

**VILLAGE OF DEER PARK, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

For the Year Ended  
April 30, 2016



**VILLAGE OF DEER PARK, ILLINOIS**  
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*Members of American Institute of Certified Public Accountants*

## 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, 2016, and the related notes to financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **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 14, 2016

**GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS**



## MANAGEMENT'S DISCUSSION AND ANALYSIS

**APRIL 30, 2016**

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, 2016. 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, 2016 was virtually unchanged from a year ago increasing 1.86% higher than the prior year from \$14,049,913 to \$14,311,703.
- Governmental activities increased by \$222,926 or 1.6% from \$14,060,884 to \$14,283,810.
- Business-type activity increased by \$38,864 from (\$10,971) to \$27,893 mainly due to increased sewer charges during the year.

#### General Fund – Fund Balance

- General fund experienced a decrease of \$80,662, resulting in an ending fund balance of \$2,844,808. Despite the stronger than expected revenues, expenditures in the Barn and Parks were slightly over budget.
- The actual total revenues for the General Fund exceeded the budgeted amount by \$168,554. This increase is primarily due to a rise in State Income and Use Tax collections.
- Capital assets – Net capital assets increased \$195,393 as a result of many capital improvements to parks.

### **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.

(See independent auditor's report.)

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	-----Fund Statements-----			
	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"> <li>▪ Statement of Net Position</li> <li>▪ Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>▪ Balance Sheet</li> <li>▪ Statement of Revenues, Expenditures, and Changes in Fund Balances</li> </ul>	<ul style="list-style-type: none"> <li>▪ Statement of Net Position</li> <li>▪ Statement of Revenues, Expenses, and Changes in Net Position</li> <li>▪ Statement of Cash Flows</li> </ul>	<ul style="list-style-type: none"> <li>▪ Statement of Fiduciary Net Position</li> </ul>
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

**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 sources and uses 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.

**Infrastructure Assets**

Historically, a government's largest group of assets (infrastructure – streets, storm sewers, etc.) had not been reported nor depreciated in governmental financial statements. GASB 34 requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has elected to depreciate assets over their useful life. If a project is considered maintenance – a recurring cost that does not extend the asset's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a street will be considered maintenance whereas a "rebuild" of a street will be capitalized.

<b>FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE</b>
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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 \$14,311,703.

## Statement of Net Position

**Table 1**  
**Statement of Net Position**  
**As of April 30, 2016 and 2015**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Current and Other Assets	\$3,735,390	\$3,771,442	\$440,403	\$331,302	\$4,175,793	\$4,102,744
Capital Assets	10,930,360	10,734,967	-	-	10,930,360	10,734,967
<b>Total Assets</b>	<b>14,665,750</b>	<b>14,506,409</b>	<b>440,403</b>	<b>331,302</b>	<b>15,106,153</b>	<b>14,837,711</b>
					\$0	
<b>Total Liabilities</b>	<b>\$381,940</b>	<b>\$445,525</b>	<b>\$412,510</b>	<b>\$342,273</b>	<b>\$794,450</b>	<b>\$787,798</b>
					\$0	
Net Assets:					\$0	
Investment in Capital Assets	\$10,930,360	\$10,734,967	-	-	\$10,930,360	\$10,734,967
Restricted	523,520	407,421	-	-	523,520	407,421
Unrestricted	2,829,930	2,918,496	27,893	-10,971	2,857,823	2,907,525
<b>Total Net Assets</b>	<b>\$14,283,810</b>	<b>\$14,060,884</b>	<b>\$27,893</b>	<b>-\$10,971</b>	<b>\$14,311,703</b>	<b>\$14,049,913</b>

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 \$14,049,913 to \$14,311,703. The Village’s unrestricted net position for governmental activities, the part of net position that can be used to finance daily operations was \$2,829,930.

The net position of business-type activities increased by \$38,864 during the fiscal year and ended the year at \$27,893. Accounts receivable and unearned revenues related to business-type activities at year end were \$448,014 and \$412,150, 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, 2016 was \$420,356.

Current assets from governmental activities decreased slightly by \$36,052 mostly due to a decrease in cash. This occurred primarily from a draw down on accumulated cash to invest in capital expenditures for parks. Net capital assets increased by \$195,393. Liabilities decreased by \$63,585 due primarily to a decrease in deposits payable of \$30,617.

**Table 2  
Changes in Net Position  
Years Ended April 30, 2016 and 2015**

	Governmental Activities 2016	Governmental Activities 2015	Business-type Activities 2016	Business-type Activities 2015	Total Primary Government 2016	Total Primary Government 2015
<b>REVENUES</b>						
Program Revenues:						
Charges for services	\$703,435	\$1,029,294	\$459,053	\$442,648	\$1,162,488	\$1,471,942
Operating grants	81,852	105,365	-	-	81,852	105,365
Capital grants	15,679	185,580	-	-	15,679	185,580
General revenues:						
Taxes	3,326,557	3,371,165	-	-	3,326,557	3,371,165
Investment income	4,334	-17,541	167	88	4,501	-17,453
Miscellaneous	35,324	7,226	-	-	35,324	7,226
Transfers	0	125	0	-125	0	0
<b>Total revenues</b>	<b>\$4,167,181</b>	<b>\$4,681,214</b>	<b>\$459,220</b>	<b>\$442,611</b>	<b>\$4,626,401</b>	<b>\$5,123,825</b>
<b>EXPENSES</b>						
General administration	\$737,587	\$899,420	-	-	\$737,587	\$889,420
Building administration	214,149	275,249	-	-	214,149	275,249
Public safety	1,416,209	1,522,692	-	-	1,416,209	1,522,692
Roads and drainage	1,146,375	1,318,983	-	-	1,146,375	1,318,983
Parks and recreation	387,832	153,875	-	-	387,832	153,875
Barn	42,103	70,365	-	-	42,103	70,365
Sanitary sewer rehabilitatic	-	-	420,356	461,688	420,356	461,688
<b>Total expenses</b>	<b>\$3,944,255</b>	<b>\$4,240,584</b>	<b>\$420,356</b>	<b>\$461,688</b>	<b>\$4,364,611</b>	<b>\$4,692,272</b>
<b>Change in Net Position</b>	<b>\$222,926</b>	<b>\$440,630</b>	<b>\$38,864</b>	<b>-\$19,077</b>	<b>\$261,790</b>	<b>\$431,553</b>

## **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, Public Works, etc.) individual programs may be added, deleted or expanded to meet changing community needs.

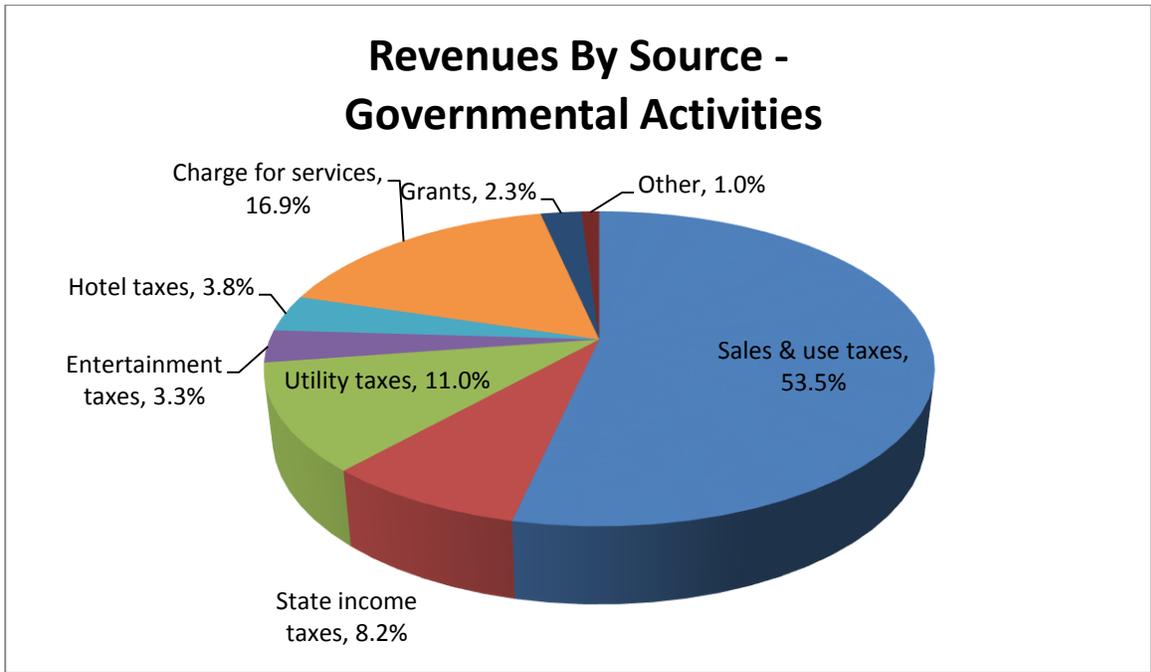
*Changes In Authorized Personnel* – Changes in service demand may cause the Village Board to increase/decrease authorized staffing.

*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 & Use Tax	2,227,964	53.5%
State Income Tax	341,031	8.2%
Utility Tax	458,082	11.0%
Entertainment Tax	138,742	3.3%
Hotel Tax	156,964	3.8%
Charges for Services	703,438	16.9%
Grants	97,531	2.3%
Other	43,432	1.0%
<b>Total</b>	<b>\$4,167,181</b>	

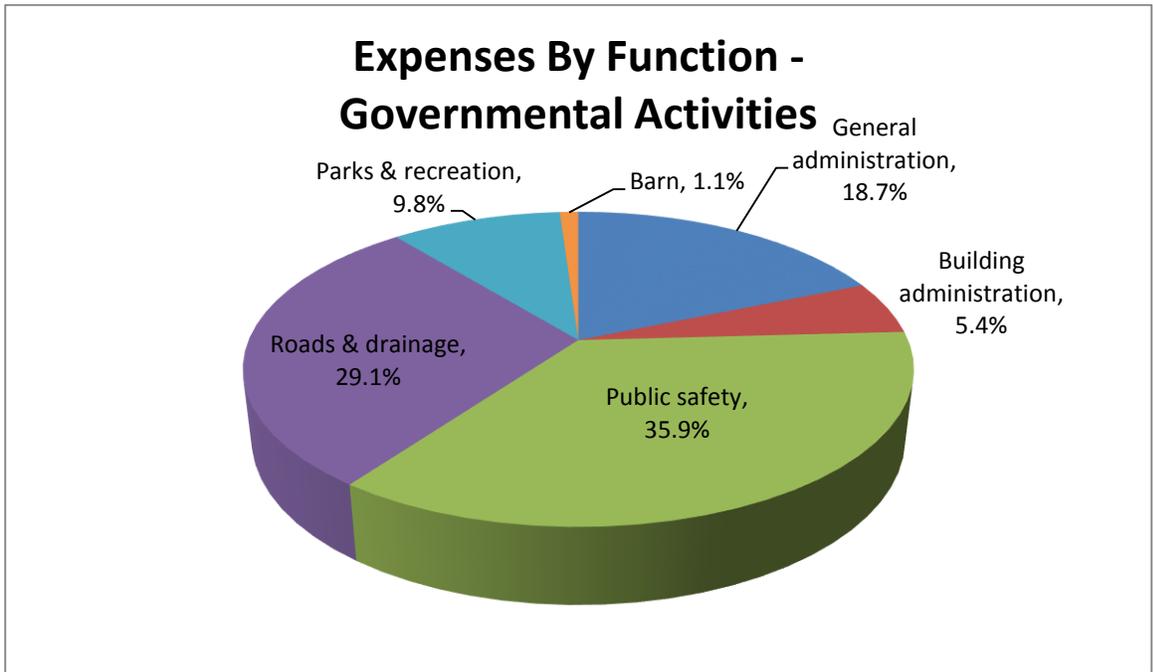
**Revenue:**

Total revenues attributable to governmental activities of \$4,167,181 a decrease from last year by \$514,033. Sales and use tax revenues continue to be the Village’s largest revenue source of revenue at \$2,227,964 which is down slightly 1.5% from last year. Building permits and related revenue decreased by \$514,033, largely due to a reduction of permit applications for large projects.

(See independent auditor’s report.)

Expenses:

Total expenses attributable to governmental activities of \$3,944,255 decreased over last year by \$296,329 or approximately 7%. This slight decrease is mainly due to favorable road program project expenses and decreased general administration expenses despite the increase in park expenses this year.



Source	Amount	Percent
General Admin	737,587	18.7%
Building Admin	214,149	5.4%
Public Safety	1,416,209	35.9%
Roads & Drainage	1,146,375	29.1%
Parks & Rec	387,832	9.8%
Barn	42,103	1.1%
Total	\$ 3,944,255	

**Business-Type Activities**

Revenue:

Revenue from business-type activities totaled \$459,220 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 \$420,356. 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.

## BUDGETARY HIGHLIGHTS

The Village of Deer Park adopts an appropriation budget system. The Village's General Fund actual revenues for the year totaled \$3,503,884, These actual revenues were over final budget by \$168,554 or 5%. This increase was due to the use of conservative assumptions of intergovernmental funds expected from the state. Compared to the prior year there was a decrease in revenues of 11.98% mainly attributed to lower permit fees collected.

Over the course of the year actual General Fund expenditures and transfers were lower than the final budget by 25% or \$1,180,864 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, 2016 was \$10,930,360 (net of accumulated depreciation) (see Notes to Financial Statements #4). This amount represents a net increase of \$195,393. Major capital asset activities during FY2016 were park related. Investment in capital assets includes land, roads, buildings, equipment, vehicles and infrastructure.

	Balance May 1, 2015	Net Additions/ Deletions	Balance April 30, 2016
<b>Non-Depreciable Assets</b>			
Land	\$6,027,285	-	\$6,027,285
<b>Depreciable Capital Assets</b>			
Buildings and Improvements	3,009,463	70,648	3,080,111
Park Improvements	778,535	244,459	1,022,994
Machinery and Equipment	334,809	-	334,809
Intangibles	72,150	-	72,150
Infrastructure	1,951,020	-	1,951,020
Accumulated Depreciation on Capital Assets	-1,438,295	-119,714	-1,558,009
<b>Totals</b>	<b>\$10,734,967</b>	<b>\$195,393</b>	<b>\$10,930,360</b>

### Debt Outstanding

The Village does not have any debts outstanding for year end April 30, 2016, 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, 2016, the balance of the Special Service Area bonds associated with the Village totaled \$11,025,000. 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 the fiscal year 2016. 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 lower to the prior year and are budgeted slightly lower during the forthcoming year due to the continued uncertainty of the State of Illinois budget. The failure of Illinois lawmakers to pass a fiscally responsible budget for fiscal year 2016 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 the year, relying on court-ordered spending and ongoing stopgap appropriations to operate during the Illinois State budget impasse. There continues to be political discussions in the state legislature regarding proposed cuts to revenues that have historically been paid to municipalities. It is uncertain if these revenues may be retained by the State in order to assist the State with its cash flow and budgetary needs in the years to come.

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, several Planned Unit Developments (PUD) were approved including; Solana of Deer Park, a senior living facility which is now open and operating. The Reserve at Deer Park, formerly Continental, a class A office space renovation is complete and The Palazzo of Deer Park, a retail development of shops and restaurants is in progress. Currently, a developer is seeking final approval that would 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. These signs of economic recovery will add to the economic strength and contribute to the future of Deer Park's sales tax base. Also it brings a complementary use of the land to the business and office district.

## **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.

## **BASIC FINANCIAL STATEMENTS**

**VILLAGE OF DEER PARK, ILLINOIS****STATEMENT OF NET POSITION**

April 30, 2016

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	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 3,004,821	\$ 25,452	\$ 3,030,273
Accounts receivable	689,362	448,014	1,137,376
Due to/from other funds	33,063	(33,063)	-
Due from other governments	7,283	-	7,283
Prepaid expenses	861	-	861
Capital assets not being depreciated	6,027,285	-	6,027,285
Capital assets (net of accumulated depreciation)	4,903,075	-	4,903,075
Total assets	<u>14,665,750</u>	<u>440,403</u>	<u>15,106,153</u>
<b>LIABILITIES</b>			
Accounts payable	83,718	360	84,078
Unearned revenue	-	412,150	412,150
Accrued payroll	16,854	-	16,854
Deposits payable	266,490	-	266,490
Long-term liabilities			
Due within one year	14,878	-	14,878
Total liabilities	<u>381,940</u>	<u>412,510</u>	<u>794,450</u>
<b>NET POSITION</b>			
Investment in capital assets	10,930,360	-	10,930,360
Restricted			
Highways and streets	311,087	-	311,087
Tourism and commerce	96,500	-	96,500
Roads and drainage	115,933	-	115,933
Unrestricted	2,829,930	27,893	2,857,823
<b>TOTAL NET POSITION</b>	<u>\$ 14,283,810</u>	<u>\$ 27,893</u>	<u>\$ 14,311,703</u>

See accompanying notes to financial statements.

**VILLAGE OF DEER PARK, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2016

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General administration	\$ 737,587	\$ 366,140	\$ -	\$ -
Building administration	214,149	-	-	-
Public safety	1,416,209	336,362	-	15,679
Roads and drainage	1,146,375	-	81,852	-
Parks and recreation	387,832	933	-	-
Barn	42,103	-	-	-
Total governmental activities	3,944,255	703,435	81,852	15,679
Business-Type Activities				
Sewer	420,356	459,053	-	-
Total business-type activities	420,356	459,053	-	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 4,364,611</b>	<b>\$ 1,162,488</b>	<b>\$ 81,852</b>	<b>\$ 15,679</b>

	<b>Net (Expense) Revenue and Change in Net Position</b>		
	<b>Primary Government</b>		
	<b>Governmental</b>	<b>Business-Type</b>	
	<b>Activities</b>	<b>Activities</b>	<b>Total</b>
	\$ (371,447)	\$ -	\$ (371,447)
	(214,149)	-	(214,149)
	(1,064,168)	-	(1,064,168)
	(1,064,523)	-	(1,064,523)
	(386,899)	-	(386,899)
	(42,103)	-	(42,103)
	<u>(3,143,289)</u>	<u>-</u>	<u>(3,143,289)</u>
	-	38,697	38,697
	-	38,697	38,697
	<u>(3,143,289)</u>	<u>38,697</u>	<u>(3,104,592)</u>
General Revenues			
Taxes			
State sales	1,729,083	-	1,729,083
Non-home rule sales	424,452	-	424,452
Utility/telecommunications	458,082	-	458,082
Use	74,429	-	74,429
Hotel	156,964	-	156,964
Entertainment	138,742	-	138,742
Road/bridge	3,774	-	3,774
Shared income tax	341,031	-	341,031
Investment income	4,334	167	4,501
Miscellaneous	35,324	-	35,324
Total	<u>3,366,215</u>	<u>167</u>	<u>3,366,382</u>
CHANGE IN NET POSITION	222,926	38,864	261,790
NET POSITION (DEFICIT), MAY 1	<u>14,060,884</u>	<u>(10,971)</u>	<u>14,049,913</u>
<b>NET POSITION, APRIL 30</b>	<u>\$ 14,283,810</u>	<u>\$ 27,893</u>	<u>\$ 14,311,703</u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2016

	General	Roads and Drainage	Nonmajor Governmental Funds	Total
<b>ASSETS</b>				
Cash and investments	\$ 2,586,570	\$ 24,456	\$ 393,795	\$ 3,004,821
Accounts receivable	584,436	91,477	13,449	689,362
Due from other funds	33,063	-	-	33,063
Due from other governments	-	-	7,283	7,283
Prepaid expenditures	861	-	-	861
<b>TOTAL ASSETS</b>	<b>\$ 3,204,930</b>	<b>\$ 115,933</b>	<b>\$ 414,527</b>	<b>\$ 3,735,390</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 76,778	\$ -	\$ 6,940	\$ 83,718
Accrued payroll	16,854	-	-	16,854
Deposits payable	266,490	-	-	266,490
Total liabilities	360,122	-	6,940	367,062
<b>FUND BALANCES</b>				
Nonspendable - prepaid expenditures	861	-	-	861
Restricted				
Highways and streets	-	-	311,087	311,087
Tourism and commerce	-	-	96,500	96,500
Roads and drainage	-	115,933	-	115,933
Assigned				
Subsequent year's budget	586,653	-	-	586,653
Unrestricted				
Unassigned	2,257,294	-	-	2,257,294
Total fund balances	2,844,808	115,933	407,587	3,368,328
<b>TOTAL LIABILITIES AND AND FUND BALANCES</b>	<b>\$ 3,204,930</b>	<b>\$ 115,933</b>	<b>\$ 414,527</b>	<b>\$ 3,735,390</b>

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, 2016

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	<b>\$ 3,368,328</b>
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	10,930,360
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>(14,878)</u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 14,283,810</u></u></b>

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, 2016

	<b>General</b>	<b>Roads and Drainage</b>	<b>Nonmajor Governmental Funds</b>	<b>Total</b>
<b>REVENUES</b>				
Taxes	\$ 2,404,110	\$ 424,452	\$ 156,964	\$ 2,985,526
Intergovernmental	356,710	-	81,852	438,562
Licenses and permits	291,504	-	-	291,504
Charges for services	2,268	-	-	2,268
Fines and forfeits	336,362	-	-	336,362
Investment income	4,305	-	29	4,334
Other income	108,625	-	-	108,625
<b>Total revenues</b>	<b>3,503,884</b>	<b>424,452</b>	<b>238,845</b>	<b>4,167,181</b>
<b>EXPENDITURES</b>				
Current				
General administration	666,083	-	67,046	733,129
Building administration	213,566	-	-	213,566
Public safety	1,416,209	-	-	1,416,209
Roads and drainage	703,119	400,000	-	1,103,119
Parks and recreation	325,141	-	-	325,141
Barn	42,103	-	-	42,103
Capital outlay	293,325	-	5,152	298,477
<b>Total expenditures</b>	<b>3,659,546</b>	<b>400,000</b>	<b>72,198</b>	<b>4,131,744</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(155,662)</b>	<b>24,452</b>	<b>166,647</b>	<b>35,437</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	75,000	-	-	75,000
Transfers (out)	-	-	(75,000)	(75,000)
<b>Total other financing sources (uses)</b>	<b>75,000</b>	<b>-</b>	<b>(75,000)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(80,662)</b>	<b>24,452</b>	<b>91,647</b>	<b>35,437</b>
<b>FUND BALANCES, MAY 1</b>	<b>2,925,470</b>	<b>91,481</b>	<b>315,940</b>	<b>3,332,891</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 2,844,808</b>	<b>\$ 115,933</b>	<b>\$ 407,587</b>	<b>\$ 3,368,328</b>

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, 2016

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	<b>\$ 35,437</b>
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	354,817
Depreciation on capital assets is reported as an expense in the statement of activities	(159,424)
The decrease in compensated absences payable is shown as a decrease of expense on the statement of activities	<u>(7,904)</u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 222,926</u></u></b>

See accompanying notes to financial statements.

**VILLAGE OF DEER PARK, ILLINOIS**

**STATEMENT OF NET POSITION  
PROPRIETARY FUND**

April 30, 2016

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	<u><b>Sewer Fund</b></u>
<b>CURRENT ASSETS</b>	
Cash	\$ 25,452
Accounts receivable	448,014
	<hr/>
Total current assets	473,466
	<hr/>
<b>CURRENT LIABILITIES</b>	
Accounts payable	360
Due to other funds	33,063
Unearned revenue	412,150
	<hr/>
Total current liabilities	445,573
	<hr/>
<b>NET POSITION</b>	
Unrestricted	27,893
	<hr/>
<b>TOTAL NET POSITION</b>	<u><u>\$ 27,893</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, 2016

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	<u><b>Sewer Fund</b></u>
<b>OPERATING REVENUES</b>	
Charges for services	
Sewer charges	\$ 459,053
	<u>459,053</u>
Total operating revenues	<u>459,053</u>
<b>OPERATING EXPENSES</b>	
Administration	<u>420,356</u>
	<u>420,356</u>
Total operating expenses	<u>420,356</u>
<b>OPERATING INCOME</b>	<u>38,697</u>
<b>NON-OPERATING REVENUES</b>	
Investment income	<u>167</u>
	<u>167</u>
Total non-operating revenues	<u>167</u>
<b>CHANGE IN NET POSITION</b>	38,864
<b>NET POSITION (DEFICIT), MAY 1</b>	<u>(10,971)</u>
<b>NET POSITION, APRIL 30</b>	<u><u>\$ 27,893</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, 2016

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	<u>Sewer Fund</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ 445,531
Payments to suppliers	(420,246)
	<hr/>
Net cash from operating activities	25,285
	<hr/>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
None	-
	<hr/>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
None	-
	<hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received on investments	167
	<hr/>
Net cash from investing activities	167
	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS	25,452
	<hr/>
CASH AND CASH EQUIVALENTS, MAY 1	-
	<hr/>
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 25,452
	<hr/> <hr/>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Operating income	\$ 38,697
Adjustments to reconcile operating income to net cash from operating activities	
Changes in assets and liabilities	
Accounts receivable	(83,649)
Unearned revenue	70,127
Accounts payable	110
	<hr/>
NET CASH FROM OPERATING ACTIVITIES	\$ 25,285
	<hr/> <hr/>

See accompanying notes to financial statements.

**VILLAGE OF DEER PARK, ILLINOIS**

**STATEMENT OF FIDUCIARY NET POSITION**

April 30, 2016

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	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash	<u>\$ 301,298</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 301,298</u></u>
<b>LIABILITIES</b>	
Due to bondholders	<u>\$ 301,298</u>
<b>TOTAL LIABILITIES</b>	<u><u>\$ 301,298</u></u>

See accompanying notes to financial statements.

# VILLAGE OF DEER PARK, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

April 30, 2016

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### 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)

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**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)

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**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 and deferred inflows of resource for unearned and unavailable revenue are 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 in non-negotiable certificates of deposit and other investments with a maturity of less than one year when purchased are stated at cost. Investments with a maturity of one year or greater when purchased are reported at fair value.

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)

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**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 estimated fair market 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)

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**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)

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**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 reserve account 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.

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

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**2. DEPOSITS WITH FINANCIAL INSTITUTIONS**

a. Permitted Deposits and Investments

ILCS 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 or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds.

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.

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, 2016:

GOVERNMENTAL ACTIVITIES	
Red light violations receivable	\$ 38,587
Traffic fines receivable	4,278
Entertainment tax receivable	8,582
Income tax receivable	50,981
Sales tax receivable	370,530
Non-home rule sales tax receivable	91,477
Use tax receivable	17,500
Franchise fees receivable	5,192
Telecommunication tax receivable	54,032
Utility tax receivable	24,728
Hotel tax receivable	13,449
Miscellaneous receivables	<u>10,026</u>
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 689,362</u></b>

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

**4. CAPITAL ASSETS**

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

	Balances May 1	Increases	Decreases	Balances April 30
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 6,027,285	\$ -	\$ -	\$ 6,027,285
Total capital assets not being depreciated	6,027,285	-	-	6,027,285
Capital assets being depreciated				
Buildings and building improvements	3,009,463	70,648	-	3,080,111
Park improvements	778,535	284,169	39,710	1,022,994
Machinery and equipment	334,809	-	-	334,809
Intangibles	72,150	-	-	72,150
Infrastructure	1,951,020	-	-	1,951,020
Total capital assets being depreciated	6,145,977	354,817	39,710	6,461,084
Less accumulated depreciation for				
Buildings and building improvements	501,932	61,602	-	563,534
Park improvements	453,723	46,450	39,710	460,463
Machinery and equipment	209,684	9,076	-	218,760
Intangibles	65,600	3,275	-	68,875
Infrastructure	207,356	39,021	-	246,377
Total accumulated depreciation	1,438,295	159,424	39,710	1,558,009
Total capital assets being depreciated, net	4,707,682	195,393	-	4,903,075
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>				
	\$ 10,734,967	\$ 195,393	\$ -	\$ 10,930,360

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

<b>GOVERNMENTAL ACTIVITIES</b>	
General administration	\$ 64,877
Parks and recreation	55,526
Public works	39,021
<b>TOTAL</b>	<b>\$ 159,424</b>

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

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**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	\$ 6,974	\$ 14,878	\$ 6,974	\$ 14,878	\$ 11,416
<b>TOTAL</b>		<b>\$ 6,974</b>	<b>\$ 14,878</b>	<b>\$ 6,974</b>	<b>\$ 14,878</b>	<b>\$ 11,416</b>

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

a. Noncommitment Debt

As of April 30, 2016, the Village had Special Service Area bonds outstanding totaling \$11,025,000. 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)**

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**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 2015 levy was passed in December 2015;
- Property taxes for 2015 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	\$ 75,000	\$ -
Total General	<u>75,000</u>	<u>-</u>
Nonmajor Special Revenue		
General	<u>-</u>	<u>75,000</u>
TOTAL	<u>\$ 75,000</u>	<u>\$ 75,000</u>

The purposes of the significant transfers are as follows:

- \$75,000 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, 2016. For the year ended April 30, 2016, 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, 2016

	<u>Original</u>	<u>Final</u>	<u>Actual</u>
	<u>Appropriation</u>	<u>Appropriation</u>	
<b>REVENUES</b>			
Taxes	\$ 2,448,000	\$ 2,448,000	\$ 2,404,110
Intergovernmental	293,000	293,000	356,710
Licenses and permits	237,800	237,800	291,504
Charges for services	530	530	2,268
Fines and forfeits	288,000	288,000	336,362
Investment income	3,300	3,300	4,305
Other income	64,700	64,700	108,625
	<hr/>	<hr/>	
Total revenues	3,335,330	3,335,330	3,503,884
	<hr/>	<hr/>	
<b>EXPENDITURES</b>			
Current			
General administration	766,712	766,712	666,083
Building administration	270,061	270,061	213,566
Public safety	1,691,228	1,691,228	1,416,209
Roads and drainage	1,113,753	1,113,753	703,119
Parks and recreation	247,898	247,898	325,141
Barn	37,158	37,158	42,103
Capital outlay	713,600	713,600	293,325
	<hr/>	<hr/>	
Total expenditures	4,840,410	4,840,410	3,659,546
	<hr/>	<hr/>	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,505,080)	(1,505,080)	(155,662)
	<hr/>	<hr/>	
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	982,500	982,500	75,000
Prior year budgeted surplus	800,000	800,000	-
	<hr/>	<hr/>	
Total other financing sources (uses)	1,782,500	1,782,500	75,000
	<hr/>	<hr/>	
NET CHANGE IN FUND BALANCE	\$ 277,420	\$ 277,420	(80,662)
	<hr/>	<hr/>	
FUND BALANCE, MAY 1			2,925,470
			<hr/>
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 2,844,808</b>
			<hr/>

(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, 2016

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	<b>Original</b>	<b>Final</b>	
	<b>Appropriation</b>	<b>Appropriation</b>	<b>Actual</b>
<b>REVENUES</b>			
Sales tax	\$ 448,000	\$ 448,000	\$ 424,452
Total revenues	448,000	448,000	424,452
<b>EXPENDITURES</b>			
Current			
Road maintenance program	440,000	440,000	400,000
Total expenditures	440,000	440,000	400,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	8,000	8,000	24,452
<b>OTHER FINANCING SOURCES (USES)</b>			
Prior year budgeted surplus	100,000	100,000	-
Total other financing sources (uses)	100,000	100,000	-
NET CHANGE IN FUND BALANCE	<u>\$ 108,000</u>	<u>\$ 108,000</u>	24,452
FUND BALANCE, MAY 1			<u>91,481</u>
<b>FUND BALANCE, APRIL 30</b>			<u><u>\$ 115,933</u></u>

(See independent auditor's report.)

## VILLAGE OF DEER PARK, ILLINOIS

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2016

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#### **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, 2016

	<b>Original Appropriation</b>	<b>Final Appropriation</b>	<b>Actual</b>
<b>REVENUES</b>			
Taxes			
Utility	\$ 264,000	\$ 264,000	\$ 243,588
State sales	1,830,000	1,830,000	1,729,083
Use	59,200	59,200	74,429
Road and bridge	3,800	3,800	3,774
Telecommunications	161,000	161,000	214,494
Entertainment	130,000	130,000	138,742
Total taxes	<u>2,448,000</u>	<u>2,448,000</u>	<u>2,404,110</u>
Intergovernmental			
Shared income tax	155,000	155,000	341,031
ICC grant	138,000	138,000	15,679
Total intergovernmental	<u>293,000</u>	<u>293,000</u>	<u>356,710</u>
Licenses and permits	<u>237,800</u>	<u>237,800</u>	<u>291,504</u>
Charges for services	<u>530</u>	<u>530</u>	<u>2,268</u>
Fines and forfeits	<u>288,000</u>	<u>288,000</u>	<u>336,362</u>
Investment income	<u>3,300</u>	<u>3,300</u>	<u>4,305</u>
Other income	<u>64,700</u>	<u>64,700</u>	<u>108,625</u>
Total revenues	<u>3,335,330</u>	<u>3,335,330</u>	<u>3,503,884</u>
<b>EXPENDITURES</b>			
General administration			
Administration			
Salaries	341,000	341,000	321,258
ICMARC contribution - salary	9,822	9,822	6,626
ICMARC contribution - hourly	10,625	10,625	11,926
Payroll tax	23,870	23,870	23,658
Office cleaning and mats	3,850	3,850	3,223
Office supplies	8,800	8,800	6,618
Postage	1,320	1,320	1,159
Telephone	5,500	5,500	5,750
Utilities	2,200	2,200	2,766
Printing and ads	3,850	3,850	1,921

(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, 2016

	<u>Original</u>	<u>Final</u>	<u>Actual</u>
	<u>Appropriation</u>	<u>Appropriation</u>	
<b>EXPENDITURES (Continued)</b>			
General administration (Continued)			
Administration (Continued)			
Dues and subscriptions	\$ 32,450	\$ 32,450	\$ 8,337
Membership - NWMC	5,775	5,775	3,692
Contributions	525	525	-
Travel	2,970	2,970	2,145
Education and meetings	3,630	3,630	3,230
Website/social media develop	5,500	5,500	4,230
Civic systems upgrade clarity	6,600	6,600	6,310
Office equipment and maintenance	8,800	8,800	10,397
Training	1,320	1,320	1,631
Handyman/maintenance	660	660	1,394
Photographer portrait	1,100	1,100	950
Office equipment lease	7,700	7,700	8,063
Bank charges	55	55	783
Repairs and maintenance	6,625	6,625	7,939
Insurance expense	30,000	30,000	24,436
Miscellaneous	5,000	5,000	6,788
Document imaging and scanning	605	605	533
Ordinance - new and update	16,500	16,500	185
Planning - Village office	7,150	7,150	-
	<hr/>	<hr/>	<hr/>
Total administration	553,802	553,802	475,948
Legal			
Legal expense	95,450	95,450	89,117
Legal - traffic/adjudicator	5,610	5,610	3,130
Legal expense - litigation	5,500	5,500	3,306
Legal expense - prosecution	12,100	12,100	2,587
Legal expense - ordinance review	6,050	6,050	2,363
	<hr/>	<hr/>	<hr/>
Total legal	124,710	124,710	100,503
Professional Services			
Engineering	16,500	16,500	22,152
Audit fees	25,300	25,300	21,544
	<hr/>	<hr/>	<hr/>
Total professional services	41,800	41,800	43,696

(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, 2016

	<b>Original</b>	<b>Final</b>	<b>Actual</b>
	<b>Appropriation</b>	<b>Appropriation</b>	
<b>EXPENDITURES (Continued)</b>			
General administration (Continued)			
Special Events			
Newsletters	\$ 8,800	\$ 8,800	\$ 5,781
Meet Your Neighbor barn event	-	-	5,466
Mosquito abatement	29,900	29,900	22,047
Recycling events	6,600	6,600	12,642
Arbor Day celebration	1,100	1,100	-
Total special events	<u>46,400</u>	<u>46,400</u>	<u>45,936</u>
Total general administration	<u>766,712</u>	<u>766,712</u>	<u>666,083</u>
Building administration			
Salaries	72,787	72,787	65,601
ICMARC contribution - hourly	3,641	3,641	3,280
Payroll taxes	5,093	5,093	5,019
Engineering fees	6,500	6,500	6,796
Builders inspection fees	97,500	97,500	86,479
Fire inspection fees	32,500	32,500	23,655
Elevator inspection fees	2,420	2,420	3,478
Building review board	1,100	1,100	-
Zoning inspections	220	220	1,173
Business registration fees	5,500	5,500	2,346
Zoning and code enforcement	31,250	31,250	9,540
Julie inspections	9,900	9,900	5,125
Office supplies	1,650	1,650	1,074
Total building administration	<u>270,061</u>	<u>270,061</u>	<u>213,566</u>
Public safety	<u>1,691,228</u>	<u>1,691,228</u>	<u>1,416,209</u>
Roads and drainage			
13/FY14 road program construction observation	-	-	535
14/FY15 road program design engineering	-	-	1,370
14/FY15 road program design construction	935,000	935,000	568,288
14/FY15 road program construction observation	66,000	66,000	41,627
15/FY16 road program design engineering	66,000	66,000	36,755
PCR update	-	-	8,086
Crack sealing	22,000	22,000	25,000
Crack sealing construction observation	2,200	2,200	3,153
D&W Fine Pack drainage	110,000	110,000	464

(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, 2016

	<b>Original</b>	<b>Final</b>	<b>Actual</b>
	<b>Appropriation</b>	<b>Appropriation</b>	
<b>EXPENDITURES (Continued)</b>			
Roads and drainage (Continued)			
Drainage - other general	\$ 55,000	\$ 55,000	\$ 58,489
Other patching	5,500	5,500	2,638
Storm sewer cleaning	11,000	11,000	2,722
Root cutting	5,500	5,500	-
Swansway drainage	5,500	5,500	1,500
Outlet structure maintenance	3,850	3,850	-
Rue Valley drainage	22,000	22,000	48,374
Ferndale drainage	11,000	11,000	-
Repairs and maintenance	-	-	2,458
Rain garden maintenance	-	-	4,489
Snow and ice control	164,403	164,403	145,291
Street signs	2,200	2,200	449
Street lighting	37,400	37,400	48,478
IEPA/NPDES	6,600	6,600	8,166
Street cleaning	3,850	3,850	2,272
Tree trimming	18,750	18,750	92,515
Allocate road and drainage	(440,000)	(440,000)	(400,000)
	<hr/>	<hr/>	<hr/>
Total roads and drainage	1,113,753	1,113,753	703,119
	<hr/>	<hr/>	<hr/>
Parks and recreation			
Engineering expenses	19,500	19,500	116,492
Legal expense	-	-	1,400
Utilities	1,150	1,150	965
Tree removal D'Angelo	7,128	7,128	6,480
Charlie Brown pond treatment	7,645	7,645	6,950
TownCenter wetland mitigation	-	-	1,560
Landscaping and maintenance	72,000	72,000	75,599
Neighborhood park improvement	93,750	93,750	76,367
Tree inspection/pruning parks	3,500	3,500	1,640
Tree replacement all parks	5,500	5,500	-
Ash and pine treatment	8,185	8,185	7,441
Repair/replace benches/equipment	3,500	3,500	6,542
Reimbursement to homeowners' association	8,750	8,750	9,016
New scoreboard	5,250	5,250	-
VEHE barn prescribed burning	10,940	10,940	9,045
Peterson park survey	-	-	5,182
Miscellaneous	1,100	1,100	462
	<hr/>	<hr/>	<hr/>
Total parks and recreation	247,898	247,898	325,141
	<hr/>	<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, 2016

	<u>Original</u>	<u>Final</u>	<u>Actual</u>
	<u>Appropriation</u>	<u>Appropriation</u>	
<b>EXPENDITURES (Continued)</b>			
Barn			
Snow and ice control	\$ 2,070	\$ 2,070	\$ 890
Office cleaning and mats	4,400	4,400	4,255
Office supplies	1,000	1,000	3,131
Telephone	313	313	648
Utilities	3,125	3,125	2,027
Barn equipment and maintenance	-	-	2,001
Contractual services	7,500	7,500	5,747
Repairs and maintenance	18,750	18,750	23,404
	<hr/>	<hr/>	<hr/>
Total barn	37,158	37,158	42,103
	<hr/>	<hr/>	<hr/>
Capital outlay	713,600	713,600	293,325
	<hr/>	<hr/>	<hr/>
Total expenditures	4,840,410	4,840,410	3,659,546
	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,505,080)	(1,505,080)	(155,662)
	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	982,500	982,500	75,000
Prior year budgeted surplus	800,000	800,000	-
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	1,782,500	1,782,500	75,000
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	\$ 277,420	\$ 277,420	(80,662)
	<hr/>	<hr/>	<hr/>
FUND BALANCE, MAY 1			2,925,470
			<hr/>
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 2,844,808</b>
			<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, 2016

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	<b>Motor Fuel Tax</b>	<b>Tourism and Commerce</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 303,804	\$ 89,991	\$ 393,795
Accounts receivable	-	13,449	13,449
Due from other governments	7,283	-	7,283
<b>TOTAL ASSETS</b>	<b>\$ 311,087</b>	<b>\$ 103,440</b>	<b>\$ 414,527</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ 6,940	\$ 6,940
Total liabilities	-	6,940	6,940
<b>FUND BALANCES</b>			
Restricted			
Highways and streets	311,087	-	311,087
Tourism and commerce	-	96,500	96,500
Total fund balances	311,087	96,500	407,587
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 311,087</b>	<b>\$ 103,440</b>	<b>\$ 414,527</b>

(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, 2016

	<b>Motor Fuel Tax</b>	<b>Tourism and Commerce</b>	<b>Total</b>
<b>REVENUES</b>			
Taxes	\$ -	\$ 156,964	\$ 156,964
Intergovernmental	81,852	-	81,852
Investment income	29	-	29
Total revenues	<u>81,881</u>	<u>156,964</u>	<u>238,845</u>
<b>EXPENDITURES</b>			
Current			
General administration	-	67,046	67,046
Capital outlay	-	5,152	5,152
Total expenditures	<u>-</u>	<u>72,198</u>	<u>72,198</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>81,881</u>	<u>84,766</u>	<u>166,647</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	-	(75,000)	(75,000)
Total other financing sources (uses)	<u>-</u>	<u>(75,000)</u>	<u>(75,000)</u>
<b>NET CHANGE IN FUND BALANCES</b>	81,881	9,766	91,647
<b>FUND BALANCES, MAY 1</b>	<u>229,206</u>	<u>86,734</u>	<u>315,940</u>
<b>FUND BALANCES, APRIL 30</b>	<u>\$ 311,087</u>	<u>\$ 96,500</u>	<u>\$ 407,587</u>

(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, 2016

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	<b>Original</b>	<b>Final</b>	
	<b>Appropriation</b>	<b>Appropriation</b>	<b>Actual</b>
<b>REVENUES</b>			
Intergovernmental	\$ 77,760	\$ 77,760	\$ 81,852
Investment income	140	140	29
Total revenues	<u>77,900</u>	<u>77,900</u>	<u>81,881</u>
<b>EXPENDITURES</b>			
None	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>77,900</u>	<u>77,900</u>	<u>81,881</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
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>	-
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 177,900</u>	<u>\$ 177,900</u>	81,881
<b>FUND BALANCE, MAY 1</b>			<u>229,206</u>
<b>FUND BALANCE, APRIL 30</b>			<u>\$ 311,087</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, 2016

	<b>Original Appropriation</b>	<b>Final Appropriation</b>	<b>Actual</b>
<b>REVENUES</b>			
Taxes			
Hotel tax	\$ 140,000	\$ 140,000	\$ 156,964
Total revenues	140,000	140,000	156,964
<b>EXPENDITURES</b>			
Current			
General administration			
Hotel shuttle driver	18,000	18,000	18,000
Enhanced marketing events	35,860	35,860	20,485
General marketing program	29,700	29,700	24,428
DP visitors - "Go Deer Park"	2,200	2,200	(275)
Long Grove bus partners	275	275	-
Test marketing	27,500	27,500	4,408
Capital outlay	18,260	18,260	5,152
Total expenditures	131,795	131,795	72,198
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	8,205	8,205	84,766
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	(82,500)	(82,500)	(75,000)
Prior year budgeted surplus	100,000	100,000	-
Total other financing sources (uses)	17,500	17,500	(75,000)
<b>NET CHANGE IN FUND BALANCE</b>	\$ 25,705	\$ 25,705	9,766
<b>FUND BALANCE, MAY 1</b>			86,734
<b>FUND BALANCE, APRIL 30</b>			\$ 96,500

(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, 2016

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
<b>All Funds</b>				
<b>ASSETS</b>				
Cash and investments	\$ 296,407	\$ 2,060,085	\$ 2,055,194	\$ 301,298
Due from Village	1,252	-	1,252	-
<b>TOTAL ASSETS</b>	<b>\$ 297,659</b>	<b>\$ 2,060,085</b>	<b>\$ 2,056,446</b>	<b>\$ 301,298</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 297,659	\$ 2,060,085	\$ 2,056,446	\$ 301,298
<b>TOTAL LIABILITIES</b>	<b>\$ 297,659</b>	<b>\$ 2,060,085</b>	<b>\$ 2,056,446</b>	<b>\$ 301,298</b>
<b>1. SSA #1 Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 35,437	\$ 103,166	\$ 102,927	\$ 35,676
<b>TOTAL ASSETS</b>	<b>\$ 35,437</b>	<b>\$ 103,166</b>	<b>\$ 102,927</b>	<b>\$ 35,676</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 35,437	\$ 103,166	\$ 102,927	\$ 35,676
<b>TOTAL LIABILITIES</b>	<b>\$ 35,437</b>	<b>\$ 103,166</b>	<b>\$ 102,927</b>	<b>\$ 35,676</b>
<b>2. SSA #2 Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 41,535	\$ 519,091	\$ 514,776	\$ 45,850
<b>TOTAL ASSETS</b>	<b>\$ 41,535</b>	<b>\$ 519,091</b>	<b>\$ 514,776</b>	<b>\$ 45,850</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 41,535	\$ 519,091	\$ 514,776	\$ 45,850
<b>TOTAL LIABILITIES</b>	<b>\$ 41,535</b>	<b>\$ 519,091</b>	<b>\$ 514,776</b>	<b>\$ 45,850</b>

(This schedule is continued on the following pages.)

**VILLAGE OF DEER PARK, ILLINOIS**

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

For the Year Ended April 30, 2016

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
<b>3. SSA #4 Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 46,890	\$ 232,003	\$ 230,555	\$ 48,338
<b>TOTAL ASSETS</b>	<b>\$ 46,890</b>	<b>\$ 232,003</b>	<b>\$ 230,555</b>	<b>\$ 48,338</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 46,890	\$ 232,003	\$ 230,555	\$ 48,338
<b>TOTAL LIABILITIES</b>	<b>\$ 46,890</b>	<b>\$ 232,003</b>	<b>\$ 230,555</b>	<b>\$ 48,338</b>
<b>4. SSA #5 2001 Series Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 33,370	\$ 94,399	\$ 94,220	\$ 33,549
<b>TOTAL ASSETS</b>	<b>\$ 33,370</b>	<b>\$ 94,399</b>	<b>\$ 94,220</b>	<b>\$ 33,549</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 33,370	\$ 94,399	\$ 94,220	\$ 33,549
<b>TOTAL LIABILITIES</b>	<b>\$ 33,370</b>	<b>\$ 94,399</b>	<b>\$ 94,220</b>	<b>\$ 33,549</b>
<b>5. SSA #6 2001 Series Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 48,161	\$ 118,438	\$ 118,046	\$ 48,553
<b>TOTAL ASSETS</b>	<b>\$ 48,161</b>	<b>\$ 118,438</b>	<b>\$ 118,046</b>	<b>\$ 48,553</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 48,161	\$ 118,438	\$ 118,046	\$ 48,553
<b>TOTAL LIABILITIES</b>	<b>\$ 48,161</b>	<b>\$ 118,438</b>	<b>\$ 118,046</b>	<b>\$ 48,553</b>

(This schedule is continued on the following pages.)

**VILLAGE OF DEER PARK, ILLINOIS**

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

For the Year Ended April 30, 2016

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
<b>6. SSA #7 2001 Series</b>				
<b>Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 64,447	\$ 262,569	\$ 263,710	\$ 63,306
<b>TOTAL ASSETS</b>	<b>\$ 64,447</b>	<b>\$ 262,569</b>	<b>\$ 263,710</b>	<b>\$ 63,306</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 64,447	\$ 262,569	\$ 263,710	\$ 63,306
<b>TOTAL LIABILITIES</b>	<b>\$ 64,447</b>	<b>\$ 262,569</b>	<b>\$ 263,710</b>	<b>\$ 63,306</b>
<b>7. SSA #8 2002 Series</b>				
<b>Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 11,778	\$ 28,987	\$ 29,397	\$ 11,368
<b>TOTAL ASSETS</b>	<b>\$ 11,778</b>	<b>\$ 28,987</b>	<b>\$ 29,397</b>	<b>\$ 11,368</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 11,778	\$ 28,987	\$ 29,397	\$ 11,368
<b>TOTAL LIABILITIES</b>	<b>\$ 11,778</b>	<b>\$ 28,987</b>	<b>\$ 29,397</b>	<b>\$ 11,368</b>
<b>8. SSA #9 2002 Series</b>				
<b>Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 387	\$ 38,204	\$ 38,516	\$ 75
<b>TOTAL ASSETS</b>	<b>\$ 387</b>	<b>\$ 38,204</b>	<b>\$ 38,516</b>	<b>\$ 75</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 387	\$ 38,204	\$ 38,516	\$ 75
<b>TOTAL LIABILITIES</b>	<b>\$ 387</b>	<b>\$ 38,204</b>	<b>\$ 38,516</b>	<b>\$ 75</b>

(This schedule is continued on the following page.)

**VILLAGE OF DEER PARK, ILLINOIS**

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

For the Year Ended April 30, 2016

	<u>May 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30</u>
<b>9. SSA #10 2002 Series Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 8,395	\$ 27,321	\$ 28,445	\$ 7,271
<b>TOTAL ASSETS</b>	<b>\$ 8,395</b>	<b>\$ 27,321</b>	<b>\$ 28,445</b>	<b>\$ 7,271</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 8,395	\$ 27,321	\$ 28,445	\$ 7,271
<b>TOTAL LIABILITIES</b>	<b>\$ 8,395</b>	<b>\$ 27,321</b>	<b>\$ 28,445</b>	<b>\$ 7,271</b>
<b>10. SSA #3 2006 Series A Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 2,506	\$ -	\$ 2,506	\$ -
<b>TOTAL ASSETS</b>	<b>\$ 2,506</b>	<b>\$ -</b>	<b>\$ 2,506</b>	<b>\$ -</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 2,506	\$ -	\$ 2,506	\$ -
<b>TOTAL LIABILITIES</b>	<b>\$ 2,506</b>	<b>\$ -</b>	<b>\$ 2,506</b>	<b>\$ -</b>
<b>11. SSA #3 2006 Series B Debt Service Fund</b>				
<b>ASSETS</b>				
Cash and investments	\$ 3,501	\$ 635,907	\$ 632,096	\$ 7,312
Due from Village	1,252	-	1,252	-
<b>TOTAL ASSETS</b>	<b>\$ 4,753</b>	<b>\$ 635,907</b>	<b>\$ 633,348</b>	<b>\$ 7,312</b>
<b>LIABILITIES</b>				
Due to bondholders	\$ 4,753	\$ 635,907	\$ 633,348	\$ 7,312
<b>TOTAL LIABILITIES</b>	<b>\$ 4,753</b>	<b>\$ 635,907</b>	<b>\$ 633,348</b>	<b>\$ 7,312</b>

(See independent auditor's report.)