
VILLAGE OF GREEN OAKS, ILLINOIS

ANNUAL FINANCIAL REPORT

YEAR ENDED APRIL 30, 2015

TABLE OF CONTENTS

| | <u>PAGE</u> |
|--|-------------|
| INDEPENDENT AUDITOR'S REPORT | 1 - 2 |
| OTHER SUPPLEMENTARY INFORMATION | |
| Management's Discussion and Analysis | 3 - 8 |
| BASIC FINANCIAL STATEMENTS | |
| <i>Government-wide Financial Statements</i> | |
| Statement of Net Position – Modified Cash Basis | 9 |
| Statement of Activities – Modified Cash Basis | 10 |
| <i>Fund Financial Statements</i> | |
| Statement of Assets, Liabilities, and Fund Balances Arising From Cash Transactions – Governmental Funds | 11 |
| Statement of Cash Receipts, Disbursements, and Changes in Fund Balances – Governmental Funds | 12 |
| Reconciliation of the Governmental Funds Statement of Cash Receipts, Disbursements And Changes in Fund Balances to the Governmental Activities in the Statement of Activities | 13 |
| Statement of Net Position – Modified Cash Basis - Public Utility Fund | 14 |
| Statement of Revenues, Expenses, and Changes in Fund Net Position - Modified Cash Basis - Public Utility Fund | 15 |
| Statement of Cash Flows – Public Utility Fund | 16 |
| <i>Notes to Financial Statements</i> | 17 - 34 |
| OTHER SUPPLEMENTARY FINANCIAL INFORMATION | |
| Statement of Cash Receipts and Disbursements and Comparison With Appropriation - General Fund | 35 - 37 |
| Notes to Other Supplementary Financial Information | 38 |
| Schedule of Funding Progress Illinois Municipal Retirement Fund | 39 |
| ADDITIONAL SUPPLEMENTARY FINANCIAL INFORMATION | |
| Combining Statement of Assets, Liabilities and Fund Balance Arising From Cash Transactions – Nonmajor Governmental Funds | 40 |
| Combining Statement of Cash Receipts, Disbursements and Changes in Fund Balance – Nonmajor Governmental Funds | 41 |
| Schedule of Assessed Valuation, Tax Rates, Extensions and Collections | 42 |



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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the Village Board
Village of Green Oaks, 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 Green Oaks, Illinois, as of and for the year ended April 30, 2015 and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 basic and aggregate remaining fund 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 entity's preparation 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 entity'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.

Opinion

In our opinion, the basic and aggregate financial statements referred to above present fairly, in all material respects, the respective financial position – modified cash basis of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Green Oaks, Illinois, as of April 30, 2015, and the respective changes in financial position – modified cash basis, thereof for the year then ended in conformity with the basis of accounting described in Note 1.

To the Honorable Mayor and
Members of the Village Board
Village of Green Oaks, Illinois

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Disclaimer of Opinion on Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Green Oaks, Illinois' basic financial statements. The supplemental information on pages 3 through 8 and 35 through 42, as listed in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplemental information is the responsibility of management. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



EVOY, KAMSCHULTE, JACOBS & CO., LLP
Waukegan, Illinois
December 7, 2015

OTHER SUPPLEMENTARY INFORMATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF GREEN OAKS, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED APRIL 30, 2015

MANAGEMENT DISCUSSION AND ANALYSIS

Our discussion and analysis of the Village of Green Oaks's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2015. Please read it in conjunction with the Village's financial statements, which begin on page 9.

FINANCIAL HIGHLIGHTS

- The Village's total revenues exceeded total expenses, on the modified cash basis of accounting, by \$38,006 for the year, resulting in an increase in total net assets of 0.3% over the previous year. The decrease is attributed to the Village's approved expenditures for public works projects.
- The Village's sales tax revenue increased by 21% over the previous year and the Village's allocation from the state income tax decreased 8% over the previous year.
- The Village's General Fund ended the year with a fund balance of \$2,208,967, which was a increase of 6.03% over last year due to budget management..

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position - Modified Cash Basis and the Statement of Activities - Modified Cash Basis (on pages 9 and 10) provide information about the activities of the Village as a whole, and present a longer-term view of the Village's finances. Fund financial statements start on page 11. For the governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds.

REPORTING THE VILLAGE AS A WHOLE

Our analysis of the Village as a whole begins on page 5. One of the most important questions asked about the Village's finances is, "Is the Village as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Village as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the modified cash basis of accounting.

These two statements report the Village's net position and changes in it. You can think of the Village's net position—the difference between assets and liabilities—as one way to measure the Village's financial health, or financial position. Over time, increases or decreases in the Village's net position are one indicator of its financial health.

In the Statement of Net Position and the Statement of Activities, we divide the Village into two kinds of activities.

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

REPORTING THE VILLAGE AS A WHOLE – (Continued)

Governmental Activities - Most of the Village's basic services are reported here, including the police, general administration, and streets. Property taxes, sales taxes, franchise fees, fines and state and federal grants finance most of these basic services.

Business-type Activities - The Village charges fees to customers to help it cover all or most of the cost of certain services it provides. The Village's water and sewer operations are reported as business-type activities.

REPORTING THE VILLAGE'S MOST SIGNIFICANT FUNDS

The fund financial statements begin on page 11 and provide detailed information about the most significant funds--not the Village as a whole. Some funds are required to be established by State law.

- Governmental funds--Most of the Village's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The Village maintains its accounting records for all funds on the cash basis of accounting. Accordingly, revenues are recognized and recorded when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more funds that can be spent in the near future to finance the Village's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation in the financial statements. The Village considers the General Fund to be its significant or major governmental fund. All other governmental funds are aggregated in a single column entitled other governmental funds.
- Proprietary Funds - When the Village charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. For example, proprietary fund capital assets are capitalized and depreciated and principal payments on long-term debt are recorded as a reduction to the liability. In fact, the Village's enterprise fund is the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows. The Village only has one enterprise fund – the Public Utility Fund.

The Village currently has no fiduciary funds. Fiduciary funds are often used to account for assets that are held in a trustee or fiduciary capacity such as pension plan assets, assets held per trust agreements, and similar arrangements.

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

A FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

Net Position – Modified Cash Basis

The Village's combined net position, resulting from modified cash basis transactions, increased from approximately \$10.7 million to \$10.8 million between fiscal years 2014 and 2015. Looking at the net position and net expenses of governmental and business-type activities separately, business-type activities had a slight decrease and governmental-type activities experienced a small increase. A condensed statement of net position and statement of activities is presented below:

Table 1 - Net Position

| | Governmental Activities | | Business - Type Activities | | Total | |
|--------------------------|-------------------------|--------------|----------------------------|--------------|---------------|---------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Current and Other Assets | \$ 2,710,689 | \$ 2,707,697 | \$ 3,728,755 | \$ 3,753,311 | \$ 6,439,444 | \$ 6,461,008 |
| Capital Assets | 8,796,757 | 9,107,981 | - | - | 8,796,757 | 9,107,981 |
| Total Assets | 11,507,446 | 11,815,678 | 3,728,755 | 3,753,311 | 15,236,201 | 15,568,989 |
| Long-Term Liabilities | 4,178,226 | 4,531,409 | - | - | 4,178,226 | 4,531,409 |
| Other Liabilities | 252,613 | 264,224 | 18,565 | 24,565 | 271,178 | 288,789 |
| Total Liabilities | 4,430,839 | 4,795,633 | 18,565 | 24,565 | 4,449,404 | 4,820,198 |
| Net Position | \$ 7,076,607 | \$ 7,020,045 | \$ 3,710,190 | \$ 3,728,746 | \$ 10,786,797 | \$ 10,748,791 |
| Net Position | | | | | | |
| Net Investment in | | | | | | |
| Capital Assets | \$ 4,514,837 | \$ 4,576,572 | \$ - | \$ - | \$ 4,514,837 | \$ 4,576,572 |
| Restricted | 249,289 | 245,952 | - | - | 249,289 | 245,952 |
| Unrestricted | 2,312,481 | 2,197,521 | 3,710,190 | 3,728,746 | 6,022,671 | 5,926,267 |
| Total Net Position | \$ 7,076,607 | \$ 7,020,045 | \$ 3,710,190 | \$ 3,728,746 | \$ 10,786,797 | \$ 10,748,791 |

The net position of the Village's governmental activities increased 1% to \$7.077 million. This increase is attributed to close oversight to the annual budget and expenditure control. Revenues were essentially flat as compared to last year. The net position of the Village's business-type activities decreased 0.5% to \$3.71 million.

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

THE VILLAGE AS A WHOLE – (Continued)

Changes in Net Position – Modified Cash Basis

Table 2 - Changes in Net Position

| | <u>Governmental Activities</u> | | <u>Business-Type Activities</u> | | <u>Total</u> | |
|--|--------------------------------|---------------------|---------------------------------|---------------------|----------------------|----------------------|
| | <u>2015</u> | <u>2014</u> | <u>2015</u> | <u>2014</u> | <u>2015</u> | <u>2014</u> |
| Revenues Received: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | \$ 234,466 | \$ 179,863 | \$ 572,033 | \$ 593,493 | \$ 806,499 | \$ 773,356 |
| Operating Grants and Contributions | 85,737 | 151,152 | - | - | 85,737 | 151,152 |
| General Revenues: | | | | | | |
| Property Taxes | 420,772 | 421,572 | - | - | 420,772 | 421,572 |
| Other Taxes | 1,015,062 | 956,058 | - | - | 1,015,062 | 956,058 |
| Other | 362,642 | 193,695 | 45,482 | 36,141 | 408,124 | 229,836 |
| Transfers | - | - | - | - | - | - |
| Total Revenue | 2,118,679 | 1,902,340 | 617,515 | 629,634 | 2,736,194 | 2,531,974 |
| Expenses Paid: | | | | | | |
| General Government | 819,408 | 695,394 | - | - | 819,408 | 695,394 |
| Public Works | 1,132,399 | 1,438,008 | - | - | 1,132,399 | 1,438,008 |
| Interest on Long-Term Det | 110,310 | 314,377 | - | - | 110,310 | 314,377 |
| Water and Sewer | - | - | 636,071 | 562,545 | 636,071 | 562,545 |
| | <u>2,062,117</u> | <u>2,447,779</u> | <u>636,071</u> | <u>562,545</u> | <u>2,698,188</u> | <u>3,010,324</u> |
| Increase (Decrease) in Net Position | 56,562 | (545,439) | (18,556) | 67,089 | 38,006 | (478,350) |
| Net Position | | | | | | |
| Beginning of Year | <u>7,020,045</u> | <u>7,565,484</u> | <u>3,728,746</u> | <u>3,661,657</u> | <u>10,748,791</u> | <u>11,227,141</u> |
| Net Position End of Year | <u>\$ 7,076,607</u> | <u>\$ 7,020,045</u> | <u>\$ 3,710,190</u> | <u>\$ 3,728,746</u> | <u>\$ 10,786,797</u> | <u>\$ 10,748,791</u> |

The net position of the Village's governmental activities increased by \$56,562. Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, or other legal requirements - was \$2,312,661 at April 30, 2015.

THE VILLAGE'S FUNDS

As the Village completed the year, its governmental funds (as presented in the statement of assets, liabilities and fund balance arising from cash transactions on page 11) reported a combined fund balance of \$2,208,967, which is more than last year's total of \$2,083,318. This increase is due to the lesser disbursements for various budgeted public works improvements as compared to the prior year.

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

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets – Modified Cash Basis

At the end of April 30, 2015, the Village had \$8,696,063 invested in capital assets, including land, buildings, equipment and furniture, and infrastructure. (See table)

Table 3 - Capital Assets at Year End

At April 30, 2015, the Village had \$8.7 million invested in capital assets. See Note 3 on page 27 for additional information.

| | <u>Governmental Activities 2015</u> | <u>Business-type Activities 2015</u> | <u>Totals 2015</u> |
|------------------------------------|---|--|------------------------|
| Land | \$ 893,468 | \$ - | \$ 893,468 |
| Land Improvements | 285,218 | - | 285,218 |
| Buildings | 512,109 | - | 512,109 |
| Equipment, Furniture & Vehicles | 11,868 | - | 11,868 |
| Infrastructure | 6,990,400 | - | 6,990,400 |
| TOTALS | \$ 8,693,063 | \$ - | \$ 8,693,063 |

Long-Term Debt – Modified Cash Basis

At year-end, the Village had \$4,111,000 in outstanding Special Tax and General Obligation Bonds. See Note 4 on page 27 for additional information.

Table 4 – Long-Term Liabilities at Year End

| | <u>April 30, 2014</u> | <u>Additions</u> | <u>Retirements</u> | <u>April 30, 2015</u> | <u>Current Portion</u> |
|----------------------------------|-----------------------|------------------|--------------------|-----------------------|------------------------|
| <u>Governmental Activities</u> | | | | | |
| <u>Special Tax Bonds Payable</u> | | | | | |
| Special Service Area #7 | \$ 45,000 | \$ - | \$ 15,000 | \$ 30,000 | \$ 15,000 |
| Special Service Area #8 | 114,000 | - | 38,000 | 76,000 | 38,000 |
| Special Service Area #9 | 205,000 | - | 30,000 | 175,000 | 30,000 |
| Special Service Area #10 | | | | | |
| Refunding Issue | 1,125,000 | - | 115,000 | 1,010,000 | 120,000 |
| Special Service Area #11 | 950,000 | - | 50,000 | 900,000 | 55,000 |
| <u>General Obligation Bonds</u> | | | | | |
| Series 2009 | 2,020,000 | - | 100,000 | 1,920,000 | 105,000 |
| Total Long-Term Debt | \$ 4,459,000 | \$ - | \$ 348,000 | \$ 4,111,000 | \$ 363,000 |

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

For the upcoming fiscal year ending April 30, 2015, the Village's budget and appropriation ordinance is fairly consistent with this year for the Village's operating activities with major public works projects funded by operating reserves.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with an overview of the Village's finances and to show the Village's accountability for the money it receives. If you have questions about this report or need additional information, contact Elaine Palmer, Village Administrator, Village of Green Oaks, Green Oaks, IL 60048 (847) 362-5363.

BASIC FINANCIAL STATEMENTS

VILLAGE OF GREEN OAKS, ILLINOIS

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

GOVERNMENTAL FUNDS

APRIL 30, 2015

| | GOVERNMENTAL ACTIVITIES | BUSINESS - TYPE ACTIVITIES | TOTAL |
|--|----------------------------|-------------------------------|----------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Deposits | \$ 612,861 | \$ 111,347 | \$ 724,208 |
| Investments | 2,091,273 | 3,617,408 | 5,708,681 |
| Prepaid Expenses | 6,555 | - | 6,555 |
| | 2,710,689 | 3,728,755 | 6,439,444 |
| Noncurrent Assets | | | |
| Capital Assets Not Being Depreciated | | | |
| Land | 893,468 | - | 893,468 |
| Capital Assets (Net of Depreciation) | | | |
| Land Improvements | 285,218 | - | 285,218 |
| Buildings | 512,109 | - | 512,109 |
| Infrastructure | 6,990,400 | - | 6,990,400 |
| Equipment, Furniture & Vehicles | 11,868 | - | 11,868 |
| Unamortized Bond Issuance Costs | 103,694 | - | 103,694 |
| | 8,796,757 | - | 8,796,757 |
| TOTAL ASSETS | 11,507,446 | 3,728,755 | 15,236,201 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Construction and Developer Deposits | 252,613 | 18,565 | 271,178 |
| Current Portion of Long-Term Liabilities | 363,000 | - | 363,000 |
| | 615,613 | 18,565 | 634,178 |
| Noncurrent Liabilities | | | |
| General Obligation Bonds Payable | 4,178,226 | - | 4,178,226 |
| Less: Current Portion | (363,000) | - | (363,000) |
| | 3,815,226 | - | 3,815,226 |
| TOTAL LIABILITIES | 4,430,839 | 18,565 | 4,449,404 |
| NET POSITION | | | |
| Net Investment in Capital Assets | 4,514,837 | - | 4,514,837 |
| Restricted | | | |
| Streets and Highways | 40,109 | - | 40,109 |
| Debt Service | 209,180 | - | 209,180 |
| Unrestricted | 2,312,481 | 3,710,190 | 6,022,671 |
| TOTAL NET POSITION | \$ 7,076,607 | \$ 3,710,190 | \$ 10,786,797 |

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

FOR THE YEAR ENDED APRIL 30, 2015

| FUNCTIONS/PROGRAMS | EXPENSES PAID | PROGRAM REVENUES RECEIVED | | | NET (EXPENSES PAID) REVENUES RECEIVED & CHANGE IN NET POSITION | |
|--|---------------------|---------------------------|------------------------------------|----------------------------------|--|--------------------------|
| | | CHARGES FOR SERVICES | OPERATING GRANTS AND CONTRIBUTIONS | CAPITAL GRANTS AND CONTRIBUTIONS | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES |
| <u>GOVERNMENTAL ACTIVITIES</u> | | | | | | |
| General Government: | \$ 819,408 | \$ 131,954 | \$ - | \$ - | \$ (687,454) | \$ (687,454) |
| Public Works | 1,132,389 | 102,512 | 85,737 | - | (944,150) | (944,150) |
| Interest on Long-Term Debt | 110,310 | - | - | - | (110,310) | (110,310) |
| | <u>2,062,117</u> | <u>234,466</u> | <u>85,737</u> | <u>-</u> | <u>(1,741,914)</u> | <u>(1,741,914)</u> |
| <u>BUSINESS TYPE ACTIVITIES</u> | 636,071 | 572,033 | - | - | (64,038) | (64,038) |
| <u>TOTAL GOVERNMENT</u> | <u>\$ 2,698,188</u> | <u>\$ 806,499</u> | <u>\$ 85,737</u> | <u>\$ -</u> | <u>(1,741,914)</u> | <u>(1,805,952)</u> |
| | | | | | | |
| <u>GENERAL REVENUES RECEIVED</u> | | | | | | |
| Property Taxes | | 420,772 | | | 420,772 | |
| Replacement Taxes | | 2,772 | | | 2,772 | |
| State Sales Tax | | 544,001 | | | 544,001 | |
| Income Tax | | 375,409 | | | 375,409 | |
| Court/Traffic Fines | | 14,579 | | | 14,579 | |
| Franchise Fees | | 49,558 | | | 49,558 | |
| Motor Fuel Tax | | 92,880 | | | 92,880 | |
| Interest Income Received | | 26,294 | | | 26,294 | |
| Other | | 272,211 | | | 272,211 | |
| | | <u>1,798,476</u> | | | <u>1,798,476</u> | |
| <u>TRANSFERS</u> | | | | | | |
| | | | | | <u>45,482</u> | |
| <u>TOTAL GENERAL REVENUES RECEIVED AND TRANSFERS</u> | | <u>1,798,476</u> | | | <u>1,798,476</u> | |
| <u>CHANGE IN NET POSITION</u> | | 56,562 | | | (18,556) | 38,006 |
| <u>NET POSITION - BEGINNING OF YEAR</u> | | 7,020,045 | | | 3,728,746 | 10,748,791 |
| <u>NET POSITION - END OF YEAR</u> | | <u>\$ 7,076,607</u> | | | <u>\$ 3,710,190</u> | <u>\$ 10,786,797</u> |

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS
APRIL 30, 2015

ASSETS

| | <u>GENERAL FUND</u> | <u>OTHER GOVERNMENTAL FUNDS</u> | <u>TOTAL</u> |
|----------------------|-------------------------|---|------------------|
| Cash and Deposits | \$ 339,752 | \$ 273,109 | \$ 612,861 |
| Investments | 2,091,273 | - | 2,091,273 |
| Prepaid Expenses | 6,555 | - | 6,555 |
| Due from Other Funds | <u>24,000</u> | <u>64,290</u> | <u>88,290</u> |
| <u>TOTAL ASSETS</u> | <u>2,461,580</u> | <u>337,399</u> | <u>2,798,979</u> |

LIABILITIES AND FUND BALANCE

| | | | |
|---|---------------------|-------------------|------------------|
| <u>Liabilities</u> | | | |
| Construction and Developer Deposits | 252,613 | - | 252,613 |
| Due to Other Funds | - | 88,290 | 88,290 |
| | <u>252,613</u> | <u>88,290</u> | <u>340,903</u> |
| <u>Fund Balance</u> | | | |
| <u>Nonspendable</u> | | | |
| Prepaid Expenses | 6,555 | - | 6,555 |
| <u>Restricted</u> | | | |
| Motor Fuel Tax Projects | - | 40,109 | 40,109 |
| Debt Service | - | 209,180 | 209,180 |
| Unassigned | <u>2,202,412</u> | <u>(180)</u> | <u>2,202,232</u> |
| | <u>2,208,967</u> | <u>249,109</u> | <u>2,458,076</u> |
| <u>TOTAL LIABILITIES AND FUND BALANCE</u> | <u>\$ 2,461,580</u> | <u>\$ 337,399</u> | |

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 funds. | 8,693,063 |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds | 103,694 |
| Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the funds. | <u>(4,178,226)</u> |
| Net Position of Governmental Activities | \$ <u>7,076,607</u> |

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
GOVERNMENT FUNDS
FOR THE YEAR ENDED APRIL 30, 2015

| | <u>GENERAL FUND</u> | <u>OTHER GOVERNMENTAL FUNDS</u> | <u>TOTAL</u> |
|---|-------------------------|---|---------------------|
| <u>CASH RECEIPTS</u> | | | |
| Taxes | \$ 994,817 | \$ 441,017 | \$ 1,435,834 |
| Licenses and Permits | 205,109 | - | 205,109 |
| Franchise Fees | 49,558 | - | 49,558 |
| Charges for Services | 29,357 | - | 29,357 |
| Fines | 14,579 | - | 14,579 |
| Grant Receipts | 54,713 | 31,024 | 85,737 |
| Interest Receipts | 26,294 | - | 26,294 |
| Other Receipts | 272,211 | - | 272,211 |
| | <u>1,646,638</u> | <u>472,041</u> | <u>2,118,679</u> |
| <u>CASH DISBURSEMENTS</u> | | | |
| Current | | | |
| General Government | 742,154 | 22,989 | 765,143 |
| Public Works | 634,505 | 126,734 | 761,239 |
| Capital Outlay | - | - | - |
| Debt Service - Principal | 100,000 | 248,000 | 348,000 |
| - Interest | 44,330 | 71,163 | 115,493 |
| | <u>1,520,989</u> | <u>468,886</u> | <u>1,989,875</u> |
| <u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u> | 125,649 | 3,155 | 128,804 |
| <u>FUND BALANCE - MAY 1, 2014</u> | <u>2,083,318</u> | <u>245,954</u> | <u>2,329,272</u> |
| <u>FUND BALANCE - APRIL 30, 2015</u> | <u>\$ 2,208,967</u> | <u>\$ 249,109</u> | <u>\$ 2,458,076</u> |

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2015

| | | |
|---|----|---------|
| NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS | \$ | 128,804 |
|---|----|---------|

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures however, they are capitalized and depreciated in the statement of activities

| | | | |
|-----------------------------|----|------------------|-----------|
| Capital Outlay Expenditures | \$ | - | |
| Depreciation Expense | | <u>(414,918)</u> | (414,918) |

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds

(5,324)

The repayment of long-term debt is reported as an expenditure when paid in governmental funds but as a reduction of principal outstanding in the government-wide statements

348,000

CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES

\$ 56,562

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
PUBLIC UTILITY FUND
APRIL 30, 2015

| <u>ASSETS</u> | |
|---|---------------------|
| <u>CURRENT ASSETS</u> | |
| Cash and Cash Equivalents | \$ 111,347 |
| Investments | 3,617,408 |
| Total Current Assets | \$ <u>3,728,755</u> |
| | |
| <u>TOTAL ASSETS</u> | <u>3,728,755</u> |
| | |
| <u>LIABILITIES</u> | |
| <u>CURRENT LIABILITIES</u> | |
| Construction and Developer Deposits | <u>18,565</u> |
| | |
| <u>NET POSITION</u> | |
| Net Position - Unrestricted | <u>3,710,190</u> |
| <u>TOTAL LIABILITIES AND NET POSITION</u> | \$ <u>3,728,755</u> |

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS

STATEMENT OF REVENUES RECEIVED, EXPENSES PAID AND CHANGES IN FUND NET POSITION -

MODIFIED CASH BASIS - PUBLIC UTILITY FUND

FOR THE YEAR ENDED APRIL 30, 2015

REVENUES RECEIVED

| | | | |
|---|----|---------------|---------|
| Water and Sewer Service Fees | \$ | 512,454 | |
| Water and Sewer Maintenance and Recapture Fees | | 43,333 | |
| Other Operating Receipts | | 11,018 | 569,033 |
| | | <u>11,018</u> | |

EXPENSES PAID

| | | | |
|----------------------|--|---------------|---------|
| Maintenance Service | | 37,506 | |
| Electricity | | 6,344 | |
| Sewer Use Fees | | 343,981 | |
| Water Purchase | | 197,606 | |
| Water Use Fees | | 10,725 | |
| Hydrant Flushing | | 11,495 | |
| Supplies and Postage | | 415 | |
| Miscellaneous | | 27,999 | 636,071 |
| | | <u>27,999</u> | |

OPERATING INCOME (LOSS)

(67,038)

NON-OPERATING RECEIPTS (EXPENSES PAID)

| | | | |
|-----------------|--|--------------|--------|
| Interest Income | | 45,481 | |
| Connection Fees | | 3,000 | 48,481 |
| | | <u>3,000</u> | |

NET INCOME

(18,557)

NET POSITION - MAY 1, 2014

3,728,747

NET POSITION - APRIL 30, 2015

\$ 3,710,190

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS

STATEMENT OF CASH FLOWS

PUBLIC UTILITY FUND

FOR THE YEAR ENDED APRIL 30, 2015

| | |
|--|---------------------|
| <u>CASH FLOWS FROM OPERATING ACTIVITIES</u> | |
| Cash Received from Customers | \$ 569,033 |
| Cash Paid for Goods and Services | <u>(642,071)</u> |
| <u>NET CASH PROVIDED BY (USED FOR) OPERATIONS</u> | (73,038) |
| <u>CASH FLOWS FROM FINANCING ACTIVITIES</u> | |
| Water Connection Fees | 3,000 |
| <u>CASH FLOWS FROM INVESTING ACTIVITIES</u> | |
| Receipt of Interest Income | <u>45,481</u> |
| <u>NET INCREASE (DECREASE) IN CASH</u> | (24,557) |
| <u>CASH - MAY 1, 2014</u> | <u>3,753,312</u> |
| <u>CASH - APRIL 30, 2015</u> | <u>\$ 3,728,755</u> |
| | |
| <u>RECONCILIATION OF OPERATING INCOME TO NET</u> | |
| <u>CASH PROVIDED BY OPERATIONS</u> | |
| Operating Income | \$ (67,038) |
| Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities: | |
| Increase (Decrease) in Construction Deposits | <u>(6,000)</u> |
| <u>NET CASH PROVIDED BY OPERATING ACTIVITIES</u> | <u>\$ (73,038)</u> |

See accompanying notes to financial statements.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Green Oaks, Illinois (the Village), was incorporated in 1960 and is located in the northeast part of the state in the County of Lake. The Village operates under a trusteeship form of government and provides the following services: public services (waterworks and sewerage), planning and zoning, and other general administrative services.

As discussed further in Note 1.C., these financial statements are presented on a modified cash basis of accounting. This modified basis of accounting differs from U.S. generally accepted accounting principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements of the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. For enterprise funds, GASB Statement Nos. 20 and 34 provide the Village the option of electing to apply FASB pronouncements issued after November 30, 1989. The Village has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

A. FINANCIAL REPORTING ENTITY

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Entity," and includes all component units of which the Village appointed a voting majority of the units' board; the Village is either able to impose its will on the unit or a financial benefit or burden relationship exists.

These financial statements present the Village (the primary government).

Blended Component Units

Blended components units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the Village Board or the component unit provides services entirely to the Village. These component units' funds are blended into those of the Village's by appropriate activity type to compose the primary government presentation. Currently, the Village has no blended component units.

Discretely Presented Component Units

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending. Currently, the Village has no discretely presented component units.

B. BASIS OF PRESENTATION

Government-wide Financial Statements:

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charges to external parties for goods or services.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

B. BASIS OF PRESENTATION

The Statement of Activities presents a comparison between direct expenses and program receipts for each function of the Village's governmental and business-type activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses – expenses of the Village's programs, such as personnel and accounting – are not allocated to programs.

Program receipts include 1) charges paid by customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund

The General Fund is the primary operating fund of the Village and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

B. BASIS OF PRESENTATION

Capital Project Funds

Capital Project Funds are used to account for resources restricted for the acquisition or construction of specific capital projects or items.

Debt Service Funds

Debt Service Funds account for the accumulation of financial resources for the payment of interest and principal on the general long-term debt of the Village other than debt service payments made by enterprise funds.

Proprietary Funds

Enterprise Funds

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the Water and Sewer Fund of the Village as its enterprise fund.

Major and Nonmajor Funds

The funds are further classified as major or nonmajor as follows:

| Fund | Brief Description |
|-------------------------|--|
| Major: | |
| General | See above for description. |
| Nonmajor: | |
| Special Revenue Fund: | |
| Motor Fuel Tax | Accounts for the revenues and expenditures relating to projects financed through the State of Illinois Motor Fuel Tax. |
| Debt Service Funds: | |
| Special Service Area #7 | Accounts for the transactions related to the payment of interest and principal relating to debt issued for Special Service Area No. 7. |
| Special Service Area #8 | Accounts for the transactions related to the payment of interest and principal relating to debt issued for Special Service Area No. 8. |
| Special Service Area #9 | Accounts for the transactions related to the payment of interest and principal relating to debt issued for Special Service Area No. 9. |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

B. BASIS OF PRESENTATION

Nonmajor:

Debt Service Funds:

Special Service Area #10 Accounts for the transactions related to the payment of interest and principal relating to debt issued for Special Service Area No. 10.

Special Service Area #11 Accounts for the transactions related to the payment of interest and principal relating to debt issued for Special Service Area No. 11.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

In the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

The government-wide financial statements are reported using the modified cash basis of accounting. The cash basis of accounting is modified to account for: the recording of depreciation on fixed assets, recognition of the new depreciated value of fixed assets, and, recognition of long-term liabilities. Non-exchange transactions, in which the Village gives (or received) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Receipts from property taxes, grants, entitlements, and donations are recognized when received consistent with the cash basis of accounting.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Basis of Accounting

The governmental fund financial statements, and all other financial statements, are reported using the cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

D. ASSETS, LIABILITIES, AND EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, "cash, including time deposits" includes all demand, savings accounts, and certificates of deposits of the Village. For the purpose of the proprietary fund Statement of Cash Flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments are carried at cost which approximates fair value. Fair value is based on quoted market prices. Additional cash and investment disclosures are presented in Note 2.

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position.

Capital Assets

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their estimated fair value at the date of donation. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2003.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

D. ASSETS, LIABILITIES, AND EQUITY

Capital Assets

GASB Statement No. 34 requires the Village to report and depreciate new infrastructure assets effective with the beginning of the current year. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Village. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first effective for fiscal years ending in 2008.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

| <u>Assets</u> | <u>Years</u> |
|---------------------------------|--------------|
| Buildings | 40 |
| Land Improvements | 20 - 30 |
| Water and Sewer System | 50 |
| Equipment, Furniture & Vehicles | 5 - 10 |
| Machinery and Equipment | 5 - 10 |
| Infrastructure | 20 |

Fund Financial Statements

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

Long-term Debt

The accounting treatment of long-term debt depends on whether the assets are used in government fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of bonds and notes payable, leases payable, and accrued compensated absences.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund is the same in the fund statements as it is in the government-wide statements.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

Equity Classifications

Government-wide Statements

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

- a. Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets”.

Fund Statements

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

- a. Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- b. Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints of the Village Board. Committed amounts cannot be used for any other purpose unless the Village Board removes those constraints by taking the same type of action (e.g. legislation, resolution, ordinance). Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- c. Assigned – Assigned fund balances are amounts that are constrained by the Village's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by an appointed body (e.g, a budget or finance committee) or official to which the Village Board has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital project or debt service fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the Village itself.
- d. Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash.

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

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

E. REVENUES, EXPENDITURES, AND EXPENSES

Program Revenues

In the Statement of Activities, modified cash basis revenues that are derived directly from each activity or from parties outside the Village's taxpayers are reported as program revenues. The Village has the following program revenues in each activity.

| | |
|--------------------|--|
| General Government | Licenses and Permits |
| Public Works | Vehicle Stickers and Village Impact Fees |

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

| | |
|---|--|
| Government Funds – By Character: | Current (further classified by function) |
| | Debt Service |
| | Capital Outlay |
| Proprietary Fund – By Operating and Non-operating | |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

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

E. REVENUES, EXPENDITURES, AND EXPENSES – (Continued)

Property Tax

Real and personal property values are assessed on a county-wide basis by the Lake County Property Assessor as of January 1, each year. The Village levies a property tax millage rate upon the taxable value which will provide revenue required for the fiscal year beginning January 1. The tax levy must be filed with the County Clerk no later than the last Tuesday in December.

Property taxes levied by the Village and all other tax authorities within the county are centrally billed and collected by Lake County, with monthly remittance to the Village of the proportionate share of collected taxes. Taxes are billed on May 1, at which time the property owner can elect to pay the bill in full or in two installments due on or about June 1 and on or about September 1. Full payment is due no later than the September date. On the September due date, unpaid amounts become delinquent with interest and penalties added thereafter. Beginning December 1, tax certificates representing delinquent amounts are sold by Lake County, with remittance to the Village for its share of those receipts. Liens are attached on January 1 of each tax year. Taxes for 2015 became an enforceable lien on January 1, 2015.

The 2015 tax levy attaches as a lien on property as of January 1, 2015. The 2015 tax levy will not be passed until later in the calendar year. This levy is intended to finance the 2015 fiscal year, therefore, it has not been recorded as a receivable at April 30, 2015.

Interfund Transfers

Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

NOTE 2: DEPOSITS AND INVESTMENTS

Deposits and investments are stated at cost, which approximates fair value.

The following table reports the cash and investments of the Village as of April 30, 2015:

| | <u>Cash and Deposits</u> | <u>Investments</u> | <u>Total</u> |
|--------------------------|--------------------------|---------------------|---------------------|
| Government-wide | | | |
| Governmental Activities | \$ 612,861 | \$ 2,091,273 | \$ 2,704,134 |
| Business-type Activities | 111,347 | 3,617,408 | 3,728,755 |
| | <u>\$ 724,208</u> | <u>\$ 5,708,681</u> | <u>\$ 6,432,889</u> |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 2: DEPOSITS AND INVESTMENTS - (Continued)

Interest Rate Risk

In accordance with its investment policies, the Village manages its exposure to declines in fair values by structuring the portfolio such that securities mature to meet cash requirements, thereby avoiding the need to sell securities prior to maturity.

Credit Risk

The Village is authorized by state statute and its own local ordinances to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit unions, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

Investments in U.S. Government securities and securities of certain U.S. Government Agencies (Primary Obligation Agencies) are not considered to be of any credit risk since they carry the full obligation and guarantee of the U.S. Government.

Custodial Credit Risk for Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Village's deposits may not be returned. Deposits in federally insured banks and savings and loans are insured in an amount equal to \$250,000. It is the policy of the Village that deposits above insured limits will be secured by the institution pledging securities with a third party institution in fair value amounts at least to cover uninsured amounts.

Deposits – At year-end the carrying amount of the Village's deposits totaled \$724,208 and the bank balances totaled \$841,044. At April 30, 2015, all of the Village's deposits were insured or covered by collateral.

Custodial Credit Risk for Investments

Custodial credit risk for investments is the risk that in the event of the failure of the counterparty, the Village may not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Village has no custodial credit risk in that all of its investments are insured.

The Village reports investments at cost, which approximates fair value. Cost as of April 30, 2015 is \$5,708,681 and the fair value is \$5,714,856. The cost basis of investments at April 30, 2015 and their maturities are as follows:

| Investment Type | Cost Basis | Investment Maturities in Years | | | |
|------------------------|---------------------|--------------------------------|---------------------|-------------|--------------|
| | | Less Than 1 | 1-5 | 6-10 | Greater Than |
| Certificate of Deposit | \$ 4,710,000 | \$ 245,000 | \$ 4,465,000 | \$ - | \$ - |
| Municipal Obligations | 998,681 | 753,681 | 245,000 | - | - |
| Total | \$ 5,708,681 | \$ 998,681 | \$ 4,710,000 | \$ - | \$ - |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 3: CAPITAL ASSETS

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

| | <u>BEGINNING BALANCE</u> | <u>ADDITIONS</u> | <u>RETIREMENTS</u> | <u>ENDING BALANCE</u> |
|---|------------------------------|---------------------|--------------------|---------------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| Capital Assets Not Being Depreciated | | | | |
| Land | \$ 893,468 | \$ - | \$ - | \$ 893,468 |
| Capital Assets Being Depreciated | | | | |
| Land Improvements | 427,827 | - | - | 427,827 |
| Buildings | 749,303 | - | - | 749,303 |
| Infrastructure | 9,279,003 | - | - | 9,279,003 |
| Equipment, Furniture & Vehicles | 83,830 | - | - | 83,830 |
| | <u>10,539,963</u> | <u>-</u> | <u>-</u> | <u>10,539,963</u> |
| Less: Accumulated Depreciation For: | | | | |
| Land Improvements | 125,496 | 17,113 | - | 142,609 |
| Buildings | 218,462 | 18,733 | - | 237,195 |
| Infrastructure | 1,917,442 | 371,160 | - | 2,288,602 |
| Equipment, Furniture and Vehicles | 64,050 | 7,912 | - | 71,962 |
| | <u>2,325,450</u> | <u>414,918</u> | <u>-</u> | <u>2,740,368</u> |
| GOVERNMENTAL ACTIVITIES | | | | |
| CAPITAL ASSETS, NET | \$ 9,107,981 | \$ (414,918) | \$ - | \$ 8,693,063 |
| Depreciation was charged to the following activities: | | | | |
| General Government | \$ | 43,758 | | |
| Public Works | | 371,160 | | |

NOTE 4: LONG-TERM DEBT

At April 30, 2015, bonds payable consisted of the following individual issues:

| | <u>Governmental</u> |
|--|---------------------|
| Special Service Area Number Seven Special Tax Bonds, Series 1997, Dated May 1, 1997 in the original amount of \$200,000 Payable in annual installments through December 1, 2016 at the interest rate of 7.0% | \$ 30,000 |
| Special Service Area Number Eight Special Tax Bonds, Series 1997, Dated September 1, 1997 in the original amount of \$525,000 Payable in annual installments through December 1, 2016 at the interest rate of 6.0% | 76,000 |
| Special Service Area Number Nine Special Tax Bonds, Series 1999, Dated November 1, 1999 in the original amount of \$455,000 Payable in annual installments through December 1, 2019 at the interest rate of 6.5% | 175,000 |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 4: LONG-TERM DEBT – (Continued)

Special Service Area Number Ten Special Tax Refunding Bonds, Series 2013, dated December 11, 2013 in the original amount of \$1,125,000, due in annual installments through December 15, 2022 at interest rates of 2.00% to 4.00% 1,010,000

Special Service Area Number Eleven Special Tax Bonds, Series 2008, dated March 11, 2008 in the original amount of \$1,225,000, due in annual installments through January 1, 2028 at interest rates of 4.25% to 4.65% 900,000

General Obligation Bonds (Alternative Revenue Source) Series 2009 Dated March 1, 2009 in the original amount Of \$2,500,000, due in annual installments through December 1, 2028 at interest rates varying from 3.00% to 5.50% 1,920,000
 Total \$ 4,111,000

The following is a summary of the Village's long-term debt transactions for the period ended April 30, 2014:

| | <u>April 30, 2014</u> | <u>Additions</u> | <u>Retirements</u> | <u>April 30, 2015</u> | <u>Current Portion</u> |
|----------------------------------|-----------------------|------------------|--------------------|-----------------------|------------------------|
| <u>Governmental Activities</u> | | | | | |
| <u>Special Tax Bonds Payable</u> | | | | | |
| Special Service Area #7 | \$ 45,000 | \$ - | \$ 15,000 | \$ 30,000 | \$ 15,000 |
| Special Service Area #8 | 114,000 | - | 38,000 | 76,000 | 38,000 |
| Special Service Area #9 | 205,000 | - | 30,000 | 175,000 | 30,000 |
| Special Service Area #10 | | | | | |
| Refunding Issue | 1,125,000 | - | 115,000 | 1,010,000 | 120,000 |
| Special Service Area #11 | 950,000 | - | 50,000 | 900,000 | 55,000 |
| <u>General Obligation Bonds</u> | | | | | |
| Series 2009 | 2,020,000 | - | 100,000 | 1,920,000 | 105,000 |
| Subtotal | 4,459,000 | - | 348,000 | 4,111,000 | 363,000 |
| <u>Deferred Amounts</u> | | | | | |
| Issuance Discounts/Premiums | 72,409 | - | 5,183 | 67,226 | - |
| Total Long-Term Debt | \$ 4,531,409 | \$ - | \$ 353,183 | \$ 4,178,226 | \$ 363,000 |

Special Service Area Number Seven Special Tax Bonds, Series 1997, Dated May 1, 1997 in the original amount of \$200,000 payable in annual installments through December 1, 2016 at the interest rate of 7.0%.

Debt service requirements to maturity are as follows:

| <u>Year Ending</u> | <u>April 30</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|--------------------|-----------------|------------------|-----------------|--------------|
| 2016 | \$ | 15,000 | \$ 2,100 | \$ 17,100 |
| 2017 | | 15,000 | 525 | 15,525 |
| | \$ | 30,000 | \$ 2,625 | \$ 32,625 |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 4: LONG-TERM DEBT – (Continued)

Special Service Area Number Eight Special Tax Bonds, Series 1997, Dated September 1, 1997 in the original amount of \$525,000 payable in annual installments through December 1, 2016 at the interest rate of 6.0%.

Debt service requirements to maturity are as follows:

| Year Ending April 30 | Principal | Interest | Total |
|-------------------------|------------------|-----------------|------------------|
| 2016 | \$ 38,000 | \$ 4,560 | \$ 42,560 |
| 2017 | 38,000 | 2,280 | 40,280 |
| | <u>\$ 76,000</u> | <u>\$ 6,840</u> | <u>\$ 82,840</u> |

Special Service Area Number Nine Special Tax Bonds, Series 1999, Dated November 1, 1999 in the original amount of \$455,000 payable in annual installments through December 1, 2019 at the interest rate of 6.5%.

Debt service requirements to maturity are as follows:

| Year Ending April 30 | Principal | Interest | Total |
|-------------------------|-------------------|------------------|-------------------|
| 2016 | \$ 30,000 | \$ 11,375 | \$ 41,375 |
| 2017 | 35,000 | 9,425 | 44,425 |
| 2018 | 35,000 | 7,150 | 42,150 |
| 2019 | 35,000 | 4,875 | 39,875 |
| 2020 | 40,000 | 2,600 | 42,600 |
| | <u>\$ 175,000</u> | <u>\$ 35,425</u> | <u>\$ 210,425</u> |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 4: LONG-TERM DEBT - (Continued)

Special Service Area Number Ten Special Tax Refunding Bonds, Series 2013, dated December 11, 2013 in the original amount of \$1,125,000, due in annual installments through December 15, 2022 at the interest rates varying from 2.00% to 4.00%. Debt service requirements to maturity are as follows:

| Year Ending April 30 | Principal | Interest | Total |
|-------------------------|---------------------|-------------------|---------------------|
| 2016 | \$ 120,000 | \$ 31,900 | \$ 151,900 |
| 2017 | 120,000 | 29,500 | 149,500 |
| 2018 | 120,000 | 26,500 | 146,500 |
| 2019 | 125,000 | 23,500 | 148,500 |
| 2020 | 130,000 | 19,750 | 149,750 |
| 2021-2023 | 395,000 | 32,400 | 427,400 |
| | <u>\$ 1,010,000</u> | <u>\$ 163,550</u> | <u>\$ 1,173,550</u> |

Special Service Area Number Eleven Special Tax Bonds, Series 2008, dated March 11, 2008 in the original amount of \$1,225,000, due in annual installments through January 1, 2028 at interest rates of 4.25% to 4.65%

| Year Ending April 30 | Principal | Interest | Total |
|-------------------------|-------------------|-------------------|---------------------|
| 2016 | \$ 55,000 | \$ 39,852 | \$ 94,852 |
| 2017 | 55,000 | 37,515 | 92,515 |
| 2018 | 55,000 | 35,178 | 90,178 |
| 2019 | 60,000 | 32,840 | 92,840 |
| 2020 | 65,000 | 30,290 | 95,290 |
| 2021-2025 | 355,000 | 107,880 | 462,880 |
| 2026-2028 | 255,000 | 24,140 | 279,140 |
| | <u>\$ 900,000</u> | <u>\$ 307,695</u> | <u>\$ 1,207,695</u> |

General Obligation Bonds (Alternative Revenue Source), Series 2009, dated March 1, 2009 in the original amount of \$2,500,000, due in annual installments through January 1, 2028 at interest rates of 3.00% to 5.50%

| Year Ending April 30 | Principal | Interest | Total |
|-------------------------|---------------------|-------------------|---------------------|
| 2016 | \$ 105,000 | \$ 88,950 | \$ 193,950 |
| 2017 | 110,000 | 85,800 | 195,800 |
| 2018 | 115,000 | 81,950 | 196,950 |
| 2019 | 120,000 | 77,925 | 197,925 |
| 2020 | 125,000 | 73,125 | 198,125 |
| 2021-2025 | 685,000 | 286,250 | 971,250 |
| 2026-2029 | 660,000 | 92,675 | 752,675 |
| | <u>\$ 1,920,000</u> | <u>\$ 786,675</u> | <u>\$ 2,706,675</u> |

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 4: LONG-TERM DEBT - (Continued)

The aggregate annual maturities for the following types of debt for the years subsequent to April 30, 2015 are as follows:

| <u>Special Tax Bonds</u> | <u>Governmental Activities</u> | | <u>Business-Type Activities</u> | | |
|---------------------------------------|--------------------------------|---------------------|---------------------------------|-----------------|---------------------|
| <u>Year Ending</u> <u>April 30</u> | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
| 2016 | \$ 363,000 | \$ 178,737 | \$ - | \$ - | \$ 541,737 |
| 2017 | 373,000 | 165,045 | - | - | 538,045 |
| 2018 | 325,000 | 150,778 | - | - | 475,778 |
| 2019 | 340,000 | 139,140 | - | - | 479,140 |
| 2020 | 360,000 | 125,765 | - | - | 485,765 |
| 2021-2025 | 1,435,000 | 426,530 | - | - | 1,861,530 |
| 2026-2028 | 915,000 | 116,815 | - | - | 1,031,815 |
| | <u>\$ 4,111,000</u> | <u>\$ 1,302,810</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 5,413,810</u> |

NOTE 5: RETIREMENT FUND COMMITMENTS

DEFINED BENEFIT PENSION PLAN - ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained online at www.imrf.org.

Funding Policy

As set by statute, the Village's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual required contribution rate for calendar year 2014 was 8.93 percent. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while supplemental retirement benefits rate is set by statute.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 5: RETIREMENT FUND COMMITMENTS - (Continued)

Annual Pension Costs

The required contribution for calendar year 2014 was \$12,293.

Three-Year Trend Information for the Regular Plan

| Fiscal Year Ending | Annual Pension Cost (APC) | Percentage of APC Contributed | Net Pension Obligation |
|--------------------------|------------------------------|-------------------------------------|---------------------------|
| 12/31/2014 | \$ 12,293 | 100% | \$ - |
| 12/31/2013 | 10,575 | 100% | - |
| 12/31/2012 | 12,810 | 95% | - |

The required contribution for 2014 was determined as part of the December 31, 2012 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2012, included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Village's plan assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Village's regular plan's overfunded actuarial accrued liability at December 31, 2012 is being amortized as a level percentage of projected payroll on an open 29 year basis.

Funded Status and Funding Progress

As of December 31, 2014, the most recent actuarial valuation date, the Village's plan was 111.54 percent funded. The actuarial accrued liability for benefits was \$253,560 and the actuarial value of assets was \$282,815 resulting in an overfunded actuarial accrued liability (UAAL) of \$29,255. The covered payroll (annual payroll of active employees covered by the plan) was \$137,662. Because the plan is overfunded, there is no ratio of the UAAL to the covered payroll.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 6: FUND EQUITY

Fund Balances

As discussed in detail in NOTE 1, fund balances are divided between non-spendable and spendable. The Fund Balances as of April 30, 2015:

| | | |
|----|-----------------------------|---------------------|
| 1. | General Fund | |
| | Non-spendable | \$ 6,555 |
| | Spendable -- Unassigned | <u>2,202,412</u> |
| | | <u>\$ 2,208,967</u> |
| | | |
| 2. | Special Revenue Funds | |
| | Spendable - Restricted | |
| | Motor Fuel Tax Projects | <u>\$ 40,109</u> |
| | | |
| 3. | Capital Project Fund TIF #1 | <u>\$ (180)</u> |
| | | |
| 4. | Debt Service Funds | |
| | Spendable -- Restricted | |
| | Debt Service | |
| | Special Service Area #7 | \$ 6,416 |
| | Special Service Area #8 | 72,583 |
| | Special Service Area #9 | 152,732 |
| | Special Service Area #10 | (10,446) |
| | Special Service Area #11 | (12,105) |
| | | <u>\$ 209,180</u> |

NOTE 7: RISK MANAGEMENT ACTIVITIES

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; workers compensation claims; and errors and omissions. The Village participates in the Illinois Municipal League Risk Management Association (IMLRMA), a joint risk management pool of Illinois municipalities. The Association provides a program of risk management, loss coverage and claims administration for municipal operations. Through aggressive loss prevention programs, the association works to manage and control the risks involved in the running of a municipal government. Through the IMLRMA, the Village's contribution for insurance includes amounts for the creation of a self-insurance pool and the purchase of reinsurance or excess insurance with loss coverage for workers' compensation, automobile and general liability, auto physical damage, and property damage. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2015

NOTE 8: INTERFUND TRANSACTIONS

Interfund Balances

The following is the interfund balances as of April 30, 2015:

| | <u>Due From</u> | <u>Due To</u> |
|--------------------------|------------------|------------------|
| Major Fund | | |
| General Fund | \$ 24,000 | \$ -- |
| | | |
| Nonmajor Funds | | |
| TIF District #1 | \$ -- | \$ 500 |
| Special Service Area #8 | 64,290 | -- |
| Special Service Area #9 | -- | 64,290 |
| Special Service Area #10 | -- | 11,000 |
| Special Service Area #11 | <u> --</u> | <u>12,500</u> |
| Total | <u>\$ 88,290</u> | <u>\$ 88,290</u> |

These balances were generated back on the first year of debt service for Special Service Area #9. The timing of the tax receipts versus the debt service due date required an advance of funds into Special Service Area #9, which have yet to be paid back.

OTHER SUPPLEMENTARY INFORMATION

VILLAGE OF GREEN OAKS, ILLINOIS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS AND COMPARISON WITH APPROPRIATION
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2015

| | ACTUAL | ORIGINAL AND FINAL APPROPRIATION | VARIANCE WITH APPROPRIATION |
|--------------------------------------|------------------|--|-----------------------------------|
| CASH RECEIPTS | | | |
| TAXES | | | |
| Lake County Road & Bridge Tax | \$ 72,635 | \$ 72,996 | \$ (361) |
| State of Illinois Sales and Use Tax | 544,001 | 450,000 | 94,001 |
| Illinois Income Tax | 375,409 | 410,400 | (34,991) |
| IL Personal Property Replacement Tax | 2,772 | 2,472 | 300 |
| | <u>994,817</u> | <u>935,868</u> | <u>58,949</u> |
| PERMITS | | | |
| Building Permits | 86,153 | 48,600 | 37,553 |
| LICENSES | | | |
| Liquor License Fees | 4,950 | 4,800 | 150 |
| Video Gaming License Fee | 250 | 120 | 130 |
| Video Gaming Revenue | 4,591 | 4,992 | (401) |
| Vending Machine Permit Fees | 650 | 996 | (346) |
| Business License Fees | 6,580 | 7,392 | (812) |
| Vehicle Sticker Fees | 101,935 | 99,996 | 1,939 |
| | <u>118,956</u> | <u>118,296</u> | <u>660</u> |
| CHARGES FOR SERVICES | | | |
| Building Permit Plan Inspection Fees | 23,085 | 9,492 | 13,593 |
| Village Impact Fees | 577 | - | 577 |
| Annexation Fees | 5,250 | 996 | 4,254 |
| Subdivision Fees | 75 | - | 75 |
| School Administration 5% Fee | 370 | - | 370 |
| | <u>29,357</u> | <u>10,488</u> | <u>18,869</u> |
| FRANCHISE FEES | | | |
| Cable TV Franchise Fees | 47,377 | 33,000 | 14,377 |
| Illinois Bell Franchise Fees | 2,181 | 1,992 | 189 |
| | <u>49,558</u> | <u>34,992</u> | <u>14,566</u> |
| FINES | | | |
| Traffic Fine Revenue | 14,579 | 12,756 | 1,823 |
| INTEREST INCOME RECEIVED | | | |
| | <u>26,294</u> | <u>30,996</u> | <u>(4,702)</u> |
| OTHER RECEIPTS | | | |
| Watershed Development Fund | 8,480 | - | 8,480 |
| Recycling | 4,685 | 4,992 | (307) |
| Newsletter Contributions | 2,400 | 1,992 | 408 |
| Transfers from Other Funds | 295,707 | 471,432 | (175,725) |
| Emerald Ash Grant | 20,000 | 19,992 | 8 |
| IDOT Grant | 34,713 | 30,000 | 4,713 |
| ERP Grant | - | 76,344 | (76,344) |
| TIF Revenue | 250,000 | 124,992 | 125,008 |
| Miscellaneous Receipts | 6,646 | 996 | 5,650 |
| | <u>622,631</u> | <u>730,740</u> | <u>(108,109)</u> |
| TOTAL CASH RECEIPTS | <u>1,942,345</u> | <u>1,922,736</u> | <u>19,609</u> |
| CASH DISBURSEMENTS | | | |
| GENERAL GOVERNMENT | | | |
| PERSONAL SERVICES | | | |
| Clerk Secretary | 2,000 | 1,872 | (128) |
| Elected Officials | 4,800 | 4,656 | (144) |
| Attorney Legal Service | 71,378 | 62,496 | (8,882) |
| Office Personnel | 92,126 | 75,000 | (17,126) |

See independent auditor's report and notes to required supplementary information.

VILLAGE OF GREEN OAKS, ILLINOIS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS AND COMPARISON WITH APPROPRIATION
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2015

| | <u>ACTUAL</u> | <u>ORIGINAL AND FINAL APPROPRIATION</u> | <u>VARIANCE WITH APPROPRIATION</u> |
|--|----------------|---|--|
| Village Administrator | 73,438 | 73,428 | (10) |
| Building Inspections | 63,266 | 39,996 | (23,270) |
| Liquor Commissioner | 800 | 792 | (8) |
| Board Engineering | 76,326 | 60,000 | (16,326) |
| Payroll Taxes | 13,097 | 14,844 | 1,747 |
| Accounting - Treasurer | 9,600 | 9,600 | - |
| Engineering / Permits | 16,680 | 16,740 | 60 |
| Ordinance Enforcement | 3,107 | 4,500 | 1,393 |
| Rolf Campbell & Associates | 7,514 | 9,996 | 2,482 |
| Mosquito Control | 30,568 | 30,996 | 428 |
| Miscellaneous Professional Services | 47,631 | 30,000 | (17,631) |
| IMRF Contributions | 12,133 | 13,248 | 1,115 |
| Employee Benefit Program | 9,616 | 12,000 | 2,384 |
| | <u>534,080</u> | <u>460,164</u> | <u>(73,916)</u> |
| <u>CONTRACTUAL SERVICES</u> | | | |
| IMLRRMA | 15,850 | 15,000 | (850) |
| Animal Warden | 190 | 192 | 2 |
| Audit | 7,400 | 7,200 | (200) |
| Public Safety | 11,520 | 21,996 | 10,476 |
| Emerald Ash Management | 40,371 | 19,992 | (20,379) |
| | <u>75,331</u> | <u>64,380</u> | <u>(10,951)</u> |
| <u>CAPITAL EXPENDITURES</u> | | | |
| Office Equipment & Software | 12,000 | 6,996 | (5,004) |
| Building Improvement & Maintenance | - | 24,996 | 24,996 |
| Furniture & Fixtures | - | 144 | 144 |
| | <u>12,000</u> | <u>32,136</u> | <u>20,136</u> |
| <u>OFFICE EXPENSES</u> | | | |
| Office Supplies | 8,821 | 4,500 | (4,321) |
| Printing | 2,020 | 2,496 | 476 |
| Office Equipment Maintenance | 3,473 | 1,992 | (1,481) |
| Advertising & Publications | 1,414 | 396 | (1,018) |
| Postage | 3,160 | 2,700 | (460) |
| Document Purchase & Recording | 193 | 396 | 203 |
| Village Hall Storage Rental | 150 | - | (150) |
| Telephone | 6,624 | 6,000 | (624) |
| Electricity | 2,863 | 2,496 | (367) |
| Books & Subscriptions | 1,129 | 600 | (529) |
| TCI Cable | 499 | 492 | (7) |
| Gas Utility | 2,453 | 3,096 | 643 |
| Emergency Alarm System | 2,400 | 2,400 | - |
| Postage Meter Expenses | 5,602 | 4,500 | (1,102) |
| Building Department Expense | 9,466 | 5,496 | (3,970) |
| | <u>50,267</u> | <u>37,560</u> | <u>(12,707)</u> |
| <u>MISCELLANEOUS</u> | | | |
| Membership Dues | 1,498 | 1,500 | 2 |
| Board and Special Meetings | 7,273 | 6,000 | (1,273) |
| IML Annual Registration | 1,395 | 996 | (399) |
| Miscellaneous | 7,018 | 6,000 | (1,018) |
| Project A - Spring Clean-up/Leaf Pick-up | 5,029 | 4,800 | (229) |
| Ordinance Codification | 4,988 | 1,500 | (3,488) |
| TIF District Expenses | 264,104 | 155,976 | (108,128) |
| Litigation | - | 96 | 96 |
| County Taxes | 788 | 792 | 4 |
| Safety Commission | - | 996 | 996 |
| Funds Transfer to Public Works | 47,277 | 124,644 | 77,367 |

See independent auditor's report and notes to required supplementary information.

VILLAGE OF GREEN OAKS, ILLINOIS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS AND COMPARISON WITH APPROPRIATION
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2015

| | ACTUAL | ORIGINAL AND FINAL APPROPRIATION | VARIANCE WITH APPROPRIATION |
|--|---------------|--|-----------------------------------|
| Funds Transfer to Road & Bridge | 248,430 | 346,788 | 98,358 |
| Tax Rebate (Office Concepts) | 42,487 | 19,992 | (22,495) |
| Rondout Business District | - | 96 | 96 |
| | 630,287 | 671,172 | 40,885 |
| <u>PUBLIC WORKS</u> | | | |
| <u>PERSONAL SERVICES</u> | | | |
| Road Commissioner | 9,654 | 12,000 | 2,346 |
| <u>CONTRACTUAL SERVICES</u> | | | |
| Street Repair & Maintenance | 1,726 | 18,000 | 16,274 |
| Vehicle Tag Material | 4,381 | 2,496 | (1,885) |
| Engineering | 22,599 | 24,996 | 2,397 |
| Sign & Installation | 1,550 | 2,496 | 946 |
| Snow Plowing | 195,782 | 210,000 | 14,218 |
| Mowing | - | 996 | 996 |
| Road Repairs - Balance of 2013 MFT | 64,000 | 9,996 | (54,004) |
| Road Repairs - Balance of 2014 MFT | 22,109 | 99,996 | 77,887 |
| | 312,147 | 368,976 | 56,829 |
| <u>CAPITAL OUTLAY</u> | | | |
| BRP Project | - | 52,044 | 52,044 |
| Atkinson Road Debt Service | 144,330 | 195,000 | 50,670 |
| Other Public Works Projects - Repairs | 47,277 | 124,632 | 77,355 |
| | 191,607 | 371,676 | 180,069 |
| <u>ADMINISTRATIVE EXPENSES</u> | | | |
| Advertising & Publications | 147 | - | (147) |
| Vehicle Sticker - Postage | 1,176 | 1,500 | 324 |
| | 1,323 | 1,500 | 177 |
| <u>TOTAL CASH DISBURSEMENTS</u> | 1,816,696 | 2,019,564 | 202,868 |
| <u>CASH RECEIPTS OVER (UNDER)</u> | | | |
| <u>CASH DISBURSEMENTS</u> | \$ 125,649 | \$ (96,828) | \$ 222,477 |

Disbursements reported on the Statement of Cash Receipts,
Disbursements and Changes in Fund Balance on Page 12 as:

| | |
|--------------------------------|--------------|
| General Government | \$ 742,154 |
| TIF Expenses | 264,104 |
| Public Works | 370,401 |
| Debt Service - Principal | 100,000 |
| Debt Service - Interest | 44,330 |
| Subtotal - Reported on Page 11 | 1,520,989 |
| Transfers Out | 295,707 |
| | \$ 1,816,696 |

See independent auditor's report and notes to required supplementary information.

VILLAGE OF GREEN OAKS, ILLINOIS
NOTES TO OTHER SUPPLEMENTARY INFORMATION
APRIL 30, 2015

BUDGETARY DATA

GENERAL BUDGETARY POLICIES

The Village annually adopts an Appropriation Ordinance for most funds of the Village. The Annual Appropriation Ordinance sets the legal restrictions on expenditures. All appropriations lapse at yearend.

BUDGET BASIS OF ACCOUNTING

Budgets are adopted on a basis of accounting consistent with the modified cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between appropriation and actual amounts. This is an acceptable method in accordance with Chapter 105, Section 5/17-1 of the Illinois Compiled Statutes. The Annual Appropriation Ordinance for the year ended April 30, 2015 was adopted by the Village on July 23, 2014, and was not amended during the year.

VILLAGE OF GREEN OAKS, ILLINOIS

OTHER SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

APRIL 30, 2015

ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) -Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------------|--|--|------------------------------------|--------------------------|---------------------------|---|
| 12/31/2014 | 282,815 | 253,560 | (29,255) | 111.54% | 137,662 | 0.00% |
| 12/31/2013 | 248,288 | 240,992 | (7,296) | 103.03% | 117,108 | 0.00% |
| 12/31/2012 | 218,325 | 211,710 | (6,615) | 103.12% | 109,765 | 0.00% |

On a market value basis, the actuarial value of assets as of December 31, 2014 is \$310,421. On a market basis, the funded ratio would be 122.43%.

The actuarial value of assets and accrued liability cover and inactive members who have service credit with Village of Green Oaks. They do not include amounts for retirees, The actuarial accrued liability for retirees is 100%

See independent auditor's report.

ADDITIONAL SUPPLEMENTARY FINANCIAL INFORMATION

VILLAGE OF GREEN OAKS, ILLINOIS
 COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE
 ARISING FROM CASH TRANSACTIONS - NONMAJOR FUNDS
 APRIL 30, 2015

ASSETS

| | | CAPITAL PROJECT FUND | SPECIAL REVENUE FUND | SPECIAL SERVICE AREA #7 | SPECIAL SERVICE AREA #8 | SPECIAL SERVICE AREA #9 | SPECIAL SERVICE AREA #10 | SPECIAL SERVICE AREA #11 | TOTAL |
|---|-----------|-------------------------|-------------------------|-------------------------------|-------------------------------|-------------------------------|--------------------------------|--------------------------------|-------------------|
| Cash and Deposits | \$ | 320 | 40,109 | 6,416 | 8,293 | 217,022 | 554 | 395 | 273,109 |
| Due from Other Funds | | - | - | 64,290 | - | - | - | - | 64,290 |
| TOTAL ASSETS | | 320 | 40,109 | 6,416 | 72,583 | 217,022 | 554 | 395 | 337,399 |
| LIABILITIES AND FUND BALANCE | | | | | | | | | |
| Liabilities | | | | | | | | | |
| Due to Other Funds | | 500 | - | - | - | 64,290 | 11,000 | 12,500 | 88,290 |
| | | 500 | - | - | - | 64,290 | 11,000 | 12,500 | 88,290 |
| Fund Balances | | | | | | | | | |
| Restricted | | | 40,109 | - | - | - | - | - | 40,109 |
| Motor Fuel Tax Projects | | (180) | - | - | - | - | - | - | (180) |
| Capital Projects | | - | 6,416 | - | 72,583 | 152,732 | (10,446) | (12,105) | 209,180 |
| Debt Service | | (180) | 6,416 | - | 72,583 | 152,732 | (10,446) | (12,105) | 249,109 |
| TOTAL LIABILITIES AND FUND BALANCE | \$ | 320 | \$ 40,109 | \$ 6,416 | \$ 72,583 | \$ 217,022 | \$ 554 | \$ 395 | \$ 337,399 |

VILLAGE OF GREEN OAKS, ILLINOIS

COMBINING STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE

NONMAJOR GOVERNMENT FUNDS

FOR THE YEAR ENDED APRIL 30, 2015

| | SPECIAL REVENUE FUND | CAPITAL PROJECT FUND | DEBT SERVICE FUNDS | | | | | TOTAL |
|--|----------------------|----------------------|--------------------------|--------------------------|--------------------------|---------------------------|---------------------------|-------------------|
| | | | SPECIAL SERVICE AREA # 7 | SPECIAL SERVICE AREA # 8 | SPECIAL SERVICE AREA # 9 | SPECIAL SERVICE AREA # 10 | SPECIAL SERVICE AREA # 11 | |
| CASH RECEIPTS | | | | | | | | |
| Tax Receipts | \$ 92,880 | \$ - | \$ 17,625 | \$ 43,701 | \$ 43,326 | \$ 151,505 | \$ 91,980 | \$ 441,017 |
| Grant Receipts | 31,024 | - | 17,625 | 43,701 | 43,326 | 151,505 | 91,980 | 31,024 |
| | <u>123,904</u> | <u>-</u> | <u>17,625</u> | <u>43,701</u> | <u>43,326</u> | <u>151,505</u> | <u>91,980</u> | <u>472,041</u> |
| CASH DISBURSEMENTS | | | | | | | | |
| General Government | 180 | 180 | 3,761 | 3,050 | 2,221 | 8,975 | 4,802 | 22,989 |
| Public Works | 126,734 | - | 15,000 | 38,000 | 30,000 | 115,000 | 50,000 | 126,734 |
| Debt Service - Principal | - | - | 1,575 | 3,420 | 6,663 | 17,528 | 41,977 | 248,000 |
| - Interest | - | - | - | - | - | - | - | 71,163 |
| - Bond Issuance Costs | 126,734 | 180 | 20,336 | 44,470 | 38,884 | 141,503 | 96,779 | 468,886 |
| | <u>(2,830)</u> | <u>(180)</u> | <u>(2,711)</u> | <u>(789)</u> | <u>4,442</u> | <u>10,002</u> | <u>(4,799)</u> | <u>3,155</u> |
| CASH RECEIPTS OVER (UNDER) CASH DISBURSEMENTS BEFORE OTHER FINANCING SOURCES (USES) | | | | | | | | |
| | (2,830) | (180) | (2,711) | (789) | 4,442 | 10,002 | (4,799) | 3,155 |
| CASH RECEIPTS OVER (UNDER) DISBURSEMENTS | | | | | | | | |
| | 42,939 | - | 9,127 | 73,352 | 148,290 | (20,448) | (7,306) | 245,954 |
| FUND BALANCE - MAY 1, 2014 | | | | | | | | |
| | 40,109 | (180) | 6,416 | 72,583 | 152,732 | (10,446) | (12,105) | 249,109 |
| FUND BALANCE - APRIL 30, 2015 | | | | | | | | |
| | \$ <u>40,109</u> | \$ <u>(180)</u> | \$ <u>6,416</u> | \$ <u>72,583</u> | \$ <u>152,732</u> | \$ <u>(10,446)</u> | \$ <u>(12,105)</u> | \$ <u>249,109</u> |

See the independent auditor's report.

VILLAGE OF GREEN OAKS, ILLINOIS
SCHEDULE OF ASSESSED VALUATION, TAX RATES, EXTENSIONS AND COLLECTIONS

| | <u>2014</u> | <u>2013</u> | <u>2012</u> |
|-----------------------------------|-----------------------|-----------------------|-----------------------|
| <u>ASSESSED VALUATIONS</u> | | | |
| Corporate | \$ 244,988,756 | \$ 247,520,122 | \$ 260,411,430 |
| Special Service Area #7 | 1,612,702 | 1,475,579 | 1,644,271 |
| Special Service Area #8 | 2,083,564 | 2,104,092 | 2,320,307 |
| Special Service Area #9 | 5,970,927 | 5,985,397 | 6,454,366 |
| Special Service Area #10 | 5,573,058 | 5,628,750 | 6,181,340 |
| Special Service Area #11 | 10,788,919 | 10,843,465 | 11,551,452 |
| | <u>\$ 271,017,926</u> | <u>\$ 273,557,405</u> | <u>\$ 288,563,166</u> |
| <u>AMOUNT OF LEVY</u> | | | |
| Corporate | \$ - | \$ - | \$ - |
| Special Service Area #7 | 16,575 | 17,625 | 18,675 |
| Special Service Area #8 | 41,420 | 43,700 | 45,980 |
| Special Service Area #9 | 41,375 | 43,325 | 39,950 |
| Special Service Area #10 | 151,900 | 149,580 | 149,982 |
| Special Service Area #11 | 94,853 | 91,978 | 94,103 |
| <u>TOTALS</u> | <u>\$ 346,123</u> | <u>\$ 346,208</u> | <u>\$ 348,690</u> |
| <u>TAX EXTENSIONS:</u> | | | |
| Corporate | \$ - | \$ - | \$ - |
| Special Service Area #7 | 16,575 | 17,625 | 18,675 |
| Special Service Area #8 | 41,420 | 43,700 | 45,980 |
| Special Service Area #9 | 41,375 | 43,325 | 39,950 |
| Special Service Area #10 | 151,900 | 149,580 | 149,982 |
| Special Service Area #11 | 94,853 | 91,978 | 94,103 |
| <u>TOTALS</u> | <u>\$ 346,123</u> | <u>\$ 346,208</u> | <u>\$ 348,690</u> |
| Collections | <u>NA</u> | <u>346,208</u> | <u>348,691</u> |
| % of Extension | <u>NA</u> | <u>100.00%</u> | <u>100.00%</u> |

See independent auditor's report.