rated general obligation bond index at December 31, 2015 to arrive at the discount rates used to determine the total pension liability. For the purposes of the most recent valuation, the expected rate of return on the plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.48%. The last year the plan is expected to be fully funded is December 31, 2084.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Changes in the Net Pension Liability for the IMRF Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances at December 31, 2014	<u>\$13,462,282</u>	<u>\$ 12,281,280</u>	<u>\$ 1,181,002</u>
Changes for the year:			
Service Cost	277,946	-	277,946
Interest	1,000,865	-	1,000,865
Actuarial Experience	(9,936)	-	(9,936)
Assumption Changes	17,489	-	17,489
Contributions - Employer	-	398,460	(398,460)
Contributions - Employee	-	112,090	(112,090)
Net Investment Income	-	61,490	(61,490)
Benefit payments, including refunds	(477,131)	(477,131)	-
Administrative Expense	-	(157,277)	157,277
Net Changes	<u>809,233</u>	<u>(62,368)</u>	<u>871,601</u>
Balances at December 31, 2015	<u><u>\$14,271,515</u></u>	<u><u>\$ 12,218,912</u></u>	<u><u>\$ 2,052,603</u></u>

As reported in:

Village's governmental activities	\$ 1,552,068
Village's business-type activities	60,794
Library	439,741
	<u>\$ 2,052,603</u>

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Village, calculated using the discount rate of 7.48%, as well as what the Village's net pension liability for IMRF plan would be if it were calculated using a discount rate that is a 1-percentage-point lower (6.48%) or 1-percentage-point higher (8.48%) than the current rate:

	1% Decrease 6.48%	Current Discount Rate 7.48%	1% Higher 8.48%
Village's Net Pension Liability	\$ 3,946,284	\$ 2,052,603	\$ 488,702

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended April 30, 2016 the Village recognized pension expense of \$581,011 for the IMRF Plan. At April 30, 2016, the Village reported deferred inflows of resources and deferred outflows of resources related to pensions from the following sources:

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 6,683
Assumption changes	11,764	-
Net difference between projected and actual earnings		
on pension plan investments	683,969	-
Contributions made subsequent to the measurement date	125,419	-
Total	<u>\$ 821,152</u>	<u>\$ 6,683</u>

In 2016, there was \$125,419 reported as deferred outflows of resources related to pension contributions made subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2017. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2016	\$ 173,464
2017	173,464
2018	171,129
2019	170,993
Total	<u>\$ 689,050</u>

*Police Pension Plan* - The Police Pension Plan is a single-employer defined benefit pension that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (40 ILCS 5/3) and may be amended only by the Illinois legislature. The Police Pension Plan finances the administrative costs with current investment income. The Village accounts for the plan as a pension trust fund.

At April 30, 2016 (the most recent actuarial valuation date), the Police Pension Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	30
Inactive plan members entitled to but not yet receiving benefits	1
Active plan members	<u>26</u>
Total	<u>57</u>

Plan Description: The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes. The Police Pension Fund provides retirement 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 of 2.5% of final salary for each year of service.

(Continued)

**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

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 3.0% of the original pension and 3.0% 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 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 shall not exceed \$106,800 however, that amount shall increase annually by the lesser of  $\frac{1}{2}$  of the annual change in the Consumer Price Index or 3.0% 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 75.0% 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 3.0% or  $\frac{1}{2}$  of the change in the Consumer Price Index for the proceeding calendar year.

Contributions: Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the 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 costs for the Police Pension Plan. For the year ended April 30, 2016, the Village's contribution was 51.02% of covered payroll.

Basis of Accounting: The financial statements of the pension fund are prepared using the accrual basis of accounting. Plan members contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: Plan investments are reported at fair value. Short term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair value.

Net Pension Liability: The Village's net pension liability for the Police Pension plan was measured as of April 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The total pension liability in the April 30, 2016 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

VILLAGE OF HILLSIDE, ILLINOIS  
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April 30, 2016

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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Actuarial Assumptions (Economic)

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Discount Rate used for the Total Pension Liability	5.54%
Long-Term Expected Rate of Return on Plan Assets	7.00%
High Quality 20 Year Tax-Exempt G.O Bond Rate	3.32%
Projected Individual Salary Increases	3.75% - 15.09%
Projected Increase in Total Payroll	3.50%
Consumer Price Index (Utilities)	2.50%
Inflation Rate Included	2.50%

Actuarial Assumptions (Demographic)

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Mortality Table	L&A 2016 Illinois Police Mortality Rates
Retirement Rates	110% of L&A 2016 Illinois Police Retirement Rates Capped at age 65
Disability Rates	100% of L&A 2016 Illinois Police Disability Rates
Termination Rates	90% of L&A 2016 Illinois Termination Rates
Percent Married	80.00%

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

Assumption Changes: The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.62% to 3.32% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index. The demographic assumptions formerly used RP 2000 Mortality Table for mortality, uniform distribution from ages 52-62 (100% by age 62) for retirement rates, and a department of insurance study for disability.

Postemployment Benefit Changes: Eligibility for postemployment benefit increases is determined based on the Illinois Pension code. Tier 1 Police retirees are provided with an annual 3.0% increase in retirement benefits by statute when eligible. Tier 2 Police retirees are provided postemployment benefit increase based on one-half of the Consumer Price Index (Urban) for the prior September. The CPI-U for September, 1985 was 108.3. The CPI-U for September, 1985 through September, 2015 was 2.66% (on a compounded basis).

Expected Return on Pension Plan Investments: The long-term expected rate of return on assets is intended to represent the best estimate of future real rates of return and is shown for each of the major asset classes in the investment policy. The expected rates of return shown below have been provided by investment professionals that work with the Pension Fund. The best estimate of future real rates of return are developed for each of the major asset classes. Expected inflation is added back in. Adjustment is made to reflect geometric returns. The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the following table:

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(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap Domestic Equity	31.50%	6.80%
Small Cap Domestic Equity	9.00%	8.90%
International Equity	4.50%	7.00%
Fixed Income	55.00%	2.00%
	<u>100.00%</u>	

Long-term expected real returns under GASB are expected to reflect the period of time that begins when a plan member begins to provide service to the employer and ends at the point when all benefits to the plan member have been paid. The rates provided above are intended to estimate those figures. The expected inflation rate is 3.30% and is included in the total long-term rate of return on investments. The inflation rate is from the same source as the long-term rates of return, and is not necessarily reflective of the inflation measures used for other purposes in the report. Geometric rates of return are equal to arithmetic rates of return when the annual returns exhibit no volatility over time. When arithmetic returns are volatile on a year-to-year basis, the actual realized geometric returns over time will be lower. The higher the volatility, the greater the difference.

**Municipal Bond Rate:** The municipal bond rate assumption is based on The Bond Buyer 20-Bond GO Index. The rate shown earlier in the Actuarial Assumption section is the April 28, 2016 rate. The 20-Bond GO Index is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA. The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yields of the bonds.

**Discount Rate:** The discount rate used to measure the total pension liability was 5.54%. The discount rate in the prior measurement period was 5.11%, this represents an increase of 0.43%. The discount rate used in the determination of the Total Pension Liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent which the plan's future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. The last year the plan is expected to be fully funded is December 31, 2050.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate:** The following presents the net pension liability of the Village, calculated using the discount rate of 5.54%, as well as what the Village's net pension liability for Police Pension plan would be if it were calculated using a discount rate that is 1-percentage-point lower (4.54%) or 1-percentage-point higher (6.54%) than the current rate:

	1% Decrease 4.54%	Current Discount Rate 5.54%	1% Increase 6.54%
Village's Net Pension Liability for Police Pension	\$ 36,895,297	\$ 29,514,726	\$ 23,549,180

(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Changes in the Net Pension Liability for the Police Pension Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances at 5/1/2015	\$ 45,194,308	\$ 17,029,274	\$ 28,165,034
Changes for the year:			
Service Cost	716,448	-	716,448
Interest	2,459,556	-	2,459,556
Actuarial Experience	235,922	-	235,922
Assumption Changes	(423,034)	-	(423,034)
Contributions - Employer	-	1,271,953	(1,271,953)
Contributions - Employee	-	249,705	(249,705)
Net Investment Income	-	163,852	(163,852)
Benefit payments, including refunds	(1,595,979)	(1,595,979)	-
Administrative Expense	-	(46,310)	46,310
Net Changes	1,392,913	43,221	1,349,692
Balances at 4/30/2016	\$ 46,587,221	\$ 17,072,495	\$ 29,514,726

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended April 30, 2016, the Village recognized pension expense of \$1,951,699 for the Police Pension plan. At April 30, 2016, the Village reported deferred inflows of resources and deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 188,164	\$ -
Assumption changes	-	337,399
Net difference between projected and actual earnings on pension plan investments	819,180	-
Total	\$ 1,007,344	\$ 337,399

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

Year ended April 30:	
2017	\$ 166,918
2018	166,918
2019	166,918
2020	169,191
Total	\$ 669,945

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

*Firefighters' Pension Plan* - The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn fire personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. The Firefighters' Pension Plan finances the administrative costs with current investment income. The Village accounts for the plan as a pension trust fund.

At April 30, 2016 (the most recent actuarial valuation date), the Firefighters' Pension Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	22
Inactive plan members entitled to but not yet receiving benefits	0
Active plan members	<u>24</u>
Total	<u>46</u>

Plan Description: The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes. The Firefighters' Pension Plan provides retirement 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. 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 3.0% of the original pension and 3.0% 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 3.0% 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 75.0% 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 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS (Continued)**

Contributions: Covered employees are required to contribute 9.46% 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 contribute the remaining amounts necessary to finance the 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 costs for the Firefighters' Pension Plan. For the year ended April 30, 2016, the Village's contribution was 39.22% of covered payroll.

Basis of Accounting: The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as additions in the period in which employee services are performed. Benefits and refunds are recorded as deductions in the period they incurred.

Method Used to Value Investments: Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Net Pension Liability: The Village's net pension liability for the Firefighters' Pension plan was measured as of April 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The total pension liability in the April 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions (Economic)

Discount Rate used for the Total Pension Liability	7.00%
Long-Term Expected Rate of Return on Plan Assets	7.00%
High Quality 20 Year Tax-Exempt G.O Bond Rate	3.32%
Projected Individual Salary Increases	3.75% - 24.24%
Projected Increase in Total Payroll	3.50%
Consumer Price Index (Utilities)	2.50%
Inflation Rate Included	2.50%

Actuarial Assumptions (Demographic)

Mortality Table	L&A 2016 Illinois Firefighters' Mortality Rates
Retirement Rates	L&A 2016 Illinois Firefighters' Retirement Rates Capped at age 65
Disability Rates	L&A 2016 Illinois Firefighters' Disability Rates
Termination Rates	L&A 2016 Illinois Termination Rates
Percent Married	80.00%

All rates shown in the economic assumptions are assumed to be annual rates, compounded on an annual basis. Mortality rates are based on rates developed in the L&A 2016 Mortality Table for Illinois Firefighters. Other demographic assumption rates are based on a review of assumptions in the L&A 2016 study for Illinois Firefighters.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Assumption Changes: The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.62% to 3.32% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index. The demographic assumptions formerly used RP 2000 Mortality Table for mortality, uniform distribution from ages 50-62 (100% by age 62) for retirement rates, and a department of insurance study for disability.

Postemployment Benefit Changes: Eligibility for postemployment benefit increases is determined based on the Illinois Pension code. Tier 1 Firefighter retirees are provided with an annual 3.0% increase in retirement benefits by statute when eligible. Tier 2 Firefighter retirees are provided postemployment benefit increase based on one-half of the Consumer Price Index (Urban) for the prior September. The CPI-U for September, 1985 was 108.3. The CPI-U for September, 1985 through September, 2015 was 2.66% (on a compounded basis).

Expected Return on Pension Plan Investments: The long-term expected rate of return on assets is intended to represent the best estimate of future real rates of return and is shown for each of the major asset classes in the investment policy. The expected rates of return shown below have been provided by investment professionals that work with the Pension Fund. The best estimate of future real rates of return are developed for each of the major asset classes. Expected inflation is added back in. Adjustment is made to reflect geometric returns. The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap Domestic Equity	31.50%	6.30%
Small Cap Domestic Equity	9.00%	8.30%
International Equity	4.50%	6.60%
Fixed Income	55.00%	1.10%
	<u>100.00%</u>	

Long-term expected real returns under GASB are expected to reflect the period of time that begins when a plan member begins to provide service to the employer and ends at the point when all benefits to the plan member have been paid. The rates provided above are intended to estimate those figures. The expected inflation rate is 3.30% and is included in the total long-term rate of return on investments. The inflation rate is from the same source as the long-term rates of return, and is not necessarily reflective of the inflation measures used for other purposes in the report. Geometric rates of return are equal to arithmetic rates of return when the annual returns exhibit no volatility over time. When arithmetic returns are volatile on a year-to-year basis, the actual realized geometric returns over time will be lower. The higher the volatility, the greater the difference.

Municipal Bond Rate: The municipal bond rate assumption is based on The Bond Buyer 20-Bond GO Index. The rate shown earlier in the Actuarial Assumption section is the April 28, 2016 rate. The 20-Bond GO Index is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA. The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yields of the bonds.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

Discount Rate: The discount rate used to measure the total pension liability was 7.00%. The discount rate used in the determination of the Total Pension Liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent which the plan's future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. The plan is expected to cover future benefit payments in full for the current employees.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate: The following presents the net pension liability of the Village, calculated using the discount rate of 7.00%, as well as what the Village's net pension liability for Firefighters' Pension plan would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Village's Net Pension Liability for Firefighters' Pension	\$ 18,712,161	\$ 15,054,604	\$ 12,060,583

Changes in the Net Pension Liability for the Firefighters' Pension Plan:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at 5/1/2015	\$ 22,681,299	\$ 10,126,866	\$ 12,554,433
Changes for the year:			
Service Cost	485,347	-	485,347
Interest	1,552,553	-	1,552,553
Actuarial Experience	40,276	-	40,276
Assumption Changes	1,285,596	-	1,285,596
Contributions - Employer	-	830,329	(830,329)
Contributions - Employee	-	203,576	(203,576)
Net Investment Income	-	(129,838)	129,838
Benefit payments, including refunds	(1,003,953)	(1,003,953)	-
Administrative Expense	-	(40,466)	40,466
Net Changes	2,359,819	(140,352)	2,500,171
Balances at 4/30/2016	\$ 25,041,118	\$ 9,986,514	\$ 15,054,604

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended April 30, 2016, the Village recognized pension expense of \$1,517,588 for the Police Pension plan. At April 30, 2016, the Village reported deferred inflows of resources and deferred outflows of resources related to pensions from the following sources:

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 34,697	\$ -
Assumption changes	1,107,535	-
Net difference between projected and actual earnings on pension plan investments	670,680	-
Total	<u>\$ 1,812,912</u>	<u>\$ -</u>

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

Year ended April 30:	
2017	\$ 351,311
2018	351,311
2019	351,311
2020	351,307
2021	183,640
Thereafter	224,032
Total	<u>\$ 1,812,912</u>

Financial statements for the police and firefighters' pension plans are as follows:

	Police Pension	Firefighters' Pension	Totals
<b>Assets</b>			
Cash & Investments			
Money Markets	\$ 211,678	\$ 489,794	\$ 701,472
U.S. Government and Agency Obligations	7,764,104	5,661,357	13,425,461
Mutual Funds	7,705,394	3,106,792	10,812,186
Stocks	-	731,616	731,616
State and Local Obligations	1,314,498	-	1,314,498
Total Cash & Investments	<u>16,995,674</u>	<u>9,989,559</u>	<u>26,985,233</u>
Receivables			
Interest Receivable	69,499	7,048	76,547
Due from Primary Government	7,970	-	7,970
Total Receivables	<u>77,469</u>	<u>7,048</u>	<u>84,517</u>
Prepays	6,668	-	6,668
<b>Total Assets</b>	<u>17,079,811</u>	<u>9,996,607</u>	<u>27,076,418</u>
<b>Liabilities</b>			
Accounts Payable	7,316	7,849	15,165
Due to Primary Government	-	2,244	2,244
<b>Total Liabilities</b>	<u>7,316</u>	<u>10,093</u>	<u>17,409</u>
<b>Net Position Restricted for Pensions</b>	<u>\$ 17,072,495</u>	<u>\$ 9,986,514</u>	<u>\$ 27,059,009</u>

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS – DEFINED BENEFIT PLANS** (Continued)

	Police Pension	Firefighters' Pension	Totals	
<b>Additions</b>				
Contributions				
Employer	\$ 1,271,952	\$ 830,329	\$ 2,102,281	
Plan Members	249,705	203,576	453,281	
Total Contributions	<u>1,521,657</u>	<u>1,033,905</u>	<u>2,555,562</u>	
Investment Income				
Net Increase (Decrease) in Fair Value	(335,954)	(352,279)	(688,233)	
Interest and Dividends	565,974	262,131	828,105	
Less: Investment Expense	<u>(4,942)</u>	<u>(4,081)</u>	<u>(9,023)</u>	
Net Investment Income	<u>225,078</u>	<u>(94,229)</u>	<u>130,849</u>	
Total Additions	<u>1,746,735</u>	<u>939,676</u>	<u>2,686,411</u>	
<b>Deductions</b>				
Benefits	1,662,145	1,045,842	2,707,987	
Administrative expenses	<u>41,367</u>	<u>34,185</u>	<u>75,552</u>	
Total deductions	<u>1,703,512</u>	<u>1,080,027</u>	<u>2,783,539</u>	
Change in Net Position	43,223	(140,351)	(97,128)	
<b>Net Position Restricted for Pensions</b>				
Beginning of year	<u>17,029,272</u>	<u>10,126,865</u>	<u>27,156,137</u>	
End of year	<u>\$ 17,072,495</u>	<u>\$ 9,986,514</u>	<u>\$ 27,059,009</u>	
Summary:				
	IMRF	Police	Firefighters'	Total
Net Pension Liability	\$ 2,052,603	\$ 29,514,726	\$ 15,054,604	\$ 46,621,933
Deferred Outflows of Resources	821,152	1,007,344	1,812,912	3,641,408
Deferred Inflows of Resources	6,683	337,399	-	344,082
Pension Expense	581,011	1,951,699	1,517,588	4,050,298

*Significant Investments* – As of April 30, 2016, the Police and Firefighters' Pension Plans held investments (other than U.S. government and U.S. government guaranteed obligations) in any one organization that represented 5% or more of net position available for benefits in the Police and Firefighters' Pension Plans. Information for IMRF is not available.

Firefighters' Pension Fund  
Federal Home Loan Banks  
Vanguard 500 Index Fund  
Federal Farm Credit Banks  
T Rowe Price Growth Stock  
Pioneer Equity Income

Police Pension Fund  
Federal Home Loan Banks  
Federal Home Loan Mortgage Corporation

*Related-Party Transactions* - There are no securities of the employer or any other related parties included in plan assets.

(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 8 - RESTATEMENT OF BEGINNING NET POSITION**

During the year ended April 30, 2016, the Village adopted GASB Statement No. 68, Accounting and Financial Reporting for Pensions. The effect of the change in accounting principle resulted in a decrease of \$37,321,397 in the governmental activities net position, a decrease of \$31,810 in the business-type activities net position, and a decrease of \$228,334 in the component unit net position.

Governmental Activities:		
Net Position, May 1, 2015	\$ 23,439,251	
Change in Accounting Principle, GASB Statement No. 68	(37,321,397)	
Net Position, May 1, 2015, as restated	<u><u>\$ (13,882,146)</u></u>	
Business-type Activities:		
Net Position, May 1, 2015	\$ 10,308,968	Water Fund \$ 6,127,690
Change in Accounting Principle, GASB Statement No. 68	(31,810)	(31,810)
Net Position, May 1, 2015, as restated	<u><u>\$ 10,277,158</u></u>	<u><u>\$ 6,095,880</u></u>
Component Unit:		
Net Position, May 1, 2015	\$ 3,239,552	
Change in Accounting Principle, GASB Statement No. 68	(228,334)	
Net Position, May 1, 2015, as restated	<u><u>\$ 3,011,218</u></u>	

**NOTE 9 - INTERGOVERNMENTAL RISK MANAGEMENT AGENCY**

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

The governments' payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$1,000 of each occurrence for years prior to 2004 and \$2,500 for each occurrence in 2004 and subsequent years. Beginning in 2005, members were given the option to assume higher deductibles. 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 government does not exercise any control over the activities of the agency beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience.

Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

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(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 9 - INTERGOVERNMENTAL RISK MANAGEMENT AGENCY** (Continued)

The following is a financial summary of IRMA for the year ended December 31, 2015, the most recent financial information available:

STATEMENT OF NET POSITION  
(Unaudited)

Assets:	
Cash and investments	\$ 168,593,553
Receivables	5,476,280
Equipment net of accumulated depreciation	57,815
Prepaid expenses	1,745,452
Pension related deferred outflows	669,623
Total Assets and Deferred Outflows	<u>\$ 176,542,723</u>
Liabilities and Member Balances:	
Unpaid losses	\$ 78,923,788
Members' balances	40,647,206
Amounts due to members	31,855,997
Excess surplus fund	24,281,627
Net pension liability	588,871
Accounts payable	105,578
Other	139,656
Total Liabilities and Member Balances	<u>\$ 176,542,723</u>

STATEMENT OF REVENUES AND EXPENSES  
(Unaudited)

Revenues:	
Member contributions	\$ 27,666,703
Interest income and other	2,722,857
Net increase (decrease) in the fair value of investments	(3,112,267)
Other	35,714
Members' balances	1,049,664
Total revenues	<u>\$ 28,362,671</u>
Expenses:	
Losses and loss adjustments	\$ 23,405,074
Unallocated loss adjustments	(918,965)
Excess insurance premiums	2,600,373
General and Administrative	3,253,224
Depreciation	22,965
Total expenses	<u>\$ 28,362,671</u>

The Village of Hillside represents 1.55% of the total revenue base used to compute member contributions.

Should a claim be paid by IRMA for which these reserves proved inadequate, the Village would be responsible for paying a portion of such deficiency. However, at April 30, 2016 management knows of no claim, asserted or unasserted, which if asserted and paid would have a materially adverse effect on the financial statements of the various funds of the Village at April 30, 2016.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 10 - POST-EMPLOYMENT BENEFITS**

*Plan Description.* The Village administers a single employer defined benefit healthcare plan. An employee retiring after attaining a specific age and completing a minimum number of years of service with the Village, currently has the option to maintain health insurance after they retire (including subsidized beneficiary coverage). The Village provides certain Village retirees 50% of the single coverage if the employee was a member of management. Insurance does not continue post-65 years of age.

*Funding Policy.* Funding is provided by the Village on a pay-as-you-go basis with no contribution from the retiree. The Village's contribution on behalf of the employees to the insurance provider was \$186,364 for 2016.

*Annual OPEB Cost and Net OPEB Obligation.* The Village's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the *Entry Age actuarial method*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The following table shows the components of the Village's annual OPEB cost for 2016, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation:

Annual OPEB Cost and Net OPEB Obligation	April 30, 2016	April 30, 2015
Annual required contribution	\$ 274,412	\$ 263,857
Interest on Net OPEB Obligation	29,231	24,783
Adjustment to annual required contribution	(24,359)	(20,653)
Annual OPEB cost	279,284	267,987
Contributions made	(186,364)	(156,804)
Increase in Net OPEB Obligation	92,920	111,183
Net OPEB Obligation, beginning of year	730,768	619,585
Net OPEB Obligation, end of year	<u>\$ 823,688</u>	<u>\$ 730,768</u>

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

Three Year Trend Information			
	Annual OPEB	Percentage of	Net
Year Ended	Cost	Annual OPEB Cost	OPEB
		Contributed	Obligation
4/30/2016	\$ 279,284	66.70%	\$ 823,688
4/30/2015	267,987	58.50%	730,768
4/30/2014	256,925	46.60%	619,585

*Funded Status and Funding Progress.* As of April 30, 2013, the most recent actuarial valuation date, the plan was unfunded. The actuarial accrued liability for benefits was \$4,190,187 and the actuarial value of assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of \$4,190,187. The covered payroll (annual payroll of active employees covered by the plan) was \$5,674,925, and the ratio of the UAAL to the covered payroll was 73.84 percent.

(Continued)

**NOTE 10 - POST-EMPLOYMENT BENEFITS** (Continued)

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

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

In the April 30, 2013 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 5 percent. Both rates included a 3.0 percent inflation assumption. The actuarial value of the liability was marked to the market value of the retiree healthcare account as of April 30, 2013. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2013, was thirty years.

In accordance with GASB Statement No. 45, the Village will have an actuarial valuation done at least once every three years; above is the information from the most recent valuation as of April 30, 2013. There is no separate, audited GAAP-basis postemployment benefit plan report available.

**NOTE 11 - RISK MANAGEMENT**

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; natural disasters; and employee health and accident insurance coverage. These risks are covered by commercial insurance purchased from independent third parties and by the Village's participation in IRMA (See Note 9). Settled claims from these risks are covered by commercial insurance and have not exceeded coverage for the past three years, and there have been no reductions in insurance coverage as compared to the previous year.

**NOTE 12 - PUBLIC LIBRARY**

Cash and Investments: The Library is allowed to invest in securities as authorized by state statute.

At April 30, 2016 the carrying amount of the Library's deposits was \$1,510,733 including a petty cash fund of \$210 and the bank balance was \$1,519,537.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 12 - PUBLIC LIBRARY** (Continued)

It is the policy of the Library 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 Library 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.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank’s failure, the Library’s deposits may not be returned to it. The Library’s investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the Library’s name.

The Library 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.

Risk Management: The Library is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. The Library has purchased commercial insurance from private insurance companies to cover these risks. Risks covered include general liability, workers’ compensation, medical and other. Premiums have been recorded as expenditures in the Library Insurance Fund. The amount of coverage has neither decreased nor have the amount of settlements exceeded coverage in at least the past three fiscal years.

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(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

**NOTE 12 - PUBLIC LIBRARY (Continued)**

**Capital Assets:** Depreciation expense for the year ended April 30, 2016 was \$107,039. The following is a summary of the changes in the capital assets for the year ended April 30, 2016:

	Balance at May 1, 2015	Additions	Deletions	Balance at April 30, 2016
Capital Assets Not Being Depreciated				
Land	\$ 624,680	\$ -	\$ -	\$ 624,680
Capital Assets Being Depreciated				
Building	584,000	-	-	584,000
Building and Improvements	482,470	169,593	-	652,063
Machinery and Equipment	283,271	11,643	-	294,914
Library Materials	297,543	60,709	(59,795)	298,457
Subtotal	<u>1,647,284</u>	<u>241,945</u>	<u>(59,795)</u>	<u>1,829,434</u>
Accumulated Depreciation				
Building	(500,254)	(11,680)	-	(511,934)
Building and Improvements	(158,559)	(25,935)	-	(184,494)
Machinery and Equipment	(197,130)	(15,895)	-	(213,025)
Library Materials	(133,246)	(53,529)	59,795	(126,980)
Subtotal	<u>(989,189)</u>	<u>(107,039)</u>	<u>59,795</u>	<u>(1,036,433)</u>
Total Capital Assets Being Depreciated, Net	<u>658,095</u>	<u>134,906</u>	<u>-</u>	<u>793,001</u>
Net Capital Assets	<u>\$ 1,282,775</u>	<u>\$ 134,906</u>	<u>\$ -</u>	<u>\$ 1,417,681</u>

**NOTE 13 - NEW GOVERNMENT ACCOUNTING STANDARDS**

In February 2016, the GASB issued Statement 72, *Fair Value Measurement and Application*. The objective of this Statement is to address accounting and financial reporting issues related to fair value measurements and provide guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. This Statement is effective for the Village's fiscal year ended April 30, 2017. This statement will require a change to the deposits and investments footnote.

In June 2015, the GASB issued Statement 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. This Statement establishes requirements for those pensions and pension plans that are not administered through a trust not covered by Statements 67 and 68. This Statement is effective for the Village's fiscal year ended April 30, 2017. This statement will have no effect on the Village.

(Continued)

**NOTE 13 - NEW GOVERNMENT ACCOUNTING STANDARDS (Continued)**

In June 2015, the GASB issued Statement 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. Statement 74 addresses the financial reports of defined benefit OPEB plans that are administered through trusts that meet specified criteria. The Statement follows the framework for financial reporting of defined benefit OPEB plans in Statement 45 by requiring a statement of fiduciary net position and a statement of changes in fiduciary net position. The Statement requires more extensive note disclosures and RSI related to the measurement of the OPEB liabilities for which assets have been accumulated, including information about the annual money-weighted rates of return on plan investments. Statement 74 also sets forth note disclosure requirements for defined contribution OPEB plans. This Statement is effective for the Village's fiscal year ended April 30, 2018. This statement will have an effect on the financial statements of the Village as the OPEB plan does not currently issue separate statements.

In June 2015, the GASB issued Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This Statement replaces the requirements of Statement 45 and requires governments to report a liability on the face of the financial statements for the OPEB that they provide. Statement 75 requires governments in all types of OPEB plans to present more extensive note disclosures and required supplementary information (RSI) about their OPEB liabilities. Among the new note disclosures is a description of the effect on the reported OPEB liability of using a discount rate and a healthcare cost trend rate that are one percentage point higher and one percentage point lower than assumed by the government. The new RSI includes a schedule showing the causes of increases and decreases in the OPEB liability and a schedule comparing a government's actual OPEB contributions to its contribution requirements. This Statement is effective for the Village's fiscal year ended April 30, 2019. This statement will have an effect on the Village and the OPEB liability will be added to the Statement of Net Position.

In June 2015, the GASB issued Statement No. 76 *"The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments."* The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The requirements of this Statement are effective for the Village's fiscal year ending April 30, 2017, and should be applied retroactively. Management has determined this statement will not have a significant impact on its financial statements.

In August 2015, the GASB issued Statement 77, *Tax Abatement Disclosures*. This Statement is intended to improve financial reporting by requiring disclosure of tax abatement information about a reporting government's own tax abatement agreements and those that are entered into by other governments and that reduce the reporting government's tax revenues. This Statement is effective for the Village's fiscal year ended April 30, 2017. Management has not determined what impact, if any, this statement will have on its financial statements.

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(Continued)

**NOTE 13 - NEW GOVERNMENT ACCOUNTING STANDARDS (Continued)**

In December 2015, the GASB issued Statement 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*. The objective of this Statement is to address a practice issue regarding the scope and applicability of Statement No. 68. This issue is associated with pensions provided through certain multiple-employer defined benefit pension plans and to state or local government employers whose employees are provided with such pensions. This Statement amends the scope and applicability of Statement 68 to exclude pensions provided to employees of state or local governmental employees through a cost –sharing multiple-employer defined benefit pension plan that is not a state or local governmental pension plan, is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and has no predominant state or local governmental employer(either individually or collectively with other state or local governmental employers that provide pension through the pension plan). This Statement establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions that have the characteristics described above. This Statement is effective for the Village's fiscal year ended April 30, 2017. Management has not determined what impact, if any, this statement will have on its financial statements.

In December 2015, the GASB issued Statement 79, *Certain External Investment Pools and Pool Participants*. This Statement addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. An external investment pool qualifies for that reporting if it meets all of the applicable criteria established in this Statement. The specific criteria address (1) how the external investment pool transacts with participants; (2) requirements for portfolio maturity, quality, diversification, and liquidity; and (3) calculation and requirements of a shadow price. Significant noncompliance prevents the external investment pool from measuring all of its investments at amortized cost for financial reporting purposes. This Statement is effective for the Village's fiscal year ended April 30, 2017. Management has not determined what impact, if any, this statement will have on its financial statements.

In December 2015, the GASB issued Statement 80, *Blending Requirements for Certain Component Units – An Amendment of GASB Statement 14*. This Statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. This Statement is effective for the Village's fiscal year ended April 30, 2018. Management has not determined what impact, if any, this statement will have on its financial statements.

In March 2016, the GASB issued Statement 81, *Irrevocable Split-Interest Agreements*. The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. This Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Furthermore, this Statement requires that a government recognize assets representing its beneficial interests in irrevocable split-interest agreements that are administered by a third party, if the government controls the present service capacity of the beneficial interests. This Statement requires that a government recognize revenue when the resources become applicable to the reporting period. This Statement is effective for the Village's fiscal year ended April 30, 2018. This statement will not have an impact on the Village's financial statements.

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(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2016

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**NOTE 13 - NEW GOVERNMENT ACCOUNTING STANDARDS** (Continued)

In March 2016, the GASB issued Statement 82, *Pension Issues – An Amendment of GASB Statements No. 67, No. 68, and No. 73*. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pensions, and No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. This Statement is effective for the Village's fiscal year ended April 30, 2018. Management has not determined what impact, if any, this statement will have on its financial statement.



VILLAGE OF HILLSIDE, ILLINOIS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 HEALTH INSURANCE PLAN FOR RETIRED EMPLOYEES  
 SCHEDULE OF FUNDING PROGRESS  
 April 30, 2016

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Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) --Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2009*	\$ -	\$ 1,036,125	\$ 1,036,125	0%	\$ 2,796,164	37.06%
4/30/2012	-	2,009,683	2,009,683	0%	5,673,616	35.42%
4/30/2013	-	4,190,187	4,190,187	0%	5,674,925	73.84%

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\* April 30, 2009 was the first year an actuarial valuation was performed.

VILLAGE OF HILLSIDE, ILLINOIS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 7,355,182	\$ 7,808,689	\$ 453,507
Taxes	6,392,000	7,136,040	744,040
Intergovernmental Revenues	1,180,000	2,023,537	843,537
Licenses and Permits	326,000	266,139	(59,861)
Charges for Services	407,700	440,420	32,720
Fines and Forfeitures	2,271,500	2,018,041	(253,459)
Investment Income	5,000	11,340	6,340
Miscellaneous	454,600	383,394	(71,206)
<b>Total Revenues</b>	<u>18,391,982</u>	<u>20,087,600</u>	<u>1,695,618</u>
<b>Expenditures</b>			
Current:			
General Administration	4,689,230	4,340,500	348,730
Public Safety	11,168,832	10,145,078	1,023,754
Highway and Streets	2,920,071	3,330,451	(410,380)
Culture and Recreation	67,400	26,138	41,262
<b>Total Expenditures</b>	<u>18,845,533</u>	<u>17,842,167</u>	<u>1,003,366</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(453,551)</u>	<u>2,245,433</u>	<u>2,698,984</u>
<b>Other Financing Sources (Uses)</b>			
Sale of Capital Assets	50,000	113	(49,887)
Transfers In	90,000	32,832	(57,168)
<b>Total Other Financing Sources (Uses)</b>	<u>140,000</u>	<u>32,945</u>	<u>(107,055)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (313,551)</u>	2,278,378	<u>\$ 2,591,929</u>
<b>Fund Balance at Beginning of Year</b>		<u>6,125,721</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 8,404,099</u>	

VILLAGE OF HILLSIDE, ILLINOIS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
April 30, 2016

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**NOTE 1 – BUDGETARY INFORMATION**

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

- A. The Finance Committee submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- B. Budget hearings are conducted.
- C. The budget is legally enacted through passage of an ordinance.
- D. The budget may be amended by the Board of Trustees.
- E. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
- F. The budget was amended during the year, but no supplemental appropriations were made. The statements represent the final approved budget.
- G. The operating budget is the appropriated budget. All annual appropriations lapse at fiscal year end.

Management is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level.

The following funds have legally adopted budgets:

General Fund	TIF Shopping Center Fund	Business Park TIF Fund
Debt Service Fund	Motor Fuel Tax Fund	Mannheim Road TIF Fund
Disposal Service Fund	E 911 Fund	Hillside 2012 Project Fund
Water Fund	Sewer Fund	Roosevelt Road TIF Fund
Police Pension	Firefighters' Pension	Hillside Public Library

VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN POLICE PENSION FUND NET PENSION LIABILITY  
Prior Two Fiscal Years

	<u>2016</u>	<u>2015</u>
<b>Total pension liability</b>		
Service cost	\$ 716,448	\$ 858,402
Interest	2,459,556	2,193,585
Changes of benefit terms	-	-
Differences between expected and actual experience	235,922	-
Changes of assumptions	(423,034)	-
Benefit payments, including refunds of member contributions	<u>(1,595,979)</u>	<u>(1,569,956)</u>
<b>Net change in total pension liability</b>	1,392,913	1,482,031
<b>Total pension liability - beginning</b>	<u>45,194,308</u>	<u>43,712,277</u>
<b>Total pension liability - ending (a)</b>	<u>\$ 46,587,221</u>	<u>\$ 45,194,308</u>
<b>Plan fiduciary net position</b>		
Contributions - employer	\$ 1,271,953	\$ 1,239,849
Contributions - employee	249,705	231,433
Net investment income	163,852	1,136,292
Benefit payments, including refunds of member contributions	(1,595,979)	(1,569,956)
Administrative expense	(46,310)	(45,607)
Other	<u>-</u>	<u>-</u>
<b>Net change in plan fiduciary net position</b>	43,221	992,011
<b>Plan fiduciary net position - beginning</b>	<u>17,029,274</u>	<u>16,037,263</u>
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 17,072,495</u>	<u>\$ 17,029,274</u>
<b>Village's net pension liability (a-b)</b>	<u>\$ 29,514,726</u>	<u>\$ 28,165,034</u>

Notes to Schedule:

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.

VILLAGE OF HILLSIDE, ILLINOIS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF POLICE PENSION FUND NET PENSION LIABILITY  
 Prior Two Fiscal Years

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	<u>2016</u>	<u>2015</u>
Total pension liability	\$ 46,587,221	\$ 45,194,308
Plan fiduciary net position	<u>(17,072,495)</u>	<u>(17,029,274)</u>
City's net pension liability (asset)	<u>\$ 29,514,726</u>	<u>\$ 28,165,034</u>
Plan fiduciary net position as a percentage of the total pension liability	37%	38%
Covered-employee payroll	\$ 2,492,913	\$ 2,334,751
Plan's net pension liability (asset) as a percentage of covered-employee payroll	1184%	1206%

Notes to Schedule:

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.

VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF POLICE PENSION FUND CONTRIBUTIONS  
Prior Ten Fiscal Years

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Actuarially determined contribution	\$ 1,530,460	\$ 1,432,559	\$ 1,300,598	\$ 1,199,983	\$ 1,272,127	\$ 1,304,156	\$ 1,629,815	\$ 970,803	\$ 891,193	\$ 891,193
Contributions in relation to the actuarially determined contribution	1,271,953	1,239,849	1,146,147	1,202,694	1,514,719	1,034,533	1,283,080	842,678	692,587	692,587
Contribution deficiency (excess)	<u>\$ 258,507</u>	<u>\$ 192,710</u>	<u>\$ 154,451</u>	<u>\$ (2,711)</u>	<u>\$ (242,592)</u>	<u>\$ 269,623</u>	<u>\$ 346,735</u>	<u>\$ 128,125</u>	<u>\$ 198,606</u>	<u>\$ 198,606</u>
Covered-employee payroll	\$ 2,492,913	\$ 2,334,751	\$ 2,231,808	\$ 2,219,216	\$ 2,014,085	\$ 2,000,913	\$ 2,052,843	\$ 1,980,993	\$ 1,911,658	\$ 1,872,503
Contributions as a percentage of covered-employee payroll	51.02%	53.10%	51.36%	54.19%	75.21%	51.70%	62.50%	42.54%	36.23%	36.99%

Notes to Schedule:

Methods and assumption used to determine contribution rates:

Actuarial valuation date	May 1, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar (Closed)
Remaining amortization period	24 Years
Asset valuation method	5-Year Smoothed Market Value
Inflation	2.50%
Salary increases	3.50%
Investment rate of return	7.00%
Mortality	L&A 2016 Illinois Police

Notes to Police Pension Required Supplementary Information

Assumption Changes: The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.62% to 3.32% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index. The demographic assumptions formerly used RP 2000 Mortality Table for mortality, uniform distribution from ages 52-62 (100% by age 62) for retirement rates, and a department of insurance study for disability. The discount rate in the prior measurement period was 5.11%, this represents an increase of 0.43%.

VILLAGE OF HILLSIDE, ILLINOIS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FIREFIGHTERS' PENSION FUND INVESTMENT RATE OF RETURNS  
 Prior Two Fiscal Years

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	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return net of investment expense	Not Available	7.25%

Notes to Schedule:

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.

VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN FIREFIGHTERS' PENSION FUND NET PENSION LIABILITY  
Prior Two Fiscal Years

	<u>2016</u>	<u>2015</u>
<b>Total pension liability</b>		
Service cost	\$ 485,347	\$ 525,122
Interest	1,552,553	1,478,415
Changes of benefit terms	-	-
Differences between expected and actual experience	40,276	-
Changes of assumptions	1,285,596	-
Benefit payments, including refunds of member contributions	<u>(1,003,953)</u>	<u>(884,902)</u>
<b>Net change in total pension liability</b>	2,359,819	1,118,635
<b>Total pension liability - beginning</b>	<u>22,681,299</u>	<u>21,562,664</u>
<b>Total pension liability - ending (a)</b>	<u>\$ 25,041,118</u>	<u>\$ 22,681,299</u>
<b>Plan fiduciary net position</b>		
Contributions - employer	\$ 830,329	\$ 894,758
Contributions - employee	203,576	192,842
Net investment income	(129,838)	230,635
Benefit payments, including refunds of member contributions	(1,003,953)	(884,902)
Administrative expense	(40,466)	(48,173)
Other	<u>-</u>	<u>-</u>
<b>Net change in plan fiduciary net position</b>	(140,352)	385,160
<b>Plan fiduciary net position - beginning</b>	<u>10,126,866</u>	<u>9,741,706</u>
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 9,986,514</u>	<u>\$ 10,126,866</u>
<b>Village's net pension liability (a-b)</b>	<u>\$ 15,054,604</u>	<u>\$ 12,554,433</u>

Notes to Schedule:

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.



VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FIREFIGHTERS' PENSION FUND NET PENSION LIABILITY  
Prior Two Fiscal Years

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	<u>2016</u>	<u>2015</u>
Total pension liability	\$ 25,041,118	\$ 22,681,299
Plan fiduciary net position	<u>(9,986,514)</u>	<u>(10,126,866)</u>
City's net pension liability (asset)	<u>\$ 15,054,604</u>	<u>\$ 12,554,433</u>
 Plan fiduciary net position as a percentage of the total pension liability	 40%	 45%
 Covered-employee payroll	 \$ 2,116,901	 \$ 1,946,806
 Plan's net pension liability (asset) as a percentage of covered-employee payroll	 711%	 645%

Notes to Schedule:

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.

VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FIREFIGHTERS' PENSION FUND CONTRIBUTIONS  
Prior Ten Fiscal Years

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Actuarially determined contribution	\$ 946,522	\$ 834,449	\$ 713,656	\$ 780,218	\$ 859,827	\$ 728,817	\$ 728,817	\$ 350,621	\$ 350,621	\$ 350,621
Contributions in relation to the actuarially determined contribution	830,329	894,758	760,321	664,915	1,006,335	574,828	728,817	312,647	312,647	312,647
Contribution deficiency (excess)	<u>\$ 116,193</u>	<u>\$ (60,309)</u>	<u>\$ (46,665)</u>	<u>\$ 115,303</u>	<u>\$ (146,508)</u>	<u>\$ 153,989</u>	<u>\$ -</u>	<u>\$ 37,974</u>	<u>\$ 37,974</u>	<u>\$ 37,974</u>
Covered-employee payroll	\$ 2,116,901	\$ 1,946,806	\$ 1,911,959	\$ 1,774,223	\$ 1,827,200	\$ 1,872,576	N/A	N/A	N/A	\$ 1,662,378
Contributions as a percentage of covered-employee payroll	39.22%	45.96%	39.77%	37.48%	55.08%	30.70%	N/A	N/A	N/A	18.81%

## Notes to Schedule:

## Methods and assumption used to determine contribution rates:

Actuarial valuation date	May 1, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level Percent of Pay (Closed)
Remaining amortization period	28 Years
Asset valuation method	Market
Inflation	2.50%
Salary increases	3.50%
Investment rate of return	7.00%
Mortality	L&A 2016 Illinois Firefighters

## Notes to Fire Pension Required Supplementary Information

Assumption Changes: The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.62% to 3.32% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index. The demographic assumptions formerly used RP 2000 Mortality Table for mortality, uniform distribution from ages 50-62 (100% by age 62) for retirement rates, and a department of insurance study for disability.

VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FIREFIGHTERS' PENSION FUND INVESTMENT RATE OF RETURNS  
Prior Two Fiscal Years

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	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return net of investment expense	Not Available	2.32%

Notes to Schedule:

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.

VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN ILLINOIS MUNICIPAL RETIREMENT FUND NET PENSION LIABILITY  
AND RELATED RATIOS  
Prior Fiscal Year

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	<u>2016</u>
<b>Total pension liability</b>	
Service cost	\$ 277,946
Interest	1,000,865
Changes of benefit terms	-
Differences between expected and actual experience	(9,936)
Changes of assumptions	17,489
Benefit payments, including refunds of member contributions	<u>(477,131)</u>
<b>Net change in total pension liability</b>	809,233
<b>Total pension liability - beginning</b>	<u>13,462,282</u>
<b>Total pension liability - ending (a)</b>	<u><u>\$ 14,271,515</u></u>
<b>Plan fiduciary net position</b>	
Contributions - employer	\$ 398,460
Contributions - employee	112,090
Net investment income	61,490
Benefit payments, including refunds of member contributions	(477,131)
Administrative expense	(157,277)
Other	<u>-</u>
<b>Net change in plan fiduciary net position</b>	(62,368)
<b>Plan fiduciary net position - beginning</b>	<u>12,281,280</u>
<b>Plan fiduciary net position - ending (b)</b>	<u><u>\$ 12,218,912</u></u>
<b>Village's net pension liability (a-b)</b>	<u><u>\$ 2,052,603</u></u>
 Plan fiduciary net position as a percentage of the total pension liability	 85.62%
 Covered-employee payroll	 \$ 2,490,882
 Plan's net pension liability (asset) as a percentage of covered-employee payroll	 82.40%

Notes to Schedule:

This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.

The amounts presented for each fiscal year were determined as of the calendar yearend that occurred within the fiscal year.

VILLAGE OF HILLSIDE, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF ILLINOIS MUNICIPAL RETIREMENT FUND CONTRIBUTIONS  
Prior Ten Fiscal Years

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Actuarially determined contribution	\$ 367,747	\$ 310,427	\$ 306,045	\$ 311,797	\$ 289,158	\$ 266,797	\$ 280,709	\$ 254,379	\$ 239,207	\$ 214,369
Contributions in relation to the										
actuarially determined contribution	367,747	310,427	306,045	311,797	289,158	266,797	280,709	254,379	239,207	214,369
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 2,593,420	\$ 2,391,547	\$ 2,294,344	\$ 2,238,086	\$ 2,189,153	\$ 2,124,153	\$ 2,496,347	\$ 2,507,411	\$ 2,365,908	\$ 2,430,123
Contributions as a percentage of										
covered-employee payroll	14.18%	12.98%	13.34%	13.93%	13.21%	12.56%	11.24%	10.15%	10.11%	8.82%

**Notes to Schedule:**

Valuation Date Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

**Methods and assumptions used to determine 2015 contribution rates:**

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	Taxing bodies: 28-year closed period until remaining period reaches 15 years (then 15-year rolling period)
Asset valuation method	5-year smoothed market, 20% corridor
Wage growth	4.00%
Price inflation	3.00% - approximate; No explicit price inflation assumption is used in this valuation
Salary increases	4.40% to 16.00% including inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008-2010.
Mortality	RP-2000 combined health mortality table, adjusted for mortality improvements to 2020 using projection scale AA. For men 120% of the table rates were used. For women 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

**Other information:**

Changes There were no benefit changes during the year

The calculation of the 2015 contribution rate is based on valuation assumptions used in the December 31, 2013 actuarial valuation.

VILLAGE OF HILLSIDE, ILLINOIS  
GENERAL FUND  
BALANCE SHEET  
April 30, 2016

<b>ASSETS</b>	<b>Corporate Account</b>	<b>Liability Insurance Account</b>	<b>Workmen's Compensation Account</b>	<b>Unemployment Compensation Account</b>	<b>Equipment Replacement Account</b>	<b>Total Current Year</b>
Cash & Investments	\$ 6,116,733	\$ 179,865	\$ 225,798	\$ 34,446	\$ 1,597,179	\$ 8,154,021
Receivables						
Property Taxes	3,665,569	121,747	138,792	-	-	3,926,108
Intergovernmental	1,594,467	-	-	-	-	1,594,467
Due from Fiduciary Funds	2,244	-	-	-	-	2,244
Prepays	13,721	-	-	-	-	13,721
Inventory	2,613	-	-	-	-	2,613
<b>Total Assets</b>	<b>\$ 11,395,347</b>	<b>\$ 301,612</b>	<b>\$ 364,590</b>	<b>\$ 34,446</b>	<b>\$ 1,597,179</b>	<b>\$ 13,693,174</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>Liabilities</b>						
Accounts Payable	\$ 901,976	\$ -	\$ -	\$ -	\$ -	\$ 901,976
Unearned Revenue	96,728	-	-	-	-	96,728
Due to Fiduciary Funds	7,970	-	-	-	-	7,970
Deposits Payable	6,500	-	-	-	-	6,500
<b>Total Liabilities</b>	<b>1,013,174</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,013,174</b>
<b>Deferred Inflows of Resources</b>						
Property Taxes	3,657,509	121,747	138,792	-	-	3,918,048
Unavailable Other Revenue	357,853	-	-	-	-	357,853
<b>Total Deferred Inflows of Resources</b>	<b>4,015,362</b>	<b>121,747</b>	<b>138,792</b>	<b>-</b>	<b>-</b>	<b>4,275,901</b>
<b>Fund Balances</b>						
Nonspendable						
Prepays	13,721	-	-	-	-	13,721
Inventory	2,613	-	-	-	-	2,613
Restricted						
Insurance	-	179,865	225,798	34,446	-	440,109
Unassigned	6,350,477	-	-	-	1,597,179	7,947,656
<b>Total Fund Balances</b>	<b>6,366,811</b>	<b>179,865</b>	<b>225,798</b>	<b>34,446</b>	<b>1,597,179</b>	<b>8,404,099</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 11,395,347</b>	<b>\$ 301,612</b>	<b>\$ 364,590</b>	<b>\$ 34,446</b>	<b>\$ 1,597,179</b>	<b>\$ 13,693,174</b>

VILLAGE OF HILLSIDE, ILLINOIS  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Year Ended April 30, 2016

	Corporate Account	Liability Insurance Account	Workmen's Compensation Account	Unemployment Compensation Account	Equipment Replacement Account	Total Current Year
<b>Revenues</b>						
Property Taxes	\$ 7,280,443	\$ 246,844	\$ 281,402	\$ -	\$ -	\$ 7,808,689
Taxes	7,136,040	-	-	-	-	7,136,040
Intergovernmental Revenues	2,023,537	-	-	-	-	2,023,537
Licenses and Permits	266,139	-	-	-	-	266,139
Charges for Services	30,255	-	-	-	410,165	440,420
Fines and Forfeitures	1,978,136	-	-	-	39,905	2,018,041
Investment Income	11,340	-	-	-	-	11,340
Miscellaneous	383,394	-	-	-	-	383,394
<b>Total Revenues</b>	<u>19,109,284</u>	<u>246,844</u>	<u>281,402</u>	<u>-</u>	<u>450,070</u>	<u>20,087,600</u>
<b>Expenditures</b>						
Current:						
General Administration	3,863,012	203,397	234,933	-	39,158	4,340,500
Public Safety	10,063,048	-	-	-	82,030	10,145,078
Highway and Streets	3,303,949	-	-	-	26,502	3,330,451
Culture and Recreation	26,138	-	-	-	-	26,138
<b>Total Expenditures</b>	<u>17,256,147</u>	<u>203,397</u>	<u>234,933</u>	<u>-</u>	<u>147,690</u>	<u>17,842,167</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>1,853,137</u>	<u>43,447</u>	<u>46,469</u>	<u>-</u>	<u>302,380</u>	<u>2,245,433</u>
<b>Other Financing Sources (Uses)</b>						
Sale of Capital Assets	113	-	-	-	-	113
Transfers In	32,832	-	-	-	-	32,832
<b>Total Other Financing Sources (Uses)</b>	<u>32,945</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,945</u>
<b>Net Change in Fund Balances</b>	<u>1,886,082</u>	<u>43,447</u>	<u>46,469</u>	<u>-</u>	<u>302,380</u>	<u>2,278,378</u>
<b>Fund Balances at Beginning of Year</b>	<u>4,480,729</u>	<u>136,418</u>	<u>179,329</u>	<u>34,446</u>	<u>1,294,799</u>	<u>6,125,721</u>
<b>Fund Balances at End of Year</b>	<u>\$ 6,366,811</u>	<u>\$ 179,865</u>	<u>\$ 225,798</u>	<u>\$ 34,446</u>	<u>\$ 1,597,179</u>	<u>\$ 8,404,099</u>

VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - CORPORATE ACCOUNT  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 6,845,182	\$ 7,280,443	\$ 435,261
Taxes	6,392,000	7,136,040	744,040
Intergovernmental Revenues	1,180,000	2,023,537	843,537
Licenses and Permits	326,000	266,139	(59,861)
Charges for Services	57,700	30,255	(27,445)
Fines and Forfeitures	2,196,500	1,978,136	(218,364)
Investment Income	5,000	11,340	6,340
Miscellaneous	404,600	383,394	(21,206)
<b>Total Revenues</b>	<u>17,406,982</u>	<u>19,109,284</u>	<u>1,702,302</u>
<b>Expenditures</b>			
Current			
General Administration	4,074,230	3,863,012	211,218
Public Safety	10,735,832	10,063,048	672,784
Highway and Streets	2,668,321	3,303,949	(635,628)
Culture and Recreation	67,400	26,138	41,262
<b>Total Expenditures</b>	<u>17,545,783</u>	<u>17,256,147</u>	<u>289,636</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(138,801)</u>	<u>1,853,137</u>	<u>1,991,938</u>
<b>Other Financing Sources (Uses)</b>			
Sale of Capital Assets	50,000	113	(49,887)
Transfers In	90,000	32,832	(57,168)
<b>Total Other Financing Sources (Uses)</b>	<u>140,000</u>	<u>32,945</u>	<u>(107,055)</u>
<b>Net Change in Fund Balance</b>	<u>\$ 1,199</u>	<u>1,886,082</u>	<u>\$ 1,884,883</u>
<b>Fund Balance at Beginning of Year</b>		<u>4,480,729</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 6,366,811</u>	



VILLAGE OF HILLSIDE, ILLINOIS  
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND - CORPORATE ACCOUNT  
Year Ended April 30, 2016

EXHIBIT 4

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 6,845,182	\$ 7,280,443	\$ 435,261
Taxes			
Sales Tax	3,100,000	3,251,449	151,449
Municipal Utility Tax	1,000,000	816,141	(183,859)
Local Use Tax	159,000	188,297	29,297
Hotel/Motel Tax	400,000	448,230	48,230
Storage Facility Tax	62,000	68,706	6,706
Franchise Fees	80,000	89,063	9,063
Amusement Tax	1,000	803	(197)
Video Gaming Tax	40,000	39,515	(485)
Real Estate Transfer Tax	250,000	614,133	364,133
Sales Tax - Hillside Town Center	1,300,000	1,619,703	319,703
Total Taxes	6,392,000	7,136,040	744,040
Intergovernmental Revenues			
Income Tax	800,000	834,355	34,355
Replacement Tax	180,000	166,433	(13,567)
Fire Dept Grant	200,000	647,300	447,300
Total Intergovernmental Revenues	1,180,000	2,023,537	843,537
Licenses and Permits			
Business Licenses	140,000	121,158	(18,842)
Liquor Licenses	20,000	19,909	(91)
Contractors Licenses	18,000	16,680	(1,320)
Other Licenses	1,000	1,460	460
Alarm Permits	30,000	25,088	(4,912)
Building Permits	75,000	56,455	(18,545)
Sewer Permits	1,000	495	(505)
Sign Permits	5,000	(3,366)	(8,366)
Apartment License / Inspection	35,000	27,450	(7,550)
Fence Permits	1,000	810	(190)
Total Licenses and Permits	326,000	266,139	(59,861)
Charges for Services			
Home Inspections	9,000	8,788	(212)
Sewer Connections	500	-	(500)
Postage	200	49	(151)
Plumbing Inspections	15,000	6,155	(8,845)
Electrical Inspections	15,000	11,120	(3,880)
Heating & A/C Inspections	500	-	(500)
Elevator Inspections	5,000	-	(5,000)
Miscellaneous Fees	1,500	(3,273)	(4,773)
Sidewalk Replacement	5,000	3,271	(1,729)
Senior Taxi Cab	3,000	2,480	(520)
Rental Inspection Fees	2,500	350	(2,150)
CPR Classes	500	1,315	815
Total Charges for Services	57,700	30,255	(27,445)

(Continued)

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - CORPORATE ACCOUNT  
 Year Ended April 30, 2016

	Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Fines and Forfeitures			
Zoning Hearing Fees	\$ 4,000	\$ 200	\$ (3,800)
Village Fines	180,000	152,669	(27,331)
Circuit Court Fines	75,000	18,490	(56,510)
Adjudication Court Fines	40,000	21,450	(18,550)
Police Towing Violation Fee	75,000	32,378	(42,622)
Police Department Processing Fee	15,000	8,368	(6,632)
Police Finger Printing Fee	500	50	(450)
Red Light Camera Violations	1,800,000	1,742,294	(57,706)
DUI Fines	<u>7,000</u>	<u>2,237</u>	<u>(4,763)</u>
Total Fines and Forfeitures	<u>2,196,500</u>	<u>1,978,136</u>	<u>(218,364)</u>
Investment Income	<u>5,000</u>	<u>11,340</u>	<u>6,340</u>
Miscellaneous			
Police & Fire Reports	3,500	3,096	(404)
Other Insurance Claims	15,000	-	(15,000)
Antenna Rental	40,000	62,908	22,908
Zoning Certificates	2,000	925	(1,075)
Employee Health Contributions	120,000	117,962	(2,038)
Reimbursements-Other Agencies	75,000	8,157	(66,843)
Other Revenues	59,100	137,161	78,061
Proviso High Reimbursement	85,000	50,291	(34,709)
MLK Breakfast	<u>5,000</u>	<u>2,894</u>	<u>(2,106)</u>
Total Miscellaneous	<u>404,600</u>	<u>383,394</u>	<u>(21,206)</u>
<b>Total Revenues</b>	<u>\$ 17,406,982</u>	<u>\$ 19,109,284</u>	<u>\$ 1,702,302</u>

VILLAGE OF HILLSIDE, ILLINOIS  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND - CORPORATE ACCOUNT  
Year Ended April 30, 2016

EXHIBIT 5

	<u>Final Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<b>Expenditures</b>			
Current:			
General Administration			
Mayor & Village Board			
Salaries Full-Time	\$ 76,000	\$ 75,845	\$ 155
Salaries Part-Time	30,000	29,623	377
Sick Pay	3,500	3,414	86
Medicare	2,300	2,201	99
Social Security	9,400	9,341	59
IMRF	12,300	12,252	48
Health Insurance Costs	19,500	19,265	235
Dental Insurance Costs	1,650	1,482	168
Vision Insurance Costs	500	184	316
Life Insurance Costs	250	190	60
Employee Assistance Program	50	21	29
Travel & Conference Expense	5,000	4,118	882
Office Supplies	1,000	287	713
Office Furniture and Equipment	100	100	-
Membership Fees	6,300	2,701	3,599
Publications	1,700	1,652	48
Awards & Recognitions	12,500	12,169	331
Postage	1,000	746	254
Telephone	900	897	3
Cellular Telephones	7,000	4,514	2,486
Printing	1,000	516	484
	<u>191,950</u>	<u>181,518</u>	<u>10,432</u>
Total Mayor & Village Board			
Administration			
Salaries Full-Time	467,000	446,851	20,149
Salaries Part-Time	78,500	78,059	441
Overtime	5,000	4,680	320
Holiday and Vacation	22,000	17,791	4,209
Medicare	9,000	8,368	632
Social Security	42,000	35,519	6,481
IMRF	95,000	91,050	3,950
Health Insurance Costs	85,000	75,937	9,063
Dental Insurance Costs	7,500	4,962	2,538
Vision Insurance Costs	1,500	821	679
Life Insurance Costs	3,000	2,411	589
Employee Assistance Program	150	105	45
Village Attorney	202,000	201,932	68
Village Prosecutor	12,000	9,720	2,280
Contractual Legal Services	65,000	63,322	1,678
Payroll Service	12,000	11,601	399
Exterminating Services	5,500	4,970	530
Maintenance Contracts	60,000	45,183	14,817
Maintenance of Computer Equipment	30,000	29,159	841
Maintenance of Automotive Equipment	2,500	507	1,993
Municipal Code Revisions	2,000	-	2,000
Reception & Entertainment	500	184	316

(Continued)

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VILLAGE OF HILLSIDE, ILLINOIS  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND - CORPORATE ACCOUNT  
Year Ended April 30, 2016

EXHIBIT 5

	Final Budget	Actual	Variance Positive (Negative)
Travel & Conference Expense	\$ 2,000	\$ 646	\$ 1,354
Office Supplies	4,500	3,605	895
Stationery & Forms	2,750	2,675	75
Office Furniture/Equipment	3,000	417	2,583
Minor Equipment & Hardware	500	338	162
Food & Beverage Supplies	2,000	1,973	27
Gasoline & Diesel Fuel	3,000	990	2,010
Licensing Supplies	1,500	1,282	218
Membership Fees	14,500	14,461	39
Publications	4,000	1,934	2,066
Postage	5,500	5,197	303
Telephone	8,500	7,968	532
Cellular Telephones	4,000	3,826	174
Printing	1,750	5	1,745
Advertising	500	86	414
Total Administration	<u>1,265,150</u>	<u>1,178,535</u>	<u>86,615</u>
Village Hall & Grounds			
Maintenance Contracts	24,000	23,189	811
Maintenance of Building	65,000	51,979	13,021
Maintenance of Cells	1,500	-	1,500
Cleaning Contract	47,000	44,372	2,628
Minor Equipment & Hardware	1,000	987	13
Janitorial Supplies	3,700	3,603	97
Roof Repair	10,000	-	10,000
Painting	7,300	-	7,300
Landscape Courtyard	54,000	53,768	232
Board Room-Lightning	70,000	638	69,362
Total Village Hall & Grounds	<u>283,500</u>	<u>178,536</u>	<u>104,964</u>
Zoning Board of Appeals			
Salaries Part-Time	630	150	480
Medicare	100	-	100
Social Security	100	-	100
Advertising	1,750	855	895
Total Zoning Board of Appeals	<u>2,580</u>	<u>1,005</u>	<u>1,575</u>
Inspection Services			
Salaries Full-Time	131,500	131,416	84
Salaries Part-Time	53,000	52,595	405
Sick Bonus	6,100	6,018	82
Medicare	2,800	2,738	62
Social Security	11,700	11,623	77
IMRF	23,000	22,924	76
Health Insurance Costs	10,000	9,507	493
Dental Insurance Costs	600	517	83
Vision Insurance Costs	100	95	5
Life Insurance Costs	600	255	345
Employee Assistance Program	100	63	37

(Continued)

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - CORPORATE ACCOUNT  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
Maintenance of Automotive Equipment	\$ 200	\$ 155	\$ 45
Adjudication Hearing Officer	500	4	496
Elevator Inspection Services	3,700	3,665	35
Animal Control - Skunk Trap	950	925	25
Travel & Conference Expense	500	332	168
Training School Expense	500	-	500
Office Supplies	200	13	187
Stationery & Forms	1,750	61	1,689
Office Furniture/Equipment	1,500	-	1,500
Clothing	500	-	500
Membership Fees	250	135	115
Publications	1,000	-	1,000
Postage	1,500	1,000	500
Cellular Telephones	2,000	1,491	509
Board-Up Costs	1,500	-	1,500
Gasoline & Diesel Fuel	1,500	619	881
Adjudication Court Software	300	128	172
	<u>257,850</u>	<u>246,279</u>	<u>11,571</u>
Total Inspection Services			
General Expenses			
Awards & Recognitions	8,100	8,060	40
Youth Athletic Parade	3,100	3,063	37
Tuition Reimbursement	58,000	57,638	362
Banking Charges	14,000	13,896	104
Band Concerts	26,000	25,990	10
Hotel Tax Expense	77,000	76,972	28
Sales Tax Rebate	40,000	37,357	2,643
Auditing Fees	78,000	79,450	(1,450)
Veteran's Day Parade	35,000	31,053	3,947
Maintenance and Repairs	35,000	14,769	20,231
CarMax Sales Tax	300,000	260,171	39,829
Disability Personnel Insurance	75,000	33,529	41,471
Retired Personnel Health Insurance	266,000	265,571	429
Retired Personnel Dental Insurance	10,000	9,303	697
Retired Personnel Vision Insurance	2,000	1,318	682
Sales Tax Pledge Hillside Town Center	775,600	905,637	(130,037)
Travel & Conference Expenses	600	591	9
MLK Breakfast	5,400	5,048	352
Advertising Annual Report	2,000	1,209	791
Project UFO	1,600	1,562	38
Cemetery Tour	2,500	1,063	1,437
Historical Society Grant	15,500	15,238	262
Touch-A-Truck Event	2,800	2,724	76
Land Purchase	-	100,000	(100,000)
	<u>1,833,200</u>	<u>1,951,212</u>	<u>(118,012)</u>
Total General Expenses			

VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - CORPORATE ACCOUNT  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
Economic Development			
Economic Development	\$ 240,000	\$ 125,927	\$ 114,073
Total Economic Development Expenses	240,000	125,927	114,073
Total General Administration	4,074,230	3,863,012	211,218
Public Safety			
Police Department			
Salaries Full-Time	2,904,000	2,914,288	(10,288)
Salaries Part-Time	50,000	48,749	1,251
Salaries Crossing Guards	15,000	14,792	208
Overtime	223,000	222,048	952
Holiday & Sickpay	119,000	118,530	470
Medicare	45,000	44,850	150
Social Security	34,000	33,913	87
IMRF	72,400	68,109	4,291
Health Insurance Costs	796,000	795,097	903
Dental Insurance Costs	45,000	44,521	479
Vision Insurance Costs	8,000	7,872	128
Life Insurance Costs	15,000	14,168	832
Employee Assistance Program	800	588	212
Maintenance Contracts	47,000	46,548	452
Maintenance of Computer Equipment	2,000	1,067	933
Maintenance of Automotive Equipment	40,000	39,937	63
Maintenance of Communication Equipment	1,000	294	706
Maintenance of Laptop Computers	1,500	589	911
Animal Shelter Services	2,500	837	1,663
Towing Services	1,300	1,200	100
Travel & Conference Expense	2,500	1,521	979
Training School Expense	13,000	12,754	246
Office Supplies	3,700	3,602	98
Stationery & Forms	4,500	2,863	1,637
Minor Equipment & Hardware	200	197	3
Food & Beverage Supplies	2,200	2,192	8
Gasoline & Diesel Fuel	66,000	65,669	331
Licensing Supplies	800	714	86
Clothing	18,000	17,255	745
Chemicals & Ammunition	6,000	5,898	102
Medical & Lab Supplies	2,000	1,122	878
Photographic Supplies	500	32	468
Copy Machine Supplies	2,000	1,290	710
Computer Equipment	18,000	17,521	479
Purchase of Evidence Bar-coding	500	327	173
Safety Equipment	100	72	28
Membership Fees	2,400	2,335	65
Publications	500	101	399
Postage	4,700	4,645	55
Telephone	7,250	7,091	159
Cellular Telephones	12,000	11,557	443
Meals & Prov. for Prison	2,700	2,691	9

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND - CORPORATE ACCOUNT  
Year Ended April 30, 2016

EXHIBIT 5

	Final <u>Budget</u>	Actual	Variance Positive (Negative)
NIPAS Contribution	\$ 200	\$ 146	\$ 54
Community Policing	10,500	10,485	15
DUI Expenses	500	144	356
Tobacco Grant	500	261	239
Red Light Camera Expenses	10,000	9,708	292
Actuarial Requirement	<u>1,187,434</u>	<u>1,271,952</u>	<u>(84,518)</u>
Total Police Department	<u>5,801,184</u>	<u>5,872,142</u>	<u>(70,958)</u>
Fire Department			
Salaries Full-Time	2,267,100	2,028,043	239,057
Salaries Full-Part Time Fire Prevention	30,000	20,144	9,856
Overtime	200,000	141,524	58,476
Holiday & Sickpay	120,000	85,257	34,743
Medicare	44,300	34,528	9,772
Social Security	5,200	5,198	2
IMRF	13,100	13,088	12
Health Insurance Costs	745,000	611,334	133,666
Dental Insurance Costs	49,000	35,065	13,935
Vision Insurance Costs	7,500	6,107	1,393
Life Insurance Costs	15,000	9,423	5,577
Employee Assistance Program	750	483	267
Maintenance Contracts	38,000	37,760	240
Maintenance of Computer Equipment	14,000	13,119	881
Maintenance of Office Equipment	7,500	1,243	6,257
Maintenance of Automotive Equipment	75,000	55,493	19,507
Maintenance of Communication Equipment	40,000	3,478	36,522
Maintenance of Other Equipment	12,000	5,453	6,547
Maintenance of Building	95,000	55,964	39,036
Travel & Conference Expense	5,800	5,729	71
Training School Expense	25,000	10,516	14,484
Office Supplies	1,750	789	961
Stationery & Forms	1,200	278	922
Minor Equipment & Hardware	750	715	35
Gasoline & Diesel Fuel	35,000	24,430	10,570
Clothing	25,000	22,341	2,659
Janitorial Supplies	4,000	2,004	1,996
Photographic Supplies	750	-	750
Training Supplies	17,000	16,807	193
Rental/Equipment-Oxygen	3,000	955	2,045
Medical & Lab Supplies	25,000	5,982	19,018
Safety Equipment	72,000	51,014	20,986
Membership Fees	8,000	6,734	1,266
Publications	3,500	1,773	1,727
Awards & Recognitions	1,500	1,118	382
Postage	700	50	650
Telephone	16,500	14,311	2,189
Cellular Telephones	5,500	4,635	865
Medical & Hospital Services	9,000	860	8,140
Actuarial Requirement	<u>832,748</u>	<u>830,329</u>	<u>2,419</u>
Total Fire Department	<u>4,872,148</u>	<u>4,164,074</u>	<u>708,074</u>

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND - CORPORATE ACCOUNT  
Year Ended April 30, 2016

EXHIBIT 5

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Emergency Management			
Maintenance of Automotive Equipment	\$ 1,850	\$ -	\$ 1,850
Maintenance of Communication Equipment	250	240	10
Office Supplies	300	80	220
Minor Equipment & Hardware	1,500	1,417	83
Food & Beverage Supplies	700	655	45
Gasoline & Diesel Fuel	2,800	1,139	1,661
Clothing	800	775	25
Janitorial Supplies	50	48	2
Photographic Supplies	50	50	-
Safety Equipment	1,200	1,132	68
Medical & Lab Supplies	100	92	8
Awards & Recognitions	200	154	46
Telephone	200	1,133	(933)
Cellular Telephones	2,000	274	1,726
	<u>12,000</u>	<u>7,189</u>	<u>4,811</u>
Total Emergency Management			
	<u>12,000</u>	<u>7,189</u>	<u>4,811</u>
Fire & Police Commission			
Salaries- Part Time	1,000	345	655
Medicare	100	-	100
Social Security	100	-	100
Testing & Interviewing Expense	18,000	12,557	5,443
Travel & Conference Expense	2,000	802	1,198
Minor Equipment & Hardware	700	659	41
Membership Fees	1,000	375	625
Postage	300	-	300
Printing	1,000	-	1,000
Legal Fees	10,000	-	10,000
Advertising	11,300	-	11,300
Physicals	5,000	4,905	95
	<u>50,500</u>	<u>19,643</u>	<u>30,857</u>
Total Fire & Police Commission			
	<u>50,500</u>	<u>19,643</u>	<u>30,857</u>
Total Public Safety	<u>10,735,832</u>	<u>10,063,048</u>	<u>672,784</u>
Highway and Streets			
Public Works			
Salaries Full-Time	314,000	313,902	98
Overtime	28,000	27,931	69
Medicare	6,500	4,627	1,873
Social Security	20,000	19,642	358
IMRF	95,000	94,713	287
Health Insurance Costs	86,000	85,384	616
Sick and Vacation Pay	11,000	10,062	938
Dental Insurance Costs	5,000	4,445	555
Vision Insurance Costs	1,000	813	187
Life Insurance Costs	1,600	1,524	76
Employee Assistance Program	75	63	12
Archtrl/Engineering Services	160,000	500,819	(340,819)
Maintenance Contracts	15,000	4,430	10,570

(Continued)



VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - CORPORATE ACCOUNT  
 Year Ended April 30, 2016

	Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Maintenance of Automotive Equipment	\$ 17,000	\$ 14,899	\$ 2,101
Maintenance of Other Equipment	1,000	87	913
Maintenance of Building	25,000	22,325	2,675
Maintenance of Storm Water Facility	66,000	65,794	206
Maintenance of Commons	30,000	21,706	8,294
Maintenance of Sidewalks	20,000	10,522	9,478
Maintenance of Landscape Areas	170,000	163,752	6,248
Tree Removal / Trimming	71,000	70,664	336
Removal of Diseased Trees	8,500	8,283	217
Maintenance of Park-N-Ride	6,000	4,405	1,595
Travel & Conference Expense	500	91	409
Training School Expense	250	64	186
Office Supplies	3,000	1,644	1,356
Stationery & Forms	1,000	61	939
Office Furniture/Equipment	1,000	-	1,000
Minor Equipment & Hardware	4,500	2,902	1,598
Food & Beverage Supplies	2,500	2,089	411
Gasoline & Diesel Fuel	45,000	18,670	26,330
Licensing Supplies	300	216	84
Clothing	8,500	7,628	872
Janitorial Supplies	2,000	1,974	26
Chemicals	1,400	1,310	90
Electricity	16,200	16,023	177
Other Machinery & Equipment	2,500	-	2,500
Safety Equipment	3,500	3,418	82
Horticultural Supplies	500	-	500
Membership Fees	800	771	29
Postage	1,000	300	700
Telephone	19,000	7,539	11,461
Cellular Telephones	3,800	3,728	72
Advertising	250	-	250
Alarm Service	700	592	108
Stage Risers for Commons	19,000	18,731	269
Tree Planting	83,400	41,490	41,910
Total Public Works	<u>1,378,275</u>	<u>1,580,033</u>	<u>(201,758)</u>
Streets & Bridges			
Salaries Full-Time	210,000	209,162	838
Salaries Part-Time	20,000	9,864	10,136
Overtime	48,000	47,055	945
Sick Pay	5,000	-	5,000
Medicare	6,000	3,480	2,520
Social Security	15,000	14,770	230
IMRF	27,000	26,211	789
Health Insurance Costs	56,000	55,640	360
Dental Insurance Costs	3,400	3,299	101
Vision Insurance Costs	1,000	519	481
Life Insurance Costs	1,000	755	245
Employee Assistance Program	150	63	87
Maintenance of Automotive Equipment	43,000	42,356	644
Maintenance of Other Equipment	1,000	575	425
Maintenance of Traffic Signals	15,500	15,118	382

(Continued)

VILLAGE OF HILLSIDE, ILLINOIS  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND - CORPORATE ACCOUNT  
Year Ended April 30, 2016

EXHIBIT 5

	Final <u>Budget</u>	Actual	Variance Positive (Negative)
Maintenance of Streets	\$ 104,000	\$ 103,791	\$ 209
Street Sweeping	33,000	32,710	290
Maintenance of Street Lights	8,000	7,653	347
Street Patching	114,000	113,999	1
Snow Removal	25,000	12,119	12,881
Minor Equipment & Hardware	1,000	351	649
Electricity	120,000	119,795	205
Street Signs	13,000	12,005	995
Road Resurfacing 2015	208,100	389,289	(181,189)
Butterfield Rd Reconstruction	-	23,101	(23,101)
Road Resurfacing 2016	-	1,313	(1,313)
ITEP 20% Match Mannheim Road	211,796	103,393	108,403
Maintenance & Repairs of Butterfield Rd	<u>100</u>	<u>81</u>	<u>19</u>
Total Streets & Bridges	<u>1,290,046</u>	<u>1,723,916</u>	<u>(433,870)</u>
Total Highway and Streets	<u>2,668,321</u>	<u>3,303,949</u>	<u>(635,628)</u>
Culture and Recreation			
Youth Commission			
Movies in the Park	1,400	600	800
Bowling	300	170	130
Youth Athletic Parade	300	-	300
Easter Expenses	1,800	1,716	84
Halloween Expenses	2,000	1,363	637
Christmas Walk	<u>1,800</u>	<u>1,720</u>	<u>80</u>
Total Youth Commission	<u>7,600</u>	<u>5,569</u>	<u>2,031</u>
Community Center			
Maintenance Contracts	3,250	2,290	960
Maintenance of Building	9,800	5,116	4,684
Cleaning Contract	5,000	4,740	260
Minor Equipment & Hardware	300	217	83
Roof Repairs	15,000	-	15,000
Telephone	1,250	581	669
Paint Interior	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total Community Center	<u>49,600</u>	<u>12,944</u>	<u>36,656</u>
Senior Citizen Program			
Reception & Entertainment	2,300	1,466	834
Minor Equipment & Hardware	400	329	71
Bus Rental	<u>7,500</u>	<u>5,830</u>	<u>1,670</u>
Total Senior Citizen Program	<u>10,200</u>	<u>7,625</u>	<u>2,575</u>
Total Culture and Recreation	<u>67,400</u>	<u>26,138</u>	<u>41,262</u>
<b>Total Expenditures</b>	<u><u>\$ 17,545,783</u></u>	<u><u>\$ 17,256,147</u></u>	<u><u>\$ 289,636</u></u>

VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - LIABILITY INSURANCE ACCOUNT  
 Year Ended April 30, 2016

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	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 250,000	\$ 246,844	\$ (3,156)
<b>Total Revenues</b>	<u>250,000</u>	<u>246,844</u>	<u>(3,156)</u>
<b>Expenditures</b>			
Current:			
General Administration			
Liability Insurance	<u>250,000</u>	<u>203,397</u>	<u>46,603</u>
<b>Total Expenditures</b>	<u>250,000</u>	<u>203,397</u>	<u>46,603</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	43,447	<u>\$ 43,447</u>
<b>Fund Balance at Beginning of Year</b>		<u>136,418</u>	
<b>Fund Balance at End of Year</b>		<u><u>\$ 179,865</u></u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - WORKMEN'S COMPENSATION ACCOUNT  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 260,000	\$ 281,402	\$ 21,402
Miscellaneous	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
<b>Total Revenues</b>	<u>310,000</u>	<u>281,402</u>	<u>(28,598)</u>
<b>Expenditures</b>			
Current:			
General Administration			
Workers Compensation	<u>285,000</u>	<u>234,933</u>	<u>50,067</u>
<b>Total Expenditures</b>	<u>285,000</u>	<u>234,933</u>	<u>50,067</u>
<b>Net Change in Fund Balance</b>	<u>\$ 25,000</u>	46,469	<u>\$ 21,469</u>
<b>Fund Balance at Beginning of Year</b>		<u>179,329</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 225,798</u>	

VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - UNEMPLOYMENT COMPENSATION ACCOUNT  
 Year Ended April 30, 2016

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	Final Budget	Actual	Variance Positive (Negative)
<b>Total Revenues</b>	\$ -	\$ -	\$ -
<b>Expenditures</b>			
Current:			
General Administration			
Unemployment Claims	20,000	-	20,000
<b>Total Expenditures</b>	20,000	-	20,000
<b>Net Change in Fund Balance</b>	<u>\$ (20,000)</u>	-	<u>\$ 20,000</u>
<b>Fund Balance at Beginning of Year</b>		34,446	
<b>Fund Balance at End of Year</b>		<u>\$ 34,446</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND - EQUIPMENT REPLACEMENT ACCOUNT  
 Year Ended April 30, 2016

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	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$ 350,000	\$ 410,165	\$ 60,165
Fines and Forfeitures	<u>75,000</u>	<u>39,905</u>	<u>(35,095)</u>
<b>Total Revenues</b>	<u>425,000</u>	<u>450,070</u>	<u>25,070</u>
<b>Expenditures</b>			
Current:			
General Administration	60,000	39,158	20,842
Public Safety	433,000	82,030	350,970
Highway and Streets	<u>251,750</u>	<u>26,502</u>	<u>225,248</u>
<b>Total Expenditures</b>	<u>744,750</u>	<u>147,690</u>	<u>597,060</u>
<b>Net Change in Fund Balance</b>	<u>\$ (319,750)</u>	302,380	<u>\$ 622,130</u>
<b>Fund Balance at Beginning of Year</b>		<u>1,294,799</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 1,597,179</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 MANNHEIM ROAD TIF FUND  
 Year Ended April 30, 2016

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	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 2,500,000	\$ 2,212,733	\$ (287,267)
Investment Income	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
<b>Total Revenues</b>	<u>2,501,000</u>	<u>2,212,733</u>	<u>(288,267)</u>
<b>Expenditures</b>			
Current:			
General Administration	<u>3,518,000</u>	<u>2,129,768</u>	<u>1,388,232</u>
<b>Total Expenditures</b>	<u>3,518,000</u>	<u>2,129,768</u>	<u>1,388,232</u>
<b>Net Change in Fund Balance</b>	<u>\$ (1,017,000)</u>	82,965	<u>\$ 1,099,965</u>
<b>Fund Balance at Beginning of Year</b>		<u>2,092,347</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 2,175,312</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 TIF SHOPPING CENTER FUND  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 500,000	\$ 315,521	\$ (184,479)
Investment Income	<u>2,500</u>	<u>2,696</u>	<u>196</u>
<b>Total Revenues</b>	<u>502,500</u>	<u>318,217</u>	<u>(184,283)</u>
<b>Expenditures</b>			
Current:			
General Administration	500,000	-	500,000
Highway and Streets	<u>500,000</u>	<u>104,799</u>	<u>395,201</u>
<b>Total Expenditures</b>	<u>1,000,000</u>	<u>104,799</u>	<u>895,201</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(497,500)</u>	<u>213,418</u>	<u>710,918</u>
<b>Other Financing Sources (Uses)</b>			
Transfers Out	<u>-</u>	<u>(2,100,000)</u>	<u>(2,100,000)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(2,100,000)</u>	<u>(2,100,000)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (497,500)</u>	<u>(1,886,582)</u>	<u>\$ (1,389,082)</u>
<b>Fund Balance at Beginning of Year</b>		<u>2,132,391</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 245,809</u>	



## NONMAJOR GOVERNMENTAL FUNDS

**Special Revenue Funds** are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purpose. The Village maintains the following Special Revenue Funds:

The Motor Fuel Tax Fund accounts for maintenance of Village-owned streets, including winter salting, repaving, and electricity for street lights. Financing is provided by the Village's share of state motor fuel tax allotments. State law requires these allotments to be used to maintain streets.

The Disposal Service Fund accounts for revenues and expenditures for garbage disposal. Financing is provided by a specific annual property tax levy.

The E 911 Fund accounts for revenues and expenditures to maintain the emergency 911 phone system.

**Debt Service Funds** are governmental funds used to account for the accumulation of resources and the payment of general long-term debt principal, interest, and related costs.

The Debt Service Fund accounts for the accumulation of resources for and all payment of general long-term debt principal, interest and related costs.

**Capital Projects Funds** are used to account for the purchase or construction of major capital facilities that are not financed by Proprietary Funds, Special Assessment Funds, or Trust Funds. Capital Projects Funds must be used when they are legally mandated or when projects are financed wholly or in part by bond issues, intergovernmental revenues, or major private donations.

The Business Park TIF Fund accounts for redevelopment costs within the Business Park tax increment district.

The Hillside 2012 Project Fund accounts for costs associated with the purchase of a building adjacent to and to be used as a future expansion of Village Hall, painting of a water tower and various sewer and water projects through proceeds of the 2012A General Obligation Bond Issue.

The Roosevelt Road TIF Fund accounts for redevelopment costs within the Roosevelt Road tax increment district.

VILLAGE OF HILLSIDE, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
April 30, 2016

	Special Revenue Funds			Debt Service Fund		Capital Projects Funds			Total	Total
	Motor Fuel Tax Fund	Disposal Service Fund	E 911 Fund	Nonmajor Special Revenue Funds	Debt Service Fund	Business Park TIF Fund	Hillside 2012 Project Fund	Roosevelt Road TIF Fund	Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>										
Cash & Investments	\$ 79,806	\$ 26,065	\$ 287,617	\$ 393,488	\$ 309,287	\$ -	\$ 796,656	\$ 1,951,041	\$ 2,747,697	\$ 3,450,472
Receivables	-	292,194	-	292,194	288,054	-	-	-	-	580,248
Property Taxes	37,002	-	-	37,002	-	-	-	-	-	37,002
Intergovernmental	-	-	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<u>\$ 116,808</u>	<u>\$ 318,259</u>	<u>\$ 287,617</u>	<u>\$ 722,684</u>	<u>\$ 597,341</u>	<u>\$ -</u>	<u>\$ 796,656</u>	<u>\$ 1,951,041</u>	<u>\$ 2,747,697</u>	<u>\$ 4,067,722</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>										
<b>Liabilities</b>										
Accounts Payable	\$ -	\$ 46,280	\$ -	\$ 46,280	\$ -	\$ -	\$ -	\$ 3,940	\$ 3,940	\$ 50,220
<b>Total Liabilities</b>	<u>-</u>	<u>46,280</u>	<u>-</u>	<u>46,280</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,940</u>	<u>3,940</u>	<u>50,220</u>
<b>Deferred Inflows of Resources</b>										
Property Taxes	-	292,194	-	292,194	288,054	-	-	-	-	580,248
<b>Fund Balances</b>										
Restricted										
Capital Projects	-	-	-	-	-	-	796,656	-	796,656	796,656
Streets and Highways	116,808	-	-	116,808	-	-	-	-	-	116,808
Public Safety	-	-	287,617	287,617	-	-	-	-	-	287,617
Debt Service	-	-	-	-	309,287	-	-	-	-	309,287
Economic Development	-	-	-	-	-	-	-	1,947,101	1,947,101	1,947,101
Unassigned	-	(20,215)	-	(20,215)	-	-	-	-	-	(20,215)
<b>Total Fund Balances</b>	<u>116,808</u>	<u>(20,215)</u>	<u>287,617</u>	<u>384,210</u>	<u>309,287</u>	<u>-</u>	<u>796,656</u>	<u>1,947,101</u>	<u>2,743,757</u>	<u>3,437,254</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<u>\$ 116,808</u>	<u>\$ 318,259</u>	<u>\$ 287,617</u>	<u>\$ 722,684</u>	<u>\$ 597,341</u>	<u>\$ -</u>	<u>\$ 796,656</u>	<u>\$ 1,951,041</u>	<u>\$ 2,747,697</u>	<u>\$ 4,067,722</u>

VILLAGE OF HILLSIDE, ILLINOIS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Year Ended April 30, 2016

	Special Revenue Funds			Debt Service Fund	Capital Project Funds				Total	Total
	Motor Fuel Tax Fund	Disposal Service Fund	E 911 Fund	Nonmajor Special Revenue Funds	Debt Service Fund	Business Park TIF Fund	Hillside 2012 Project Fund	Roosevelt Road TIF Fund	Nonmajor Capital Project Funds	Nonmajor Governmental Funds
<b>Revenues</b>										
Property Taxes	\$ -	\$ 568,706	\$ -	\$ 568,706	\$ 583,795	\$ -	\$ -	\$ -	\$ -	\$ 1,152,501
Taxes	-	-	88,947	88,947	-	-	-	-	-	88,947
Intergovernmental Revenues	209,271	-	-	209,271	-	-	-	-	-	209,271
Investment Income	450	-	-	450	-	285	848	341	1,474	1,924
<b>Total Revenues</b>	<u>209,721</u>	<u>568,706</u>	<u>88,947</u>	<u>867,374</u>	<u>583,795</u>	<u>285</u>	<u>848</u>	<u>341</u>	<u>1,474</u>	<u>1,452,643</u>
<b>Expenditures</b>										
Current:										
General Administration	-	-	-	-	-	(32,547)	96,529	3,940	67,922	67,922
Public Safety	-	-	221,470	221,470	-	-	-	-	-	221,470
Highway and Streets	-	-	-	-	-	-	29,780	-	29,780	29,780
Sanitation	-	617,133	-	617,133	-	-	-	-	-	617,133
Debt Service - Principal	185,000	-	-	185,000	490,000	-	-	-	-	675,000
Debt Service - Interest and Fees	34,860	-	-	34,860	95,228	-	-	-	-	130,088
<b>Total Expenditures</b>	<u>219,860</u>	<u>617,133</u>	<u>221,470</u>	<u>1,058,463</u>	<u>585,228</u>	<u>(32,547)</u>	<u>126,309</u>	<u>3,940</u>	<u>97,702</u>	<u>1,741,393</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(10,139)</u>	<u>(48,427)</u>	<u>(132,523)</u>	<u>(191,089)</u>	<u>(1,433)</u>	<u>32,832</u>	<u>(125,461)</u>	<u>(3,599)</u>	<u>(96,228)</u>	<u>(288,750)</u>
<b>Other Financing Sources (Uses)</b>										
Transfers In	-	-	-	-	-	-	-	2,100,000	2,100,000	2,100,000
Transfers (Out)	-	-	-	-	-	(32,832)	-	-	(32,832)	(32,832)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,832)</u>	<u>-</u>	<u>2,100,000</u>	<u>2,067,168</u>	<u>2,067,168</u>
<b>Net Change in Fund Balances</b>	<u>(10,139)</u>	<u>(48,427)</u>	<u>(132,523)</u>	<u>(191,089)</u>	<u>(1,433)</u>	<u>-</u>	<u>(125,461)</u>	<u>2,096,401</u>	<u>1,970,940</u>	<u>1,778,418</u>
<b>Fund Balance at Beginning of Year</b>	<u>126,947</u>	<u>28,212</u>	<u>420,140</u>	<u>575,299</u>	<u>310,720</u>	<u>-</u>	<u>922,117</u>	<u>(149,300)</u>	<u>772,817</u>	<u>1,658,836</u>
<b>Fund Balance at End of Year</b>	<u>\$ 116,808</u>	<u>\$ (20,215)</u>	<u>\$ 287,617</u>	<u>\$ 384,210</u>	<u>\$ 309,287</u>	<u>\$ -</u>	<u>\$ 796,656</u>	<u>\$ 1,947,101</u>	<u>\$ 2,743,757</u>	<u>\$ 3,437,254</u>

VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 MOTOR FUEL TAX FUND  
 Year Ended April 30, 2016

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	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Intergovernmental Revenues	\$ 240,000	\$ 209,271	\$ (30,729)
Investment Income	<u>-</u>	<u>450</u>	<u>450</u>
<b>Total Revenues</b>	<u>240,000</u>	<u>209,721</u>	<u>(30,279)</u>
<b>Expenditures</b>			
Debt Service - Principal	185,000	185,000	-
Debt Service - Interest and Fees	<u>50,500</u>	<u>34,860</u>	<u>15,640</u>
<b>Total Expenditures</b>	<u>235,500</u>	<u>219,860</u>	<u>15,640</u>
<b>Net Change in Fund Balance</b>	<u>\$ 4,500</u>	(10,139)	<u>\$ (14,639)</u>
<b>Fund Balance at Beginning of Year</b>		<u>126,947</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 116,808</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 DISPOSAL SERVICE FUND  
 Year Ended April 30, 2016

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	<u>Final Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 480,000	\$ 568,706	\$ 88,706
<b>Total Revenues</b>	<u>480,000</u>	<u>568,706</u>	<u>88,706</u>
<b>Expenditures</b>			
Current:			
Sanitation	<u>630,000</u>	<u>617,133</u>	<u>12,867</u>
<b>Total Expenditures</b>	<u>630,000</u>	<u>617,133</u>	<u>12,867</u>
<b>Net Change in Fund Balance</b>	<u>\$ (150,000)</u>	(48,427)	<u>\$ 101,573</u>
<b>Fund Balance at Beginning of Year</b>		<u>28,212</u>	
<b>Fund Balance at End of Year</b>		<u>\$ (20,215)</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 E 911 FUND  
 Year Ended April 30, 2016

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	<u>Final Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<b>Revenues</b>			
Taxes	\$ 100,000	\$ 88,947	\$ (11,053)
<b>Total Revenues</b>	<u>100,000</u>	<u>88,947</u>	<u>(11,053)</u>
<b>Expenditures</b>			
Current:			
Public Safety	<u>460,100</u>	<u>221,470</u>	<u>238,630</u>
<b>Total Expenditures</b>	<u>460,100</u>	<u>221,470</u>	<u>238,630</u>
<b>Net Change in Fund Balance</b>	<u>\$ (360,100)</u>	(132,523)	<u>\$ 227,577</u>
<b>Fund Balance at Beginning of Year</b>		<u>420,140</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 287,617</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 DEBT SERVICE FUND  
 Year Ended April 30, 2016

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	<u>Final Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 600,000	\$ 583,795	\$ (16,205)
<b>Total Revenues</b>	<u>600,000</u>	<u>583,795</u>	<u>(16,205)</u>
<b>Expenditures</b>			
Debt Service - Principal	490,000	490,000	-
Debt Service - Interest and Fees	<u>101,500</u>	<u>95,228</u>	<u>6,272</u>
<b>Total Expenditures</b>	<u>591,500</u>	<u>585,228</u>	<u>6,272</u>
<b>Net Change in Fund Balance</b>	<u>\$ 8,500</u>	(1,433)	<u>\$ (9,933)</u>
<b>Fund Balance at Beginning of Year</b>		<u>310,720</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 309,287</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 BUSINESS PARK TIF FUND  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Investment Income	\$ 100	\$ 285	\$ 185
<b>Total Revenues</b>	<u>100</u>	<u>285</u>	<u>185</u>
<b>Expenditures</b>			
Current:			
General Administration	<u>165,000</u>	<u>(32,547)</u>	<u>197,547</u>
<b>Total Expenditures</b>	<u>165,000</u>	<u>(32,547)</u>	<u>197,547</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(164,900)</u>	<u>32,832</u>	<u>197,732</u>
<b>Other Financing Sources (Uses)</b>			
Transfers Out	<u>(35,000)</u>	<u>(32,832)</u>	<u>2,168</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(35,000)</u>	<u>(32,832)</u>	<u>2,168</u>
<b>Net Change in Fund Balance</b>	<u>\$ (199,900)</u>	-	<u>\$ 199,900</u>
<b>Fund Balance at Beginning of Year</b>		-	
<b>Fund Balance at End of Year</b>		<u>\$ -</u>	



VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 HILLSIDE 2012 PROJECT FUND  
 Year Ended April 30, 2016

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	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Investment Income	\$ -	\$ 848	\$ 848
<b>Total Revenues</b>	<u>-</u>	<u>848</u>	<u>848</u>
<b>Expenditures</b>			
Current:			
General Administration	835,000	96,529	738,471
Highway and Streets	<u>145,000</u>	<u>29,780</u>	<u>115,220</u>
<b>Total Expenditures</b>	<u>980,000</u>	<u>126,309</u>	<u>853,691</u>
<b>Net Change in Fund Balance</b>	<u>\$ (980,000)</u>	(125,461)	<u>\$ 854,539</u>
<b>Fund Balance at Beginning of Year</b>		<u>922,117</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 796,656</u>	

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VILLAGE OF HILLSIDE, ILLINOIS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 TIF ROOSEVELT ROAD FUND  
 Year Ended April 30, 2016

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 100,000	\$ -	\$ (100,000)
Investment Income	<u>1,000</u>	<u>341</u>	<u>(659)</u>
<b>Total Revenues</b>	<u>101,000</u>	<u>341</u>	<u>(100,659)</u>
<b>Expenditures</b>			
Current:			
General Administration	<u>2,000,000</u>	<u>3,940</u>	<u>1,996,060</u>
<b>Total Expenditures</b>	<u>2,000,000</u>	<u>3,940</u>	<u>1,996,060</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(1,899,000)</u>	<u>(3,599)</u>	<u>1,895,401</u>
<b>Other Financing Sources (Uses)</b>			
Transfers In	<u>-</u>	<u>2,100,000</u>	<u>2,100,000</u>
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>2,100,000</u>	<u>2,100,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ (1,899,000)</u>	2,096,401	<u>\$ 3,995,401</u>
<b>Fund Balance at Beginning of Year</b>		<u>(149,300)</u>	
<b>Fund Balance at End of Year</b>		<u>\$ 1,947,101</u>	

## FIDUCIARY FUNDS

**Fiduciary Funds** are used to account for resources received and held by a governmental unit as agent or trustee for individuals, private organizations or other governments. The Village maintains the following Fiduciary Funds:

The Police Pension Fund accounts for the accumulation of resources to be used for retirement annuity payments of Police Personnel at appropriate amounts and times in the future. The funds do not account for the administrative costs of the system, which are borne by the General Fund. Resources are contributed by employees at rates fixed by a special tax levy, and by mandated allocation of personal property replacement tax. Total taxes to be levied are determined by actuarial studies.

The Firefighters' Pension Fund accounts for the accumulation of resources to be used for retirement annuity payments of Fire Department Personnel at appropriate amounts and times in the future. The funds do not account for the administrative costs of the system, which are borne by the General Fund. Resources are contributed by employees at rates fixed by a special tax levy, and by mandated allocation of personal property replacement tax. Total taxes to be levied are determined by actuarial studies.

VILLAGE OF HILLSIDE, ILLINOIS  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 PENSION TRUST FUNDS  
 April 30, 2016

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	<u>Police Pension Fund</u>	<u>Firefighters' Pension Fund</u>	<u>Total</u>
<b>ASSETS</b>			
Cash & Investments			
Money Markets	\$ 211,678	\$ 489,794	\$ 701,472
U.S. Government and Agency Obligations	7,764,104	5,661,357	13,425,461
Mutual Funds	7,705,394	3,106,792	10,812,186
Stocks	-	731,616	731,616
State and Local Obligations	1,314,498	-	1,314,498
Total Cash & Investments	<u>16,995,674</u>	<u>9,989,559</u>	<u>26,985,233</u>
Receivables			
Interest Receivable	69,499	7,048	76,547
Due from Primary Government	7,970	-	7,970
Total Receivables	<u>77,469</u>	<u>7,048</u>	<u>84,517</u>
Prepays	<u>6,668</u>	<u>-</u>	<u>6,668</u>
<b>Total Assets</b>	<u>17,079,811</u>	<u>9,996,607</u>	<u>27,076,418</u>
<b>LIABILITIES</b>			
Accounts Payable	7,316	7,849	15,165
Due to Primary Government	<u>-</u>	<u>2,244</u>	<u>2,244</u>
<b>Total Liabilities</b>	<u>7,316</u>	<u>10,093</u>	<u>17,409</u>
<b>NET POSITION</b>			
Restricted for Pensions	<u>\$ 17,072,495</u>	<u>\$ 9,986,514</u>	<u>\$ 27,059,009</u>

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VILLAGE OF HILLSIDE, ILLINOIS  
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
 PENSION TRUST FUNDS  
 Year ended April 30, 2016

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	<u>Police Pension Fund</u>	<u>Firefighters' Pension Fund</u>	<u>Total</u>
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 1,271,952	\$ 830,329	\$ 2,102,281
Plan Members	<u>249,705</u>	<u>203,576</u>	<u>453,281</u>
Total Contributions	<u>1,521,657</u>	<u>1,033,905</u>	<u>2,555,562</u>
Investment Income			
Interest and dividends	565,974	262,131	828,105
Net increase (decrease) in fair value	(335,954)	(352,279)	(688,233)
Less investment expense	<u>(4,942)</u>	<u>(4,081)</u>	<u>(9,023)</u>
Net Investment Income	<u>225,078</u>	<u>(94,229)</u>	<u>130,849</u>
<b>Total Additions</b>	<u>1,746,735</u>	<u>939,676</u>	<u>2,686,411</u>
<b>DEDUCTIONS</b>			
Benefits	1,662,145	1,045,842	2,707,987
Administrative Expenses	<u>41,367</u>	<u>34,185</u>	<u>75,552</u>
<b>Total Deductions</b>	<u>1,703,512</u>	<u>1,080,027</u>	<u>2,783,539</u>
<b>Change in Net Position</b>	43,223	(140,351)	(97,128)
<b>Net Position at Beginning of Year</b>	<u>17,029,272</u>	<u>10,126,865</u>	<u>27,156,137</u>
<b>Net Position at End of Year</b>	<u>\$ 17,072,495</u>	<u>\$ 9,986,514</u>	<u>\$ 27,059,009</u>

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## STATISTICAL SECTION

## Statistical Section

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

### **Contents**

### **Tables**

#### **Financial Trends**

1, 2, 3, 4, 5

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

#### **Revenue Capacity**

6, 7, 8, 9

*These tables contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.*

#### **Debt Capacity**

10, 11, 12

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

#### **Demographic and Economic Information**

13, 14

*These tables offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to help make comparisons over time and with other governments.*

#### **Operating Information**

15, 16, 17

*These tables contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.*

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

Village of Hillside  
Net Position by Component  
Last Ten Fiscal Years  
(Unaudited)

	Fiscal Year			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities				
Net investment in capital assets	\$ 18,973,640	\$ 18,943,396	\$ 19,146,258	\$ 19,921,421
Restricted	5,475,750	4,456,320	4,338,813	4,831,678
Unrestricted	<u>(37,653,546)</u>	<u>39,535</u>	<u>(1,077,647)</u>	<u>(2,363,880)</u>
Total governmental activities net position	<u>\$ (13,204,156)</u>	<u>\$ 23,439,251</u>	<u>\$ 22,407,424</u>	<u>\$ 22,389,219</u>
Business-type activities				
Net investment in capital assets	\$ 4,977,322	\$ 5,123,740	\$ 5,269,032	\$ 5,414,563
Unrestricted	<u>5,369,034</u>	<u>5,185,228</u>	<u>5,097,879</u>	<u>4,403,270</u>
Total business-type activities net position	<u>\$ 10,346,356</u>	<u>\$ 10,308,968</u>	<u>\$ 10,366,911</u>	<u>\$ 9,817,833</u>
Primary government				
Net investment in capital assets	\$ 23,950,962	\$ 24,067,136	\$ 24,415,290	\$ 25,335,984
Restricted	5,475,750	4,456,320	4,338,813	4,831,678
Unrestricted	<u>(32,284,512)</u>	<u>5,224,763</u>	<u>4,020,232</u>	<u>2,039,390</u>
Total primary government net position	<u>\$ (2,857,800)</u>	<u>\$ 33,748,219</u>	<u>\$ 32,774,335</u>	<u>\$ 32,207,052</u>

Notes: Accrual basis of accounting

Source: CAFR



Fiscal Year					
<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 21,019,908	\$ 18,403,981	\$ 17,023,618	\$ 15,635,233	\$ 13,220,989	\$ 11,914,288
4,766,458	4,192,886	2,535,631	5,272,339	4,494,602	4,943,432
<u>(2,814,260)</u>	<u>(4,195,682)</u>	<u>(3,810,770)</u>	<u>(4,316,639)</u>	<u>(341,771)</u>	<u>(2,481,090)</u>
\$ <u>22,972,106</u>	\$ <u>18,401,185</u>	\$ <u>15,748,479</u>	\$ <u>16,590,933</u>	\$ <u>17,373,820</u>	\$ <u>14,376,630</u>
\$ 4,830,332	\$ 4,964,345	\$ 5,107,468	\$ 5,242,267	\$ 5,377,120	\$ 5,512,285
3,983,950	4,069,042	4,268,218	4,423,902	4,983,874	5,232,390
\$ <u>8,814,282</u>	\$ <u>9,033,387</u>	\$ <u>9,375,686</u>	\$ <u>9,666,169</u>	\$ <u>10,360,994</u>	\$ <u>10,744,675</u>
\$ 25,850,240	\$ 23,368,326	\$ 22,131,086	\$ 20,877,500	\$ 18,598,109	\$ 17,426,573
4,766,458	4,192,886	2,535,631	5,272,339	4,494,602	4,943,432
1,169,690	(126,640)	457,448	107,263	4,642,103	2,751,300
\$ <u>31,786,388</u>	\$ <u>27,434,572</u>	\$ <u>25,124,165</u>	\$ <u>26,257,102</u>	\$ <u>27,734,814</u>	\$ <u>25,121,305</u>

Village of Hillside  
Changes in Net Position  
Last Ten Fiscal Years  
(Unaudited)

	Fiscal Year			
	2016	2015	2014	2013
Expenses				
Governmental activities:				
General government	\$ 6,769,253	\$ 7,326,150	\$ 7,966,177	\$ 6,972,167
Public Safety	11,991,467	10,235,927	9,670,531	9,555,911
Streets	3,663,435	3,412,507	3,127,665	2,028,776
Culture & Recreation	50,400	82,022	39,753	37,118
Sanitation	617,133	611,693	561,641	541,012
Interest on Debt	118,706	136,405	157,627	179,790
Total governmental activities expenses	23,210,394	21,804,704	21,523,394	19,314,774
Business-type activities:				
Water	2,898,365	3,095,289	2,718,087	2,528,695
Sewer	98,312	95,285	81,188	21,048
Total business-type activities expenses	2,996,677	3,190,574	2,799,275	2,549,743
Total primary government expenses	26,207,071	24,995,278	24,322,669	21,864,517
Program Revenues				
Governmental activities:				
Charges for services:				
General government	1,113,168.00	1,137,973	1,170,305	1,132,734
Public safety	1,865,432.00	1,800,684	2,010,476	1,412,604
Sanitation	-	-	-	23,325
Operating grants and contributions	1,067,332.00	1,156,054	237,165	236,577
Capital grants and contributions	-	160,881	12,475	552
Total governmental activities program revenues	4,045,932	4,255,592	3,430,421	2,805,792
Business-type activities:				
Charges for services:				
Water	2,847,196	2,910,681	3,116,178	2,584,771
Sewer	121,916	126,911	136,674	137,437
Total business-type activities program revenues	2,969,112	3,037,592	3,252,852	2,722,208
Total primary government program revenues	7,015,044	7,293,184	6,683,273	5,528,000
Net (Expense)/Revenue				
Governmental activities	(19,164,462)	(17,549,112)	(18,092,973)	(16,508,982)
Business-type activities	(27,565)	(152,982)	453,577	172,465
Total primary government net expense	(19,192,027)	(17,702,094)	(17,639,396)	(16,336,517)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Property Taxes	11,489,444	11,253,214	11,135,175	9,760,202
Taxes	7,206,753	6,293,146	5,929,414	6,036,806
Unrestricted Intergovernmental Revenue	1,000,788	928,657	951,246	934,520
Investment Income	15,960	5,357	7,435	13,423
Gain on sale of fixed assets	113	6,017	19,969	-
Miscellaneous	129,394	94,548	67,939	16,003
Transfers	-	-	-	(744,302)
Total governmental activities	19,842,452	18,580,939	18,111,178	16,016,652
Business-type activities:				
Property Taxes	96,763	95,039	95,501	86,784
Transfers	-	-	-	744,302
Total business-type activities	96,763	95,039	95,501	831,086
Total primary government	19,939,215	18,675,978	18,206,679	16,847,738
Change in Net Position				
Governmental activities	677,990	1,031,827	18,205	(492,330)
Business-type activities	69,198	(57,943)	549,078	1,003,551
Total primary government	\$ 747,188	\$ 973,884	\$ 567,283	\$ 511,221

Notes: Accrual basis of accounting

Source: CAFR

Table 2

Fiscal Year					
<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 6,294,698	\$ 5,799,059	\$ 8,935,728	\$ 5,742,740	\$ 4,612,903	\$ 2,967,524
9,853,021	9,529,806	10,157,524	9,320,260	8,199,765	8,167,835
1,893,563	1,896,922	1,920,586	2,649,025	2,032,177	3,925,163
33,411	41,318	105,452	88,411	130,609	10,683
519,974	528,911	523,085	546,400	514,559	503,961
173,941	255,539	385,599	477,626	519,630	650,471
<u>18,768,608</u>	<u>18,051,555</u>	<u>22,027,974</u>	<u>18,824,462</u>	<u>16,009,643</u>	<u>16,225,637</u>
2,421,090	2,396,050	2,224,790	2,477,043	2,302,241	2,251,069
66,959	35,786	47,085	85,886	60,188	90,724
<u>2,488,049</u>	<u>2,431,836</u>	<u>2,271,875</u>	<u>2,562,929</u>	<u>2,362,429</u>	<u>2,341,793</u>
<u>21,256,657</u>	<u>20,483,391</u>	<u>24,299,849</u>	<u>21,387,391</u>	<u>18,372,072</u>	<u>18,567,430</u>
999,518	1,024,132	1,719,423	1,059,454	2,046,400	925,214
1,442,455	636,135	360,744	443,789	361,050	181,881
30	92,980	110,188	1,768	16,182	19,394
203,647	206,362	240,717	220,678	231,739	270,540
805,288	-	19,375	19,522	-	47,230
<u>3,450,938</u>	<u>1,959,609</u>	<u>2,450,447</u>	<u>1,745,211</u>	<u>2,655,371</u>	<u>1,444,259</u>
2,062,859	1,918,302	1,792,337	1,693,725	1,791,417	1,878,057
123,331	130,903	129,025	124,885	137,611	141,402
<u>2,186,190</u>	<u>2,049,205</u>	<u>1,921,362</u>	<u>1,818,610</u>	<u>1,929,028</u>	<u>2,019,459</u>
<u>5,637,128</u>	<u>4,008,814</u>	<u>4,371,809</u>	<u>3,563,821</u>	<u>4,584,399</u>	<u>3,463,718</u>
(15,317,670)	(16,091,946)	(19,577,527)	(17,079,251)	(13,354,272)	(14,781,378)
(301,859)	(382,631)	(350,513)	(744,319)	(433,401)	(322,334)
<u>(15,619,529)</u>	<u>(16,474,577)</u>	<u>(19,928,040)</u>	<u>(17,823,570)</u>	<u>(13,787,673)</u>	<u>(15,103,712)</u>
13,144,456	12,636,469	12,499,174	9,998,764	9,317,163	10,029,591
5,579,324	5,321,789	5,047,588	4,591,862	6,128,570	6,082,721
845,999	806,252	768,939	889,563	-	-
11,250	9,386	105,762	163,648	333,399	414,415
26,111	-	1,756	180,075	400,704	-
279,239	404,092	311,854	472,452	171,626	256,684
-	-	-	-	-	-
<u>19,886,379</u>	<u>19,177,988</u>	<u>18,735,073</u>	<u>16,296,364</u>	<u>16,351,462</u>	<u>16,783,411</u>
82,754	48,237	60,030	49,494	49,720	55,019
-	-	-	-	-	-
<u>82,754</u>	<u>48,237</u>	<u>60,030</u>	<u>49,494</u>	<u>49,720</u>	<u>55,019</u>
<u>19,969,133</u>	<u>19,226,225</u>	<u>18,795,103</u>	<u>16,345,858</u>	<u>16,401,182</u>	<u>16,838,430</u>
4,568,709	3,086,042	(842,454)	(782,887)	2,997,190	2,002,033
(219,105)	(334,394)	(290,483)	(694,825)	(383,681)	(267,315)
<u>\$ 4,349,604</u>	<u>\$ 2,751,648</u>	<u>\$ (1,132,937)</u>	<u>\$ (1,477,712)</u>	<u>\$ 2,613,509</u>	<u>\$ 1,734,718</u>

Village of Hillside  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(Unaudited)

	Fiscal Year			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund				
Reserved				
Unreserved				
Nonspendable	\$ 16,334	\$ 365,645	\$ 163,031	\$ 158,865
Restricted	440,109	170,864	142,149	109,500
Unassigned	<u>7,947,656</u>	<u>5,589,212</u>	<u>4,945,695</u>	<u>3,706,713</u>
Total general fund	<u>\$ 8,404,099</u>	<u>\$ 6,125,721</u>	<u>\$ 5,250,875</u>	<u>\$ 3,975,078</u>
All Other Governmental Funds				
Unreserved, designated				
Unreserved, reported in:				
Special service funds				
Capital projects funds				
Debt service funds				
Restricted	\$ 5,878,590	\$ 5,883,574	\$ 6,330,855	\$ 7,795,752
Unassigned	<u>(20,215)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 5,858,375</u>	<u>\$ 5,883,574</u>	<u>\$ 6,330,855</u>	<u>\$ 7,795,752</u>

Note: Modified accrual basis of accounting

Note: The change in the classifications of fund balance amounts in 2012 is the result of the implementation of GASB Statement 54. Amounts prior to 2012 have not been restated.

Source: CAFR

Table 3

Fiscal Year					
<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
	\$ 230,560	\$ 54,880	\$ 120,280	\$ 284,236	\$ 673,492
	281,883	518,456	(799,071)	1,738,489	633,668
\$ 173,411					
141,016					
2,669,397					
<u>\$ 2,983,824</u>	<u>\$ 512,443</u>	<u>\$ 573,336</u>	<u>\$ (678,791)</u>	<u>\$ 2,022,725</u>	<u>\$ 1,307,160</u>
	\$ -	\$ -	\$ 202,000	\$ 950,000	\$ -
	2,086,552	1,602,842	1,317,896	1,967,054	1,684,219
	3,176,456	1,885,003	4,904,919	4,150,364	4,511,120
	714,998	718,395	357,135	281,799	289,364
\$ 9,474,526					
-					
<u>\$ 9,474,526</u>	<u>\$ 5,978,006</u>	<u>\$ 4,206,240</u>	<u>\$ 6,781,950</u>	<u>\$ 7,349,217</u>	<u>\$ 6,484,703</u>

Village of Hillside  
Changes in Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(Unaudited)

	Fiscal Year			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Revenues				
Taxes	\$ 18,714,431	\$ 17,546,360	\$ 17,042,682	\$ 15,773,405
Intergovernmental	2,232,808	2,080,904	1,188,411	1,171,649
Licenses, fees, and permits	266,139	282,049	294,866	318,427
Charges for services	440,420	412,714	355,695	431,820
Fines and Forfeitures	2,018,041	1,963,519	2,186,324	1,575,885
Investment earnings	15,960	5,357	7,435	13,423
Other revenues	<u>383,394</u>	<u>374,923</u>	<u>411,835</u>	<u>258,534</u>
Total revenues	<u>24,071,193</u>	<u>22,665,826</u>	<u>21,487,248</u>	<u>19,543,143</u>
Expenditures				
General Administration	6,538,190	7,268,378	7,540,105	7,225,126
Public Safety	10,366,548	10,228,430	9,727,666	8,908,805
Highway and Streets	3,465,030	3,227,744	2,930,524	1,881,248
Sanitation	617,133	611,693	561,641	541,012
Culture and Recreation	26,138	57,680	29,086	26,451
Debt service				
Principal	675,000	702,718	738,593	733,528
Interest	<u>130,088</u>	<u>147,635</u>	<u>168,702</u>	<u>170,191</u>
Total expenditures	<u>21,818,127</u>	<u>22,244,278</u>	<u>21,696,317</u>	<u>19,486,361</u>
Excess of revenues over (under) expenditures	<u>2,253,066</u>	<u>421,548</u>	<u>(209,069)</u>	<u>56,782</u>
Other Financing Sources (Uses)				
Proceeds from Issuance of Debt	-	-	-	-
Premium on Issuance of Debt	-	-	-	-
Sale of Capital Assets	113	6,017	19,969	-
Payment to Escrow	-	-	-	-
Transfers in	2,132,832	8,320	47,272	39,587
Transfers out	<u>(2,132,832)</u>	<u>(8,320)</u>	<u>(47,272)</u>	<u>(783,889)</u>
Total other financing sources (uses)	<u>113</u>	<u>6,017</u>	<u>19,969</u>	<u>(744,302)</u>
Net change in fund balances	<u>\$ 2,253,179</u>	<u>\$ 427,565</u>	<u>\$ (189,100)</u>	<u>\$ (687,520)</u>
Debt service as a percentage of noncapital expenditures	3.8%	3.9%	4.3%	4.9%

Note: Modified accrual basis of accounting  
Source: CAFR

Table 4

Fiscal Year					
<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 18,714,992	\$ 17,952,910	\$ 17,641,771	\$ 14,485,383	\$ 14,494,133	\$ 15,277,712
1,857,146	1,014,114	1,013,806	1,131,263	1,191,786	1,194,623
165,455	256,680	235,762	238,213	219,404	268,766
356,307	399,857	1,164,084	312,366	1,484,017	353,181
1,591,789	784,272	485,905	520,318	423,578	251,587
11,250	9,386	105,762	163,648	333,399	414,415
607,691	715,030	614,958	905,066	466,864	508,171
<u>23,304,630</u>	<u>21,132,249</u>	<u>21,262,048</u>	<u>17,756,257</u>	<u>18,613,181</u>	<u>18,268,455</u>
6,944,766	5,306,145	8,470,323	5,622,167	4,093,192	4,045,229
10,520,551	9,057,067	9,047,751	9,848,322	8,352,853	7,861,287
1,770,399	1,636,542	1,607,170	2,315,738	1,700,770	3,604,018
519,974	528,911	523,085	546,400	514,559	503,961
20,884	23,514	75,692	105,895	102,757	97,641
2,538,702	2,594,207	2,479,921	2,295,867	2,201,953	2,210,409
173,408	281,253	383,445	470,726	554,490	658,048
<u>22,488,684</u>	<u>19,427,639</u>	<u>22,587,387</u>	<u>21,205,115</u>	<u>17,520,574</u>	<u>18,980,593</u>
<u>815,946</u>	<u>1,704,610</u>	<u>(1,325,339)</u>	<u>(3,448,858)</u>	<u>1,092,607</u>	<u>(712,138)</u>
5,100,000	-	-	-	-	-
-	-	-	-	-	-
51,955	6,263	1,756	180,075	487,472	16,485
-	-	-	-	-	-
100,906	1,063,789	1,015,385	45,525	896,455	1,444,962
<u>(100,906)</u>	<u>(1,063,789)</u>	<u>(1,015,385)</u>	<u>(45,525)</u>	<u>(896,455)</u>	<u>(1,444,962)</u>
<u>5,151,955</u>	<u>6,263</u>	<u>1,756</u>	<u>180,075</u>	<u>487,472</u>	<u>16,485</u>
<u>\$ 5,967,901</u>	<u>\$ 1,710,873</u>	<u>\$ (1,323,583)</u>	<u>\$ (3,268,783)</u>	<u>\$ 1,580,079</u>	<u>\$ (695,653)</u>
13.4%	14.8%	12.7%	13.9%	17.8%	16.9%

Table 5

Village of Hillside  
Tax Revenues by Source, Governmental Funds  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year	Property <sup>a</sup>	Sales & Use	Utility	Franchise	Property Transfer	Hotel Motel	Other	Total
2016	\$ 11,489,444	\$ 5,059,449	\$ 816,141	\$ 89,063	\$ 703,080	\$ 448,230	\$ 109,024	\$ 18,714,431
2015	11,253,214	4,400,222	868,597	84,885	404,442	430,457	104,543	17,546,360
2014	11,135,175	4,190,731	933,571	79,339	226,761	390,606	86,499	17,042,682
2013	9,760,202	3,954,855	973,826	78,859	565,645	381,751	58,267	15,773,405
2012	13,144,456	3,858,290	1,035,973	77,056	211,360	334,674	53,183	18,714,992
2011	12,636,469	3,614,290	1,050,973	75,599	229,542	292,412	53,625	17,952,910
2010	12,499,174	3,470,059	1,088,752	71,770	221,352	240,836	49,828	17,641,771
2009	9,998,764	2,747,733	1,193,140	74,134	239,722	177,985	53,905	14,485,383
2008	9,317,163	3,148,808	1,256,989	73,962	487,508	144,888	64,815	14,494,133
2007	10,029,591	3,205,007	1,277,210	69,270	495,260	157,876	43,498	15,277,712
Change 2007-2016	14.6%	57.9%	-36.1%	28.6%	42.0%	183.9%	150.6%	22.5%

## Notes:

<sup>a</sup> The Village attempts to keep the annual increase in property tax rates to 5% or less. The increases above that percentage are attributed to the tri-annual assessments applied by the Cook County Assessor.

Source: CAFR

Modified accrual basis of accounting



Table 6

Village of Hillside  
Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year	Tax Year	Equalized Assessed Value Residential Property	Equalized Assessed Value Commercial Property	Equalized Assessed Value Industrial Property	Equalized Assessed Value Railroad Property	Total Taxable Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Ratio of total equalized assessed value to total estimated actual value
2016	2015	N.A.	N.A.	N.A.	\$ 191,500	\$ 189,747,165	\$ 5.079	\$ 569,241,495	33.33%
2015	2014	\$ 78,722,411	\$ 65,516,394	\$ 46,803,240	176,344	191,218,389	4.841	573,655,167	33.33%
2014	2013	82,818,443	45,710,231	72,309,300	130,360	200,968,334	4.425	602,905,002	33.33%
2013	2012	87,595,137	45,362,680	80,821,734	122,895	213,902,446	3.961	641,707,338	33.33%
2012	2011	96,463,240	50,035,290	83,712,512	100,416	230,311,458	3.610	690,934,374	33.33%
2011	2010	126,770,698	50,977,821	99,661,108	110,770	277,520,397	3.427	832,561,191	33.33%
2010	2009	123,866,896	53,209,711	106,576,715	106,223	283,759,545	3.146	851,278,635	33.33%
2009	2008	120,669,029	48,679,082	126,652,933	86,420	296,087,464	2.874	888,262,392	33.33%
2008	2007	114,184,953	43,469,869	119,683,412	66,083	277,404,317	2.945	832,212,951	33.33%
2007	2006	96,634,829	44,927,525	116,265,161	46,478	257,873,993	3.028	773,621,979	33.33%

Source: Office of the Cook County Clerk

Village of Hillside  
Direct and Overlapping Property Tax Rates  
Last Ten Tax Levy Years  
(rate per \$100 of assessed value)  
(Unaudited)

	Tax Levy Year									
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>Village Direct Rates</u>										
Village of Hillside	\$5.079	\$4.841	\$4.425	\$3.961	\$3.610	\$3.427	\$3.146	\$2.874	\$2.945	\$3.028
Village of Hillside Library Fund	0.586	0.554	0.503	0.450	0.405	0.320	0.299	0.273	0.278	0.285
Suburban TB Sanitarium	-	-	-	-	-	-	-	-	-	0.005
County of Cook	0.552	0.568	0.560	0.531	0.462	0.423	0.394	0.415	0.446	0.500
Consolidated Elections	0.034	-	0.031	-	0.025	-	0.021	-	0.012	-
Forest Preserve District of Cook County	0.069	0.069	0.069	0.063	0.058	0.051	0.049	0.051	0.053	0.057
Proviso Township	0.115	0.106	0.110	0.095	0.081	0.062	0.057	0.057	0.059	0.062
General Assistance - Proviso Township	0.057	0.053	0.052	0.045	0.038	0.031	0.033	0.033	0.034	0.036
Metropolitan Water Reclamation District	0.426	0.430	0.417	0.370	0.320	0.274	0.261	0.252	0.263	0.284
Community College District #504	0.352	0.336	0.325	0.269	0.267	0.225	0.214	0.212	0.224	0.240
Proviso Township High School #209	3.060	2.913	2.722	2.518	2.263	1.813	1.759	1.752	1.839	1.878
School District #93	2.695	2.543	2.401	2.230	1.980	1.643	1.567	1.433	1.486	1.525
Proviso Mental Health District	0.150	0.150	0.150	0.150	0.145	0.117	0.113	0.113	0.117	0.115
Des Plaines Valley Mosquito Abatement	0.017	0.016	0.016	0.015	0.014	0.011	0.011	0.012	0.012	0.012
Total Representative Tax Rate	<u>\$13.192</u>	<u>\$12.579</u>	<u>\$11.781</u>	<u>\$10.697</u>	<u>\$9.668</u>	<u>\$8.397</u>	<u>\$7.924</u>	<u>\$7.477</u>	<u>\$7.768</u>	<u>\$8.027</u>
<u>Additional Overlapping Tax Rates</u>										
School District #87	5.099	4.958	4.701	4.226	3.836	3.091	2.975	2.901	2.963	3.131
School District #88	4.888	4.759	4.376	4.036	3.620	2.930	2.813	2.664	2.741	2.765
School District #92 1/2	3.815	3.626	3.073	2.844	2.536	2.048	2.044	2.116	2.230	2.317
School District #93	2.695	2.543	2.401	2.230	1.980	1.643	1.567	1.433	1.486	1.525
Memorial Park District	0.676	0.657	0.610	0.560	0.508	0.413	0.401	0.395	0.411	0.420
Westchester Park District	0.422	0.406	0.381	0.357	0.315	0.264	0.257	0.219	0.318	0.279

Source: Cook County Clerk's Office

Village of Hillside  
Principal Property Tax Payers  
Current Year and Nine Years Ago  
(Unaudited)

Taxpayer	Tax Levy Year 2015			Tax Levy Year 2006		
	Taxable Equalized Assessed Value	Rank	Percentage of Total City Taxable Equalized Assessed Value	Taxable Equalized Assessed Value	Rank	Percentage of Total City Taxable Equalized Assessed Value
Bre Ddr Br Hillside II	\$ 9,405,312	1	4.96%	-	-	-
Target Corp T 2490	8,672,622	2	4.57%	-	-	-
Encore Realty Partners	5,605,779	3	2.95%	-	-	-
Crown Enterprises Inc	4,910,035	4	2.59%	-	-	-
Carmax	4,835,021	5	2.55%	7,473,344	3	2.90%
Marc Realty	4,249,376	6	2.24%	7,661,777	2	2.97%
Par Developmen	4,164,450	7	2.19%	-	-	-
Markwell Hillside LLC	3,899,687	8	2.06%	4,344,531	10	1.68%
Warburg Storgemart	3,623,169	9	1.91%	-	-	-
CPT Prime Industrial	3,068,770	10	1.62%	-	-	-
Centerpoint Properties	-	-	-	8,444,051	1	3.27%
Newcastle Partners	-	-	-	6,804,421	4	2.64%
TJ Adam & Company	-	-	-	6,271,717	5	2.43%
Partipilo Family Prtnrs	-	-	-	6,099,438	6	2.37%
Cambridge Realty	-	-	-	6,084,581	7	2.36%
Central Transport	-	-	-	6,034,425	8	2.34%
Moore Wallace RRD Co.	-	-	-	4,800,150	9	1.86%
Total	\$ 52,434,221		27.63%	\$ 64,018,435		24.83%
Total City Taxable Equalized Assessed Value	\$ 189,747,165			\$ 257,873,993		

Sources: Cook County Clerks Office

Table 9

Village of Hillside  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year Ended	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2016	\$ 9,351,500	\$ 4,797,419	51.30%	\$ -	\$ 4,797,419	51.30%
2015	8,981,570	4,311,948	48.01%	4,260,533	8,572,481	95.45%
2014	8,622,770	4,187,067	48.56%	4,222,525	8,409,592	97.53%
2013	8,212,907	3,938,131	47.95%	4,013,497	7,951,628	96.82%
2012	8,059,267	4,629,850	57.45%	3,277,453	7,907,303	98.11%
2011	9,106,673	4,046,908	44.44%	4,871,165	8,918,073	97.93%
2010	8,638,052	4,083,415	47.27%	4,494,963	8,578,378	99.31%
2009	8,234,902	3,420,041	41.53%	4,792,641	8,212,682	99.73%
2008	7,902,403	3,105,529	39.30%	4,700,424	7,805,953	98.78%
2007	7,552,680	3,159,695	41.84%	4,380,875	7,540,570	99.84%

Sources: Cook County Clerks Office

Village of Hillside  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year	Governmental Activities		Accumulated Resources Restricted to Repaying the Principal of Bonded Debt	Net Bonded Debt	Percentage of Actual Taxable Value of Property	Governmental Activities				Total Debt Primary Government	Percentage of Personal Income	Per Capita
	Banded Debt	General Obligation Bonds				Other Debt						
						Promissory Note	Installment Note	Note				
2016	\$ 3,781,434		\$ (262,994)	\$ 3,518,440	0.62%	\$ 431	\$ -	\$ -	\$ 3,781,434	2.7%	\$ 464	
2015	4,460,418		(257,029)	4,203,389	0.73%	515	-	-	4,460,418	3.2%	547	
2014	5,129,246		(266,658)	4,862,588	0.81%	596	37,718	-	5,166,964	3.7%	633	
2013	5,777,924		(275,933)	5,501,991	0.86%	675	131,311	-	5,909,235	4.3%	724	
2012	6,426,458		(348,359)	6,078,099	0.88%	745	219,839	-	6,646,297	4.8%	815	
2011	3,769,388		(648,104)	3,121,284	0.37%	383	303,541	-	4,072,929	3.0%	499	
2010	6,266,790		(608,189)	5,658,601	0.66%	694	382,748	-	6,649,538	4.8%	815	
2009	8,653,957		(205,746)	8,448,211	0.95%	1,036	457,669	-	9,111,626	6.6%	1,117	
2008	10,860,898		(281,799)	10,579,099	1.27%	1,297	528,536	-	13,573,111	9.9%	1,664	
2007	12,977,622		(289,364)	12,688,258	1.64%	1,556	595,489	-	15,764,556	11.4%	1,933	

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

Village of Hillside, Illinois  
 Computation Of Direct And Overlapping General Obligation Bonded Debt(1)  
 April 30, 2016  
 (Unaudited)

<u>Taxing Body</u>	<u>Outstanding Bonds</u>	<u>Percentage Applicable to Hillside</u>	<u>Amount Applicable to Hillside</u>
<u>Direct:</u>			
Village of Hillside	\$ 3,781,434	100.00%	\$ 3,781,434
Total Direct			<u>3,781,434</u>
<u>Overlapping:</u>			
County of Cook	3,362,051,750	0.14%	4,815,174
Forest Preserve District of Cook County	116,060,000 (3)	0.14%	166,223
Metropolitan Water Reclamation of Greater Chicago	2,629,938,991 (2)	0.15%	3,835,936
Memorial Park District	605,000 (3)	16.81%	101,727
Westchester Park District	528,000 (3)	1.74%	9,163
School District #87	13,405,000	8.46%	1,134,373
School District #88	26,787,166 (4)	6.30%	1,688,246
School District #92 1/2	11,670,000	1.70%	198,834
School District #93	2,275,000	52.12%	1,185,645
High School District 209	41,399,219 (4)	9.40%	3,891,658
Community College 504	- (3)	2.54%	-
Total Overlapping Bonded Debt			<u>17,026,978</u>
Total Direct and Overlapping General Obligation Bonded Debt			<u>\$ 20,808,412</u>

## Notes:

- (1) Tax levy year 2015 information was used in the calculations of this statement.
- (2) Includes Revolving Loan Fund Bonds issued with the IEPA.
- (3) Excludes outstanding principal amounts of General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.
- (4) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.

Sources: Offices of the Cook County Clerk, Comptroller and Treasurer of the Metropolitan Water Reclamation District

Village of Hillside  
Legal Debt Margin Information  
Last Ten Fiscal Years  
(Unaudited)

	Fiscal Year				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Debt limit	\$ 16,365,693	\$ 16,492,586	\$ 17,333,519	\$ 18,449,086	\$ 19,864,363
Total net debt applicable to limit	<u>3,770,000</u>	<u>4,445,000</u>	<u>5,110,000</u>	<u>5,755,000</u>	<u>6,400,000</u>
Legal debt margin	<u>\$ 12,595,693</u>	<u>\$ 12,047,586</u>	<u>\$ 12,223,519</u>	<u>\$ 12,694,086</u>	<u>\$ 13,464,363</u>
Total net debt applicable to the limit as a percentage of debt limit	23.04%	26.95%	29.48%	31.19%	32.22%

	Fiscal Year				
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Debt limit	\$ 23,936,134	\$ 23,936,134	\$ 25,537,544	\$ 23,926,122	\$ 22,241,632
Total net debt applicable to limit	<u>3,755,000</u>	<u>6,270,000</u>	<u>8,675,000</u>	<u>10,900,000</u>	<u>13,035,000</u>
Legal debt margin	<u>\$ 20,181,134</u>	<u>\$ 17,666,134</u>	<u>\$ 16,862,544</u>	<u>\$ 13,026,122</u>	<u>\$ 9,206,632</u>
Total net debt applicable to the limit as a percentage of debt limit	15.69%	26.19%	33.97%	45.56%	58.61%

Legal Debt Margin Calculation for Fiscal Year 2016

Assessed value	\$ 189,747,165
Debt limit (8.625% of assessed value)	16,365,693
Debt applicable to limit:	<u>3,770,000</u>
Legal debt margin	<u>\$ 12,595,693</u>

Note: Under state finance law, the Village's outstanding general obligation debt should not exceed 8.625 percent of total assessed property value.

Table 13

Village of Hillside  
Demographic and Economic Statistics  
Last Ten Calendar Years  
(*Unaudited*)

Calendar Year	Population	Personal Income	Per Capita Personal Income	Median Age	Education Level in Years of Schooling	School Enrollment	Unemployment Rate
2016	8,157	\$ 137,770,510	\$ 16,894	33.0	12.7	2,018	3.2%
2015	8,157	137,770,570	16,894	33.0	12.7	2,018	3.2%
2014	8,157	137,770,570	16,894	33.0	12.7	2,018	3.2%
2013	8,157	137,770,570	16,894	33.0	12.7	2,018	3.2%
2012	8,157	137,770,570	16,894	33.0	12.7	2,018	3.2%
2011	8,155	137,770,570	16,894	33.0	12.7	2,018	3.2%
2010	8,155	137,770,570	16,894	33.0	12.7	2,018	3.2%
2009	8,155	137,770,570	16,894	33.0	12.7	2,018	3.2%
2008	8,155	137,770,570	16,894	33.0	12.7	2,018	3.2%
2007	8,155	137,770,570	16,894	33.0	12.7	2,018	3.2%

Sources: 2000 & 2010 Federal Census



Village of Hillside  
Principal Employers  
Current Year and Nine Years Ago  
(Unaudited)

<u>Employer</u>		2016			Percentage of Total City Employment
		<u>Employees</u>	<u>Data Source</u>	<u>Rank</u>	
RTS Packaging LLC	Chipboard & Corrugated Packaging	350	(1)	1	9.4%
Builder's Concrete Svc LLC	Concrete Contractors	250	(3)	2	6.7%
Admiral Heating & Ventilating	HVAC Contractors	200	(2)	3	5.4%
Orange Crush, LLC	Road Construction & Asphalt Material Supplier	170	(2)	4	4.6%
Super Target	Department Store	150	(3)	5	4.0%
Dynamic Manufacturing Co.	Rebuilt Automotive Transmissions	150	(1)	5	4.0%
Darwill Printing	Printing Services	140	(1)	6	3.8%
Medstar Laboratory	Medical Laboratory	135	(2)	7	3.6%
Praxair Distribution, Inc.	Industrial Gases, Products & Services	135	(2)	7	3.6%
L & J Technologies (HQ)	Engineering Services	120	(1)	8	3.2%
MTH Industries	Architectural Glass & Metal Contractor	115	(2)	9	3.1%
Best Western	Hotel	100	(2)	10	2.7%
Car Max Auto Superstore	Automobile Dealer	100	(3)	10	2.7%
Total		<u>1,695</u>			<u>45.6%</u>

\* The number of employees listed in the 2016 directories are actually the number employed in 2015. The Illinois Department of Employment Security reports that 3,718 persons were employed in Hillside in 2015, the most recent information available.

#### Data Sources

- (1) 2016 Illinois Manufacturers' Directory
- (2) 2016 Illinois Services Directory
- (3) ReferenceUSA.com

Village of Hillside  
Full-time-Equivalent Village Government Employees by Function/Program  
Last Ten Fiscal Years  
(Unaudited)

Function/Program	Full-time-Equivalent Employees as of April 30									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General government										
Administration	7	7	7	7	7	8	9	9	9	9
Social Services	-	-	-	-	-	-	-	-	1	1
Public Safety										
Police										
Officers	25	25	25	25	25	27	27	28	28	28
Civilians	8	8	8	8	8	8	8	8	9	9
Fire										
Firefighters	23	23	20	21	21	22	23	25	25	25
Civilians	1	1	1	1	1	1	1	1	1	1
Streets (Public Works)										
Administration	3	3	3	3	3	3	3	3	3	3
Streets	3	3	3	3	3	3	3	3	3	3
Building Services	3	3	3	3	3	3	3	3	3	3
Water	3	3	3	3	3	4	4	4	5	5
Total	76	76	73	74	74	79	81	84	87	87

Source: Village Finance Department

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave).

Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

Table 16

Village of Hillside  
Operating Indicators by Function/Program  
Last Ten Fiscal Years  
(Unaudited)

Function/Program	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General government										
Building permits issued	768	564	700	595	625	589	576	657	522	600
Building inspections conducted	2,119	1,623	1,932	1,807	1,874	1,767	1,296	1,993	1,515	1,800
Public Safety										
Police										
Calls for service	21,992	24,170	22,601	17,101	14,030	14,642	16,626	15,744	15,374	8,358
Physical arrests	344	344	364	627	435	518	669	470	646	808
Parking tickets	2,398	2,818	2,433	2,381	2,485	2,406	2,423	2,064	1,671	1,878
Traffic tickets	1,726	2,126	2,583	3,344	3,724	6,087	4,540	3,987	4,014	4,533
Fire										
Fire Calls	774	808	826	659	667	754	718	754	675	646
Ambulance Calls	1,674	1,489	1,379	1,448	1,501	1,382	1,247	1,387	1,351	1,293
ALS	694	643	556	624	596	559	488	531	533	547
BLS	460	369	329	350	406	329	303	292	314	268
Training Hours	11,328	11,140	9,006	6,623	5,684	4,775	5,410	6,155	6,499	4,537
Inspections Initial	263	132	139	126	155	99	99	290	225	354
Inspections Follow-Up	100	32	11	33	32	78	30	118	83	189
Streets (public works)										
Street resurfacing (miles)	-	1	-	-	-	-	-	-	-	-
Sewer Inspections Conducted	8	13	16	17	9	94	105	81	85	156
Library										
Volumes in collection	51,386	52,279	55,598	53,668	59,386	81,610	57,641	56,635	51,800	47,954
Total volumes borrowed	50,683	53,877	63,539	56,330	96,421	88,558	92,212	92,258	88,987	82,096
Water										
Meters Installed	140	201	224	211	29	16	27	16	22	16
Water main breaks	14	34	42	24	20	28	19	11	2	28
Average daily consumption (thousands of gallons)	723	1,120	923	980	1,055	1,061	981	730	1,180	1,148

Sources: Various Village departments.

Village of Hillside  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years  
(Unaudited)

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	25	25	25	25	25	27	27	28	28	28
Fire stations	1	1	1	1	1	1	1	1	1	1
Other public works										
Streets (miles)	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
Streetlights	124	124	124	124	124	124	124	124	124	124
Parks and recreation										
Acreage	12.23	12.23	12.23	12.23	12.23	12.23	12.23	12.23	12.23	12.23
Playgrounds	3	3	3	3	3	3	3	3	3	3
Baseball/softball diamonds	3	3	3	3	3	3	3	3	3	3
Community centers	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	38.21	38.21	38.21	38.21	38.21	38.21	38.21	38.21	38.21	38.21
Fire hydrants	453	722	722	722	722	722	722	722	722	722
Storage capacity (thousands of gallons)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Wastewater										
Sewers (miles)	26.09	26.09	26.09	26.09	26.09	26.09	26.09	26.09	26.09	26.09

Sources: Various Village departments.

Notes: No capital asset indicators are available for the general government or library function.