

VILLAGE OF DEER PARK, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2017



VILLAGE OF DEER PARK, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INDEPENDENT AUDITOR’S REPORT	1-2
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis	MD&A 1-10
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	3
Statement of Activities	4-5
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	6
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	7
Statement of Revenues, Expenditures and Changes in Fund Balances.....	8
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	9
Proprietary Fund	
Statement of Net Position.....	10
Statement of Revenues, Expenses and Changes in Fund Net Position	11
Statement of Cash Flows	12
Fiduciary Funds	
Statement of Fiduciary Net Position	13
Notes to Financial Statements	14-26

VILLAGE OF DEER PARK, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)	
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	27
Roads and Drainage Fund.....	28
Notes to Required Supplementary Information.....	29
 COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
 MAJOR GOVERNMENTAL FUNDS	
 GENERAL FUND	
Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	30-34
 NONMAJOR SPECIAL REVENUE FUNDS	
Combining Balance Sheet	35
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances.....	36
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Motor Fuel Tax Fund.....	37
Tourism and Commerce Fund	38
 FIDUCIARY FUNDS	
Combining Schedule of Changes in Assets and Liabilities - Agency Funds	39-42



INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Board of Trustees
Village of Deer Park, 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 Deer Park, Illinois (the Village), as of and for the year ended April 30, 2017, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 Deer Park, Illinois as of April 30, 2017, 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.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Sikich LLP

Naperville, Illinois
September 12, 2017

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS



MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2017

This section of the Village of Deer Park's Annual Financial Report presents our management's discussion and analysis of the financial activities during the fiscal year ended April 30, 2017. The MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts. Please read this in conjunction with the Village's financial statements which follow this section.

FINANCIAL HIGHLIGHTS

Net Position

- Overall net position is determined by changes in governmental activities and business type activities. – The Village's total net position at April 30, 2017 increased by \$1,722,645 or 12.0% from a year ago from \$14,311,703 to \$16,034,348. The increase was due to stronger revenue primarily from park impact fees and lower anticipated expenses primarily in roads and drainage.
- Governmental activities increased by \$1,775,122 or 12.4% from \$14,283,810 to \$16,058,932 due to higher than anticipated revenue and expenditures that were less than appropriated amounts in the General Fund primarily for the same reasons mentioned above.
- Business-type activity decreased by \$52,477 from \$27,893 to \$(24,584) mainly due to increased sewer expenses during the year.

General Fund – Fund Balance

- General fund experienced an increase of \$769,735, resulting in an ending fund balance of \$3,614,543. Stronger than expected revenues in building permit collections and park impact fees mostly contributed to the increase.
- The actual total revenues for the General Fund exceeded the budgeted amount by \$599,826. This increase was primarily due to higher building permit collections and unbudgeted discontinued red-light revenue.
- Capital assets – Net capital assets increased \$963,630 primarily as a result of capital improvements to roads and parks.

(See independent auditor's report.)

OVERVIEW OF THE FINANCIAL STATEMENTS

This management’s discussion and analysis is intended to serve as an introduction to the Village of Deer Park’s financial section of the AFR. The financial section of the AFR includes four components: 1) management’s discussion and analysis, 2) the basic financial statements, 3) required supplementary information, and 4) combining and individual fund financial statements and schedules. The basic financial statements also include notes to the financial statements.

Government-wide financial statements provide both short and long-term information about the Village’s overall financial status.

Fund financial statements focus on individual parts of the Village government, reporting Village operations in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by the required supplementary information section that further explains and supports the information in the financial statements.

In addition to all of the required financial statements elements, we have provided sections for combining statements to provide detail on non-major funds and fiduciary (agency) funds.

The following table summarizes the major features of the Village’s financial statements.

Description	Government-Wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Village government (except fiduciary funds)	Activities of the Village that are not proprietary or fiduciary such as public safety	Activities the Village operates similar to private business such as the Sewer Fund	Activities in which the Village is agent of another’s resources such as the Special Service Areas
Required financial statements	<ul style="list-style-type: none"> ▪ Statement of Net Position ▪ Statement of Activities 	<ul style="list-style-type: none"> ▪ Balance Sheet ▪ Statement of Revenues, Expenditures, and Changes in Fund Balances 	<ul style="list-style-type: none"> ▪ Statement of Net Position ▪ Statement of Revenues, Expenses, and Changes in Net Position ▪ Statement of Cash Flows 	<ul style="list-style-type: none"> ▪ Statement of Fiduciary Net Position
Accounting basis	Accrual	Modified accrual	Accrual	Accrual
Measurement focus	Economic resources	Current financial resources	Economic resources	Economic resources
Type of asset and liability information	All assets and liabilities, both financial and capital, short- and long-term	Assets expected to be used and liabilities that come due during the year or shortly thereafter; no capital assets	All assets and liabilities, both financial and capital, short- and long-term	All assets and liabilities, both short- and long-term. Does not currently contain capital assets
Type of inflow and outflow information	All revenues and expenses during the year recorded	All revenues and expenditures during the year recorded	All revenues and expenditures during the year recorded	All revenues and expenditures during the year recorded

(See independent auditor’s report.)

Government-Wide Statements

The government-wide financial statements are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Position (the “Unrestricted Net Position”) is designed to disclose bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental fund’s 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.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government’s general taxes and other resources. This is intended to summarize and simplify the user’s analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the Village’s basic services, including general administration, building administration, public safety, roads and drainage, parks and recreation, and barn. Local utility and telecommunications taxes, and shared state tax distributions finance the majority of these services. The business-type activities reflect private sector-type operations where the fee for service typically covers all or most of the cost of operation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Governmental Funds, rather than fund types.

Governmental funds are presented on a source and use of liquid resources basis. This is the manner in which the budget is typically developed. Governmental funds provide a current resources (short-term) view that helps determine whether there are more or fewer current financial resources available to spend for Village operations.

Fiduciary Funds are presented for certain activities where the Village’s role is that of an agent. While Fiduciary Funds represent agent responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

In accordance with GASB Statement No. 34, a comparative analysis of Government-wide information is presented. Net position may serve over time a useful indicator of a government’s financial position. The following table shows that in the case of the Village of Deer Park, assets exceeded liabilities by \$16,034,348.

(See independent auditor’s report.)

Statement of Net Position

Table 1
Statement of Net Position
As of April 30, 2017 and 2016

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016	2017	2016	2017	2016
Current and Other Assets	\$4,726,551	\$3,735,390	\$447,141	\$440,403	\$5,173,692	\$4,175,793
Capital Assets	11,893,990	10,930,360	-	-	11,893,990	10,930,360
Total Assets	\$16,620,541	\$14,665,750	\$447,141	\$440,403	\$17,067,682	\$15,106,153
Total Liabilities	\$561,609	\$381,940	\$471,725	\$412,510	\$1,033,334	\$794,450
Net Assets:						
Investment in Capital Assets	\$11,893,990	\$10,930,360	\$ -	\$ -	\$11,893,990	\$10,930,360
Restricted	569,803	523,520	-	-	569,803	523,520
Unrestricted	3,595,139	2,829,930	-24,584	27,893	3,570,555	2,857,823
Total Net Assets	\$16,058,932	\$14,283,810	-\$24,584	\$27,893	\$16,034,348	\$14,311,703

For more detailed information, see the Statement of Net Position.

Normal Impacts – Net Position

There are six common (basic) types of transactions that will generally affect the comparability of the Statement of Net Position summary presentation.

Net Results of Activities – Impacts (increases/decreases) current assets and unrestricted net position.

Borrowing for Capital – Increases current assets and long-term debt.

Spending Borrowed Proceeds on New Capital – Reduces current assets and increases capital assets.

Spending of Non-Borrowed Current Assets On New Capital – (a) Reduces current assets and increases capital assets and (b) reduces unrestricted net position and increases investment in capital assets.

Principal Payment on Debt – (a) Reduces current assets and reduces long-term debt and (b) reduces unrestricted net position and increases investment in capital assets.

Reduction of Capital Assets Through Depreciation – Reduces capital assets and investment in capital assets.

(See independent auditor's report.)

Current Year Impacts – Net Position

The Village’s combined net position increased from \$14,311,703 to \$16,034,348. The Village’s unrestricted net position for governmental activities, the part of net position that can be used to finance daily operations was \$3,595,139.

The net position of business-type activities decreased by \$52,477 during the fiscal year and ended the year at \$(24,584). Accounts receivable and unearned revenues related to business-type activities at year end were \$473,282 and \$470,534, respectively. Business-type activities consist of sewer services for properties in the “Triangle Area”. The annual operating cost of these services for the year ended April 30, 2017 was \$458,734.

Current assets from governmental activities increased by \$991,161 mostly due to an increase in cash. This occurred primarily from stronger than expected revenues and lower than expected expenditures. Net capital assets increased by \$963,630. Liabilities increased by \$179,669 due primarily to recognized SSA recapture fee liabilities of \$209,017.

Table 2
Changes in Net Position
Years Ended April 30, 2017 and 2016

	Governmental Activities 2017	Governmental Activities 2016	Business-type Activities 2017	Business-type Activities 2016	Total Primary Government 2017	Total Primary Government 2016
REVENUES						
Program Revenues:						
Charges for services	\$1,684,322	\$703,435	\$405,551	\$459,053	\$2,089,873	\$1,162,488
Operating grants	81,109	81,852	-	-	81,109	81,852
Capital grants	-	15,679	-	-	-	15,679
General revenues:						
Taxes	3,375,208	3,326,557	-	-	3,375,208	3,326,557
Investment income	15,011	4,334	706	167	15,717	4,501
Miscellaneous	16,562	35,324	-	-	16,562	35,324
Transfers	-	-	-	-	-	-
Total revenues	\$5,172,212	\$4,167,181	\$406,257	\$459,220	\$5,578,469	\$4,626,401
EXPENSES						
General administration	\$837,199	\$737,587	\$-	\$-	\$837,199	\$737,587
Building administration	299,356	214,149	-	-	299,356	214,149
Public safety	1,451,763	1,416,209	-	-	1,451,763	1,416,209
Roads and drainage	476,033	1,146,375	-	-	476,033	1,146,375
Parks and recreation	266,658	387,832	-	-	266,658	387,832
Barn	66,081	42,103	-	-	66,081	42,103
Sanitary sewer rehabilitation	-	-	458,734	420,356	458,734	420,356
Total expenses	\$3,397,090	\$3,944,255	\$458,734	\$420,356	\$3,855,824	\$4,364,611
Change in Net Position	\$1,775,122	\$222,926	-\$52,477	\$38,864	\$1,722,645	\$261,790

(See independent auditor’s report.)

Normal Impacts – Changes in Net Position

Reflected below are eight common (basic) impacts on revenues and expenses.

Revenues:

Economic Condition – Reflects a declining, stable or growing economic environment and has a substantial impact on state income, sales, telecommunications and utility tax revenues as well as public spending habits for items such as building permits and user fees including volumes of usage.

Increase/Decrease in Village Approved Rates – While certain tax rates are set by statute, the Village Board has authority to impose and periodically increase/decrease rates (sewer, building permit fees, vehicle stickers, etc.).

Changing Patterns in Intergovernmental and Grant Revenue (both recurring and non-recurring) – Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and are often distorting in their impact on year to year comparisons.

Market Impacts on Investment Income – The Village's investment portfolio is managed with an approach utilizing competitive pricing, laddered maturities up to one year for term investments, and diversity of investments. Market conditions may cause investment income to fluctuate more than would occur with more short-term composition.

Expenses:

Changes in Programs – Within the functional expense categories (General Government, Public Safety, Roads and Drainage, etc.) individual programs may be added, deleted or expanded to meet changing community needs.

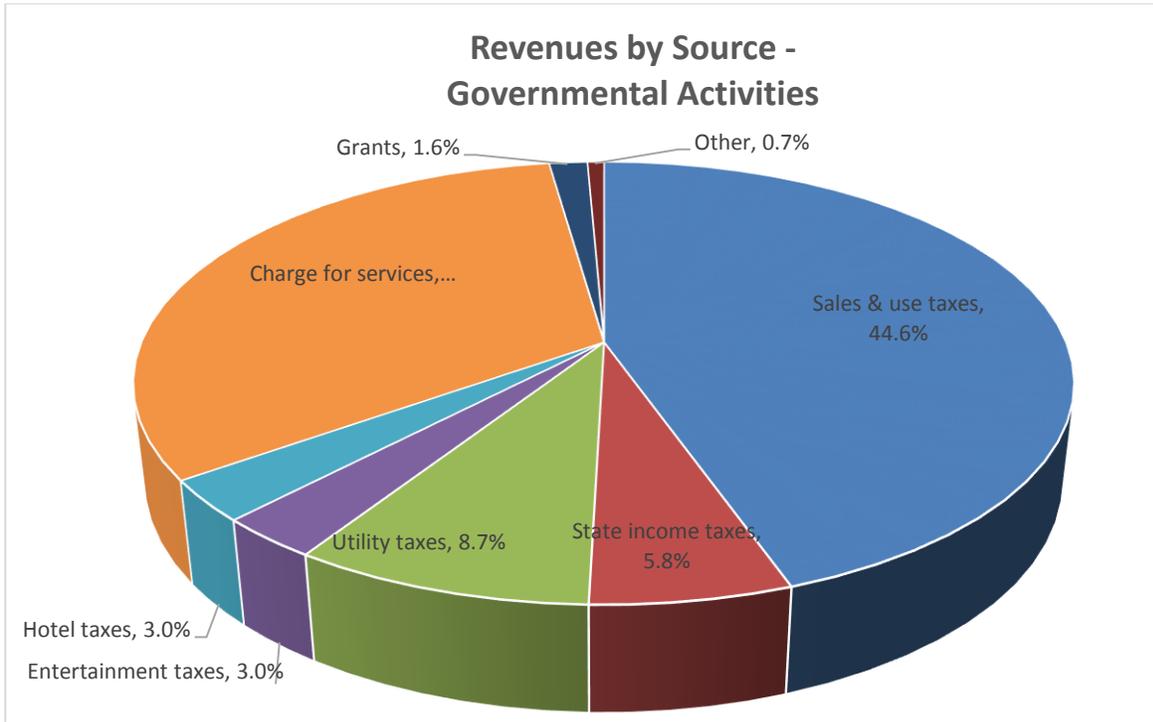
Changes in Authorized Personnel – Changes in service demand may cause the Village Board to increase/decrease authorized staffing.

Inflation – While overall inflation continues to be modest, the Village is a major consumer of certain commodities and services which typically experience inflation at a rate that can be significantly different from the national rate of inflation. Examples of such items include insurance, fuel, electricity and operating supplies.

(See independent auditor's report.)

Current Year Impacts – Changes in Net Position

Governmental Activities



Source	Amount	Percent
Sales and Use Tax	\$2,306,035	44.6%
State Income Tax	302,479	5.8%
Utility Tax	451,538	8.7%
Entertainment Tax	156,087	3.0%
Hotel Tax	155,341	3.0%
Charges for Services	1,684,322	32.6%
Grants	81,109	1.6%
Other	35,301	0.7%
Total	\$5,172,212	100.0%

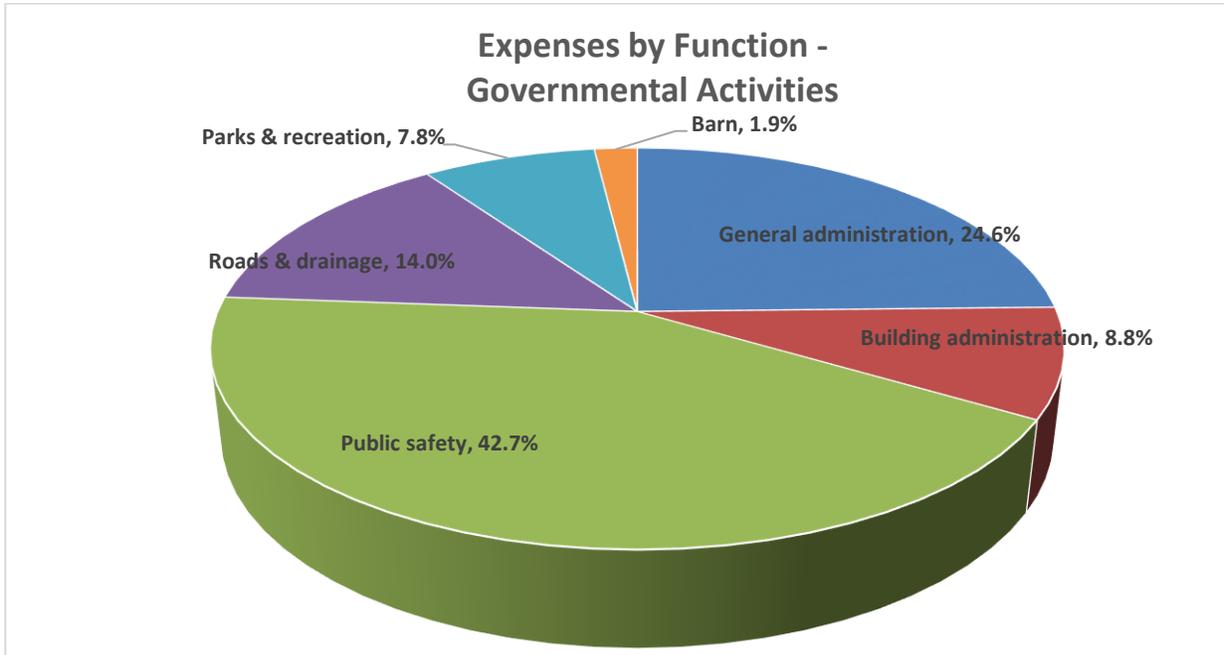
Revenue:

Total revenue attributable to governmental activities of \$5,172,212 represents an increase from last year of \$1,005,031. Sales and use tax revenues continue to be the Village’s largest revenue source of revenue at \$2,306,035, up from last year by 3.5%. Building permits and related revenue increased by \$578,271 largely due to increased permit applications for a large development project.

(See independent auditor’s report.)

Expenses:

Total expenses attributable to governmental activities of \$3,397,090 decreased over last year by \$547,165 or approximately 14%. This decrease is mainly due to favorable road/drainage program and park project expenses, slightly offset by higher general, building and barn administration and public safety expenses.



Source	Amount	Percent
General Admin	\$837,199	24.6%
Building Admin	299,356	8.8%
Public Safety	1,451,763	42.7%
Roads & Drainage	476,033	14.0%
Parks & Rec	266,658	7.8%
Barn	66,081	1.9%
Total	\$3,397,090	100.0%

Business-Type Activities

Revenue:

Revenue from business-type activities totaled \$406,257 and is related to the provision of sewer services. Sewer service revenues to undeveloped land parcels are recorded as unearned until such time as the parcel becomes developed. Sewer services are provided only to the Village's Planned Development area due to an intergovernmental agreement with the Metropolitan Water Reclamation District of Greater Chicago (MWRD).

Expenses:

Expenses for business-type activities totaled \$458,734. Payment is made to the MWRD at the same rate charged to the property owners. A small additional charge is assessed by the Village to cover overhead costs.

(See independent auditor's report.)

BUDGETARY HIGHLIGHTS

The Village of Deer Park adopts an appropriation budget system. The Village's General Fund actual revenues for the year totaled \$4,496,056. These actual revenues were over final budget by \$599,826 or 15%. This increase was primarily due to a rise in building permit collections and unbudgeted discontinued red-light revenue. Compared to the prior year there was an increase in revenues of 28% mainly attributed to higher permit fees collected and charges for services. Over the course of the year actual General Fund expenditures were lower than final budget by 26% or \$1,352,109 largely due to a delay in some capital projects.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Village of Deer Park's investment in capital assets for its governmental activities as of April 30, 2017 was \$11,893,990 (net of accumulated depreciation) (see Notes to Financial Statements #4). This amount represents a net increase of \$963,630. Major capital asset activities during fiscal year 2017 were road and park related. Investment in capital assets includes land, roads, buildings, equipment, vehicles and infrastructure.

	Balance May 1, 2016	Net Additions/ Deletions	Balance April 30, 2017
Non-Depreciable Assets			
Land	\$6,027,285	\$ -	\$6,027,285
Depreciable Capital Assets			
Buildings and Improvements	3,080,111	-	3,080,111
Park Improvements	1,022,994	293,413	1,316,407
Machinery and Equipment	334,809	11,463	346,272
Intangibles	72,150	-	72,150
Infrastructure	1,951,020	848,054	2,799,074
Accumulated Depreciation on Capital Assets	-1,558,009	-189,300	-1,747,309
Totals	\$10,930,360	\$963,630	\$11,893,990

Debt Outstanding

The Village does not have any debts outstanding for the year ended April 30, 2017, except for the liability for compensated absences. There are no pensions, postemployment requirements or any other unfunded obligations of the Village.

As of April 30, 2017, the balance of the Special Service Area bonds associated with the Village totaled \$9,195,000. The Village is in no way liable for repayment of these bonds and is only acting as agent.

See Notes to Financial Statements #5 for additional information regarding compensated absences of Village employees and non-commitment debt associated with the Village.

(See independent auditor's report.)

ECONOMIC FACTORS

As in the year before, national and statewide budget pressures continued during fiscal year 2017. Nonetheless, the Village of Deer Park continued its economic prosperity at a rate of growth in excess of national and statewide results. Tax revenues, principally sales taxes on retail sales, were slightly higher than prior year and are budgeted slightly higher during the forthcoming fiscal year, despite the continued emergence of online internet sales. The failure of Illinois lawmakers to pass a fiscally responsible budget for its fiscal year 2017 has caused delays in distributions of tax revenues to local governments like Deer Park. However, the Village has not suffered. The Board of Trustees and its fiscally responsible conservative planning and budget measures kept the Village healthy and stable.

Concern continues to exist however, regarding the weak fiscal condition of the State of Illinois. The state has limped through its fiscal year 2017, relying on court-ordered spending and ongoing stopgap appropriations to operate during the Illinois State budget impasse. The State's enacted fiscal year 2018 budget includes some percentage cuts to revenues that have historically been paid to municipalities that will now be retained by the State in order to assist the State with its cash flow and budgetary needs in the years to come. While the dollar impact to Deer Park will not be as great compared to larger Illinois municipalities, any revenue dollar reductions received from the State will add pressure to the Village's cash flow requirements in fiscal year 2018.

Nevertheless, there continues to be significant investment interest in the development of major parcels of the Village's vacant commercial land. In the prior fiscal year, a Planned Unit Development (PUD) was approved that will bring mixed use to the office and retail district of the Village. This project is a mix of rental townhomes and apartments named Deer Park Crossing located on the property known as Deer Park Office Center and is currently scheduled for Phase 1 opening in the Fall of 2017. This will bring a complementary use of the land to the business and office district. The Palazzo of Deer Park, a retail development of shops and restaurants scheduled for completion in 2017, has been delayed into 2018. Continued signs of economic recovery will add to the economic strength and contribute to the future of Deer Park's sales tax base.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers 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 the Village Treasurer, Village of Deer Park, 23680 Cuba Road, Deer Park, Illinois 60010.(This page is intentionally left blank.)

(See independent auditor's report.)

BASIC FINANCIAL STATEMENTS

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2017

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 4,034,719	\$ 6,922	\$ 4,041,641
Accounts receivable	650,530	473,282	1,123,812
Internal balances	33,063	(33,063)	-
Due from other governments	7,006	-	7,006
Prepaid expenses	1,233	-	1,233
Capital assets not being depreciated	6,027,285	-	6,027,285
Capital assets (net of accumulated depreciation)	5,866,705	-	5,866,705
Total assets	16,620,541	447,141	17,067,682
LIABILITIES			
Accounts payable	101,776	1,191	102,967
Unearned revenue	-	470,534	470,534
Accrued payroll	18,412	-	18,412
Deposits payable	422,017	-	422,017
Long-term liabilities			
Due within one year	19,404	-	19,404
Total liabilities	561,609	471,725	1,033,334
NET POSITION			
Investment in capital assets	11,893,990	-	11,893,990
Restricted			
Highways and streets	393,693	-	393,693
Tourism and commerce	71,968	-	71,968
Roads and drainage	104,142	-	104,142
Unrestricted (deficit)	3,595,139	(24,584)	3,570,555
TOTAL NET POSITION (DEFICIT)	\$ 16,058,932	\$ (24,584)	\$ 16,034,348

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2017

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General administration	\$ 837,199	\$ 949,203	\$ -	\$ -
Building administration	299,356	-	-	-
Public safety	1,451,763	159,113	-	-
Roads and drainage	476,033	-	81,109	-
Parks and recreation	266,658	576,006	-	-
Barn	66,081	-	-	-
Total governmental activities	3,397,090	1,684,322	81,109	-
Business-Type Activities				
Sewer	458,734	405,551	-	-
Total business-type activities	458,734	405,551	-	-
TOTAL PRIMARY GOVERNMENT	\$ 3,855,824	\$ 2,089,873	\$ 81,109	\$ -

	Net (Expense) Revenue and Change in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ 112,004	\$ -	\$ 112,004
	(299,356)	-	(299,356)
	(1,292,650)	-	(1,292,650)
	(394,924)	-	(394,924)
	309,348	-	309,348
	(66,081)	-	(66,081)
	<u>(1,631,659)</u>	<u>-</u>	<u>(1,631,659)</u>
	-	(53,183)	(53,183)
	-	(53,183)	(53,183)
	<u>(1,631,659)</u>	<u>(53,183)</u>	<u>(1,684,842)</u>
General Revenues			
Taxes			
State sales	1,787,463	-	1,787,463
Non-home rule sales	438,209	-	438,209
Utility/telecommunications	451,538	-	451,538
Use	80,363	-	80,363
Hotel	155,341	-	155,341
Entertainment	156,087	-	156,087
Road/bridge	3,728	-	3,728
Shared income tax	302,479	-	302,479
Investment income	15,011	706	15,717
Miscellaneous	16,562	-	16,562
Total	<u>3,406,781</u>	<u>706</u>	<u>3,407,487</u>
CHANGE IN NET POSITION	1,775,122	(52,477)	1,722,645
NET POSITION, MAY 1	<u>14,283,810</u>	<u>27,893</u>	<u>14,311,703</u>
NET POSITION (DEFICIT), APRIL 30	<u>\$ 16,058,932</u>	<u>\$ (24,584)</u>	<u>\$ 16,034,348</u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2017

	General	Roads and Drainage	Nonmajor Governmental Funds	Total
ASSETS				
Cash and investments	\$ 3,579,142	\$ 9,852	\$ 445,725	\$ 4,034,719
Accounts receivable	543,014	94,290	13,226	650,530
Due from other funds	33,063	-	-	33,063
Due from other governments	-	-	7,006	7,006
Prepaid expenditures	1,233	-	-	1,233
TOTAL ASSETS	\$ 4,156,452	\$ 104,142	\$ 465,957	\$ 4,726,551
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 101,480	\$ -	\$ 296	\$ 101,776
Accrued payroll	18,412	-	-	18,412
Deposits payable	422,017	-	-	422,017
Total liabilities	541,909	-	296	542,205
FUND BALANCES				
Nonspendable - prepaid expenditures	1,233	-	-	1,233
Restricted				
Highways and streets	-	-	393,693	393,693
Tourism and commerce	-	-	71,968	71,968
Roads and drainage	-	104,142	-	104,142
Assigned				
Subsequent year's budget	381,110	-	-	381,110
Unrestricted				
Unassigned	3,232,200	-	-	3,232,200
Total fund balances	3,614,543	104,142	465,661	4,184,346
TOTAL LIABILITIES AND AND FUND BALANCES	\$ 4,156,452	\$ 104,142	\$ 465,957	\$ 4,726,551

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

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

April 30, 2017

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 4,184,346
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resource and, therefore, are not reported in the governmental funds	11,893,990
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Compensated absences payable	<u>(19,404)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 16,058,932</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2017

	General	Roads and Drainage	Nonmajor Governmental Funds	Total
REVENUES				
Taxes	\$ 2,479,179	\$ 438,209	\$ 155,341	\$ 3,072,729
Intergovernmental	302,479	-	81,109	383,588
Licenses and permits	871,377	-	-	871,377
Charges for services	576,107	-	-	576,107
Fines and forfeits	159,113	-	-	159,113
Investment income	13,514	-	1,497	15,011
Other income	94,287	-	-	94,287
Total revenues	4,496,056	438,209	237,947	5,172,212
EXPENDITURES				
Current				
General administration	689,296	-	71,810	761,106
Building administration	251,706	-	-	251,706
Public safety	1,451,763	-	-	1,451,763
Roads and drainage	815,182	450,000	-	1,265,182
Parks and recreation	346,594	-	-	346,594
Barn	66,081	-	-	66,081
Capital outlay	195,699	-	18,063	213,762
Total expenditures	3,816,321	450,000	89,873	4,356,194
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	679,735	(11,791)	148,074	816,018
OTHER FINANCING SOURCES (USES)				
Transfers in	90,000	-	-	90,000
Transfers (out)	-	-	(90,000)	(90,000)
Total other financing sources (uses)	90,000	-	(90,000)	-
NET CHANGE IN FUND BALANCES	769,735	(11,791)	58,074	816,018
FUND BALANCES, MAY 1	2,844,808	115,933	407,587	3,368,328
FUND BALANCES, APRIL 30	\$ 3,614,543	\$ 104,142	\$ 465,661	\$ 4,184,346

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, 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, 2017

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 816,018
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	1,172,080
Losses on the disposal of capital assets are reported on the statement of activities	(7,659)
Depreciation on capital assets is reported as an expense in the statement of activities	(200,791)
The increase in compensated absences payable is shown as an increase of expense on the statement of activities	<u>(4,526)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 1,775,122</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

**STATEMENT OF NET POSITION
PROPRIETARY FUND**

April 30, 2017

	<u>Sewer Fund</u>
CURRENT ASSETS	
Cash and cash equivalents	\$ 6,922
Accounts receivable	<u>473,282</u>
Total current assets	<u>480,204</u>
CURRENT LIABILITIES	
Accounts payable	1,191
Due to other funds	33,063
Unearned revenue	<u>470,534</u>
Total current liabilities	<u>504,788</u>
NET POSITION	
Unrestricted (deficit)	<u>(24,584)</u>
TOTAL NET POSITION (DEFICIT)	<u><u>\$ (24,584)</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2017

	<u>Sewer Fund</u>
OPERATING REVENUES	
Charges for services	
Sewer charges	\$ 405,551
	<u>405,551</u>
Total operating revenues	
OPERATING EXPENSES	
Administration	458,734
	<u>458,734</u>
Total operating expenses	
OPERATING INCOME (LOSS)	<u>(53,183)</u>
NON-OPERATING REVENUES	
Investment income	706
	<u>706</u>
Total non-operating revenues	
CHANGE IN NET POSITION	(52,477)
NET POSITION, MAY 1	<u>27,893</u>
NET POSITION (DEFICIT), APRIL 30	<u><u>\$ (24,584)</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUND

For the Year Ended April 30, 2017

	<u>Sewer Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 438,668
Payments to suppliers	<u>(457,904)</u>
Net cash from operating activities	<u>(19,236)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
None	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
None	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received on investments	<u>706</u>
Net cash from investing activities	<u>706</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(18,530)
CASH AND CASH EQUIVALENTS, MAY 1	<u>25,452</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 6,922</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ (53,183)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Changes in assets and liabilities	
Accounts receivable	(25,267)
Unearned revenue	58,384
Accounts payable	<u>830</u>
NET CASH FROM OPERATING ACTIVITIES	<u>\$ (19,236)</u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION

April 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash	<u>\$ 316,056</u>
TOTAL ASSETS	<u><u>\$ 316,056</u></u>
LIABILITIES	
Due to bondholders	<u>\$ 316,056</u>
TOTAL LIABILITIES	<u><u>\$ 316,056</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Deer Park, 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 following is a summary of the significant accounting policies of the Village.

a. Reporting Entity

The Village is a body corporate and politic established under Illinois Compiled Statutes (ILCS) governed by an elected President and Board of Trustees. The Village is considered to be a primary government pursuant to GASB Statements No. 14 and No. 61 since it is legally separate and fiscally independent. The Village does not have any component units.

b. Fund Accounting

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

A fund is a separate accounting entity with a self-balancing set of accounts. The minimum number of funds is maintained consistent with legal and managerial requirements. Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds restricted, committed or assigned for the acquisition or construction of capital assets (capital projects funds) and the funds restricted, committed or assigned for the servicing of 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Village utilizes agency funds to account for funds received and reserved for debt service on the noncommitment debt (See Note 5a) and funds received on behalf of other entities.

c. Government-Wide and Fund Financial Statements

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

The 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 shared revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

VILLAGE OF DEER PARK, 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 major governmental funds:

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

The Roads and Drainage Fund is used to account for non-home rule sales tax revenues restricted for road and drainage projects.

The Village reports the following major proprietary fund:

The Sewer Fund accounts for the sewer billings and expenses incurred for providing those services to residents.

Additionally, the Village reports the Special Service Areas funds responsible for noncommitment debt repayment as agency funds.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements (except the agency funds which have no measurement focus). Revenues are recorded when earned and expenses are recorded when a liability is incurred. The Village has no municipal property tax. 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. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes, income taxes and telecommunication taxes which use a 90-day period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Sales taxes and telecommunication taxes owed to the state at year end, court fines, franchise fees, 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. Local fines, licenses and permit revenue and miscellaneous revenues are considered to be measurable and available only when cash is received by the Village.

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The Village reports unearned revenue on its financial statements. Unearned revenue arises when a revenue is measurable but not earned under the accrual basis of accounting. Unearned revenues also arise when resources are received by the Village before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

e. Cash and Cash Equivalents

For purposes of cash flows, the Village considers liquid deposits or investments with a maturity of three months or less when purchased to be cash equivalents.

f. Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Village did not have any investments at April 30, 2017 subject to fair value disclosures.

g. Prepaid Expenditures/Expenses

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

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets

Capital assets are recorded as expenditures at the time of purchase. Capital assets, which include property, plant, equipment, intangible and infrastructure assets (e.g., storm sewers and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Infrastructure assets are reported prospectively as of May 1, 2004. Capital assets are defined by the Village as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and building improvements	50
Park improvements	20
Machinery and equipment	10
Intangibles	5
Infrastructure	50

i. 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 and sick leave of governmental activities is recorded as an expense and liability of those funds as the benefits accrue to employees.

j. Long-Term Obligations

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

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

k. Net Position/Fund Balance

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or are legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance resulted from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village 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 Administrator. Any residual fund balance of the General Fund or any deficit balance in any other governmental fund is reported as unassigned.

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 and then unassigned funds.

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

l. 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.

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Interfund Transactions (Continued)

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

m. 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.”

Advances between funds, if any, as reported in the fund financial statements, are offset by nonspendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

n. 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.

o. Use of Estimates

The preparation of financial statements in conformity with GAAP 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.

2. DEPOSITS WITH FINANCIAL INSTITUTIONS

a. Permitted Deposits and Investments

State statutes and the Village's investment policy authorize the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, short-term commercial paper rated within the highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the Village's fair value) and the 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 an investment could be sold.

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 legality, safety (preservation of capital and protection of investment principal), liquidity and yield.

The State Treasurer maintains the Illinois Funds Money Market at cost and fair value through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the Village's investment in the funds is the same as the value of the pool shares. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The pool had a Standard and Poor's AAAM rating as April 30, 2017. The relationship between the Village and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

IMET is a governmental investment fund created under the Illinois Municipal Code. IMET actively manages two investment funds for municipal treasurers, official custodians of municipal funds and other public agencies in the State. IMET's offerings consist of the 1-3 Year Series and the Convenience Series. The 1-3 Year Series invests exclusively in United States Government backed securities (Treasury and agencies) and has a fluctuating net asset value and an average portfolio maturity of one to three years. The 1-3 Year Series is rated Aaa/MR1 by Moody's Investors Services.

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS WITH FINANCIAL INSTITUTIONS (Continued)

a. Permitted Deposits and Investments (Continued)

The Convenience Series is a short-term money market instrument collateralized via FDIC Insurance, the FHLB LOC Program, United States Government securities at 110% on bank deposits and United States Government securities in the repurchase agreement program. The relationship between the Village and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

b. 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 for all funds on deposit, including checking accounts and certificates of deposit, that are in excess of FDIC. The collateral must be in the name of the Village and held at an independent third party institution and must be evidenced by a written agreement.

3. RECEIVABLES

The following receivables are included in accounts receivable on the statement of net position at April 30, 2017:

GOVERNMENTAL ACTIVITIES	
Red light violations receivable	\$ 890
Traffic fines receivable	2,634
Entertainment tax receivable	10,548
Income tax receivable	48,779
Sales tax receivable	383,983
Non-home rule sales tax receivable	94,290
Use tax receivable	19,679
Franchise fees receivable	5,806
Telecommunication tax receivable	47,196
Utility tax receivable	18,806
Hotel tax receivable	13,226
Miscellaneous receivables	<u>4,693</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 650,530</u>

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2017 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 6,027,285	\$ -	\$ -	\$ 6,027,285
Total capital assets not being depreciated	<u>6,027,285</u>	<u>-</u>	<u>-</u>	<u>6,027,285</u>
Capital assets being depreciated				
Buildings and building improvements	3,080,111	-	-	3,080,111
Park improvements	1,022,994	312,563	19,150	1,316,407
Machinery and equipment	334,809	11,463	-	346,272
Intangibles	72,150	-	-	72,150
Infrastructure	1,951,020	848,054	-	2,799,074
Total capital assets being depreciated	<u>6,461,084</u>	<u>1,172,080</u>	<u>19,150</u>	<u>7,614,014</u>
Less accumulated depreciation for				
Buildings and building improvements	563,534	61,602	-	625,136
Park improvements	460,463	60,015	11,491	508,987
Machinery and equipment	218,760	19,919	-	238,679
Intangibles	68,875	3,275	-	72,150
Infrastructure	246,377	55,980	-	302,357
Total accumulated depreciation	<u>1,558,009</u>	<u>200,791</u>	<u>11,491</u>	<u>1,747,309</u>
Total capital assets being depreciated, net	<u>4,903,075</u>	<u>971,289</u>	<u>7,659</u>	<u>5,866,705</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 10,930,360</u>	<u>\$ 971,289</u>	<u>\$ 7,659</u>	<u>\$ 11,893,990</u>

Depreciation expense was charged to functions of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
General administration	\$ 64,877
Parks and recreation	79,934
Public works	<u>55,980</u>
TOTAL	<u>\$ 200,791</u>

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. COMPENSATED ABSENCES AND NONCOMMITMENT DEBT

The compensated absences currently outstanding are as follows:

	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
Compensated Absences*	General	\$ 14,878	\$ 19,404	\$ 14,878	\$ 19,404	\$ 19,404
TOTAL		\$ 14,878	\$ 19,404	\$ 14,878	\$ 19,404	\$ 19,404

*Compensated absences have historically been retired by the General Fund.

a. Noncommitment Debt

As of April 30, 2017, the Village had Special Service Area bonds outstanding totaling \$9,195,000. None of these bonds are an obligation of the Village and are secured by the levy of real estate taxes on certain property within the special service areas. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the assessments and forwarding the collections to bondholders.

6. RISK MANAGEMENT

The Village is exposed to various risks of loss including, but not limited to, employee health, general liability, property casualty, workers' compensation and public official liability. To limit exposure to these risks, the Village has purchased third party indemnity insurance. The coverages have limits ranging from \$1,000,000 to \$10,000,000. Settlement claims have not exceeded insurance coverage for the current or the three prior years.

7. 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 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 which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

VILLAGE OF DEER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. PROPERTY TAXES

The Village levies a property tax based on the authorization in ordinances establishing Special Service Areas 1 through 10. Significant dates are as follows:

- The property tax lien date is January 1;
- The annual tax levy ordinance for the 2016 levy was passed in December 2016; and
- Property taxes for 2016 are due to the County Collector in two installments, June 1 and September 1 of the subsequent year. The County Collector remits the collections to the Village primarily in June to November.

9. INDIVIDUAL FUND DISCLOSURES

a. Due From/To Other Funds

Individual fund interfund receivables/payables are as follows:

Receivable Fund	Payable Fund	Amount
General	Sewer	\$ 33,063
TOTAL		<u>\$ 33,063</u>

The purposes of the Due To/Due From other funds are as follows:

- \$33,063 due from the Sewer Fund to the General Fund to cover a temporary cash shortfall. Repayment is expected within one year.

b. Interfund Transfers

	Transfers In	Transfers Out
General		
Nonmajor Special Revenue	\$ 90,000	\$ -
Total General	<u>90,000</u>	<u>-</u>
Nonmajor Special Revenue		
General	<u>-</u>	<u>90,000</u>
TOTAL	<u>\$ 90,000</u>	<u>\$ 90,000</u>

The purposes of the significant transfers are as follows:

- \$90,000 transferred to the General Fund from the Tourism and Commerce Fund for park projects to increase tourism within the Village. This transfer will not be repaid.

10. RETIREMENT OBLIGATIONS

The Village does not participate in the Illinois Municipal Retirement Fund or any other retirement fund. Eligible Village employees may contribute to a deferred compensation plan (IRS §457) of which the Village contributes a matching amount of 5.0% each pay period. All other employees are covered by Social Security.

11. OTHER POSTEMPLOYMENT BENEFITS

The Village is subject to no statutory requirements to provide health insurance to its retirees as the Village does not participate in the Illinois Municipal Retirement Fund. Therefore, there is no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the Village has no former employees or agreements with current employees for which the Village was providing an explicit subsidy as of April 30, 2017. For the year ended April 30, 2017, the Village had no retirees purchasing health insurance through the Village.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2017

	Original	Final	
	Appropriation	Appropriation	Actual
REVENUES			
Taxes	\$ 2,372,500	\$ 2,372,500	\$ 2,479,179
Intergovernmental	326,400	326,400	302,479
Licenses and permits	487,800	487,800	871,377
Charges for services	565,530	565,530	576,107
Fines and forfeits	81,000	81,000	159,113
Investment income	3,300	3,300	13,514
Other income	59,700	59,700	94,287
	<hr/>	<hr/>	<hr/>
Total revenues	3,896,230	3,896,230	4,496,056
EXPENDITURES			
Current			
General administration	813,673	813,673	689,296
Building administration	298,636	298,636	251,706
Public safety	1,666,571	1,666,571	1,451,763
Roads and drainage	1,735,384	1,735,384	815,182
Parks and recreation	428,156	428,156	346,594
Barn	66,210	66,210	66,081
Capital outlay	159,800	159,800	195,699
	<hr/>	<hr/>	<hr/>
Total expenditures	5,168,430	5,168,430	3,816,321
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	<hr/>	<hr/>	<hr/>
	(1,272,200)	(1,272,200)	679,735
OTHER FINANCING SOURCES (USES)			
Transfers in	99,000	99,000	90,000
Prior year budgeted surplus	800,000	800,000	-
Debt service - principal	(16,500)	(16,500)	-
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	882,500	882,500	90,000
NET CHANGE IN FUND BALANCE			
	<hr/>	<hr/>	<hr/>
	\$ (389,700)	\$ (389,700)	769,735
FUND BALANCE, MAY 1			
			<hr/>
			2,844,808
FUND BALANCE, APRIL 30			
			<hr/>
			\$ 3,614,543

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROADS AND DRAINAGE FUND

For the Year Ended April 30, 2017

	<u>Original</u>	<u>Final</u>	
	<u>Appropriation</u>	<u>Appropriation</u>	<u>Actual</u>
REVENUES			
Sales tax	\$ 425,000	\$ 425,000	\$ 438,209
Total revenues	<u>425,000</u>	<u>425,000</u>	<u>438,209</u>
EXPENDITURES			
Current			
Road maintenance program	<u>495,000</u>	<u>495,000</u>	<u>450,000</u>
Total expenditures	<u>495,000</u>	<u>495,000</u>	<u>450,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(70,000)	(70,000)	(11,791)
OTHER FINANCING SOURCES (USES)			
Prior year budgeted surplus	<u>100,000</u>	<u>100,000</u>	-
Total other financing sources (uses)	<u>100,000</u>	<u>100,000</u>	-
NET CHANGE IN FUND BALANCE	<u>\$ 30,000</u>	<u>\$ 30,000</u>	(11,791)
FUND BALANCE, MAY 1			<u>115,933</u>
FUND BALANCE, APRIL 30			<u><u>\$ 104,142</u></u>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2017

BUDGETS AND BUDGETARY ACCOUNTING

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

1. The appropriation is adopted substantially on a GAAP basis of accounting.
2. The Village, each year prior to July 31 of the fiscal year, must file and pass the appropriation for the fiscal year ended April 30. This appropriation can be subsequently amended by a two-thirds vote of the Board of Trustees. The amounts shown on the financial statements under the final appropriation column reflect amendments, if any, that have been adopted by the Board of Trustees since the original appropriation was passed. No amendments were made in the current year.
3. Appropriations are adopted, controlled and formal budgetary integration is employed as a control device during the year at the fund level for the general fund and special revenue funds.
4. All appropriations lapse at the end of the year for which the appropriations were adopted.

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

Purpose:

These financial statements provide a more detailed view of the “Basic Financial Statements” presented in the preceding subsection.

MAJOR GOVERNMENTAL FUNDS

Purpose:

General Fund - to account for all unrestricted resources, except those accounted for in another fund.

GENERAL FUND

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2017

	Original	Final	Actual
	Appropriation	Appropriation	
REVENUES			
Taxes			
Utility	\$ 264,000	\$ 264,000	\$ 257,650
State sales	1,738,500	1,738,500	1,787,463
Use	75,200	75,200	80,363
Road and bridge	3,800	3,800	3,728
Telecommunications	161,000	161,000	193,888
Entertainment	130,000	130,000	156,087
Total taxes	<u>2,372,500</u>	<u>2,372,500</u>	<u>2,479,179</u>
Intergovernmental			
Shared income tax	326,400	326,400	302,479
Total intergovernmental	<u>326,400</u>	<u>326,400</u>	<u>302,479</u>
Licenses and permits	487,800	487,800	871,377
Charges for services	565,530	565,530	576,107
Fines and forfeits	81,000	81,000	159,113
Investment income	3,300	3,300	13,514
Other income	59,700	59,700	94,287
Total revenues	<u>3,896,230</u>	<u>3,896,230</u>	<u>4,496,056</u>
EXPENDITURES			
General administration			
Administration			
Salaries	377,431	377,431	322,437
ICMARC contribution - salary	10,164	10,164	9,354
ICMARC contribution - hourly	13,563	13,563	9,496
Payroll tax	26,420	26,420	24,547
Office cleaning and mats	3,850	3,850	2,253
Office supplies	8,800	8,800	6,493
Postage	1,650	1,650	1,046
Telephone	5,720	5,720	8,238
Utilities	3,080	3,080	2,429
Printing and ads	1,650	1,650	1,455

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

DETAILED SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2017

	Original	Final	Actual
	Appropriation	Appropriation	
EXPENDITURES (Continued)			
General administration (Continued)			
Administration (Continued)			
Dues and subscriptions	\$ 3,850	\$ 3,850	\$ 5,278
Membership - NWMC	5,775	5,775	5,496
Travel	2,970	2,970	2,754
Education and meetings	3,630	3,630	4,062
Website/social media develop	5,500	5,500	3,534
Civic systems upgrade clarity	6,600	6,600	7,885
Office equipment and maintenance	8,800	8,800	11,648
Training	1,100	1,100	1,383
Handyman/maintenance	900	900	1,650
Office equipment lease	8,050	8,050	13,821
Bank charges	880	880	1,079
Repairs and maintenance	7,950	7,950	9,726
Insurance expense	27,280	27,280	26,072
Miscellaneous	5,000	5,000	8,002
Document imaging and scanning	605	605	533
Planning - Village office	-	-	9,760
	<hr/>	<hr/>	<hr/>
Total administration	541,218	541,218	500,431
	<hr/>	<hr/>	<hr/>
Legal			
Legal expense	95,450	95,450	69,299
Legal - traffic/adjudicator	5,610	5,610	1,020
Legal expense - litigation	5,500	5,500	8,419
Legal expense - prosecution	12,100	12,100	3,500
Legal expense - ordinance review	6,050	6,050	5,316
	<hr/>	<hr/>	<hr/>
Total legal	124,710	124,710	87,554
	<hr/>	<hr/>	<hr/>
Professional Services			
Engineering	29,375	29,375	33,584
Audit fees	25,850	25,850	16,309
Codifier fees	33,000	33,000	958
	<hr/>	<hr/>	<hr/>
Total professional services	88,225	88,225	50,851
	<hr/>	<hr/>	<hr/>

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

DETAILED SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2017

	Original	Final	Actual
	Appropriation	Appropriation	
EXPENDITURES (Continued)			
General administration (Continued)			
Special Events			
Newsletters	\$ 7,700	\$ 7,700	\$ 4,926
Meet Your Neighbor barn event	16,100	16,100	13,548
Mosquito abatement	27,720	27,720	22,593
Recycling events	6,900	6,900	9,341
Arbor Day celebration	1,100	1,100	52
	<hr/>	<hr/>	<hr/>
Total special events	59,520	59,520	50,460
	<hr/>	<hr/>	<hr/>
Total general administration	813,673	813,673	689,296
	<hr/>	<hr/>	<hr/>
Building administration			
Salaries	79,702	79,702	69,087
ICMARC contribution - hourly	3,985	3,985	3,454
Payroll taxes	5,579	5,579	5,285
Engineering fees	8,400	8,400	5,683
Builders inspection fees	137,500	137,500	105,727
Fire inspection fees	-	-	19,039
Elevator inspection fees	2,420	2,420	2,997
Building review board	1,100	1,100	-
Zoning inspections	1,650	1,650	940
Business registration fees	27,500	27,500	21,734
Zoning and code enforcement	22,000	22,000	4,251
Julie inspections	7,150	7,150	11,097
Office supplies	1,650	1,650	2,412
	<hr/>	<hr/>	<hr/>
Total building administration	298,636	298,636	251,706
	<hr/>	<hr/>	<hr/>
Public safety	1,666,571	1,666,571	1,451,763
	<hr/>	<hr/>	<hr/>
Roads and drainage			
Storm sewer cleaning	18,750	18,750	-
14/FY15 road program design construction	1,069,294	1,069,294	848,186
14/FY15 road program construction observation	74,855	74,855	38,330
15/FY16 road program design engineering	92,400	92,400	39,869
Regency court LZ road program	55,000	55,000	47,113
Crack sealing	22,000	22,000	17,000
Crack sealing construction observation	2,750	2,750	1,470

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

DETAILED SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2017

	Original	Final	Actual
	Appropriation	Appropriation	
EXPENDITURES (Continued)			
Roads and drainage (Continued)			
Drainage - other general	\$ 55,000	\$ 55,000	\$ 20,216
Other patching	5,500	5,500	5,758
Storm sewer cleaning	-	-	9,036
Rue Valley drainage	550,000	550,000	2,461
Storm sewer televising	17,250	17,250	-
Storm water master plan	-	-	20,156
Repairs and maintenance	5,500	5,500	2,843
Rain garden maintenance	46,000	46,000	33,647
Snow and ice control	169,335	169,335	141,430
Street signs	2,200	2,200	1,168
Street lighting	16,500	16,500	16,796
IEPA/NPDES	8,050	8,050	6,749
Street cleaning	2,750	2,750	524
Ela Township roadside maintenance	-	-	8,366
Tree trimming	17,250	17,250	4,064
Allocate road and drainage	(495,000)	(495,000)	(450,000)
	<hr/>	<hr/>	
Total roads and drainage	1,735,384	1,735,384	815,182
	<hr/>	<hr/>	
Parks and recreation			
Engineering expenses	106,250	106,250	11,498
Legal expense	1,650	1,650	2,231
Snow & ice control parks	-	-	1,375
Utilities	1,100	1,100	849
TownCenter wetland mitigation	-	-	8,281
Landscaping and maintenance	65,266	65,266	61,344
Neighborhood park improvement	218,750	218,750	225,437
Tree inspection/pruning parks	9,191	9,191	13,370
Tree replacement all parks	6,600	6,600	4,900
Ash and pine treatment	1,811	1,811	-
Repair/replace benches/equipment	2,300	2,300	221
Reimbursement to homeowners' association	8,050	8,050	10,982
VEHE barn prescribed burning	6,038	6,038	5,250
Miscellaneous	1,150	1,150	856
	<hr/>	<hr/>	
Total parks and recreation	428,156	428,156	346,594
	<hr/>	<hr/>	

(This schedule is continued on the following page.)

VILLAGE OF DEER PARK, ILLINOIS

DETAILED SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2017

	<u>Original</u>	<u>Final</u>	<u>Actual</u>
	<u>Appropriation</u>	<u>Appropriation</u>	
EXPENDITURES (Continued)			
Barn			
Snow and ice control	\$ 2,250	\$ 2,250	\$ 1,125
Office cleaning and mats	4,600	4,600	3,245
Office supplies	880	880	418
Telephone	805	805	911
Utilities	2,875	2,875	2,400
Barn equipment and maintenance	-	-	5,892
Contractual services	8,800	8,800	16,535
Repairs and maintenance	46,000	46,000	35,555
	<hr/>	<hr/>	
Total barn	66,210	66,210	66,081
	<hr/>	<hr/>	
Capital outlay	159,800	159,800	195,699
	<hr/>	<hr/>	
Total expenditures	5,168,430	5,168,430	3,816,321
	<hr/>	<hr/>	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,272,200)	(1,272,200)	679,735
	<hr/>	<hr/>	
OTHER FINANCING SOURCES (USES)			
Transfers in	99,000	99,000	90,000
Prior year budgeted surplus	800,000	800,000	-
Debt service - principal	(16,500)	(16,500)	-
	<hr/>	<hr/>	
Total other financing sources (uses)	882,500	882,500	90,000
	<hr/>	<hr/>	
NET CHANGE IN FUND BALANCE	\$ (389,700)	\$ (389,700)	769,735
	<hr/>	<hr/>	
FUND BALANCE, MAY 1			2,844,808
			<hr/>
FUND BALANCE, APRIL 30			\$ 3,614,543
			<hr/> <hr/>

(See independent auditor's report.)

NONMAJOR SPECIAL REVENUE FUNDS

Purpose:

Special Revenue Funds - to account for the proceeds of specific revenue sources that are restricted by law or administrative action to expenditure for specific purposes. These include the Motor Fuel Tax Fund and the Tourism and Commerce Fund, which collect motor fuel tax and hotel tax, respectively.

VILLAGE OF DEER PARK, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

April 30, 2017

	Motor Fuel Tax	Tourism and Commerce	Total
ASSETS			
Cash and investments	\$ 386,687	\$ 59,038	\$ 445,725
Accounts receivable	-	13,226	13,226
Due from other governments	7,006	-	7,006
TOTAL ASSETS	\$ 393,693	\$ 72,264	\$ 465,957
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ 296	\$ 296
Total liabilities	-	296	296
FUND BALANCES			
Restricted			
Highways and streets	393,693	-	393,693
Tourism and commerce	-	71,968	71,968
Total fund balances	393,693	71,968	465,661
TOTAL LIABILITIES AND FUND BALANCES	\$ 393,693	\$ 72,264	\$ 465,957

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2017

	Motor Fuel Tax	Tourism and Commerce	Total
REVENUES			
Taxes	\$ -	\$ 155,341	\$ 155,341
Intergovernmental	81,109	-	81,109
Investment income	1,497	-	1,497
Total revenues	82,606	155,341	237,947
EXPENDITURES			
Current			
General administration	-	71,810	71,810
Capital outlay	-	18,063	18,063
Total expenditures	-	89,873	89,873
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	82,606	65,468	148,074
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	(90,000)	(90,000)
Total other financing sources (uses)	-	(90,000)	(90,000)
NET CHANGE IN FUND BALANCES	82,606	(24,532)	58,074
FUND BALANCES, MAY 1	311,087	96,500	407,587
FUND BALANCES, APRIL 30	\$ 393,693	\$ 71,968	\$ 465,661

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2017

	Original	Final	
	Appropriation	Appropriation	Actual
REVENUES			
Intergovernmental	\$ 82,880	\$ 82,880	\$ 81,109
Investment income	140	140	1,497
Total revenues	<u>83,020</u>	<u>83,020</u>	<u>82,606</u>
EXPENDITURES			
None	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>83,020</u>	<u>83,020</u>	<u>82,606</u>
OTHER FINANCING SOURCES (USES)			
Prior year budgeted surplus	<u>100,000</u>	<u>100,000</u>	-
Total other financing sources (uses)	<u>100,000</u>	<u>100,000</u>	-
NET CHANGE IN FUND BALANCE	<u>\$ 183,020</u>	<u>\$ 183,020</u>	82,606
FUND BALANCE, MAY 1			<u>311,087</u>
FUND BALANCE, APRIL 30			<u>\$ 393,693</u>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2017

	Original Appropriation	Final Appropriation	Actual
REVENUES			
Taxes			
Hotel tax	\$ 140,000	\$ 140,000	\$ 155,341
Total revenues	140,000	140,000	155,341
EXPENDITURES			
Current			
General administration			
Hotel shuttle driver	19,800	19,800	18,000
Enhanced marketing events	37,125	37,125	37,049
General marketing program	27,500	27,500	16,345
Long Grove bus partners	-	-	416
Capital outlay	18,500	18,500	18,063
Total expenditures	102,925	102,925	89,873
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	37,075	37,075	65,468
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(99,000)	(99,000)	(90,000)
Prior year budgeted surplus	100,000	100,000	-
Total other financing sources (uses)	1,000	1,000	(90,000)
NET CHANGE IN FUND BALANCE			
	\$ 38,075	\$ 38,075	(24,532)
FUND BALANCE, MAY 1			
			96,500
FUND BALANCE, APRIL 30			
			\$ 71,968

(See independent auditor's report.)

FIDUCIARY FUNDS

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended April 30, 2017

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
All Funds				
ASSETS				
Cash and investments	\$ 296,407	\$ 2,144,157	\$ 2,129,399	\$ 316,056
TOTAL ASSETS	\$ 296,407	\$ 2,144,157	\$ 2,129,399	\$ 316,056
LIABILITIES				
Due to bondholders	\$ 296,407	\$ 2,144,157	\$ 2,129,399	\$ 316,056
TOTAL LIABILITIES	\$ 296,407	\$ 2,144,157	\$ 2,129,399	\$ 316,056
1. SSA #1 Debt Service Fund				
ASSETS				
Cash and investments	\$ 35,676	\$ 100,536	\$ 100,289	\$ 35,923
TOTAL ASSETS	\$ 35,676	\$ 100,536	\$ 100,289	\$ 35,923
LIABILITIES				
Due to bondholders	\$ 35,676	\$ 100,536	\$ 100,289	\$ 35,923
TOTAL LIABILITIES	\$ 35,676	\$ 100,536	\$ 100,289	\$ 35,923
2. SSA #2 Debt Service Fund				
ASSETS				
Cash and investments	\$ 45,850	\$ 511,645	\$ 507,146	\$ 50,349
TOTAL ASSETS	\$ 45,850	\$ 511,645	\$ 507,146	\$ 50,349
LIABILITIES				
Due to bondholders	\$ 45,850	\$ 511,645	\$ 507,146	\$ 50,349
TOTAL LIABILITIES	\$ 45,850	\$ 511,645	\$ 507,146	\$ 50,349

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2017

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
3. SSA #4 Debt Service Fund				
ASSETS				
Cash and investments	\$ 48,338	\$ 231,499	\$ 229,942	\$ 49,895
TOTAL ASSETS	\$ 48,338	\$ 231,499	\$ 229,942	\$ 49,895
LIABILITIES				
Due to bondholders	\$ 48,338	\$ 231,499	\$ 229,942	\$ 49,895
TOTAL LIABILITIES	\$ 48,338	\$ 231,499	\$ 229,942	\$ 49,895
4. SSA #5 2001 Series Debt Service Fund				
ASSETS				
Cash and investments	\$ 33,549	\$ 97,645	\$ 97,375	\$ 33,819
TOTAL ASSETS	\$ 33,549	\$ 97,645	\$ 97,375	\$ 33,819
LIABILITIES				
Due to bondholders	\$ 33,549	\$ 97,645	\$ 97,375	\$ 33,819
TOTAL LIABILITIES	\$ 33,549	\$ 97,645	\$ 97,375	\$ 33,819
5. SSA #6 2001 Series Debt Service Fund				
ASSETS				
Cash and investments	\$ 48,553	\$ 121,267	\$ 120,782	\$ 49,038
TOTAL ASSETS	\$ 48,553	\$ 121,267	\$ 120,782	\$ 49,038
LIABILITIES				
Due to bondholders	\$ 48,553	\$ 121,267	\$ 120,782	\$ 49,038
TOTAL LIABILITIES	\$ 48,553	\$ 121,267	\$ 120,782	\$ 49,038

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2017

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
6. SSA #7 2001 Series				
Debt Service Fund				
ASSETS				
Cash and investments	\$ 63,306	\$ 266,699	\$ 264,708	\$ 65,297
TOTAL ASSETS	\$ 63,306	\$ 266,699	\$ 264,708	\$ 65,297
LIABILITIES				
Due to bondholders	\$ 63,306	\$ 266,699	\$ 264,708	\$ 65,297
TOTAL LIABILITIES	\$ 63,306	\$ 266,699	\$ 264,708	\$ 65,297
7. SSA #8 2002 Series				
Debt Service Fund				
ASSETS				
Cash and investments	\$ 11,368	\$ 28,710	\$ 29,080	\$ 10,998
TOTAL ASSETS	\$ 11,368	\$ 28,710	\$ 29,080	\$ 10,998
LIABILITIES				
Due to bondholders	\$ 11,368	\$ 28,710	\$ 29,080	\$ 10,998
TOTAL LIABILITIES	\$ 11,368	\$ 28,710	\$ 29,080	\$ 10,998
8. SSA #9 2002 Series				
Debt Service Fund				
ASSETS				
Cash and investments	\$ 75	\$ 38,013	\$ 38,029	\$ 59
TOTAL ASSETS	\$ 75	\$ 38,013	\$ 38,029	\$ 59
LIABILITIES				
Due to bondholders	\$ 75	\$ 38,013	\$ 38,029	\$ 59
TOTAL LIABILITIES	\$ 75	\$ 38,013	\$ 38,029	\$ 59

(This schedule is continued on the following page.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2017

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
9. SSA #10 2002 Series Debt Service Fund				
ASSETS				
Cash and investments	\$ 7,271	\$ 27,044	\$ 28,113	\$ 6,202
TOTAL ASSETS	\$ 7,271	\$ 27,044	\$ 28,113	\$ 6,202
LIABILITIES				
Due to bondholders	\$ 7,271	\$ 27,044	\$ 28,113	\$ 6,202
TOTAL LIABILITIES	\$ 7,271	\$ 27,044	\$ 28,113	\$ 6,202
10. SSA #3 2006 Series B Debt Service Fund				
ASSETS				
Cash and investments	\$ 7,312	\$ 721,099	\$ 713,935	\$ 14,476
TOTAL ASSETS	\$ 7,312	\$ 721,099	\$ 713,935	\$ 14,476
LIABILITIES				
Due to bondholders	\$ 7,312	\$ 721,099	\$ 713,935	\$ 14,476
TOTAL LIABILITIES	\$ 7,312	\$ 721,099	\$ 713,935	\$ 14,476

(See independent auditor's report.)