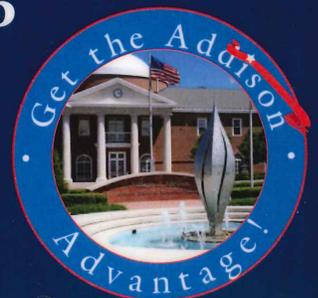


Village of Addison Illinois



Comprehensive Annual Financial Report YEAR ENDED APRIL 30, 2015

PREPARED BY DEPARTMENT OF FINANCE
Roseanne M. Benson
Finance Director / Treasurer



VILLAGE ^{OF} ADDISON, ILLINOIS



Get The Addison Advantage

The "Get the Addison Advantage" theme was designed to provide residents and non-residents with a better understanding of the positive events occurring in the Village of Addison. It is our goal to have the general public fully understand all the positive benefits of living in the community and provide them with information on a number of different subjects including education, business, public works and community services. We want residents to be proud of the community in which they live. The Village is promoting the "Addison Advantage" message through public relations, advertisements, the Village Web Site and its own marketing materials (such as the Spotlight, an Addison newsletter).

VILLAGE OF ADDISON, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Year Ended
April 30, 2015**

Prepared by Finance Department

**Roseanne M. Benson
Finance Director/Treasurer**

**Claire A. Guinto
Assistant Finance Director**

VILLAGE OF ADDISON, ILLINOIS
TABLE OF CONTENTS

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

VILLAGE OF ADDISON, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

FINANCIAL STATEMENTS (Continued)

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Proprietary Funds

Statement of Net Position	11-12
Statement of Revenues, Expenses, and Changes in Net Position.....	13
Statement of Cash Flows	14-15

Fiduciary Funds

Statement of Fiduciary Net Position.....	16
Statement of Changes in Fiduciary Net Position.....	17

Notes to Financial Statements	18-54
-------------------------------------	-------

Required Supplementary Information

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General Fund	55
Motor Fuel Tax Fund.....	56
Schedule of Funding Progress and Employer Contributions	
Illinois Municipal Retirement Fund	57
Police Pension Fund	58
Other Postemployment Benefits Plan.....	59
Schedule of Employer Contributions	
Police Pension Fund	60
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	
Police Pension Fund	61
Schedule of Investment Returns	
Police Pension Fund	62
Notes to Required Supplementary Information	63-64

VILLAGE OF ADDISON, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

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

MAJOR GOVERNMENTAL FUNDS

Schedule of Revenues - Budget and Actual - General Fund.....	65-66
Schedule of Expenditures - Budget and Actual - General Fund	67
Schedule of Detailed Expenditures - Budget and Actual - General Fund.....	68-78
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Debt Service Fund	79

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet	80
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	81

Nonmajor Special Revenue Funds

Combining Balance Sheet	82
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	83

Nonmajor Capital Projects Funds

Combining Balance Sheet	84-85
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	86-87
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Capital Projects Fund.....	88
Redevelopment Fund	89
Green Oaks/Army Trail TIF #1 Fund.....	90
Michael Lane TIF #2 Fund	91
Town Center TIF #3 Fund	92
Public Building Fund.....	93

MAJOR ENTERPRISE FUND

Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual - Waterworks and Sewerage Fund	94
Schedule of Detailed Expenses by Department - Budget and Actual - Waterworks and Sewerage Fund.....	95-99

VILLAGE OF ADDISON, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

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

INTERNAL SERVICE FUNDS

Combining Statement of Net Position.....	100
Combining Statement of Revenues, Expenses, and Changes in Net Position.....	101
Combining Statement of Cash Flows.....	102-103
Schedule of Detailed Expenses - Budget and Actual	
Fleet Services Fund	104-105
Information Systems Fund	106-107
Equipment Replacement Fund	108

FIDUCIARY FUNDS

Schedule of Changes in Net Position - Budget and Actual	
Police Pension Trust Fund.....	109
Schedule of Changes in Assets and Liabilities - Agency Fund.....	110

SUPPLEMENTAL DATA

Schedule of Long-Term Debt Requirements	
General Obligation Bond Issues.....	111-114

STATISTICAL SECTION

Financial Trends

Net Position by Components.....	115-116
Change in Net Position.....	117-120
Fund Balances of Governmental Funds	121
Changes in Fund Balances of Governmental Funds	122-124

Revenue Capacity

Assessed Value and Actual Value of Taxable Property	125
Property Tax Rates - Direct and Overlapping Governments.....	126
Principal Property Taxpayers	127
Property Tax Levies and Collections	128
Taxable Sales by Category	129
Direct and Overlapping Sales Tax Rates	130

VILLAGE OF ADDISON, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
STATISTICAL SECTION (Continued)	
Debt Capacity	
Ratios of Outstanding Debt by Type.....	131
Ratios of General Bonded Debt Outstanding.....	132
Direct and Overlapping Governmental Activities Debt.....	133
Schedule of Legal Debt Margin	134
Demographic and Economic Information	
Demographic and Economic Information.....	135
Principal Employers	136
Operating Information	
Full-Time Equivalent Employees.....	137-138
Operating Indicators	139
Capital Asset Statistics	140

Village of Addison

Elected Officials



Village of Addison Board of Trustees:

Front row left to right: Mayor Richard Veenstra and Village Clerk Lucille Zucchero

Back row left to right: Trustee Cathy Kluczny, Trustee Sylvia Layne, Trustee William Lynch, Deputy Mayor Thomas Hundley, Trustee Harold Theodore, and Trustee Joseph McDermott

VILLAGE OF ADDISON, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2014

Village Manager
Assistant Village Manager/Director Community Development

Joseph E. Block Jr.
John N. Berley

Finance Director/Treasurer
Director of Police
Public Works Director
Community Relations Director
Director of Personnel / Risk Management

Roseanne M. Benson
Timothy Hayden
J. Mitchell Patterson
Donald A. Weiss
Donald Pinson

Village Attorney

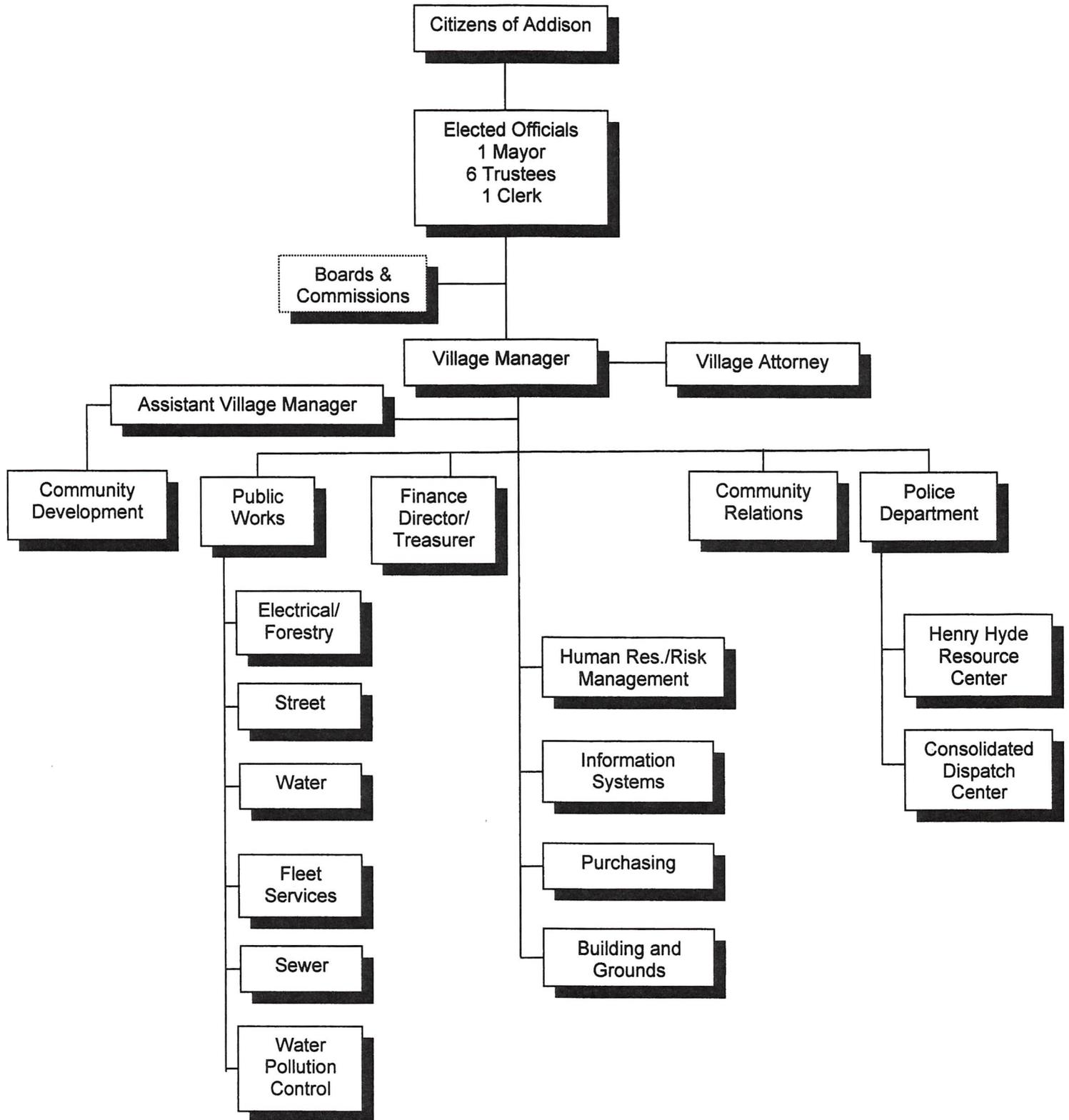
Tressler LLP

Audit Committee, Member
Audit Committee, Member

Donald McComb
Maria Cesario DeNicolo

VILLAGE OF ADDISON

Organizational Structure





Government Finance Officers Association

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

Presented to

**Village of Addison
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2014

Executive Director/CEO

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Addison, Illinois for its Comprehensive Annual Financial Report for the fiscal year ended April 30, 2014. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental 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.



Village of Addison

Finance Department

October 22, 2015

The Honorable Richard H. Veenstra, Mayor
Members of the Village Board of Trustees
Village Clerk Zucchero
Citizens of the Village of Addison, Illinois

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of the Village of Addison for the fiscal year ended April 30, 2015, is herein submitted as required by state statute. State statute requires an audit shall be made by a licensed public accountant, annually, and shall cover the immediately preceding fiscal year and shall be filed with the Comptroller within six months after the close of the fiscal year.

This report consists of management's representations concerning the finances of the Village of Addison. Consequently, management assumes full responsibility for the completeness and reliability of all of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not outweigh their benefits, the Village of Addison's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village of Addison's financial statements have been audited by Sikich, LLP, a firm of licensed certified public accountants. They have issued an unmodified ("clean") opinion on the Village of Addison's financial statements for the fiscal year ended April 30, 2015. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of the Government. The Village of Addison is rich in heritage, its history dating back to the years when the territory was inhabited by the Algonquin Indians. The first settlers arrived in 1833 and the community was incorporated on August 18, 1884. Located approximately 20 miles west of Chicago, in the county of DuPage, the Village occupies a land area of approximately 9.0 square miles and had a 2010 population of 35,942. The Village has a variety of housing options from rental units to single family homes. Prior to the recent housing slump, the average value of a single family home has ranged from \$300,000, to more than \$600,000. However, the recent housing slump and increase in foreclosed properties has negatively impacted that range. As the economy recovers, we anticipate housing values will rebound as well.

The Village of Addison is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council. See Note 3a in the notes to financial statements regarding the property tax levy and corresponding receivable.

The Village of Addison operates under a Mayor-Council, Manager form of government. Addison is a home-rule municipal corporation governed by the Mayor and six trustees, who are elected on a non-partisan basis to serve four-year overlapping terms. The Village Manager is appointed by the Village Board and serves as the Chief Administrative Officer. The Village Board is responsible for establishing Village policy, which, in turn, is implemented on a day-to-day basis by the Village Manager and Village staff.

The Village of Addison provides a full range of governmental services. Specifically, the Village provides police protection, water and sewer utilities, construction and maintenance of roadways and infrastructure, engineering, code enforcement, planning, zoning, finance and general administrative services. In addition, the Village operates a cable television station which televises Village Board meetings, special community events, community information bulletins and free movies as part of their broadcast schedule. Fire protection is provided by the Addison Fire Protection District #1 which is a separate entity and taxing body.

The Village also operates the Addison Consolidated Dispatch Center (ACDC). The center was established in 2012 and provides police dispatch services to the Village of Bensenville and the Village of Bloomingdale along with Addison. The Emergency Telephone System Board provided funding to update the radio console system and replace radios for sworn personnel to allow for interoperability between many agencies and solve area-wide radio frequency issues. DU-COMM (DuPage Public Safety Communications) also provided additional funding to assist in the consolidation. The center is expanding and will provide police dispatch services to the DuPage Forest Preserve, Village of Itasca, and City of Wood Dale during Fiscal 2016. Future expansion includes additional police agencies and the addition of fire agencies. The Village will build a new state of the art dispatch center on vacant land owned by the Village during 2016.

The Village's Park District, School Districts and Public Library, which are separate governmental entities, provide a wealth of services. Addison is served by a highly ranked public school system anchored by Addison Trail High School. Addison is also home to DeVry University. This west suburban location offers B.S. degrees in several categories of technology. DeVry also added an affiliation with the Chamberlain College of Nursing in 2008.

The Addison Park District, in addition to other facilities, operates the Family Aquatic Center, which is a national award winning outdoor water park offering a *variety of water-related fun for the whole family*. *The Park District also manages 2 community centers, one of which includes a senior leisure center and the other an indoor pool and workout gym* in addition to 24 park sites. *Links & Tees Golf Facility is honored to be a Top 50 Stand-Alone Range by the Golf Range Association of America*. The facility includes a nine-hole golf course, a miniature golf course, an outdoor driving range and putting green and an indoor golf dome, which includes a driving range, and putting and chipping areas.

The Addison Public Library, built in 2008, is a 56,000 s.f. state of the art facility utilizing several aspects of green engineering including a green roof. The Library has seen an increase in the number of circulated items and the number of patrons using the facility. The Library continues to collaborate with High School District #88 to provide Perks and Possibilities Café. The café is a joint venture between the Library and DuPage High School District #88. The café's operators are students from the Transitions Program and their advisors. This program helps cognitively disabled students, ages 19-21, learn life skills, obtain job training in a community setting, and transition to life after District #88. The old library building was remodeled and is occupied by DuPage High School District #88 for use as administrative offices and living classroom space for the Transitions Program.

The Village has evaluated other governmental services to determine whether they should be included in the Village's reporting entity. Excluded from the reporting entity are the various school districts, fire protection district, park district, library and township which fall within the Village's boundaries, but which do not meet the criteria for inclusion as set forth by Generally Accepted Accounting Principles (GAAP).

The annual budget serves as the foundation for the Village of Addison's financial planning and control. The budget process begins in November and culminates with passage by the Board before the end of the current fiscal year, April 30 and takes effect on May 1. The approved budget document serves as the basis of the Appropriations Ordinance which sets the legal spending limits of the Village. In November of each year, the Village Manager and the Finance Director distribute the budget calendar and instructions to Department Heads. Departmental requests are then reviewed at the staff level. The Village Manager and Finance Director will then propose a balanced baseline budget and propose new programs for consideration by the Finance and Policy Committee of the Village Board. The Committee then considers the proposed budget and approves final spending levels. The Committee formally considers the budget in April after

holding a public hearing and recommends final approval to the Village Board. The Village Board then approves the budget prior to April 30. The new budget takes effect May 1. The approved budget is prepared by fund, function (e.g. public safety), and department (e.g., police). Department heads may make transfers of appropriations within a department. Transfers of appropriations between departments, however, require the special approval of the Village Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and the motor fuel tax fund, this comparison is presented as part of the Required Supplementary Information. For governmental funds, with appropriated annual budgets, this comparison is presented in the Combining and Individual Fund Financial Statements and Schedules subsection of this report.

In addition, the Village mandates extensive budgeting controls. The objective of these controls is to ensure compliance with legal provisions embodied in the adoption of the annual appropriations ordinance (budget) by the Village's governing body. The annual budget covers activities of the general, special revenue, debt service, capital projects, enterprise, internal service and pension trust funds. All budget authorizations lapse at year end, and incomplete projects are usually re-budgeted for in the subsequent fiscal year. The level of budgetary control (i.e. the level at which expenditures cannot legally exceed the budgeted amount) is at the fund level. As one method of accomplishing budgetary control, the Village reports encumbrances, if any, as reservations of fund balance since they do not constitute expenditures or liabilities. As demonstrated by the statements and schedules included in the financial section of the report, the Village continues to meet its responsibilities for sound financial management.

Local economy. The Village of Addison has a diversified commercial and retail base, as well as a substantial number of small and medium sized manufacturing companies. The Village is home to the largest industrial park in DuPage County and the fourth largest in Illinois, with 1,200 acres of industrial park, 800 acres of which are sheltered (with structures). Recent studies report a 96% occupancy rate in the industrial park. Over the years the Village has experienced steady growth and is now in an enviable position of maintaining a high level of development due to available land and a desirable location. Long-term revenue trends show steady growth with sales tax and state income tax being the primary revenue sources for the Village. However, as the economy has declined, so have our primary revenues sources. However, we are seeing a gradual recovery in our primary revenue sources.

The Village of Addison's strategic location has the advantage of being easily accessible from every direction. Four State highways penetrate and cross its boundaries including Route 20 (Lake Street), Route 53 (Rohling Road), Route 64 (North Avenue), and Route 83 (Robert Kingery Highway). Lake Street, the main street through the Village boasts over 30,000 cars traveling on a daily basis. Interstate I-290, the North-South Tollway I-355 and the Tri-State Tollway I-294 provide easy vehicular access to Addison. The Chicago Loop and Midway Airport are 35 minutes away; O'Hare International Airport is a 20 minute drive. Rail commuters can use METRA's Milwaukee District West Line station in Wood Dale, or the Union Pacific West Line in Villa Park, and may expect a 35 to 48 minute trip to the Loop. Two PACE bus routes were added to the Village in the summer of 2008 which now allow residents to go to a local shopping mall, and transfer to other bus routes within the county.

With a central location in the metropolitan area, Addison has attracted several regional distribution facilities, the largest being the United Parcel Service Distribution Center, which employs over 2,900 people. The Village is also the site of the international headquarters and expanded warehouse facilities for The Pampered Chef, a supplier of high-end kitchen utilities. The 43 acre site includes a 600,000 square foot warehouse and an 180,000 square foot office building.

The Lake Street Business and Entertainment Corridor is home to several commercial properties including a membership shopping club, big box retail store, hotel, movie theatre complex, drugstores, and several restaurants ranging from fast food and coffee shops to elegant steakhouse dining. The development of this corridor was accomplished thru the use of various Village incentives and private developers. The addition of a Caputo's grocery store (specializing in Italian, Mexican, Polish and Middle Eastern items) and Jimenez grocery provide specialty grocery shopping for our ethnically diverse community and surrounding communities.

During Fiscal 2015, the Village saw several major developments, including:

- The State of Illinois completed the widening (two lanes to five lanes) of Route 53, (Rohling Road) from Army Trail Road north thru Addison and Itasca to Highway 19 – Irving Park Road. As part of this project the Village was responsible for the cost of moving/reconstruction of the water main, sidewalks and street lighting. A traffic signal was installed at the south Wal-Mart entrance to mediate traffic issues.
- A Goodwill store was added to the Lake St. and Rte. 53 shopping district in fiscal 2015.
- Renovations to the Dominick's shopping plaza at Lake St. and Mill Road that began in the Fall of 2013 are continuing. An ice cream shop and taco restaurant have been added, along with the relocation of a modern barber/shave shop.
- Stabilization of the Westwood Creek Stream Bank in the TIF 1 district was completed.
- The Village completed the park in the TIF #2 district.
- The Village completed the rebuild of seven lift stations, funded by a low interest IEPA loan.
- The TIF #1 and TIF #4 districts were determined to be complete and were closed. Over \$1.2 million in surplus funds was returned to the affected taxing bodies.

During the next year, the Village will see major developments including:

- Additions to the Dominick's shopping plaza to include an Auto Zone store and a restaurant and gaming café.
- Several restaurants will open in FY 2016 including, Middleterranean, (Mediterranean and Middle Eastern food) and Al's Beef in the western entertainment corridor; Wing Stop in the Lake St. and Rte. 53 shopping district; and a Popeye's Chicken more centrally located on Lake Street.
- ATI Therapy will renovate and occupy the old Kentucky Fried Chicken building.
- Renovation of the Johns Plaza complex on the east end of the Village will include the demolition of a vacant building and addition of new restaurant space. In addition, façade and parking lot improvements will be made.
- Drainage improvements to the Village Green area, west of the Village Hall..
- Architectural plans and bidding out of a new Consolidated Dispatch Center.
- Addition of a housing development on the Rte. 53 corridor to provide 14 one story townhome units.

Several new annexations and development of existing parcels from single-family home sites, commercial parcels, and major industrial buildings ranging in size to over 100,000 square feet have been ongoing in recent years. This trend is slowing in response to the overall economic condition. New home construction in the Village has slowed in conjunction with the national trend. Local builders have built numerous upscale homes in the recent past as a result of in-fills and teardowns, ranging in price from \$500,000 to \$1 million. Townhomes and condos have been constructed in the Village with prices starting at \$250,000 on up. Although we have seen private land acquisitions in recent years, several developments have been put on hold until the economy recovers.

The Village government has actively promoted the Village to prospective business owners, and has constructed an extensive streetscape beautification project along the Lake Street Corridor. Other development promotions utilized by the Village include tax increment financing (TIF) incentives, the creation of a business district qualifying this area for various state grants and loans, and sales tax sharing arrangements used as a development incentive.

The Village completed a feasibility study for the establishment of a Town Center in the commercial area located north of Lake Street and west of Addison Road (the eastern section of the Village). The Town Center would redevelop this large and important commercial area of the Village and serve as a community focal point. The Village approved the plan and established it as a TIF district during FY 2007. The Town Center will have mixed-use buildings, with commercial operations on the street level and residential dwellings on the upper floors.

In addition to the commercial and residential growth, the various local governmental units, business community, and service clubs have been active participants in maintaining the vitality of the Village. Through a strong sense of community and a high rate of volunteerism, numerous community activities are hosted each year. Some of these annual events include, The Mayor's Community Charity Ball (25th Anniversary in 2015), the Police/Fire Merit Review Awards, the Holiday Tree Lighting Ceremony, the Tuesday night Concerts in the Park series, the Thursday night Rock'N'Wheels, (live music, car and bike show) and Addison by the Slice. These events attract a multitude of people from the Village and surrounding communities to downtown Addison.

Long-term financial planning. The Village, during the annual budget process, projects general operational expenditures over a three year period and capital expenditures over a five year period. This enables the Village to determine the best use of resources both currently and in future years. In addition, the Village leverages its cash outflow by applying for federal and state grants, and replaces water and sewer related infrastructure in conjunction with county or state road reconstruction projects. Joining other agencies for road construction projects not only gives the Village the ability to accomplish more with less, it also decreases the inconvenience to residents as their street is only torn up once. The Village has utilized General Obligation Bonds to fund some of the larger projects. However, this source is used only upon careful consideration by the board. In addition to judicious issuance of new General Obligation Bonds, the Village has taken advantage of dropping interest rates to refund, or refinance current debt as it becomes available. This process provides cost savings to the Village and its residents over the remaining life of the bond. The Village is proud of its AA+ rating by Fitch and AA rating by Standard and Poors.

Relevant financial policies. The Village's financial policy requires the maintenance of a minimum of 3 months cash balance in all operating funds. The Village has been successful in maintaining this level of balances. In addition, the maintenance of a scheduled replacement program for rolling stock is achieved by the establishment of an Equipment Replacement Fund, dedicated to providing for the replacement of all vehicles and related capital equipment.

Major initiatives. The coming year will see continued road improvements. The Village will initiate the construction of a new facility for the Addison Consolidated Dispatch Center. The facility will allow for growth of the center and serve as a back-up facility for DuComm. Houses in a flood prone area of the Village will be purchased with a grant from FEMA. The annexation of properties at the intersection of Rte. 53 and Lake St will begin.

Awards and Acknowledgements. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Addison for its Comprehensive Annual Financial Report for the fiscal year ended April 30, 2014. This was the twenty ninth consecutive year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report 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 that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the Village of Addison has also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget. In order to qualify for the Distinguished Budget Presentation Award, the Village's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

Acknowledgments. The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department, especially Assistant Finance Director, Claire Guinto. The dedicated department heads, supervisors and employees of the Village have worked hard to continue to provide services to our residents with limited resources and unique solutions. In addition, I would like to acknowledge and thank the Mayor and the Board of Trustees and the Village Manager for their leadership and support in planning and conducting the financial affairs of the Village in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink that reads "Roseanne M. Benson". The signature is written in a cursive style with a large, stylized initial "R".

Roseanne M. Benson, CPA
Finance Director/Treasurer

INDEPENDENT AUDITOR'S REPORT



630.566.8400 // www.sikich.com

1415 W. Diehl Road, Suite 400
Naperville, Illinois 60563

Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the Board of Trustees
Village of Addison, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Addison, Illinois (the Village) as of and for the year ended April 30, 2015, and the related notes to 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 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 *Governmental 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village'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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Addison, Illinois, as of April 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

The Village adopted new accounting guidance, GASB Statement No. 67, *Financial Reporting for Pension Plans - An Amendment of GASB No. 25*, during the year ended April 30, 2015. The implementation of this guidance resulted in changes to the police pension-related notes presented in the notes to financial statements and to the required supplementary information. 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 management's discussion and analysis and required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, supplemental data, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Governmental Auditing Standards*, we have also issued our report dated October 22, 2015 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 *Governmental Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "S. K. Hill", is positioned to the right of the date and location text.

Naperville, Illinois
October 22, 2015

VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2015

This section of the Village of Addison's (the "Village") Comprehensive Annual Financial Report (CAFR) presents Management's Discussion and Analysis (MD&A) of the Village's financial activities during the fiscal year ended April 30, 2015. It is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the Transmittal Letter which can be found on pages v-ix of this report.

Financial Highlights

- The net position of the Village of Addison at the close of the most recent fiscal year was \$176,624,279. Of this amount, \$14,027,959 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The Village's total net position increased by \$3,232,344 or 1.9% during the fiscal year ending April 30, 2015. Governmental net position increased \$4,397,113 or 3.8% primarily due to increases in non-depreciable capital assets of \$2,010,797 (\$1,638,214 for purchase of flood plain properties – FEMA grant and construction in progress of \$372,583), net increase in depreciable assets \$748,153, reduction in liabilities of \$1,027,490, increase in cash \$793,716, offset by reduction in amounts due from other governments, \$175,785 and notes receivable, \$33,674. Business-type net position decreased \$1,164,769 or 2 % primarily due to the results of operations.
- As of the close of the current fiscal year, the Village of Addison's governmental funds reported combined ending fund balances of \$13,141,721, a decrease of \$169,718 or 1.3% in comparison with the prior year. This decrease is primarily due to decreases in Restricted for Economic Development of \$1,341,578 offset by increases in Unassigned Fund Balance of \$896,760, Restricted for Highways and Streets, \$243,874 and Restricted for Public Safety of \$95,098. Approximately 64.3% of the total fund balance amount, \$8,452,836, is *available for spending* at the government's discretion (*unrestricted, unassigned fund balance*).
- At the end of the current fiscal year, unrestricted fund balance (the total of the assigned and unassigned components of the fund balance) for the General Fund was \$8,577,736 or 29.5% of General Fund expenditures. This exceeds the Village's target of 25 %.
- The Village of Addison's total non-current liabilities increased by \$2,512,403, or 7.1% during the current fiscal year. The increase is caused by increases in Long Term Debt of \$2,744,809, Net Other Postemployment Benefits Obligation of \$98,542, and Compensated Absences of \$21,450, offset by decreases in Net Pension Obligation (NPO) of \$131,418 and termination benefits of \$220,980.

Overview of the Financial Statements

The discussion and analysis are intended to serve as an introduction to the Village of Addison's basic financial statements. The Village of Addison's basic financial statements comprise three components: 1) government-wide financials, 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 themselves.

VILLAGE OF ADDISON, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Government-Wide Financial Statements

The Government-Wide Financial Statements beginning on page 4 are designed to provide readers with a broad overview of the Village of Addison's finances, in a manner similar to a private-sector business.

The Statement of Net Position (page 4) presents information on the Village's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources, with the difference between the two reported as *net position*. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Addison is improving or deteriorating.

The Statement of Activities (pages 5 to 6) presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave) and is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the Village's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities.

Both of the government-wide financial statements distinguish functions of the Village of Addison that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Village of Addison include general government, public safety (police), community development, highways and streets, and interest. The business-type activities of the Village of Addison include the Waterworks and Sewerage fund.

The Governmental Activities reflect the Village's basic services, including police, public works, highways and streets, community development, and general administration. Property taxes, shared state sales taxes, local telecommunications taxes, shared state income taxes, and home rule sales taxes, finance the majority of these activities. The Business-Type Activities reflect private sector-type operations (Waterworks and Sewerage Fund), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Addison, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith. Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is now on major funds, rather than fund types. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in government-wide financial statements. By doing so, readers may better understand the

VILLAGE OF ADDISON, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

long-term impact of the government's near-term financing decisions. Both the governmental funds 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 16 individual governmental funds; 3 major funds and 13 non-major 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, Motor Fuel Tax Fund and Debt Service Fund, all of which are considered to be major funds. Data from the other twelve governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriated budget for its general fund. Budgetary comparison schedules have been provided for the general fund and the motor fuel tax fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found beginning on page 7 of this report.

Proprietary Funds. The Village of Addison maintains two different types of proprietary funds. *Enterprise Funds* are used to report the same functions presented in Business-Type Activities in the Government-Wide Financial Statements. The Village has only one enterprise fund, the Waterworks and Sewerage Fund. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally among the Village's various functions. The Village uses internal service funds to account for its central garage operations, management information systems and equipment replacement. All Internal Service Funds serve governmental rather than business-type functions and have been included with Governmental Activities in the Government-Wide Financial Statements.

Proprietary Fund Financial Statements (pages 11 to 15) provide the same type of information as the Government-Wide Financial Statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks and Sewerage Fund which is considered a major fund of the Village and is presented in a separate column in the Fund Financial Statements. Conversely, all three Internal Service Funds are combined in a single, aggregate presentation in the Proprietary Fund Financial Statements. Individual fund data for the Internal Service Funds is provided in the form of combining statements presented elsewhere in the report.

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

The basic fiduciary fund financial statements can be found beginning on page 16 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements. The notes to financial statements can be found immediately following the Basic Financial Statements section of this report beginning on page 18.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* including the general fund and motor fuel tax fund budgetary schedules and data concerning the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found immediately following the notes to the financial statements beginning on page 55.

The combining and individual fund financial statements referred to earlier in connection with major governmental funds are presented immediately following the required supplementary information beginning on page 65. The combining and individual fund financial statements for non-major governmental, enterprise, and internal service funds are presented immediately following, beginning on page 80.

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The net position of the Village of Addison was \$176,624,279, as of April 30, 2015.

By far the largest portion of the Village of Addison's net position, 89.7% reflects its net investment in capital assets. Net investment in capital assets is the investment in capital assets (e.g. land, buildings, machinery and equipment) less any related debt used to acquire those assets that is still outstanding. The Village of Addison uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Addison'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.

Village of Addison's Net Position

	Governmental Activities		Business-Type Activities		Total Primary Governmental	
	2015	2014	2015	2014	2015	2014
Assets						
Current and other assets	\$ 29,317,308	\$ 29,008,702	\$ 7,890,533	\$ 7,461,533	\$ 37,207,841	\$ 36,470,235
Capital Assets	131,167,992	128,409,042	59,554,179	56,073,336	190,722,171	184,482,378
Total Assets	160,485,300	157,417,744	67,444,712	63,534,869	227,930,012	220,952,613
Deferred outflows of Resources						
Unamortized charge on refunding	104,697	125,191	42,458	50,950	147,155	176,141
Liabilities						
Current Liabilities	6,831,944	5,720,590	2,042,884	1,849,963	8,874,828	7,570,553
Non-current Liabilities	26,003,020	28,141,864	8,254,476	3,381,277	34,257,496	31,523,141
Total Liabilities	32,834,964	33,862,454	10,297,360	5,231,240	43,132,324	39,093,694
Deferred inflows of Resources						
Unavailable revenue – property tax	8,320,564	8,643,125	0	0	8,320,564	8,643,125
Net Position:						
Net investment in cap. assets	106,518,924	101,630,549	51,992,888	53,415,214	158,511,812	155,045,763
Restricted	4,054,508	5,071,785	30,000	30,000	4,084,508	5,101,785
Unrestricted	8,861,037	8,335,022	5,166,922	4,909,365	14,027,959	13,244,387
Total Net Position	\$119,434,469	\$ 115,037,356	\$ 57,189,810	\$58,354,579	\$176,624,279	\$173,391,935

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Net Investment In Capital Assets

The following table shows the calculation of Net Investment in Capital Assets.

GOVERNMENTAL ACTIVITIES

Capital Assets		\$ 131,167,992
Less: Outstanding Debt		
GOB Series 2006 A, Refunding	\$ 2,475,000	
GOB Series 2006 C Library Building (Village Asset)	6,000,000	
GOB Series 2007 Library Building (Village Asset)	5,310,000	
GOB Series 2008 Refunding	4,065,000	
GOB Series 2010 Taxable – Driscoll Property (Village Asset)	3,060,000	
GOB Series 2011 Refunding	1,425,000	
GOB Series 2012 Refunding (General Fund Portion)	1,127,826	
GOB Series 2012 Refunding (ERF Portion)	861,966	
Net unamortized premium/discount/gain/losses	429,243	
Unamortized charge on refunding	(104,967)	
		<u>(24,649,068)</u>
Net Investment in Capital Assets		<u>\$ 106,518,924</u>

BUSINESS-TYPE ACTIVITIES

Capital Assets		\$ 59,554,179
Less: Outstanding Debt - GOB Series 2012 (Water Portion)	\$ 925,178	
Illinois EPA Loan	6,627,263	
Net unamortized premium/discount/gain/losses	51,308	
Unamortized charge on refunding	(42,458)	
		<u>(7,561,291)</u>
Net Investment in Capital Assets		<u>\$ 51,992,888</u>

For more detailed information see the Statement of Net Position on page 4.

An additional portion of the Village of Addison’s net position, 2.3%, represents resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net position, 7.9%, may be used to meet the government’s ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Village of Addison is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

The Village’s total net position increased by \$3,232,344 or 1.9% during the fiscal year ending April 30, 2015. Governmental net position increased \$4,397,113 or 3.8% primarily due to increases in non-depreciable capital assets of \$2,010,797 (\$1,638,214 for purchase of flood plain properties – FEMA grant and construction in progress of \$372,583), net increase in depreciable assets \$748,153, reduction in liabilities of \$1,027,490, increase in cash \$793,716, offset by reduction in amounts due from other governments, \$175,785 and notes receivable, \$33,674. Business-type net position decreased \$1,164,769 or 2 % primarily due to the results of operations.

Governmental activities. Governmental activities increased net position of the Village by \$4,397,113 while business-type activities decreased net position by \$1,164,769 for a net increase in the Village of Addison’s net position \$3,232,344. Key elements of these changes are as follows:

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Village of Addison's Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Revenues						
Program Revenues						
Charges for Services	\$ 4,778,527	\$ 4,496,753	\$ 14,558,808	\$ 13,460,928	\$ 19,337,335	\$17,957,681
Operating Grants	3,187,611	1,619,191	0	0	3,187,611	1,619,191
Capital Grants	550,505	342,016	0	0	550,505	342,016
General Revenues						
Property & Replacement Taxes	9,025,890	8,453,300	0	0	9,025,890	8,453,300
Sales & Home Rule Sales Taxes	15,427,038	15,454,568	0	0	15,427,038	15,454,568
Telecommunications Tax	1,301,914	1,395,198	0	0	1,301,914	1,395,198
Other Taxes	5,187,584	4,932,059	0	0	5,187,584	4,932,059
Other Revenue	252,664	232,513	6,253	38,766	258,917	271,279
Total Revenues	39,711,733	36,925,598	14,565,061	13,499,694	54,276,794	50,425,292
Expenses						
General Government	4,829,314	4,852,380	0	0	4,829,314	4,852,380
Public Safety	18,000,834	16,861,308	0	0	18,000,834	16,861,308
Community Development	4,840,317	1,741,207	0	0	4,840,317	1,741,207
Highways and Streets	6,518,225	7,439,469	0	0	6,518,225	7,439,469
Interest & fiscal charges	925,271	995,325	0	0	925,271	995,325
Waterworks and Sewerage	0	0	15,930,449	15,205,581	15,930,449	15,205,581
Total Expenses	35,114,001	31,889,689	15,930,449	15,205,581	51,044,450	47,095,270
Changes in Net Position before Transfers						
Transfers	4,597,732	5,035,909	(1,365,388)	(1,705,887)	3,232,344	3,330,022
Change in Net Position	(200,619)	(800,809)	200,619	800,809	0	0
Change in Net Position	4,397,113	4,235,100	(1,164,769)	(905,078)	3,232,344	3,330,022
Beginning Net Position	115,037,356	110,802,256	58,354,579	59,259,657	173,391,935	170,061,913
Ending Net Position	\$ 119,434,469	\$ 115,037,356	\$ 57,189,810	\$58,354,579	\$176,624,279	\$173,391,935

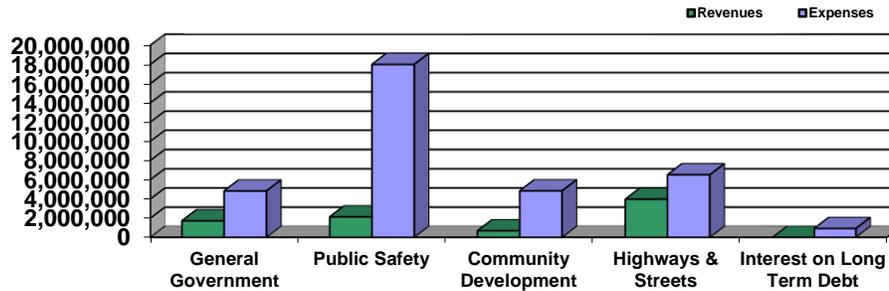
Total Governmental Revenues increased \$2,786,135. Operating grants posted the biggest increase of \$1,568,420 primarily due to the receipt of \$1,497,808 in FEMA grant monies used to purchase properties along a flood plain that will be returned to green space. Reimbursements for public safety and training increased over FY 2014 by \$258,611. The increases were offset by a decrease in Motor Fuel Taxes of \$167,120.

Property and replacement taxes increased \$572,590 due to increases in the Police Pension Tax levy. Other Taxes increased \$255,525 or 5% due to increases in Local Use Tax of \$113,806, Room Tax (Hotel/Motel) of \$24,369, Video Gaming Tax (full year in FY 15) of \$65,925 and Real Estate Transfer taxes of \$32,606. Charges for Services increased \$281,744 or 6% primarily due to increases in Building Permits and various development and inspection fees of \$183,867, increases in Vehicle License Fees of \$100,669 (inclusion of State of Illinois data base of vehicles registered in Addison).

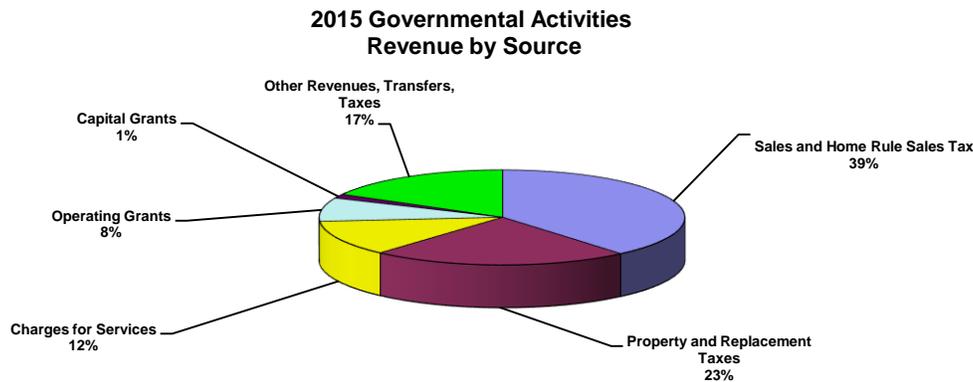
The Capital Grant increase includes \$322,209 for the reimbursement of the Walmart traffic signal offset by net reductions in various public safety grants of \$67,838 and the Salt Creek Greenway Trail grant of \$48,642 (FY 14 only).

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Program Revenues and Expenses – Governmental Activities



Revenues by Source – Governmental Activities



For the fiscal year ended April 30, 2015 total revenues from Governmental Activities, excluding transfers, totaled \$39,711,733. Program revenues which include charges for services, capital grants and operating grants provided 21% of total revenues. The remaining 79% is from general revenues. Sales tax and home rule sales tax continue to be the Village's largest revenue source coming in at \$15,427,038 and representing 39% of total Governmental Activity revenue. Property and replacement tax revenues of \$9,025,890 represent 23% while other revenues, transfers and taxes (primarily telecommunications tax, local use tax, and real estate transfer tax) and other revenues total \$6,742,162 which represent 17% of the total Governmental Activity revenue.

The Village increased its property and replacement tax revenues from \$8,453,300 in Fiscal Year 2014 to \$9,025,890 in Fiscal Year 2015, an increase of \$572,590 or 6.8%. The increase is attributable to an increase in the General Fund property tax of \$464,078 or 13%, Police Pension fund of \$157,487 or 7%, Debt Service of \$6,686 or 1%, offset by a \$64,499 or 6% decrease in the four TIF district funds. The Village experienced a decrease in its equalized assessed valuation (EAV) from \$1,031,412,412 for the 2012 property tax year to \$960,651,383 for the 2013 property tax year, a decrease of \$70,761,029 or 6.86%.

Equalized Assessed Valuation

Levy Year	Fiscal Year	Assessed Valuation	State Equalization Factor	Equalized Assessed Valuation	EAV Growth	% Incr	<u>TOTAL EAV GROWTH</u>	
							New Growth/Annex.	Other Growth**
2006	2008	\$1,268,025,008	1.0000	\$1,268,025,008	\$ 91,546,351	7.78%	\$16,736,540	\$ 74,809,811
2007	2009	1,323,632,286	1.0000	1,323,632,286	55,607,278	4.39%	13,118,850	42,488,428
2008	2010	1,404,323,987	1.0000	1,404,323,987	80,691,701	6.10%	12,173,610	68,518,091
2009	2011	1,393,968,767	1.0000	1,393,968,767	(10,355,220)	(0.74)%	0	(10,355,220)
2010	2012	1,273,532,892	1.0000	1,273,532,892	(120,435,875)	(8.64)%	2,143,580	(122,579,455)
2011	2013	1,169,485,325	1.0000	1,169,485,325	(104,047,567)	(8.17)%	2,218,430	(106,265,997)
2012	2014	1,031,412,412	1.0000	1,031,412,412	(138,072,913)	(11.81)%	2,106,940	(140,179,853)
2013	2015	960,651,383	1.0000	960,651,383	(70,761,029)	(6.86)%	4,027,640	(74,788,639)

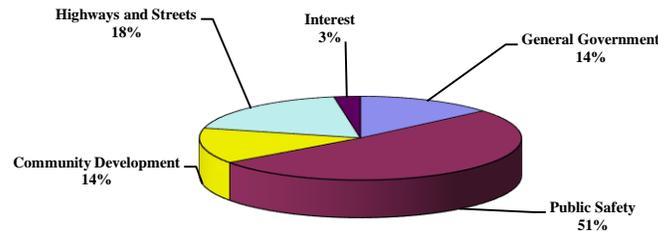
**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**Other Growth includes reassessments (quadrennial/sale of property), remodeling, and increases or decreases in the state multiplier and EAV calculations in general.

Please see Note 3 in the Notes to Financial Statements for discussion of the property tax levy. A 10 year comparison of EAV and Property Tax levies can be found in the Statistical Section of this report.

Expenses:

**2015 Governmental Activities
Expenses by Function**



For the fiscal year ended April 30, 2015, expenses from Governmental Activities totaled \$35,114,001 or an increase from FY 2014 of \$3,224,312 or 10%. The increase in expenses is primarily due to increases in Community Development \$3,099,150 (primarily a rebate of TIF #1 and TIF #4 taxes) and Public Safety \$1,139,526 (due to full staffing of both the police department and the Addison Consolidated Dispatch Center) offset by decreases in Highway and Streets of \$921,244, interest of \$70,054 and General Government of \$16,391. The majority of the Governmental Activities expenses come from the General Fund. A more in-depth discussion of the General Fund results follows on page MD & A- 9.

Business-Type Activities

Business-type activities reduced the Village of Addison’s net position by \$1,164,769. This decrease is primarily due to an operating loss of \$1,337,914, non-operating expenses of \$33,727 offset by transfers in from other funds of \$200,619 and investment income of \$6,253.

Revenues:

Charges for services increased \$936,455 or 7% over FY 2014 primarily due to an 8.6% increase in water and sewer rates of \$861,854, a decrease in consumption of \$308,413, increases in unbilled accruals of \$345,269, increases in penalties \$37,745. All other revenues increased \$161,425. The total of all classes of consumption experienced a 2.97% decrease in FY 2015, as noted below.

Comparison of Consumption (in 000 gallons)

	<u>FY 2015</u>	<u>FY 2014</u>	<u>% Change</u>
Residential	436,139	464,983	(6.20)%
Commercial	129,077	126,772	1.82%
Industrial	201,767	195,106	3.41%
Apartments	250,283	261,522	(4.30)%
	<u>1,017,266</u>	<u>1,048,383</u>	<u>(2.97)%</u>

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The Village is a member of the DuPage Water Commission (DPWC), which purchases Lake Michigan water from Chicago and distributes it to its members and charges them according to usage. The City of Chicago announced in 2011 they would be increasing their rate to the DPWC by 90% over four years. The first rate increase, 25%, became effective January 1, 2012. The DPWC has, accordingly, increased their rates to their members and the Village has also increased its rates accordingly. The Village passed a 4 year rate plan that expires in FY 2016. The four year plan is based on projected usage and charges from the DPWC and includes increases due to the City of Chicago rate increases.

Non-operating revenue decreased by \$36,677 primarily due to a decrease in interest expense of \$3,199, a decrease in Intergovernmental revenues of \$29,314 that did not occur in FY 15, decrease in interest expense of \$ 3,388 and a loss on sale of capital assets of \$7,552 which did not occur in FY 14.

Expenses:

Operating expenses from all Business-Type Activities increased \$720,707. This increase is primarily attributed to increases in Services and Charges of \$738,162, (increases in charges for water purchases of \$777,976, offset with reductions in public utilities of \$70,091) . Reductions in Personnel Costs of \$242,166, Internal Service fees of \$78,128 and Supplies and Materials of \$10,540 are offset by an increase in net Capital Outlay of \$233,169 and depreciation expense of \$90,210.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

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

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

At April 30, 2015 the Governmental Funds (as presented on page 7) reported a combined ending fund balance of \$13,141,721 which is a \$168,718 or 1.26% increase from the beginning of the year balance of \$13,310,439. Of the total fund balance, \$8,452,836 is unrestricted/unassigned fund balance in the general fund indicating availability for continuing Village services. An additional \$124,900 is unrestricted, assigned for subsequent budget, \$492,677 is unrestricted, assigned for capital projects funds and \$6,407 is unrestricted, assigned for specific purpose. Restricted fund balance of \$4,054,508 includes \$488,703 for economic development, \$1,308,820 for streets and highways, \$485,362 for public safety, and \$1,771,623 for debt service. A total of \$10,393 is non-spendable fund balance and is for notes receivable.

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The total fund balance of the General Fund increased by \$719,956 in Fiscal 2015 compared to a \$257,729 decrease in Fiscal 2014. This is a \$977,685 or 379.3% increase in results from operations from Fiscal 2014. Revenues increased by \$1,212,024 or 4.3% from the prior year and expenditures increased by \$598,608 or 2.1% as follows:

General Fund Revenue Comparison

	2015	2014	\$ Increase (Decrease)	% Increase (Decrease)
Taxes	\$20,095,484	\$19,231,321	\$ 864,163	4.49%
Licenses and Permits	2,268,860	1,945,775	323,085	16.60%
Intergovernmental	4,032,514	3,928,902	103,612	2.64%
Charges for Services	943,902	925,813	18,089	1.95%
Fines and Forfeits	925,672	1,098,524	(172,852)	(15.73)%
Investment Income	11,051	14,469	(3,418)	(23.62)%
Miscellaneous	844,600	765,255	79,345	10.37%
	<u>\$29,122,083</u>	<u>\$27,910,059</u>	<u>\$1,212,024</u>	<u>4.34%</u>

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The largest increase in revenues came from an \$864,163 or 4.49% increase in Taxes. Property taxes increased \$621,565, Use taxes increased \$113,806, Sales and Home Rules Sales taxes increased by \$83,230 and Video gaming increased \$65,925 (full year in FY 2015) .

General Fund Expenditure Comparison

	FY 2015	FY 2014	\$ Increase (Decrease)	% Increase (Decrease)
Personal Services	\$21,849,193	\$21,181,752	667,441	3.15%
Supplies & Materials	808,195	735,166	73,029	9.93%
Services & Charges	3,818,061	3,880,315	(62,254)	(1.60)%
Capital Outlay	21,880	129,335	(107,455)	(83.08)%
Transfer to Internal Service Funds	2,569,067	2,541,220	27,847	1.10%
	<u>\$29,066,396</u>	<u>\$28,467,788</u>	<u>598,608</u>	<u>2.10%</u>

The largest increase of \$667,441 is in Personal Services. The police department and consolidated dispatch saw increases in personnel costs of \$705,458 and \$119,341 respectively while community development posted a decrease of personal services of \$216,005. Police increases were due to promotions due to recent retirements, \$257,670 along with increase in overtime of \$214,746 and increase in the police pension contribution of \$157,487. Dispatch increases were due to increase of staffing levels to full strength.

The decrease in Services and Charges of \$62,254 is due to decreases in the Administration Department of \$180,303 primarily due to a charge to Telecommunication tax refund in of \$90,288 in FY 14 that did not re-occur in FY 15, along with decreases in Economic Development Incentives, \$45,487, legal fees, \$29,983 and Technical and Consulting of \$22,949. This is offset with an increase of \$110,725 in Community Relations, primarily due to higher costs for the summer Rock'N'Wheels program.

The decrease in Transfer to Internal Service Funds is primarily due to increases in covered costs such as fuel and computer related expenditures.

The Motor Fuel Tax (MFT) fund receives funds from motor fuel taxes collected by the state. The distribution is based upon population. These funds are to be used for the construction and maintenance of roads and highways. In addition, the Village implemented a 0.25% home rule sales tax effective January 1, 2012 to supplement the MFT funds received from the State. Revenues increased \$114,204 from FY 2014 primarily due to reimbursement from a big box store for the installation of a traffic signal, \$322,205 (installed in FY 13), offset by reductions in Motor Fuel Tax received from the State of \$171,178 and reduction in Home Rule Sales tax of \$36,920 along with a \$57 reduction in investment income. Total expenditures increased by \$213,555 over total FY 2014 primarily due to timing and payment of road projects that change from year to year as noted below.

Motor Fuel Tax Fund Projects Comparison

	FY 15	FY 14	Difference
Street Maintenance	\$ 1,796,549	\$ 1,907,754	\$ (111,205)
Public Works Facility	-	32,070	(32,070)
Addison Road	-	1,598	(1,598)
Mill Road/Army Trail	97,362	-	97,362
Fullerton	-	388,851	(388,851)
Swift	616,545	153,861	462,684
Grace	209,098	(4,966)	214,064
Sidewalks	54,129	47,139	6,990
Sidewalks- Trip Hazard	88,117	131,929	(43,812)
ADA sidewalk	13,439	-	13,439
IDOT LED upgrade	-	3,448	(3,448)
	<u>\$ 2,875,239</u>	<u>\$ 2,661,684</u>	<u>\$ 213,555</u>

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The TIF 1 Fund expenditures were \$618,073 more than FY 14 due to the completion of the Westwood Creek project. In addition, the Village closed the TIF 1 district and refunded \$1,386,564 back to DuPage County to refund back to the various taxing bodies. The TIF 4 fund also was closed and refunded \$6,675 back to the various taxing bodies.

The TIF 2 Fund had expenditure decreases of \$846,312 due to the purchase of land for a park in the TIF District in FY 14 that did not occur in FY 15.

The TIF 3 Fund had a reduction of expenditures of \$128,454 due to redevelopment incentives in FY 14 that did not occur in FY 15.

The Debt Service fund receives property tax receipts and a 0.25% home rule sales tax in addition to transfers from other funds. The Debt Service Fund also transfers excess sales tax receipts to other funds. The decrease in fund balance of \$14,671 in FY 2015 compares to an increase of \$24,739 in FY 2014. The Debt Service Fund posted a decrease in revenues of \$32,637. Decreases occurred in Home Rule Sales tax, \$36,920, Personal Property Replacement Tax, \$1,333 and Investment Income, \$1,070, offset by an increase in property tax of \$6,686. Expenditures increased by \$7,140 due to increases in principal and interest.

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

Unrestricted net position of the Water and Sewerage Fund at the end of the year amounted to \$5,166,922 whereas unrestricted net position of the Internal Service Funds was \$4,431,801.

At April 30, 2015 the Water and Sewerage Fund (as presented on page 13) total net position decreased by \$1,164,769 or 2.0%. The Internal Service Funds' total net position increased by \$3,855 or 0.06%. The increase in the Internal Service Funds is primarily due to the difference between the annual charge to departments for use of equipment in the equipment replacement fund and the expenditures for the purchase of new equipment

GENERAL FUND BUDGETARY HIGHLIGHTS

Due to the economic downturn in Fiscal 2010 the Village took measures to decrease its expenditures as revenues were in a slump. One of the measures taken in FY 2010 was a Voluntary Separation Incentive Plan (VSIP) which allowed employees to leave with an incentive. The 2010 plan generated 5 vacant positions that were not filled. In FY 2011, the Village again offered a VSIP which generated an additional 5 vacancies which remain unfilled. In FY 2014, the Village again offered a VSIP which generated an additional 12 vacancies. However, to maintain minimum staffing levels, all but 1 position was replaced. The replaced positions come in at a lower cost to the Village. The majority of the positions vacated prior to 2014 remain unfilled. In addition, the Village suspended all summer part-time help in FY 2011 and that continues today.

General Fund Budgetary Highlights

	Original Budget	Final Budget	Actual
Revenues	\$27,249,500	\$27,249,500	\$29,122,083
Expenditures	<u>28,211,800</u>	<u>29,161,563</u>	<u>29,066,396</u>
Excess of Revenues over Expenditures	(962,300)	(1,912,063)	55,687
Other Financing Sources (Uses)	<u>700,000</u>	<u>700,000</u>	<u>664,269</u>
Net Changes in Fund Balance	<u>\$ (262,300)</u>	<u>\$ (1,212,063)</u>	<u>\$ 719,956</u>

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

General Fund actual revenues were \$1,872,583 more than the original, and final budgeted amounts. A comparison of budget to actual is as follows:

General Fund Revenues Comparison

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Change from Final Budget</u>
Taxes	\$18,909,900	\$ 18,909,900	\$ 20,095,484	\$ 1,185,584
Licenses, Permits & Fees	2,023,800	2,023,800	2,268,860	245,060
Intergovernmental	3,661,500	3,661,500	4,032,514	371,014
Charges For Services	943,000	943,000	943,902	902
Fines & Forfeitures	1,005,500	1,005,500	925,672	(79,828)
Investment Income	13,000	13,000	11,051	(1,949)
Miscellaneous	692,800	692,800	844,600	151,800
Total Revenues	<u>\$ 27,249,500</u>	<u>\$ 27,249,500</u>	<u>\$ 27,122,083</u>	<u>\$ 1,872,583</u>

General Fund actual expenditures were \$95,167 less than the final budgeted amount. This includes decreases in Supplies and Materials of \$101,683 (primarily street supplies, \$24,357, other operating supplies \$52,473, office supplies \$13,208 and other various operating supplies of \$11,645); Services and Charges \$59,471 (primarily Economic Development Incentives \$62,126 offset by increases in other various services and charges of \$2,655), Capital Outlay of \$23,120 and Internal Service Fees of \$57,333. These reductions are offset with increases in Personnel Costs of \$146,441.

CAPITAL ASSETS

The Village's investment in capital assets for its Governmental and Business-Type Activities as of April 30, 2015, amounts to \$190,722,171. The investment in capital assets includes land, buildings and structures, equipment, improvements other than buildings, infrastructure, and construction in progress. This amount represents a net increase (including additions and deductions) of \$6,239,793, from FY 2014. Detailed information regarding the change in capital assets for Governmental and Business-Type Activities can be found in Note 4 of the notes to financial statements.

The Governmental Activities capital assets net of depreciation increased from last year by \$2,758,951. The Business-Type Activities capital assets net of accumulated depreciation increased by \$3,480,843.

DEBT OUTSTANDING

The Village currently has six general obligation bond series and one taxable general obligation series outstanding. \$25,250,000 of general obligation bonds are outstanding at April 30, 2015.

The Village, under its home rule authority, does not have a legal debt limit. The Village is rated AA+ by Fitch Ratings and AA by Standard & Poor's. Additional information of the Village's long-term debt can be found in Note 6 in the notes to financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Village's 2014 Equalized Assessed Valuation (EAV) was comprised of 59% residential, 9% commercial, 31% industrial, and less than 1% of farm and railroad properties. The property tax revenue derived from the residential, commercial, and industrial properties has been stable. However as the housing market has experienced a downturn we are seeing the affect that downturn has on our EAV. State revenues, including income taxes, posted slight increases, however, due to the State's financial stress, payments for Income Tax have been delayed by two months. Investment

VILLAGE OF ADDISON, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

income decreased due to lower interest rates and invested balances. Sales tax and home rule sales tax revenues remained flat in FY2015 due to the closing of several businesses. The Village's sales tax base does not have a large number of high end luxury stores and car dealerships that are usually impacted in times of economic downturn. The mix of business types limited the decrease in sales taxes, the last couple years that some other communities have experienced.

The Fiscal Year 2016 budget includes a 5% increase in general fund property tax revenues, in addition to a 20% increase in the police pension levy. The increase in the police pension levy is based on an independent actuarial analysis. In addition, we had several retirements during 2015 that increased the benefits being paid. All tax revenues were budgeted with minimal increase, as the economic downturn is slowly turning. Sales taxes in the first two months of FY 2016 have been encouraging with a 4% increase from FY 2015 results. This still does not cover the 17% decrease between FY 09 and FY 10. The Village is cautiously optimistic this seemingly upward trend will continue. Several new food and service businesses have moved into town which should provide some additional sales tax revenue. Income taxes are posting a 17% increase in the first five months of FY 2016. However, the State of Illinois has delayed payment of Income Taxes due to the Village. As of 4/30/15 the State, which normally had a one month lag is now two months behind from notification (voucher) to payment.

The Village continues to be cautious with the FY 2016 budget and although some signs point to an economic upturn, unknowns such as proposed State Legislation which could negatively impact revenues from the State, require us to continue to keep a close eye on expenditures. It is anticipated that the Village will be able to maintain a 25% minimum fund balance in FY 2016. As the budget process for FY 2017 begins, the Village will have to address increases in health care costs, any changes by the State, and determine to what extent and how fast the economic recovery will impact the Village in both revenue streams and expenditures.

The four-year water and sewer rate plan that was adopted with the FY 2014 budget is still in effect. Further explanation of the plan can be found on page MDA-9.

The Village Board approved the 2007-2012 Strategic Plan, which includes development of the Town Center. The Village continues to work on items in the plan that have not been completed. Monies are budgeted in FY 2016 to update the Strategic Plan. Operational budgeted expenditures included minimal increases for salary adjustments and health and liability insurance costs. The budget includes some capital project programs including various road improvements, and various water main/sewer system replacements. The Village also will purchase 14 houses that were damaged in the 2008 flood, with the use of FEMA grant monies. In FY 2005, the Village received a road analysis indicating the overall condition of the Village roadways and a suggested maintenance program. The Fiscal 2016 Motor Fuel Tax budget includes \$2,669,300 in street maintenance projects to maintain a proper condition level.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Roseanne M. Benson, Finance Director/Treasurer, Village of Addison, 1 Friendship Plaza, Addison, Illinois 60101.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2015

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 15,707,132	\$ 4,167,441	\$ 19,874,573
Restricted cash and investments	-	30,000	30,000
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	8,320,566	-	8,320,566
Accounts	3,169	3,150,801	3,153,970
Other	167,912	-	167,912
Inventory	52,647	20,002	72,649
Notes receivable	10,393	-	10,393
Prepaid items	12,830	-	12,830
Illinois EPA revolving loan receivable	-	522,289	522,289
Due from other governments	5,042,659	-	5,042,659
Capital assets, not being depreciated	58,359,496	4,840,379	63,199,875
Capital assets, being depreciated (net of accumulated depreciation)	72,808,496	54,713,800	127,522,296
Total assets	160,485,300	67,444,712	227,930,012
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized (loss) charge on refunding	104,697	42,458	147,155
Total assets and deferred outflows of resources	160,589,997	67,487,170	228,077,167
LIABILITIES			
Accounts payable	525,159	1,116,477	1,641,636
Accrued payroll	905,510	232,700	1,138,210
Accrued interest	365,977	9,676	375,653
Unearned revenues	1,182,795	-	1,182,795
Retainage payable	51,887	-	51,887
Other liabilities	534,847	174,842	709,689
Noncurrent liabilities			
Due within one year	3,265,769	509,189	3,774,958
Due in more than one year	26,003,020	8,254,476	34,257,496
Total liabilities	32,834,964	10,297,360	43,132,324
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - property taxes	8,320,564	-	8,320,564
Total liabilities and deferred inflows of resources	41,155,528	10,297,360	51,452,888
NET POSITION			
Net investment in capital assets	106,518,924	51,992,888	158,511,812
Restricted for			
Special Service Area #1	-	30,000	30,000
Economic development	488,703	-	488,703
Highways and streets	1,308,820	-	1,308,820
Public safety	485,362	-	485,362
Debt service	1,771,623	-	1,771,623
Unrestricted	8,861,037	5,166,922	14,027,959
TOTAL NET POSITION	\$ 119,434,469	\$ 57,189,810	\$ 176,624,279

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2015

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 4,829,314	\$ 1,713,897	\$ 6,643	\$ -
Public safety	18,000,834	1,391,516	514,254	228,245
Community development	4,840,357	688,779	-	-
Highways and streets	6,518,225	984,335	2,666,714	322,260
Interest and fiscal charges	925,271	-	-	-
Total governmental activities	35,114,001	4,778,527	3,187,611	550,505
Business-Type Activities				
Water and sewerage	15,930,449	14,558,808	-	-
Total business-type activities	15,930,449	14,558,808	-	-
TOTAL PRIMARY GOVERNMENT	\$ 51,044,450	\$ 19,337,335	\$ 3,187,611	\$ 550,505

Net (Expense) Revenue and Change in Net Position			
Primary Government			
	Governmental	Business-Type	
	Activities	Activities	Total
	\$ (3,108,774)	\$ -	\$ (3,108,774)
	(15,866,819)	-	(15,866,819)
	(4,151,578)	-	(4,151,578)
	(2,544,916)	-	(2,544,916)
	(925,271)	-	(925,271)
	<u>(26,597,358)</u>	-	<u>(26,597,358)</u>
	-	(1,371,641)	(1,371,641)
	-	(1,371,641)	(1,371,641)
	<u>(26,597,358)</u>	<u>(1,371,641)</u>	<u>(27,968,999)</u>
General Revenues			
Taxes			
Property and replacement	9,025,890	-	9,025,890
Sales	8,503,004	-	8,503,004
Home rule sales	6,924,034	-	6,924,034
Telecommunications	1,301,914	-	1,301,914
Other	1,569,684	-	1,569,684
Shared income taxes	3,617,900	-	3,617,900
Investment income	16,692	6,253	22,945
Miscellaneous	235,972	-	235,972
Transfers	(200,619)	200,619	-
Total	<u>30,994,471</u>	<u>206,872</u>	<u>31,201,343</u>
CHANGE IN NET POSITION	4,397,113	(1,164,769)	3,232,344
NET POSITION, MAY 1	<u>115,037,356</u>	<u>58,354,579</u>	<u>173,391,935</u>
NET POSITION, APRIL 30	<u>\$ 119,434,469</u>	<u>\$ 57,189,810</u>	<u>\$ 176,624,279</u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2015

	General	Motor Fuel Tax	Debt Service	Nonmajor	Total
ASSETS					
Cash and investments	\$ 6,326,956	\$ 969,945	\$ 1,379,444	\$ 2,356,528	\$ 11,032,873
Receivables (net, where applicable, of allowances for uncollectibles)					
Property taxes	7,178,863	-	899,113	242,590	8,320,566
Accounts	-	-	-	3,169	3,169
Other	167,912	-	-	-	167,912
Notes receivable	10,393	-	-	-	10,393
Prepaid items	12,360	-	-	470	12,830
Due from other governments	3,780,208	478,097	392,177	392,177	5,042,659
Due from other funds	90,561	-	-	-	90,561
TOTAL ASSETS	\$ 17,567,253	\$ 1,448,042	\$ 2,670,734	\$ 2,994,934	\$ 24,680,963
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 220,159	\$ 97,362	\$ -	\$ 181,737	\$ 499,258
Accrued payroll	859,330	-	-	-	859,330
Unearned revenues	185,925	-	-	996,870	1,182,795
Retainage payable	-	41,860	-	10,027	51,887
Due to other funds	-	-	-	90,561	90,561
Other liabilities	534,847	-	-	-	534,847
Total liabilities	1,800,261	139,222	-	1,279,195	3,218,678
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	7,178,863	-	899,111	242,590	8,320,564
FUND BALANCES					
Nonspendable in form					
Notes receivable	10,393	-	-	-	10,393
Restricted for					
Economic development	-	-	-	488,703	488,703
Public safety	-	-	-	485,362	485,362
Highways and streets	-	1,308,820	-	-	1,308,820
Debt service	-	-	1,771,623	-	1,771,623
Unrestricted					
Assigned for subsequent budget	124,900	-	-	-	124,900
Assigned for capital projects	-	-	-	492,677	492,677
Assigned for specific purpose	-	-	-	6,407	6,407
Unassigned	8,452,836	-	-	-	8,452,836
Total fund balances	8,588,129	1,308,820	1,771,623	1,473,149	13,141,721
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 17,567,253	\$ 1,448,042	\$ 2,670,734	\$ 2,994,934	\$ 24,680,963

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

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

April 30, 2015

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 13,141,721
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	131,167,992
Less internal service funds' capital assets	(2,753,670)
Net other postemployment benefits obligation is not a current financial resource and, therefore, is not reported in the governmental funds	(136,788)
Less internal service funds' portion	1,421
The unamortized charge on refunding is not a current financial resource and, therefore, is not reported in the governmental funds	104,697
Less internal service funds' portion	(39,559)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
General obligation bonds	(24,324,822)
Less internal service funds' portion	861,996
Termination benefits	(93,342)
Unamortized premium on general obligation bonds	(466,897)
Less internal service funds' portion	47,805
Unamortized discount on general obligation bonds	37,954
Compensated absences	(3,276,903)
Less internal service funds' portion	212,588
Accrued interest on long-term liabilities is not due and payable in the current period and, therefore, is not reported in governmental funds	(365,977)
Less internal service funds' portion	9,015
Net pension obligations are not recorded in governmental funds but are recorded in the statement of net position	(1,007,991)
The net position of the internal service funds are included in the governmental activities in the statement of net position	<u>6,315,229</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 119,434,469</u></u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	General	Motor Fuel Tax	Debt Service	Nonmajor	Total
REVENUES					
Taxes	\$ 20,095,484	\$ 1,731,009	\$ 2,687,373	\$ 2,810,660	\$ 27,324,526
Licenses and permits	2,268,860	-	-	-	2,268,860
Intergovernmental	4,032,514	1,065,787	-	1,904,088	7,002,389
Charges for services	943,902	-	-	-	943,902
Fines and forfeits	925,672	-	-	-	925,672
Investment income	11,051	57	2,083	3,501	16,692
Miscellaneous	844,600	322,260	-	62,832	1,229,692
Total revenues	29,122,083	3,119,113	2,689,456	4,781,081	39,711,733
EXPENDITURES					
Current					
General government	4,141,730	-	-	2,442	4,144,172
Public safety	17,648,036	-	-	246,380	17,894,416
Community development	2,574,030	-	-	1,393,239	3,967,269
Highways and streets	4,702,600	2,875,239	-	-	7,577,839
Capital outlay	-	-	-	2,992,628	2,992,628
Debt service					
Principal retirement	-	-	1,898,929	-	1,898,929
Interest and fiscal charges	-	-	1,017,661	-	1,017,661
Total expenditures	29,066,396	2,875,239	2,916,590	4,634,689	39,492,914
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	55,687	243,874	(227,134)	146,392	218,819
OTHER FINANCING SOURCES (USES)					
Transfers in	670,000	-	1,200,000	218,431	2,088,431
Transfers (out)	(5,731)	-	(987,537)	(1,482,700)	(2,475,968)
Total other financing sources (uses)	664,269	-	212,463	(1,264,269)	(387,537)
NET CHANGE IN FUND BALANCES	719,956	243,874	(14,671)	(1,117,877)	(168,718)
FUND BALANCES, MAY 1	7,868,173	1,064,946	1,786,294	2,591,026	13,310,439
FUND BALANCES, APRIL 30	\$ 8,588,129	\$ 1,308,820	\$ 1,771,623	\$ 1,473,149	\$ 13,141,721

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (168,718)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	5,969,173
Less amount applicable to internal service funds	(904,388)
Depreciation is shown as a functional expense in governmental activities on the statement of activities	(3,236,004)
Less amount applicable to internal service funds	628,154
The loss on disposal of capital assets is shown as an increase in expense on the statement of activities	25,781
Less amount applicable to internal service funds	(5,373)
The decrease in the net pension obligation of the police pension is shown as an increase of expense on the statement of activities	131,418
The change in the net other postemployment benefits asset is shown as a functional expense on the statement of activities	(87,608)
Less amount applicable to internal service funds	1,357
The unamortized accounting charge on refunding is shown as an expense on the statement of activities	(20,494)
Less amount applicable to internal service funds	7,912
Long-term liabilities:	
The decrease in termination benefits is recorded as long-term liabilities on the government-wide statements	162,248
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	
General obligation bonds	2,058,612
Less amount applicable to internal service funds	(159,683)
The unamortized premium on bonds is shown as an increase of principal outstanding on the statement of net position and amortized over the life of the bonds	94,469
Less amount applicable to internal service funds	(9,560)
The unamortized discount on bonds issued in prior years is shown as a decrease of principal outstanding on the statement of net position and amortized over the life of the bonds	(3,162)
The change in accrued interest is shown as a change in the interest expense on the statement of activities	23,225
The (increase) decrease in the compensated absences liability is shown as a functional expense on the statement of activities	(128,511)
Less amount applicable to internal service funds	14,410
The change in net position in internal service funds is shown as a governmental activity on the statement of activities	3,855
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 4,397,113

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS

April 30, 2015

	Business-Type Activities Waterworks and Sewerage	Governmental Activities Internal Service
CURRENT ASSETS		
Cash and investments	\$ 4,167,441	\$ 4,674,259
Receivables		
Accounts - billed	1,091,270	-
Accounts - unbilled	2,059,531	-
Inventory	20,002	52,647
Illinois EPA revolving loan receivable	522,289	-
	<hr/>	<hr/>
Total current assets	7,860,533	4,726,906
	<hr/>	<hr/>
Restricted assets		
Restricted cash and investments - Special Service Area #1	30,000	-
	<hr/>	<hr/>
Total restricted assets	30,000	-
	<hr/>	<hr/>
NONCURRENT ASSETS		
Capital assets not being depreciated		
Land	1,129,911	-
Construction in progress	3,710,468	-
	<hr/>	<hr/>
Total capital assets not being depreciated	4,840,379	-
	<hr/>	<hr/>
Capital assets being depreciated		
Land improvements	91,282,316	-
Equipment and vehicles	3,477,758	7,021,403
Office equipment	8,729	756,732
	<hr/>	<hr/>
Subtotal	94,768,803	7,778,135
	<hr/>	<hr/>
Less accumulated depreciation	(40,055,003)	(5,024,465)
	<hr/>	<hr/>
Net capital assets being depreciated	54,713,800	2,753,670
	<hr/>	<hr/>
Total capital assets	59,554,179	2,753,670
	<hr/>	<hr/>
Total assets	67,444,712	7,480,576
	<hr/>	<hr/>
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized (loss) charge on refunding	42,458	39,559
	<hr/>	<hr/>

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION (Continued)
 PROPRIETARY FUNDS

April 30, 2015

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
CURRENT LIABILITIES		
Accounts payable	\$ 967,407	\$ 25,901
Retainage payable	149,070	-
Accrued payroll	232,700	46,180
Accrued interest payable	9,676	9,015
Compensated absences	284,000	85,703
Termination benefits	40,365	-
General obligation bonds payable	174,562	159,683
Unamortized premium on bonds payable	10,262	9,561
Other liabilities	174,842	-
	<u>2,042,884</u>	<u>336,043</u>
NONCURRENT LIABILITIES		
Compensated absences payable	815,769	126,885
Net other postemployment benefits obligation	17,093	1,421
Termination benefits	2,689	-
Illinois EPA revolving loan	6,627,263	-
General obligation bonds payable	750,616	702,313
Unamortized premium on bonds payable	41,046	38,244
	<u>8,254,476</u>	<u>868,863</u>
Total noncurrent liabilities	<u>8,254,476</u>	<u>868,863</u>
Total liabilities	<u>10,297,360</u>	<u>1,204,906</u>
NET POSITION		
Net investment in capital assets	51,992,888	1,883,428
Restricted for Special Service Area #1	30,000	-
Unrestricted	5,166,922	4,431,801
	<u>57,189,810</u>	<u>6,315,229</u>
TOTAL NET POSITION	<u>\$ 57,189,810</u>	<u>\$ 6,315,229</u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

**STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS**

For the Year Ended April 30, 2015

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
OPERATING REVENUES		
Charges for services	\$ 14,558,808	\$ 3,157,313
Other	-	164,363
	14,558,808	3,321,676
OPERATING EXPENSES		
Operations	-	2,663,879
Water	7,875,861	-
Sewer	1,948,162	-
Water pollution control	3,997,299	-
Depreciation	2,075,400	628,154
	15,896,722	3,292,033
OPERATING INCOME (LOSS)	(1,337,914)	29,643
NON-OPERATING REVENUES (EXPENSES)		
Investment income	6,253	(328,350)
Interest expense	(26,175)	(24,388)
Gain (loss) on sale of capital assets	(7,552)	83,299
	(27,474)	(269,439)
CHANGE IN NET POSITION BEFORE TRANSFERS AND CONTRIBUTIONS	(1,365,388)	(239,796)
TRANSFERS		
Transfers in	200,619	186,918
	200,619	186,918
CONTRIBUTIONS	-	56,733
CHANGE IN NET POSITION	(1,164,769)	3,855
NET POSITION, MAY 1	58,354,579	6,311,374
NET POSITION, APRIL 30	\$ 57,189,810	\$ 6,315,229

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2015

	<u>Business-Type Activities</u>	<u>Governmental Activities</u>
	<u>Waterworks and Sewerage</u>	<u>Internal Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	\$ 14,216,992	\$ -
Receipts (payments) from internal services transactions	(555,186)	3,157,313
Receipts from other sources	-	169,846
Payments to suppliers	(7,252,161)	(1,420,330)
Payments to employees	(5,796,252)	(1,234,721)
	<hr/>	<hr/>
Net cash from operating activities	613,393	672,108
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in	200,619	186,918
	<hr/>	<hr/>
Net cash from noncapital financing activities	200,619	186,918
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of capital assets	(5,563,795)	(847,655)
Proceeds from sale of capital assets	-	77,927
Principal paid on bonds	(171,388)	(159,683)
Proceeds on Illinois EPA Loans	5,608,083	-
Interest paid on bonds	(29,231)	(27,235)
	<hr/>	<hr/>
Net cash from capital and related financing activities	(156,331)	(956,646)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of investments	2,952,219	-
Interest received	6,253	(328,350)
	<hr/>	<hr/>
Net cash from investing activities	2,958,472	(328,350)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,616,153	(425,970)
CASH AND CASH EQUIVALENTS, MAY 1	581,288	5,100,229
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 4,197,441	\$ 4,674,259
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(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
 PROPRIETARY FUNDS

For the Year Ended April 30, 2015

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (1,337,914)	\$ 29,643
Adjustments to reconcile operating income (loss) to net cash from operating activities		
Depreciation	2,075,400	628,154
Changes in assets and liabilities		
Receivables	(341,816)	5,483
Inventory	44,997	(2,027)
Accounts payable	282,649	18,195
Accrued payroll	16,117	6,160
Compensated absences payable	(78,242)	(14,409)
Early retirement incentive	(58,732)	-
Net other postemployment benefits obligation	10,934	909
NET CASH FROM OPERATING ACTIVITIES	\$ 613,393	\$ 672,108
CASH AND INVESTMENTS		
Cash and cash equivalents	\$ 4,167,441	\$ 4,674,259
Restricted cash and investments	30,000	-
Investments	-	-
TOTAL CASH AND INVESTMENTS	\$ 4,197,441	\$ 4,674,259
NONCASH CAPITAL AND RELATED FINANCING TRANSACTIONS		
Contributions of capital assets	\$ -	\$ 56,733
Illinois EPA proceeds receivable	522,289	-
TOTAL NONCASH CAPITAL AND RELATED FINANCING TRANSACTIONS	\$ 522,289	\$ 56,733

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

April 30, 2015

	Police Pension Trust	Agency
ASSETS		
Cash and cash equivalents	\$ 1,715,364	\$ 16,149
Investments, at fair value		
U.S. agency securities	3,138,059	-
Municipal bonds	2,647,047	-
Corporate bonds	6,775,981	-
Mutual funds	26,026,466	-
Receivables		
Property taxes	-	107
Accrued interest	131,583	-
		<hr/>
Total assets	40,434,500	\$ 16,256
		<hr/> <hr/>
LIABILITIES		
Accounts payable	1,498	\$ -
Funds held for others	-	16,256
		<hr/>
Total liabilities	1,498	16,256
		<hr/> <hr/>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	\$ 40,433,002	
	<hr/> <hr/>	

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	<u>Police Pension Trust</u>
ADDITIONS	
Contributions - employer	
Property taxes transferred from General Fund	\$ 2,309,851
Contributions - plan members	<u>576,575</u>
Total contributions	<u>2,886,426</u>
Investment income	
Net appreciation in fair value of investments	1,108,504
Interest earned on investments	<u>1,289,724</u>
Total investment income	2,398,228
Less investment expense	<u>(6,964)</u>
Net investment income	<u>2,391,264</u>
Total additions	<u>5,277,690</u>
DEDUCTIONS	
Benefits and refunds	3,257,820
Administration	86,522
Legal	<u>5,684</u>
Total deductions	<u>3,350,026</u>
NET INCREASE	1,927,664
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	
May 1	<u>38,505,338</u>
April 30	<u><u>\$ 40,433,002</u></u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Financial Reporting Entity

The Village is a municipal corporation governed by a seven-member Board consisting of six trustees and the mayor. As required by GAAP, these financial statements present the Village and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the Village's operations and so data from these units are combined with data of the primary government. The blended component unit has an April 30 year end.

The Village's financial statements include a pension trust fund.

Police Pension Employees Retirement System

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member Pension Board. Two members appointed by the Village's Mayor, one elected pension beneficiary, and two elected active police employees constitute the Pension Board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees, and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain village functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts.

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

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

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments. The Village utilizes pension trust funds and an agency fund which are generally used to account for assets that the Village holds in fiduciary capacity or on behalf of others as their agent.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity, other than interfund services provided and used, has been eliminated from these financial 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

The Village reports the following major governmental funds:

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

The Motor Fuel Tax Fund is used to account for maintenance of village owned streets, repavement, and street lights. Financing is provided by the Village's share of state motor fuel allotments and other village financing sources. The Village has elected to report this fund as major.

The Debt Service Fund accounts for the resources for the payment of principal and interest on the Village's general obligation debt. The Village has elected to report this fund as major.

The Village reports the following major proprietary funds:

The Waterworks and Sewerage Fund accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, billing, and collection.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village reports the following internal service funds:

Internal service funds account for operations that provide services to other departments or agencies of the Village, or to other governments, on a cost-reimbursement basis. The Fleet Services Fund accounts for the costs of operating a maintenance facility for automotive equipment used by other village departments. Actual cost includes depreciation on the machinery and equipment used to provide the service. The Information Systems Fund accounts for the costs of running the Village's management information system. The Equipment Replacement Fund accounts for the purchase and replacement of the Village's vehicles.

The Village reports the following fiduciary funds:

Police Pension Trust Fund as a fiduciary fund to account for the Police Pension Fund.

Special Service Area #1 as an agency fund to account for assets held on behalf of third parties and that do not involve the measurement of operating results.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and pension trust fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred.

Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunications taxes which use a 90-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village also are recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

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

e. Cash and Investments

Cash and Cash Equivalents

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

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments (Continued)

Investments

Village investments with a maturity of one year or less when purchased are stated at cost or amortized cost. Village investments with a maturity greater than one year are stated at fair value in accordance with GASB Statement No. 31.

Illinois Funds, a money market mutual fund created by the Illinois State Legislature and controlled by the Illinois State Treasurer, is reported at a \$1 per share value, which equals the Village's fair value in the pool.

f. Interfund Receivables/Payables

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

g. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories, if any, are recorded as expenditures when purchased.

h. Prepaid Items/Expenses

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

i. Capital Assets

Capital assets, which include property, plant, equipment, intangibles (software and easements), and infrastructure assets (e.g., roads, bridges and storm water), 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 \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets (Continued)

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 are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

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

Assets	Years
Buildings and structures	20-50
Equipment, vehicles, and software	4-20
Infrastructure	20-60
Public improvements	50-60

j. Compensated Absences

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

Employees accrue one day sick time per month up to 12 per year. Sick time can be accumulated over the tenure of employment and is “bought back” upon leaving the Village using a percentage scale based on years of service. Vacation time is accumulated annually and is expected to be used the following year. Carryover for three months is allowed pending approval by the Village Manager.

k. Long-Term Obligations

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Long-Term Obligations (Continued)

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

l. Fund Balances/Net Position

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

The Village has established a fund balance reserve policy for its general fund. The policy targets a minimum fund balance to be maintained in the general fund equivalent to 25% of the budgeted expenditures in the fund. Any fund balance in the general fund in excess of the 25% can be assigned a specific purpose or to cover projected deficits in the following budget year.

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

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Interfund Transactions

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

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

n. Accounting Estimates

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

o. Deferred Outflows/Inflows of Resources

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

2. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants' fair value), and Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Village's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and rate of return.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral at 105% for all bank balances in excess of federal depository insurance, with the collateral held by the Village, an independent third party, or the Federal Reserve Bank of Chicago.

Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village limits its exposure to credit risk by primarily investing in external investment pools. Illinois Funds and IMET are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. The Village's investment policy does not address this risk. To limit its exposure, the Village requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts and a written custodial agreement. Illinois Funds and IMET are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village's investment policy requires diversification of investments to avoid unreasonable risk. No financial institution shall hold more than 50% of the Village's investment portfolio, exclusive of any securities held in Illinois Funds and IMET.

3. RECEIVABLES - TAXES

a. Property Taxes

Property taxes for 2014 attach as an enforceable lien on January 1, 2014, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2015, and are payable in two installments, on or about June 1, 2015 and September 1, 2015. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience. As the 2014 tax levy is intended to fund expenditures for the 2015-2016 fiscal year, these taxes are unavailable as of April 30, 2015.

The 2015 tax levy, which attached as an enforceable lien on property as of January 1, 2015, has not been recorded as a receivable as of April 30, 2015 as the tax has not yet been levied by the Village and will not be levied until December 2015 and, therefore, the levy is not measurable at April 30, 2015.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES - TAXES (Continued)

b. Due from Other Governments

The following receivables are included in due from other governments on the statement of net position:

GOVERNMENTAL ACTIVITIES	
Sales tax	\$ 1,988,956
Home rule sales tax	1,568,709
Simplified telecommunications tax	319,114
Income tax	596,139
Local use tax	203,747
Motor fuel tax	85,920
Police dispatch	279,065
Other taxes	<u>1,009</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 5,042,659</u>

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2015 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 16,973,753	\$ 1,638,214	\$ -	\$ 18,611,967
Land rights of way	38,174,273	-	-	38,174,273
Construction in progress	1,200,673	5,048,408	4,675,825	1,573,256
Total capital assets not being depreciated	<u>56,348,699</u>	<u>6,686,622</u>	<u>4,675,825</u>	<u>58,359,496</u>
Capital assets being depreciated				
Buildings and structures	39,587,451	648,853	-	40,236,304
Equipment and vehicles	9,577,412	920,766	415,766	10,082,412
Infrastructure	74,446,578	2,388,758	-	76,835,336
Total capital assets being depreciated	<u>123,611,441</u>	<u>3,958,377</u>	<u>415,766</u>	<u>127,154,052</u>
Less accumulated depreciation for				
Buildings and structures	8,183,709	918,680	-	9,102,389
Equipment and vehicles	6,682,930	720,794	441,547	6,962,177
Infrastructure	36,684,460	1,596,530	-	38,280,990
Total accumulated depreciation	<u>51,551,099</u>	<u>3,236,004</u>	<u>441,547</u>	<u>54,345,556</u>
Total capital assets being depreciated, net	<u>72,060,342</u>	<u>722,373</u>	<u>(25,781)</u>	<u>72,808,496</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 128,409,041</u>	<u>\$ 7,408,995</u>	<u>\$ 4,650,044</u>	<u>\$ 131,167,992</u>

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 1,028,814
Public safety	309,261
Community development	55,573
Highways and streets, including depreciation of general infrastructure assets	<u>1,842,356</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 3,236,004</u>

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,129,911	\$ -	\$ -	\$ 1,129,911
Construction in progress	4,646,476	5,525,512	6,461,520	3,710,468
Total capital assets not being depreciated	<u>5,776,387</u>	<u>5,525,512</u>	<u>6,461,520</u>	<u>4,840,379</u>
Capital assets being depreciated				
Public improvements	85,020,440	6,261,876	-	91,282,316
Equipment and vehicles	3,383,262	237,927	134,702	3,486,487
Total capital assets being depreciated	<u>88,403,702</u>	<u>6,499,803</u>	<u>134,702</u>	<u>94,768,803</u>
Less accumulated depreciation for				
Public improvements	36,241,679	1,780,753	-	38,022,432
Equipment and vehicles	1,865,074	294,647	127,150	2,032,571
Total accumulated depreciation	<u>38,106,753</u>	<u>2,075,400</u>	<u>127,150</u>	<u>40,055,003</u>
Total capital assets being depreciated, net	<u>50,296,949</u>	<u>4,424,403</u>	<u>7,552</u>	<u>54,713,800</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 56,073,336</u>	<u>\$ 9,949,915</u>	<u>\$ 6,469,072</u>	<u>\$ 59,554,179</u>

5. 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; employee health; natural disasters; and injuries to the Village's employees.

The Village has purchased insurance from private insurance companies. Risks covered include medical, dental, and other. Premiums have been displayed as expenditures/expenses in appropriate funds. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current or the three prior years.

5. RISK MANAGEMENT (Continued)

Intergovernmental Risk Management Agency (IRMA)

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

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village is aware of no additional contributions due to IRMA as of April 30, 2015.

6. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities. In addition, general obligation bonds have been issued to refund general obligation bonds.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Due Within One Year
\$3,075,000 General Obligation Refunding Bond, Series 2006A, are due in annual installments (beginning December 15, 2011) ranging from \$130,000 to \$260,000 with interest at 3.70% to 4.50%. The call date is December 15, 2016. The last payment is due December 15, 2026.	Debt Service	\$ 2,635,000	\$ -	\$ 160,000	\$ 2,475,000	\$ 165,000
\$6,900,000 General Obligation Bonds, Series 2006C, are due in annual installments (beginning December 15, 2012) ranging from \$280,000 to \$675,000 with interest at 3.85% to 3.95%. The call date is December 15, 2015. The last payment is due December 15, 2026.	Debt Service	6,320,000	-	320,000	6,000,000	345,000
\$6,100,000 General Obligation Bonds, Series 2007, are due in annual installments (beginning December 15, 2012) ranging from \$245,000 to \$590,000 with interest at 3.875% to 3.95%. The call date is December 15, 2015. The last payment is due December 15, 2026.	Debt Service	5,595,000	-	285,000	5,310,000	305,000
\$6,015,000 General Obligation Refunding Bonds, Series 2008, are due in annual installments (beginning December 15, 2009 through December 15, 2020) ranging from \$265,000 to \$1,010,000 with interest at 3.25% to 5.00%.	Debt Service	4,365,000	-	300,000	4,065,000	340,000
\$3,500,000 Taxable General Obligation Bonds, Series 2010, are due in annual installments (beginning December 15, 2012 through December 15, 2030) ranging from \$60,000 to \$275,000 with interest at 2.05% to 5.30%.	Debt Service	3,190,000	-	130,000	3,060,000	135,000
\$2,835,000 General Obligation Refunding Bonds, Series 2011, are due in annual installments (beginning December 15, 2012 through December 15, 2017) ranging from \$405,000 to \$510,000 with interest at 2.00% to 4.00%.	Debt Service	1,920,000	-	495,000	1,425,000	485,000

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Due Within One Year
\$3,985,000 General Obligation Refunding Bonds, Series 2012, are due in annual installments (beginning December 15, 2013 through December 15, 2019) ranging from \$530,000 to \$615,000 with interest at 2.00% to 3.00%.	Debt Service	\$ 1,336,755	\$ -	\$ 208,929	\$ 1,127,826	\$ 212,797
	Water	1,096,566	-	171,388	925,178	174,562
	Equipment Replacement	1,021,679	-	159,683	861,996	162,641
TOTAL GENERAL OBLIGATION BONDS		\$ 27,480,000	\$ -	\$ 2,230,000	\$ 25,250,000	\$ 2,325,000

b. Compensated Absences - Governmental Activities

	Funded by	Balances May 1	Increases	Reductions	Balances April 30	Due Within One Year
Compensated absences	General	\$ 2,950,214	\$ 1,215,297	\$ 1,101,196	\$ 3,064,315	\$ 941,271
Compensated absences	Internal Service	226,998	63,218	77,628	212,588	85,703
TOTAL COMPENSATED ABSENCES		\$ 3,177,212	\$ 1,278,515	\$ 1,178,824	\$ 3,276,903	\$ 1,026,974

c. Loan Payable - Business-Type Activities

	Fund Debt Retired by	Balances May 1	Increases	Reductions	Balances April 30	Due Within One Year
Illinois EPA loan - Up to \$6,677,829 loan due in semiannual installments at 1.93% simple interest due beginning November 11, 2015.	Waterworks and Sewerage	\$ 1,550,935	\$ 4,903,150	\$ -	\$ 6,454,085	\$ -
Illinois EPA loan - Up to \$1,905,743 loan due in semiannual installments at 2.21% simple interest due beginning March 28, 2016.	Waterworks and Sewerage	-	173,178	-	173,178	-
TOTAL LOANS PAYABLE		\$ 1,550,935	\$ 5,076,328	\$ -	\$ 6,627,263	\$ -

d. Compensated Absences - Business-Type Activities

	Funded by	Balances May 1	Increases	Reductions	Balances April 30	Due Within One Year
Compensated absences	Waterworks and Sewerage	\$ 1,178,010	\$ 309,050	\$ 387,291	\$ 1,099,769	\$ 284,000
TOTAL COMPENSATED ABSENCES		\$ 1,178,010	\$ 309,050	\$ 387,291	\$ 1,099,769	\$ 284,000

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity

Fiscal Year Ending April 30,	General Obligation Bonds					
	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 2,150,438	\$ 975,940	\$ 3,126,378	\$ 174,562	\$ 25,803	\$ 200,365
2017	2,249,090	902,083	3,151,173	180,910	20,567	201,477
2018	2,365,917	818,043	3,183,960	184,083	15,139	199,222
2019	2,454,569	729,479	3,184,048	190,431	9,617	200,048
2020	2,584,808	627,816	3,212,624	195,192	3,904	199,096
2021-2025	8,100,000	1,899,883	9,999,883	-	-	-
2026-2030	4,145,000	440,650	4,585,650	-	-	-
2031	275,000	14,575	289,575	-	-	-
TOTAL	\$ 24,324,822	\$ 6,408,469	\$ 30,733,291	\$ 925,178	\$ 75,030	\$ 1,000,208

f. Changes in Long-Term Debt

The following is a summary of changes in long-term liabilities for the year ended April 30, 2015:

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
GOVERNMENTAL ACTIVITIES					
General obligation bonds payable	\$ 26,383,434	\$ -	\$ 2,058,612	\$ 24,324,822	\$ 2,150,438
Unamortized discount on bonds	(41,116)	-	(3,162)	(37,954)	-
Unamortized premium on bonds	561,366	-	94,469	466,897	-
Termination benefits*	255,590	-	162,248	93,342	88,357
Compensated absences payable - governmental activities	3,177,212	1,278,515	1,178,824	3,276,903	1,026,974
Net pension obligation*	1,139,409	-	131,418	1,007,991	-
Net other postemployment benefits obligation*	49,628	87,160	-	136,788	-
TOTAL GOVERNMENTAL ACTIVITIES	\$ 31,525,523	\$ 1,365,675	\$ 3,622,409	\$ 29,268,789	\$ 3,265,769

*Termination benefits, net pension obligation, and net other postemployment benefits obligation are retired by the General Fund.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

f. Changes in Long-Term Debt (Continued)

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
BUSINESS-TYPE ACTIVITIES					
General obligation bonds payable	\$ 1,096,566	\$ -	\$ 171,388	\$ 925,178	\$ 174,562
Illinois EPA loan payable	1,550,935	5,076,328	-	6,627,263	-
Unamortized premium on bonds	61,570	-	10,262	51,308	10,262
Termination benefits	101,786	-	58,732	43,054	40,365
Compensated absences payable - proprietary funds	1,178,010	309,050	387,291	1,099,769	284,000
Net other postemployment benefits obligation	6,159	10,934	-	17,093	-
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 3,995,026	\$ 5,396,312	\$ 627,673	\$ 8,763,665	\$ 509,189

g. Legal Debt Margin

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

“The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property ... (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: ... indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum ... shall not be included in the foregoing percentage amounts.”

To date, the General Assembly has set no limits for home rule municipalities.

h. Other Non-Obligation Type Bonded Debt

Industrial Revenue Bonds

The Village has issued a total of \$53,110,000 of Industrial Revenue Bonds under the terms of its ordinance 0-74-8 dated March 18, 1974. The amount outstanding is undeterminable as of April 30, 2015.

6. LONG-TERM DEBT (Continued)

h. Other Non-Obligation Type Bonded Debt (Continued)

Industrial Revenue Bonds (Continued)

The total amount of bonds issued by any village agency is limited by federal and state statute. Interest paid to institutions lending these funds is considered tax-exempt under current federal law. The Village is not obligated for the payment of principal and interest on the bonds and is not involved in any way with the servicing of the debt instruments. Neither the liability for the bonds or any activity therewith is reflected in the funds of the Village.

Special Service Area Debt

The remaining Special Service Area Bonds outstanding as of May 1, 2014 (\$50,000) were paid off in full during the year ended April 30, 2015. These bonds were not an obligation of the Village and were secured by the levy of an annual tax on the real property within the special service area. The Village was in no way liable for repayment but was only acting as agent for the property owners in levying and collecting the tax, and forwarding the collections to bondholders.

i. Illinois EPA Loans Payable

During the year ended April 30, 2014, the Village entered into a wastewater treatment works loan with the Illinois Environmental Protection Agency (EPA) for work related to the Addison North Waste Water Treatment Plant and its tributary pump stations and work at the Addison South AJ Larocca Waste Water Treatment plant and its tributary pump stations. The loan bears interest at 1.93% and is scheduled to mature on May 19, 2035. Simple interest is accrued on each loan disbursement on the day after the date of issuance with construction period interest compounding into the principal of the loan. The loan has not yet entered into the loan repayment period; therefore, no repayment schedule is currently available.

During the year ended April 30, 2015, the Village entered into a wastewater treatment works loan with the Illinois Environmental Protection Agency (EPA) to replace an antiquated existing excess flow pumping station. The loan bears interest at 2.21% and is scheduled to mature on September 28, 2035. Simple interest is accrued on each loan disbursement on the day after the date of issuance with construction period interest compounding into the principal of the loan. The loan has not yet entered into the loan repayment period; therefore, no repayment schedule is currently available.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

j. Termination Benefits

The Village offered health care termination benefits to certain personnel during the year ended April 30, 2014. Under the terms of the agreement, the Village is required to pay 100% of the monthly premium costs for medical insurance coverage for eligible employees and their eligible dependents for no less than and no more than 18 months. 12 retirees participated in the early retirement incentive. As of April 30, 2015, the Village had a liability under the termination agreement of \$136,396. All benefits are expected to be paid by May 2016.

7. INDIVIDUAL FUND DISCLOSURES

a. Transfers

Interfund transfers during the year ended April 30, 2015 consisted of the following:

Fund	Transfers In	Transfers Out
General	\$ 670,000	\$ 5,731
Debt Service	1,200,000	987,537
Waterworks and Sewerage	200,619	-
Internal Service	186,918	-
Nonmajor Governmental	218,431	1,482,700
TOTAL	\$ 2,475,968	\$ 2,475,968

The purpose of significant transfers is as follows:

- \$670,000 transferred from the Redevelopment Fund, a nonmajor governmental fund, to the General Fund to cover planned expenditures in this fund.
- \$1,200,000 transferred from the Public Building Fund, a nonmajor governmental fund, to the Debt Service Fund for the principal and interest payments.
- \$100,000 transferred from the Public Building Fund, a nonmajor governmental fund, to the Capital Projects fund, a nonmajor governmental fund, to cover planned capital projects in this fund.
- \$5,731 transferred from the General Fund to the Redevelopment Fund, a nonmajor governmental fund, for surplus taxes from the closing of TIF#1.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

a. Transfers (Continued)

- \$112,700 transferred from the Michael Lane TIF #1 Fund, a nonmajor governmental fund, to the Redevelopment Fund, a nonmajor governmental fund, for TIF redistributions for the remainder of two projects after the closing of TIF#1.
- \$987,537 transferred from the Debt Service Fund in the amounts of \$200,619, \$186,918, and \$600,000 to the Waterworks and Sewerage, Equipment Replacement Funds, and General Fund, respectively. This amount was to fund the debt service payments.

b. Due from/to Other Funds

Due from/to other funds at April 30, 2015 consisted of the following:

Fund	Due From	Due To
General	\$ 90,561	\$ -
Nonmajor Governmental	-	90,561
TOTAL	\$ 90,561	\$ 90,561

The purpose of the due from/to balances is to allocate commingled cash balances.

8. CONTINGENT LIABILITIES

a. Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

b. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

8. CONTINGENT LIABILITIES (Continued)

c. DuPage Water Commission

The Village's water supply agreement with the DuPage Water Commission provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

d. Economic Incentives

The Village has entered into several agreements with local developers to rebate a portion of certain taxes derived from the operation of their businesses over a designated time period based on certain productivity criteria. The Village has a total potential commitment to all developers of \$3,302,771 payable in quarterly, semiannual, or annual payments through 2027. \$4,472,873 has been rebated as of April 30, 2015 and \$34,833 was payable as of April 30, 2015.

9. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions, and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's two retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At April 30, 2014 (latest information available) membership consisted of:

Retirees and beneficiaries currently receiving benefits	23
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>207</u>
TOTAL	<u><u>230</u></u>
 Participating employers	 <u>1</u>

d. Funding Policy

The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the Plan until retirement.

e. Annual OPEB Costs and Net OPEB Obligation

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the last three years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
April 30, 2013	\$ 136,753	\$ 223,487	163.42%	\$ (2,003)
April 30, 2014	167,599	109,809	65.52%	55,787
April 30, 2015	207,903	109,809	52.82%	153,881

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

The net OPEB obligation as of April 30, 2015 was calculated as follows:

Annual required contribution	\$ 205,466
Interest on net OPEB obligation	2,231
Adjustment to annual required contribution	<u>207</u>
Annual OPEB cost	207,904
Contributions made	<u>109,809</u>
Increase in net OPEB obligation	98,095
Net OPEB obligation, beginning of year	<u>55,787</u>
NET OPEB OBLIGATION, END OF YEAR	<u>\$ 153,882</u>

Funded Status and Funding Progress: The funded status of the plan as of April 30, 2014 (latest information available) was as follows:

Actuarial accrued liability (AAL)	\$ 4,538,069
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	4,538,069
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 18,663,883
UAAL as a percentage of covered payroll	24.53%

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 financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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 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 short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

In the April 30, 2014 (latest information available) actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included no investment rate of return and an initial healthcare cost trend rate of 7.5% with an ultimate healthcare inflation rate of 5.5%. Both rates include a 3% inflation assumption and 4% wage inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2014 was 30 years.

10. EMPLOYEE RETIREMENT SYSTEMS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by ILCS and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended December 31, 2014 was 13.58% of covered payroll.

Police Pension Plan

Plan Administration

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

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

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

Plan Membership

At April 30, 2015, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	52
Current employees	
Vested	41
Nonvested	24
	<hr/>
TOTAL	<u>117</u>

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Benefits Provided

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension, and 3% compounded annually thereafter.

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 based on the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. For the year ended April 30, 2015, the Village's contribution was 38.98% of covered payroll. The Village's policy is to fund the Police Pension Plan in order to attain 100% by 2040.

Investment Policy

The Police Pension Fund's investment policy authorizes the Police Pension Fund to invest in all investments allowed by ILCS. These include deposits/investments in insured commercial banks, savings and loan institutions, interest-bearing obligations of the U.S. Treasury and U.S. agencies, interest-bearing bonds of the State of Illinois or any county, township, or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. agencies, separate accounts managed by life insurance companies, mutual funds, common and preferred stock, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value), and IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Police Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the cash flow demands of the Police Pension Fund 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 objectives of the policy are, in order of priority, safety of principal, liquidity, and rate of return.

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

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Policy (Continued)

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income Intermediate U.S. Treasuries	10.00%	2.04%
Fixed Income High Yield	10.00%	4.15%
US Large Cap Equities	55.00%	5.35%
US Mid Cap Equities	10.00%	6.09%
US Small Cap Equities	10.00%	6.56%
International Developed Foreign	15.00%	5.85%
Emerging Markets	3.33%	9.52%

Investment Valuations

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

Investment Rate of Return

For the year ended April 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.99%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the independent third party or the Federal Reserve Bank of Chicago, and evidenced by safekeeping receipts.

Interest Rate Risk

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2015:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
Corporate bonds	\$ 6,775,980	\$ 301,108	\$ 3,806,231	\$ 2,668,641	\$ -
GNMA	993,867	-	317,769	242,214	433,884
FHLB	700,276	-	700,276	-	-
FFCB	393,486	-	-	393,486	-
FHLMC	1,712	-	-	-	1,712
FNMA	1,048,717	-	711,699	44,561	292,457
Municipal bonds	2,647,047	305,454	1,415,342	815,973	110,278
TOTAL	\$ 12,561,085	\$ 606,562	\$ 6,951,317	\$ 4,164,875	\$ 838,331

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Credit Risk

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Police Pension Fund limits its exposure to credit risk by primarily investing U.S. Treasury obligations and other obligations which are rated AAA or better by a national rating agency. Additionally, it is the policy of the Police Pension Fund to invest in municipal bonds that are rated investment grade or better. The U.S. agency obligations (GNMA, FHLB, FHLMC, FFCB, and FNMA) are rated AA+ to AAA. The money market mutual funds and Illinois Funds are rated AAA. The negotiable CDs are rated AAA and the municipal and corporate bonds are rated AA- to AA. These ratings are all in compliance with the Fund's investment policy.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Police Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party custodian and evidenced by safekeeping receipts. Illinois Funds is not subject to custodial credit risk.

The fund specifically prohibits investments in the following investment vehicles: short selling, margin transactions, transactions involving futures or options contracts, reverse repurchase agreements, repurchase agreements, borrowing or lending of cash or securities, derivatives, collateralized mortgage obligations, and commercial paper.

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk but does not establish specific maximum portfolio percentages. Min, Target, and Max percentages are as follows:

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Custodial Credit Risk (Continued)

	Min	Target	Max
Cash	2%	3%	5%
Fixed Income	38%	42%	75%
Equities	20%	55%	60%
Equity sub-set guidelines	Min	Target	Max
Domestic Equities	30%	75%	100%
International Equities	0%	15%	50%
Real Estate	0%	10%	20%

At April 30, 2015, the Police Pension Fund had greater than 5% of its investments invested in Corporate Bonds, GNMA's, FHLB's, and Municipal Bonds. This is in accordance with its investment policy.

Net Pension Liability

The components of the net pension liability of the Police Pension Plan as of April 30, 2015 calculated in accordance with GASB Statement No. 67 were as follows:

Total pension liability	\$ 83,921,858
Plan fiduciary net position	40,433,000
Village's net pension liability	43,488,858
Plan fiduciary net position as a percentage of the total pension liability	48.18%

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Fund.

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2015 using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2015
Actuarial cost method	Entry-age normal

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions (Continued)

Assumptions	
Inflation	2.00%
Salary increases	4.00 to 5.50%
Interest rate	7.00%
Cost of living adjustments	2.00%
Asset valuation method	Market

Mortality rates are based on rates developed in the Lauterbach & Amen 2012 Mortality Table for Illinois Police Officers.

Discount Rate

The discount rate used to measure the total pension liability was 5.65%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Fund's fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments of 7% was blended with the index rate of 3.62% for tax exempt general obligation municipal bonds rated AA or better at April 30, 2015 to arrive at a discount rate of 5.65% used to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 5.65% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.65%) or 1 percentage point higher (6.65%) than the current rate:

	1% Decrease (4.65%)	Current Discount Rate (5.65%)	1% Increase (6.65%)
Net pension liability	\$ 56,660,133	\$ 43,488,858	\$ 32,821,890

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized when due pursuant to formal commitments as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date.

Administrative Costs

Administrative costs for the Police Pension Plan are financed primarily through investment earnings.

c. Significant Investments

The following are significant investments in any one organization that represent 5% or more of plan net position for the Police Pension Plan. Information for IMRF is not available.

Investment/Organization	Amount
DFA U.S. Large Cap Value	\$ 2,833,789
DFA U.S. Large Co.	8,194,403
DFA U.S. Small Cap Port.	2,739,928
DFA U.S. International Value Port.	2,052,741

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2012	April 30, 2014
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	5 Year Smoothed Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	29 Years, Open	23 Years, Closed
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.00% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	2.00% Compounded Annually
c) Additional projected salary increases - seniority/merit	0.40% to 10.00%	1.12% to 4.86%
d) Postretirement benefit increases	3.00%	2.00%

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs

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

	Fiscal Year Ended April 30,	Illinois Municipal Retirement*	Police Pension
Annual pension cost (APC)	2013	\$ 1,609,727	\$ 2,436,719
	2014	1,649,043	2,030,373
	2015	1,620,919	2,178,432
Actual contribution	2013	\$ 1,609,727	\$ 1,930,081
	2014	1,649,043	2,152,219
	2015	1,620,919	2,309,850
Percentage of APC contributed	2013	100.00%	79.21%
	2014	100.00%	106.00%
	2015	100.00%	106.03%
NPO (asset)	2013	\$ -	\$ 1,261,255
	2014	-	1,139,409
	2015	-	1,007,991

*GASB No. 61 was implemented for the Village's year ended April 30, 2014 which amended the criteria for reporting component units as part of the primary government; therefore, information for years prior include the Addison Public Library which was previously reported as a discretely presented component unit of the Village.

The NPO (asset) as of April 30, 2015 has been calculated as follows:

	<u>Police Pension</u>
Annual required contribution	\$ 2,167,157
Interest on net pension obligation	79,759
Adjustment to annual required contribution	<u>(68,484)</u>
Annual pension cost	2,178,432
Contributions made	<u>2,309,850</u>
Decrease in net pension obligation	(131,418)
Net pension obligation, beginning of year	<u>1,139,409</u>
NET PENSION OBLIGATION, END OF YEAR	<u>\$ 1,007,991</u>

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs (Continued)

The funded status and funding progress of the plans as of December 31, 2014 and April 30, 2015, respectively, were as follows. The actuarial assumptions used to determine the funded status of the Police Pension Plan are the same actuarial assumptions used to determine the employer APC of the plan as disclosed in Note 10d.

	Illinois Municipal Retirement	Police Pension
Actuarial accrued liability (AAL)	\$ 45,058,832	\$ 70,005,929
Actuarial value of plan assets	34,089,964	40,259,435
Unfunded actuarial accrued liability (UAAL)	11,018,868	27,746,494
Funded ratio (actuarial value of plan assets/AAL)	75.55%	57.51%
Covered payroll (active plan members)	\$ 12,272,561	\$ 5,925,768
UAAL as a percentage of covered payroll	89.78%	501.99%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plans.

11. SUBSEQUENT EVENT

The Village anticipates issuing \$9,200,000 in General Obligation Bonds to refund the 2006C and 2007 existing bond issues. The duration of payments will be the same as the original bonds. Interest rates will range between 2% and 4%.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 18,909,900	\$ 18,909,900	\$ 20,095,484
Licenses and permits	2,023,800	2,023,800	2,268,860
Intergovernmental	3,661,500	3,661,500	4,032,514
Charges for services	943,000	943,000	943,902
Fines and forfeits	1,005,500	1,005,500	925,672
Investment income	13,000	13,000	11,051
Miscellaneous	692,800	692,800	844,600
Total revenues	<u>27,249,500</u>	<u>27,249,500</u>	<u>29,122,083</u>
EXPENDITURES			
Current			
General government	4,067,300	4,209,900	4,141,730
Public safety	17,034,500	17,719,063	17,648,036
Community development	2,534,300	2,554,300	2,574,030
Highways and streets	4,575,700	4,678,300	4,702,600
Total expenditures	<u>28,211,800</u>	<u>29,161,563</u>	<u>29,066,396</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(962,300)</u>	<u>(1,912,063)</u>	<u>55,687</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	-	(5,731)
Transfers in	700,000	700,000	670,000
Total other financing sources (uses)	<u>700,000</u>	<u>700,000</u>	<u>664,269</u>
NET CHANGE IN FUND BALANCE	<u>\$ (262,300)</u>	<u>\$ (1,212,063)</u>	719,956
FUND BALANCE, MAY 1			<u>7,868,173</u>
FUND BALANCE, APRIL 30			<u><u>\$ 8,588,129</u></u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Sales tax increment	\$ 1,692,000	\$ 1,692,000	\$ 1,731,009
Intergovernmental			
Motor fuel tax allotments	903,000	903,000	1,065,787
Grants	150,000	150,000	-
Investment income	-	-	57
Miscellaneous	-	-	322,260
	<hr/>		
Total revenues	2,745,000	2,745,000	3,119,113
	<hr/>		
EXPENDITURES			
Highways and streets			
Street maintenance program	2,000,000	2,000,000	1,796,549
Addison Road resurfacing	29,800	29,800	-
Mill Army Trail improvement	29,500	29,500	97,362
Swift Road resurfacing	906,100	906,100	616,545
Sidewalks	85,000	85,000	54,129
Sidewalk trip hazard	100,000	100,000	88,117
Ardmore	99,000	99,000	-
Grace Lake resurfacing	252,000	252,000	209,098
ADA sidewalk compliance	50,000	50,000	13,439
IDOT LED upgrade	-	3,300	-
	<hr/>		
Total expenditures	3,551,400	3,554,700	2,875,239
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (806,400)</u>	<u>\$ (809,700)</u>	243,874
FUND BALANCE, MAY 1			<u>1,064,946</u>
FUND BALANCE, APRIL 30			<u><u>\$ 1,308,820</u></u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2009	\$ 31,414,867	\$ 42,267,125	74.32%	\$ 10,852,258	\$ 12,585,580	86.23%
2010	33,691,186	42,552,900	79.17%	8,861,714	11,951,485	74.15%
2011	33,764,076	45,120,947	74.83%	11,356,871	12,496,420	90.88%
2012	36,232,961	47,432,010	76.39%	11,199,049	12,497,429	89.61%
2013	35,436,641	44,702,875	79.27%	9,266,234	11,246,778	82.39%
2014	34,039,964	45,058,832	75.55%	11,018,868	12,272,561	89.78%

Schedule of Employer Contributions

Fiscal Year April 30,	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2010	\$ 1,409,546	\$ 1,409,546	100.00%
2011	1,606,686	1,606,686	100.00%
2012	1,670,937	1,670,937	100.00%
2013	1,609,727	1,609,727	100.00%
2014	1,649,043	1,649,043	100.00%
2015	1,609,528	1,609,528	100.00%

GASB No. 61 was implemented for the Village's year ended April 30, 2014 which amended the criteria for reporting component units as part of the primary government; therefore, information for years prior (December 31, 2012 and prior valuation date) include the Addison Public Library which was previously reported as a discretely presented component unit of the Village.

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
POLICE PENSION FUND

April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2010	\$ 31,986,208	\$ 47,596,538	67.20%	\$ 15,610,330	\$ 5,131,828	304.19%
2011	34,389,439	53,815,066	63.90%	19,425,627	5,286,129	367.48%
2012	34,740,055	55,703,263	62.37%	20,963,208	5,274,753	397.43%
2013	35,938,995	59,605,650	60.29%	23,666,655	5,415,328	437.03%
2014	38,057,418	62,775,008	60.63%	24,717,590	5,231,645	472.46%
2015	40,259,435	70,005,929	57.51%	29,746,494	5,925,768	501.99%

Schedule of Employer Contributions

Fiscal Year April 30,	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2010	\$ 1,733,443	\$ 1,233,451	71.16%
2011	1,928,127	1,742,209	90.36%
2012	2,256,458	2,102,086	93.16%
2013	2,419,427	1,930,081	79.77%
2014	2,002,950	2,152,219	107.45%
2015	2,167,157	2,309,850	106.58%

This information directly above is presented in accordance with GASB Statement No. 25.

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**REQUIRED SUPPLEMENTARY INFORMATION
OTHER POSTEMPLOYMENT BENEFITS PLAN**

April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2010	N/A	N/A	N/A	N/A	N/A	N/A
2011	\$ -	\$ 2,734,988	\$ -	\$ 2,734,988	\$ 15,819,429	17.29%
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	-	3,249,144	-	3,249,144	17,163,302	18.93%
2014	-	4,538,069	-	4,538,069	18,663,883	24.31%
2015	N/A	N/A	N/A	N/A	N/A	N/A

Schedule of Employer Contributions

Fiscal Year April 30,	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2010	\$ 68,121	\$ 47,915	70.34%
2011	67,930	47,780	70.34%
2012	67,930	47,780	70.34%
2013	139,997	229,731	164.10%
2014	167,615	109,809	65.51%
2015	205,466	109,809	53.44%

N/A - Information is not available as no actuarial valuation was performed as of this date. Actuarial valuations are only required on a biennial basis.

GASB No. 61 was implemented for the Village's year ended April 30, 2014 which amended the criteria for reporting component units as part of the primary government; therefore, information for years prior include the Addison Public Library which was previously reported as a discretely presented component unit of the Village.

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Actuarially determined contribution	\$ 797,767	\$ 806,937	\$ 938,617	\$ 1,120,007	\$ 1,733,443	\$ 1,928,127	\$ 2,256,458	\$ 2,419,427	\$ 2,002,950	\$ 2,257,229
Contributions in relation to the actuarially determined contribution	802,631	880,165	897,659	1,036,233	1,233,451	1,742,209	2,102,086	1,930,081	2,152,219	2,309,850
CONTRIBUTION DEFICIENCY (EXCESS)	\$ (4,864)	\$ (73,228)	\$ 40,958	\$ 83,774	\$ 499,992	\$ 185,918	\$ 154,372	\$ 489,346	\$ (149,269)	\$ (52,621)
Covered-employee payroll	\$ 4,287,391	\$ 4,355,319	\$ 4,663,360	\$ 4,962,030	\$ 5,195,494	\$ 5,131,828	\$ 5,286,129	\$ 5,274,753	\$ 5,415,328	\$ 5,925,768
Contributions as a percentage of covered-employee payroll	18.7%	20.2%	19.2%	20.9%	23.7%	33.9%	39.8%	36.6%	39.7%	39.0%

The information directly above is formatted to comply with the requirements of GASB Statement No. 67.

Notes to Required Supplementary Information:

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the asset valuation method was at market value; and the significant actuarial assumptions were an investment rate of return at 7% annually, using a belnded rate of 5.65%, projected salary increases assumption of 4.00% to 5.50% compounded annually, and postretirement benefit increases of 2% compounded annually.

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

April 30, 2015

TOTAL PENSION LIABILITY	
Service cost	\$ 1,630,690
Interest	4,487,917
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of member contributions	<u>(3,257,820)</u>
Net change in total pension liability	2,860,787
Total pension liability - beginning	<u>81,061,071</u>
TOTAL PENSION LIABILITY - ENDING	<u><u>\$ 83,921,858</u></u>
PLAN FIDUCIARY NET POSITION	
Contributions - employer	\$ 2,309,851
Contributions - member	576,575
Net investment income	2,391,264
Benefit payments, including refunds of member contributions	(3,257,820)
Administrative expense	<u>(92,206)</u>
Net change in plan fiduciary net position	1,927,664
Plan fiduciary net position - beginning	<u>38,505,338</u>
PLAN FIDUCIARY NET POSITION - ENDING	<u><u>\$ 40,433,002</u></u>
EMPLOYER'S NET PENSION LIABILITY	<u><u>\$ 43,488,856</u></u>
Plan fiduciary net position	
as a percentage of the total pension liability	48.2%
Covered-employee payroll	\$ 5,925,768
Employer's net pension liability	
as a percentage of covered-employee payroll	733.9%

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS
SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND

April 30, 2015

	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	5.99%

VILLAGE OF ADDISON, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2015

BUDGETS

Budgets (appropriations) are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General Fund, Waterworks and Sewerage Fund, Motor Fuel Tax Fund, Community Days Fund, Capital Projects Fund, Redevelopment Fund, Public Building Fund, Green Oaks/Army Trail TIF #1 Fund, Michael Lane TIF #2 Fund, Town Center TIF #3 Fund, Fleet Services Fund, Information Systems Fund, Equipment Replacement Fund, Police Pension Fund, and Debt Service Fund. Budgets are not adopted for the Community Days and TIF #4 Funds.

The Village follows these procedures in establishing its appropriation ordinance:

The Appropriation Ordinance is prepared in tentative form by the Finance Director and is made available for public inspection at least ten days prior to final Board action. A public hearing is held on the tentative Appropriation Ordinance to obtain taxpayer comments.

The Village Board of Trustees, by a two-thirds vote, may change or modify the Appropriation Ordinance. No revision of the ordinance shall be made increasing total fund expenditures in the event funds are not available to effectuate the purpose of the revision. The Appropriation Ordinance controls the legal spending limits for the Village.

All appropriations lapse at year end. Expenditures may not legally exceed appropriations (including all changes and modifications as discussed above) at the fund level. The financial schedules report appropriation amounts in the columns titled original budget and final budget.

The operational budget is the management control for spending and is less than, or equal to, the amounts appropriated. The Village Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund are done through approval of the Village Board of Trustees and are supported by additional appropriations as needed.

Operational budgets are adopted on a modified accrual basis of accounting for all governmental fund types and on an accrual basis for proprietary and fiduciary funds. Budgets have been adopted for all proprietary fund types, the Police Pension Fund, General, Debt Service, Capital Projects, and certain Special Revenue Funds. Budgets for Enterprise Funds do not provide for depreciation. Capital improvements are budgeted as expenses.

All budgets are prepared based on the annual fiscal year of the Village.

Budget amounts are as originally adopted or as amended by the Village Board of Trustees.

The actual expenditures of the Fleet Services Fund exceeded the final budget by \$90,841.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

BUDGETS (Continued)

The actual expenditures of the Public Building Fund exceeded the final budget by \$141,970.

The actual expenditures of the Fullerton TIF #4 Fund exceeded the final budget by \$6,675.

The actual expenditures of the Green Oaks/Army Trail TIF#1 Fund exceeded the final budget by \$700,567.

The actual expenditures of the General Fund exceeded the final budget by \$2,272.

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

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

The chief operating fund of the Village which accounts for all activities of the general government except for those required to be accounted for in another fund.

DEBT SERVICE FUND

General Debt Service - to accumulate monies for the payment of the Village's 2006A, 2008, 2011, and 2012 Refunding Bonds; the 2004, 2006C, 2007, and 2010 General Obligation Bonds; and the Illinois Environmental Protection Agency Loan.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
TAXES			
Property taxes			
General	\$ 4,000,000	\$ 4,000,000	\$ 4,102,125
Property taxes prior year	-	-	6,059
Police pension	2,257,300	2,257,300	2,309,702
Road and bridges	417,000	417,000	427,525
Replacement taxes general	145,500	145,500	144,463
Telecommunications tax	1,405,000	1,405,000	1,301,914
Retailers occupation tax	7,616,500	7,616,500	8,503,004
Sales tax increment	1,692,000	1,692,000	1,731,008
Local use tax	648,300	648,300	761,938
Real estate transfer tax	325,000	325,000	362,000
Auto rental tax	4,500	4,500	5,372
Video gaming	92,400	92,400	107,667
Room tax	306,400	306,400	332,707
Total taxes	<u>18,909,900</u>	<u>18,909,900</u>	<u>20,095,484</u>
LICENSES, PERMITS, AND FEES			
Vehicle license	558,600	558,600	643,149
Business license	291,500	291,500	268,992
Liquor-bar licenses	155,000	155,000	169,866
Multiple dwelling license	310,000	310,000	309,340
Building permits	167,300	167,300	244,227
Building and zoning sub fee	3,000	3,000	2,720
Planning development fees	25,000	25,000	46,187
Development review fee	-	-	32,540
Cable T.V. franchise	415,000	415,000	443,870
Annexations/tap-on fees	3,000	3,000	7,602
Alarm permit fee	13,000	13,000	13,845
Solicitor's fees	700	700	195
Charity game fees	-	-	9,766
Sex offenders registration fee	700	700	1,100
Business license background fee	8,500	8,500	10,203
Fingerprinting fee	1,000	1,000	775
Fire plan review	9,500	9,500	18,320
Plumbing inspection fees	22,000	22,000	1,320
Review and inspection fees	40,000	40,000	43,343
Other licenses and permits	-	-	1,500
Total licenses, permits, and fees	<u>2,023,800</u>	<u>2,023,800</u>	<u>2,268,860</u>
INTERGOVERNMENTAL			
Illinois state income tax	3,498,400	3,498,400	3,617,900
CDBG grants	20,000	20,000	-
DPICJ Jag data exchange	-	-	224,162
State of Illinois - grants - police training reimbursement	-	-	12,188
DEA reimbursement	143,100	143,100	80,825
ICE reimbursement	-	-	97,439
Total intergovernmental	<u>3,661,500</u>	<u>3,661,500</u>	<u>4,032,514</u>

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
CHARGES FOR SERVICES			
Refuse collection	\$ 247,800	\$ 247,800	\$ 249,125
Brush pick-up	108,000	108,000	107,391
Bail bonds	12,000	12,000	11,670
Police dispatch center	575,200	575,200	575,716
Total charges for services	943,000	943,000	943,902
FINES AND FORFEITS			
Police fines	330,000	330,000	217,512
Parking fines	275,000	275,000	318,571
Building fines	-	-	5,339
Court fee traffic violation	25,000	25,000	19,216
Overweight truck fines	15,000	15,000	5,446
Administrative adjudication	15,000	15,000	10,365
Red light camera enforcement	170,000	170,000	154,259
Animal impounding	500	500	335
Vehicle impound fee	110,000	110,000	90,500
Truck permit fee	19,000	19,000	22,615
FTA warrant fee	-	-	7,584
Other	46,000	46,000	73,930
Total fines and forfeits	1,005,500	1,005,500	925,672
INVESTMENT INCOME			
Investment income	13,000	13,000	10,787
Interest - property tax	-	-	70
Interest - loans	-	-	194
Total investment income	13,000	13,000	11,051
MISCELLANEOUS			
Proceeds reserve dmmn bldg	-	-	15,119
Reimb-grants search license	-	-	1,080
Insurance claims	50,000	50,000	118,228
School liaison program	142,000	142,000	201,774
School security	-	-	15,046
Sales of maps and publications	500	500	227
Sales of postage stamps	1,200	1,200	784
Police reports	6,000	6,000	6,218
Public safety	25,000	25,000	24,908
Rental and concessions	409,500	409,500	403,805
Cash short/over	100	100	160
Other	58,500	58,500	57,251
Total miscellaneous	692,800	692,800	844,600
TOTAL REVENUES	\$ 27,249,500	\$ 27,249,500	\$ 29,122,083

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Administrative department	\$ 2,014,000	\$ 2,072,100	\$ 2,065,064
Board and commissions department	64,200	67,200	52,824
Finance department	607,200	616,300	605,517
Community relations	838,800	909,300	876,744
Building and grounds	543,100	545,000	541,581
Total general government	4,067,300	4,209,900	4,141,730
PUBLIC SAFETY			
Police department	14,663,300	15,226,563	15,172,828
Henry Hyde Resource Center	331,400	335,100	329,501
Consolidated dispatch center	2,039,800	2,157,400	2,145,707
Total public safety	17,034,500	17,719,063	17,648,036
COMMUNITY DEVELOPMENT	2,534,300	2,554,300	2,574,030
HIGHWAYS AND STREETS			
Electrical and forestry	2,153,000	2,203,400	2,163,812
Streets	2,422,700	2,474,900	2,538,788
Total highways and streets	4,575,700	4,678,300	4,702,600
TOTAL EXPENDITURES	\$ 28,211,800	\$ 29,161,563	\$ 29,066,396

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Administrative department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 272,800	\$ 272,800	\$ 273,482
Wages clerical	126,500	126,500	123,855
Overtime	1,500	1,500	218
Part-time	121,200	121,200	139,510
Contribution to IMRF	71,000	71,000	72,077
Social Security	44,000	44,000	40,628
Health insurance	93,500	93,500	102,828
Unemployment compensation	12,000	12,000	-
Elected officials	41,000	41,000	46,193
Sick pay	11,000	11,000	11,025
Other pay	7,500	7,500	6,289
Total personal services	<u>802,000</u>	<u>802,000</u>	<u>816,105</u>
Services and charges			
Professional services			
Accounting and auditing	1,700	1,700	1,396
Legal	365,000	365,000	400,252
Medical	-	-	535
Technical and consulting	-	-	682
Communications, telephone, and postage	13,000	13,000	22,246
Communications, portable device	1,300	1,300	1,655
Copy reproductions	2,100	2,100	3,365
Public relations	61,000	61,000	67,754
Printing and publications	3,500	3,500	2,221
IRMA insurance	16,800	16,800	7,745
Conferences and training	13,000	13,000	16,572
Repairs and maintenance	1,500	1,500	1,650
Dues and subscriptions	43,500	43,500	39,887
Economic development incentive	492,500	532,500	470,374
Other	7,000	7,000	8,715
Total services and charges	<u>1,021,900</u>	<u>1,061,900</u>	<u>1,045,049</u>
Supplies and materials			
Office supplies	4,000	4,000	2,851
Clothing supplies	-	-	420
Other operating supplies	2,000	10,400	1,551
Total supplies and materials	<u>6,000</u>	<u>14,400</u>	<u>4,822</u>
Capital outlay			
Office equipment	10,000	10,000	8,189
Total capital outlay	<u>10,000</u>	<u>10,000</u>	<u>8,189</u>

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Administrative department (Continued)			
Charges for internal services			
IS services	\$ 174,100	\$ 183,800	\$ 190,899
Total charges for internal services	174,100	183,800	190,899
Total administrative department	2,014,000	2,072,100	2,065,064
Board and commissions department			
Historical commission	-	-	741
Blood bank commission	1,500	1,500	1,366
Senior citizens commissions	17,200	17,200	17,200
Police commission	45,500	48,500	33,517
Total board and commissions department	64,200	67,200	52,824
Finance department			
Personal services			
Salaries and wages			
Salaries administrative	232,600	232,600	219,526
Wages clerical	69,700	69,700	69,636
Overtime	1,000	1,000	731
Part-time	35,000	35,000	50,435
Contribution to IMRF	45,500	45,500	42,120
Social Security	26,100	26,100	25,693
Health insurance	34,300	34,300	32,413
Sick pay	4,800	4,800	5,163
Other pay	6,000	6,000	4,808
Total personal services	455,000	455,000	450,525
Services and charges			
Professional fees			
Accounting and auditing	3,600	3,600	2,724
Data processing	6,400	6,400	5,582
Medical	-	-	556
Technical and consulting	6,000	6,000	2,700
Communications, telephone, and postage	5,500	5,500	6,127
Copy reproductions	2,600	2,600	2,493
Real estate taxes	1,200	1,200	-
Printing and publication	7,000	7,000	7,248
IRMA insurance	6,000	6,000	5,506
Conferences and training	3,000	3,000	825
Repairs and maintenance	1,700	1,700	-
Rental equipment	700	700	684
Dues and subscriptions	1,600	1,600	1,008
Bank charges	18,000	18,000	24,919
Other	500	500	791
Total services and charges	63,800	63,800	61,163

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Finance department (Continued)			
Supplies and materials			
Office supplies	\$ 4,200	\$ 4,200	\$ 3,126
Postage stamps	1,500	1,500	980
Other operating supplies	1,000	5,600	140
Total supplies and materials	6,700	11,300	4,246
Charges for internal services			
IS services	81,700	86,200	89,583
Total charges for internal services	81,700	86,200	89,583
Total finance department	607,200	616,300	605,517
Community relations			
Personal services			
Salaries and wages			
Salaries administrative	382,900	382,900	386,703
Part-time	28,200	28,200	31,632
Contribution to IMRF	56,400	56,400	57,408
Social Security	32,400	32,400	33,547
Health insurance	79,700	79,700	81,106
Sick pay	12,000	12,000	10,941
Other pay	4,000	4,000	5,406
Total personal services	595,600	595,600	606,743
Services and charges			
Professional fees			
Accounting and auditing	1,700	1,700	1,330
Technical and consulting	35,500	32,500	33,848
Communications, telephone, portable device, and postage	5,000	5,000	9,767
Copy reproduction	500	500	510
Public relations	106,000	167,000	148,900
Printing and publications	2,800	2,800	1,731
IRMA insurance	7,800	7,800	4,290
Conferences and training	1,500	4,500	3,713
Public utilities	1,500	1,500	1,728
Repairs and maintenance	16,000	16,000	7,176
Dues and subscriptions	1,600	1,600	1,161
Other	1,000	1,000	493
Total services and charges	180,900	241,900	214,647
Supplies and materials			
Office supplies	1,500	1,500	973
Video, recording, and editing supplies	33,000	35,500	25,548
Total supplies and materials	34,500	37,000	26,521

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Community relations (Continued)			
Charges for internal services			
Fleet services	\$ 5,200	\$ 5,200	\$ 4,515
IS services	17,800	24,800	19,518
Equipment replacement	4,800	4,800	4,800
Total charges for internal services	27,800	34,800	28,833
Total community relations	838,800	909,300	876,744
Building and grounds			
Personal services			
Salaries and wages			
Salaries administrative	99,400	99,400	99,637
Wages operational	75,400	75,400	75,550
Overtime	6,000	6,000	13,935
Contribution to IMRF	25,000	25,000	25,610
Social Security	14,400	14,400	14,978
Health insurance	55,100	55,100	55,380
Sick pay	6,200	6,200	6,125
Other pay	3,000	3,000	191
Total personal services	284,500	284,500	291,406
Services and charges			
Professional fees			
Accounting and auditing	1,300	1,300	1,067
Medical	100	100	-
Communications, telephone, portable device, and postage	1,000	1,000	1,247
Printing and publications	200	200	254
IRMA insurance	7,300	7,300	2,452
Public utility gas-heat	22,000	22,000	21,954
Repairs and maintenance	169,300	169,800	169,638
Dues and subscriptions	-	-	15
Other	2,100	2,100	1,646
Total services and charges	203,300	203,800	198,273
Supplies and materials			
Office supplies	400	400	171
Cleaning supplies	500	500	221
Clothing supplies	1,300	1,300	1,059
Public grounds materials and supplies	3,000	3,000	837
Building materials and supplies	25,000	25,000	23,515
Other operating supplies	4,000	4,800	4,213
Total supplies and materials	34,200	35,000	30,016

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Building and grounds (Continued)			
Charges for internal services			
Fleet services	\$ 3,800	\$ 3,800	\$ 3,554
IS services	10,700	11,300	11,732
Equipment replacement	6,600	6,600	6,600
Total charges for internal services	21,100	21,700	21,886
Total building and grounds	543,100	545,000	541,581
TOTAL GENERAL GOVERNMENT	\$ 4,067,300	\$ 4,209,900	\$ 4,141,730
PUBLIC SAFETY			
Police department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 1,854,600	\$ 1,854,600	\$ 2,021,733
Wages clerical	494,300	494,300	495,933
Wages operational	4,429,800	4,429,800	4,296,487
Overtime	800,000	1,060,000	1,094,605
Holiday pay	100,000	100,000	122,223
Part-time	127,200	127,200	109,902
Contribution to IMRF	138,500	138,500	142,905
Social Security	605,500	605,500	619,527
Health insurance	1,583,600	1,583,600	1,544,051
Sick pay	110,200	110,200	100,432
Other pay	80,000	80,000	82,432
Pension benefits	2,257,300	2,257,300	2,309,702
Total personal services	12,581,000	12,841,000	12,939,932
Services and charges			
Professional fees			
Accounting and auditing	8,000	8,000	6,437
Legal	68,100	68,100	69,928
Data processing	32,400	32,400	18,723
Medical	5,000	5,000	8,343
Technical and consulting	46,700	53,700	46,543
Professional services DPICJ jag	-	224,163	241,938
Communications, telephone, portable device, and postage	70,000	70,000	88,169
Copy reproduction	10,000	10,000	9,662
Public relations	1,000	1,000	1,091
Investigative	10,000	10,000	6,498
Printing and publications	11,100	11,100	9,882
IRMA insurance	274,000	274,000	278,127
Conferences and training	32,800	63,800	60,050
Public utilities gas-heat	700	700	663
Public utilities electric-equipment	900	900	899
Repairs and maintenance	22,300	22,300	6,764

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Services and charges (Continued)			
Rental equipment	\$ 500	\$ 500	\$ 125
Dues and subscriptions	18,500	18,500	15,514
Other	13,000	13,000	14,953
Total services and charges	625,000	887,163	884,309
Supplies and materials			
Office supplies	15,000	15,000	10,584
Clothing supplies	61,500	73,500	87,884
Other operating supplies	75,800	75,800	45,601
Total supplies and materials	152,300	164,300	144,069
Capital outlay			
Office equipment	10,000	10,000	8,523
Equipment	25,000	25,000	-
Total capital outlay	35,000	35,000	8,523
Charges for internal services			
Fleet services	641,700	646,400	524,411
IS services	440,300	464,700	482,784
Equipment replacement	188,000	188,000	188,800
Total charges for internal services	1,270,000	1,299,100	1,195,995
Total police department	14,663,300	15,226,563	15,172,828
Henry Hyde Resource Center			
Personal services			
Salaries and wages			
Salaries administrative	93,000	93,000	93,358
Part-time	18,400	18,400	17,957
Clerical	43,600	43,600	43,528
Contribution to IMRF	20,700	20,700	20,345
Social Security	11,900	11,900	11,882
Health insurance	51,000	51,000	44,284
Other pay	-	-	319
Total personal services	238,600	238,600	231,673
Services and charges			
Professional fees			
Accounting	700	700	575
Data processing	1,000	1,000	-
Communications, telephone, and postage	3,300	3,300	3,563
Communications, portable device	-	-	36
Copy reproduction	600	600	809

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Henry Hyde Resource Center (Continued)			
Services and charges (Continued)			
Printing and publications	\$ 1,200	\$ 1,200	\$ 102
IRMA insurance	5,900	5,900	5,825
Dues and subscriptions	-	-	15
Other	1,000	1,000	965
Total services and charges	<u>13,700</u>	<u>13,700</u>	<u>11,890</u>
Supplies and materials			
Office supplies	1,500	1,500	-
Clothing supplies	700	700	1,044
Other operating supplies	9,400	9,400	10,881
Total supplies and materials	<u>11,600</u>	<u>11,600</u>	<u>11,925</u>
Charges for internal services			
IS services	<u>67,500</u>	<u>71,200</u>	<u>74,013</u>
Total charges for internal services	<u>67,500</u>	<u>71,200</u>	<u>74,013</u>
Total Henry Hyde Resource Center	<u>331,400</u>	<u>335,100</u>	<u>329,501</u>
Consolidated dispatch center			
Personal services			
Salaries and wages			
Salaries administrative	215,300	215,300	224,761
Wages operational	994,300	994,300	983,579
Overtime	50,000	165,000	172,426
Holiday pay	39,500	39,500	35,602
Sick pay	5,000	5,000	4,780
Contribution to IMRF	174,000	174,000	187,752
Social Security	100,000	100,000	109,754
Health insurance	301,200	301,200	293,930
Other pay	17,000	17,000	11,893
Total personal services	<u>1,896,300</u>	<u>2,011,300</u>	<u>2,024,477</u>
Services and charges			
Professional fees			
Accounting	300	300	246
Medical	800	800	2,510
Data processing	800	800	59
Technical consulting	2,700	2,700	1,500
Communications, telephone, and postage	25,700	25,700	8,526
Copy reproduction	500	500	185
Public relations	-	-	30
Investigative	-	-	35
Printing and publications	400	400	241
IRMA insurance	34,900	34,900	35,876

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
PUBLIC SAFETY (Continued)			
Consolidated dispatch center (Continued)			
Services and charges (Continued)			
Conferences and training	\$ 3,200	\$ 3,200	\$ 2,848
Repairs and maintenance	8,500	8,500	2,876
Dues and subscriptions	1,600	1,600	993
Other	500	500	1,297
	<u>79,900</u>	<u>79,900</u>	<u>57,222</u>
Total services and charges			
Supplies and materials			
Office supplies	6,000	6,000	2,770
Clothing supplies	5,400	5,400	1,178
Other operating supplies	6,000	6,000	4,234
	<u>17,400</u>	<u>17,400</u>	<u>8,182</u>
Total supplies and materials			
Capital outlay			
Office equipment	-	-	526
Equipment	-	-	4,642
	<u>-</u>	<u>-</u>	<u>5,168</u>
Total capital outlay			
Charges for internal services			
IS services	46,200	48,800	50,658
	<u>46,200</u>	<u>48,800</u>	<u>50,658</u>
Total charges for internal services			
	<u>2,039,800</u>	<u>2,157,400</u>	<u>2,145,707</u>
Total consolidated dispatch center			
TOTAL PUBLIC SAFETY	<u>\$ 17,034,500</u>	<u>\$ 17,719,063</u>	<u>\$ 17,648,036</u>
COMMUNITY DEVELOPMENT			
Personal services			
Salaries and wages			
Salaries administrative	\$ 501,600	\$ 501,600	\$ 531,094
Wages clerical	228,800	228,800	232,458
Wages operational	732,100	732,100	727,550
Overtime	20,700	20,700	18,044
Contribution to IMRF	203,200	203,200	205,327
Social Security	116,700	116,700	117,617
Health insurance	349,700	349,700	342,555
Sick pay	40,000	40,000	34,865
Other pay	11,200	11,200	19,441
	<u>2,204,000</u>	<u>2,204,000</u>	<u>2,228,951</u>
Total personal services			
Services and charges			
Professional fees			
Accounting and auditing	3,400	3,400	2,725
Architectural	25,000	25,000	61,786
Legal	4,500	4,500	4,043

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
COMMUNITY DEVELOPMENT (Continued)			
Services and charges (Continued)			
Professional fees (Continued)			
Data processing	\$ -	\$ -	\$ 269
Medical	-	-	130
Technical consulting	38,000	38,000	36,550
Communications, telephone, portable device, and postage	13,000	13,000	16,798
Public relations	-	-	94
Copy reproduction	2,500	2,500	3,843
Printing and publications	12,000	12,000	9,908
IRMA insurance	28,200	28,200	15,031
Conferences and training	6,000	6,000	7,441
Repairs and maintenance	1,400	1,400	1,175
Rental equipment	500	500	-
Dues and subscriptions	4,000	4,000	4,665
Other	6,500	11,500	5,749
Total services and charges	<u>145,000</u>	<u>150,000</u>	<u>170,207</u>
Supplies and materials			
Office supplies	4,000	4,000	2,923
Clothing supplies	1,100	1,100	810
Other operating supplies	2,000	10,700	2,636
Total supplies and materials	<u>7,100</u>	<u>15,800</u>	<u>6,369</u>
Charges for internal services			
Fleet services	47,400	47,400	26,732
IS services	113,700	120,000	124,671
Equipment replacement	17,100	17,100	17,100
Total charges for internal services	<u>178,200</u>	<u>184,500</u>	<u>168,503</u>
TOTAL COMMUNITY DEVELOPMENT	<u><u>\$ 2,534,300</u></u>	<u><u>\$ 2,554,300</u></u>	<u><u>\$ 2,574,030</u></u>
HIGHWAYS AND STREETS			
Electrical and forestry department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 197,100	\$ 197,100	\$ 197,881
Wages clerical	40,000	40,000	59,342
Wages operational	424,300	424,300	409,677
Overtime	16,000	16,000	9,063
Contribution to IMRF	91,500	91,500	92,673
Social Security	52,600	52,600	53,603
Health insurance	146,900	146,900	133,270
Sick pay	8,000	8,000	7,264
Other pay	6,000	6,000	7,129
Total personal services	<u>982,400</u>	<u>982,400</u>	<u>969,902</u>

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Electrical and forestry department (Continued)			
Services and charges			
Professional fees			
Accounting and auditing	\$ 1,700	\$ 1,700	\$ 1,330
Medical	1,200	1,200	433
Technical and consulting	245,000	245,000	247,681
Communications, telephone, and postage	6,600	6,600	9,420
Copy reproduction	500	500	585
Mosquito control	84,200	84,200	79,384
Printing and publications	1,200	1,200	531
IRMA insurance	33,700	33,700	64,160
Conferences and training	5,800	5,800	6,211
Public utilities gas-heat	15,000	15,000	19,443
Public utilities electric-light	120,000	170,000	172,456
Solid waste disposal	3,000	3,000	-
Repairs and maintenance	382,700	382,700	350,716
Rental-equipment	1,200	1,200	-
Dues and subscriptions	1,700	1,700	1,524
Other	700	700	1,029
Total services and charges	<u>904,200</u>	<u>954,200</u>	<u>954,903</u>
Supplies and materials			
Office supplies	1,000	1,000	994
Cleaning supplies	1,600	1,600	-
Clothing supplies	6,800	6,800	6,543
Street	20,000	20,000	18,520
Public grounds materials and supplies	30,200	30,200	27,427
Other operating supplies	26,900	26,900	26,381
Total supplies and materials	<u>86,500</u>	<u>86,500</u>	<u>79,865</u>
Charges for internal services			
Fleet services	140,900	140,900	119,457
IS services	7,100	7,500	7,785
Equipment replacement	31,900	31,900	31,900
Total charges for internal services	<u>179,900</u>	<u>180,300</u>	<u>159,142</u>
Total electrical and forestry department	<u>2,153,000</u>	<u>2,203,400</u>	<u>2,163,812</u>
Streets			
Personal services			
Salaries and wages			
Salaries administrative	197,200	197,200	197,881
Wages clerical	40,000	40,000	59,513
Wages operational	578,800	578,800	564,007
Overtime	75,000	75,000	56,841
Contribution to IMRF	122,100	122,100	115,704
Social Security	70,200	70,200	67,024

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Streets (Continued)			
Personal services			
Health insurance	\$ 176,500	\$ 176,500	\$ 197,490
Sick pay	25,000	25,000	24,676
Other pay	4,000	4,000	6,343
Total personal services	<u>1,288,800</u>	<u>1,288,800</u>	<u>1,289,479</u>
Services and charges			
Professional fees			
Accounting and auditing	1,300	1,300	1,067
Data processing	11,000	11,000	11,530
Medical	1,500	1,500	813
Communications, telephone, and postage	9,600	9,600	15,087
Copy reproduction	500	500	762
Printing and publications	5,300	5,300	5,089
IRMA insurance	34,500	34,500	47,280
Conferences and training	-	-	297
Solid waste disposal	14,000	14,000	14,160
Repairs and maintenance	67,000	67,000	66,441
Rental equipment	4,300	4,300	-
Dues and subscriptions	300	300	352
Other	4,400	4,400	4,696
Total services and charges	<u>153,700</u>	<u>153,700</u>	<u>167,574</u>
Supplies and materials			
Office supplies	800	800	800
Clothing supplies	5,500	5,500	3,851
Chemicals	10,000	10,000	1,596
Street	428,100	478,100	455,223
Public grounds material and supplies	2,000	2,000	315
Other operating supplies	20,000	20,000	30,395
Total supplies and materials	<u>466,400</u>	<u>516,400</u>	<u>492,180</u>
Charges for internal services			
Fleet services	295,300	295,300	367,292
IS services	39,000	41,200	42,763
Equipment replacement	179,500	179,500	179,500
Total charges for internal services	<u>513,800</u>	<u>516,000</u>	<u>589,555</u>
Total streets	<u>2,422,700</u>	<u>2,474,900</u>	<u>2,538,788</u>
TOTAL HIGHWAYS AND STREETS	<u>\$ 4,575,700</u>	<u>\$ 4,678,300</u>	<u>\$ 4,702,600</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
REVENUES			
Taxes			
Property	\$ 897,188	\$ 897,188	\$ 902,913
Replacement	35,500	35,500	53,451
Sales tax increment	1,692,000	1,692,000	1,731,009
Investment income	1,000	1,000	2,083
Total revenues	<u>2,625,688</u>	<u>2,625,688</u>	<u>2,689,456</u>
EXPENDITURES			
Debt service			
Principal retirement	2,230,000	2,230,000	1,898,929
Interest and fiscal charges	1,080,299	1,080,299	1,017,661
Total expenditures	<u>3,310,299</u>	<u>3,310,299</u>	<u>2,916,590</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(684,611)</u>	<u>(684,611)</u>	<u>(227,134)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,200,000	1,200,000	1,200,000
Transfers (out)	(600,000)	(600,000)	(987,537)
Total other financing sources (uses)	<u>600,000</u>	<u>600,000</u>	<u>212,463</u>
NET CHANGE IN FUND BALANCE	<u>\$ (84,611)</u>	<u>\$ (84,611)</u>	<u>(14,671)</u>
FUND BALANCE, MAY 1			<u>1,786,294</u>
FUND BALANCE, APRIL 30			<u>\$ 1,771,623</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

Police Grant Fund - to account for the proceeds related to U.S. Department of Justice grants.

Federal and State Controlled Substance Funds - to account for the proceeds related to federal and state seizure activities.

DUI Fund - to account for the proceeds of DUI fines in the Village and related activities funded by these proceeds.

ICE Fund - to account for the proceeds of ICE proceeds and related activities funded by these proceeds.

Community Days Fund - to account for the proceeds from and expenditures related to the operations of the Community Days Festival.

NONMAJOR CAPITAL PROJECTS FUNDS

Capital Projects Fund - to account for the construction costs of various nonwater related capital projects. Financing is provided by developers' contributions, state and federal grants, and transfers from the General Fund.

Redevelopment Fund - to account for the construction costs of various properties in redevelopment projects. Financing is provided chiefly from the 1995 and 1997 General Obligation Bonds, grants, and miscellaneous revenues.

Green Oaks/Army Trail TIF #1 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas. This fund was closed in the current fiscal year.

Michael Lane TIF #2 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Town Center TIF #3 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Fullerton TIF #4 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas. This fund was closed in the current fiscal year.

Public Building Fund - to account for the proceeds of the 1996 and 1998 General Obligation Bond issues and the construction of a new Public Works facility and the construction/renovation of the Village Hall facility.

VILLAGE OF ADDISON, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2015

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
ASSETS			
Cash and investments	\$ 488,130	\$ 1,868,398	\$ 2,356,528
Receivables (net, where applicable, of allowances for uncollectibles)			
Accounts	3,169	-	3,169
Property taxes	-	242,590	242,590
Prepaid items	470	-	470
Due from other governments	-	392,177	392,177
TOTAL ASSETS	<u>\$ 491,769</u>	<u>\$ 2,503,165</u>	<u>\$ 2,994,934</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ 181,737	\$ 181,737
Unearned revenue	-	996,870	996,870
Retainage payable	-	10,027	10,027
Due to other funds	-	90,561	90,561
Total liabilities	-	1,279,195	1,279,195
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	242,590	242,590
FUND BALANCES			
Restricted for economic development	-	488,703	488,703
Restricted for public safety	485,362	-	485,362
Unrestricted			
Assigned for capital projects	-	492,677	492,677
Assigned for specific purpose	6,407	-	6,407
Total fund balances	491,769	981,380	1,473,149
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 491,769</u>	<u>\$ 2,503,165</u>	<u>\$ 2,994,934</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Special Revenue	Capital Projects	Total
REVENUES			
Taxes	\$ -	\$ 2,810,660	\$ 2,810,660
Intergovernmental	399,637	1,504,451	1,904,088
Investment income	76	3,425	3,501
Miscellaneous	-	62,832	62,832
Total revenues	399,713	4,381,368	4,781,081
EXPENDITURES			
Current			
General government	-	2,442	2,442
Public safety	246,380	-	246,380
Community development	-	1,393,239	1,393,239
Capital outlay	58,234	2,934,394	2,992,628
Total expenditures	304,614	4,330,075	4,634,689
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	95,099	51,293	146,392
OTHER FINANCING SOURCES (USES)			
Transfers in	-	218,431	218,431
Transfers (out)	-	(1,482,700)	(1,482,700)
Total other financing sources (uses)	-	(1,264,269)	(1,264,269)
NET CHANGE IN FUND BALANCES	95,099	(1,212,976)	(1,117,877)
FUND BALANCES, MAY 1	396,670	2,194,356	2,591,026
FUND BALANCES, APRIL 30	\$ 491,769	\$ 981,380	\$ 1,473,149

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

April 30, 2015

	Police Grant	State Controlled Substance	Federal Controlled Substance	DUI	ICE	Community Days	Total
ASSETS							
Cash and investments	\$ 30,732	\$ 64,204	\$ 301,121	\$ 79,981	\$ 5,685	\$ 6,407	\$ 488,130
Accounts receivable	-	-	-	3,169	-	-	3,169
Prepaid items	470	-	-	-	-	-	470
TOTAL ASSETS	\$ 31,202	\$ 64,204	\$ 301,121	\$ 83,150	\$ 5,685	\$ 6,407	\$ 491,769
LIABILITIES AND FUND BALANCES							
LIABILITIES							
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	-	-	-	-	-	-	-
FUND BALANCES							
Restricted for public safety	31,202	64,204	301,121	83,150	5,685	-	485,362
Assigned for specific purpose	-	-	-	-	-	6,407	6,407
Total fund balances	31,202	64,204	301,121	83,150	5,685	6,407	491,769
TOTAL LIABILITIES AND FUND BALANCES	\$ 31,202	\$ 64,204	\$ 301,121	\$ 83,150	\$ 5,685	\$ 6,407	\$ 491,769

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Police Grant	State Controlled Substance	Federal Controlled Substance	DUI	ICE	Community Days	Total
REVENUES							
Intergovernmental	\$ 11,376	\$ 22,346	\$ 229,433	\$ 33,363	\$ 103,119	\$ -	\$ 399,637
Investment income	3	8	47	12	5	1	76
Total revenues	11,379	22,354	229,480	33,375	103,124	1	399,713
EXPENDITURES							
Current							
Public safety	9,111	5,327	121,545	12,958	97,439	-	246,380
Capital outlay	-	-	32,748	25,486	-	-	58,234
Total expenditures	9,111	5,327	154,293	38,444	97,439	-	304,614
NET CHANGE IN FUND BALANCES	2,268	17,027	75,187	(5,069)	5,685	1	95,099
FUND BALANCES, MAY 1	28,934	47,177	225,934	88,219	-	6,406	396,670
FUND BALANCES, APRIL 30	\$ 31,202	\$ 64,204	\$ 301,121	\$ 83,150	\$ 5,685	\$ 6,407	\$ 491,769

(See independent auditor's report.)

NONMAJOR CAPITAL PROJECTS FUNDS

Capital Projects Fund - to account for the construction costs of various nonwater related capital projects. Financing is provided by developers' contributions, state and federal grants, and transfers from the General Fund.

Redevelopment Fund - to account for the construction costs of various properties in redevelopment projects. Financing is provided chiefly from the 1995 and 1997 General Obligation Bonds, grants, and miscellaneous revenues.

Green Oaks/Army Trail TIF #1 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas. This fund was closed in the current fiscal year.

Michael Lane TIF #2 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Town Center TIF #3 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Fullerton TIF #4 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas. This fund was closed in the current fiscal year.

Public Building Fund - to account for the proceeds of the 1996 and 1998 General Obligation Bond issues and the construction of a new Public Works facility and the construction/renovation of the Village Hall facility.

VILLAGE OF ADDISON, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS

April 30, 2015

	Capital Projects	Redevelopment	Green Oaks/ Army Trail TIF #1
ASSETS			
Cash and investments	\$ 1,266,989	\$ 112,706	\$ -
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	-	-	-
Due from other governments	-	-	-
	\$ 1,266,989	\$ 112,706	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 105,527	\$ -	\$ -
Unearned revenue	996,870	-	-
Retainage payable	10,027	-	-
Due to other funds	-	-	-
	1,112,424	-	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
FUND BALANCES			
Restricted for economic development	-	-	-
Unrestricted			
Assigned for capital projects	154,565	112,706	-
	154,565	112,706	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,266,989	\$ 112,706	\$ -

Michael Lane TIF #2	Town Center TIF #3	Fullerton TIF #4	Public Building	Total
\$ 340,487	\$ 148,216	\$ -	\$ -	\$ 1,868,398
233,062	9,528	-	-	242,590
-	-	-	392,177	392,177
<u>\$ 573,549</u>	<u>\$ 157,744</u>	<u>\$ -</u>	<u>\$ 392,177</u>	<u>\$ 2,503,165</u>
\$ -	\$ -	\$ -	\$ 76,210	\$ 181,737
-	-	-	-	996,870
-	-	-	-	10,027
-	-	-	90,561	90,561
-	-	-	166,771	1,279,195
233,062	9,528	-	-	242,590
340,487	148,216	-	-	488,703
-	-	-	225,406	492,677
<u>340,487</u>	<u>148,216</u>	<u>-</u>	<u>225,406</u>	<u>981,380</u>
<u>\$ 573,549</u>	<u>\$ 157,744</u>	<u>\$ -</u>	<u>\$ 392,177</u>	<u>\$ 2,503,165</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Capital Projects	Redevelopment	Green Oaks/ Army Trail TIF #1
REVENUES			
Taxes			
Property taxes	\$ -	\$ -	\$ 822,208
Sales taxes	-	-	-
Intergovernmental	1,504,451	-	-
Investment income	3,171	5	174
Miscellaneous	62,832	-	-
	<hr/>		
Total revenues	1,570,454	5	822,382
	<hr/>		
EXPENDITURES			
General government			
Services and charges	-	-	246
Community development			
Surplus distribution	-	-	1,386,564
Capital outlay	1,578,618	-	716,857
	<hr/>		
Total expenditures	1,578,618	-	2,103,667
	<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8,164)	5	(1,281,285)
	<hr/>		
OTHER FINANCING SOURCES (USES)			
Transfers in	100,000	118,431	-
Transfers (out)	-	-	(112,700)
	<hr/>		
Total other financing sources (uses)	100,000	118,431	(112,700)
	<hr/>		
NET CHANGE IN FUND BALANCES	91,836	118,436	(1,393,985)
FUND BALANCES (DEFICIT), MAY 1	62,729	(5,730)	1,393,985
	<hr/>		
FUND BALANCES (DEFICIT), APRIL 30	\$ 154,565	\$ 112,706	\$ -
	<hr/> <hr/>		

Michael Lane TIF #2	Town Center TIF #3	Fullerton TIF #4	Public Building	Total
\$ 245,373	\$ 12,070	\$ -	\$ -	\$ 1,079,651
-	-	-	1,731,009	1,731,009
-	-	-	-	1,504,451
61	22	1	(9)	3,425
-	-	-	-	62,832
245,434	12,092	1	1,731,000	4,381,368
1,950	246	-	-	2,442
-	-	6,675	-	1,393,239
168,488	27,761	-	442,670	2,934,394
170,438	28,007	6,675	442,670	4,330,075
74,996	(15,915)	(6,674)	1,288,330	51,293
-	-	-	-	218,431
-	-	-	(1,370,000)	(1,482,700)
-	-	-	(1,370,000)	(1,264,269)
74,996	(15,915)	(6,674)	(81,670)	(1,212,976)
265,491	164,131	6,674	307,076	2,194,356
\$ 340,487	\$ 148,216	\$ -	\$ 225,406	\$ 981,380

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Grants	\$ 4,200,000	\$ 4,200,000	\$ 1,504,451
Investment income	-	-	3,171
Miscellaneous income	-	-	62,832
	<hr/>		
Total revenues	4,200,000	4,200,000	1,570,454
	<hr/>		
EXPENDITURES			
Capital outlay	4,295,500	4,374,700	1,578,618
	<hr/>		
Total expenditures	4,295,500	4,374,700	1,578,618
	<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(95,500)	(174,700)	(8,164)
	<hr/>		
OTHER FINANCING SOURCES (USES)			
Transfers in	100,000	100,000	100,000
	<hr/>		
Total other financing sources (uses)	100,000	100,000	100,000
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ 4,500	\$ (74,700)	\$ 91,836
	<hr/>		
FUND BALANCE, MAY 1			62,729
	<hr/>		
FUND BALANCE, APRIL 30			\$ 154,565
	<hr/>		

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ -	\$ -	\$ 5
Total revenues	-	-	5
EXPENDITURES			
None	-	-	-
Total expenditures	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	5
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	118,431
Total other financing sources (uses)	-	-	118,431
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	118,436
FUND BALANCE (DEFICIT), MAY 1			<u>(5,730)</u>
FUND BALANCE, APRIL 30			<u>\$ 112,706</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GREEN OAKS/ARMY TRAIL TIF #1 FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 830,400	\$ 830,400	\$ 822,208
Investment income	-	-	174
	<hr/>		
Total revenues	830,400	830,400	822,382
<hr/>			
EXPENDITURES			
Current			
General government			
Services and charges	300	300	246
Community development			
Surplus distribution	64,000	64,000	1,386,564
Capital outlay	1,338,800	1,338,800	716,857
	<hr/>		
Total expenditures	1,403,100	1,403,100	2,103,667
<hr/>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(572,700)	(572,700)	(1,281,285)
<hr/>			
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	-	(112,700)
	<hr/>		
Total other financing sources (uses)	-	-	(112,700)
<hr/>			
NET CHANGE IN FUND BALANCE	\$ (572,700)	\$ (572,700)	\$ (1,393,985)
<hr/>			
FUND BALANCE, MAY 1			1,393,985
			<hr/>
FUND BALANCE, APRIL 30			\$ -
			<hr/> <hr/>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MICHAEL LANE TIF #2 FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 281,600	\$ 281,600	\$ 245,373
Investment income	-	-	61
Total revenues	<u>281,600</u>	<u>281,600</u>	<u>245,434</u>
EXPENDITURES			
General government			
Services and charges	200,300	200,300	1,950
Capital outlay	<u>287,000</u>	<u>287,000</u>	<u>168,488</u>
Total expenditures	<u>487,300</u>	<u>487,300</u>	<u>170,438</u>
NET CHANGE IN FUND BALANCE	<u>\$ (205,700)</u>	<u>\$ (205,700)</u>	74,996
FUND BALANCE, MAY 1			<u>265,491</u>
FUND BALANCE, APRIL 30			<u><u>\$ 340,487</u></u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TOWN CENTER TIF #3 FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 16,100	\$ 16,100	\$ 12,070
Investment income	-	-	22
Total revenues	<u>16,100</u>	<u>16,100</u>	<u>12,092</u>
EXPENDITURES			
General government			
Services and charges	80,300	80,300	246
Capital outlay	<u>150,000</u>	<u>150,000</u>	<u>27,761</u>
Total expenditures	<u>230,300</u>	<u>230,300</u>	<u>28,007</u>
NET CHANGE IN FUND BALANCE	<u>\$ (214,200)</u>	<u>\$ (214,200)</u>	(15,915)
FUND BALANCE, MAY 1			<u>164,131</u>
FUND BALANCE, APRIL 30			<u><u>\$ 148,216</u></u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PUBLIC BUILDING FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES			
Sales tax increment	\$ 1,692,000	\$ 1,692,000	\$ 1,731,009
Investment income	-	-	(9)
Total revenues	<u>1,692,000</u>	<u>1,692,000</u>	<u>1,731,000</u>
EXPENDITURES			
Capital outlay	<u>266,100</u>	<u>300,700</u>	<u>442,670</u>
Total expenditures	<u>266,100</u>	<u>300,700</u>	<u>442,670</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,425,900</u>	<u>1,391,300</u>	<u>1,288,330</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(1,400,000)</u>	<u>(1,400,000)</u>	<u>(1,370,000)</u>
Total other financing sources (uses)	<u>(1,400,000)</u>	<u>(1,400,000)</u>	<u>(1,370,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 25,900</u>	<u>\$ (8,700)</u>	<u>(81,670)</u>
FUND BALANCE, MAY 1			<u>307,076</u>
FUND BALANCE, APRIL 30			<u><u>\$ 225,406</u></u>

(See independent auditor's report.)

MAJOR ENTERPRISE FUND

Waterworks and Sewerage Fund - to account for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, billing, and collection.

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATERWORKS AND SEWERAGE FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Water and sewer charges	\$ 14,609,000	\$ 14,609,000	\$ 14,291,237
Water from construction	100	100	350
Meter charges	5,000	5,000	14,195
Sewer pollution surcharge	20,000	20,000	54,947
Admin adjudication	1,200	1,200	-
Storm water exemption	3,000	3,000	16,753
Lab fees	4,000	4,000	7,937
Annexation/tap-on fees	15,000	15,000	43,078
BMP fee	1,000	1,000	1,968
Water turn-on fees	8,000	8,000	9,200
Other charges	21,000	21,000	119,143
 Total operating revenues	 14,687,300	 14,687,300	 14,558,808
OPERATING EXPENSES			
Water	7,657,742	8,168,942	7,875,861
Sewer	2,086,415	2,089,815	1,948,162
Water pollution control	4,602,628	5,664,728	3,997,299
Depreciation	-	-	2,075,400
 Total operating expenses	 14,346,785	 15,923,485	 15,896,722
 OPERATING INCOME (LOSS)	 340,515	 (1,236,185)	 (1,337,914)
NON-OPERATING REVENUES (EXPENSES)			
Investment income	4,500	4,500	6,253
Interest expense	-	-	(26,175)
Gain (loss) on sale of capital assets	-	-	(7,552)
 Total non-operating revenues (expenses)	 4,500	 4,500	 (27,474)
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 345,015	 (1,231,685)	 (1,365,388)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	200,619
 CHANGE IN NET POSITION	 \$ 345,015	 \$ (1,231,685)	 (1,164,769)
 NET POSITION, MAY 1			 58,354,579
 NET POSITION, APRIL 30			 \$ 57,189,810

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
BUDGET AND ACTUAL
WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
WATER			
Personal services			
Salaries and wages			
Salaries administrative	\$ 321,900	\$ 321,900	\$ 281,700
Elected officials	6,000	6,000	6,601
Wages - clerical	128,100	128,100	183,320
Wages - operational	682,400	682,400	706,099
Overtime	90,000	90,000	74,141
Part-time	23,800	23,800	9,339
IMRF	166,200	166,200	172,295
Social Security	96,000	96,000	99,331
Health insurance and OPEB	317,000	317,000	256,506
Sick pay	25,000	25,000	25,589
Other pay	7,200	7,200	8,654
Total personal services	<u>1,863,600</u>	<u>1,863,600</u>	<u>1,823,575</u>
Services and charges			
Professional fees			
Accounting and audit	6,400	6,400	5,123
Data processing	42,100	42,100	30,414
Medical	2,000	2,000	440
Technical and consulting	46,000	46,000	20,816
Communications			
Postage	27,800	27,800	33,210
Telephone	12,800	12,800	18,126
Portable device	800	800	542
Copy reproduction	900	900	585
IRMA ins elect/forestry	-	-	(90)
Printing and publications	17,100	17,100	2,640
IRMA insurance	113,800	113,800	132,625
Conferences and training	6,100	6,100	4,001
Public utilities gas, heat	7,000	7,000	7,270
Public utilities electrical equipment	60,000	60,000	53,268
Public utility services	5,255,300	5,255,300	5,297,193
Waste disposal	18,500	18,500	9,120
Repairs and maintenance	104,400	110,400	83,699
Rental equipment	1,300	1,300	-
Dues and subscriptions	2,300	2,300	1,947
Bank fees	17,000	17,000	15,929
Other	1,000	1,000	673
Total services and charges	<u>5,742,600</u>	<u>5,748,600</u>	<u>5,717,531</u>
Supplies and materials			
Office supplies	1,300	1,300	1,300
Cleaning supplies	800	800	-
Clothing supplies	7,500	7,500	6,306
Motor fuel lubricants	500	500	-
Chemicals	3,500	3,500	3,623
Public grounds materials/supplies	37,100	37,100	23,913
Water meters/hydrants	8,500	8,500	5,318
Other operating supplies	51,500	51,500	40,876
Total supplies and materials	<u>110,700</u>	<u>110,700</u>	<u>81,336</u>

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
BUDGET AND ACTUAL (Continued)
WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
WATER (Continued)			
Capital outlay			
Water meters	\$ -	\$ 24,000	\$ 68,895
Addison Road resurfacing	-	-	24,488
Watermain replacement	245,000	293,000	228,280
Automatic meter read	-	200,000	199,644
Water tower work	-	231,000	86,349
Control Panels	25,000	25,000	-
Total capital outlay	<u>270,000</u>	<u>773,000</u>	<u>607,656</u>
Less items capitalized	<u>(565,558)</u>	<u>(565,558)</u>	<u>(565,558)</u>
Charges for internal services			
Fleet services	141,600	141,600	112,758
IS services	39,000	41,200	42,763
Equipment replacement	55,800	55,800	55,800
Total charges for internal services	<u>236,400</u>	<u>238,600</u>	<u>211,321</u>
Total water before depreciation	7,657,742	8,168,942	7,875,861
Depreciation	<u>-</u>	<u>-</u>	<u>1,029,779</u>
Total water	<u>7,657,742</u>	<u>8,168,942</u>	<u>8,905,640</u>
SEWER			
Personal services			
Salaries and wages			
Salaries administrative	384,900	384,900	338,750
Elected officials	6,000	6,000	6,601
Wages - clerical	145,100	145,100	102,174
Wages - operational	395,700	395,700	419,494
Overtime	35,000	35,000	27,589
Part-time temporary	22,300	22,300	9,312
IMRF	133,100	133,100	124,883
Social Security	77,100	77,100	71,402
Health insurance and OPEB	243,900	243,900	203,698
Sick pay	16,000	16,000	9,623
Other pay	12,900	12,900	5,437
Total personal services	<u>1,472,000</u>	<u>1,472,000</u>	<u>1,318,963</u>
Services and charges			
Professional fees			
Accounting and audit	1,700	1,700	1,330
Medical	500	500	832
Communications			
Postage	500	500	-
Telephone	19,700	19,700	33,180
Portable device	300	300	76
Copy reproduction	400	400	263
Public relations	-	-	182

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
BUDGET AND ACTUAL (Continued)
WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
SEWER (Continued)			
Services and charges (Continued)			
Printing and publications	\$ 2,600	\$ 2,600	\$ 974
IRMA insurance	30,400	30,400	32,029
Public utilities	58,800	58,800	68,738
Waste disposal	11,000	11,000	17,280
Repairs and maintenance	172,000	175,400	172,726
Rental equipment	6,600	6,600	3,955
Training	-	-	117
Other	500	500	8,505
Total services and charges	<u>305,000</u>	<u>308,400</u>	<u>340,187</u>
Supplies and materials			
Office supplies	1,300	1,300	1,174
Cleaning supplies	1,000	1,000	1,002
Clothing supplies	3,400	3,400	4,192
Motor fuel lubricants	4,400	4,400	2,600
Chemicals	500	500	-
Public grounds materials/supplies	500	500	345
Building materials/supplies	600	600	404
Other operating supplies	43,200	43,200	44,006
Total supplies and materials	<u>54,900</u>	<u>54,900</u>	<u>53,723</u>
Capital outlay			
Pond improvements	55,000	55,000	45,185
Total capital outlay	<u>55,000</u>	<u>55,000</u>	<u>45,185</u>
Less items capitalized	<u>(45,185)</u>	<u>(45,185)</u>	<u>(45,185)</u>
Charges for internal services			
Fleet services	130,700	130,700	119,234
IS services	21,300	21,300	23,355
Equipment replacement	92,700	92,700	92,700
Total charges for internal services	<u>244,700</u>	<u>244,700</u>	<u>235,289</u>
Total sewer before depreciation	2,086,415	2,089,815	1,948,162
Depreciation	-	-	370,340
Total sewer	<u>2,086,415</u>	<u>2,089,815</u>	<u>2,318,502</u>
WATER POLLUTION CONTROL			
Personal services			
Salaries and wages			
Salaries administrative	573,700	573,700	531,829
Elected officials	6,000	6,000	6,601
Wages - clerical	145,100	145,100	127,221
Wages - operational	930,700	930,700	1,001,695

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
 BUDGET AND ACTUAL (Continued)
 WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
WATER POLLUTION CONTROL (Continued)			
Personal services (Continued)			
Salaries and wages			
Overtime	\$ 29,000	\$ 29,000	\$ 39,086
Part-time temporary	39,000	39,000	26,711
IMRF	234,100	234,100	239,892
Social Security	134,900	134,900	140,235
Health insurance and OPEB	356,000	356,000	376,270
Sick pay	38,000	38,000	39,507
Other pay	18,000	18,000	14,744
	<hr/>	<hr/>	<hr/>
Total personal services	2,504,500	2,504,500	2,543,791
Services and charges			
Professional fees			
Accounting and audit	2,700	2,700	2,151
Data processing	4,100	4,100	2,930
Medical	1,200	1,200	365
Technical and consulting	78,900	78,900	23,566
Communications			
Postage	1,000	1,000	536
Telephone	19,500	19,500	33,303
Portable device	1,200	1,200	470
Copy reproduction	1,000	1,000	638
Conferences	5,000	5,000	4,833
Training	1,200	1,200	1,577
Printing and publications	3,700	3,700	1,527
IRMA insurance	155,600	155,600	145,079
Public utilities gas, heat	49,500	49,500	47,830
Public utilities electrical equipment	375,000	375,000	346,592
Waste disposal	160,000	160,000	130,786
Repairs and maintenance	107,300	107,300	108,708
Rental equipment	9,000	9,000	1,111
Dues and subscriptions	500	500	322
Permit fee payments	68,500	68,500	68,500
Other	200	200	696
	<hr/>	<hr/>	<hr/>
Total services and charges	1,045,100	1,045,100	921,520
Supplies and materials			
Office supplies	1,700	1,700	1,700
Cleaning supplies	4,200	4,200	2,377
Clothing supplies	12,400	12,400	10,799
Motor fuel lubricants	3,200	3,200	1,994
Chemicals	81,000	81,000	70,901
Public grounds materials/supplies	1,500	1,500	456
Building materials/supplies	5,000	5,000	4,918
Other operating supplies	131,900	131,900	130,348
	<hr/>	<hr/>	<hr/>
Total supplies and materials	240,900	240,900	223,493

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
 BUDGET AND ACTUAL (Continued)
 WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
WATER POLLUTION CONTROL (Continued)			
Capital outlay			
Equipment	\$ 43,200	\$ 43,200	\$ 42,422
North plant lift station	5,531,200	6,588,800	4,924,934
Excess flow lift station	-	-	85,682
Miscellaneous	-	-	553
Total capital outlay	<u>5,574,400</u>	<u>6,632,000</u>	<u>5,053,591</u>
Less items capitalized	<u>(4,853,672)</u>	<u>(4,853,672)</u>	<u>(4,853,672)</u>
Charges for internal services			
Fleet services	23,700	23,700	35,048
IS services	60,400	64,900	66,228
Equipment replacement	7,300	7,300	7,300
Total charges for internal services	<u>91,400</u>	<u>95,900</u>	<u>108,576</u>
Total water pollution control before depreciation	4,602,628	5,664,728	3,997,299
Depreciation	<u>-</u>	<u>-</u>	<u>675,281</u>
Total water pollution control	<u>4,602,628</u>	<u>5,664,728</u>	<u>4,672,580</u>
TOTAL EXPENSES	<u>\$ 14,346,785</u>	<u>\$ 15,923,485</u>	<u>\$ 15,896,722</u>

(See independent auditor's report.)

INTERNAL SERVICE FUNDS

Fleet Services Fund - to account for the costs of operating a maintenance facility for automotive equipment used by other village departments. Actual cost includes depreciation on the machinery and equipment used to provide the service.

Information Systems Fund - to account for the costs of running the Village's information system.

Equipment Replacement Fund - to account for the costs of purchasing and maintaining the Village's vehicles.

VILLAGE OF ADDISON, ILLINOIS

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS

April 30, 2015

	Fleet Services	Information Systems	Equipment Replacement	Total
CURRENT ASSETS				
Cash and investments	\$ -	\$ -	\$ 4,674,259	\$ 4,674,259
Inventory	52,647	-	-	52,647
Total current assets	52,647	-	4,674,259	4,726,906
NONCURRENT ASSETS				
Capital assets				
Machinery and equipment	116,957	-	6,904,446	7,021,403
Office equipment	-	756,732	-	756,732
Accumulated depreciation	(103,160)	(503,906)	(4,417,399)	(5,024,465)
Net capital assets	13,797	252,826	2,487,047	2,753,670
Total noncurrent assets	13,797	252,826	2,487,047	2,753,670
Total assets	66,444	252,826	7,161,306	7,480,576
DEFERRED OUTFLOWS OF RESOURCES				
Unamortized loss on refunding	-	-	39,559	39,559
CURRENT LIABILITIES				
Accounts payable	22,991	2,910	-	25,901
Accrued payroll	25,450	20,730	-	46,180
Accrued interest payable	-	-	9,015	9,015
Compensated absences	46,733	38,970	-	85,703
General obligation bonds payable	-	-	159,683	159,683
Unamortized premium on bonds	-	-	9,561	9,561
Total current liabilities	95,174	62,610	178,259	336,043
LONG-TERM LIABILITIES				
Compensated absences	106,776	20,109	-	126,885
Net other postemployment benefit obligation	763	658	-	1,421
General obligation bonds payable	-	-	702,313	702,313
Unamortized premium on bonds	-	-	38,244	38,244
Total long-term liabilities	107,539	20,767	740,557	868,863
Total liabilities	202,713	83,377	918,816	1,204,906
NET POSITION				
Net investment in capital assets	13,797	252,826	1,616,805	1,883,428
Unrestricted (deficit)	(150,066)	(83,377)	4,665,244	4,431,801
TOTAL NET POSITION (DEFICIT)	\$ (136,269)	\$ 169,449	\$ 6,282,049	\$ 6,315,229

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2015

	Fleet Services	Information Systems	Equipment Replacement	Total
OPERATING REVENUES				
Charges for services	\$ 1,313,001	\$ 1,254,712	\$ 589,600	\$ 3,157,313
Other revenue	164,363	-	-	164,363
Total operating revenues	<u>1,477,364</u>	<u>1,254,712</u>	<u>589,600</u>	<u>3,321,676</u>
OPERATING EXPENSES				
Personnel services	659,566	567,815	-	1,227,381
Services and charges	121,958	373,037	-	494,995
Supplies and materials	653,884	33,890	-	687,774
Capital outlay	78,554	156,244	18,931	253,729
Total operating expenses excluding depreciation	<u>1,513,962</u>	<u>1,130,986</u>	<u>18,931</u>	<u>2,663,879</u>
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	(36,598)	123,726	570,669	657,797
Depreciation	7,179	44,815	576,160	628,154
OPERATING INCOME (LOSS)	<u>(43,777)</u>	<u>78,911</u>	<u>(5,491)</u>	<u>29,643</u>
NON-OPERATING REVENUES (EXPENSES)				
Investment income	-	-	(328,350)	(328,350)
Interest expense	-	-	(24,388)	(24,388)
Gain on sale of capital assets	-	-	83,299	83,299
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>(269,439)</u>	<u>(269,439)</u>
CHANGE IN NET POSITION BEFORE TRANSFERS AND CONTRIBUTIONS	(43,777)	78,911	(274,930)	(239,796)
TRANSFERS IN	-	-	186,918	186,918
CONTRIBUTIONS	-	-	56,733	56,733
CHANGE IN NET POSITION	(43,777)	78,911	(31,279)	3,855
NET POSITION (DEFICIT), MAY 1	(92,492)	90,538	6,313,328	6,311,374
NET POSITION (DEFICIT), APRIL 30	<u>\$ (136,269)</u>	<u>\$ 169,449</u>	<u>\$ 6,282,049</u>	<u>\$ 6,315,229</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS**

For the Year Ended April 30, 2015

	Fleet Services	Information Systems	Equipment Replacement	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from internal services transactions	\$ 1,313,001	\$ 1,254,712	\$ 589,600	\$ 3,157,313
Receipts from other sources	169,846	-	-	169,846
Payments to suppliers	(840,756)	(560,643)	(18,931)	(1,420,330)
Payments to employees	(642,091)	(592,630)	-	(1,234,721)
Net cash from operating activities	-	101,439	570,669	672,108
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	-	-	186,918	186,918
Net cash from noncapital financing activities	-	-	186,918	186,918
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	-	(101,439)	(746,216)	(847,655)
Proceeds from disposal of property	-	-	77,927	77,927
Principal paid on bonds	-	-	(159,683)	(159,683)
Interest paid on bonds	-	-	(27,235)	(27,235)
Net cash from capital and related financing activities	-	(101,439)	(855,207)	(956,646)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	-	-	(328,350)	(328,350)
Net cash from investing activities	-	-	(328,350)	(328,350)
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	-	-	(425,970)	(425,970)
CASH AND CASH EQUIVALENTS, MAY 1	-	-	5,100,229	5,100,229
CASH AND CASH EQUIVALENTS, APRIL 30	\$ -	\$ -	\$ 4,674,259	\$ 4,674,259

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS (Continued)
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2015

	<u>Fleet Services</u>	<u>Information Systems</u>	<u>Equipment Replacement</u>	<u>Total</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (43,777)	\$ 78,911	\$ (5,491)	\$ 29,643
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	7,179	44,815	576,160	628,154
Inventory	(2,027)	-	-	(2,027)
Accounts receivable	5,483	-	-	5,483
Accounts payable	15,667	2,528	-	18,195
Accrued payroll	2,154	4,006	-	6,160
Compensated absences payable	14,833	(29,242)	-	(14,409)
Net other postemployment benefits obligation	488	421	-	909
NET CASH FROM OPERATING ACTIVITIES	<u>\$ -</u>	<u>\$ 101,439</u>	<u>\$ 570,669</u>	<u>\$ 672,108</u>
CASH AND INVESTMENTS				
Cash and cash equivalents	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,674,259</u>	<u>\$ 4,674,259</u>
TOTAL CASH AND INVESTMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,674,259</u>	<u>\$ 4,674,259</u>
NONCASH TRANSACTIONS				
Contributions of capital assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,733</u>	<u>\$ 56,733</u>
TOTAL NONCASH TRANSACTIONS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,733</u>	<u>\$ 56,733</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL
FLEET SERVICES FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Personal services			
Salaries and wages			
Salaries administrative	\$ 99,400	\$ 99,400	\$ 99,794
Wages clerical	56,800	56,800	71,639
Wages operational	251,400	251,400	252,169
Overtime	20,000	20,000	24,742
Other pay	5,000	5,000	7,156
IMRF contributions	56,100	56,100	59,695
Social Security	32,200	32,200	34,248
Health insurance and OPEB	97,900	97,900	99,730
Sick pay	11,000	11,000	10,393
OPEB expense	-	-	488
Total personal services	629,800	629,800	659,566
Services and charges			
Professional fees			
Data processing	1,600	1,600	4,018
Medical	1,000	1,000	74
Technology and consulting services	-	-	38
Communications			
Telephone	1,300	1,300	1,098
Portable device	300	300	41
Postage	200	200	-
Copy reproduction	400	400	760
Repairs and maintenance	46,200	46,200	38,644
IRMA insurance	19,100	19,100	31,155
Conferences and training	1,200	1,200	1,058
Heat, light, gas, and waste disposal	900	900	836
Dues and subscriptions	400	400	4,373
Printing and publication	300	300	274
IS services	25,500	26,900	27,960
Equipment replacement	5,100	5,100	5,100
Other services and charges	7,400	7,400	6,529
Total services and charges	110,900	112,300	121,958

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL (Continued)
FLEET SERVICES FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING EXPENSES (Continued)			
Supplies and materials			
Office supplies	\$ 800	\$ 800	\$ 729
Fuel	455,000	455,000	380,478
Clothing supplies	2,700	2,700	2,055
Motor vehicles material and supplies	153,200	153,200	229,044
Other materials and supplies	27,900	27,900	41,578
	<hr/>	<hr/>	<hr/>
Total supplies and materials	639,600	639,600	653,884
	<hr/>	<hr/>	<hr/>
Capital outlay			
Equipment	50,000	53,500	78,554
	<hr/>	<hr/>	<hr/>
Total capital outlay	50,000	53,500	78,554
	<hr/>	<hr/>	<hr/>
Less items capitalized	-	-	-
	<hr/>	<hr/>	<hr/>
Net capital outlay	50,000	53,500	78,554
	<hr/>	<hr/>	<hr/>
Total operating expenses	<u>\$ 1,430,300</u>	<u>\$ 1,435,200</u>	<u>\$ 1,513,962</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL
INFORMATION SYSTEMS FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Personal services			
Salaries and wages			
Salaries administrative	\$ 362,100	\$ 362,100	\$ 370,835
Other pay	7,900	7,900	2,448
Part-time	12,000	12,000	23,976
IMRF contributions	49,100	49,100	62,233
Social Security	29,100	29,100	30,801
Health insurance and OPEB	76,500	76,500	73,214
Sick pay	6,000	6,000	4,308
Total personal services	<u>542,700</u>	<u>542,700</u>	<u>567,815</u>
Services and charges			
Professional fees			
Data processing	143,400	173,400	178,305
Communications			
Telephone	57,900	57,900	69,373
Postage	200	200	-
Portable device	7,700	7,700	7,935
Copy reproduction	600	600	709
Repairs and maintenance	58,300	58,300	46,585
Technical and consulting	34,700	68,200	63,481
IRMA insurance	11,800	11,800	5,722
Dues and subscriptions	1,000	1,000	608
Printing and publication	400	400	20
Conferences	7,500	-	-
Training	16,000	-	-
Other services and charges	-	-	299
Total services and charges	<u>339,500</u>	<u>379,500</u>	<u>373,037</u>

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL (Continued)
INFORMATION SYSTEMS FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING EXPENSES (Continued)			
Supplies and materials			
Office supplies	\$ 500	\$ 500	\$ 14
Other operating supplies	33,700	33,700	33,876
	<hr/>		
Total supplies and materials	34,200	34,200	33,890
	<hr/>		
Capital outlay			
Equipment	227,900	257,400	257,683
	<hr/>		
Total capital outlay	227,900	257,400	257,683
	<hr/>		
Less items capitalized	(101,439)	(101,439)	(101,439)
	<hr/>		
Net capital outlay	126,461	155,961	156,244
	<hr/>		
Total operating expenses	\$ 1,042,861	\$ 1,112,361	\$ 1,130,986
	<hr/>		

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL
EQUIPMENT REPLACEMENT FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Capital outlay			
Equipment - police	\$ 94,000	\$ 194,000	\$ 250,241
Equipment - streets	366,000	366,000	376,257
Equipment - electricity and forestry	10,000	10,000	11,084
Equipment - water	190,000	190,000	184,298
Equipment - sewer	10,000	10,000	-
	<hr/>		
Total capital outlay	670,000	770,000	821,880
	<hr/>		
Less items capitalized	(670,000)	(770,000)	(802,949)
	<hr/>		
Net capital outlay	-	-	18,931
	<hr/>		
Total operating expenses	\$ -	\$ -	\$ 18,931
	<hr/> <hr/>		

(See independent auditor's report.)

FIDUCIARY FUNDS

Police Pension Trust Fund - to account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law, by a special tax levy, and by allocation of personal property replacement tax. Total taxes to be levied are determined by annual actuarial study.

Agency Fund - to account for assets held by the Village as an agent for individual, private organizations, other governments, bondholders, and/or other funds, as indicated.

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF CHANGES IN NET POSITION -
BUDGET AND ACTUAL
POLICE PENSION TRUST FUND**

For the Year Ended April 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
ADDITIONS			
Contributions - employer			
Property taxes transferred from General Fund	\$ 2,257,300	\$ 2,257,300	\$ 2,309,851
Contributions - plan members	525,000	525,000	576,575
	<hr/>		
Total contributions	2,782,300	2,782,300	2,886,426
	<hr/>		
Investment income			
Net appreciation in fair value of investments	1,000,000	1,000,000	1,108,504
Interest earned on investments	900,000	900,000	1,289,724
	<hr/>		
Total investment income	1,900,000	1,900,000	2,398,228
	<hr/>		
Less investment expense	(24,000)	(24,000)	(6,964)
	<hr/>		
Net investment income	1,876,000	1,876,000	2,391,264
	<hr/>		
Total additions	4,658,300	4,658,300	5,277,690
	<hr/>		
DEDUCTIONS			
Benefits and refunds	2,835,668	3,258,468	3,257,820
Administration	83,700	83,700	86,522
Legal	6,800	6,800	5,684
	<hr/>		
Total deductions	2,926,168	3,348,968	3,350,026
	<hr/>		
NET INCREASE	<u>\$ 1,732,132</u>	<u>\$ 1,309,332</u>	1,927,664
	<hr/>		
NET POSITION HELD IN TRUST FOR PENSION BENEFITS			
May 1			<u>38,505,338</u>
April 30			<u>\$ 40,433,002</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND**

For the Year Ended April 30, 2015

	Balances			Balances
	May 1	Additions	Deductions	April 30
Special Service Area #1				
ASSETS				
Cash and investments	\$ 15,672	\$ 50,713	\$ 50,236	\$ 16,149
Property taxes receivable	52,094	-	51,987	107
TOTAL ASSETS	\$ 67,766	\$ 50,713	\$ 102,223	\$ 16,256
LIABILITIES				
Funds held for others	\$ 67,766	\$ 50,713	\$ 102,223	\$ 16,256

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND ISSUES**

April 30, 2015

	2006A Refunding Bond Issue	2006C Bond Issue
Date of Issue	October 1, 2006	December 15, 2006
Issuance Amount	\$3,075,000	\$6,900,000
Interest Rate	3.70% to 4.50%	3.85% to 3.95%
Principal Due	December 15	December 15
Interest Dates	June 15 and December 15	June 15 and December 15
Date of Maturity	December 15, 2026	December 15, 2026

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	2006A Refunding Bond Issue		2006C Bond Issue	
	Principal	Interest	Principal	Interest
2016	\$ 165,000	\$ 104,313	\$ 345,000	\$ 233,477
2017	165,000	96,888	370,000	220,195
2018	175,000	89,462	400,000	205,950
2019	180,000	81,588	420,000	190,550
2020	190,000	73,487	450,000	174,380
2021	200,000	65,888	475,000	157,055
2022	210,000	57,887	505,000	138,768
2023	215,000	49,278	540,000	119,325
2024	225,000	40,462	575,000	98,265
2025	240,000	31,125	605,000	75,840
2026	250,000	21,165	640,000	51,942
2027	260,000	10,790	675,000	26,663
2028	-	-	-	-
2029	-	-	-	-
2030	-	-	-	-
2031	-	-	-	-
	\$ 2,475,000	\$ 722,333	\$ 6,000,000	\$ 1,692,410

2007 Bond Issue	2008 Refunding Bond Issue
December 15, 2006	June 19, 2008
\$6,100,000	\$6,015,000
3.875% to 3.95%	3.25% to 5.00%
December 15	December 15
June 15 and December 15	June 15 and December 15
December 15, 2026	December 15, 2020

2007 Bond Issue		2008 Bond Issue	
Principal	Interest	Principal	Interest
\$ 305,000	\$ 207,281	\$ 340,000	\$ 190,800
330,000	195,462	385,000	178,050
345,000	182,675	435,000	162,650
375,000	169,306	920,000	145,250
395,000	154,775	975,000	99,250
425,000	139,468	1,010,000	50,500
450,000	123,000	-	-
480,000	105,562	-	-
510,000	86,843	-	-
540,000	66,952	-	-
565,000	45,623	-	-
590,000	23,305	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
\$ 5,310,000	\$ 1,500,252	\$ 4,065,000	\$ 826,500

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

**SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND ISSUES (Continued)**

April 30, 2015

	2010 Bond Issue	2011 Refunding Bond Issue
Date of Issue	July 30, 2010	September 6, 2011
Issuance Amount	\$3,500,000	\$2,835,000
Interest Rate	2.05% to 5.30%	2.00% to 4.00%
Principal Due	December 15	December 15
Interest Dates	June 15 and December 15	June 15 and December 15
Date of Maturity	December 15, 2030	December 15, 2017

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	2010 Bond Issue		2011 Refunding Bond Issue	
	Principal	Interest	Principal	Interest
2016	\$ 135,000	\$ 132,422	\$ 485,000	\$ 52,150
2017	140,000	129,655	470,000	37,600
2018	145,000	125,945	470,000	18,800
2019	150,000	122,102	-	-
2020	155,000	117,528	-	-
2021	160,000	112,258	-	-
2022	170,000	106,416	-	-
2023	180,000	99,532	-	-
2024	190,000	92,241	-	-
2025	195,000	83,218	-	-
2026	210,000	73,956	-	-
2027	220,000	63,980	-	-
2028	230,000	53,530	-	-
2029	245,000	41,340	-	-
2030	260,000	28,356	-	-
2031	275,000	14,575	-	-
	\$ 3,060,000	\$ 1,397,054	\$ 1,425,000	\$ 108,550

2012 Refunding Bond Issue

September 6, 2011
 \$3,985,000
 2.00% to 3.00%
 December 15
 June 15 and December 15
 December 15, 2019

2012 Refunding Bond Issue		Totals	
Principal	Interest	Principal	Interest
\$ 550,000	\$ 81,300	\$ 2,325,000	\$ 1,001,743
570,000	64,800	2,430,000	922,650
580,000	47,700	2,550,000	833,182
600,000	30,300	2,645,000	739,096
615,000	12,300	2,780,000	631,720
-	-	2,270,000	525,169
-	-	1,335,000	426,071
-	-	1,415,000	373,697
-	-	1,500,000	317,811
-	-	1,580,000	257,135
-	-	1,665,000	192,686
-	-	1,745,000	124,738
-	-	230,000	53,530
-	-	245,000	41,340
-	-	260,000	28,356
-	-	275,000	14,575
\$ 2,915,000	\$ 236,400	\$ 25,250,000	\$ 6,483,499

(See independent auditor's report.)

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	115-124
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the sales tax and property tax.	125-130
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	131-134
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	135-136
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	137-140

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

VILLAGE OF ADDISON, ILLINOIS

NET POSITION BY COMPONENTS

Last Ten Fiscal Years

Fiscal Year	2006	2007	2008	2009
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 78,543,124	\$ 78,279,927	\$ 84,783,835	\$ 88,445,318
Restricted	2,275,328	14,119,418	5,018,880	2,243,060
Unrestricted	5,827,369	498,165	8,614,792	9,658,129
TOTAL GOVERNMENTAL ACTIVITIES	\$ 86,645,821	\$ 92,897,510	\$ 98,417,507	\$ 100,346,507
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 45,117,250	\$ 55,259,610	\$ 56,304,357	\$ 57,293,575
Restricted	1,294,612	1,368,081	1,427,224	1,444,834
Unrestricted	14,714,130	3,515,975	4,116,745	3,417,229
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 61,125,992	\$ 60,143,666	\$ 61,848,326	\$ 62,155,638
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 123,660,374	\$ 133,539,537	\$ 141,088,192	\$ 145,738,893
Restricted	3,569,940	15,487,499	6,446,104	3,687,894
Unrestricted	20,541,499	4,014,140	12,731,537	13,075,358
TOTAL PRIMARY GOVERNMENT	\$ 147,771,813	\$ 153,041,176	\$ 160,265,833	\$ 162,502,145

Data Source

Audited Financial Statements

2010	2011	2012	2013	2014	2015
\$ 90,552,397	\$ 92,393,790	\$ 95,291,795	\$ 97,716,469	\$ 101,630,549	\$ 106,518,924
1,529,784	1,819,969	3,908,191	4,660,660	5,071,785	4,054,508
9,541,452	11,317,904	9,413,771	8,425,127	8,335,022	8,861,037
\$ 101,623,633	\$ 105,531,663	\$ 108,613,757	\$ 110,802,256	\$ 115,037,356	\$ 119,434,469
\$ 56,799,642	\$ 55,720,105	\$ 54,573,479	\$ 54,163,556	\$ 53,415,214	\$ 51,992,888
1,452,430	1,454,610	1,454,790	1,458,126	30,000	30,000
3,112,521	2,966,651	3,095,702	3,637,975	4,909,365	5,166,922
\$ 61,364,593	\$ 60,141,366	\$ 59,123,971	\$ 59,259,657	\$ 58,354,579	\$ 57,189,810
\$ 147,352,039	\$ 148,113,895	\$ 149,865,274	\$ 151,880,025	\$ 155,045,763	\$ 158,511,812
2,982,214	3,274,579	5,362,981	6,118,786	5,101,785	4,084,508
12,653,973	14,284,555	12,509,473	12,063,102	13,244,387	14,027,959
\$ 162,988,226	\$ 165,673,029	\$ 167,737,728	\$ 170,061,913	\$ 173,391,935	\$ 176,624,279

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2006	2007	2008	2009
EXPENSES				
Governmental Activities				
General government	\$ 3,616,575	\$ 5,952,874	\$ 4,774,951	\$ 5,125,037
Public safety	10,680,567	11,509,751	13,141,287	13,892,079
Community development	2,336,957	2,606,931	2,742,465	2,579,381
Highways and streets	4,127,999	3,935,690	5,099,502	5,795,740
Interest and fiscal charges	937,532	1,070,470	1,422,629	1,339,726
Total governmental activities expenses	<u>21,699,630</u>	<u>25,075,716</u>	<u>27,180,834</u>	<u>28,731,963</u>
Business-Type Activities				
Water and sewer	11,267,849	11,288,187	11,290,155	11,983,183
Total business-type activities expenses	<u>11,267,849</u>	<u>11,288,187</u>	<u>11,290,155</u>	<u>11,983,183</u>
TOTAL PRIMARY GOVERNMENT EXPENSES	<u>\$ 32,967,479</u>	<u>\$ 36,363,903</u>	<u>\$ 38,470,989</u>	<u>\$ 40,715,146</u>
PROGRAM REVENUES				
Governmental Activities				
Charges for services				
General government	\$ 1,810,654	\$ 1,511,755	\$ 1,129,632	\$ 1,266,980
Public safety	519,025	585,370	880,067	1,099,943
Community development	304,518	621,185	623,636	581,175
Highways and streets	501,869	657,481	648,062	670,850
Operating grants and contributions	1,128,386	1,193,774	1,206,995	1,320,313
Capital grants and contributions	2,397,431	1,294,749	111,936	468,282
Total governmental activities program revenues	<u>6,661,883</u>	<u>5,864,314</u>	<u>4,600,328</u>	<u>5,407,543</u>
Business-Type Activities				
Charges for services				
Water and sewer	10,797,825	9,820,363	10,138,634	10,271,842
Operating grants and contributions	-	-	1,945,748	72,565
Capital grants and contributions	-	-	-	173,228
Total business-type activities program revenues	<u>10,797,825</u>	<u>9,820,363</u>	<u>12,084,382</u>	<u>10,517,635</u>
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	<u>\$ 17,459,708</u>	<u>\$ 15,684,677</u>	<u>\$ 16,684,710</u>	<u>\$ 15,925,178</u>
NET REVENUE (EXPENSE)				
Governmental activities	\$ (15,037,747)	\$ (19,211,402)	\$ (22,580,506)	\$ (23,324,420)
Business-type activities	(470,024)	(1,467,824)	794,227	(1,465,548)
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	<u>\$ (15,507,771)</u>	<u>\$ (20,679,226)</u>	<u>\$ (21,786,279)</u>	<u>\$ (24,789,968)</u>

2010	2011	2012	2013	2014	2015
\$ 4,640,073	\$ 4,385,166	\$ 4,633,830	\$ 4,463,370	\$ 4,852,380	\$ 4,829,314
14,071,718	13,990,764	15,906,663	16,267,795	16,861,308	18,000,834
2,561,749	2,551,924	2,684,987	2,671,935	1,741,207	4,840,357
5,594,481	5,297,660	5,338,610	5,822,591	7,439,469	6,518,225
1,261,761	1,180,854	1,352,565	1,019,885	995,325	925,271
28,129,782	27,406,368	29,916,655	30,245,576	31,889,689	35,114,001
11,935,224	12,464,598	13,131,685	14,175,880	15,205,581	15,930,449
11,935,224	12,464,598	13,131,685	14,175,880	15,205,581	15,930,449
\$ 40,065,006	\$ 39,870,966	\$ 43,048,340	\$ 44,421,456	\$ 47,095,270	\$ 51,044,450
\$ 1,280,491	\$ 1,391,243	\$ 1,438,307	\$ 1,547,815	\$ 1,567,775	\$ 1,713,897
1,396,365	1,388,763	1,251,599	1,447,919	1,449,716	1,391,516
621,422	418,380	592,805	453,184	562,600	688,779
691,821	747,808	699,875	752,738	916,662	984,335
1,111,016	1,391,543	1,226,672	1,252,795	1,619,191	3,187,611
285,253	220,882	357,094	109,552	342,016	550,505
5,386,368	5,558,619	5,566,352	5,564,003	6,457,960	8,516,643
10,310,792	10,942,530	11,731,849	12,859,220	13,460,928	14,558,808
1,001	72,890	10,152	916	-	-
-	-	-	-	-	-
10,311,793	11,015,420	11,742,001	12,860,136	13,460,928	14,558,808
\$ 15,698,161	\$ 16,574,039	\$ 17,308,353	\$ 18,424,139	\$ 19,918,888	\$ 23,075,451
\$ (22,743,414)	\$ (21,847,749)	\$ (24,350,303)	\$ (24,681,573)	\$ (25,431,729)	\$ (26,597,358)
(1,623,431)	(1,449,178)	(1,389,684)	(1,315,744)	(1,744,653)	(1,371,641)
\$ (24,366,845)	\$ (23,296,927)	\$ (25,739,987)	\$ (25,997,317)	\$ (27,176,382)	\$ (27,968,999)

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

Fiscal Year	2006	2007	2008	2009
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental Activities				
Taxes				
Property	\$ 6,213,602	\$ 6,573,629	\$ 7,030,357	\$ 7,349,056
Sales	6,597,219	7,029,021	7,737,573	7,757,823
Home rule sales	4,164,948	4,546,161	4,988,190	4,970,300
Telecommunications	1,710,328	1,860,532	1,952,314	1,959,918
Other	1,363,495	1,368,319	1,278,613	1,056,915
Shared income taxes	2,744,265	3,026,956	3,388,237	3,366,328
Investment earnings	572,714	842,750	942,216	178,179
Miscellaneous	209,010	344,396	325,209	330,358
Transfers	(217,593)	(215,425)	(214,695)	(1,715,457)
Contributions	-	196,151	672,489	-
Total governmental activities	<u>23,357,988</u>	<u>25,572,490</u>	<u>28,100,503</u>	<u>25,253,420</u>
Business-Type Activities				
Investment earnings	236,198	270,073	252,665	57,403
Miscellaneous	-	-	-	-
Contributions	-	-	443,073	-
Transfers	217,593	215,425	214,695	1,715,457
Total business-type activities	<u>453,791</u>	<u>485,498</u>	<u>910,433</u>	<u>1,772,860</u>
TOTAL PRIMARY GOVERNMENT	<u><u>\$ 23,811,779</u></u>	<u><u>\$ 26,057,988</u></u>	<u><u>\$ 29,010,936</u></u>	<u><u>\$ 27,026,280</u></u>
CHANGE IN NET POSITION				
Governmental activities	\$ 8,320,241	\$ 6,361,088	\$ 5,519,997	\$ 1,929,000
Business-type activities	(16,233)	(982,326)	1,704,660	307,312
TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION	<u><u>\$ 8,304,008</u></u>	<u><u>\$ 5,378,762</u></u>	<u><u>\$ 7,224,657</u></u>	<u><u>\$ 2,236,312</u></u>

Data Source

Audited Financial Statements

	2010	2011	2012	2013	2014	2015
\$	7,816,366	\$ 8,292,689	\$ 8,675,564	\$ 8,341,466	\$ 8,453,300	\$ 9,025,890
	6,779,198	7,360,627	7,881,310	7,675,969	8,382,852	8,503,004
	4,259,065	4,594,396	5,342,585	6,236,048	7,071,716	6,924,034
	1,765,480	1,655,861	1,708,571	1,500,073	1,395,198	1,301,914
	940,038	1,028,587	984,240	1,252,073	1,332,203	1,569,684
	2,934,391	2,880,557	3,009,476	3,329,232	3,599,856	3,617,900
	50,053	26,075	17,666	21,300	18,923	16,692
	289,446	134,717	180,255	213,809	213,590	235,972
	(813,497)	(217,730)	(367,270)	(1,221,600)	(800,809)	(200,619)
	-	-	-	-	-	-
	24,020,540	25,755,779	27,432,397	27,348,370	29,666,829	30,994,471
	18,889	8,221	5,019	10,101	9,452	6,253
	-	-	-	250,000	29,314	-
	-	-	-	-	-	-
	813,497	217,730	367,270	1,221,600	800,809	200,619
	832,386	225,951	372,289	1,481,701	839,575	206,872
\$	24,852,926	\$ 25,981,730	\$ 27,804,686	\$ 28,830,071	\$ 30,506,404	\$ 31,201,343
\$	1,277,126	\$ 3,908,030	\$ 3,082,094	\$ 2,666,797	\$ 4,235,100	\$ 4,397,113
	(791,045)	(1,223,227)	(1,017,395)	165,957	(905,078)	(1,164,769)
\$	486,081	\$ 2,684,803	\$ 2,064,699	\$ 2,832,754	\$ 3,330,022	\$ 3,232,344

VILLAGE OF ADDISON, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2006	2007	2008	2009
GENERAL FUND				
Reserved	\$ 174,460	\$ 78,372	\$ 74,707	\$ 1,090,020
Unreserved	8,818,172	9,751,058	7,469,355	7,499,398
Nonspendable in form				
Prepaid items	-	-	-	-
Advances to other funds	-	-	-	-
Notes receivable	-	-	-	-
Unrestricted				
Assigned for subsequent budget	-	-	-	-
Unassigned	-	-	-	-
TOTAL GENERAL FUND	\$ 8,992,632	\$ 9,829,430	\$ 7,544,062	\$ 8,589,418
ALL OTHER GOVERNMENTAL FUNDS				
Reserved	\$ 10,133,753	\$ 19,827,205	\$ 9,598,536	\$ 5,501,765
Unreserved, reported in				
Special Revenue Funds	(9,111)	(10,107)	(1,537)	(1,428)
Capital Project Funds	(5,608,522)	(3,986,128)	(2,811,500)	(3,694,723)
Nonspendable in form - advances to other funds	-	-	-	-
Restricted for				
Economic development	-	-	-	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Debt service	-	-	-	-
Unrestricted				
Assigned for capital projects	-	-	-	-
Assigned for specific purpose	-	-	-	-
Unassigned (deficit)	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 4,516,120	\$ 15,830,970	\$ 6,785,499	\$ 1,805,614

* The Village implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in fiscal year 2012.

Data Source

Audited Financial Statements

2010	2011	2012*	2013	2014	2015
\$ 969,309	\$ 1,052,005	\$ -	\$ -	\$ -	\$ -
7,108,949	7,682,950	-	-	-	-
-	-	4,995	-	-	-
-	-	1,010,705	-	-	-
-	-	54,445	50,195	44,067	10,393
-	-	-	-	262,300	124,900
-	-	7,387,902	8,075,707	7,561,806	8,452,836
<u>\$ 8,078,258</u>	<u>\$ 8,734,955</u>	<u>\$ 8,458,047</u>	<u>\$ 8,125,902</u>	<u>\$ 7,868,173</u>	<u>\$ 8,588,129</u>
\$ 3,569,732	\$ 3,309,883	\$ -	\$ -	\$ -	\$ -
417	4,465	-	-	-	-
(1,611,257)	(786,109)	-	-	-	-
-	-	325,476	-	-	-
-	-	1,952,671	1,950,271	1,830,281	488,703
-	-	165,971	227,113	390,264	485,362
-	-	469,842	721,721	1,064,946	1,308,820
-	-	1,319,707	1,761,555	1,786,294	1,771,623
-	-	973,202	144,720	369,805	492,677
-	-	6,399	6,405	6,406	6,407
-	-	(1,336,241)	(8,559)	(5,730)	-
<u>\$ 1,958,892</u>	<u>\$ 2,528,239</u>	<u>\$ 3,877,027</u>	<u>\$ 4,803,226</u>	<u>\$ 5,442,266</u>	<u>\$ 4,553,592</u>

VILLAGE OF ADDISON, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2006	2007	2008	2009
REVENUES				
Taxes	\$ 22,793,857	\$ 24,404,618	\$ 26,375,284	\$ 26,460,341
Licenses and permits	1,969,461	1,637,797	1,678,261	1,707,139
Intergovernmental	3,335,177	2,511,595	178,088	1,663,175
Charges for services	209,837	229,048	360,437	428,404
Fines and forfeitures	509,617	1,088,704	927,901	1,132,905
Investment income	572,714	842,750	942,216	178,179
Miscellaneous	846,801	741,566	74,767	806,277
Total revenues	30,237,464	31,456,078	30,536,954	32,376,420
EXPENDITURES				
General government	3,201,148	3,858,774	4,536,415	4,293,793
Public safety	10,647,094	11,442,236	13,227,801	13,542,086
Community development	2,296,848	2,619,131	2,685,190	7,384,831
Highways and streets	5,816,539	6,786,416	6,473,217	2,503,725
Capital outlay	4,594,522	4,378,503	13,484,694	3,719,559
Debt service				
Principal	1,729,190	1,818,404	1,303,856	1,626,661
Interest	1,086,092	1,064,483	1,454,688	1,446,852
Total expenditures	29,371,433	31,967,947	43,165,861	34,517,507
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	866,031	(511,869)	(12,628,907)	(2,141,087)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,796,333	2,656,951	5,458,473	2,370,167
Transfers (out)	(2,216,659)	(3,073,089)	(5,873,201)	(4,286,367)
Bonds issued	3,065,000	18,450,000	-	6,015,000
Premium on bonds issued	61,306	32,730	-	393,393
Discount on bonds issued	-	(63,256)	-	-
Payment to escrow	(3,063,227)	(5,341,257)	-	(6,291,761)
Sale of capital assets	39,595	1,438	6,713	6,126
Total other financing sources (uses)	(317,652)	12,663,517	(408,015)	(1,793,442)
NET CHANGE IN FUND BALANCES	\$ (829,521)	\$ 34,610	\$ (13,036,922)	\$ (3,934,529)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES				
	10.45%	11.19%	10.12%	11.20%

Data Source

Audited Financial Statements

2010	2011	2012	2013	2014	2015
\$ 24,494,538	\$ 25,812,717	\$ 24,592,270	\$ 25,005,629	\$ 26,635,269	\$ 27,324,526
1,760,064	1,604,254	1,795,005	1,709,276	1,945,775	2,268,860
1,373,959	1,546,257	4,616,969	4,673,912	5,532,990	7,002,389
357,542	369,759	512,920	883,624	925,813	943,902
1,450,426	1,521,816	1,120,990	1,062,801	1,098,524	925,672
50,053	26,075	17,666	21,300	18,923	16,692
733,823	639,498	710,199	777,431	768,304	1,229,692
30,220,405	31,520,376	33,366,019	34,133,973	36,925,598	39,711,733
3,852,310	3,652,333	3,916,087	3,790,947	4,242,675	4,144,172
13,334,044	13,658,355	15,371,748	15,675,525	17,081,460	17,894,416
6,422,741	5,204,543	6,552,001	6,714,703	7,251,254	7,577,839
2,480,479	2,495,592	2,634,368	2,632,733	2,784,338	3,967,269
435,591	4,721,303	483,398	269,101	1,287,206	2,992,628
1,766,837	1,830,528	1,994,686	1,919,629	1,825,060	1,898,929
1,275,354	1,270,913	1,353,654	1,146,483	1,084,390	1,017,661
29,567,356	32,833,567	32,305,942	32,149,121	35,556,383	39,492,914
653,049	(1,313,191)	1,060,077	1,984,852	1,369,215	218,819
1,464,908	1,550,000	2,323,750	2,454,000	1,750,000	2,088,431
(2,481,203)	(1,970,591)	(2,893,451)	(3,844,798)	(2,737,904)	(2,475,968)
-	3,500,000	4,376,797	-	-	-
-	-	310,434	-	-	-
-	-	-	-	-	-
-	-	(4,665,177)	-	-	-
5,364	19,276	-	-	-	-
(1,010,931)	3,098,685	(547,647)	(1,390,798)	(987,904)	(387,537)
\$ (357,882)	\$ 1,785,494	\$ 512,430	\$ 594,054	\$ 381,311	\$ (168,718)
11.27%	11.50%	11.49%	10.46%	9.27%	8.47%

VILLAGE OF ADDISON, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Farm/Railroad Property	Less Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2005	\$ 707,282,832	\$ 107,303,194	\$ 361,705,870	\$ 186,761	\$ -	\$ 1,176,478,657	\$ 0.39	\$ 3,529,435,971	33.333%
2006	774,794,330	109,584,162	383,432,980	213,536	-	1,268,025,008	0.38	3,804,075,024	33.333%
2007	825,456,894	112,331,802	385,569,150	274,440	-	1,323,632,286	0.38	3,970,896,858	33.333%
2008	873,648,030	116,535,969	413,818,599	321,389	-	1,404,323,987	0.38	4,212,971,961	33.333%
2009	873,075,550	113,351,102	407,189,960	352,155	-	1,393,968,767	0.41	4,181,906,301	33.333%
2010	795,743,652	106,188,080	371,249,926	360,234	-	1,273,532,892	0.49	3,821,598,676	33.333%
2011	696,106,974	105,042,046	367,978,240	357,465	-	1,169,484,725	0.51	3,508,454,175	33.333%
2012	609,786,540	95,670,541	325,541,050	414,281	-	1,031,412,412	0.65	3,094,237,236	33.333%
2013	563,562,939	92,776,816	303,834,390	477,238	-	960,651,383	0.75	2,881,954,149	33.333%
2014	559,859,119	91,846,560	300,842,740	441,111	-	952,989,530	0.82	2,858,968,590	33.333%

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

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
VILLAGE DIRECT RATES										
Village of Addison										
Corporate	0.25	0.25	0.25	0.24	0.24	0.25	0.30	0.36	0.42	0.43
Bond and Interest	0.06	0.05	0.05	0.05	0.05	0.07	0.08	0.09	0.09	0.10
Police Pension	0.07	0.07	0.08	0.09	0.13	0.17	0.17	0.21	0.24	0.29
TOTAL VILLAGE DIRECT RATES	0.38	0.37	0.38	0.38	0.42	0.49	0.55	0.66	0.75	0.82
OVERLAPPING RATES										
Addison Public Library	0.25	0.27	0.28	0.28	0.28	0.32	0.37	0.43	0.48	0.50
Addison Park District	0.33	0.31	0.31	0.31	0.31	0.34	0.37	0.43	0.47	0.48
Addison Township	0.05	0.05	0.04	0.04	0.04	0.05	0.06	0.07	0.07	0.07
Addison Fire Prot Dist	0.67	0.66	0.66	0.65	0.66	0.74	0.83	0.96	1.06	1.06
DuPage County	0.18	0.17	0.17	0.16	0.16	0.17	0.18	0.19	0.20	0.21
DuPage County For Presv	0.13	0.13	0.12	0.12	0.12	0.13	0.14	0.15	0.17	0.17
DuPage Airport Auth	0.02	0.02	0.02	0.02	0.01	0.02	0.02	0.02	0.02	0.02
Bloomington Township	0.07	0.07	0.07	0.07	0.07	0.08	0.08	0.10	0.11	0.11
Elmhurst Park Dist	0.31	0.31	0.30	0.27	0.28	0.31	0.34	0.39	0.42	0.42
53 Trails Est Park Dist	0.04	0.04	0.03	0.03	0.03	0.03	0.03	0.04	0.04	0.04
Itasca Fire Prot Dist	0.57	0.59	0.57	0.57	0.58	0.65	0.72	0.82	0.90	0.94
Grade Sch Dist No. 2	2.71	2.66	2.69	2.71	2.75	3.12	3.54	4.07	4.43	4.57
Grade Sch Dist No. 4	1.88	1.86	1.84	1.83	1.84	2.08	2.32	2.70	2.97	3.06
Grade Sch Dist No.10	1.68	1.66	1.60	1.58	1.59	1.80	2.05	2.32	2.54	2.66
Grade Sch Dist No.13	2.27	2.19	2.18	2.16	2.12	2.35	2.56	2.93	3.28	3.46
Grade Sch Dist No.15	3.82	3.78	3.66	3.66	3.78	4.18	4.65	5.37	6.39	6.49
High Sch Dist No. 87	1.72	1.72	1.66	1.65	1.67	1.84	2.02	2.29	2.49	2.58
High Sch Dist No. 88	1.41	1.38	1.44	1.43	1.48	1.66	1.83	2.20	2.44	2.56
High Sch Dist No. 100	1.42	1.39	1.39	1.39	1.40	1.62	1.81	2.06	2.23	2.30
High Sch Dist No. 108	1.71	1.67	1.61	1.61	1.64	1.83	2.02	2.33	2.58	2.71
Unit Sch Dist No. 205	3.64	3.53	3.36	3.27	3.32	3.73	4.13	4.80	5.28	5.48
Junior College No 502	0.19	0.19	0.19	0.19	0.21	0.23	0.25	0.27	0.30	0.30
Bloomington Park Dist	0.30	0.29	0.29	0.28	0.28	0.31	0.33	0.38	0.42	0.43
Bloomington Fire Dist	0.47	0.46	0.45	0.45	0.45	0.51	0.55	0.65	0.72	0.76
Bensenville Park Dist	0.33	0.33	0.33	0.33	0.31	0.36	0.41	0.47	0.51	0.52
Wood Dale Park Dist	0.35	0.32	0.32	0.31	0.30	0.35	0.40	0.45	0.49	0.50
TOTAL OVERLAPPING RATES	26.50	26.05	25.58	25.35	25.68	28.82	32.01	36.89	40.96	42.40

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Pampered Chef	\$ 9,603,850	1	1.01%	\$ 15,965,070	1	1.36%
IDI Gazeley Brookfield	8,301,470	2	0.87%	-	-	0.00%
Walmart Property Tax Dep	6,866,150	3	0.72%	-	-	0.00%
WPI Rohlwing LLC	4,377,070	4	0.46%	-	-	0.00%
Brookind Corporation	4,259,640	5	0.45%	-	-	0.00%
SVF Swift Center LLC	3,985,260	6	0.42%	-	-	0.00%
Devry	3,717,020	7	0.39%	4,981,410	5	0.42%
Oxford Bank & Trust	3,298,670	8	0.35%	-	-	0.00%
LPF Addison LLC	2,972,300	9	0.31%	-	-	0.00%
VTH 6 LLC	2,852,740	10	0.30%	-	-	0.00%
Riggs & Company	-	-	-	15,071,890	2	1.28%
Pipp Pat	-	-	-	9,089,440	3	0.77%
Bit Holdings Forty Seven	-	-	-	6,255,400	4	0.53%
Multi- Employer Trust	-	-	-	4,639,550	6	0.39%
Hamilton Partners Inc	-	-	-	4,622,660	7	0.39%
Unisource Worldwide	-	-	-	4,166,070	8	0.35%
2nd Il Motel Corp	-	-	-	3,858,380	9	0.33%
B & G Realty, Inc.	-	-	-	3,318,420	10	0.28%
	<u>\$ 50,234,170</u>		<u>5.27%</u>	<u>\$ 71,968,290</u>		<u>6.12%</u>

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked. Information from nine years ago was not available.

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Fiscal Year Collected	Tax Levied as Extended	Collected within the Fiscal Year of the Levy		Noncurrent Distribution	Total Collections To Date	Percentage of Levy Collected To Date
			Amount	Percentage of Levy			
2004	2006	\$ 7,095,081	\$ 7,802,564	109.97%	\$ 11,347	\$ 7,813,911	110.13%
2005	2007	7,464,756	8,463,761	113.38%	554	8,464,315	113.39%
2006	2008	8,264,987	8,663,731	104.82%	57	8,663,788	104.83%
2007	2009	8,730,679	8,582,252	98.30%	2,824	8,585,076	98.33%
2008	2010	9,196,917	9,049,562	98.40%	597	9,050,159	98.40%
2009	2011	9,716,846	9,676,073	99.58%	122	9,676,195	99.58%
2010	2012	10,385,056	10,361,919	99.78%	840	10,362,759	99.79%
2011	2013	10,700,168	10,634,138	99.38%	1,558	10,635,696	99.40%
2012	2014*	6,748,531	6,686,438	99.08%	348	6,686,786	99.09%
2013	2015*	7,227,941	7,155,662	99.00%	6,208	7,161,870	99.09%

*GASB No. 61 was implemented for the Village's year ended April 30, 2014 which amended the criteria for reporting component units as part of the primary government; therefore, information for years prior include the Addison Public Library which was previously reported as a discretely presented component unit of the Village.

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

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS

TAXABLE SALES BY CATEGORY

Last Ten Calendar Years

Calendar Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
MUNICIPAL TAXABLE SALES										
General merchandise	\$ 728,787	\$ 828,278	\$ 893,541	\$ 926,956	\$ 913,787	\$ 901,035	\$ 905,943	\$ 1,071,780	\$ 1,182,090	\$ 1,140,620
Food	521,924	478,568	474,844	480,122	453,625	443,929	493,144	474,120	476,105	507,098
Drinking and eating places	561,769	572,292	598,684	641,649	561,903	565,642	579,740	602,477	597,170	620,100
Apparel	54,200	53,948	53,629	49,643	41,129	42,927	178,607	14,544	19,033	17,510
Furniture & H.H. & radio	356,242	377,640	358,957	311,656	261,587	284,997	287,675	231,645	173,565	206,203
Lumber, building hardware	488,634	626,364	746,031	582,111	356,676	314,309	187,752	190,165	202,994	281,738
Automobile and filling stations	645,208	727,495	791,615	910,745	840,558	970,677	1,008,132	1,116,986	1,117,985	1,162,923
Drugs and miscellaneous retail	847,681	886,909	1,029,847	1,396,471	1,166,771	1,083,233	1,349,771	1,369,452	1,925,922	1,533,192
Agriculture and all others	1,728,252	1,920,353	2,155,713	2,410,835	2,013,621	2,344,066	2,591,093	2,459,770	2,195,150	2,782,712
Manufacturers	491,884	383,036	402,935	346,296	228,668	200,617	198,167	214,500	224,727	290,523
TOTAL	\$ 6,424,581	\$ 6,854,883	\$ 7,505,796	\$ 8,056,484	\$ 6,838,325	\$ 7,151,432	\$ 7,780,024	\$ 7,745,439	\$ 8,114,741	\$ 8,542,618
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
HOME RULE TAXABLE SALES										
General merchandise	\$ 316,293	\$ 398,091	\$ 424,558	\$ 430,302	\$ 425,878	\$ 412,381	\$ 375,998	\$ 597,340	\$ 715,565	\$ 685,643
Food	105,280	97,330	94,634	94,422	84,487	92,297	100,906	125,020	126,288	134,762
Drinking and eating places	416,019	425,408	447,035	478,885	418,465	421,711	431,007	593,716	591,373	613,661
Apparel	40,798	40,462	40,222	37,232	30,848	32,174	92,740	14,543	18,124	17,510
Furniture & H.H. & radio	266,957	283,226	269,216	233,744	196,181	212,857	215,753	229,622	173,703	211,868
Lumber, building hardware	366,232	465,125	559,210	425,301	266,050	234,871	140,605	189,275	201,457	280,379
Automobile and filling stations	384,774	428,633	498,744	556,477	510,003	607,010	635,350	855,450	865,635	794,220
Drugs and miscellaneous retail	516,766	540,247	620,542	903,195	732,121	692,172	867,536	1,136,615	1,684,807	1,276,885
Agriculture and all others	1,246,228	1,398,236	1,558,972	1,715,716	1,437,296	1,629,671	1,815,570	2,340,359	2,103,066	2,699,778
Manufacturers	365,044	284,116	300,117	257,307	170,329	149,872	148,161	211,882	223,528	289,200
TOTAL	\$ 4,024,391	\$ 4,360,874	\$ 4,813,250	\$ 5,132,581	\$ 4,271,658	\$ 4,485,016	\$ 4,823,626	\$ 6,293,822	\$ 6,703,546	\$ 7,003,905
Village direct sales tax rate	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%*	1.00%	1.00%

* 1.00% effective January 1, 2013

Note: Information as of a fiscal year basis is not available.

Data Source

Illinois Department of Revenue

VILLAGE OF ADDISON, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Fiscal Years

Fiscal Year	Village Direct Rate	DuPage County	DuPage Water Commission	Regional Transit Authority	State Rate	Total Sales Tax
2006	1.75%	0.25%	0.25%	0.25%	5.00%	7.50%
2007	1.75%	0.25%	0.25%	0.25%	5.00%	7.50%
2008	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
2009	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
2010	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
2011	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
2012	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
Effective 1/1/12	2.00%	0.50%	0.25%	0.50%	5.00%	8.25%
2013	2.00%	0.50%	0.25%	0.50%	5.00%	8.25%
2014	2.00%	0.50%	0.25%	0.50%	5.00%	8.25%
2015	2.00%	0.50%	0.25%	0.50%	5.00%	8.25%

Data Source

Village and County Records

VILLAGE OF ADDISON, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Loan Payable	General Obligation Bonds				
2006	\$ 23,339,060	\$ 2,297,180	\$ 2,297,870	\$ 27,934,110	3.67%	\$ 773	
2007	34,587,258	1,977,407	2,167,742	38,732,407	5.09%	1,078.48	
2008	33,490,560	1,646,051	2,034,440	37,171,051	4.88%	1,006.09	
2009	31,828,623	1,302,693	1,896,377	35,027,693	4.60%	948.08	
2010	30,283,033	946,898	1,751,967	32,981,898	4.33%	892.80	
2011	32,182,204	578,215	1,602,796	34,363,215	4.51%	930.19	
2012	30,236,527	196,177	1,423,473	31,856,177	4.12%	862.33	
2013	28,365,220	-	1,264,780	29,630,000	3.20%	802.07	
2014	26,383,434	-	1,096,566	27,480,000	2.97%	743.87	
2015	24,324,822	-	925,178	25,250,000	3.00%	683.50	

* See the schedule of Demographic and Economic Information on page 137 for personal income and population data.

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

Personal income is the largest sole source income type, usually either property or sales tax. In the case of special districts, it may be fees.

VILLAGE OF ADDISON, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less Amounts Available In Debt Service Fund	Total	Tax Levy Year	Actual Taxable Value of Property*	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
2006	\$ 25,480,000	\$ 404,442	\$ 25,075,558	2004	\$ 3,298,852,716	0.76%	\$ 698.00
2007	36,755,000	795,267	35,959,733	2005	3,529,996,254	1.02%	973.31
2008	35,525,000	863,307	34,661,693	2006	3,804,479,388	0.91%	938.17
2009	33,725,000	892,800	32,832,200	2007	3,970,896,858	0.83%	888.65
2010	32,035,000	841,797	31,193,203	2008	4,212,971,961	0.74%	844.29
2011	33,785,000	1,067,738	32,717,262	2009	4,181,906,301	0.78%	885.64
2012	31,660,000	1,319,707	30,340,293	2010	3,821,598,676	0.79%	821.30
2013	29,630,000	1,761,555	27,868,445	2011	3,508,454,175	0.79%	754.38
2014	27,480,000	1,786,294	25,693,706	2012	3,094,237,236	0.83%	695.51
2015	25,250,000	1,771,623	23,478,377	2013	2,881,954,149	0.81%	635.48

* The EAV and Tax Levy year are two years behind the fiscal year. Taxes levied for 2013 are received in fiscal year 2015 and the calculations are computed accordingly.

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

VILLAGE OF ADDISON, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2015

Governmental unit	(1) Gross Bonded Debt	(2) Percentage Debt Applicable of the Village	(3) The Village's Share of Debt
Village of Addison	\$ 25,250,000	100.00%	\$ 25,250,000
TOTAL DIRECT DEBT	25,250,000		25,250,000
DuPage County	250,503,636	3.22%	8,066,217
Addison Park District	14,864,400	94.92%	14,109,288
Bensenville Park District	1,802,855	1.08%	19,471
Bloomington Park District	5,983,455	1.49%	89,153
Elmhurst Park District	8,675,000	0.31%	26,893
Bloomington Fire District	1,462,680	0.10%	1,463
School District No. 2	31,945,000	1.17%	373,757
School District No. 4	15,510,000	81.70%	12,671,670
School District No. 13	3,340,000	2.59%	86,506
School District No. 15	13,874,900	26.26%	3,643,549
School District No. 205	109,604,946	0.30%	328,815
High School District No. 87	47,255,000	2.71%	1,280,611
High School District No. 88	108,060,000	32.98%	35,638,188
High School District No. 100	2,254,255	0.64%	14,427
High School District No. 108	39,140,000	0.71%	277,894
TOTAL OVERLAPPING DEBT	654,276,127		76,627,901
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 679,526,127		\$ 101,877,901

(2) - Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

(3) - Amount in column (2) multiplied by amount in column (1).

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

April 30, 2015

The Village is a home rule municipality.

Chapter 65. Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property....(2) if its population is more than 25,000 and less than 500,000 an aggregate of one per cent:....indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum....shall not be included in the foregoing percentage amounts."

VILLAGE OF ADDISON, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population[^]	Total Personal Income*	Per Capita Personal Income	Unemployment Rate#
2006	35,914	\$ 883,663,970	\$ 24,605	4.80%
2007	35,914	859,286,565	23,926	5.50%
2008	36,946	856,353,451	23,179	6.20%
2009	36,946	778,282,329	21,065	11.40%
2010	36,942	823,826,241	22,301	11.30%
2011	36,942	836,274,572	22,638	9.90%
2012	36,942	864,817,221	23,410	8.80%
2013	36,942	899,558,466	24,351	8.90%
2014	36,942	-	-	7.20%
2015	36,942	-	-	5.60%

Data Sources

[^] 2000 and 2010 U S Census Bureau of population and housing

* Illinois Department of Revenue Tax Statistics - by zip code.

The State is 2 years behind in reporting, therefore the 2014 and 2015 information is unavailable.

Illinois Department of Employment Security - Local Area Unemployment Stats
http://www.ides.illinois.gov/LMI/Pages/Local_Area_Unemployment_Statistics.aspx

These are the unemployment rates as of 4/30 of each respective year.

Bureau of Labor Statistics
Village Records

VILLAGE OF ADDISON, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2015				2006			
Employer	Rank	Total Village Population	% of Total Village Population	Employer	Rank	Total Village Population	% of Total Village Population
Goodwill Retail Services	1	3,000	8.12%	United Parcel Service	1	2,700	7.52%
United Parcel	2	2,914	7.89%	Pampered Chef	2	950	2.65%
Pampered Chef	3	788	2.13%	Simplex Grinnell Inc	3	260	0.72%
Dynamac Inc	4	582	1.58%	Minuteman International	4	250	0.70%
Devry University	5	400	1.08%	Rex Electric, Inc	5	250	0.70%
Mens Warehouse & Tux	6	258	0.70%	Roman, Inc	6	250	0.70%
Jewel Food Stores 3294	7	250	0.68%	Nabisco Inc	7	232	0.65%
Unisource	8	250	0.68%	ACCO Brands Corp	8	220	0.61%
Family Home Health Serv	9	250	0.68%	Devry Institute Tech	9	200	0.56%
Syncreon Tech USA Llc	10	235	0.64%	Krack Corporation	10	200	0.56%

Data Sources

Village Records
 Illinois Manufacturers Directory

VILLAGE OF ADDISON, ILLINOIS

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program						Authorized	Filled
	2006	2007	2008	2009	2010	2011	2011
GENERAL GOVERNMENT							
Administration	9.04	9.04	9.50	9.50	9.00	8.00	7.00
Board and Commissions	-	-	-	-	-	-	-
Finance	10.04	10.04	10.04	10.04	11.00	9.00	9.00
Community relations	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Building and grounds	2.48	2.48	2.48	2.50	2.00	2.00	2.00
Information services	3.00	4.00	4.00	4.00	4.00	4.00	3.00
PUBLIC SAFETY							
Police							
Officers	66.00	66.00	66.00	71.00	72.00	72.00	69.00
Civilians	33.00	33.00	33.00	28.00	30.00	29.00	28.00
Henry Hyde Resource Center	-	-	-	1.00	-	2.00	1.00
Consolidated dispatch	-	-	-	-	-	-	-
Community Development	22.27	22.27	23.00	23.00	23.00	24.00	22.00
Highways and Streets							
Electrical/forestry	10.25	10.25	10.25	10.25	9.00	9.00	8.00
Street	13.50	13.50	13.50	13.50	13.00	13.00	11.00
Fleet services	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Water and Sewer							
Water	13.27	13.27	13.27	13.21	11.00	11.00	11.00
Sewer	13.75	13.75	13.00	13.00	12.00	12.00	9.00
Water pollution control	20.73	20.73	20.73	20.73	19.00	19.00	18.00
TOTAL FULL-TIME EQUIVALENT EMPLOYEES	227.33	228.33	228.77	229.73	225.00	224.00	208.00

Note: Positions shown are authorized.

Data Source

Village budget office

Authorized	Filled	Authorized	Filled	Authorized	Filled	Authorized	Filled
2012	2012	2013	2013	2014	2014	2015	2015
8.00	7.00	8.00	7.00	8.00	7.00	12.00	11.00
-	-	-	-	-	-	-	-
9.00	7.00	9.00	7.00	9.00	7.00	12.00	11.00
5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00
2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
4.00	3.00	4.00	3.00	4.00	3.00	4.00	4.00
72.00	66.00	72.00	68.00	72.00	68.00	72.00	69.00
15.00	15.00	15.00	15.00	15.00	15.00	18.00	17.00
1.00	1.00	1.00	1.00	1.00	1.00	3.00	3.00
14.00	14.00	18.00	16.00	18.00	16.00	19.00	18.00
24.00	21.00	24.00	21.00	24.00	21.00	24.00	21.00
9.00	8.00	9.00	8.00	9.00	8.00	9.00	7.00
13.00	11.00	13.00	11.00	13.00	11.00	13.00	9.00
5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
11.00	11.00	11.00	11.00	11.00	11.00	15.00	11.00
12.00	9.00	12.00	9.00	12.00	9.00	13.00	9.00
19.00	18.00	19.00	18.00	19.00	18.00	20.00	19.00
223.00	203.00	227.00	207.00	227.00	207.00	247.00	222.00

VILLAGE OF ADDISON, ILLINOIS

OPERATING INDICATORS

Last Ten Calendar Years

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
PUBLIC SAFETY										
Police										
Calls responded to	25,851	27,688	27,627	30,947	28,763	28,141	26,381	25,380	24,684	24,832
Parking violations	6,444	5,639	9,015	9,129	8,045	8,468	5,876	6,767	8,413	10,200
Traffic violations	7,582	8,186	9,236	11,204	8,811	9,051	5,927	7,303	6,252	7,377
PUBLIC WORKS										
Hours of snow plowing	1,928	1,177	2,916	4,637	5,420	2,282	4,000	1,782	2,740	2,740
Sidewalk replaced (squares)	925	7,345	2,234	3,081	177	1,096	50	892	1,294	1,294
WATER										
Water main breaks	113	115	104	78	66	69	70	69	110	119
Average day demand (mgd)	3.930	3.980	3.625	3.627	3.400	3.315	3,315	3.470	3.300	3.220
Maximum day demand (mgd)	5.180	6.170	5.351	4.820	4.60	4.60	4.25	4.72	4.60	4.53
WASTEWATER										
Gallons treated (billions)	2.087	1.771	2.399	2.256	2.491	2.139	2.491	2.041	1.779	1.856
COMMUNITY DEVELOPMENT										
Number of permits issued	1,029	948	932	861	922	922	955	1,056	892	1,046
Code enforcement cases	444	557	564	479	365	393	673	834	878	1,106
Inspections conducted	6,618	5,832	5,110	4,236	4,138	4,138	4,029	4,515	4,204	5,583
FINANCE										
Number of real estate transfer	1,373	1,284	1,004	805	642	708	705	833	871	857
Vehicle stickers issued	18,567	18,015	22,423	20,169	23,075	24,103	24,103	24,336	22,156	26,607
Business licenses issued	1,321	1,450	1,462	1,457	1,430	1,457	1,467	1,434	1,467	1,534
Accounts payable checks issued	5,273	5,343	5,294	5,327	5,111	4,183	3,825	3,796	3,757	3,889

Data Source

Various Village departments

VILLAGE OF ADDISON, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
PUBLIC SAFETY										
Police										
Stations/Municipal Center	1	1	1	1	1	1	1	1	1	1
Patrol units-squad cars	43	43	42	42	43	45	45	46	42	42
Dispatch workstations	-	-	-	-	-	-	-	6	6	6
Microwave tower	-	-	-	-	-	-	-	4	4	4
PUBLIC WORKS										
Residential streets (miles)	96	96	96	96	96	96	96	96	96	105
Storm sewers (miles)	73	73	73	73	73	73	73	73	73	73
WATER AND WASTEWATER										
Water mains (miles)	167	169	170	170	170	170	172	172	172	171
Storage capacity (gallons)	9.6	9.1	9.1	9.1	9.5	9.5	6.75	6.75	6.75	6.75
Sanitary sewers (miles)	113	113	120	120	120	120	120	120	120	120

Data Sources

Village's Comprehensive Annual Financial Report Statistical Section
 Various Village departments