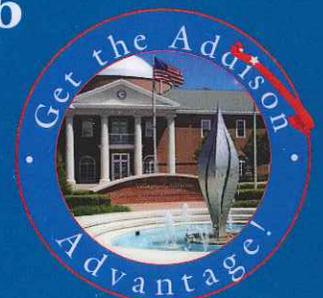


# Village of Addison Illinois



## Comprehensive Annual Financial Report YEAR ENDED APRIL 30, 2016

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



# VILLAGE <sup>OF</sup> 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, 2016**

**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>
<b>INTRODUCTORY SECTION</b>	
Village Elected Officials.....	i
Principal Officials .....	ii
Organizational Chart.....	iii
Certificate of Achievement for Excellence in Financial Reporting.....	iv
Letter of Transmittal .....	v-ix
<b>FINANCIAL SECTION</b>	
INDEPENDENT AUDITOR’S REPORT .....	1-3
<b>GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS</b>	
Management’s Discussion and Analysis.....	MD&A1-14
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position.....	4-5
Statement of Activities .....	6-7
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	8
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	9
Statement of Revenues, Expenditures, and Changes in Fund Balances.....	10
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities.....	11-12

**VILLAGE OF ADDISON, ILLINOIS**  
TABLE OF CONTENTS (Continued)

---

Page(s)

**FINANCIAL SECTION (Continued)**

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Proprietary Funds

Statement of Net Position .....	13-14
Statement of Revenues, Expenses, and Changes in Net Position.....	15
Statement of Cash Flows .....	16-17

Fiduciary Funds

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

Notes to Financial Statements .....	20-59
-------------------------------------	-------

Required Supplementary Information

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General Fund .....	60
Motor Fuel Tax Fund.....	61
Schedule of Funding Progress and Employer Contributions	
Other Postemployment Benefits Plan.....	62
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund .....	63
Police Pension Fund .....	64
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	
Police Pension Fund .....	65
Schedule of the Village's Proportionate Share of the Net Pension Liability	
Illinois Municipal Retirement Fund .....	66
Schedule of Investment Returns	
Police Pension Fund .....	67
Notes to Required Supplementary Information .....	68

**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.....	69-70
Schedule of Expenditures - Budget and Actual - General Fund .....	71
Schedule of Detailed Expenditures - Budget and Actual - General Fund.....	72-82
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual Debt Service Fund .....	83

**NONMAJOR GOVERNMENTAL FUNDS**

Combining Balance Sheet .....	84
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	85
Nonmajor Special Revenue Funds	
Combining Balance Sheet .....	86
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	87
Nonmajor Capital Projects Funds	
Combining Balance Sheet .....	88
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	89
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual Capital Projects Fund.....	90
Redevelopment Fund .....	91
Michael Lane TIF #2 Fund .....	92
Town Center TIF #3 Fund .....	93
Public Building Fund.....	94

**MAJOR ENTERPRISE FUND**

Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual - Waterworks and Sewerage Fund .....	95
Schedule of Detailed Expenses by Department - Budget and Actual - Waterworks and Sewerage Fund.....	96-100

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

**FIDUCIARY FUNDS**

Schedule of Changes in Net Position - Budget and Actual Police Pension Trust Fund.....	108
Statement of Changes in Assets and Liabilities - Agency Fund .....	109

**SUPPLEMENTAL DATA**

Schedule of Long-Term Debt Requirements General Obligation Bond Issues.....	110-113
--	---------

**STATISTICAL SECTION**

**Financial Trends**

Net Position by Components.....	114-115
Change in Net Position.....	116-119
Fund Balances of Governmental Funds .....	120-121
Changes in Fund Balances of Governmental Funds .....	122-123

**Revenue Capacity**

Assessed Value and Actual Value of Taxable Property .....	124
Property Tax Rates - Direct and Overlapping Governments.....	125
Principal Property Taxpayers .....	126
Property Tax Levies and Collections .....	127
Taxable Sales by Category .....	128
Direct and Overlapping Sales Tax Rates .....	129

**VILLAGE OF ADDISON, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

	<u>Page(s)</u>
<b>STATISTICAL SECTION (Continued)</b>	
Debt Capacity	
Ratios of Outstanding Debt by Type.....	130
Ratios of General Bonded Debt Outstanding.....	131
Direct and Overlapping Governmental Activities Debt.....	132
Schedule of Legal Debt Margin .....	133
Demographic and Economic Information	
Demographic and Economic Information.....	134
Principal Employers .....	135
Operating Information	
Full-Time Equivalent Employees.....	136-137
Operating Indicators .....	138
Capital Asset Statistics .....	139

# 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, 2016**

**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**

**Rick Federighi**

**Donald A. Weiss**

**Donald Pinson**

**Village Attorney**

**Robbins Schwartz**

**Audit Committee, Member**

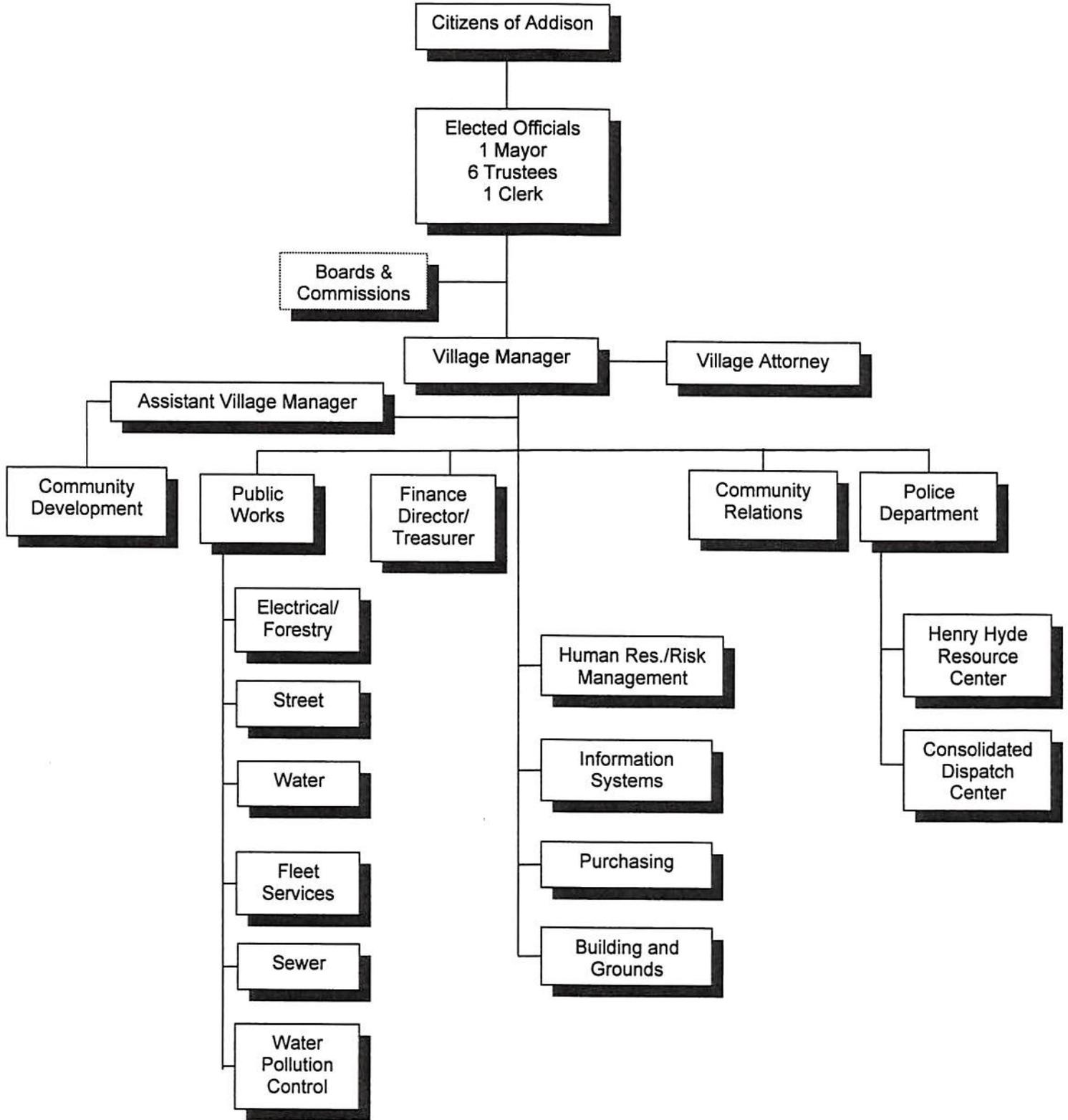
**Audit Committee, Member**

**Donald McComb**

**Maria Cesario DeNicolò**

# 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, 2015

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, 2015. 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 25, 2016

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, 2016, 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 basic 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 basic financial statements for the fiscal year ended April 30, 2016. 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 had 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

1 Friendship Plz Addison, Illinois 60101 Tel. (630) 543-4100 Fax (630) 543-2580  
[www.AddisonAdvantage.org](http://www.AddisonAdvantage.org)

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, Village of Bloomingdale, the DuPage Forest Preserve, Village of Itasca, and City of Wood Dale 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. The center will provide police dispatch services to the Village of Glendale Heights and Village of Westmont in FY 2017. In addition, the center will add fire dispatching services mid Fiscal 2017 for the Village of Bensenville Fire Protection District, Village of Itasca Fire Protection District, Tri-State Fire Protection District, Pleasantview Fire Protection District, Wood Dale Fire Protection District, along with the Addison Fire Protection District. The Village will build a new state of the art dispatch center on vacant land owned by the Village during FY 2017. The added space will allow the center to expand its services.

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 two 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 operate 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 funds, 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 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. The economic downturn caused a drop to primary revenue sources. However, we are seeing a recovery in our primary revenue sources as the economy gets stronger.

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 (Rohlfing 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 a 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 2016, the Village saw several major developments, including:

- Renovations to the Dominick's shopping plaza at Lake St. and Mill Road that began in the Fall of 2013 now houses new tenants such as an Auto Zone store, another restaurant and gaming café. These are in addition to an ice cream shop, taco restaurant and the relocation of a modern barber/shave shop.

- Several restaurants will open in FY 2016 including, Middleterranean, (Mediterranean and Middle Eastern food) in the western entertainment corridor and a Wing Stop in the Lake St. and Rte. 53 shopping district.
- ATI Therapy renovated and now occupies the old Kentucky Fried Chicken building.
- Renovation of the Johns Plaza complex on the east end of the Village included the demolition of a vacant building and addition of new restaurant space. In addition, façade and parking lot improvements were also completed.
- Drainage improvements to the Village Green area, west of Village Hall were made.
- Architectural plans for a new Consolidated Dispatch Center were started.

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

- A Popeye's Chicken more centrally located on Lake Street will be completed and opened.
- Design work to improve the Village Green area, west of Village Hall is in process. The plan will include a walking path, lighting and a solid foundation for the portable stage used for Rock'N'Wheels.
- The bidding, acceptance of a contractor and ground breaking for the construction of a new Consolidated Dispatch Center happened in early FY 2017. The facility is expected to be completed by December 2017.
- Two manufacturers will expand their facilities to house new machinery and expand production facilities.
- The Caputo's grocery store will have an upscale renovation to include an expanded deli and seated eating area.

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. As the economy strengthens, we are seeing an increase in the purchase of foreclosed and vacant properties.

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 Plan 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 Plan includes 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 (25<sup>th</sup> 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 three 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, 2015. 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,



Roseanne M. Benson, CPA  
Finance Director/Treasurer

## **INDEPENDENT AUDITOR'S REPORT**



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, 2016, 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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principle**

The Village adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions made Subsequent to the Measurement Date*, a change in accounting principle, which established standards for measuring and recognizing liabilities, deferred inflows and outflows of resources and expenses; modified certain disclosures in the notes to financial statements; and the required supplementary information as discussed in Note 11 to the basic financial statements. 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, 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 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 *Government Auditing Standards*, we have also issued our report dated October 11, 2016 on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

*Sikich LLP*

Naperville, Illinois  
October 11, 2016

**VILLAGE OF ADDISON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**APRIL 30, 2016**

---

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, 2016 with comparison to 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 Village obtained an unmodified opinion from the independent audit firm, Sikich LLP.
- The Village's prior year net position was restated by \$50,306,475 from \$176,624,279 to \$126,317,804 due to the change in accounting principle from the implementation of GASB Statement 68 "*Accounting and Financial Reporting for Pensions – an amendment of GASB Statement 27*". A significant impact of this accounting principle is the appearance of the net pension liability on the Statement of Net Position and pension expense in the Statement of Activities.
- The net position of the Village of Addison at the close of the most recent fiscal year was \$134,565,743. Of this amount, the unrestricted net position posted a deficit \$32,331,212. The deficit unrestricted net position is due to the addition of the pension liability for the Village portion of the Illinois Municipal Retirement Fund (IMRF) which was \$12,966,878 and the Police Pension Liability that totals \$36,472,747. Prior to the addition of the liabilities, the net unrestricted position of \$17,108,413 is available to finance day to day operations.
- The Village's total net position increased by \$8,247,939 or 6.5% (after the prior period adjustment reduction of beginning net position, of \$50,306,475) during the fiscal year ending April 30, 2016. Governmental net position increased \$8,577,240 or 12% while Business-type net position decreased \$329,301 or (0.6%).
- Government-wide expenses were \$49,631,330, funded with program revenues of \$24,219,025 and property, sales, telecommunications, and other taxes, interest, and miscellaneous of \$33,660,244; with the difference accounting for the increase in net position during the fiscal year of \$8,247,939.
- As of the close of the current fiscal year, the Village of Addison's governmental funds reported combined ending fund balances of \$15,555,093, an increase of \$2,413,372 or 18.4% in comparison with the prior year. This increase is primarily due to increases in Unassigned Fund Balance of \$2,231,217 and increase in Assigned for Capital Projects of \$524,904, increase in Assigned for Debt Service of \$549,040, offset by decreases in Restricted for Highways and Streets, \$731,155, restricted for Public Safety, \$38,365 and Assigned for Subsequent Budget of \$124,900. Approximately 68.7% of the total fund balance amount, \$12,250,674, 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 \$10,684,053 or 35.5% of General Fund expenditures. This exceeds the Village's target of 25%.

(See independent auditor's report)

# VILLAGE OF ADDISON, ILLINOIS

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

---

### 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.

#### 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 (pages 4 to 5) 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 6 to 7) 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

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

---

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 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 14 individual governmental funds; 3 major funds and 11 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 eleven 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 8 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 13 to 17) 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 18 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 20.

### 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 60.

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 69. The

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

combining and individual fund financial statements for non-major governmental, enterprise, and internal service funds are presented immediately following, beginning on page 84.

**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 \$134,565,743 as of April 30, 2016

By far the largest portion of the Village of Addison's net position, 121.6% 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	
	2016	2015	2016	2015	2016	2015
<b>Assets</b>						
Current and other assets	\$ 31,654,836	\$ 29,317,308	\$ 7,472,600	\$ 7,890,533	\$ 39,127,436	\$ 37,207,841
Capital Assets	135,009,310	131,167,992	59,966,613	59,554,179	194,975,923	190,722,171
Total Assets	166,664,146	160,485,300	67,439,213	67,444,712	234,103,359	227,930,012
<b>Deferred outflows of Resources</b>						
Unamortized loss on refunding	134,826	104,697	33,967	42,458	168,793	147,155
Pension Items - IMRF	4,335,280	0	2,085,620	0	6,420,900	0
Pension Items - police pension	2,574,035	0	0	0	2,574,035	0
Total deferred outflows of Resources	7,044,141	104,697	2,119,587	42,458	9,163,728	147,155
<b>Liabilities</b>						
Current Liabilities	2,719,583	6,831,944	996,149	2,042,884	3,715,732	8,874,828
Non-current Liabilities	71,673,602	26,003,020	14,028,078	8,254,476	85,701,680	34,257,496
Total Liabilities	74,393,185	32,834,964	15,024,227	10,297,360	89,417,412	43,132,324
<b>Deferred inflows of Resources</b>						
Unavailable revenue - prop. tax	8,990,444	8,320,564	0	0	8,990,444	8,320,564
Pension Items - IMRF	208,872	0	100,485	0	309,357	0
Pension Items - police pension	9,984,131	0	0	0	9,984,131	0
Total Deferred inflows of Resources	19,183,447	8,320,564	100,485	0	19,283,932	8,320,564
<b>Net Position:</b>						
Net investment in capital assets	112,392,728	106,518,924	51,239,618	51,992,888	163,632,346	158,511,812
Restricted	3,234,609	4,054,508	30,000	30,000	3,264,609	4,084,508
Unrestricted	(35,495,682)	8,861,037	3,164,470	5,166,922	(32,331,212)	14,027,959
Total Net Position	\$ 80,131,655	\$ 119,434,469	\$ 54,434,088	\$ 57,189,810	\$ 134,565,743	\$ 176,624,279

**Net Investment In Capital Assets**

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

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

---

**GOVERNMENTAL ACTIVITIES**

Capital Assets		\$ 135,009,310
Less: Outstanding Debt		
GOB Series 2006 A, Refunding	\$2,310,000	
GOB Series 2006 C Library Building (Village Asset)	770,000	
GOB Series 2007 Library Building (Village Asset)	330,000	
GOB Series 2008 Refunding	3,725,000	
GOB Series 2010 Taxable – Driscoll Property (Village Asset)	2,925,000	
GOB Series 2011 Refunding	940,000	
GOB Series 2012 Refunding (General Fund Portion)	915,029	
GOB Series 2012 Refunding (ERF Portion)	699,355	
GOB Series 2015 Refunding (partial of 2006C & 2007 )	8,995,000	
Net unamortized premium/discount/gain/losses	1,142,024	
Unamortized charge on refunding	(134,826)	
		<u>(22,616,582)</u>
Net Investment in Capital Assets		<u>\$ 112,392,728</u>

**BUSINESS-TYPE ACTIVITIES**

Capital Assets		\$ 59,966,613
Less: Outstanding Debt - GOB Series 2012 (Water Portion)	\$ 750,616	
Illinois EPA Loan	7,969,299	
Net unamortized premium/discount/gain/losses	41,047	
Unamortized charge on refunding	(33,967)	
		<u>(8,388,723)</u>
Net Investment in Capital Assets		<u>\$ 51,239,618</u>

For more detailed information see the Statement of Net Position on pages 4 to 5.

An additional portion of the Village of Addison’s net position, 2.4%, represents resources that are subject to restrictions on how they may be used. Prior to the addition of the liabilities, the net unrestricted position of \$16,770,141 is available to finance day to day operations.

The Village’s total net position increased by \$8,247,939 or 6.5% (after the prior period adjustment reduction of beginning net position, of \$50,306,475) during the fiscal year ending April 30, 2016. Governmental net position increased \$8,577,240 or 12%, while Business-type net position decreased \$329,301 or (0.6%).

**Governmental activities.** Governmental activities from operations increased net position of the Village by \$8,577,240 while business-type activities decreased net position by \$329,301 for a net increase in the Village of Addison’s net position of \$8,247,939. 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	
	2016	2015	2016	2015	2016	2015
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 5,473,752	\$ 4,778,527	\$15,084,269	\$ 14,558,808	\$20,558,021	\$ 19,337,335
Operating Grants	1,482,100	3,187,611	200,000	0	1,682,100	3,187,611
Capital Grants	1,978,904	550,505	0	0	1,978,904	550,505
General Revenues						
Property & Replacement Taxes	8,514,382	9,025,890	0	0	8,514,382	9,025,890
Sales & Home Rule Sales Taxes	17,795,178	15,427,038	0	0	17,795,178	15,427,038
Telecommunications Tax	1,227,999	1,301,914	0	0	1,227,999	1,301,914
Other Taxes	5,768,023	5,187,584	0	0	5,768,023	5,187,584
Other Revenue	349,653	252,664	5009	6,253	354,662	258,917
<b>Total Revenues</b>	<b>42,589,991</b>	<b>39,711,733</b>	<b>15,289,278</b>	<b>14,565,061</b>	<b>57,879,269</b>	<b>54,276,794</b>
<b>Expenses</b>						
General Government	4,872,160	4,829,314	0	0	4,872,160	4,829,314
Public Safety	18,833,454	18,000,834	0	0	18,833,454	18,000,834
Community Development	3,012,672	4,840,357	0	0	3,012,672	4,840,357
Highways and Streets	5,825,749	6,518,225	0	0	5,825,749	6,518,225
Interest & fiscal charges	1,026,274	925,271	0	0	1,026,274	925,271
Waterworks and Sewerage	0	0	16,061,021	15,930,449	16,061,021	15,930,449
<b>Total Expenses</b>	<b>33,570,309</b>	<b>35,114,001</b>	<b>16,061,021</b>	<b>15,930,449</b>	<b>49,631,330</b>	<b>51,044,450</b>
Changes in Net Position before						
Transfers	9,019,682	4,597,732	(771,743)	(1,365,388)	8,247,939	3,232,344
Transfers	(442,442)	(200,619)	442,442	200,619	0	0
Change in Net Position	<b>8,577,240</b>	<b>4,397,113</b>	<b>(329,301)</b>	<b>(1,164,769)</b>	<b>8,247,939</b>	<b>3,232,344</b>
Beginning Net Position						
Change in accounting principle	119,434,469	115,037,356	57,189,810	58,354,579	176,624,279	173,391,935
	(47,880,054)	0	(2,426,421)	0	(50,306,475)	0
Restated Beginning Position	<b>71,554,415</b>	<b>115,037,356</b>	<b>54,763,389</b>	<b>58,354,579</b>	<b>\$126,317,804</b>	<b>173,391,935</b>
<b>Ending Net Position</b>	<b>\$80,131,655</b>	<b>\$ 119,434,469</b>	<b>\$54,434,088</b>	<b>\$ 57,189,810</b>	<b>\$134,565,743</b>	<b>\$176,624,279</b>

Total Governmental Revenues increased \$2,878,258. Sales tax and home rule sales tax posted the largest increase, \$2,368,140 due to a one time State audit correction of \$1,925,121. The increases were offset by a decrease in Motor Fuel Taxes of \$120,852.

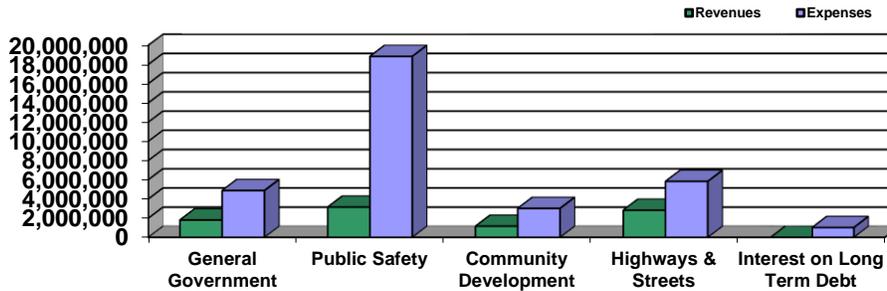
Charges for Services increased \$695,225 or 14.5% primarily due to increases in Building Permits and various development and inspection fees of \$168,792, increases in Police Dispatch Center Fees of \$382,922, increase in Franchise fees for cable access of \$89,832 and an increase in police and parking fines of \$63,884, offset by a reduction other revenues of \$10,205. Other Taxes increased \$580,439 or 11.2% due to increases in Income Tax of \$319,099, Local Use Tax of \$95,244, Room Tax (Hotel/Motel) of \$26,973, Video Gaming Tax of \$130,702 and Real Estate Transfer taxes of \$8,115.

Property and replacement taxes decreased \$511,508 due to a reduction in the TIF#1 property tax of \$822,208 (the TIF was closed in FY 2015), a \$59,604 decrease in the Corporate property tax and a decrease in replacement tax of \$25,879, offset by an increase in the Police Pension Tax levy of \$414,576.

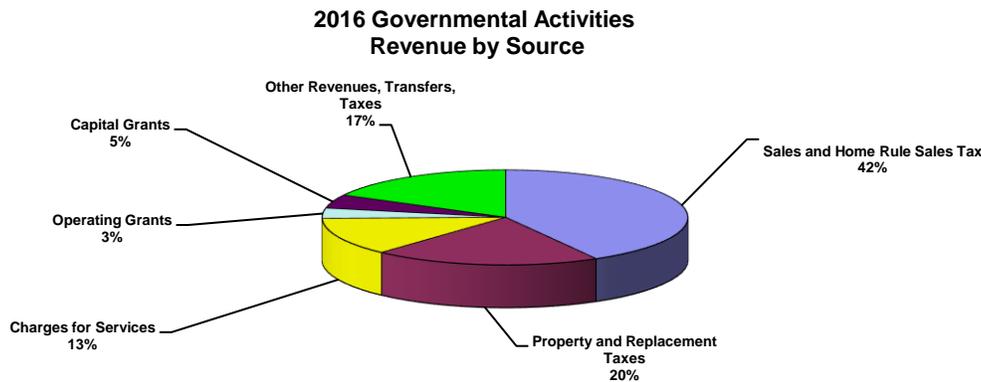
The Capital and Operating Grants decrease of \$277,112 includes \$322,209 for the reimbursement of the Wal-Mart traffic signal in FY 2015 that did not occur in FY 2016 offset by increases for reimbursements for road improvements of \$109,991.

**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, 2016 total revenues from Governmental Activities, excluding transfers, totaled \$42,589,991. 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 \$17,795,178 and representing 42% of total Governmental Activity revenue. Property and replacement tax revenues of \$8,514,382 represent 20% while other revenues, transfers and taxes (primarily telecommunications tax, local use tax, and real estate transfer tax) and other revenues total \$7,345,675 which represent 17% of the total Governmental Activity revenue.

The Village decreased its property and replacement tax revenues from \$9,025,890 in Fiscal Year 2015 to \$8,514,382 in Fiscal Year 2016, a decrease of \$511,508 or 5.7%. The decrease is primarily attributable to a reduction in the TIF#1 property tax of \$822,208 (TIF#1 was closed) and a \$59,604 decrease in the Corporate property tax, offset by an increase in the Police Pension Tax levy of \$414,576. The Village experienced a decrease in its equalized assessed valuation (EAV) from \$960,651,383 for the 2013 property tax year to \$952,983,530 for the 2014 property tax year, a decrease of \$7,667,853 or 0.8%.

**Equalized Assessed Valuation**

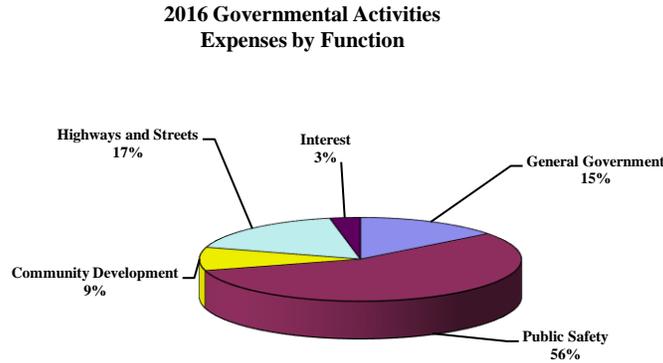
Levy Year	Fiscal Year	Assessed Valuation	State Equalization Factor	Equalized Assessed Valuation	EAV Growth	% Incr	<u>TOTAL EAV GROWTH</u>	
							New Growth/Annex.	Other Growth**
2006	2008	\$1,268,025,008	1.0000	\$1,268,025,008	\$ 91,546,351	7.78%	\$16,736,540	\$ 74,809,811
2007	2009	1,323,632,286	1.0000	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)
2014	2016	952,983,530	1.0000	952,983,530	(7,667,853)	(0.8)%	10,325,224	(17,993,077)

**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:**



For the fiscal year ended April 30, 2016, expenses from Governmental Activities totaled \$33,570,309 or a decrease from FY 2015 of \$1,543,692 or 4.4%. The decrease in expenses is primarily due to decreases in Community Development \$1,827,685 (Six houses in a flood plain were purchased and returned to green space in FY 2015, whereas, only three were purchased and returned to green space in FY 2016), and Highway and Streets of \$692,476 offset by increases in Public Safety \$832,620 (due to additional staffing for the Addison Consolidated Dispatch Center) interest expense of \$101,003 and General Government of \$42,846. 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 \$329,301. This decrease is primarily due to an operating loss of \$730,669 and net non-operating expenses of \$41,074 offset by transfers in from other funds of \$442,442.

**Revenues:**

Charges for services increased \$525,461 or 3.6% over FY 2015 primarily due to a 6.2% increase in water and sewer rates of \$661,859, a decrease in consumption of \$198,271, increases in unbilled accruals of \$69,259 and increases in penalties of \$9,500. All other revenues decreased \$16,886. The total of all classes of consumption experienced a 1.81% decrease in FY 2016, as noted below.

**Comparison of Consumption (in 000 gallons)**

	<u>FY 2016</u>	<u>FY 2015</u>	<u>% Change</u>
Residential	425,920	436,139	(2.34)%
Commercial	122,414	129,077	(5.16)%
Industrial	201,820	201,767	0.03%
Apartments	248,683	250,283	(0.64)%
	<u>998,837</u>	<u>1,017,266</u>	<u>(1.81)%</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 Village passed a 4 year rate plan in FY 2015. The four year plan is based on projected usage, Village expenses and charges from the DPWC.

Non-operating revenue decreased by \$13,600 primarily due to an increase in interest expense of \$209,348, an increase in Intergovernmental revenues of \$200,000 from a Community Development Block Grant (CDBG) that did not occur in FY 15, decrease in investment income of \$1,244 and an increase in loss on sale of capital assets of \$3,008.

**Expenses:**

Operating expenses from all Business-Type Activities increased \$130,572. This increase is primarily attributed to increases in Services and Charges of \$232,230, (increases in charges for water purchases of \$225,633), Net Capital Outlay of \$129,842, Interest Expense of \$209,348 and Loss on Sale of Capital Assets \$3,008. The increases are offset with decreases in Personnel Costs of \$173,075, Internal Service fees of \$21,941, Supplies and Materials of \$79,549 and depreciation expense of \$169,298.

**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, 2016 the Governmental Funds (as presented on page 8) reported a combined ending fund balance of \$15,555,093 which is a \$2,413,372 or 18.4% increase from the beginning of the year balance of \$13,141,721. Of the total fund balance, \$10,684,053 is unrestricted/unassigned fund balance in the general fund indicating availability for continuing Village services. An additional \$1,017,581 is unrestricted, assigned for capital projects funds and \$6,414 is unrestricted, committed for community events. The unrestricted, assigned for debt service balance is \$549,040. Restricted fund balance of \$3,234,609 includes \$410,585 for economic development, \$577,665 for streets and highways, \$446,997 for public safety, and \$1,799,362 for debt service. A total of \$63,396 is nonspendable fund balance and is for notes receivable of \$8,572, and prepaid items of \$54,824.

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 \$2,157,092 in Fiscal 2016 compared to \$719,956 in Fiscal 2015. This is a \$1,437,136 or 199.6% increase over Fiscal 2015. Revenues increased by \$3,153,706 or 10.83% from the prior year and expenditures increased by \$1,052,301 or 3.62% as shown below. Net other financing sources of \$664,269 in FY 2015 did not occur in FY 2016.

**General Fund Revenue Comparison**

	<b>2016</b>	<b>2015</b>	<b>\$ Increase (Decrease)</b>	<b>% Increase (Decrease)</b>
Taxes	\$22,163,059	\$20,095,484	\$2,067,575	10.29%
Licenses and Permits	2,484,384	2,268,860	215,524	9.50%
Intergovernmental	4,349,342	4,032,514	316,828	7.86%
Charges for Services	1,330,364	943,902	386,462	40.94%
Fines and Forfeits	1,054,601	925,672	128,929	13.93%
Investment Income	12,848	11,051	1,797	16.26%
Miscellaneous	881,191	844,600	36,591	4.33%
	<u>\$32,275,789</u>	<u>\$29,122,083</u>	<u>\$3,153,706</u>	<u>10.83%</u>

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

The largest increase in revenues came from a \$2,067,575 or 10.29% increase in Taxes. Sales and Home Rules Sales taxes increased by \$1,556,007, Property taxes increased by \$354,972, Use taxes increased by \$95,244, and Video gaming increased by \$130,702. The increases are offset by a decrease in Telecommunications tax of \$73,915

**General Fund Expenditure Comparison**

	<b>FY 2016</b>	<b>FY 2015</b>	<b>\$ Increase (Decrease)</b>	<b>% Increase (Decrease)</b>
Personal Services	\$22,800,703	\$21,849,193	\$ 951,510	4.35%
Supplies & Materials	807,670	808,195	(525)	(0.06)%
Services & Charges	3,856,951	3,818,061	38,890	1.02%
Capital Outlay	82,693	21,880	60,813	277.94%
Transfer to Internal Service Funds	2,570,680	2,569,067	1,613	0.06%
	<u>\$30,118,697</u>	<u>\$29,066,396</u>	<u>\$1,052,301</u>	<u>3.62%</u>

The largest increase of \$951,510 is in Personal Services. The police department and consolidated dispatch saw increases in personnel costs of \$439,299 and \$299,682 respectively. Community development posted an increase of \$84,228 along with an additional \$53,722 in administration. Police increases were due to an increase in wages of \$336,425 offset by a drop in overtime of \$350,432, retirements, and increase in the police pension contribution of \$414,576. Dispatch increases were due to increase of staffing levels to accommodate an increase in agencies that are dispatched.

The increase in Services and Charges of \$38,890 is due to increases in the Electrical and Forestry Department of \$107,782, (increase in heat and light of \$15,933, repairs and maintenance of \$62,513 and mosquito control of \$23,276), Community Relations increase of \$42,710 (primarily the summer Rock'N'Wheels program) offset by decreases in the Administration Department of \$82,046 (decrease in economic development incentive of \$113,518 offset by increases in professional services of \$22,273 and technical and consulting of \$7,312) and Commissions decreases of \$36,293 (due to testing in FY 15 and no testing in FY16).

The small increase 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 \$237,440 from FY 2015 due to an increase in Home Rule Sales Taxes of \$270,712 and the receipt of a Community Development Block Grant (CDBG), of \$300,000 which did not occur in FY 15 plus reimbursement for road projects of \$109,991 offset by reductions in Motor Fuel Tax received of \$120,852. A reduction of revenues of \$322,209 is primarily due to reimbursement from a big box store for the installation of a traffic signal in FY 15 with no comparable revenue in FY 16. Total expenditures increased by \$1,298,627 over total FY 2015 primarily due to timing and payment of road projects that change from year to year as noted below.

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

**Motor Fuel Tax Fund Projects Comparison**

	<b>FY 16</b>	<b>FY 15</b>	<b>Difference</b>
Street Maintenance	\$ 3,067,158	\$ 1,796,549	\$1,270,609
Street Resurfacing	262,037	-	262,037
Ardmore	188,569	-	188,569
Mill/AT	-	97,362	(97,362)
Kings Point Patching	331,140	-	331,140
Swift	-	616,545	(616,545)
Grace	-	209,098	(209,098)
Sidewalks	132,654	54,129	78,525
Sidewalk- Trip	104,550	88,117	16,433
ADA sidewalk	86,500	13,439	73,061
IDOT LED upgrade	1,258	-	1,258
	<b>\$4,173,866</b>	<b>\$ 2,875,239</b>	<b>\$1,298,627</b>

The TIF 1 Fund expenditures were \$2,103,667 less than FY 15 due to the closure of the TIF #1 district in FY 15.

The TIF 2 Fund had an expenditure decrease of \$150,451 due to the improvement of land for a park in the TIF District in FY 15. There were minimal expenditures for the improvements in FY 16.

The TIF 3 Fund had an increase in expenditures of \$333,973 due to redevelopment incentives in FY 16 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 Net Change in fund balance of \$576,779 in FY 2016 compares to a decrease of \$14,671 in FY 2015. The Debt Service Fund posted an increase in revenues of \$269,621 which is primarily from Home Rule Sales Tax, \$270,711. Expenditure increases of \$203,513 due to increases in principal and interest are offset by an increase in other financing sources of \$525,342.

**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 \$2,826,197 whereas unrestricted net position of the Internal Service Funds was \$4,011,259.

At April 30, 2016 the Water and Sewerage Fund (as presented on page 15) total net position decreased by \$329,301 or 0.6%. The Internal Service Funds' total net position increased by \$533,371 or 6.1%. 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 Village also repeated the VSIP in FY 2011 and FY 2014. The decrease in staff along with a strong fund balance has allowed the Village to weather the downturn without layoffs or Village determined staffing cuts.

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

**General Fund Budgetary Highlights**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
Revenues	\$ 29,594,100	\$ 29,594,100	\$32,275,789
Expenditures	<u>30,219,000</u>	<u>30,624,600</u>	<u>30,118,697</u>
Excess (Deficiency) of Revenues over Expenditures	(624,900)	(1,030,500)	2,157,092
Other Financing Sources (Uses)	<u>500,000</u>	<u>500,000</u>	<u>0</u>
Net Changes in Fund Balance	<u>\$ (262,300)</u>	<u>\$ (530,500)</u>	<u>\$ 2,157,092</u>

General Fund actual revenues were \$2,681,689 more than the original, and final budgeted amounts. A comparison of budget to actual is as follows:

**General Fund Revenues Comparison**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Change from Final Budget</b>
Taxes	\$ 21,036,200	\$ 21,036,200	\$ 22,163,059	\$1,126,859
Licenses, Permits & Fees	1,998,100	1,998,100	2,484,384	486,284
Intergovernmental	3,735,400	3,735,400	4,349,342	613,942
Charges For Services	1,204,700	1,204,700	1,330,364	125,664
Fines & Forfeitures	891,300	891,300	1,054,601	163,301
Investment Income	10,000	10,000	12,848	2,848
Miscellaneous	<u>718,400</u>	<u>718,400</u>	<u>881,191</u>	<u>162,791</u>
Total Revenues	<u>\$ 29,594,100</u>	<u>\$ 29,594,100</u>	<u>\$ 32,275,789</u>	<u>\$2,681,689</u>

General Fund actual expenditures were \$505,903 less than the final budgeted amount. This includes decreases in Personal services of \$108,497, Supplies and Materials of \$165,530 (primarily street supplies, \$82,472, other operating supplies \$36,844, office supplies \$10,800, clothing supplies, \$13,375, and chemicals, \$15,678); Services and Charges \$143,449 (primarily Economic Development Incentives \$97,677, repairs and maintenance, \$84,734, offset by increased professional services of \$41,214), Capital Outlay of \$29,693 and Internal Service Fees of \$115,120.

**CAPITAL ASSETS**

The Village's investment in capital assets for its Governmental and Business-Type Activities as of April 30, 2016, amounts to \$194,975,923. 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 \$4,253,752, from FY 2015. 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 \$3,841,318. The Business-Type Activities capital assets net of accumulated depreciation increased by \$412,434.

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

---

**DEBT OUTSTANDING**

The Village currently has seven general obligation bond series and one taxable general obligation series outstanding. \$22,360,000 of general obligation bonds are outstanding at April 30, 2016.

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 2015 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 experienced a downturn we saw the affect that downturn had on our EAV. The 2015 EAV is used to determine the property tax rate for taxes received in FY 2017. State revenues, including income taxes, rebounded slightly in FY 2016, however, due to the State's financial stress, payments for Income Tax have been delayed by two months. Investment income decreased due to lower interest rates and invested balances. Sales tax and home rule sales tax revenues rebounded in addition to a one time State audit adjustment. 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 2017 budget includes a 10% increase in general fund property tax revenues which due to the recapture of taxes that previously had been collected in the TIF 1 Fund. TIF 1 was closed in FY 2015. The police pension levy remained flat. All tax revenues were budgeted with minimal 3% increases, as the economic downturn is slowly turning. Sales taxes in the first two months of FY 2016 have been encouraging with a 5.7% increase from FY 2015 results. The Village is cautiously optimistic this 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 42% decrease in the first three months of FY 2017. This is due to a drop in the State Income Tax Rate.

The Village continues to be cautious with the FY 2017 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 2017. As the budget process for FY 2018 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 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 Village passed a 4 year rate plan in FY 2015. The four year plan is based on projected usage, Village expenses and charges from the DPWC.

The Village Board approved the 2016-2019 Strategic Plan, which includes continued economic development, enhancement of the community image and senior housing. 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 the remaining 5 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 2017 Motor Fuel Tax budget includes \$2,400,000 in street maintenance projects to maintain a proper condition level.

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

---

**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 [Rbenson@addison-il.org](mailto:Rbenson@addison-il.org) or thru the village website, [www.addisonadvantage.org](http://www.addisonadvantage.org).

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2016

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 16,649,431	\$ 4,171,146	\$ 20,820,577
Restricted cash and investments	-	30,000	30,000
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	8,990,444	-	8,990,444
Accounts	6,724	3,219,367	3,226,091
Other	252,815	-	252,815
Inventory	55,905	39,030	94,935
Notes receivable	8,572	-	8,572
Prepaid items	100,297	-	100,297
Due from other governments	5,590,648	-	5,590,648
Net other postemployment benefit asset	-	13,057	13,057
Capital assets, not being depreciated	58,695,779	4,515,967	63,211,746
Capital assets, being depreciated (net of accumulated depreciation)	76,313,531	55,450,646	131,764,177
<b>Total assets</b>	<b>166,664,146</b>	<b>67,439,213</b>	<b>234,103,359</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Unamortized charge on refunding	134,826	33,967	168,793
Pension items - IMRF	4,335,280	2,085,620	6,420,900
Pension items - police pension	2,574,035	-	2,574,035
<b>Total deferred outflows of resources</b>	<b>7,044,141</b>	<b>2,119,587</b>	<b>9,163,728</b>
<b>Total assets and deferred outflows of resources</b>	<b>173,708,287</b>	<b>69,558,800</b>	<b>243,267,087</b>
<b>LIABILITIES</b>			
Accounts payable	394,362	656,155	1,050,517
Accrued payroll	339,467	78,512	417,979
Accrued interest	327,281	82,437	409,718
Unearned revenues	1,011,728	-	1,011,728
Retainage payable	108,110	-	108,110
Other liabilities	538,635	179,045	717,680
Noncurrent liabilities			
Due within one year	3,355,844	837,005	4,192,849
Due in more than one year	68,317,758	13,191,073	81,508,831
<b>Total liabilities</b>	<b>74,393,185</b>	<b>15,024,227</b>	<b>89,417,412</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred revenue - property taxes	8,990,444	-	8,990,444
Pension items - IMRF	208,872	100,485	309,357
Pension items - police pension	9,984,131	-	9,984,131
<b>Total deferred inflows of resources</b>	<b>19,183,447</b>	<b>100,485</b>	<b>19,283,932</b>
<b>Total liabilities and deferred inflows of resources</b>	<b>93,576,632</b>	<b>15,124,712</b>	<b>108,701,344</b>

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2016

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>NET POSITION</b>			
Net investment in capital assets	\$ 112,392,728	\$ 51,239,618	\$ 163,632,346
Restricted for			
Special Service Area #1	-	30,000	30,000
Economic development	410,585	-	410,585
Highways and streets	577,665	-	577,665
Public safety	446,997	-	446,997
Debt service	1,799,362	-	1,799,362
Unrestricted	(35,495,682)	3,164,470	(32,331,212)
<b>TOTAL NET POSITION</b>	<b>\$ 80,131,655</b>	<b>\$ 54,434,088</b>	<b>\$ 134,565,743</b>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2016

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General government	\$ 4,872,160	\$ 1,804,155	\$ -	\$ -
Public safety	18,833,454	1,827,688	329,432	990,900
Community development	3,012,672	857,571	-	300,000
Highways and streets	5,825,749	984,338	1,152,668	688,004
Interest and fiscal charges	1,026,274	-	-	-
Total governmental activities	33,570,309	5,473,752	1,482,100	1,978,904
Business-Type Activities				
Water and sewerage	16,061,021	15,084,269	200,000	-
Total business-type activities	16,061,021	15,084,269	200,000	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 49,631,330</b>	<b>\$ 20,558,021</b>	<b>\$ 1,682,100</b>	<b>\$ 1,978,904</b>

	<b>Net (Expense) Revenue and Change in Net Position</b>		
	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
	\$ (3,068,005)	\$ -	\$ (3,068,005)
	(15,685,434)	-	(15,685,434)
	(1,855,101)	-	(1,855,101)
	(3,000,739)	-	(3,000,739)
	(1,026,274)	-	(1,026,274)
	(24,635,553)	-	(24,635,553)
	-	(776,752)	(776,752)
	-	(776,752)	(776,752)
	(24,635,553)	(776,752)	(25,412,305)
General Revenues			
Taxes			
Property and replacement	8,514,382	-	8,514,382
Sales	9,788,300	-	9,788,300
Home rule sales	8,006,878	-	8,006,878
Telecommunications	1,227,999	-	1,227,999
Other	1,831,024	-	1,831,024
Shared income taxes	3,936,999	-	3,936,999
Investment income	16,910	5,009	21,919
Miscellaneous	332,743	-	332,743
Transfers	(442,442)	442,442	-
Total	33,212,793	447,451	33,660,244
CHANGE IN NET POSITION	8,577,240	(329,301)	8,247,939
NET POSITION, MAY 1	119,434,469	57,189,810	176,624,279
Change in accounting principle	(47,880,054)	(2,426,421)	(50,306,475)
NET POSITION, MAY 1, RESTATED	71,554,415	54,763,389	126,317,804
<b>NET POSITION, APRIL 30</b>	<b>\$ 80,131,655</b>	<b>\$ 54,434,088</b>	<b>\$ 134,565,743</b>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2016

	General	Motor Fuel Tax	Debt Service	Nonmajor	Total
<b>ASSETS</b>					
Cash and investments	\$ 7,568,691	\$ 169,770	\$ 1,916,394	\$ 2,351,504	\$ 12,006,359
Receivables (net, where applicable, of allowances for uncollectibles)					
Property taxes	7,668,519	-	904,826	417,099	8,990,444
Accounts	-	-	-	6,724	6,724
Other	252,815	-	-	-	252,815
Notes receivable	8,572	-	-	-	8,572
Prepaid items	52,596	-	-	2,228	54,824
Due from other governments	4,210,550	516,082	432,008	432,008	5,590,648
<b>TOTAL ASSETS</b>	<b>\$ 19,761,743</b>	<b>\$ 685,852</b>	<b>\$ 3,253,228</b>	<b>\$ 3,209,563</b>	<b>\$ 26,910,386</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 262,173	\$ 31,004	\$ -	\$ 87,029	\$ 380,206
Accrued payroll	326,170	-	-	-	326,170
Unearned revenues	221,025	-	-	790,703	1,011,728
Retainage payable	-	77,183	-	30,927	108,110
Other liabilities	538,635	-	-	-	538,635
Total liabilities	1,348,003	108,187	-	908,659	2,364,849
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - property taxes	7,668,519	-	904,826	417,099	8,990,444
<b>FUND BALANCES</b>					
Nonspendable in form					
Notes receivable	8,572	-	-	-	8,572
Prepaid items	52,596	-	-	2,228	54,824
Restricted for					
Economic development	-	-	-	410,585	410,585
Public safety	-	-	-	446,997	446,997
Highways and streets	-	577,665	-	-	577,665
Debt service	-	-	1,799,362	-	1,799,362
Unrestricted					
Committed for community events	-	-	-	6,414	6,414
Assigned for debt service	-	-	549,040	-	549,040
Assigned for capital projects	-	-	-	1,017,581	1,017,581
Unassigned	10,684,053	-	-	-	10,684,053
Total fund balances	10,745,221	577,665	2,348,402	1,883,805	15,555,093
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 19,761,743</b>	<b>\$ 685,852</b>	<b>\$ 3,253,228</b>	<b>\$ 3,209,563</b>	<b>\$ 26,910,386</b>

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, 2016

<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 15,555,093
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	135,009,310
Less internal service funds' capital assets	(3,044,294)
Net other postemployment benefits obligation is not a current financial resource and, therefore, is not reported in the governmental funds	(213,533)
Less internal service funds' portion	10,741
The unamortized charge on refunding is not a current financial resource and, therefore, is not reported in the governmental funds	134,826
Less internal service funds' portion	(31,647)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
General obligation bonds	(21,609,384)
Less internal service funds' portion	699,355
Termination benefits	(19,929)
Unamortized premium on general obligation bonds	(1,146,928)
Less internal service funds' portion	38,244
Unamortized discount on general obligation bonds	4,904
Compensated absences	(3,460,976)
Less internal service funds' portion	229,877
Accrued interest on long-term liabilities is not due and payable in the current period and, therefore, is not reported in governmental funds	(327,281)
Less internal service funds' portion	7,187
Net pension liability for the is shown as a liability on the Illinois Municipal Retirement Fund	(8,755,009)
Less internal service funds' portion	866,180
Police Pension	(36,472,747)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings are recognized as deferred outflows and inflows of resources on the statement of net position	
Illinois Municipal Retirement Fund	4,126,408
Less internal service funds' portion	(408,247)
Police Pension	(7,410,096)
The net position of the internal service funds are included in the governmental activities in the statement of net position	6,349,601
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ 80,131,655</b>

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, 2016

	<b>General</b>	<b>Motor Fuel Tax</b>	<b>Debt Service</b>	<b>Nonmajor</b>	<b>Total</b>
<b>REVENUES</b>					
Taxes	\$ 22,163,059	\$ 2,001,719	\$ 2,957,046	\$ 2,246,759	\$ 29,368,583
Licenses and permits	2,484,384	-	-	-	2,484,384
Intergovernmental	4,349,342	1,244,935	-	1,716,708	7,310,985
Charges for services	1,330,364	-	-	-	1,330,364
Fines and forfeits	1,054,601	-	-	-	1,054,601
Investment income	12,848	(227)	2,031	2,258	16,910
Miscellaneous	881,191	110,016	-	32,957	1,024,164
<b>Total revenues</b>	<b>32,275,789</b>	<b>3,356,443</b>	<b>2,959,077</b>	<b>3,998,682</b>	<b>42,589,991</b>
<b>EXPENDITURES</b>					
Current					
General government	4,155,595	-	-	48,774	4,204,369
Public safety	18,482,167	-	-	243,930	18,726,097
Community development	2,682,525	-	-	-	2,682,525
Highways and streets	4,798,410	4,173,866	-	-	8,972,276
Capital outlay	-	-	-	2,030,890	2,030,890
Debt service					
Principal retirement	-	-	1,987,797	-	1,987,797
Interest and fiscal charges	-	-	1,132,306	-	1,132,306
<b>Total expenditures</b>	<b>30,118,697</b>	<b>4,173,866</b>	<b>3,120,103</b>	<b>2,323,594</b>	<b>39,736,260</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>2,157,092</b>	<b>(817,423)</b>	<b>(161,026)</b>	<b>1,675,088</b>	<b>2,853,731</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	86,268	1,200,000	495,000	1,781,268
Transfers (out)	-	-	(650,960)	(1,759,432)	(2,410,392)
Proceeds from issuance of bonds	-	-	8,995,000	-	8,995,000
Payment to escrow agent	-	-	(9,580,735)	-	(9,580,735)
Premium on bonds sold	-	-	774,500	-	774,500
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>86,268</b>	<b>737,805</b>	<b>(1,264,432)</b>	<b>(440,359)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>2,157,092</b>	<b>(731,155)</b>	<b>576,779</b>	<b>410,656</b>	<b>2,413,372</b>
<b>FUND BALANCES, MAY 1</b>	<b>8,588,129</b>	<b>1,308,820</b>	<b>1,771,623</b>	<b>1,473,149</b>	<b>13,141,721</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 10,745,221</b>	<b>\$ 577,665</b>	<b>\$ 2,348,402</b>	<b>\$ 1,883,805</b>	<b>\$ 15,555,093</b>

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, 2016

---

**NET CHANGE IN FUND BALANCES -**  
**TOTAL GOVERNMENTAL FUNDS** \$ 2,413,372

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 7,248,760  
Less amount applicable to internal service funds (953,336)

Depreciation is shown as a functional expense in governmental activities on the statement of activities (3,428,395)  
Less amount applicable to internal service funds 683,665

The change in the net other postemployment benefits asset is shown as a functional expense on the statement of activities (76,745)  
Less amount applicable to internal service funds 9,320

The unamortized accounting charge on refunding is shown as an expense on the statement of activities (20,493)  
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 73,413

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 2,150,438  
Less amount applicable to internal service funds (162,641)

The issuance of long-term debt and related costs are shown on the fund financial statements as other financing sources (uses) and current expenditures, but are recorded as long-term liabilities and deferred outflows of resources on the government-wide statements  
Issuance of refunding bonds (8,995,000)  
Payment of refunded bonds 9,560,000  
Premium on issuance of bonds (774,500)  
Loss on refunding 20,735

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 (9,561)

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 (3,163)

**VILLAGE OF ADDISON, ILLINOIS**

(This statement is continued on the following page.)

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

For the Year Ended April 30, 2016

Long-term liabilities (Continued):

The change in accrued interest is shown as a change in the interest expense on the statement of activities	\$	36,868
The (increase) decrease in the compensated absences liability is shown as a functional expense on the statement of activities		(184,073)
Less amount applicable to internal service funds		17,289
The change in the net pension liability is reported only in the statement of activities		
Illinois Municipal Retirement Fund and		(3,375,286)
Less amount applicable to internal service funds		333,935
Police Pension		7,371,616
The change in deferred inflows and outflows of resources is reported only in the statement of activities		
Illinois Municipal Retirement Fund and		3,790,367
Less amount applicable to internal service funds		(375,001)
Police Pension		(7,410,096)
The change in net position in internal service funds is shown as a governmental activity on the statement of activities		533,371
		<hr/>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$</b>	<b>8,577,240</b>
		<hr/> <hr/>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS

April 30, 2016

	<b>Business-Type Activities</b>	<b>Governmental Activities</b>
	<b>Waterworks and Sewerage</b>	<b>Internal Service</b>
<b>CURRENT ASSETS</b>		
Cash and investments	\$ 4,171,146	\$ 4,643,072
Restricted cash and investments - Special Service Area #1	30,000	-
Receivables		
Accounts - billed	1,137,570	-
Accounts - unbilled	2,081,797	-
Prepaid items	-	45,473
Inventory	39,030	55,905
	<hr/>	<hr/>
Total current assets	7,459,543	4,744,450
<b>NONCURRENT ASSETS</b>		
Net other postemployment benefits asset	13,057	-
	<hr/>	<hr/>
Capital assets not being depreciated		
Land	1,129,911	-
Construction in progress	3,386,056	-
	<hr/>	<hr/>
Total capital assets not being depreciated	4,515,967	-
Capital assets being depreciated		
Land improvements	93,951,926	-
Equipment and vehicles	3,436,784	7,757,735
Office equipment	8,729	684,992
	<hr/>	<hr/>
Subtotal	97,397,439	8,442,727
Less accumulated depreciation	(41,946,793)	(5,398,433)
	<hr/>	<hr/>
Net capital assets being depreciated	55,450,646	3,044,294
	<hr/>	<hr/>
Total capital assets	59,966,613	3,044,294
	<hr/>	<hr/>
Total noncurrent assets	59,979,670	3,044,294
	<hr/>	<hr/>
Total assets	67,439,213	7,788,744
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Unamortized charge on refunding	33,967	31,647
Pension items - IMRF	2,085,620	428,912
	<hr/>	<hr/>
Total deferred outflows of resources	2,119,587	460,559
	<hr/>	<hr/>
Total assets and deferred outflows of resources	69,558,800	8,249,303
	<hr/>	<hr/>

(This statement is continued on the following page.)

**VILLAGE OF ADDISON, ILLINOIS**

STATEMENT OF NET POSITION (Continued)  
 PROPRIETARY FUNDS

April 30, 2016

	<b>Business-Type Activities</b>	<b>Governmental Activities</b>
	<b>Waterworks and Sewerage</b>	<b>Internal Service</b>
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 633,604	\$ 14,156
Retainage payable	22,551	-
Accrued payroll	78,512	13,297
Accrued interest payable	82,437	7,187
Compensated absences	298,629	90,504
Termination benefits	19,194	-
Illinois EPA revolving loan	338,272	-
General obligation bonds payable	180,910	162,641
Other liabilities	179,045	-
Total current liabilities	<u>1,833,154</u>	<u>287,785</u>
<b>NONCURRENT LIABILITIES</b>		
Compensated absences payable	729,889	139,373
Net other postemployment benefits obligation	-	10,741
Termination benefits	7,535	-
IMRF net pension liability	4,211,869	866,180
Illinois EPA revolving loan	7,631,027	-
General obligation bonds payable	610,753	574,958
Total noncurrent liabilities	<u>13,191,073</u>	<u>1,591,252</u>
Total liabilities	<u>15,024,227</u>	<u>1,879,037</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Pension items - IMRF	100,485	20,665
Total deferred inflows of resources	<u>100,485</u>	<u>20,665</u>
Total liabilities and deferred inflows of resources	<u>15,124,712</u>	<u>1,899,702</u>
<b>NET POSITION</b>		
Net investment in capital assets	51,239,618	2,338,342
Restricted for Special Service Area #1	30,000	-
Unrestricted	3,164,470	4,011,259
<b>TOTAL NET POSITION</b>	<u>\$ 54,434,088</u>	<u>\$ 6,349,601</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, 2016

	<b>Business-Type Activities Waterworks and Sewerage</b>	<b>Governmental Activities Internal Service</b>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 15,084,269	\$ 3,129,178
Other	-	127,312
Total operating revenues	<u>15,084,269</u>	<u>3,256,490</u>
<b>OPERATING EXPENSES</b>		
Operations	-	2,306,483
Water	8,417,730	-
Sewer	2,047,810	-
Water pollution control	3,443,296	-
Depreciation	1,906,102	683,665
Total operating expenses	<u>15,814,938</u>	<u>2,990,148</u>
OPERATING INCOME (LOSS)	<u>(730,669)</u>	<u>266,342</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Intergovernmental	200,000	-
Investment income	5,009	5,400
Interest expense	(235,523)	(20,562)
Gain (loss) on sale of capital assets	(10,560)	68,341
Total non-operating revenues (expenses)	<u>(41,074)</u>	<u>53,179</u>
CHANGE IN NET POSITION BEFORE TRANSFERS AND CONTRIBUTIONS	<u>(771,743)</u>	<u>319,521</u>
<b>TRANSFERS</b>		
Transfers in	464,278	186,682
Transfers (out)	(21,836)	-
Total transfers	<u>442,442</u>	<u>186,682</u>
<b>CONTRIBUTIONS</b>	<u>-</u>	<u>27,168</u>
CHANGE IN NET POSITION	<u>(329,301)</u>	<u>533,371</u>
NET POSITION, MAY 1	57,189,810	6,315,229
Change in accounting principle	(2,426,421)	(498,999)
NET POSITION, MAY 1, RESTATED	<u>54,763,389</u>	<u>5,816,230</u>
<b>NET POSITION, APRIL 30</b>	<u>\$ 54,434,088</u>	<u>\$ 6,349,601</u>

See accompanying notes to financial statements.

**VILLAGE OF ADDISON, ILLINOIS**

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

For the Year Ended April 30, 2016

	<b>Business-Type Activities</b>	<b>Governmental Activities</b>
	<b>Waterworks and Sewerage</b>	<b>Internal Service</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers and users	\$ 15,015,703	\$ -
Receipts (payments) from internal services transactions	(533,245)	3,129,178
Receipts from other sources	-	127,312
Payments to suppliers	(8,337,487)	(1,152,556)
Payments to employees	(5,984,854)	(1,261,810)
Net cash from operating activities	<u>160,117</u>	<u>842,124</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Intergovernmental	200,000	-
Transfers in	464,278	186,682
Transfers (out)	(21,836)	-
Net cash from noncapital financing activities	<u>642,442</u>	<u>186,682</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Purchase of capital assets	(2,528,741)	(953,334)
Proceeds from sale of capital assets	199,645	74,622
Principal paid on bonds	(174,562)	(162,641)
Principal paid on Illinois EPA Loans	(207,903)	-
Proceeds on Illinois EPA Loans	2,072,228	-
Interest paid on bonds	(164,533)	(24,040)
Net cash from capital and related financing activities	<u>(803,866)</u>	<u>(1,065,393)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	<u>5,012</u>	<u>5,400</u>
Net cash from investing activities	<u>5,012</u>	<u>5,400</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,705	(31,187)
CASH AND CASH EQUIVALENTS, MAY 1	<u>4,197,441</u>	<u>4,674,259</u>
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	<u><u>\$ 4,201,146</u></u>	<u><u>\$ 4,643,072</u></u>

(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, 2016

	<b>Business-Type Activities</b>	<b>Governmental Activities</b>
	<b>Waterworks and Sewerage</b>	<b>Internal Service</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ (730,669)	\$ 266,342
Adjustments to reconcile operating income (loss) to net cash from operating activities		
Depreciation	1,906,102	683,665
Changes in assets and liabilities		
Inventory	(19,028)	(3,258)
Accounts receivable	(68,566)	-
Prepaid items	-	(45,473)
Deferred outflows of resources - pension items - IMRF	(1,923,957)	(395,666)
Accounts payable	(456,122)	(11,812)
Accrued payroll	(154,188)	(32,883)
Deferred inflows of resources - pension items - IMRF	100,485	20,665
Compensated absences payable	(71,250)	17,289
Early retirement incentive	(16,325)	-
Net other postemployment benefits obligation	(30,150)	9,320
Net pension liability - IMRF	1,623,785	333,935
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ 160,117</b>	<b>\$ 842,124</b>
<b>CASH AND INVESTMENTS</b>		
Cash and cash equivalents	\$ 4,171,146	\$ 4,643,072
Restricted cash and investments	30,000	-
<b>TOTAL CASH AND INVESTMENTS</b>	<b>\$ 4,201,146</b>	<b>\$ 4,643,072</b>
<b>NONCASH CAPITAL AND RELATED FINANCING TRANSACTIONS</b>		
Contributions of capital assets	\$ -	\$ 27,168

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS

April 30, 2016

---

	<b>Police Pension Trust</b>	<b>Agency</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 628,731	\$ 16,168
Investments, at fair value		
U.S. agency securities	3,989,905	-
Municipal bonds	2,376,444	-
Corporate bonds	6,859,767	-
Mutual funds	25,985,119	-
Money market mutual funds	99,190	-
Receivables		
Accrued interest	127,517	-
	<hr/>	<hr/>
Total assets	40,066,673	\$ 16,168
	<hr/>	<hr/>
<b>LIABILITIES</b>		
Accounts payable	41,668	\$ -
Funds held for others	-	16,168
	<hr/>	<hr/>
Total liabilities	41,668	\$ 16,168
	<hr/>	<hr/>
<b>NET POSITION RESTRICTED FOR PENSIONS</b>	<u>\$ 40,025,005</u>	

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, 2016

---

	<b><u>Police Pension Trust</u></b>
<b>ADDITIONS</b>	
Contributions - employer	
Property taxes transferred from General Fund	\$ 2,724,449
Contributions - plan members	<u>620,301</u>
Total contributions	<u>3,344,750</u>
Investment income	
Net (depreciation) in fair value of investments	(1,852,937)
Interest earned on investments	<u>1,543,674</u>
Total investment income (loss)	(309,263)
Less investment expense	<u>(7,701)</u>
Net investment income (loss)	<u>(316,964)</u>
Total additions	<u>3,027,786</u>
<b>DEDUCTIONS</b>	
Benefits and refunds	3,317,891
Administration	113,565
Legal	<u>4,327</u>
Total deductions	<u>3,435,783</u>
NET DECREASE	(407,997)
<b>NET POSITION RESTRICTED FOR PENSIONS</b>	
May 1	<u>40,433,002</u>
April 30	<u><u>\$ 40,025,005</u></u>

See accompanying notes to financial statements.

# VILLAGE OF ADDISON, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

April 30, 2016

---

### 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. 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.

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 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.

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

---

**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 for the Armitage/Ardmore water main improvements 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:

<u>Assets</u>	<u>Years</u>
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 outstanding 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 2015 attach as an enforceable lien on January 1, 2015, 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, 2016, and are payable in two installments, on or about June 1, 2016 and September 1, 2016. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience. As the 2015 tax levy is intended to fund expenditures for the 2016-2017 fiscal year, these taxes are unavailable as of April 30, 2016.

The 2016 tax levy, which attached as an enforceable lien on property as of January 1, 2016, has not been recorded as a receivable as of April 30, 2016 as the tax has not yet been levied by the Village and will not be levied until December 2016 and, therefore, the levy is not measurable at April 30, 2016.

**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	\$ 2,181,779
Home rule sales tax	1,728,034
Simplified telecommunications tax	276,640
Income tax	588,540
Local use tax	210,772
Motor fuel tax	84,073
Police dispatch	519,831
Other taxes	979
	<u>                    </u>
TOTAL GOVERNMENTAL ACTIVITIES	<u><u>\$ 5,590,648</u></u>

**4. CAPITAL ASSETS**

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

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 18,611,967	\$ 697,505	\$ -	\$ 19,309,472
Land rights of way	38,174,273	-	-	38,174,273
Construction in progress	1,573,256	6,260,342	6,621,564	1,212,034
Total capital assets not being depreciated	<u>58,359,496</u>	<u>6,957,847</u>	<u>6,621,564</u>	<u>58,695,779</u>
Capital assets being depreciated				
Buildings and structures	40,236,304	740,678	-	40,976,982
Equipment and vehicles	10,082,412	1,015,585	321,567	10,776,430
Infrastructure	76,835,336	5,183,382	-	82,018,718
Total capital assets being depreciated	<u>127,154,052</u>	<u>6,939,645</u>	<u>321,567</u>	<u>133,772,130</u>
Less accumulated depreciation for				
Buildings and structures	9,102,389	942,311	-	10,044,700
Equipment and vehicles	6,962,177	775,393	315,352	7,422,218
Infrastructure	38,280,990	1,710,691	-	39,991,681
Total accumulated depreciation	<u>54,345,556</u>	<u>3,428,395</u>	<u>315,352</u>	<u>57,458,599</u>
Total capital assets being depreciated, net	<u>72,808,496</u>	<u>3,511,250</u>	<u>6,215</u>	<u>76,313,531</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 131,167,992</u>	<u>\$ 10,469,097</u>	<u>\$ 6,627,779</u>	<u>\$ 135,009,310</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	\$ 1,072,603
Public safety	325,067
Community development	58,016
Highways and streets, including depreciation of general infrastructure assets	<u>1,972,709</u>
 TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	 <u>\$ 3,428,395</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	3,710,468	2,465,363	2,789,775	3,386,056
Total capital assets not being depreciated	<u>4,840,379</u>	<u>2,465,363</u>	<u>2,789,775</u>	<u>4,515,967</u>
Capital assets being depreciated				
Public improvements	91,282,316	2,669,610	-	93,951,926
Equipment and vehicles	3,486,487	183,541	224,515	3,445,513
Total capital assets being depreciated	<u>94,768,803</u>	<u>2,853,151</u>	<u>224,515</u>	<u>97,397,439</u>
Less accumulated depreciation for				
Public improvements	38,022,432	1,611,985	-	39,634,417
Equipment and vehicles	2,032,571	294,117	14,312	2,312,376
Total accumulated depreciation	<u>40,055,003</u>	<u>1,906,102</u>	<u>14,312</u>	<u>41,946,793</u>
Total capital assets being depreciated, net	<u>54,713,800</u>	<u>947,049</u>	<u>210,203</u>	<u>55,450,646</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 59,554,179</u>	<u>\$ 3,412,412</u>	<u>\$ 2,999,978</u>	<u>\$ 59,966,613</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

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, 2016.

**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 3.7% to 4.5%. The call date is December 15, 2016. The last payment is due December 15, 2026.	Debt Service	\$ 2,475,000	\$ -	\$ 165,000	\$ 2,310,000	\$ 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, 2018.	Debt Service	6,000,000	-	5,230,000	770,000	370,000
\$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 3.950%. The call date is December 15, 2015. The last payment is due December 15, 2017.	Debt Service	5,310,000	-	4,980,000	330,000	330,000
\$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	4,065,000	-	340,000	3,725,000	385,000
\$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	3,060,000	-	135,000	2,925,000	140,000
\$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% to 4%.	Debt Service	1,425,000	-	485,000	940,000	470,000

**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
\$8,995,000 General Obligation Refunding Bonds, Series 2015, are due in annual installments (beginning December 15, 2017 through December 15, 2026) ranging from \$170,000 to \$595,000 with interest at 2% to 4%.	Debt Service	\$ -	\$ 8,995,000	\$ -	\$ 8,995,000	\$ -
\$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% to 3%.	Debt Service	1,127,826	-	212,797	915,029	220,535
	Water	925,178	-	174,562	750,616	180,910
	Equipment Replacement	861,996	-	162,641	699,355	168,555
<b>TOTAL GENERAL OBLIGATION BONDS</b>		<b>\$ 25,250,000</b>	<b>\$ 8,995,000</b>	<b>\$ 11,885,000</b>	<b>\$ 22,360,000</b>	<b>\$ 2,430,000</b>

**b. Compensated Absences - Governmental Activities**

	Funded by	Balances May 1	Increases	Reductions	Balances April 30	Due Within One Year
Compensated absences	General	\$ 3,064,315	\$ 1,108,055	\$ 941,271	\$ 3,231,099	\$ 1,001,344
Compensated absences	Internal Service	212,588	102,992	85,703	229,877	90,504
<b>TOTAL COMPENSATED ABSENCES</b>		<b>\$ 3,276,903</b>	<b>\$ 1,211,047</b>	<b>\$ 1,026,974</b>	<b>\$ 3,460,976</b>	<b>\$ 1,091,848</b>

**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	\$ 6,454,085	\$ 81,225	\$ 207,903	\$ 6,327,407	\$ 270,085
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	1,468,714	-	1,641,892	68,187
<b>TOTAL LOANS PAYABLE</b>		<b>\$ 6,627,263</b>	<b>\$ 1,549,939</b>	<b>\$ 207,903</b>	<b>\$ 7,969,299</b>	<b>\$ 338,272</b>

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

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

**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	\$ 1,099,769	\$ 212,749	\$ 284,000	\$ 1,028,518	\$ 298,629
<b>TOTAL COMPENSATED ABSENCES</b>		<b>\$ 1,099,769</b>	<b>\$ 212,749</b>	<b>\$ 284,000</b>	<b>\$ 1,028,518</b>	<b>\$ 298,629</b>

**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
2017	\$ 2,249,090	\$ 853,200	\$ 3,102,290	\$ 180,910	\$ 20,567	\$ 201,477
2018	2,360,917	725,787	3,086,704	184,083	15,139	199,222
2019	2,429,569	675,023	3,104,592	190,431	9,617	200,048
2020	2,539,808	588,661	3,128,469	195,192	3,904	199,096
2021	2,215,000	494,646	2,709,646	-	-	-
2022-2026	7,135,000	1,514,130	8,649,130	-	-	-
2027-2031	2,680,000	260,171	2,940,171	-	-	-
<b>TOTAL</b>	<b>\$ 21,609,384</b>	<b>\$ 5,111,618</b>	<b>\$26,721,002</b>	<b>\$ 750,616</b>	<b>\$ 49,227</b>	<b>\$ 799,843</b>

Fiscal Year Ending April 30,	Illinois Environmental Protection Agency (EPA)		
	Business -Type Activities		
	Principal	Interest	Total
2017	\$ 338,272	\$ 156,734	\$ 495,006
2018	345,027	149,979	495,006
2019	351,915	143,092	495,007
2020	358,941	136,066	495,007
2021	366,107	128,899	495,006
2022-2026	1,943,174	531,860	2,475,034
2027-2031	2,145,156	329,877	2,475,033
2032-2036	2,120,707	106,823	2,227,530
<b>TOTAL</b>	<b>\$ 7,969,299</b>	<b>\$ 1,683,330</b>	<b>\$ 9,652,629</b>

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

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

**f. Changes in Long-Term Debt**

The following is a summary of changes in long-term liabilities for the year ended April 30, 2016:

	Balances May 1, Restated	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
<b>GOVERNMENTAL ACTIVITIES</b>					
General obligation bonds payable	\$ 24,324,822	\$ 8,995,000	\$ 11,710,438	\$ 21,609,384	\$ 2,249,090
Unamortized discount on bonds	(37,954)	-	(33,050)	(4,904)	-
Unamortized premium on bonds	466,897	774,500	94,469	1,146,928	-
Termination benefits*	93,342	-	73,413	19,929	14,906
Compensated absences payable - governmental activities	3,276,903	1,211,047	1,026,974	3,460,976	1,091,848
Net pension liability - IMRF*	5,379,723	3,375,286	-	8,755,009	-
Net pension liability - Police Pension*	43,844,363	-	7,371,616	36,472,747	-
Net other postemployment benefits obligation*	136,788	76,745	-	213,533	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 77,484,884</b>	<b>\$ 14,432,578</b>	<b>\$ 20,243,860</b>	<b>\$ 71,673,602</b>	<b>\$ 3,355,844</b>

\*Termination benefits, net pension liabilities, and net other postemployment benefits obligation are retired by the General Fund and Internal Service Funds.

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

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

**f. Changes in Long-Term Debt (Continued)**

	Balances May 1, Restated	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
<b>BUSINESS-TYPE ACTIVITIES</b>					
General obligation bonds payable	\$ 925,178	\$ -	\$ 174,562	\$ 750,616	\$ 180,910
Illinois EPA loan payable	6,627,263	1,549,939	207,903	7,969,299	338,272
Unamortized premium on bonds	51,308	-	10,261	41,047	-
Termination benefits	43,054	-	16,325	26,729	19,194
Compensated absences payable - proprietary funds	1,099,769	212,749	284,000	1,028,518	298,629
Net pension liability - IMRF	2,588,084	1,623,785	-	4,211,869	-
Net other postemployment benefits obligation	17,093	-	17,093	-	-
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 11,351,749</b>	<b>\$ 3,386,473</b>	<b>\$ 710,144</b>	<b>\$ 14,028,078</b>	<b>\$ 837,005</b>

**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.

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

**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, 2016.

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.

**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.

During the year ended April 30, 2015, the Village entered into a wastewater treatment works loan with the Illinois 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.

**j. Advance Partial Refunding**

On December 1, 2015, the Village issued \$8,995,000 to partially refund \$9,767,347 of the General Obligation Bonds Series, 2006C and 2007. The proceeds of the bond were placed in an escrow account to provide all future debt service payments on the refunded bonds. As a result of the refunding, the Village achieved cash flow savings of \$930,129 and an economic loss on the refunding of \$854,681.

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

---

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

**k. 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, 2016, the Village had a liability under the termination agreement of \$46,658. All benefits are expected to be paid by September 2017.

**7. INDIVIDUAL FUND DISCLOSURES**

**a. Transfers**

Interfund transfers during the year ended April 30, 2016 consisted of the following:

Fund	Transfers In	Transfers Out
Debt Service	\$ 1,200,000	\$ 650,960
Motor Fuel Tax	86,268	-
Waterworks and Sewerage	464,278	21,836
Internal Service	186,682	-
Nonmajor Governmental	495,000	1,759,432
<b>TOTAL</b>	<b>\$ 2,432,228</b>	<b>\$ 2,432,228</b>

The purpose of significant transfers is as follows:

- \$1,200,000 transferred from the Public Building Fund, a nonmajor governmental fund, to the Debt Service Fund for the principal and interest payments.
- \$70,000 transferred from the Public Building Fund, a nonmajor governmental fund, to the Town Center TIF#3 Fund, a nonmajor governmental fund, to cover the Village Green Drainage Project and for economic development.
- \$425,000 transferred from the Michael Lane TIF #2 Fund, a nonmajor governmental fund, to the Town Center TIF #3 Fund, a nonmajor governmental fund, for economic development.
- \$86,268 transferred from the Motor Fuel Tax Fund in the amounts of \$52,720, \$11,712, and \$21,836 to the Redevelopment, Town Center TIF#3, and Waterworks Funds, respectively. This amount was to pay for the reimbursement of expenses.
- \$650,960 transferred from the Debt Service Fund in the amounts of \$464,278 and \$186,682 to the Waterworks and Sewerage and Equipment Replacement Funds, respectively. This amount was to fund the debt service payments.

**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.

**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 \$2,938,697 payable in quarterly, semiannual, or annual payments through 2027. \$4,799,647 has been rebated as of April 30, 2016 and \$22,864 was payable as of April 30, 2016.

**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.

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

---

**9. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

**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.

**c. Membership**

At April 30, 2016 membership consisted of:

Retirees and beneficiaries currently receiving benefits	51
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>219</u>
<b>TOTAL</b>	<u><u>270</u></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)
2014	\$ 167,599	\$ 109,809	65.52%	\$ 55,787
2015	207,903	109,809	52.82%	153,881
2016	262,848	216,253	82.27%	200,477

**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, 2016 was calculated as follows:

Annual required contribution	\$ 261,822
Interest on net OPEB obligation	6,155
Adjustment to annual required contribution	<u>(5,129)</u>
Annual OPEB cost	262,848
Contributions made	<u>216,253</u>
Increase in net OPEB obligation	46,595
Net OPEB obligation, beginning of year	<u>153,882</u>
<b>NET OPEB OBLIGATION, END OF YEAR</b>	<b><u>\$ 200,477</u></b>

Funded Status and Funding Progress: The funded status of the plan as of April 30, 2016 was as follows:

Actuarial accrued liability (AAL)	\$ 4,416,930
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	4,416,930
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 18,153,623
UAAL as a percentage of covered payroll	24.33%

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, 2016 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, 2016 was 30 years.

**10. DEFINED BENEFIT PENSION PLANS**

The Village contributes to two defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for all plans are governed by Illinois Compiled Statutes 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 or at <https://www.imrf.org/>. As noted above, IMRF is an agent multiple-employer defined benefit pension plan. The Village and the Addison Public Library (the Library) both participate in the plan and, therefore, the plan is treated as a cost-sharing plan.

**a. Plan Descriptions**

Illinois Municipal Retirement Fund

*Plan Administration*

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.

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

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

---

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

**a. Plan Descriptions (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Plan Membership*

At December 31, 2015, IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently receiving benefits	177
Inactive employees entitled to but not yet receiving benefits	72
Active employees	<u>185</u>
 TOTAL	 <u><u>434</u></u>

The IMRF data included in the table above includes membership of both the Village and Library.

*Benefits Provided*

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

*Contributions*

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 rate for the calendar year ended 2015 was 12.74% of covered payroll.

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

---

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

**a. Plan Descriptions (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Net Pension Liability*

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

Actuarial valuation date	December 31, 2015
Actuarial cost method	Entry-age Normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market value

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

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

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

**a. Plan Descriptions (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Discount Rate*

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

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

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2015	\$ 79,392,587	\$ 70,580,591	\$ 8,811,996
Changes for the period			
Service cost	1,428,568	-	1,428,568
Interest	5,892,747	-	5,892,747
Difference between expected and actual experience	(445,976)	-	(445,976)
Changes in assumptions	106,734	-	106,734
Employer contributions	-	1,785,494	(1,785,494)
Employee contributions	-	637,811	(637,811)
Net investment income	-	352,327	(352,327)
Benefit payments and refunds	(2,653,672)	(2,653,672)	-
Other (net transfer)	-	(1,322,282)	1,322,282
Net changes	4,328,401	(1,200,322)	5,528,723
BALANCES AT DECEMBER 31, 2015	\$ 83,720,988	\$ 69,380,269	\$ 14,340,719

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

---

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

**a. Plan Descriptions (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Changes in the Net Pension Liability (Continued)*

The table presented above includes amounts for both the Village and Library. The Village's proportionate share of the net pension liability at January 1, 2015, the employer contributions, and the net pension liability at December 31, 2015 was \$7,967,807, \$1,614,444, and \$12,966,878, respectively. The Library's proportionate share of the net pension liability at January 1, 2015, the employer contributions and the net pension liability at December 31, 2015 was \$844,189, \$171,050, and \$1,373,841, respectively.

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

For the year ended April 30, 2016, the Village recognized pension expense of \$4,364,835. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>          </u>	<u>          </u>
Difference between expected and actual experience	\$ 532,525	\$ 342,133
Changes in assumption	1,419,203	-
Net difference between projected and actual earnings on pension plan investments	4,468,231	-
Contributions subsequent to measurement date	681,236	-
	<u>          </u>	<u>          </u>
<b>TOTAL</b>	<b>\$ 7,101,195</b>	<b>\$ 342,133</b>

The deferred outflows presented in the table above include amounts for both the Village and Library. The Village's proportionate share of the deferred outflows of resources at April 30, 2016 was \$6,420,900. The Library's proportionate share of the deferred outflows of resources at April 30, 2016 was \$680,295. The Village's proportionate share of the deferred inflows of resources at April 30, 2016 was \$309,357. The Library's proportionate share of the deferred inflows of resources at April 30, 2016 was \$32,776.

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

---

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

**a. Plan Descriptions (Continued)**

Illinois Municipal Retirement Fund (Continued)

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

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

<u>Year Ending</u> <u>April 30,</u>	
2017	\$ 2,357,484
2018	1,741,510
2019	1,150,559
2020	861,990
2021	-
Thereafter	-
<b>TOTAL</b>	<b><u>\$ 6,111,543</u></b>

*Discount Rate Sensitivity*

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

	1% Decrease (6.47%)	Current Discount Rate (7.47%)	1% Increase (8.47%)
Net pension liability - Village	\$ 23,466,434	\$ 12,966,878	\$ 4,350,314
Net pension liability - Library	2,486,269	1,373,841	460,916
Net pension liability - Total	<b><u>\$ 25,952,703</u></b>	<b><u>\$ 14,340,719</u></b>	<b><u>\$ 4,811,230</u></b>

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

---

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

**a. Plan Descriptions (Continued)**

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 Police Pension 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 Mayor, 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, 2016, the Police Pension Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	52
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>67</u>
<b>TOTAL</b>	<b><u><u>119</u></u></b>
Number of participating employers	<u><u>1</u></u>

*Benefits Provided*

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a police officer 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

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

*Benefits Provided (Continued)*

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 equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of 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 1<sup>st</sup> after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

*Contributions*

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Police Pension 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% the past service cost for the Police Pension Plan. For the year ended April 30, 2016, the Village's contribution was 44.7% of covered payroll.

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

---

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

*Investment Policy*

ILCS limits the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund can invest in the same securities as the Village, plus the following: certain non-U.S. obligations (corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions (rated Aa or better), Illinois insurance company general and separate accounts, equity mutual funds, and equity securities. During the year ended April 30, 2016, no changes to the investment policy were approved by the Board of Trustees.

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Domestic Equities	42.00%	
Domestic Equity Large-Cap.		5.35%
Domestic Equity Mid-Caps		6.09%
Domestic Small-Caps		6.56%
International Equities	11.00%	
International Developed Foreign		5.85%
Emerging Markets		9.52%
Commodities		2.97%
Fixed Income	42.00%	
Fixed Income Investment Grade Corporate		2.50%
Fixed Income Intermediate U.S. Treasuries		2.04%
Fixed Income High Yield		4.15%
REITS	2.00%	5.92%
Cash	3.00%	(0.25%)

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

*Investment Policy* (Continued)

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

*Investment Valuations*

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

*Investment Rate of Return*

For the year ended April 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (0.94%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Deposits with Financial Institutions*

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policies do not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Fund's deposits with financial institutions.

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

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

*Interest Rate Risk*

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. agency obligations	\$ 3,989,905	\$ 10	\$ 986,145	\$ 1,862,694	\$ 1,141,056
Corporate bonds	6,859,767	1,150,106	3,232,988	2,476,673	-
Municipal bonds	2,376,444	-	1,190,427	1,078,710	107,307
<b>TOTAL</b>	<b>\$ 13,226,116</b>	<b>\$ 1,150,116</b>	<b>\$ 5,409,560</b>	<b>\$ 5,418,077</b>	<b>\$ 1,248,363</b>

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

*Credit Risk*

The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government and corporate bonds. The U.S. agency obligations and the state and local obligations are either not rated or rated from AA- to AAA. The corporate bonds are rated BBB+ to AAA.

*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 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 Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name. The money market mutual funds are not subject to custodial credit risk.

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

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

*Concentrations*

There were no investments (other than United States Government guaranteed obligations and mutual funds) in any one organization that represent 5% or more of plan net position for the Police Pension Plan.

*Discount Rate*

The discount rate used to measure the total pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2015	\$ 84,277,365	\$ 40,433,002	\$ 43,844,363
Changes for the period			
Service cost	1,110,567	-	1,110,567
Interest	5,783,289	-	5,783,289
Difference between expected and actual experience	(306,186)	-	(306,186)
Changes in assumptions	(11,049,392)	-	(11,049,392)
Employer contributions	-	2,724,449	(2,724,449)
Employee contributions	-	620,301	(620,301)
Net investment income	-	(309,263)	309,263
Benefit payments and refunds	(3,317,891)	(3,317,891)	-
Administrative expense	-	(125,593)	125,593
Net Changes	(7,779,613)	(407,997)	(7,371,616)
BALANCES AT APRIL 30, 2016	\$ 76,497,752	\$ 40,025,005	\$ 36,472,747

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

---

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

*Changes in the Net Pension Liability* (Continued)

There was a change with respect to actuarial assumptions from the prior year to reflect revised demographic assumptions. The discount rate used in the determination of the Total Pension Liability was changed from 5.65% to 7.00%.

*Actuarial Assumptions*

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

Actuarial valuation date	April 30, 2016
Actuarial cost method	Entry-age Normal
Assumptions	
Inflation	2.00%
Salary increases	3.50% to 11.26%
Interest rate	7.00%
Cost of living adjustments	3.00%
Asset valuation method	Market

Mortality rates are based on rates developed in the Lauterbach & Amen, LLP 2016 Mortality Table for Illinois Police Officers.

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

---

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

*Discount Rate Sensitivity*

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 7% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6%) or 1 percentage point higher (8%) than the current rate:

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Net pension liability	\$ 48,125,109	\$ 36,472,747	\$ 27,045,389

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

For the year ended April 30, 2016, the Village recognized police pension expense of \$2,762,933. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to the police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 269,207
Changes in assumption	-	9,714,924
Net difference between projected and actual earnings on pension plan investments	2,574,035	-
<b>TOTAL</b>	<b>\$ 2,574,035</b>	<b>\$ 9,984,131</b>

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

---

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

**a. Plan Descriptions (Continued)**

Police Pension Plan (Continued)

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

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

<u>Year Ending</u> <u>April 30,</u>	
2017	\$ (727,938)
2018	(727,938)
2019	(727,938)
2020	(727,939)
2021	(1,371,447)
Thereafter	<u>(3,126,896)</u>
<b>TOTAL</b>	<b><u><u>\$ (7,410,096)</u></u></b>

**11. CHANGE IN ACCOUNTING PRINCIPLE**

	<u>Increase</u> <u>(Decrease)</u>
<b>CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES</b>	
Change in accounting principle:	
To write-off the Police Pension Plan net pension obligation	\$ 1,007,991
To record the Police Pension Plan net pension liability	(43,844,363)
To record the IMRF net pension liability	(4,847,478)
To record the IMRF deferred outflows	302,795
To record the effect of the Internal Service Fund, as detailed below	<u>(498,999)</u>
<b>TOTAL CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ (47,880,054)</u></u></b>

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

---

**11. CHANGE IN ACCOUNTING PRINCIPLE (Continued)**

	<u>Increase (Decrease)</u>
CHANGE IN ACCOUNTING PRINCIPLE - INTERNAL SERVICE FUNDS	
To record the IMRF net pension liability	\$ (532,245)
To record the IMRF deferred outflows	<u>33,246</u>
TOTAL CHANGE IN ACCOUNTING PRINCIPLE - INTERNAL SERVICE FUNDS	<u>\$ (498,999)</u>
CHANGE IN ACCOUNTING PRINCIPLE - BUSINESS-TYPE ACTIVITIES	
To record the IMRF net pension liability	\$ (2,588,084)
To record the IMRF deferred outflows	<u>161,663</u>
TOTAL CHANGE IN ACCOUNTING PRINCIPLE - BUSINESS-TYPE ACTIVITIES	<u>\$ (2,426,421)</u>

With the implementation of GASB Statement Nos. 68 and 71, the Village is required to retroactively record the net pension liability and deferred outflows of resources and write-off the net pension obligation.

**12. SUBSEQUENT EVENT**

The Village intends to sell \$9,525,000 Series 2016A General Obligation Bonds dated October 3, 2016 to fund the construction of the Addison Consolidated Dispatch Center and other capital projects. This issue will be competitively bid.

The Village intends to refund the 2006A General Obligation Bond in the beginning of November 2016 in a negotiated sale.

The Village intends to issue an additional \$5,475,000 Series 2017 General Obligation Bonds in December 2016 with closing in January 2017.

**VILLAGE OF ADDISON, ILLINOIS**

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

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>			
Taxes	\$ 21,036,200	\$ 21,036,200	\$ 22,163,059
Licenses and permits	1,998,100	1,998,100	2,484,384
Intergovernmental	3,735,400	3,735,400	4,349,342
Charges for services	1,204,700	1,204,700	1,330,364
Fines and forfeits	891,300	891,300	1,054,601
Investment income	10,000	10,000	12,848
Miscellaneous	718,400	718,400	881,191
<b>Total revenues</b>	<b>29,594,100</b>	<b>29,594,100</b>	<b>32,275,789</b>
<b>EXPENDITURES</b>			
Current			
General government	4,279,100	4,279,100	4,155,595
Public safety	18,453,000	18,798,600	18,482,167
Community development	2,674,500	2,674,500	2,682,525
Highways and streets	4,812,400	4,872,400	4,798,410
<b>Total expenditures</b>	<b>30,219,000</b>	<b>30,624,600</b>	<b>30,118,697</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(624,900)</b>	<b>(1,030,500)</b>	<b>2,157,092</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	500,000	500,000	-
<b>Total other financing sources (uses)</b>	<b>500,000</b>	<b>500,000</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (124,900)</b>	<b>\$ (530,500)</b>	<b>2,157,092</b>
<b>FUND BALANCE, MAY 1</b>			<b>8,588,129</b>
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 10,745,221</b>

(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, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Sales tax increment	\$ 1,871,500	\$ 1,871,500	\$ 2,001,719
Intergovernmental			
Motor fuel tax allotments	903,000	903,000	944,935
Grants	300,000	300,000	300,000
Investment income	-	-	(227)
Miscellaneous	-	-	110,016
	<hr/>		
Total revenues	3,074,500	3,074,500	3,356,443
<hr/>			
<b>EXPENDITURES</b>			
Highways and streets			
Street maintenance program	2,669,300	3,051,000	3,067,158
Mill Army Trail improvement	29,500	29,500	-
Swift Road resurfacing	186,500	186,500	-
Street resurfacing	186,600	224,300	262,037
Sidewalks	85,000	85,000	132,654
Sidewalk trip hazard	100,000	100,000	104,550
Ardmore	174,000	188,600	188,569
ADA sidewalk compliance	50,000	50,000	86,500
IDOT LED upgrade	-	-	1,258
Kings point patching project	-	313,900	331,140
	<hr/>		
Total expenditures	3,480,900	4,228,800	4,173,866
<hr/>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(406,400)	(1,154,300)	(817,423)
<hr/>			
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	86,268
	<hr/>		
Total other financing sources (uses)	-	-	86,268
<hr/>			
NET CHANGE IN FUND BALANCE	<u>\$ (406,400)</u>	<u>\$ (1,154,300)</u>	(731,155)
FUND BALANCE, MAY 1			<u>1,308,820</u>
<b>FUND BALANCE, APRIL 30</b>			<u><u>\$ 577,665</u></u>

(See independent auditor's report.)

**VILLAGE OF ADDISON, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2016

Schedule of Funding Progress

<b>Actuarial Valuation Date April 30,</b>	<b>(1) Actuarial Value of Assets</b>	<b>(2) Actuarial Accrued Liability (AAL) Entry-Age</b>	<b>(3) Funded Ratio (1) / (2)</b>	<b>(4) Unfunded AAL (UAAL) (2) - (1)</b>	<b>(5) Covered Payroll</b>	<b>UAAL as a Percentage of Covered Payroll (4) / (5)</b>
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
2016	-	4,416,930	-	4,416,930	18,153,623	24.33%

Schedule of Employer Contributions

<b>Fiscal Year April 30,</b>	<b>Annual Required Contribution (ARC)</b>	<b>Contribution Made</b>	<b>Contribution Made as a Percentage of Annual Required Contribution</b>
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	207,903	109,809	52.82%
2016	261,822	216,253	82.60%

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  
ILLINOIS MUNICIPAL RETIREMENT FUND**

April 30, 2016

---

	<u>2016</u>
Actuarially determined contribution	\$ 1,664,394
Contributions in relation to the actuarially determined contribution	<u>1,664,394</u>
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<u><u>\$ -</u></u>
Covered-employee payroll	\$ 12,603,260
Contributions as a percentage of covered-employee payroll	13.21%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of December 31, 2013 and 2014. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 28 years; the asset valuation method was at five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.5% annually, projected salary increases assumption of 4.4% to 16.0% compounded annually and postretirement benefit increases of 3.0% compounded

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
POLICE PENSION FUND

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Actuarially determined contribution	\$ 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	\$ 2,324,782
Contributions in relation to the actuarially determined contribution	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	2,724,449
<b>CONTRIBUTION DEFICIENCY (EXCESS)</b>	<b>\$ (73,228)</b>	<b>\$ 40,958</b>	<b>\$ 83,774</b>	<b>\$ 499,992</b>	<b>\$ 185,918</b>	<b>\$ 154,372</b>	<b>\$ 489,346</b>	<b>\$ (149,269)</b>	<b>\$ (52,621)</b>	<b>\$ (399,667)</b>
Covered-employee payroll	\$ 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	\$ 6,100,696
Contributions as a percentage of covered-employee payroll	20.2%	19.2%	20.9%	23.7%	33.9%	39.8%	36.6%	39.7%	39.0%	44.7%

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 7.00% annually, using a blended rate of 7.00%, projected salary increases assumption of 4.00% to 5.50% compounded annually, and postretirement benefit increases of 3.00% 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, 2016

	<u>2015</u>	<u>2016</u>
<b>TOTAL PENSION LIABILITY</b>		
Service cost	\$ 1,644,838	\$ 1,110,567
Interest	4,483,519	5,783,289
Changes of benefit terms	-	-
Differences between expected and actual experience	-	(306,186)
Changes of assumptions	-	(11,049,392)
Benefit payments, including refunds of member contributions	<u>(3,257,819)</u>	<u>(3,317,891)</u>
Net change in total pension liability	2,870,538	(7,779,613)
Total pension liability - beginning	<u>81,406,827</u>	<u>84,277,365</u>
<b>TOTAL PENSION LIABILITY - ENDING</b>	<u>\$ 84,277,365</u>	<u>\$ 76,497,752</u>
<b>PLAN FIDUCIARY NET POSITION</b>		
Contributions - employer	\$ 2,309,851	\$ 2,724,449
Contributions - member	576,575	620,301
Net investment income	2,391,265	(316,964)
Benefit payments, including refunds of member contributions	(3,257,819)	(3,317,891)
Administrative expense	<u>(92,206)</u>	<u>(117,892)</u>
Net change in plan fiduciary net position	1,927,666	(407,997)
Plan fiduciary net position - beginning	<u>38,505,336</u>	<u>40,433,002</u>
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<u>\$ 40,433,002</u>	<u>\$ 40,025,005</u>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	<u>\$ 43,844,363</u>	<u>\$ 36,472,747</u>
Plan fiduciary net position as a percentage of the total pension liability	48.0%	52.3%
Covered-employee payroll	\$ 5,925,768	\$ 6,100,696
Employer's net pension liability as a percentage of covered-employee payroll	739.9%	597.8%

Demographic assumptions were changed from the prior year. The discount rate used in the determination of the Total Pension Liability was changed from 5.65% to 7.00%.

(See independent auditor's report.)

**VILLAGE OF ADDISON, ILLINOIS**

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

April 30, 2016

---

	<u>2016</u>
Employer's proportion of net pension liability	90.42%
Employer's proportionate share of net pension liability	\$ 12,966,878
Employer's covered-employee payroll	12,603,260
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	102.89%
Plan fiduciary net position as a percentage of the total pension liability	82.87%

The information presented is as of December 31, 2015.

(See independent auditor's report.)

**VILLAGE OF ADDISON, ILLINOIS**

**SCHEDULE OF INVESTMENT RETURNS  
POLICE PENSION FUND**

April 30, 2016

---

	<u>2015</u>	<u>2016</u>
Annual money-weighted rate of return, net of investment expense	5.99%	(0.94%)

(See independent auditor's report.)

## VILLAGE OF ADDISON, ILLINOIS

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2016

---

#### **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, 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 DUI 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.

Expenditures exceeded budget in the Waterworks and Sewerage fund by \$1,064,273 and the Equipment Replacement fund by \$5,912.

**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 accounted for in another fund.

### **DEBT SERVICE FUND**

General Debt Service - to accumulate monies for the payment of the Village's 2006A, 2008, 2011, 2012, and 2015 Refunding Bonds; the 2004, 2006C, 2007, and 2010 General Obligation Bonds.

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
GENERAL FUND

For the Year Ended April 30, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>TAXES</b>			
Property taxes			
General	\$ 4,216,100	\$ 4,216,100	\$ 4,042,521
Property taxes prior year	5,500	5,500	364
Police pension	2,718,300	2,718,300	2,724,278
Road and bridges	420,500	420,500	428,270
Replacement taxes general	145,000	145,000	118,584
Telecommunications tax	1,000,000	1,000,000	1,227,999
Retailers occupation tax	9,083,400	9,083,400	9,788,300
Sales tax increment	1,871,500	1,871,500	2,001,719
Local use tax	709,900	709,900	857,182
Real estate transfer tax	365,000	365,000	370,115
Auto rental tax	5,000	5,000	5,679
Video gaming	150,000	150,000	238,368
Room tax	346,000	346,000	359,680
	<hr/>	<hr/>	<hr/>
Total taxes	21,036,200	21,036,200	22,163,059
<b>LICENSES, PERMITS, AND FEES</b>			
Vehicle license	600,000	600,000	592,683
Business license	291,000	291,000	269,200
Liquor-bar licenses	160,000	160,000	172,208
Multiple dwelling license	220,000	220,000	308,665
Building permits	170,000	170,000	315,579
Building and zoning sub fee	3,000	3,000	6,820
Planning development fees	30,000	30,000	63,208
Development review fee	5,000	5,000	58,658
Cable TV franchise	440,000	440,000	533,702
Annexations/tap-on fees	5,000	5,000	12,614
Alarm permit fee	13,000	13,000	14,710
Solicitor's fees	300	300	1,015
Sex offenders registration fee	700	700	1,250
Business license background fee	8,000	8,000	18,080
Fingerprinting fee	800	800	800
Fire plan review	11,300	11,300	23,165
Plumbing inspection fees	-	-	460
Review and inspection fees	40,000	40,000	91,567
	<hr/>	<hr/>	<hr/>
Total licenses, permits, and fees	1,998,100	1,998,100	2,484,384
<b>INTERGOVERNMENTAL</b>			
Illinois state income tax	3,583,000	3,583,000	3,936,999
DPICJ Jag data exchange	-	-	219,854
State of Illinois - grants - police training reimbursement	-	-	745
DEA reimbursement	76,400	76,400	99,996
ICE reimbursement	76,000	76,000	91,748
	<hr/>	<hr/>	<hr/>
Total intergovernmental	3,735,400	3,735,400	4,349,342

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>CHARGES FOR SERVICES</b>			
Refuse collection	\$ 247,200	\$ 247,200	\$ 253,100
Brush pick-up	108,000	108,000	106,517
Bail bonds	10,000	10,000	12,109
Police dispatch center	839,500	839,500	958,638
Total charges for services	<u>1,204,700</u>	<u>1,204,700</u>	<u>1,330,364</u>
<b>FINES AND FORFEITS</b>			
Police fines	235,000	235,000	228,512
Parking fines	325,000	325,000	372,455
Building fines	5,000	5,000	4,583
Court fee traffic violation	19,100	19,100	18,139
Overweight truck fines	5,000	5,000	15,712
Administrative adjudication	9,000	9,000	12,469
Red light camera enforcement	143,000	143,000	227,750
Animal impounding	500	500	450
Vehicle impound fee	88,000	88,000	88,500
Truck permit fee	16,700	16,700	19,200
FTA warrant fee	-	-	6,715
Other	45,000	45,000	60,116
Total fines and forfeits	<u>891,300</u>	<u>891,300</u>	<u>1,054,601</u>
<b>INVESTMENT INCOME</b>			
Investment income	10,000	10,000	12,846
Interest - loans	-	-	2
Total investment income	<u>10,000</u>	<u>10,000</u>	<u>12,848</u>
<b>MISCELLANEOUS</b>			
Reimb-grants search license	-	-	3,240
Insurance claims	50,000	50,000	221,176
School liaison program	145,000	145,000	127,866
School security	10,000	10,000	-
Sales of maps and publications	200	200	533
Sales of postage stamps	500	500	684
Police reports	6,000	6,000	6,743
Public safety	25,000	25,000	18,681
Rental and concessions	423,200	423,200	415,348
Cash short/over	-	-	80
Other	58,500	58,500	86,840
Total miscellaneous	<u>718,400</u>	<u>718,400</u>	<u>881,191</u>
<b>TOTAL REVENUES</b>	<u><u>\$ 29,594,100</u></u>	<u><u>\$ 29,594,100</u></u>	<u><u>\$ 32,275,789</u></u>

(See independent auditor's report.)

**VILLAGE OF ADDISON, ILLINOIS**

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

For the Year Ended April 30, 2016

---

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>GENERAL GOVERNMENT</b>			
Administrative department	\$ 2,023,200	\$ 2,023,200	\$ 1,982,066
Board and commissions department	20,700	20,700	17,762
Finance department	657,000	657,000	599,285
Community relations	998,500	998,500	996,313
Building and grounds	579,700	579,700	560,169
Total general government	4,279,100	4,279,100	4,155,595
<b>PUBLIC SAFETY</b>			
Police department	15,855,300	16,040,900	15,692,829
Henry Hyde Resource Center	349,500	349,500	346,564
Consolidated dispatch center	2,248,200	2,408,200	2,442,774
Total public safety	18,453,000	18,798,600	18,482,167
<b>COMMUNITY DEVELOPMENT</b>	2,674,500	2,674,500	2,682,525
<b>HIGHWAYS AND STREETS</b>			
Electrical and forestry	2,245,200	2,305,200	2,284,093
Streets	2,567,200	2,567,200	2,514,317
Total highways and streets	4,812,400	4,872,400	4,798,410
<b>TOTAL EXPENDITURES</b>	<b>\$ 30,219,000</b>	<b>\$ 30,624,600</b>	<b>\$ 30,118,697</b>

---

---

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

For the Year Ended April 30, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT</b>			
Administrative department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 280,400	\$ 280,400	\$ 283,702
Wages clerical	135,100	135,100	136,786
Overtime	1,500	1,500	331
Part-time	127,900	127,900	142,757
Contribution to IMRF	72,000	72,000	76,119
Social Security	46,900	46,900	41,980
Health insurance	95,000	95,000	101,774
Unemployment compensation	15,000	15,000	15,266
Elected officials	41,000	41,000	45,231
Sick pay	11,400	11,400	11,329
Other pay	8,400	8,400	14,552
Total personal services	834,600	834,600	869,827
Services and charges			
Professional services			
Accounting and auditing	1,700	1,700	1,618
Legal	380,000	380,000	422,525
Medical	-	-	2,785
Technical and consulting	30,000	30,000	21,179
Communications, telephone, and postage	16,000	16,000	20,085
Communications, portable device	4,000	4,000	1,033
Copy reproductions	2,100	2,100	4,040
Public relations	63,500	63,500	65,776
Printing and publications	3,500	3,500	2,107
IRMA insurance	7,800	7,800	10,280
Conferences and training	13,300	13,300	23,884
Repairs and maintenance	1,500	1,500	1,798
Dues and subscriptions	45,600	45,600	24,153
Economic development incentive	454,500	454,500	356,856
Other	7,000	7,000	4,884
Total services and charges	1,030,500	1,030,500	963,003
Supplies and materials			
Office supplies	4,000	4,000	1,953
Clothing supplies	-	-	1,724
Other operating supplies	2,000	2,000	2,403
Total supplies and materials	6,000	6,000	6,080
Charges for internal services			
IS services	152,100	152,100	143,156
Total charges for internal services	152,100	152,100	143,156
Total administrative department	2,023,200	2,023,200	1,982,066

(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, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT (Continued)</b>			
Board and commissions department			
Blood bank commission	\$ 1,500	\$ 1,500	\$ -
Senior citizens commissions	17,200	17,200	16,544
Police commission	2,000	2,000	1,218
	<hr/>	<hr/>	<hr/>
Total board and commissions department	20,700	20,700	17,762
Finance department			
Personal services			
Salaries and wages			
Salaries administrative	241,400	241,400	227,249
Wages clerical	87,800	87,800	75,954
Overtime	1,000	1,000	345
Part-time	47,400	47,400	36,723
Contribution to IMRF	43,700	43,700	44,545
Social Security	27,100	27,100	25,142
Health insurance	40,300	40,300	32,200
Sick pay	4,800	4,800	3,912
Other pay	6,000	6,000	5,060
	<hr/>	<hr/>	<hr/>
Total personal services	499,500	499,500	451,130
Services and charges			
Professional fees			
Accounting and auditing	3,700	3,700	3,660
Data processing	6,400	6,400	4,882
Medical	-	-	275
Technical and consulting	5,500	5,500	-
Communications, telephone, and postage	5,500	5,500	5,436
Copy reproductions	2,600	2,600	2,617
Real estate taxes	1,200	1,200	1,026
Printing and publication	7,000	7,000	7,313
IRMA insurance	3,000	3,000	3,462
Conferences and training	2,000	2,000	1,360
Repairs and maintenance	1,700	1,700	-
Rental equipment	700	700	684
Dues and subscriptions	1,600	1,600	1,132
Bank charges	22,000	22,000	28,274
Other	500	500	494
	<hr/>	<hr/>	<hr/>
Total services and charges	63,400	63,400	60,615
Supplies and materials			
Office supplies	5,600	5,600	4,441
Clothing supplies	-	-	795
Postage stamps	1,500	1,500	980
Other operating supplies	1,000	1,000	381
	<hr/>	<hr/>	<hr/>
Total supplies and materials	8,100	8,100	6,597

(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, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT (Continued)</b>			
Finance department (Continued)			
Charges for internal services			
IS services	\$ 86,000	\$ 86,000	\$ 80,943
Total charges for internal services	86,000	86,000	80,943
Total finance department	657,000	657,000	599,285
Community relations			
Personal services			
Salaries and wages			
Salaries administrative	404,900	404,900	407,372
Part-time	28,900	28,900	30,934
Contribution to IMRF	56,000	56,000	59,387
Social Security	34,200	34,200	35,122
Health insurance	82,900	82,900	81,927
Sick pay	13,000	13,000	11,495
Other pay	4,500	4,500	5,469
Total personal services	624,400	624,400	631,706
Services and charges			
Professional fees			
Accounting and auditing	1,700	1,700	1,618
Technical and consulting	31,000	31,000	32,716
Communications, telephone, portable device, and postage	6,500	6,500	7,595
Copy reproduction	500	500	507
Public relations	192,600	192,600	194,909
Printing and publications	2,800	2,800	136
IRMA insurance	4,400	4,400	4,582
Conferences and training	8,100	8,100	7,316
Public utilities	1,500	1,500	1,613
Repairs and maintenance	16,000	16,000	4,570
Dues and subscriptions	1,600	1,600	1,292
Other	1,000	1,000	503
Total services and charges	267,700	267,700	257,357
Supplies and materials			
Office supplies	1,500	1,500	1,230
Video, recording, and editing supplies	33,000	33,000	34,826
Total supplies and materials	34,500	34,500	36,056
Capital outlay			
Equipment	26,000	26,000	27,216

(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, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT (Continued)</b>			
Community relations (Continued)			
Charges for internal services			
Fleet services	\$ 4,600	\$ 4,600	\$ 4,818
IS services	36,400	36,400	34,260
Equipment replacement	4,900	4,900	4,900
Total charges for internal services	45,900	45,900	43,978
Total community relations	998,500	998,500	996,313
Building and grounds			
Personal services			
Salaries and wages			
Salaries administrative	102,100	102,100	102,401
Wages operational	79,800	79,800	79,979
Overtime	6,000	6,000	13,815
Contribution to IMRF	24,400	24,400	26,299
Social Security	14,900	14,900	15,350
Health insurance	55,300	55,300	55,837
Sick pay	6,400	6,400	4,770
Other pay	3,000	3,000	2,107
Total personal services	291,900	291,900	300,558
Services and charges			
Professional fees			
Accounting and auditing	1,400	1,400	1,325
Medical	-	-	45
Communications, telephone, portable device, and postage	1,500	1,500	1,877
Printing and publications	200	200	593
Training	-	-	9
IRMA insurance	2,900	2,900	3,593
Public utility gas - heat	22,000	22,000	9,499
Repairs and maintenance	178,000	178,000	174,046
Dues and subscriptions	-	-	15
Other	2,300	2,300	1,884
Total services and charges	208,300	208,300	192,886
Supplies and materials			
Office supplies	400	400	294
Cleaning supplies	500	500	200
Clothing supplies	1,300	1,300	879
Public grounds materials and supplies	3,000	3,000	1,080
Building materials and supplies	27,000	27,000	24,342
Other operating supplies	4,000	4,000	2,934
Total supplies and materials	36,200	36,200	29,729
Capital outlay			
Equipment	7,000	7,000	-

(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, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT (Continued)</b>			
Building and grounds (Continued)			
Charges for internal services			
Fleet services	\$ 3,500	\$ 3,500	\$ 5,360
IS services	19,800	19,800	18,636
Equipment replacement	13,000	13,000	13,000
Total charges for internal services	36,300	36,300	36,996
Total building and grounds	579,700	579,700	560,169
<b>TOTAL GENERAL GOVERNMENT</b>	<b>\$ 4,279,100</b>	<b>\$ 4,279,100</b>	<b>\$ 4,155,595</b>
<b>PUBLIC SAFETY</b>			
Police department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 1,954,600	\$ 1,954,600	\$ 2,063,376
Wages clerical	515,700	515,700	520,121
Wages operational	4,683,600	4,683,600	4,543,127
Overtime	800,000	800,000	744,173
Holiday pay	120,000	120,000	128,348
Part-time	135,000	135,000	133,856
Contribution to IMRF	133,600	133,600	146,487
Social Security	636,300	636,300	628,102
Health insurance	1,778,900	1,778,900	1,559,151
Sick pay	118,600	118,600	111,622
Other pay	84,900	84,900	76,590
Pension benefits	2,718,300	2,718,300	2,724,278
Total personal services	13,679,500	13,679,500	13,379,231
Services and charges			
Professional fees			
Accounting and auditing	8,300	8,300	7,900
Legal	68,100	68,100	55,949
Data processing	49,300	49,300	37,220
Medical	5,200	5,200	1,779
Technical and consulting	51,700	51,700	69,654
Professional services DPICJ jag	-	185,600	202,233
Communications, telephone, portable device, and postage	82,000	82,000	71,156
Copy reproduction	10,000	10,000	7,972
Public relations	1,000	1,000	1,275
Investigative	10,000	10,000	7,215
Printing and publications	11,200	11,200	7,904
IRMA insurance	265,500	265,500	293,243
Conferences and training	46,100	46,100	42,290
Public utilities gas - heat	700	700	343
Public utilities electric - light	-	-	122
Public utilities electric - equipment	900	900	737
Repairs and maintenance	22,300	22,300	9,777

(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, 2016

	Original Budget	Final Budget	Actual
<b>PUBLIC SAFETY (Continued)</b>			
Police department (Continued)			
Services and charges (Continued)			
Rental equipment	\$ 500	\$ 500	\$ -
Dues and subscriptions	20,700	20,700	17,702
Other	13,000	13,000	9,620
Total services and charges	666,500	852,100	844,091
Supplies and materials			
Office supplies	15,000	15,000	8,728
Clothing supplies	76,000	76,000	59,459
Other operating supplies	75,800	75,800	56,877
Total supplies and materials	166,800	166,800	125,064
Capital outlay			
Equipment	23,000	23,000	54,875
Total capital outlay	23,000	23,000	54,875
Charges for internal services			
Fleet services	590,300	590,300	588,476
IS services	478,000	478,000	449,892
Equipment replacement	251,200	251,200	251,200
Total charges for internal services	1,319,500	1,319,500	1,289,568
Total police department	15,855,300	16,040,900	15,692,829
Henry Hyde Resource Center			
Personal services			
Salaries and wages			
Salaries administrative	98,400	98,400	98,510
Part-time	19,000	19,000	19,045
Clerical	46,100	46,100	46,439
Contribution to IMRF	20,500	20,500	21,586
Social Security	12,600	12,600	12,749
Health insurance	44,000	44,000	44,227
Sick pay	-	-	1,922
Other pay	-	-	570
Total personal services	240,600	240,600	245,048
Services and charges			
Professional fees			
Accounting	700	700	667
Data processing	1,000	1,000	-
Technology and consulting services	14,000	14,000	14,000
Communications, telephone, portable device, and postage	3,300	3,300	3,210
Copy reproduction	600	600	874

(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, 2016

	Original Budget	Final Budget	Actual
<b>PUBLIC SAFETY (Continued)</b>			
Henry Hyde Resource Center (Continued)			
Services and charges (Continued)			
Printing and publications	\$ 1,200	\$ 1,200	\$ 185
IRMA insurance	5,800	5,800	5,910
Dues and subscriptions	-	-	15
Other	1,600	1,600	762
Total services and charges	28,200	28,200	25,623
Supplies and materials			
Office supplies	1,500	1,500	987
Clothing supplies	1,100	1,100	789
Other operating supplies	12,000	12,000	11,904
Total supplies and materials	14,600	14,600	13,680
Charges for internal services			
IS services	66,100	66,100	62,213
Total charges for internal services	66,100	66,100	62,213
Total Henry Hyde Resource Center	349,500	349,500	346,564
Consolidated dispatch center			
Personal services			
Salaries and wages			
Salaries administrative	181,500	181,500	184,651
Wages operational	1,169,000	1,219,000	1,249,320
Overtime	50,000	160,000	155,915
Holiday pay	41,000	41,000	41,464
Sick pay	5,000	5,000	5,123
Contribution to IMRF	181,100	181,100	214,815
Social Security	110,700	110,700	126,731
Health insurance	337,200	337,200	327,604
Other pay	17,000	17,000	18,536
Total personal services	2,092,500	2,252,500	2,324,159
Services and charges			
Professional fees			
Accounting	300	300	285
Medical	800	800	2,850
Data processing	400	400	-
Technical consulting	2,700	2,700	5,135
Communications, telephone, and postage	25,700	25,700	9,035
Copy reproduction	500	500	-
Printing and publications	400	400	-
IRMA insurance	35,800	35,800	36,401

(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, 2016

	Original Budget	Final Budget	Actual
<b>PUBLIC SAFETY (Continued)</b>			
Consolidated dispatch center (Continued)			
Services and charges (Continued)			
Conferences and training	\$ 15,300	\$ 15,300	\$ 8,273
Repairs and maintenance	8,500	8,500	1,625
Dues and subscriptions	1,600	1,600	993
Other	600	600	1,943
Total services and charges	92,600	92,600	66,540
Supplies and materials			
Office supplies	6,000	6,000	4,163
Clothing supplies	7,400	7,400	4,378
Other operating supplies	6,700	6,700	3,961
Total supplies and materials	20,100	20,100	12,502
Capital outlay			
Equipment	-	-	602
Total capital outlay	-	-	602
Charges for internal services			
IS services	43,000	43,000	38,971
Total charges for internal services	43,000	43,000	38,971
Total consolidated dispatch center	2,248,200	2,408,200	2,442,774
<b>TOTAL PUBLIC SAFETY</b>	<b>\$ 18,453,000</b>	<b>\$ 18,798,600</b>	<b>\$ 18,482,167</b>
<b>COMMUNITY DEVELOPMENT</b>			
Personal services			
Salaries and wages			
Salaries administrative	\$ 518,300	\$ 518,300	\$ 554,089
Wages clerical	241,600	241,600	244,339
Wages operational	773,800	773,800	775,654
Overtime	20,700	20,700	23,462
Contribution to IMRF	199,900	199,900	214,711
Social Security	122,200	122,200	124,318
Health insurance	346,100	346,100	319,799
Sick pay	42,000	42,000	38,166
Other pay	14,500	14,500	18,641
Total personal services	2,279,100	2,279,100	2,313,179
Services and charges			
Professional fees			
Accounting and auditing	3,500	3,500	3,322
Architectural	35,000	35,000	59,058
Legal	-	-	2,818

(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, 2016

	Original Budget	Final Budget	Actual
<b>COMMUNITY DEVELOPMENT (Continued)</b>			
Services and charges (Continued)			
Professional fees (Continued)			
Data processing	\$ -	\$ -	\$ 269
Medical	-	-	85
Technical consulting	63,000	63,000	67,895
Communications, telephone, portable device, and postage	15,500	15,500	14,834
Public relations	-	-	1,044
Copy reproduction	3,500	3,500	3,919
Printing and publications	10,000	10,000	8,884
IRMA insurance	14,900	14,900	12,620
Conferences and training	6,000	6,000	9,646
Repairs and maintenance	1,400	1,400	250
Rental equipment	500	500	-
Dues and subscriptions	5,500	5,500	4,657
Other	56,500	56,500	7,224
Total services and charges	215,300	215,300	196,525
Supplies and materials			
Office supplies	4,000	4,000	5,434
Clothing supplies	1,300	1,300	3,804
Other operating supplies	2,000	2,000	1,260
Total supplies and materials	7,300	7,300	10,498
Charges for internal services			
Fleet services	43,600	43,600	39,732
IS services	112,400	112,400	105,791
Equipment replacement	16,800	16,800	16,800
Total charges for internal services	172,800	172,800	162,323
<b>TOTAL COMMUNITY DEVELOPMENT</b>	<b>\$ 2,674,500</b>	<b>\$ 2,674,500</b>	<b>\$ 2,682,525</b>
<b>HIGHWAYS AND STREETS</b>			
Electrical and forestry department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 164,600	\$ 164,600	\$ 193,962
Wages clerical	41,100	41,100	61,302
Wages operational	432,900	432,900	418,097
Overtime	16,000	16,000	5,711
Contribution to IMRF	83,000	83,000	90,902
Social Security	50,700	50,700	53,128
Health insurance	145,700	145,700	134,377
Sick pay	8,000	8,000	5,656
Other pay	6,000	6,000	7,484
Total personal services	948,000	948,000	970,619

(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, 2016

	Original Budget	Final Budget	Actual
<b>HIGHWAYS AND STREETS (Continued)</b>			
Electrical and forestry department (Continued)			
Services and charges			
Professional fees			
Accounting and auditing	\$ 1,700	\$ 1,700	\$ 1,618
Medical	1,500	1,500	1,348
Technical and consulting	229,000	229,000	257,047
Communications, telephone, and postage	6,300	6,300	7,524
Copy reproduction	500	500	646
Mosquito control	99,900	99,900	102,659
Real estate taxes	-	-	140
Printing and publications	1,200	1,200	1,274
IRMA insurance	56,100	56,100	65,547
Conferences and training	5,800	5,800	2,147
Public utilities gas - heat	15,000	15,000	10,392
Public utilities electric - light	120,000	180,000	197,440
Repairs and maintenance	455,000	455,000	413,229
Rental - equipment	1,200	1,200	-
Dues and subscriptions	1,700	1,700	1,260
Other	700	700	414
Total services and charges	995,600	1,055,600	1,062,685
Supplies and materials			
Office supplies	1,000	1,000	1,017
Cleaning supplies	1,600	1,600	-
Clothing supplies	7,200	7,200	8,730
Street	22,000	22,000	10,308
Public grounds materials and supplies	30,200	30,200	32,241
Other operating supplies	11,200	11,200	8,207
Total supplies and materials	73,200	73,200	60,503
Charges for internal services			
Fleet services	129,600	129,600	92,068
IS services	9,900	9,900	9,318
Equipment replacement	88,900	88,900	88,900
Total charges for internal services	228,400	228,400	190,286
Total electrical and forestry department	2,245,200	2,305,200	2,284,093
Streets			
Personal services			
Salaries and wages			
Salaries administrative	164,600	164,600	192,362
Wages clerical	41,100	41,100	61,479
Wages operational	588,600	588,600	590,849
Overtime	75,000	75,000	49,350
Contribution to IMRF	112,000	112,000	117,833
Social Security	68,500	68,500	69,015

(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, 2016

	Original Budget	Final Budget	Actual
<b>HIGHWAYS AND STREETS (Continued)</b>			
Streets (Continued)			
Personal services			
Health insurance	\$ 180,300	\$ 180,300	\$ 202,567
Sick pay	25,000	25,000	23,427
Other pay	4,000	4,000	7,521
Total personal services	<u>1,259,100</u>	<u>1,259,100</u>	<u>1,314,403</u>
Services and charges			
Professional fees			
Accounting and auditing	1,400	1,400	1,325
Data processing	11,000	11,000	10,755
Medical	1,500	1,500	838
Communications, telephone, and postage	9,300	9,300	9,835
Copy reproduction	500	500	815
Printing and publications	5,300	5,300	4,164
IRMA insurance	44,000	44,000	67,011
Conferences and training	3,000	3,000	1,167
Solid waste disposal	14,000	14,000	750
Repairs and maintenance	67,000	67,000	61,371
Rental equipment	4,300	4,300	9,068
Dues and subscriptions	300	300	315
Other	4,400	4,400	3,681
Total services and charges	<u>166,000</u>	<u>166,000</u>	<u>171,095</u>
Supplies and materials			
Office supplies	800	800	786
Clothing supplies	5,500	5,500	5,867
Chemicals	20,000	20,000	4,322
Street	558,100	558,100	487,320
Public grounds material and supplies	2,000	2,000	-
Other operating supplies	20,000	20,000	8,278
Total supplies and materials	<u>606,400</u>	<u>606,400</u>	<u>506,573</u>
Charges for internal services			
Fleet services	271,600	271,600	260,092
IS services	33,100	33,100	31,154
Equipment replacement	231,000	231,000	231,000
Total charges for internal services	<u>535,700</u>	<u>535,700</u>	<u>522,246</u>
Total streets	<u>2,567,200</u>	<u>2,567,200</u>	<u>2,514,317</u>
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>\$ 4,812,400</u>	<u>\$ 4,872,400</u>	<u>\$ 4,798,410</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, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Taxes			
Property	\$ 897,188	\$ 897,188	\$ 901,175
Replacement	30,000	30,000	54,152
Sales tax increment	1,871,500	1,871,500	2,001,719
Investment income	1,000	1,000	2,031
	<hr/>	<hr/>	<hr/>
Total revenues	2,799,688	2,799,688	2,959,077
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Debt service			
Principal retirement	2,325,000	2,325,000	1,987,797
Interest and fiscal charges	1,011,744	1,011,744	1,132,306
	<hr/>	<hr/>	<hr/>
Total expenditures	3,336,744	3,336,744	3,120,103
	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<hr/>	<hr/>	<hr/>
	(537,056)	(537,056)	(161,026)
	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,200,000	1,200,000	1,200,000
Transfers (out)	(682,025)	(682,025)	(650,960)
Proceeds from issuance of bonds	-	-	8,995,000
Payment to escrow agent	-	-	(9,580,735)
Premium on bonds sold	-	-	774,500
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	517,975	517,975	737,805
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ (19,081)</u>	<u>\$ (19,081)</u>	576,779
FUND BALANCE, MAY 1			<hr/>
			1,771,623
<b>FUND BALANCE, APRIL 30</b>			<u><u>\$ 2,348,402</u></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 grants and miscellaneous revenues.

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.

Public Building Fund - to account for the construction and maintenance of various public buildings and properties. Financing is provided primarily by sales taxes.

**VILLAGE OF ADDISON, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2016

	<b>Special Revenue</b>	<b>Capital Projects</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 446,937	\$ 1,904,567	\$ 2,351,504
Receivables (net, where applicable, of allowances for uncollectibles)			
Accounts	6,724	-	6,724
Property taxes	-	417,099	417,099
Prepaid items	2,228	-	2,228
Due from other governments	-	432,008	432,008
<b>TOTAL ASSETS</b>	<b>\$ 455,889</b>	<b>\$ 2,753,674</b>	<b>\$ 3,209,563</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 250	\$ 86,779	\$ 87,029
Unearned revenue	-	790,703	790,703
Retainage payable	-	30,927	30,927
Total liabilities	250	908,409	908,659
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - property taxes	-	417,099	417,099
<b>FUND BALANCES</b>			
Nonspendable in form			
Prepaid items	2,228	-	2,228
Restricted for economic development	-	410,585	410,585
Restricted for public safety	446,997	-	446,997
Unrestricted			
Committed for community events	6,414	-	6,414
Assigned for capital projects	-	1,017,581	1,017,581
Total fund balances	455,639	1,428,166	1,883,805
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 455,889</b>	<b>\$ 2,753,674</b>	<b>\$ 3,209,563</b>

(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, 2016

	<b>Special Revenue</b>	<b>Capital Projects</b>	<b>Total</b>
<b>REVENUES</b>			
Taxes	\$ -	\$ 2,246,759	\$ 2,246,759
Intergovernmental	268,704	1,448,004	1,716,708
Investment income	570	1,688	2,258
Miscellaneous	-	32,957	32,957
Total revenues	269,274	3,729,408	3,998,682
<b>EXPENDITURES</b>			
Current			
General government	-	48,774	48,774
Public safety	243,930	-	243,930
Capital outlay	61,474	1,969,416	2,030,890
Total expenditures	305,404	2,018,190	2,323,594
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(36,130)	1,711,218	1,675,088
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	495,000	495,000
Transfers (out)	-	(1,759,432)	(1,759,432)
Total other financing sources (uses)	-	(1,264,432)	(1,264,432)
<b>NET CHANGE IN FUND BALANCES</b>	(36,130)	446,786	410,656
<b>FUND BALANCES, MAY 1</b>	491,769	981,380	1,473,149
<b>FUND BALANCES, APRIL 30</b>	\$ 455,639	\$ 1,428,166	\$ 1,883,805

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS

April 30, 2016

	Police Grant	State Controlled Substance	Federal Controlled Substance	DUI	ICE	Community Days	Total
<b>ASSETS</b>							
Cash and investments	\$ 11,858	\$ 116,149	\$ 266,847	\$ 33,962	\$ 11,707	\$ 6,414	\$ 446,937
Accounts receivable	-	4,008	-	2,716	-	-	6,724
Prepaid items	-	-	-	2,228	-	-	2,228
<b>TOTAL ASSETS</b>	<b>\$ 11,858</b>	<b>\$ 120,157</b>	<b>\$ 266,847</b>	<b>\$ 38,906</b>	<b>\$ 11,707</b>	<b>\$ 6,414</b>	<b>\$ 455,889</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ 250	\$ -	\$ -	\$ 250
Total liabilities	-	-	-	250	-	-	250
<b>FUND BALANCES</b>							
Nonspendable in form							
Prepaid items	-	-	-	2,228	-	-	2,228
Restricted for public safety	11,858	120,157	266,847	36,428	11,707	-	446,997
Committed for community events	-	-	-	-	-	6,414	6,414
Total fund balances	11,858	120,157	266,847	38,656	11,707	6,414	455,639
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 11,858</b>	<b>\$ 120,157</b>	<b>\$ 266,847</b>	<b>\$ 38,906</b>	<b>\$ 11,707</b>	<b>\$ 6,414</b>	<b>\$ 455,889</b>

(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, 2016

	<b>Police Grant</b>	<b>State Controlled Substance</b>	<b>Federal Controlled Substance</b>	<b>DUI</b>	<b>ICE</b>	<b>Community Days</b>	<b>Total</b>
<b>REVENUES</b>							
Intergovernmental	\$ 14,152	\$ 63,999	\$ 65,374	\$ 27,437	\$ 97,742	\$ -	\$ 268,704
Investment income	28	99	340	68	28	7	570
Total revenues	14,180	64,098	65,714	27,505	97,770	7	269,274
<b>EXPENDITURES</b>							
Current							
Public safety	33,524	8,145	99,988	10,525	91,748	-	243,930
Capital outlay	-	-	-	61,474	-	-	61,474
Total expenditures	33,524	8,145	99,988	71,999	91,748	-	305,404
NET CHANGE IN FUND BALANCES	(19,344)	55,953	(34,274)	(44,494)	6,022	7	(36,130)
FUND BALANCES, MAY 1	31,202	64,204	301,121	83,150	5,685	6,407	491,769
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 11,858</b>	<b>\$ 120,157</b>	<b>\$ 266,847</b>	<b>\$ 38,656</b>	<b>\$ 11,707</b>	<b>\$ 6,414</b>	<b>\$ 455,639</b>

(See independent auditor's report.)

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

April 30, 2016

	<b>Capital Projects</b>	<b>Redevelopment</b>	<b>Michael Lane TIF #2</b>	<b>Town Center TIF #3</b>	<b>Public Building</b>	<b>Total</b>
<b>ASSETS</b>						
Cash and investments	\$ 1,173,112	\$ 13,903	\$ 131,177	\$ 296,344	\$ 290,031	\$ 1,904,567
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	-	-	407,075	10,024	-	417,099
Due from other governments	-	-	-	-	432,008	432,008
<b>TOTAL ASSETS</b>	<b>\$ 1,173,112</b>	<b>\$ 13,903</b>	<b>\$ 538,252</b>	<b>\$ 306,368</b>	<b>\$ 722,039</b>	<b>\$ 2,753,674</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 86,213	\$ -	\$ -	\$ -	\$ 566	\$ 86,779
Unearned revenue	790,703	-	-	-	-	790,703
Retainage payable	13,991	-	-	16,936	-	30,927
Total liabilities	890,907	-	-	16,936	566	908,409
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable revenue - property taxes	-	-	407,075	10,024	-	417,099
<b>FUND BALANCES</b>						
Restricted for economic development	-	-	131,177	279,408	-	410,585
Unrestricted						
Assigned for capital projects	282,205	13,903	-	-	721,473	1,017,581
Total fund balances	282,205	13,903	131,177	279,408	721,473	1,428,166
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 1,173,112</b>	<b>\$ 13,903</b>	<b>\$ 538,252</b>	<b>\$ 306,368</b>	<b>\$ 722,039</b>	<b>\$ 2,753,674</b>

(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, 2016

	Capital Projects	Redevelopment	Michael Lane TIF #2	Town Center TIF #3	Public Building	Total
<b>REVENUES</b>						
Taxes						
Property taxes	\$ -	\$ -	\$ 235,416	\$ 9,624	\$ -	\$ 245,040
Sales taxes	-	-	-	-	2,001,719	2,001,719
Intergovernmental	1,448,004	-	-	-	-	1,448,004
Investment income	1,184	19	261	260	(36)	1,688
Miscellaneous	32,957	-	-	-	-	32,957
Total revenues	1,482,145	19	235,677	9,884	2,001,683	3,729,408
<b>EXPENDITURES</b>						
General government						
Services and charges	-	46,102	2,387	285	-	48,774
Capital outlay	1,354,505	-	17,600	361,695	235,616	1,969,416
Total expenditures	1,354,505	46,102	19,987	361,980	235,616	2,018,190
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	127,640	(46,083)	215,690	(352,096)	1,766,067	1,711,218
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	495,000	-	495,000
Transfers (out)	-	(52,720)	(425,000)	(11,712)	(1,270,000)	(1,759,432)
Total other financing sources (uses)	-	(52,720)	(425,000)	483,288	(1,270,000)	(1,264,432)
NET CHANGE IN FUND BALANCES	127,640	(98,803)	(209,310)	131,192	496,067	446,786
FUND BALANCES, MAY 1	154,565	112,706	340,487	148,216	225,406	981,380
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 282,205</b>	<b>\$ 13,903</b>	<b>\$ 131,177</b>	<b>\$ 279,408</b>	<b>\$ 721,473</b>	<b>\$ 1,428,166</b>

(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, 2016

---

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Intergovernmental			
Grants	\$ 1,760,600	\$ 1,760,600	\$ 1,448,004
Investment income	200	200	1,184
Miscellaneous income	-	-	32,957
	<hr/>		
Total revenues	1,760,800	1,760,800	1,482,145
	<hr/>		
<b>EXPENDITURES</b>			
Capital outlay	2,935,964	3,129,964	1,354,505
	<hr/>		
Total expenditures	2,935,964	3,129,964	1,354,505
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (1,175,164)</u>	<u>\$ (1,369,164)</u>	127,640
FUND BALANCE, MAY 1			<hr/> 154,565
<b>FUND BALANCE, APRIL 30</b>			<hr/> <b>\$ 282,205</b>

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>			
Investment income	\$ -	\$ -	\$ 19
Total revenues	<u>-</u>	<u>-</u>	<u>19</u>
<b>EXPENDITURES</b>			
General government	48,700	48,700	46,102
Capital outlay	64,000	64,000	-
Total expenditures	<u>112,700</u>	<u>112,700</u>	<u>46,102</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(112,700)</u>	<u>(112,700)</u>	<u>(46,083)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	-	-	(52,720)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(52,720)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (112,700)</u>	<u>\$ (112,700)</u>	(98,803)
FUND BALANCE, MAY 1			<u>112,706</u>
<b>FUND BALANCE, APRIL 30</b>			<u><u>\$ 13,903</u></u>

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>			
Property taxes	\$ 240,000	\$ 240,000	\$ 235,416
Investment income	-	-	261
Total revenues	<u>240,000</u>	<u>240,000</u>	<u>235,677</u>
<b>EXPENDITURES</b>			
General government			
Services and charges	200,300	200,300	2,387
Capital outlay	-	17,600	17,600
Total expenditures	<u>200,300</u>	<u>217,900</u>	<u>19,987</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>39,700</u>	<u>22,100</u>	<u>215,690</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	<u>(425,000)</u>	<u>(425,000)</u>	<u>(425,000)</u>
Total other financing sources (uses)	<u>(425,000)</u>	<u>(425,000)</u>	<u>(425,000)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (385,300)</u>	<u>\$ (402,900)</u>	<u>\$ (209,310)</u>
<b>FUND BALANCE, MAY 1</b>			<u>340,487</u>
<b>FUND BALANCE, APRIL 30</b>			<u>\$ 131,177</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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>			
Property taxes	\$ 9,100	\$ 9,100	\$ 9,624
Investment income	-	-	260
Total revenues	9,100	9,100	9,884
<b>EXPENDITURES</b>			
General government			
Services and charges	300	300	285
Capital outlay	495,000	495,000	361,695
Total expenditures	495,300	495,300	361,980
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>			
	(486,200)	(486,200)	(352,096)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	495,000	495,000	495,000
Transfers (out)	-	-	(11,712)
Total other financing sources (uses)	495,000	495,000	483,288
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 8,800</b>	<b>\$ 8,800</b>	131,192
<b>FUND BALANCE, MAY 1</b>			148,216
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 279,408</b>

(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, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Sales tax increment	\$ 1,871,500	\$ 1,871,500	\$ 2,001,719
Investment income	-	-	(36)
Total revenues	<u>1,871,500</u>	<u>1,871,500</u>	<u>2,001,683</u>
<b>EXPENDITURES</b>			
Capital outlay	<u>416,300</u>	<u>663,800</u>	<u>235,616</u>
Total expenditures	<u>416,300</u>	<u>663,800</u>	<u>235,616</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,455,200</u>	<u>1,207,700</u>	<u>1,766,067</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	<u>(1,770,000)</u>	<u>(1,770,000)</u>	<u>(1,270,000)</u>
Total other financing sources (uses)	<u>(1,770,000)</u>	<u>(1,770,000)</u>	<u>(1,270,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (314,800)</u>	<u>\$ (562,300)</u>	496,067
FUND BALANCE, MAY 1			<u>225,406</u>
<b>FUND BALANCE, APRIL 30</b>			<u>\$ 721,473</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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>OPERATING REVENUES</b>			
Charges for services			
Water and sewer charges	\$ 15,294,400	\$ 15,294,400	\$ 14,833,584
Water from construction	100	100	250
Meter charges	10,000	10,000	19,681
Sewer pollution surcharge	29,000	29,000	82,223
Admin adjudication	1,200	1,200	-
Storm water exemption	3,000	3,000	20,365
Lab fees	6,000	6,000	7,146
Annexation/tap-on fees	15,000	15,000	71,478
BMP fee	1,000	1,000	4,360
Water turn-on fees	8,000	8,000	8,850
Other charges	21,000	21,000	36,332
	<hr/>	<hr/>	<hr/>
Total operating revenues	15,388,700	15,388,700	15,084,269
<b>OPERATING EXPENSES</b>			
Water	8,699,516	8,699,516	8,417,730
Sewer	2,112,900	2,112,900	2,047,810
Water pollution control	2,550,972	4,173,772	3,443,296
Depreciation	-	-	1,906,102
	<hr/>	<hr/>	<hr/>
Total operating expenses	13,363,388	14,986,188	15,814,938
<b>OPERATING INCOME (LOSS)</b>	<hr/>	<hr/>	<hr/>
	2,025,312	402,512	(730,669)
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Intergovernmental	200,000	200,000	200,000
Investment income	4,500	4,500	5,009
Interest expense	-	-	(235,523)
Gain (loss) on sale of capital assets	-	-	(10,560)
	<hr/>	<hr/>	<hr/>
Total non-operating revenues (expenses)	204,500	204,500	(41,074)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<hr/>	<hr/>	<hr/>
	2,229,812	607,012	(771,743)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	464,278
Transfers (out)	-	-	(21,836)
	<hr/>	<hr/>	<hr/>
<b>CHANGE IN NET POSITION</b>	<hr/>	<hr/>	<hr/>
	\$ 2,229,812	\$ 607,012	(329,301)
<b>NET POSITION, MAY 1</b>			57,189,810
Change in accounting principle			<hr/>
			(2,426,421)
<b>NET POSITION, MAY 1, RESTATED</b>			<hr/>
			54,763,389
<b>NET POSITION, APRIL 30</b>			<hr/>
			\$ 54,434,088

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>WATER</b>			
Personal services			
Salaries and wages			
Salaries administrative	\$ 296,600	\$ 296,600	\$ 315,243
Elected officials	6,000	6,000	6,463
Wages - clerical	136,500	136,500	142,716
Wages - operational	730,900	730,900	741,452
Overtime	90,000	90,000	68,537
Part-time	21,300	21,300	12,942
IMRF contributions	150,000	150,000	173,877
IMRF pension expense	-	-	(64,251)
Social Security	92,200	92,200	101,046
Health insurance and OPEB	320,500	320,500	245,450
Sick pay	25,000	25,000	24,752
Holiday pay	400	400	-
Other pay	9,000	9,000	9,178
Total personal services	<u>1,878,400</u>	<u>1,878,400</u>	<u>1,777,405</u>
Services and charges			
Professional fees			
Accounting and audit	6,600	6,600	6,266
Data processing	42,100	42,100	30,705
Medical	2,000	2,000	683
Technical and consulting	46,000	46,000	20,093
Communications			
Postage	27,800	27,800	35,725
Telephone	13,900	13,900	17,717
Portable device	800	800	(1,247)
Copy reproduction	900	900	646
Public relations	-	-	299
IRMA ins elect/forestry	-	-	(90)
Printing and publications	11,100	11,100	3,139
IRMA insurance	132,600	132,600	166,613
Conferences and training	6,900	6,900	3,810
Public utilities gas, heat	7,000	7,000	5,263
Public utilities electrical equipment	60,000	60,000	52,892
Public utility services	5,873,200	5,873,200	5,522,826
Waste disposal	18,500	18,500	11,500
Repairs and maintenance	187,400	187,400	160,664
Rental equipment	1,300	1,300	-
Dues and subscriptions	2,300	2,300	2,021
Bank fees	17,000	17,000	16,347
Other	1,000	1,000	214
Total services and charges	<u>6,458,400</u>	<u>6,458,400</u>	<u>6,056,086</u>
Supplies and materials			
Office supplies	1,300	1,300	1,501
Cleaning supplies	800	800	-
Clothing supplies	7,500	7,500	7,916
Motor fuel lubricants	500	500	-
Chemicals	4,500	4,500	4,758
Public grounds materials/supplies	37,100	37,100	19,270
Water meters/hydrants	8,500	8,500	1,831
Other operating supplies	54,900	54,900	39,696
Total supplies and materials	<u>115,100</u>	<u>115,100</u>	<u>74,972</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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>WATER (Continued)</b>			
Capital outlay			
Water meters	\$ 31,700	\$ 31,700	\$ 19,393
Equipment	36,500	36,500	5,224
Watermain replacement	450,000	450,000	508,764
Automatic meter read	120,000	120,000	319,696
Water tower work	-	-	112,320
Total capital outlay	<u>638,200</u>	<u>638,200</u>	<u>965,397</u>
Less items capitalized	<u>(621,084)</u>	<u>(621,084)</u>	<u>(621,084)</u>
Charges for internal services			
Fleet services	130,300	130,300	66,894
IS services	36,400	36,400	34,260
Equipment replacement	63,800	63,800	63,800
Total charges for internal services	<u>230,500</u>	<u>230,500</u>	<u>164,954</u>
Total water before depreciation	8,699,516	8,699,516	8,417,730
Depreciation	-	-	817,396
Total water	<u>8,699,516</u>	<u>8,699,516</u>	<u>9,235,126</u>
<b>SEWER</b>			
Personal services			
Salaries and wages			
Salaries administrative	320,800	320,800	344,132
Elected officials	6,000	6,000	6,463
Wages - clerical	151,500	151,500	127,230
Wages - operational	383,700	383,700	427,880
Overtime	35,000	35,000	24,409
Part-time temporary	19,800	19,800	12,944
IMRF contributions	116,100	116,100	126,336
IMRF pension expense	-	-	(46,641)
Social Security	71,400	71,400	72,924
Health insurance and OPEB	239,400	239,400	218,482
Sick pay	16,000	16,000	10,177
Other pay	12,900	12,900	9,147
Total personal services	<u>1,372,600</u>	<u>1,372,600</u>	<u>1,333,483</u>
Services and charges			
Professional fees			
Accounting and audit	1,700	1,700	1,618
Medical	500	500	1,632
Technology and consulting services	-	-	1,860
Communications			
Postage	500	500	250
Telephone	19,700	19,700	18,225
Portable device	-	-	41
Copy reproduction	400	400	255

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>SEWER (Continued)</b>			
Services and charges (Continued)			
Printing and publications	\$ 2,600	\$ 2,600	\$ 832
Conferences	-	-	229
IRMA insurance	38,300	38,300	51,765
Public utilities	58,800	58,800	121,545
Waste disposal	15,000	15,000	7,500
Repairs and maintenance	196,500	196,500	172,609
Rental equipment	6,600	6,600	5,004
Training	1,500	1,500	954
Other	500	500	280
Total services and charges	<u>342,600</u>	<u>342,600</u>	<u>384,599</u>
Supplies and materials			
Office supplies	1,300	1,300	946
Cleaning supplies	1,000	1,000	-
Clothing supplies	4,400	4,400	3,987
Motor fuel lubricants	4,400	4,400	467
Chemicals	500	500	-
Public grounds materials/supplies	500	500	-
Building materials/supplies	600	600	-
Other operating supplies	43,200	43,200	36,483
Total supplies and materials	<u>55,900</u>	<u>55,900</u>	<u>41,883</u>
Capital outlay			
Equipment	100,000	100,000	12,994
Storm sewer extensions	35,000	35,000	77,600
Pond improvements	45,000	45,000	39,000
Total capital outlay	<u>180,000</u>	<u>180,000</u>	<u>129,594</u>
Less items capitalized	<u>(116,600)</u>	<u>(116,600)</u>	<u>(116,600)</u>
Charges for internal services			
Fleet services	120,200	120,200	117,815
IS services	19,800	19,800	18,636
Equipment replacement	138,400	138,400	138,400
Total charges for internal services	<u>278,400</u>	<u>278,400</u>	<u>274,851</u>
Total sewer before depreciation	2,112,900	2,112,900	2,047,810
Depreciation	-	-	389,109
Total sewer	<u>2,112,900</u>	<u>2,112,900</u>	<u>2,436,919</u>
<b>WATER POLLUTION CONTROL</b>			
Personal services			
Salaries and wages			
Salaries administrative	517,700	517,700	532,183
Elected officials	6,000	6,000	6,463
Wages - clerical	153,600	153,600	63,192
Wages - operational	1,087,200	1,087,200	1,018,395

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>WATER POLLUTION CONTROL (Continued)</b>			
Personal services (Continued)			
Salaries and wages (Continued)			
Overtime	\$ 29,000	\$ 29,000	\$ 38,772
Part-time temporary	36,900	36,900	31,679
IMRF contributions	233,600	233,600	240,367
IMRF pension expense	-	-	(88,795)
Social Security	142,800	142,800	136,188
Health insurance and OPEB	397,300	397,300	380,218
Sick pay	38,000	38,000	27,836
Other pay	20,000	20,000	15,868
<b>Total personal services</b>	<b>2,662,100</b>	<b>2,662,100</b>	<b>2,402,366</b>
Services and charges			
Professional fees			
Accounting and audit	2,800	2,800	2,656
Data processing	5,600	5,600	2,795
Medical	1,200	1,200	562
Technical and consulting	81,800	81,800	80,016
Communications			
Postage	1,000	1,000	634
Telephone	19,500	19,500	23,774
Portable device	-	-	47
Copy reproduction	1,000	1,000	630
Conferences	5,000	5,000	4,528
Training	2,600	2,600	2,929
Printing and publications	2,500	2,500	2,303
IRMA insurance	139,700	139,700	76,322
Public utilities gas, heat	49,500	49,500	30,735
Public utilities electrical equipment	375,000	375,000	319,484
Waste disposal	160,000	160,000	150,049
Repairs and maintenance	108,100	108,100	108,031
Rental equipment	9,000	9,000	1,237
Dues and subscriptions	500	500	330
Permit fee payments	68,500	68,500	68,500
Other	200	200	(104,779)
<b>Total services and charges</b>	<b>1,033,500</b>	<b>1,033,500</b>	<b>770,783</b>
Supplies and materials			
Office supplies	1,700	1,700	1,300
Cleaning supplies	4,200	4,200	2,254
Clothing supplies	12,400	12,400	11,258
Motor fuel lubricants	3,200	3,200	3,069
Chemicals	81,000	81,000	70,638
Public grounds materials/supplies	1,500	1,500	927
Building materials/supplies	5,000	5,000	-
Other operating supplies	97,400	97,400	72,706
<b>Total supplies and materials</b>	<b>206,400</b>	<b>206,400</b>	<b>162,152</b>

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>WATER POLLUTION CONTROL (Continued)</b>			
Capital outlay			
Equipment	\$ 94,500	\$ 94,500	\$ 15,650
Replace standby	135,000	135,000	119,000
Excess flow lift station	-	1,550,100	1,550,033
Air main repair	35,000	107,700	35,000
Total capital outlay	<u>264,500</u>	<u>1,887,300</u>	<u>1,719,683</u>
Less items capitalized	<u>(1,705,128)</u>	<u>(1,705,128)</u>	<u>(1,705,128)</u>
Charges for internal services			
Fleet services	21,800	21,800	28,751
IS services	52,900	52,900	49,789
Equipment replacement	14,900	14,900	14,900
Total charges for internal services	<u>89,600</u>	<u>89,600</u>	<u>93,440</u>
Total water pollution control before depreciation	2,550,972	4,173,772	3,443,296
Depreciation	<u>-</u>	<u>-</u>	<u>699,597</u>
Total water pollution control	<u>2,550,972</u>	<u>4,173,772</u>	<u>4,142,893</u>
<b>TOTAL EXPENSES</b>	<u>\$ 13,363,388</u>	<u>\$ 14,986,188</u>	<u>\$ 15,814,938</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, 2016

	Fleet Services	Information Systems	Equipment Replacement	Total
<b>CURRENT ASSETS</b>				
Cash and investments	\$ -	\$ -	\$ 4,643,072	\$ 4,643,072
Prepaid items	-	45,473	-	45,473
Inventory	55,905	-	-	55,905
Total current assets	55,905	45,473	4,643,072	4,744,450
<b>NONCURRENT ASSETS</b>				
Capital assets				
Machinery and equipment	116,958	-	7,640,777	7,757,735
Office equipment	-	684,992	-	684,992
Accumulated depreciation	(109,581)	(486,957)	(4,801,895)	(5,398,433)
Net capital assets	7,377	198,035	2,838,882	3,044,294
Total noncurrent assets	7,377	198,035	2,838,882	3,044,294
Total assets	63,282	243,508	7,481,954	7,788,744
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Unamortized loss on refunding	-	-	31,647	31,647
Pension items - IMRF	227,238	201,674	-	428,912
Total deferred outflows of resources	227,238	201,674	31,647	460,559
Total assets and deferred outflows of resources	290,520	445,182	7,513,601	8,249,303
<b>CURRENT LIABILITIES</b>				
Accounts payable	2,036	12,120	-	14,156
Accrued payroll	8,514	4,783	-	13,297
Accrued interest payable	-	-	7,187	7,187
Compensated absences	45,550	44,954	-	90,504
General obligation bonds payable	-	-	162,641	162,641
Total current liabilities	56,100	61,857	169,828	287,785
<b>LONG-TERM LIABILITIES</b>				
Compensated absences	115,378	23,995	-	139,373
IMRF net pension liability	458,903	407,277	-	866,180
Net other postemployment benefit obligation	6,208	4,533	-	10,741
General obligation bonds payable	-	-	574,958	574,958
Total long-term liabilities	580,489	435,805	574,958	1,591,252
Total liabilities	636,589	497,662	744,786	1,879,037
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension items - IMRF	10,948	9,717	-	20,665
Total deferred inflows of resources	10,948	9,717	-	20,665
Total liabilities and deferred inflows of resources	647,537	507,379	744,786	1,899,702
<b>NET POSITION</b>				
Net investment in capital assets	7,377	198,035	2,132,930	2,338,342
Unrestricted (deficit)	(364,394)	(260,232)	4,635,885	4,011,259
<b>TOTAL NET POSITION (DEFICIT)</b>	<b>\$ (357,017)</b>	<b>\$ (62,197)</b>	<b>\$ 6,768,815</b>	<b>\$ 6,349,601</b>

(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, 2016

	<b>Fleet Services</b>	<b>Information Systems</b>	<b>Equipment Replacement</b>	<b>Total</b>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,204,006	\$ 1,100,172	\$ 825,000	\$ 3,129,178
Other revenue	127,312	-	-	127,312
Total operating revenues	<u>1,331,318</u>	<u>1,100,172</u>	<u>825,000</u>	<u>3,256,490</u>
<b>OPERATING EXPENSES</b>				
Personnel services	647,393	567,077	-	1,214,470
Services and charges	143,005	363,220	-	506,225
Supplies and materials	485,053	31,732	-	516,785
Capital outlay	5,824	80,303	(17,124)	69,003
Total operating expenses excluding depreciation	<u>1,281,275</u>	<u>1,042,332</u>	<u>(17,124)</u>	<u>2,306,483</u>
OPERATING INCOME BEFORE DEPRECIATION	50,043	57,840	842,124	950,007
Depreciation	6,421	54,857	622,387	683,665
OPERATING INCOME	<u>43,622</u>	<u>2,983</u>	<u>219,737</u>	<u>266,342</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Investment income	-	-	5,400	5,400
Interest expense	-	-	(20,562)	(20,562)
Gain on sale of capital assets	-	-	68,341	68,341
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>53,179</u>	<u>53,179</u>
CHANGE IN NET POSITION BEFORE TRANSFERS AND CONTRIBUTIONS	43,622	2,983	272,916	319,521
<b>TRANSFERS IN</b>	-	-	186,682	186,682
<b>CONTRIBUTIONS</b>	<u>-</u>	<u>-</u>	<u>27,168</u>	<u>27,168</u>
CHANGE IN NET POSITION	<u>43,622</u>	<u>2,983</u>	<u>486,766</u>	<u>533,371</u>
NET POSITION (DEFICIT), MAY 1	(136,269)	169,449	6,282,049	6,315,229
Change in accounting principle	<u>(264,370)</u>	<u>(234,629)</u>	<u>-</u>	<u>(498,999)</u>
NET POSITION (DEFICIT), MAY 1, RESTATED	<u>(400,639)</u>	<u>(65,180)</u>	<u>6,282,049</u>	<u>5,816,230</u>
<b>NET POSITION (DEFICIT), APRIL 30</b>	<u>\$ (357,017)</u>	<u>\$ (62,197)</u>	<u>\$ 6,768,815</u>	<u>\$ 6,349,601</u>

(See independent auditor's report.)

**VILLAGE OF ADDISON, ILLINOIS**

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

For the Year Ended April 30, 2016

	<b>Fleet Services</b>	<b>Information Systems</b>	<b>Equipment Replacement</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from internal services transactions	\$ 1,204,006	\$ 1,100,172	\$ 825,000	\$ 3,129,178
Receipts from other sources	127,312	-	-	127,312
Payments to suppliers	(658,096)	(511,584)	17,124	(1,152,556)
Payments to employees	(673,222)	(588,588)	-	(1,261,810)
Net cash from operating activities	-	-	842,124	842,124
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers in	-	-	186,682	186,682
Net cash from noncapital financing activities	-	-	186,682	186,682
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchase of capital assets	-	-	(953,334)	(953,334)
Proceeds from disposal of property	-	-	74,622	74,622
Principal paid on bonds	-	-	(162,641)	(162,641)
Interest paid on bonds	-	-	(24,040)	(24,040)
Net cash from capital and related financing activities	-	-	(1,065,393)	(1,065,393)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	-	-	5,400	5,400
Net cash from investing activities	-	-	5,400	5,400
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	-	(31,187)	(31,187)
CASH AND CASH EQUIVALENTS, MAY 1	-	-	4,674,259	4,674,259
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,643,072</b>	<b>\$ 4,643,072</b>

(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, 2016

	<b>Fleet Services</b>	<b>Information Systems</b>	<b>Equipment Replacement</b>	<b>Total</b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income	\$ 43,622	\$ 2,983	\$ 219,737	\$ 266,342
Adjustments to reconcile operating income to net cash from operating activities				
Depreciation	6,421	54,857	622,387	683,665
Changes in assets and liabilities				
Inventory	(3,258)	-	-	(3,258)
Prepaid items	-	(45,473)	-	(45,473)
Deferred outflows of resources - pension items - IMRF	(209,624)	(186,042)	-	(395,666)
Accounts payable	(20,956)	9,144	-	(11,812)
Accrued payroll	(16,936)	(15,947)	-	(32,883)
Deferred inflows of resources - pension items - IMRF	10,948	9,717	-	20,665
Compensated absences payable	7,419	9,870	-	17,289
Net other postemployment benefits obligation	5,445	3,875	-	9,320
Net pension liability - IMRF	176,919	157,016	-	333,935
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 842,124</b>	<b>\$ 842,124</b>
<b>CASH AND INVESTMENTS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ 4,643,072	\$ 4,643,072
<b>TOTAL CASH AND INVESTMENTS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,643,072</b>	<b>\$ 4,643,072</b>
<b>NONCASH TRANSACTIONS</b>				
Contributions of capital assets	\$ -	\$ -	\$ 27,168	\$ 27,168
<b>TOTAL NONCASH TRANSACTIONS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 27,168</b>	<b>\$ 27,168</b>

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>OPERATING EXPENSES</b>			
Personal services			
Salaries and wages			
Salaries administrative	\$ 102,100	\$ 102,100	\$ 100,975
Wages clerical	58,400	58,400	68,637
Wages operational	258,300	258,300	259,151
Overtime	23,000	23,000	13,779
Other pay	6,000	6,000	5,627
IMRF contributions	56,800	56,800	58,817
IMRF pension expense	-	-	(21,757)
Social Security	34,700	34,700	34,203
Health insurance and OPEB	98,900	98,900	118,936
Sick pay	11,300	11,300	9,025
	<hr/>	<hr/>	<hr/>
Total personal services	649,500	649,500	647,393
Services and charges			
Professional fees			
Data processing	1,600	1,600	3,645
Medical	1,000	1,000	214
Technology and consulting services	-	-	380
Communications			
Telephone and portable device	1,600	1,600	1,464
Postage	200	200	112
Copy reproduction	400	400	815
Repairs and maintenance	46,200	46,200	69,458
IRMA insurance	23,500	23,500	31,259
Conferences and training	1,200	1,200	1,893
Heat, light, gas, and waste disposal	900	900	1,061
Dues and subscriptions	400	400	4,015
Printing and publication	300	300	-
IS services	24,600	24,600	23,153
Equipment replacement	2,100	2,100	2,100
Other services and charges	7,400	7,400	3,436
	<hr/>	<hr/>	<hr/>
Total services and charges	111,400	111,400	143,005
Supplies and materials			
Office supplies	800	800	810
Fuel	370,000	370,000	256,382
Clothing supplies	2,700	2,700	2,393
Motor vehicles material and supplies	153,200	153,200	196,703
Other materials and supplies	27,900	27,900	28,765
	<hr/>	<hr/>	<hr/>
Total supplies and materials	554,600	554,600	485,053
Capital outlay			
Equipment	-	-	5,824
	<hr/>	<hr/>	<hr/>
Total capital outlay	-	-	5,824
	<hr/>	<hr/>	<hr/>
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 1,315,500</b>	<b>\$ 1,315,500</b>	<b>\$ 1,281,275</b>

(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, 2016

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>OPERATING EXPENSES</b>			
Personal services			
Salaries and wages			
Salaries administrative	\$ 363,900	\$ 363,900	\$ 380,162
Other pay	9,000	9,000	539
Part-time	30,000	30,000	35,467
IMRF contributions	50,200	50,200	52,313
IMRF pension expense	-	-	(19,309)
Social Security	30,700	30,700	31,312
Health insurance and OPEB	82,700	82,700	82,141
Sick pay	7,000	7,000	4,452
<b>Total personal services</b>	<b>573,500</b>	<b>573,500</b>	<b>567,077</b>
Services and charges			
Professional fees			
Data processing	217,900	217,900	163,367
Communications			
Telephone	68,100	68,100	55,483
Postage	200	200	-
Portable device	9,100	9,100	6,854
Copy reproduction	600	600	687
Repairs and maintenance	58,300	58,300	48,536
Technical and consulting	81,000	81,000	68,457
IRMA insurance	5,700	5,700	5,574
Dues and subscriptions	1,000	1,000	365
Printing and publication	400	400	-
Conferences	7,500	7,500	863
Training	16,000	16,000	13,034
<b>Total services and charges</b>	<b>465,800</b>	<b>465,800</b>	<b>363,220</b>
Supplies and materials			
Office supplies	-	-	113
Clothing supplies	-	-	389
Other operating supplies	33,700	33,700	31,230
<b>Total supplies and materials</b>	<b>33,700</b>	<b>33,700</b>	<b>31,732</b>
Capital outlay			
Equipment	97,500	97,500	80,303
<b>Total capital outlay</b>	<b>97,500</b>	<b>97,500</b>	<b>80,303</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 1,170,500</b>	<b>\$ 1,170,500</b>	<b>\$ 1,042,332</b>

(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, 2016

---

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>OPERATING EXPENSES</b>			
Capital outlay			
Equipment - police	\$ 283,000	\$ 337,000	\$ 359,523
Equipment - building and grounds	40,000	40,000	39,390
Equipment - streets	134,012	165,312	165,275
Equipment - electricity and forestry	160,000	160,000	154,229
Equipment - water	74,000	74,000	24,329
Equipment - sewer	153,988	153,988	193,435
Vehicles - materials and supplies	-	-	31
	<hr/>		
Total capital outlay	845,000	930,300	936,212
	<hr/>		
Less items capitalized	-	-	(953,336)
	<hr/>		
Net capital outlay	845,000	930,300	(17,124)
	<hr/>		
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 845,000</b>	<b>\$ 930,300</b>	<b>\$ (17,124)</b>

(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 for the property owner for the Armitage/Ardmore water main improvements.

**VILLAGE OF ADDISON, ILLINOIS**

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

For the Year Ended April 30, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>ADDITIONS</b>			
Contributions - employer			
Property taxes transferred from General Fund	\$ 2,718,300	\$ 2,718,300	\$ 2,724,449
Contributions - plan members	587,600	587,600	620,301
	<hr/>	<hr/>	<hr/>
Total contributions	3,305,900	3,305,900	3,344,750
	<hr/>	<hr/>	<hr/>
Investment income			
Net appreciation (depreciation) in fair value of investments	1,000,000	1,000,000	(1,852,937)
Interest earned on investments	900,000	900,000	1,543,674
	<hr/>	<hr/>	<hr/>
Total investment income (loss)	1,900,000	1,900,000	(309,263)
	<hr/>	<hr/>	<hr/>
Less investment expense	(7,000)	(7,000)	(7,701)
	<hr/>	<hr/>	<hr/>
Net investment income (loss)	1,893,000	1,893,000	(316,964)
	<hr/>	<hr/>	<hr/>
Total additions	5,198,900	5,198,900	3,027,786
	<hr/>	<hr/>	<hr/>
<b>DEDUCTIONS</b>			
Benefits and refunds	3,241,800	3,522,100	3,317,891
Administration	84,500	116,500	113,565
Legal	6,000	6,000	4,327
	<hr/>	<hr/>	<hr/>
Total deductions	3,332,300	3,644,600	3,435,783
	<hr/>	<hr/>	<hr/>
NET INCREASE (DECREASE)	<u>\$ 1,866,600</u>	<u>\$ 1,554,300</u>	(407,997)
<b>NET POSITION RESTRICTED FOR PENSIONS</b>			
May 1			<hr/> 40,433,002
April 30			<hr/> <u>\$ 40,025,005</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, 2016

---

	<b>Balances</b>			<b>Balances</b>
	<b>May 1</b>	<b>Additions</b>	<b>Deductions</b>	<b>April 30</b>
<b>Special Service Area #1</b>				
<b>ASSETS</b>				
Cash and investments	\$ 16,149	\$ 19	\$ -	\$ 16,168
Property taxes receivable	107	927	1,034	-
<b>TOTAL ASSETS</b>	<b>\$ 16,256</b>	<b>\$ 946</b>	<b>\$ 1,034</b>	<b>\$ 16,168</b>
<b>LIABILITIES</b>				
Funds held for others	\$ 16,256	\$ 946	\$ 1,034	\$ 16,168

(See independent auditor's report.)

**VILLAGE OF ADDISON, ILLINOIS**

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

April 30, 2016

	<b>2006A Refunding Bond Issue</b>	<b>2006C Bond Issue</b>
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**

<b>Fiscal Year</b>	<b>2006A Refunding Bond Issue</b>		<b>2006C Bond Issue</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2017	\$ 165,000	\$ 96,888	\$ 370,000	\$ 29,645
2018	175,000	89,462	400,000	15,400
2019	180,000	81,588	-	-
2020	190,000	73,487	-	-
2021	200,000	65,888	-	-
2022	210,000	57,887	-	-
2023	215,000	49,278	-	-
2024	225,000	40,462	-	-
2025	240,000	31,125	-	-
2026	250,000	21,165	-	-
2027	260,000	10,790	-	-
2028	-	-	-	-
2029	-	-	-	-
2030	-	-	-	-
2031	-	-	-	-
	<b>\$ 2,310,000</b>	<b>\$ 618,020</b>	<b>\$ 770,000</b>	<b>\$ 45,045</b>



**VILLAGE OF ADDISON, ILLINOIS**

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

April 30, 2016

	<b>2010 Bond Issue</b>	<b>2011 Refunding Bond Issue</b>
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**

<b>Fiscal Year</b>	<b>2010 Bond Issue</b>		<b>2011 Refunding Bond Issue</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
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	-	-
	<b>\$ 2,925,000</b>	<b>\$ 1,264,632</b>	<b>\$ 940,000</b>	<b>\$ 56,400</b>

<b>2012 Refunding Bond Issue</b>	<b>2015 Refunding Bond Issue</b>
September 6, 2011	December 1, 2015
\$3,985,000	\$8,995,000
2.00% to 3.00%	2.00% to 4.00%
December 15	December 15
June 15 and December 15	June 15 and December 15
December 15, 2019	December 15, 2026

<b>2012 Refunding Bond Issue</b>		<b>Refunding Bond Issue</b>		<b>Totals</b>	
<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
\$ 570,000	\$ 64,800	\$ -	\$ 324,341	\$ 2,430,000	\$ 873,767
580,000	47,700	340,000	312,200	2,545,000	772,157
600,000	30,300	770,000	305,400	2,620,000	684,640
615,000	12,300	800,000	290,000	2,735,000	592,565
-	-	845,000	266,000	2,215,000	494,646
-	-	895,000	240,650	1,275,000	404,953
-	-	945,000	213,800	1,340,000	362,610
-	-	1,010,000	176,000	1,425,000	308,703
-	-	1,070,000	135,600	1,505,000	249,943
-	-	1,130,000	92,800	1,590,000	187,921
-	-	1,190,000	47,600	1,670,000	122,370
-	-	-	-	230,000	53,530
-	-	-	-	245,000	41,340
-	-	-	-	260,000	28,356
-	-	-	-	275,000	14,575
<b>\$ 2,365,000</b>	<b>\$ 155,100</b>	<b>\$ 8,995,000</b>	<b>\$ 2,404,391</b>	<b>\$ 22,360,000</b>	<b>\$ 5,192,076</b>

(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.	114-123
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.	124-129
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.	130-133
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.	134-135
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.	136-139

*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

<b>Fiscal Year</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>GOVERNMENTAL ACTIVITIES</b>				
Net investment in capital assets	\$ 78,279,927	\$ 84,783,835	\$ 88,445,318	\$ 90,552,397
Restricted	14,119,418	5,018,880	2,243,060	1,529,784
Unrestricted	498,165	8,614,792	9,658,129	9,541,452
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 92,897,510</b>	<b>\$ 98,417,507</b>	<b>\$ 100,346,507</b>	<b>\$ 101,623,633</b>
<b>BUSINESS-TYPE ACTIVITIES</b>				
Net investment in capital assets	\$ 55,259,610	\$ 56,304,357	\$ 57,293,575	\$ 56,799,642
Restricted	1,368,081	1,427,224	1,444,834	1,452,430
Unrestricted	3,515,975	4,116,745	3,417,229	3,112,521
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 60,143,666</b>	<b>\$ 61,848,326</b>	<b>\$ 62,155,638</b>	<b>\$ 61,364,593</b>
<b>PRIMARY GOVERNMENT</b>				
Net investment in capital assets	\$ 133,539,537	\$ 141,088,192	\$ 145,738,893	\$ 147,352,039
Restricted	15,487,499	6,446,104	3,687,894	2,982,214
Unrestricted	4,014,140	12,731,537	13,075,358	12,653,973
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 153,041,176</b>	<b>\$ 160,265,833</b>	<b>\$ 162,502,145</b>	<b>\$ 162,988,226</b>

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

Data Source

Audited Financial Statements

<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016*</b>
\$ 92,393,790	\$ 95,291,795	\$ 97,716,469	\$ 101,630,549	\$ 106,518,924	\$ 112,392,728
1,819,969	3,908,191	4,660,660	5,071,785	4,054,508	3,234,609
11,317,904	9,413,771	8,425,127	8,335,022	8,861,037	(35,495,682)
<u>\$ 105,531,663</u>	<u>\$ 108,613,757</u>	<u>\$ 110,802,256</u>	<u>\$ 115,037,356</u>	<u>\$ 119,434,469</u>	<u>\$ 80,131,655</u>
\$ 55,720,105	\$ 54,573,479	\$ 54,163,556	\$ 53,415,214	\$ 51,992,888	\$ 51,239,618
1,454,610	1,454,790	1,458,126	30,000	30,000	30,000
2,966,651	3,095,702	3,637,975	4,909,365	5,166,922	3,164,470
<u>\$ 60,141,366</u>	<u>\$ 59,123,971</u>	<u>\$ 59,259,657</u>	<u>\$ 58,354,579</u>	<u>\$ 57,189,810</u>	<u>\$ 54,434,088</u>
\$ 148,113,895	\$ 149,865,274	\$ 151,880,025	\$ 155,045,763	\$ 158,511,812	\$ 163,632,346
3,274,579	5,362,981	6,118,786	5,101,785	4,084,508	3,264,609
14,284,555	12,509,473	12,063,102	13,244,387	14,027,959	(32,331,212)
<u>\$ 165,673,029</u>	<u>\$ 167,737,728</u>	<u>\$ 170,061,913</u>	<u>\$ 173,391,935</u>	<u>\$ 176,624,279</u>	<u>\$ 134,565,743</u>

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>EXPENSES</b>				
Governmental Activities				
General government	\$ 5,952,874	\$ 4,774,951	\$ 5,125,037	\$ 4,640,073
Public safety	11,509,751	13,141,287	13,892,079	14,071,718
Community development	2,606,931	2,742,465	2,579,381	2,561,749
Highways and streets	3,935,690	5,099,502	5,795,740	5,594,481
Interest and fiscal charges	1,070,470	1,422,629	1,339,726	1,261,761
Total governmental activities expenses	<u>25,075,716</u>	<u>27,180,834</u>	<u>28,731,963</u>	<u>28,129,782</u>
Business-Type Activities				
Water and sewer	11,288,187	11,290,155	11,983,183	11,935,224
Total business-type activities expenses	<u>11,288,187</u>	<u>11,290,155</u>	<u>11,983,183</u>	<u>11,935,224</u>
<b>TOTAL PRIMARY GOVERNMENT EXPENSES</b>	<u>\$ 36,363,903</u>	<u>\$ 38,470,989</u>	<u>\$ 40,715,146</u>	<u>\$ 40,065,006</u>
<b>PROGRAM REVENUES</b>				
Governmental Activities				
Charges for services				
General government	\$ 1,511,755	\$ 1,129,632	\$ 1,266,980	\$ 1,280,491
Public safety	585,370	880,067	1,099,943	1,396,365
Community development	621,185	623,636	581,175	621,422
Highways and streets	657,481	648,062	670,850	691,821
Operating grants and contributions	1,193,774	1,206,995	1,320,313	1,111,016
Capital grants and contributions	1,294,749	111,936	468,282	285,253
Total governmental activities program revenues	<u>5,864,314</u>	<u>4,600,328</u>	<u>5,407,543</u>	<u>5,386,368</u>
Business-Type Activities				
Charges for services				
Water and sewer	9,820,363	10,138,634	10,271,842	10,310,792
Operating grants and contributions	-	1,945,748	72,565	1,001
Capital grants and contributions	-	-	173,228	-
Total business-type activities program revenues	<u>9,820,363</u>	<u>12,084,382</u>	<u>10,517,635</u>	<u>10,311,793</u>
<b>TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES</b>	<u>\$ 15,684,677</u>	<u>\$ 16,684,710</u>	<u>\$ 15,925,178</u>	<u>\$ 15,698,161</u>
<b>NET REVENUE (EXPENSE)</b>				
Governmental activities	\$ (19,211,402)	\$ (22,580,506)	\$ (23,324,420)	\$ (22,743,414)
Business-type activities	(1,467,824)	794,227	(1,465,548)	(1,623,431)
<b>TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)</b>	<u>\$ (20,679,226)</u>	<u>\$ (21,786,279)</u>	<u>\$ (24,789,968)</u>	<u>\$ (24,366,845)</u>

2011	2012	2013	2014	2015	2016
\$ 4,385,166	\$ 4,633,830	\$ 4,463,370	\$ 4,852,380	\$ 4,829,314	\$ 4,872,160
13,990,764	15,906,663	16,267,795	16,861,308	18,000,834	18,833,454
2,551,924	2,684,987	2,671,935	1,741,207	4,840,357	3,012,672
5,297,660	5,338,610	5,822,591	7,439,469	6,518,225	5,825,749
1,180,854	1,352,565	1,019,885	995,325	925,271	1,026,274
27,406,368	29,916,655	30,245,576	31,889,689	35,114,001	33,570,309
12,464,598	13,131,685	14,175,880	15,205,581	15,930,449	16,061,021
12,464,598	13,131,685	14,175,880	15,205,581	15,930,449	16,061,021
\$ 39,870,966	\$ 43,048,340	\$ 44,421,456	\$ 47,095,270	\$ 51,044,450	\$ 49,631,330
\$ 1,391,243	\$ 1,438,307	\$ 1,547,815	\$ 1,567,775	\$ 1,713,897	\$ 1,804,155
1,388,763	1,251,599	1,447,919	1,449,716	1,391,516	1,827,688
418,380	592,805	453,184	562,600	688,779	857,571
747,808	699,875	752,738	916,662	984,335	984,338
1,391,543	1,226,672	1,252,795	1,619,191	3,187,611	1,482,100
220,882	357,094	109,552	342,016	550,505	1,978,904
5,558,619	5,566,352	5,564,003	6,457,960	8,516,643	8,934,756
10,942,530	11,731,849	12,859,220	13,460,928	14,558,808	15,084,269
72,890	10,152	916	-	-	200,000
-	-	-	-	-	-
11,015,420	11,742,001	12,860,136	13,460,928	14,558,808	15,284,269
\$ 16,574,039	\$ 17,308,353	\$ 18,424,139	\$ 19,918,888	\$ 23,075,451	\$ 24,219,025
\$ (21,847,749)	\$ (24,350,303)	\$ (24,681,573)	\$ (25,431,729)	\$ (26,597,358)	\$ (24,635,553)
(1,449,178)	(1,389,684)	(1,315,744)	(1,744,653)	(1,371,641)	(776,752)
\$ (23,296,927)	\$ (25,739,987)	\$ (25,997,317)	\$ (27,176,382)	\$ (27,968,999)	\$ (25,412,305)

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>GENERAL REVENUES AND OTHER CHANGES IN NET POSITION</b>				
Governmental Activities				
Taxes				
Property	\$ 6,573,629	\$ 7,030,357	\$ 7,349,056	\$ 7,816,366
Sales	7,029,021	7,737,573	7,757,823	6,779,198
Home rule sales	4,546,161	4,988,190	4,970,300	4,259,065
Telecommunications	1,860,532	1,952,314	1,959,918	1,765,480
Other	1,368,319	1,278,613	1,056,915	940,038
Shared income taxes	3,026,956	3,388,237	3,366,328	2,934,391
Investment earnings	842,750	942,216	178,179	50,053
Miscellaneous	344,396	325,209	330,358	289,446
Transfers	(215,425)	(214,695)	(1,715,457)	(813,497)
Contributions	196,151	672,489	-	-
Total governmental activities	25,572,490	28,100,503	25,253,420	24,020,540
Business-Type Activities				
Investment earnings	270,073	252,665	57,403	18,889
Miscellaneous	-	-	-	-
Contributions	-	443,073	-	-
Transfers	215,425	214,695	1,715,457	813,497
Total business-type activities	485,498	910,433	1,772,860	832,386
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 26,057,988</b>	<b>\$ 29,010,936</b>	<b>\$ 27,026,280</b>	<b>\$ 24,852,926</b>
<b>CHANGE IN NET POSITION</b>				
Governmental activities	\$ 6,361,088	\$ 5,519,997	\$ 1,929,000	\$ 1,277,126
Business-type activities	(982,326)	1,704,660	307,312	(791,045)
<b>TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION</b>	<b>\$ 5,378,762</b>	<b>\$ 7,224,657</b>	<b>\$ 2,236,312</b>	<b>\$ 486,081</b>

Data Source

Audited Financial Statements

	2011	2012	2013	2014	2015	2016
\$	8,292,689	\$ 8,675,564	\$ 8,341,466	\$ 8,453,300	\$ 9,025,890	\$ 8,514,382
	7,360,627	7,881,310	7,675,969	8,382,852	8,503,004	9,788,300
	4,594,396	5,342,585	6,236,048	7,071,716	6,924,034	8,006,878
	1,655,861	1,708,571	1,500,073	1,395,198	1,301,914	1,227,999
	1,028,587	984,240	1,252,073	1,332,203	1,569,684	1,831,024
	2,880,557	3,009,476	3,329,232	3,599,856	3,617,900	3,936,999
	26,075	17,666	21,300	18,923	16,692	16,910
	134,717	180,255	213,809	213,590	235,972	332,743
	(217,730)	(367,270)	(1,221,600)	(800,809)	(200,619)	(442,442)
	-	-	-	-	-	-
	25,755,779	27,432,397	27,348,370	29,666,829	30,994,471	33,212,793
	8,221	5,019	10,101	9,452	6,253	5,009
	-	-	250,000	29,314	-	-
	-	-	-	-	-	-
	217,730	367,270	1,221,600	800,809	200,619	442,442
	225,951	372,289	1,481,701	839,575	206,872	447,451
\$	25,981,730	\$ 27,804,686	\$ 28,830,071	\$ 30,506,404	\$ 31,201,343	\$ 33,660,244
\$	3,908,030	\$ 3,082,094	\$ 2,666,797	\$ 4,235,100	\$ 4,397,113	\$ 8,577,240
	(1,223,227)	(1,017,395)	165,957	(905,078)	(1,164,769)	(329,301)
\$	2,684,803	\$ 2,064,699	\$ 2,832,754	\$ 3,330,022	\$ 3,232,344	\$ 8,247,939

**VILLAGE OF ADDISON, ILLINOIS**

**FUND BALANCES OF GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>GENERAL FUND</b>				
Reserved	\$ 78,372	\$ 74,707	\$ 1,090,020	\$ 969,309
Unreserved	9,751,058	7,469,355	7,499,398	7,108,949
Nonspendable in form				
Prepaid items	-	-	-	-
Advances to other funds	-	-	-	-
Notes receivable	-	-	-	-
Unrestricted				
Assigned for subsequent budget	-	-	-	-
Unassigned	-	-	-	-
<b>TOTAL GENERAL FUND</b>	<b>\$ 9,829,430</b>	<b>\$ 7,544,062</b>	<b>\$ 8,589,418</b>	<b>\$ 8,078,258</b>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>				
Reserved	\$ 19,827,205	\$ 9,598,536	\$ 5,501,765	\$ 3,569,732
Unreserved, reported in				
Special Revenue Funds	(10,107)	(1,537)	(1,428)	417
Capital Project Funds	(3,986,128)	(2,811,500)	(3,694,723)	(1,611,257)
Nonspendable in form				
Prepaid items	-	-	-	-
Advances to other funds	-	-	-	-
Restricted for				
Economic development	-	-	-	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Debt service	-	-	-	-
Unrestricted				
Committed for community events				
Assigned for debt service	-	-	-	-
Assigned for capital projects	-	-	-	-
Assigned for specific purpose	-	-	-	-
Unassigned (deficit)	-	-	-	-
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<b>\$ 15,830,970</b>	<b>\$ 6,785,499</b>	<b>\$ 1,805,614</b>	<b>\$ 1,958,892</b>

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

Data Source

Audited Financial Statements

2011	2012*	2013	2014	2015	2016
\$ 1,052,005	\$ -	\$ -	\$ -	\$ -	\$ -
7,682,950	-	-	-	-	-
-	4,995	-	-	-	52,596
-	1,010,705	-	-	-	-
-	54,445	50,195	44,067	10,393	8,572
-	-	-	262,300	124,900	-
-	7,387,902	8,075,707	7,561,806	8,452,836	10,684,053
<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>	<u>\$ 10,745,221</u>
\$ 3,309,883	\$ -	\$ -	\$ -	\$ -	\$ -
4,465	-	-	-	-	-
(786,109)	-	-	-	-	-
-	-	-	-	-	2,228
-	325,476	-	-	-	-
-	1,952,671	1,950,271	1,830,281	488,703	410,585
-	165,971	227,113	390,264	485,362	446,997
-	469,842	721,721	1,064,946	1,308,820	577,665
-	1,319,707	1,761,555	1,786,294	1,771,623	1,799,362
-	-	-	-	-	6,414
-	-	-	-	-	549,040
-	973,202	144,720	369,805	492,677	1,017,581
-	6,399	6,405	6,406	6,407	-
-	(1,336,241)	(8,559)	(5,730)	-	-
<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>	<u>\$ 4,809,872</u>

**VILLAGE OF ADDISON, ILLINOIS**

**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>REVENUES</b>				
Taxes	\$ 24,404,618	\$ 26,375,284	\$ 26,460,341	\$ 24,494,538
Licenses and permits	1,637,797	1,678,261	1,707,139	1,760,064
Intergovernmental	2,511,595	178,088	1,663,175	1,373,959
Charges for services	229,048	360,437	428,404	357,542
Fines and forfeitures	1,088,704	927,901	1,132,905	1,450,426
Investment income	842,750	942,216	178,179	50,053
Miscellaneous	741,566	74,767	806,277	733,823
Total revenues	<u>31,456,078</u>	<u>30,536,954</u>	<u>32,376,420</u>	<u>30,220,405</u>
<b>EXPENDITURES</b>				
General government	3,858,774	4,536,415	4,293,793	3,852,310
Public safety	11,442,236	13,227,801	13,542,086	13,334,044
Community development	2,619,131	2,685,190	7,384,831	6,422,741
Highways and streets	6,786,416	6,473,217	2,503,725	2,480,479
Capital outlay	4,378,503	13,484,694	3,719,559	435,591
Debt service				
Principal	1,818,404	1,303,856	1,626,661	1,766,837
Interest	1,064,483	1,454,688	1,446,852	1,275,354
Total expenditures	<u>31,967,947</u>	<u>43,165,861</u>	<u>34,517,507</u>	<u>29,567,356</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(511,869)</u>	<u>(12,628,907)</u>	<u>(2,141,087)</u>	<u>653,049</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,656,951	5,458,473	2,370,167	1,464,908
Transfers (out)	(3,073,089)	(5,873,201)	(4,286,367)	(2,481,203)
Bonds issued	18,450,000	-	6,015,000	-
Premium on bonds issued	32,730	-	393,393	-
Discount on bonds issued	(63,256)	-	-	-
Payment to escrow	(5,341,257)	-	(6,291,761)	-
Sale of capital assets	1,438	6,713	6,126	5,364
Total other financing sources (uses)	<u>12,663,517</u>	<u>(408,015)</u>	<u>(1,793,442)</u>	<u>(1,010,931)</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ 34,610</u>	<u>\$ (13,036,922)</u>	<u>\$ (3,934,529)</u>	<u>\$ (357,882)</u>
<b>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>	11.19%	10.12%	11.20%	11.27%

Data Source

Audited Financial Statements

	2011	2012	2013	2014	2015	2016
\$	25,812,717	\$ 24,592,270	\$ 25,005,629	\$ 26,635,269	\$ 27,324,526	\$ 29,368,583
	1,604,254	1,795,005	1,709,276	1,945,775	2,268,860	2,484,384
	1,546,257	4,616,969	4,673,912	5,532,990	7,002,389	7,310,985
	369,759	512,920	883,624	925,813	943,902	1,330,364
	1,521,816	1,120,990	1,062,801	1,098,524	925,672	1,054,601
	26,075	17,666	21,300	18,923	16,692	16,910
	639,498	710,199	777,431	768,304	1,229,692	1,024,164
	31,520,376	33,366,019	34,133,973	36,925,598	39,711,733	42,589,991
	3,652,333	3,916,087	3,790,947	4,242,675	4,144,172	4,204,369
	13,658,355	15,371,748	15,675,525	17,081,460	17,894,416	18,726,097
	5,204,543	6,552,001	6,714,703	7,251,254	7,577,839	8,972,276
	2,495,592	2,634,368	2,632,733	2,784,338	3,967,269	2,682,525
	4,721,303	483,398	269,101	1,287,206	2,992,628	2,030,890
	1,830,528	1,994,686	1,919,629	1,825,060	1,898,929	1,987,797
	1,270,913	1,353,654	1,146,483	1,084,390	1,017,661	1,132,306
	32,833,567	32,305,942	32,149,121	35,556,383	39,492,914	39,736,260
	(1,313,191)	1,060,077	1,984,852	1,369,215	218,819	2,853,731
	1,550,000	2,323,750	2,454,000	1,750,000	2,088,431	1,781,268
	(1,970,591)	(2,893,451)	(3,844,798)	(2,737,904)	(2,475,968)	(2,410,392)
	3,500,000	4,376,797	-	-	-	8,995,000
	-	310,434	-	-	-	774,500
	-	-	-	-	-	-
	-	(4,665,177)	-	-	-	(9,580,735)
	19,276	-	-	-	-	-
	3,098,685	(547,647)	(1,390,798)	(987,904)	(387,537)	(440,359)
\$	1,785,494	\$ 512,430	\$ 594,054	\$ 381,311	\$ (168,718)	\$ 2,413,372
	11.50%	11.49%	10.46%	9.27%	6.42%	9.33%

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
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%
2015	573,523,649	95,845,100	310,835,050	446,394	0	980,650,193	0.84	2,941,950,579	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	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>VILLAGE DIRECT RATES</b>										
Village of Addison										
Corporate	0.25	0.25	0.24	0.24	0.25	0.30	0.36	0.42	0.43	0.46
Bond and Interest	0.05	0.05	0.05	0.05	0.07	0.08	0.09	0.09	0.10	0.09
Police Pension	0.07	0.08	0.09	0.13	0.17	0.17	0.21	0.24	0.29	0.28
<b>TOTAL VILLAGE DIRECT RATES</b>	<b>0.37</b>	<b>0.38</b>	<b>0.38</b>	<b>0.42</b>	<b>0.49</b>	<b>0.55</b>	<b>0.66</b>	<b>0.75</b>	<b>0.82</b>	<b>0.84</b>
<b>OVERLAPPING RATES</b>										
Addison Public Library	0.27	0.28	0.28	0.28	0.32	0.37	0.43	0.48	0.50	0.51
Addison Park District	0.31	0.31	0.31	0.31	0.34	0.37	0.43	0.47	0.48	0.47
Addison Township	0.05	0.04	0.04	0.04	0.05	0.06	0.07	0.07	0.07	0.07
Addison Fire Protection District	0.66	0.66	0.65	0.66	0.74	0.83	0.96	1.06	1.06	1.12
DuPage County	0.17	0.17	0.16	0.16	0.17	0.18	0.19	0.20	0.21	0.20
DuPage County Fores Preserve	0.13	0.12	0.12	0.12	0.13	0.14	0.15	0.17	0.17	0.16
DuPage Airport Authority	0.02	0.02	0.02	0.01	0.02	0.02	0.02	0.02	0.02	0.02
Bloomingtondale Township	0.07	0.07	0.07	0.07	0.08	0.08	0.10	0.11	0.11	0.09
Elmhurst Park District	0.31	0.30	0.27	0.28	0.31	0.34	0.39	0.42	0.42	0.38
53 Trails Est Park District	0.04	0.03	0.03	0.03	0.03	0.03	0.04	0.04	0.04	0.04
Itasca Fire Protection District	0.59	0.57	0.57	0.58	0.65	0.72	0.82	0.90	0.94	0.90
Grade Sch Dist No. 2	2.66	2.69	2.71	2.75	3.12	3.54	4.07	4.43	4.57	4.53
Grade Sch Dist No. 4	1.86	1.84	1.83	1.84	2.08	2.32	2.70	2.97	3.06	3.02
Grade Sch Dist No.10	1.66	1.60	1.58	1.59	1.80	2.05	2.32	2.54	2.66	2.50
Grade Sch Dist No.13	2.19	2.18	2.16	2.12	2.35	2.56	2.93	3.28	3.46	3.36
Grade Sch Dist No.15	3.78	3.66	3.66	3.78	4.18	4.65	5.37	6.39	6.49	6.51
High Sch Dist No. 87	1.72	1.66	1.65	1.67	1.84	2.02	2.29	2.49	2.58	2.52
High Sch Dist No. 88	1.38	1.44	1.43	1.48	1.66	1.83	2.20	2.44	2.56	2.55
High Sch Dist No. 100	1.39	1.39	1.39	1.40	1.62	1.81	2.06	2.23	2.30	2.29
High Sch Dist No. 108	1.67	1.61	1.61	1.64	1.83	2.02	2.33	2.58	2.71	2.62
Unit Sch Dist No. 205	3.53	3.36	3.27	3.32	3.73	4.13	4.80	5.28	5.48	5.06
Junior College No 502	0.19	0.19	0.19	0.21	0.23	0.25	0.27	0.30	0.30	0.28
Bloomingtondale Park District	0.29	0.29	0.28	0.28	0.31	0.33	0.38	0.42	0.43	0.42
Bloomingtondale Fire District	0.46	0.45	0.45	0.45	0.51	0.55	0.65	0.72	0.76	0.75
Bensenville Park District	0.33	0.33	0.33	0.31	0.36	0.41	0.47	0.51	0.52	0.52
Wood Dale Park District	0.32	0.32	0.31	0.30	0.35	0.40	0.45	0.49	0.50	0.50
<b>TOTAL OVERLAPPING RATES</b>	<b>26.05</b>	<b>25.58</b>	<b>25.35</b>	<b>25.68</b>	<b>28.82</b>	<b>32.01</b>	<b>36.89</b>	<b>40.96</b>	<b>42.40</b>	<b>42.25</b>

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2016			2007		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Pampered Chef	\$ 8,847,070	1	0.90%	\$ 16,507,880	1	1.30%
Walmart Property Tax Dep	6,866,150	2	0.70%	7,595,220	5	0.60%
IDI Gazeley Brookfield	6,161,130	3	0.63%	-	4	0.00%
Brookind Corporation	5,455,250	4	0.56%	8,509,560	4	0.00%
WPI Rohlwing LLC	4,705,350	5	0.48%	-		0.00%
SVF Swift Center LLC	3,971,100	6	0.40%	-	9	0.00%
Devry	3,717,020	7	0.38%	5,310,190		0.42%
Evergreen Real Estate	3,095,080	8	0.32%	-	-	0.00%
Oxford Bank & Trust	2,999,700	9	0.31%	-	-	0.00%
LPF Addison LLC	2,989,480	10	0.30%	-	-	0.00%
Riggs & Company				15,879,202	2	1.25%
AMB Prop Re Tax Co				10,009,690	3	0.79%
880 S Rohlwing Rd LLC				7,170,470	6	0.57%
Mercantile Safe Deposit				6,375,440	7	0.50%
Chicago Title Land & Trust				6,365,520	8	0.50%
Hamilton Partners Inc				5,230,510	10	0.41%
	<u>\$ 48,807,330</u>		<u>4.98%</u>	<u>\$ 88,953,682</u>		<u>6.34%</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			
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%
2014	2016*	7,727,743	7,667,974	99.23%	364	7,668,338	99.23%

\*GASB Statement 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	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>MUNICIPAL TAXABLE SALES</b>										
General merchandise	\$ 828,278	\$ 893,541	\$ 926,956	\$ 913,787	\$ 901,035	\$ 905,943	\$ 1,071,780	\$ 1,182,090	\$ 1,140,620	\$ 1,152,848
Food	478,568	474,844	480,122	453,625	443,929	493,144	474,120	476,105	507,098	515,071
Drinking and eating places	572,292	598,684	641,649	561,903	565,642	579,740	602,477	597,170	620,100	654,386
Apparel	53,948	53,629	49,643	41,129	42,927	178,607	14,544	19,033	17,510	19,242
Furniture & H.H. & radio	377,640	358,957	311,656	261,587	284,997	287,675	231,645	173,565	206,203	216,056
Lumber, building hardware	626,364	746,031	582,111	356,676	314,309	187,752	190,165	202,994	281,738	277,240
Automobile and filling stations	727,495	791,615	910,745	840,558	970,677	1,008,132	1,116,986	1,117,985	1,162,923	1,150,954
Drugs and miscellaneous retail	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	2,287,793
Agriculture and all others	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	2,979,727
Manufacturers	383,036	402,935	346,296	228,668	200,617	198,167	214,500	224,727	290,523	293,794
<b>TOTAL</b>	<b>\$ 6,854,883</b>	<b>\$ 7,505,796</b>	<b>\$ 8,056,484</b>	<b>\$ 6,838,325</b>	<b>\$ 7,151,432</b>	<b>\$ 7,780,024</b>	<b>\$ 7,745,439</b>	<b>\$ 8,114,741</b>	<b>\$ 8,542,618</b>	<b>\$ 9,547,110</b>
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%
<b>HOME RULE TAXABLE SALES</b>										
General merchandise	\$ 398,091	\$ 424,558	\$ 430,302	\$ 425,878	\$ 412,381	\$ 375,998	\$ 597,340	\$ 715,565	\$ 685,643	\$ 671,198
Food	97,330	94,634	94,422	84,487	92,297	100,906	125,020	126,288	134,762	133,445
Drinking and eating places	425,408	447,035	478,885	418,465	421,711	431,007	593,716	591,373	613,661	647,653
Apparel	40,462	40,222	37,232	30,848	32,174	92,740	14,543	18,124	17,510	19,241
Furniture & H.H. & radio	283,226	269,216	233,744	196,181	212,857	215,753	229,622	173,703	211,868	215,684
Lumber, building hardware	465,125	559,210	425,301	266,050	234,871	140,605	189,275	201,457	280,379	276,871
Automobile and filling stations	428,633	498,744	556,477	510,003	607,010	635,350	855,450	865,635	794,220	655,507
Drugs and miscellaneous retail	540,247	620,542	903,195	732,121	692,172	867,536	1,136,615	1,684,807	1,276,885	1,965,181
Agriculture and all others	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	2,903,160
Manufacturers	284,116	300,117	257,307	170,329	149,872	148,161	211,882	223,528	289,200	292,577
<b>TOTAL</b>	<b>\$ 4,360,874</b>	<b>\$ 4,813,250</b>	<b>\$ 5,132,581</b>	<b>\$ 4,271,658</b>	<b>\$ 4,485,016</b>	<b>\$ 4,823,626</b>	<b>\$ 6,293,822</b>	<b>\$ 6,703,546</b>	<b>\$ 7,003,905</b>	<b>\$ 7,780,518</b>
Village direct sales tax rate	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%*	1.00%	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

---

<b>Fiscal Year</b>	<b>Village Direct Rate</b>	<b>DuPage County</b>	<b>DuPage Water Commission</b>	<b>Regional Transit Authority</b>	<b>State Rate</b>	<b>Total Sales Tax</b>
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%
2016	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	Illinois EPA Loans			
2007	\$ 34,587,258	\$ 1,977,407	\$ 2,167,742	\$ -	\$ 38,732,407	5.09%	\$ 1,078.50
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	26,903,684	-	1,158,136	1,550,935	29,612,755	2.97%	743.87
2015	24,753,765	-	976,486	6,627,263	32,357,514	3.00%	875.90
2016	22,751,408	-	791,663	7,969,299	31,514,386	3.00%	853.08

\* See the schedule of Demographic and Economic Information on page 134 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

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Less Amounts Available In Debt Service Fund</b>	<b>Total</b>	<b>Tax Levy Year</b>	<b>Actual Taxable Value of Property*</b>	<b>Percentage of Estimated Actual Taxable Value of Property*</b>	<b>Per Capita</b>
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	28,098,820	1,786,294	26,312,526	2012	3,094,237,236	0.85%	712.27
2015	25,730,251	1,771,623	23,958,628	2013	2,881,954,149	0.83%	648.48
2016	23,543,071	2,348,402	21,194,669	2014	2,858,968,590	0.74%	573.67

\* 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, 2016

<b>Governmental unit</b>	<b>(1) Gross Bonded Debt</b>	<b>(2) Percentage Debt Applicable of the Village</b>	<b>(3) The Village's Share of Debt</b>
Village of Addison	\$ 22,751,408	100.00%	\$ 22,751,408
<b>TOTAL DIRECT DEBT</b>	<u>22,751,408</u>		<u>22,751,408</u>
DuPage County	223,138,337	3.20%	7,140,427
Addison Park District	5,496,000	95.01%	5,221,750
Bensenville Park District	1,935,000	1.10%	21,285
Bloomington Park District	5,510,940	1.46%	80,460
Elmhurst Park District	4,330,000	0.28%	12,124
Bloomington Fire District	1,462,680	0.10%	1,463
School District No. 2	31,685,000	1.20%	380,220
School District No. 4	13,345,000	81.87%	10,925,552
School District No. 13	3,130,000	2.53%	79,189
School District No. 15	12,901,100	26.99%	3,482,007
School District No. 205	89,328,982	0.27%	241,188
High School District No. 87	53,815,000	2.70%	1,453,005
High School District No. 88	108,060,000	33.10%	35,767,860
High School District No. 100	2,254,255	0.65%	14,653
High School District No. 108	<u>39,140,000</u>	0.69%	<u>270,066</u>
<b>TOTAL OVERLAPPING DEBT</b>	<u>595,532,294</u>		<u>65,091,249</u>
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>	<u>\$ 618,283,702</u>		<u>\$ 87,842,657</u>

(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, 2016

---

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

---

<b>Fiscal Year</b>	<b>Population<sup>^</sup></b>	<b>Total Personal Income*</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate#</b>
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	957,333,582	25,914	7.20%
2015	36,942	-	-	5.40%
2016	36,942	-	-	6.00%

### Data Sources

<sup>^</sup> 2000 and 2010 U.S. Census Bureau of population and housing

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

The State is two years behind in reporting; therefore, the 2015 and 2016 information is unavailable

# Illinois Department of Employment Security - Local Area Unemployment Stats  
[http://www.ides.illinois.gov/LMI/Pages/Local\\_Area\\_Unemployment\\_Statistics.aspx](http://www.ides.illinois.gov/LMI/Pages/Local_Area_Unemployment_Statistics.aspx)

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

Bureau of Labor Statistics  
Village Records

VILLAGE OF ADDISON, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2016				2007			
Employer	Rank	Total Village Population	% of Total Village Population	Employer	Rank	Total Village Population	% of Total Village Population
United Parcel	1	2,914	7.89%	United Parcel Service	1	2,700	7.52%
Spectra Metal	2	971	2.63%	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%
Beltman Group Inc	5	450	1.22%	Rex Electric, Inc	5	250	0.70%
Devry University	6	400	1.08%	Roman, Inc	6	250	0.70%
Tailored Brands	7	258	0.70%	Nabisco Inc	7	232	0.65%
Unisource	8	250	0.68%	ACCO Brands Corp	8	220	0.61%
Jewel Food Stores	9	250	0.68%	Devry Institute Tech	9	200	0.56%
Parts Town LLC	10	225	0.61%	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	2007		2008		2009		2010		Authorized	Filled	Authorized	Filled
	2007	2008	2009	2010	2011	2011	2011	2012	2012			
<b>GENERAL GOVERNMENT</b>												
Administration	9.04	9.50	9.50	9.00	8.00	7.00	8.00	7.00				
Board and Commissions	-	-	-	-	-	-	-	-				
Finance	10.04	10.04	10.04	11.00	9.00	9.00	9.00	7.00				
Community relations	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00				
Building and grounds	2.48	2.48	2.50	2.00	2.00	2.00	2.00	2.00				
Information services	4.00	4.00	4.00	4.00	4.00	3.00	4.00	3.00				
<b>PUBLIC SAFETY</b>												
Police												
Officers	66.00	66.00	71.00	72.00	72.00	69.00	72.00	66.00				
Civilians	33.00	33.00	28.00	30.00	29.00	28.00	15.00	15.00				
Henry Hyde Resource Center	-	-	1.00	-	2.00	1.00	1.00	1.00				
Consolidated dispatch	-	-	-	-	-	-	14.00	14.00				
Community Development	22.27	23.00	23.00	23.00	24.00	22.00	24.00	21.00				
Highways and Streets												
Electrical/forestry	10.25	10.25	10.25	9.00	9.00	8.00	9.00	8.00				
Street	13.50	13.50	13.50	13.00	13.00	11.00	13.00	11.00				
Fleet services	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00				
Water and Sewer												
Water	13.27	13.27	13.21	11.00	11.00	11.00	11.00	11.00				
Sewer	13.75	13.00	13.00	12.00	12.00	9.00	12.00	9.00				
Water pollution control	20.73	20.73	20.73	19.00	19.00	18.00	19.00	18.00				
<b>TOTAL FULL-TIME EQUIVALENT EMPLOYEES</b>	<b>228.33</b>	<b>228.77</b>	<b>229.73</b>	<b>225.00</b>	<b>224.00</b>	<b>208.00</b>	<b>223.00</b>	<b>203.00</b>				

Note: Positions shown are authorized.

Data Source

Village budget office

<b>Authorized</b>	<b>Filled</b>	<b>Authorized</b>	<b>Filled</b>	<b>Authorized</b>	<b>Filled</b>	<b>Authorized</b>	<b>Filled</b>
<b>2013</b>	<b>2013</b>	<b>2014</b>	<b>2014</b>	<b>2015</b>	<b>2015</b>	<b>2016</b>	<b>2016</b>
8.00	7.00	8.00	7.00	12.00	11.00	6.00	6.00
-	-	-	-	-	-		
9.00	7.00	9.00	7.00	12.00	11.00	10.00	9.00
5.00	5.00	5.00	5.00	6.00	6.00	5.00	5.00
2.00	2.00	2.00	2.00	2.00	2.00	3.00	2.00
4.00	3.00	4.00	3.00	4.00	4.00	5.00	4.00
72.00	68.00	72.00	68.00	72.00	69.00	69.00	69.00
15.00	15.00	15.00	15.00	18.00	17.00	14.00	17.00
1.00	1.00	1.00	1.00	3.00	3.00	2.00	2.00
18.00	16.00	18.00	16.00	19.00	18.00	21.00	18.00
24.00	21.00	24.00	21.00	24.00	21.00	21.00	19.00
9.00	8.00	9.00	8.00	9.00	7.00	10.00	9.00
13.00	11.00	13.00	11.00	13.00	9.00	10.00	11.00
5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
11.00	11.00	11.00	11.00	15.00	11.00	10.00	10.00
12.00	9.00	12.00	9.00	13.00	9.00	14.00	7.00
19.00	18.00	19.00	18.00	20.00	19.00	18.00	18.00
227.00	207.00	227.00	207.00	247.00	222.00	223.00	211.00

VILLAGE OF ADDISON, ILLINOIS

OPERATING INDICATORS

Last Ten Calendar Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>PUBLIC SAFETY</b>										
Police										
Calls responded to	27,688	27,627	30,947	28,763	28,141	26,381	25,380	24,684	24,832	28,055
Parking violations	5,639	9,015	9,129	8,045	8,468	5,876	6,767	8,413	10,200	8,166
Traffic violations	8,186	9,236	11,204	8,811	9,051	5,927	7,303	6,252	7,377	5,263
<b>PUBLIC WORKS</b>										
Hours of snow plowing	1,177	2,916	4,637	5,420	2,282	4,000	1,782	2,740	2,740	2,231
Sidewalk replaced (squares)	7,345	2,234	3,081	177	1,096	50	892	1,294	1,294	730
<b>WATER</b>										
Water main breaks	115	104	78	66	69	70	69	110	119	60
Average day demand (mgd)	3.980	3.625	3.627	3.400	3.315	3,315	3.470	3.300	3.220	3.180
Maximum day demand (mgd)	6.170	5.351	4.820	4.60	4.60	4.25	4.72	4.60	4.53	4.53
<b>WASTEWATER</b>										
Gallons treated (billions)	1.771	2.399	2.256	2.491	2.139	2.491	2.041	1.779	1.856	1.959
<b>COMMUNITY DEVELOPMENT</b>										
Number of permits issued	948	932	861	922	922	955	1,056	892	1,046	1,227
Code enforcement cases	557	564	479	365	393	673	834	878	1,106	1,116
Inspections conducted	5,832	5,110	4,236	4,138	4,138	4,029	4,515	4,204	5,583	4,652
<b>FINANCE</b>										
Number of real estate transfers	1,284	1,004	805	642	708	705	833	871	857	875
Vehicle stickers issued	18,015	22,423	20,169	23,075	24,103	24,103	24,336	22,156	26,607	26,224
Business licenses issued	1,450	1,462	1,457	1,430	1,457	1,467	1,434	1,467	1,534	1,492
Accounts payable checks issued	5,343	5,294	5,327	5,111	4,183	3,825	3,796	3,757	3,889	4,020

Data Source

Various Village departments

**VILLAGE OF ADDISON, ILLINOIS**

**CAPITAL ASSET STATISTICS**

Last Ten Fiscal Years

---

<b>Function/Program</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
<b>PUBLIC SAFETY</b>										
Police										
Stations/Municipal Center	1	1	1	1	1	1	1	1	1	1
Patrol units-squad cars	43	42	42	43	45	45	46	42	42	42
Dispatch workstations	-	-	-	-	-	-	6	6	6	6
Microwave tower	-	-	-	-	-	-	4	4	4	4
<b>PUBLIC WORKS</b>										
Residential streets (miles)	96	96	96	96	96	96	96	96	105	105
Storm sewers (miles)	73	73	73	73	73	73	73	73	73	73
<b>WATER AND WASTEWATER</b>										
Water mains (miles)	169	170	170	170	170	172	172	172	171	171
Storage capacity (gallons)	9.1	9.1	9.1	9.5	9.5	6.8	6.8	6.8	6.8	6.75
Sanitary sewers (miles)	113	120	120	120	120	120	120	120	120	120

Data Sources

Various Village departments