



THE CITY OF COUNTRYSIDE

Comprehensive Annual Financial Report

For the fiscal year ended April 30, 2017

***Cook County
5550 East Avenue
Countryside, Illinois
60525-3689***

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
OF THE
CITY OF COUNTRYSIDE, ILLINOIS**
As of and for the Year Ended April 30, 2017

Prepared by the City of Countryside Finance Department

David Schutter, Finance Director

CITY OF COUNTRYSIDE

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October 17, 2017

The Honorable Mayor McDermott,
Members of the City Council,
City of Countryside, Illinois

The Comprehensive Annual Financial Report (CAFR) of the City of Countryside for the fiscal year ended April 30, 2017 is hereby submitted. The CAFR is prepared in accordance with the financial reporting principles and standards of the Governmental Accounting Standards Board. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and capital assets of the City. Disclosures needed to enable the reader to understand the City's financial activities have been included.

The report consists of management's representations concerning the finances of the City of Countryside. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Countryside's financial statements in conformity with accounting principles generally accepted in the United States (GAAP). Because the cost of internal controls should not outweigh its benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Baker Tilly Virchow Krause, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Countryside for the fiscal year ended April 30, 2017, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates by management, and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended April 30, 2017, are fairly presented in conformity with GAAP.

The independent auditors' report is presented as the first component of the financial section of this report. GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Countryside was incorporated in 1960 and is located in Cook County, 15 miles southwest of Chicago. The City is home to 5,895 residents and over 400 businesses, and is a home-rule community as defined by the Illinois Constitution. As such, it may exercise any power and perform any function pertaining to its government and affairs.

The City operates under a City Administrator form of government. Six Aldermen are elected from three wards for alternating four-year terms, three elected every two years. The Mayor, City Clerk and Treasurer are elected at large for four-year terms. A professional Administrator manages the daily operations and is appointed by the Mayor and approved by the City Council.

The City provides many services including police protection, streets and highways, water distribution, public improvements, planning and zoning, recreation, and general administrative services. Fire services are provided by the Pleasantview Fire Protection District, a separate taxing body. The City has approximately 63 full-time equivalent employees (including the Flagg Creek Golf Course).

The City Council is required to adopt a final budget no later than the close of the fiscal year. Annual appropriated budgets are adopted at the fund level for all funds except the Police Pension Fund. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

The financial reporting entity of the City of Countryside is comprised of all the funds of the primary government (i.e., the City of Countryside as legally defined). It has no component units.

The Flagg Creek Golf Course is a joint venture between the City of Countryside (the "City") and the Pleasant Dale Park District (the "Park District"). The Flagg Creek Advisory Board has 5 appointed (by the City and Park District) members serving annual terms. The Advisory Board oversees the General Operations and Maintenance of the Course, and recommends a fiscal year budget, by February 15th, that must be formally approved by the City and Park District no later than the close of the preceding fiscal year.

Pursuant to the amended operating agreement between the parties, on June 11, 2014, the City became the Administrative District of the Golf Course. The Finance Director of the City is the Treasurer of the Golf Course and the Golf Course Manager and full time employees work under the direct supervision of the Assistant City Administrator or as otherwise designated by the City Administrator. Personnel of the Golf Course are employees of the City and are covered under the City's personnel policies and benefit plans.

Separate annual audits are required for the Golf Course—the City has complete discretion with respect to auditor selection and timing. The fiscal year of the Golf Course corresponds with the City’s fiscal year.

Local Economy & Long Term Planning and Initiatives

The local economy continues to show improvement, as evidenced by a decrease in the local unemployment rate and an increase in certain economically sensitive tax receipts—namely sales taxes, local restaurant taxes, and gaming taxes. Sales taxes increased by \$157,722 or 1.8%, restaurant taxes increased by \$24,976 or 4.8%, and gaming taxes increased by \$26,347 or 11%. Gaming taxes have increased primarily from year over year advances in same machine volume, although there was a slight increase in the quantity of machines in service as compared to the prior year. Fiscal year 2017 marks the third consecutive year with at least double digit growth in state shared gaming taxes.

With respect to economic development, Jack Phelan Dodge completed their 14,000 square foot addition to and redevelopment of their existing dealership facility. The property improvements facilitated the acquisition of two additional product lines at the site—Jeep and Chrysler. The expanded dealership is now operating as Jack Phelan Chrysler Dodge Jeep Ram and the rehabilitated facility held its grand reopening in the 2017 fiscal year. In addition to the Phelan Dodge redevelopment, the City executed a redevelopment agreement with Ettleson Hyundai to facilitate the construction of a new dealership facility on the last City-owned parcel in the La Grange Road TIF District. The new dealership currently under construction, will consist of a 20,000 sq. foot building on approximately 3 acres, and will host both the Hyundai and the Genesis lines in separate show rooms. Finally, Floor & Décor moved into the vacant 80,000 sq ft. space in the Countryside Plaza (previously occupied by Value City Furniture). Floor & Décor finished their rehabilitation of this space and commenced operating at the beginning of the 2017 fiscal year.

Relevant Financial Policies

The City’s investment policy authorizes the City to invest in all investments allowed by the Illinois Public Funds Investment Act (the “Act”). The City’s liquidity and reserves are primarily maintained in demand deposits, certificates of deposit, the Illinois Metropolitan Investment Fund (“IMET”), and a new core fixed income investment portfolio consisting of negotiable certificates and high grade municipal bonds. The maturities on the investments range from demand deposits to 10 plus years. It is the policy of the City to invest its funds in a manner which will provide the highest investment return at the lowest possible risk while meeting the daily cash demands/liquidity needs. The policy also requires the pledging of collateral for all bank balances in excess of the federal depository insurance.

The City participates in two insurance pools: the Intergovernmental Risk Management Agency (“IRMA”) for general liability and property coverage and the Intergovernmental Personnel Benefit Cooperative (“IPBC”) for coverage of employee health and dental benefits. Both pools were created to benefit local government entities in Illinois through the pooling of risks and resources and the achievement of economies of scale.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Countryside for its comprehensive annual financial report for the fiscal year ended April 30, 2016. This was the tenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Lastly, I would like to express my sincere gratitude to the Finance Department and other City staff for their contributions in preparing the Comprehensive Annual Financial Report. I also wish to express my appreciation to the City Administrator, Mayor, and City Council for their continued support during this process.

Respectfully submitted,



David Schutter
Finance Director

CITY OF COUNTRYSIDE, ILLINOIS

LIST OF PRINCIPAL OFFICIALS

Elected Officials

Mayor

Sean R. McDermott

Clerk

Susan Burdett

Treasurer

Caryn Stancik

Alderman

Jim Jasinski

Mark G. Benson

Thomas Mikolyzk

Scott Musillami

John Finn

John Von Drasek

City Administrator

Gail Paul

Department Heads

Sharon Peterson, Assistant City Administrator

Margaret Carey, Deputy Clerk

Dave Schutter, Finance Director

Jim Essig, Superintendent of Public Works

Joseph Ford, Chief of Police



Government Finance Officers Association

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

Presented to

**City of Countryside
Illinois**

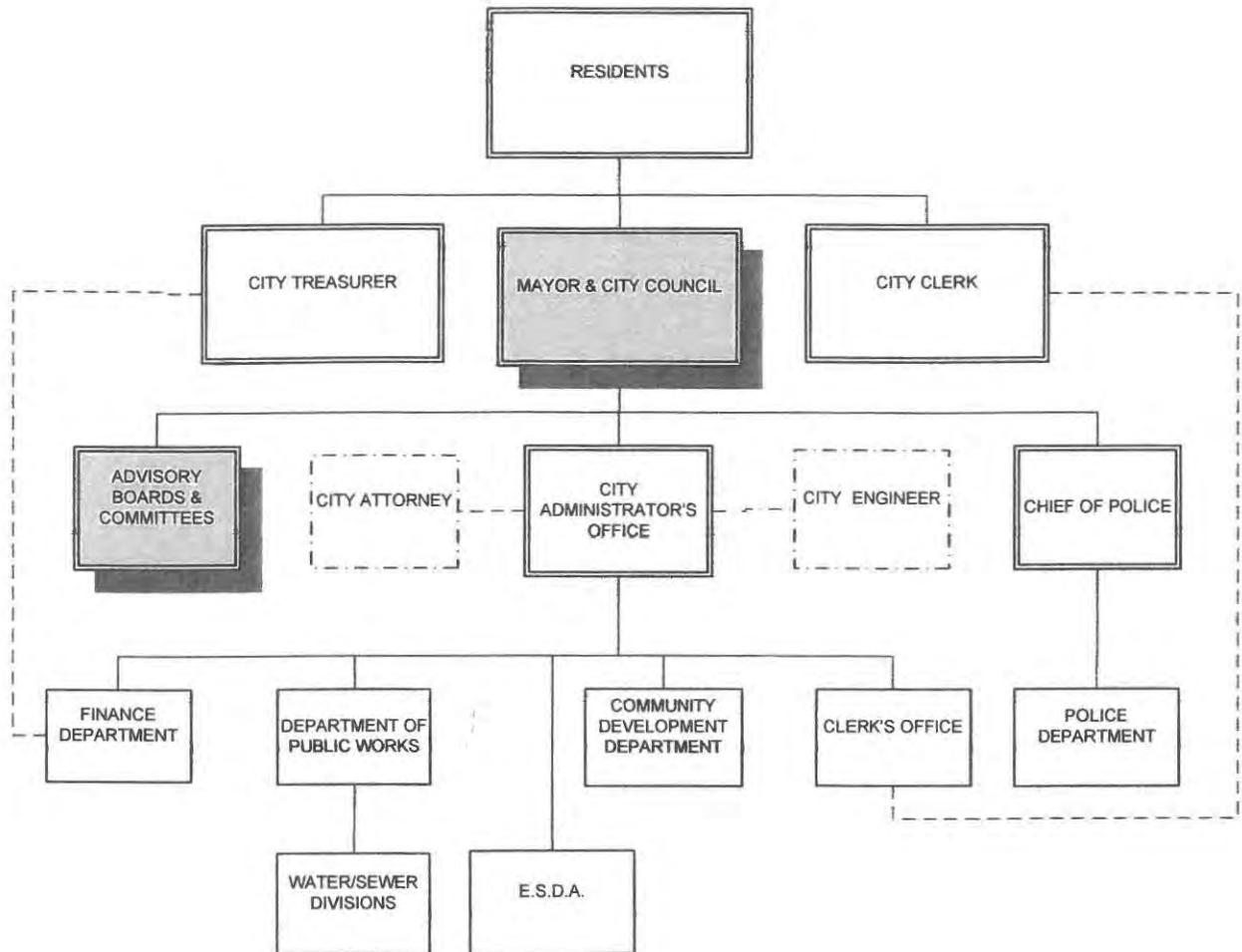
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2016

A handwritten signature in black ink, reading "Jeffrey R. Emen". The signature is written in a cursive, flowing style.

Executive Director/CEO

CITY OF COUNTRYSIDE – ORGANIZATIONAL CHART



INDEPENDENT AUDITORS' REPORT

To the City Council
City of Countryside, Illinois

Report on the Financial Statements

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 City of Countryside, Illinois, as of and for the year ended April 30, 2017, and the related notes to the financial statements, which collectively comprise the City of Countryside'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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Police Pension Fund which represents 97%, 94%, and 97% of the assets, revenues/additions, and net position/fund balances, respectively, of the aggregate remaining fund information. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Police Pension Fund, is based solely on the report of the other auditors. 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 auditors' 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 City of Countryside'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 City of Countryside'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.

To the City Council
City of Countryside, Illinois

Opinions

In our opinion, based on our audit and the report of other auditors, 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 City of Countryside, 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 required supplementary information as 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Countryside's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare 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 supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Countryside's basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Baker Tilly Virchow Krause, LLP

Oak Brook, Illinois
October 17, 2017



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

The City of Countryside's management discussion and analysis is designed to (1) assist the reader on significant financial matters, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position, (4) identify any variances from the financial plan (the approved budget), and (5) enhance the user's understanding of financial performance and trends at the individual fund level. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal as found on pages (i) through (iv) of this report.

FINANCIAL HIGHLIGHTS

- As a result of actuarial assumption changes, plan changes, and actuarial experience, the total pension liability for the police pension plan was reduced by nearly \$11.5 million from the prior year.
- Total plan fiduciary net position improved for the police pension plan by just over \$1.5 million based on current year contributions, benefit payments, and strong net investment income in excess of \$1.9 million.
- Based on the actuarial changes and solid investment performance noted above, the net pension liability for the police pension fund was reduced from \$23.6 million to \$10.7 million or a change of \$13 million.
- Governmental activities realized a change in net position of \$5.28 million versus a deficit change in net position of \$1.6 million in the prior year.
- The improvement in governmental net position was achieved by an increase in program and general revenues of nearly \$650,000 and a reduction in expenses from the prior year of nearly \$5.9 million.
- The general fund experienced a surplus of \$193,185 after absorbing interfund transfers out of nearly \$1.5 million and while abating all debt service property tax levies for the second consecutive fiscal year.
- As of April 30, 2017, the general fund held over 84% of operating expenditures in unrestricted fund balance and 63% in cash/investments.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: (1) the government-wide financial statements, (2) the fund financial statements, and (3) the notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

USING THIS ANNUAL REPORT

The financial statements and related management analysis focus on both the City as a whole and on significant individual funds. Both perspectives allow users of the financial statements to address relevant questions, broaden the basis for comparison, and enhance the reader's understanding of the statements.

Government-wide Financial Statements

The City's annual report includes two government-wide financial statements (the statement of net position and the statement of activities). These financial statements use the accrual basis of accounting and the full economic resource measurement focus. Financial reporting at this level uses a perspective similar to that found in the private sector and includes the elimination or reclassification of material internal activities.

The statement of net position details the financial position of the City including all assets (current and long-term) and deferred outflows of resources. In addition this statement details the City's liabilities (current and long-term) and deferred inflows of resources. The difference between the total assets and deferred outflows less the total liabilities and deferred inflows is the net position of the City. The net position is further categorized as the net investment in capital assets, restricted, or unrestricted. Over time, changes in the net position might be a useful indicator in evaluating the financial position of the City. It should be noted that the financial position should be viewed in conjunction with other qualitative factors such as taxpayer/ratepayer diversification, management quality, and quantity and quality of capital investment over time, etc., in assessing the overall health and sustainability of the City.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Program revenues include charges to those who use or directly benefit from goods, services, or privileges provided by a given function. The government-wide financial statements distinguish governmental activities of the City that are principally supported by taxes and intergovernmental revenues from business-type activities that recover all or a significant portion of costs through user fees and charges.

Governmental activities include general government, public safety, public works, economic development, and parks/recreation. Business-type activities include water and sanitary sewer operations. Fiduciary activities, such as the police pension trust fund, are not included in the government-wide statements since these assets are not available to fund City programs. In the government-wide financial statements, revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Grants are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

Fund Financial Statements

The accounts of the City are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that aids management in demonstrating compliance with finance related legal and contractual provisions. The primary operating fund of the City is the general fund which accounts for all activities of the general government not accounted for in some other fund. Major funds are separately reported, while others are combined into a single, aggregated presentation for CAFR reporting purposes.

The presentation for enterprise (proprietary) funds is identical to the presentation in the government-wide section for the business-type activities since these functions utilize the full accrual basis of accounting and economic resource measurement focus. In contrast, government funds are presented on the modified accrual basis and current resource measurement focus. In the fund presentation only current assets and liabilities are reflected on the balance sheet. Capital outlays and debt service payments are reflected as expenditures while bond proceeds and inter-fund transfers are reflected as other sources/(uses) in the statement of revenues, expenditures and changes in fund balance. The fund financial statements can be found on pages 16 to 26.

The City as Trustee

The City is the trustee, or fiduciary, for its police pension plan. All of the City's fiduciary activities are reported in a separate statement of fiduciary net position and the statement of changes in fiduciary net position. The City is responsible for ensuring that assets reported in this fund are used for their intended purposes. The fiduciary financial statements can be found on pages 27 and 28 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements are located directly after the financial statements.

Other Information

This report also includes required supplementary schedules on budgetary information and funding progress for pension plans and other postemployment benefit plans.



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

GOVERNMENT-WIDE STATEMENTS & ANALYSIS

Statement of Net Position

The following chart reflects the condensed statement of net position. The assets and deferred outflows decreased by just under \$116,000 while liabilities and deferred inflows decreased by over \$5.65 million. The significant change in liabilities was due to a increase of \$9.2 million in deferred inflows which was offset by the significant decrease in liabilities of \$14.9 million for governmental activities. The significant reduction in liabilities resulted from the inclusion of new benefit assumptions in the GASB 68 actuarial valuation performed for the police pension fund. The new benefit assumptions were driven by a Circuit Court ruling in favor of the City as related to the longevity benefit litigation with the police pension fund. The ruling, which was appealed by the pension fund, reduced the longevity benefit from \$22,100 to \$850.00 annually per the collective bargaining agreement. See Note IV(A) on pages 62-67.

**STATEMENT OF NET POSITION
AS OF APRIL 30**

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Assets:						
Current Assets	\$ 12,771,403	\$ 14,361,239	\$ 3,887,249	\$ 3,860,314	\$ 16,658,652	\$ 18,221,553
Non-Current Assets	24,241,597	22,431,077	16,094,299	16,147,019	40,335,896	38,578,096
Total Assets	<u>37,013,000</u>	<u>36,792,316</u>	<u>19,981,548</u>	<u>20,007,333</u>	<u>56,994,548</u>	<u>56,799,649</u>
Deferred Outflows of Resources	10,123,460	10,407,055	215,441	242,538	10,338,901	10,649,593
Total Assets and Deferred Outflows	<u>47,136,460</u>	<u>47,199,371</u>	<u>20,196,989</u>	<u>20,249,871</u>	<u>67,333,449</u>	<u>67,449,242</u>
Liabilities:						
Current Liabilities	1,309,703	2,333,518	368,876	661,583	1,678,579	2,995,101
Non-Current Liabilities	32,810,732	46,395,787	3,215,304	3,241,447	36,026,036	49,637,234
Total Liabilities	<u>34,120,435</u>	<u>48,729,305</u>	<u>3,584,180</u>	<u>3,903,030</u>	<u>37,704,615</u>	<u>52,632,335</u>
Deferred Inflows of Resources	9,286,738	21,491	6,715	-	9,293,453	21,491
Total Liabilities and Deferred Inflows	<u>43,407,173</u>	<u>48,750,796</u>	<u>3,590,895</u>	<u>3,903,030</u>	<u>46,998,068</u>	<u>52,653,826</u>
Net Position:						
Net Investment in Capital Assets	7,572,599	4,616,387	13,330,744	13,114,841	20,903,343	17,731,228
Restricted	550,673	1,002,114	-	-	550,673	1,002,114
Unrestricted	(4,393,985)	(7,169,926)	3,275,350	3,232,000	(1,118,635)	(3,937,926)
Total Net Position	<u>\$ 3,729,287</u>	<u>\$ (1,551,425)</u>	<u>\$ 16,606,094</u>	<u>\$ 16,346,841</u>	<u>\$ 20,335,381</u>	<u>\$ 14,795,416</u>

(See independent auditors' report)



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

Statement of Activities

Governmental and business-type activities are separated by function for both revenues and expenses. Revenues are broadly categorized by type while expenses are reported by one of the following functional areas: general government, public safety, highway and streets, culture and recreation, economic development, water, sanitary sewer, and interest on long term debt. See the chart below and narrative to follow on the statement of activities.

**STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDING APRIL 30**

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenues:						
Program Revenues:						
Charges for services	\$ 693,875	\$ 949,092	\$ 4,631,488	\$ 4,619,743	\$ 5,325,363	\$ 5,568,835
Operating grants and contributions	461,777	254,259	-	-	461,777	254,259
Capital grants and contributions	139,029	90,990	-	-	139,029	90,990
General revenues:						
Taxes	12,174,512	11,686,880	-	-	12,174,512	11,686,880
Unrestricted Investment Earnings	297,324	238,906	13,262	8,877	310,586	247,783
Miscellaneous Revenues	<u>241,104</u>	<u>222,987</u>	<u>-</u>	<u>-</u>	<u>241,104</u>	<u>222,987</u>
Transfers	<u>85,000</u>	<u>-</u>	<u>(85,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>14,092,621</u>	<u>13,443,114</u>	<u>4,559,750</u>	<u>4,628,620</u>	<u>18,652,371</u>	<u>18,071,734</u>
Expenses:						
General Government	3,863,757	4,266,092	-	-	3,863,757	4,266,092
Public Safety	1,655,780	6,834,924	-	-	1,655,780	6,834,924
Highways and Streets	2,056,770	2,389,680	-	-	2,056,770	2,389,680
Culture and Recreation	-	-	-	-	-	-
Economic Development	299,850	235,485	-	-	299,850	235,485
Water	-	-	4,214,868	4,341,947	4,214,868	4,341,947
Sewer	-	-	85,629	89,352	85,629	89,352
Interest on Long-Term Debt	<u>935,752</u>	<u>964,939</u>	<u>-</u>	<u>-</u>	<u>935,752</u>	<u>964,939</u>
Total expenses	<u>8,811,909</u>	<u>14,691,120</u>	<u>4,300,497</u>	<u>4,431,299</u>	<u>13,112,406</u>	<u>19,122,419</u>
Disposal of Property	<u>-</u>	<u>(357,034)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(357,034)</u>
Change in net position	5,280,712	(1,605,040)	259,253	197,321	5,539,965	(1,407,719)
Net position beginning of year	(1,551,425)	53,615	16,346,841	16,149,520	14,795,416	16,203,135
Net position end of year	<u>\$ 3,729,287</u>	<u>\$ (1,551,425)</u>	<u>\$ 16,606,094</u>	<u>\$ 16,346,841</u>	<u>\$ 20,335,381</u>	<u>\$ 14,795,416</u>

(See independent auditors' report)



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

Overall, the City's program and general revenues increased by \$580,637 from the prior year. Governmental activities revenue increased by \$649,507 primarily from an decrease in charges for services (\$255,217), an increase in operating and capital grants (\$255,557), an increase in investment income (\$58,418), and an increase in tax receipts (\$487,632). Charges for services declined principally from building permit activities and the elimination of E911 surcharge revenues from a change in legislation. These declines were partially offset by increases in inspection revenue, engineering review fees, and an increase in local ordinance fines.

Operating grants increased from a distribution of excess reserves from the IRMA insurance pool that the City participates in, although this increase was partially offset by a decline in asset forfeiture awards from the prior year. Investment income outperformed the prior year relative to additional interest income on the growth in the TIF note due to the general fund, and from a change in investment strategy and asset allocation that improved investment portfolio performance. Lastly, the increases in taxes came primarily from an increase in the vehicle fuel tax from .02/gallon to .04/gallon, increases in the restaurant tax, and a significant increase in incremental property taxes from the TIF district.

Business-type revenues increased by just over \$16,000 from an small increase in water user charges and investment earnings. Business type revenues were also offset by a transfer out to the general fund in the amount of \$85,000. The transfer reflected a contribution from the water fund to the general fund to assist in the acquisition of the future City Hall expansion site.

Total Governmental expenses declined by \$5,879,211 from the prior year. General government expenses declined by \$402,335 from a reduction in legal costs, tax sharing expenses, and engineering fees. Public safety costs declined by \$5,179,144 from a change in the net pension liability for the police pension fund. As previously noted, the actuarial assumptions used to compute the liability changed significantly as a result of a Circuit Court ruling in favor of the City with respect to the longevity benefit litigation matter. Litigation and legal costs also declined as well in the public safety function. Lastly, the highways and streets function showed a decline in expenses of \$332,910 from the prior year due to a reduction in capital outlays not meeting the capitalization threshold.

Total Business-type expenses decreased from the prior year by just over \$130,800. The decrease was due primarily to a reduction in equipment and infrastructure depreciation as items in these two categories have now outlived their accounting useful life requirements. In addition, there were fewer infrastructure outlays not meeting the capitalization requirement in the current period versus the prior year.



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds

As discussed, governmental funds are reported and accounted for with the focus on short-term inflows and outflows of spendable resources. This information is useful in assessing resources available at the end of the year in comparison to upcoming funding requirements. Governmental funds reported ending fund balances of \$11,109,590 as a year-end total which includes \$2,795,673 in unrestricted, \$550,673 restricted for public safety/highway and street purposes, and \$7,763,244 classified as a non-spendable fund balance primarily related to amounts due to the general fund from the commercial TIF fund. On a non-GAAP analytical basis, if inter-fund activities were netted to the general fund it would have an unrestricted fund balance of approximately \$9,573,587 and total governmental funds would have unrestricted fund balances of approximately \$10,536,643 including the hotel/motel and non-major funds.

The general fund, as the City's primary operating fund and the largest source of day-to-day service delivery, ended the fiscal year with a net surplus of \$193,185. General fund revenues were above the final budget by just over \$137,000 while expenses were approximately \$212,373 under the final budget (see budget analysis below for further details). On the revenue side net sales taxes exceeded the budget and last year's result by \$84K and 158K respectively. State gaming and local restaurant taxes also exceeded the budget and prior year's results by over \$25K. On the expense side, the acquisition of the future City Hall/Police Station site was a major unbudgeted expense that flowed through to the capital fund. Total costs for the site acquisition and initial design work incurred through the current fiscal year were in excess of \$1.9 million. To minimize the effect of this significant outlay on the general fund alone, the city allocated this cost to other funds that will benefit from the new City Hall/Police facility, including the hotel, water, and asset seizure funds. In addition, the general fund drew down excess surplus reserves from the IRMA and IPBC insurance pools to make a the largest contribution to the project costs while maintaining historical levels of cash and liquidity.

Other major governmental funds include the City's hotel/motel tax and commercial tax increment financing funds. The fund balance of the hotel/motel tax fund decreased by \$376,840 from the fund transfer to the capital fund noted above. Historically hotel/motel receipts exceed community relations, marketing/advertising and other related fund costs. The fund balance in the TIF district decreased by nearly \$745,000, from final principal payments made to retire a development note and from debt service costs on the interfund loan from the general fund. Incremental property tax collections increased significantly from the prior year due primarily to tax code restructuring negotiated between the City and the County Clerk. The tax code



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

restructuring mitigated the affect of negative increment parcels on the new developments created over the past few years. The increased collections are projected to be sustained and even grown in future periods and when realized could provide additional resources for the repayment of the interfund loan due to the general fund.

Given the significant increase in revenues and expenses incurred in the capital fund (primarily from the site acquisition noted above) the City now reports the capital fund as a major fund. Primary receipts came from interfund transfers with outlays being spent on site acquisition, infrastructure, and local grant match obligations. The capital fund incurred a deficit primarily from unavailable grant funds received in the subsequent fiscal year. The City also reports nonmajor governmental funds: the emergency telephone system (E911), motor fuel tax (MFT), and asset seizure funds which reflected an aggregate deficit of \$451,441 largely from net transfers out to the capital fund as noted above. Due to a change in legislation, the City no longer receives 911 surcharge revenue—as such the E911 fund will be consolidated in the general fund next year.

BUDGETARY HIGHLIGHTS

The City adopts an annual modified accrual basis budget for each fiscal year. Departments submit funding requests to the Director of Finance and City Administrator for input during the process. The budget is prepared by fund, function, and activity, and includes historical results, current year projections, and requested amounts for the subsequent fiscal year. The proposed budget is presented to the City Council for review, at which time public hearings are held and the budget is then adopted. Provided below is a condensed budget to actual comparison for the general fund. See pages 74-106 for budget to actual results of the City's funds.

<u>Fund</u>	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund				
Revenues	\$ 12,304,323	\$ 12,894,756	\$ 13,031,926	\$ 137,170
Expenditures	<u>11,310,099</u>	<u>11,561,092</u>	<u>11,348,719</u>	<u>(212,373)</u>
Excess/(Deficiency)	994,224	1,333,664	1,683,207	349,543
Other Financing Sources (Uses)				
Net Sources (Uses) on Debt Refunding	-	-	-	-
Net Transfers	(999,225)	(1,466,781)	(1,490,022)	(23,241)
Sale of Capital Assets	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (128,117)</u>	<u>\$ 193,185</u>	<u>\$ 321,302</u>

(See independent auditors' report)



CITY OF COUNTRYSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)
APRIL 30, 2017

The General Fund had a favorable variance to budget on both the revenue and expense side. Revenue variances were achieved from increased sales, income, gaming, and restaurant taxes, and an increase in the IPBC benefit pool reserve. Positive expense side variances were achieved within the city clerk, general administration, information technology, and police departments. Details on the expense side variances were previously discussed on page 6 of this MD&A.

CAPITAL ASSETS

During fiscal year 2017, the fixed assets for governmental activities (purchases/new construction less retirements) increased by \$2,571,750. Fixed asset additions for governmental activities included the following: site acquisition and predevelopment costs for new City Hall/Police facility site, new public works equipment/vehicles, and engineering costs on two Illinois Transportation Enhancement Program (ITEP) grant projects. Fixed asset additions (purchases/new construction less retirements) increased by \$599,319 for business-type activities. The additions included the Countryside Plaza water main relining project, and the Constance Lane water main replacement project.

DEBT ADMINISTRATION/BOND RATING

The City's commitment to sound financial management has been recognized by external sources as referenced from its strong investment grade credit rating. The City, in December of 2014, refunded a portion of the Series 2008 Bonds, which resulted in a net economic gain to the City of approximately \$1.47 million in net present value terms. At the time of the refunding, the City engaged Moody's Investor Service to rate the bonds and approximately \$24.6 million in post-sale general obligation debt. On December 4, 2014, Moody's assigned an Aa2 underlying rating.

As of April 30, 2017 the City has outstanding total general obligation bonds of \$22,111,242 (net of unamortized bond premiums and discounts). The Series 2011 general obligation notes issued to facilitate improvements in the TIF district were retired in full on November of 2016.

FUTURE EVENTS/ADDITIONAL INQUIRIES

Management is not aware of any currently known facts, decisions, or conditions that would have a material effect on the City's financial position or results of operations. This financial report is designed to provide a general overview of the City's finances, demonstrate commitment to financial accountability, and compliance with finance-related laws and regulations. For additional information or inquiries please contact Finance Director David Schutter at 5550 East Avenue, Countryside IL, 60525, or via email at dschutter@countryside-il.org.

CITY OF COUNTRYSIDE

STATEMENT OF NET POSITION As of April 30, 2017

	Governmental Activities	Business-type Activities	Totals
ASSETS			
Cash and investments	\$ 8,788,064	\$ 3,514,856	\$ 12,302,920
Receivables			
Accounts	731,903	369,463	1,101,366
Intergovernmental	3,229,162	-	3,229,162
Prepaid items	16,751	2,930	19,681
Inventory	5,523	-	5,523
Net pension asset	15,772	-	15,772
Capital Assets (net of accumulated depreciation)			
Capital assets not being depreciated	11,511,064	42,500	11,553,564
Capital assets, being depreciated	<u>12,714,761</u>	<u>16,051,799</u>	<u>28,766,560</u>
Total Assets	<u>37,013,000</u>	<u>19,981,548</u>	<u>56,994,548</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	2,562,699	131,762	2,694,461
Deferred outflows of resources related to pensions	<u>7,560,761</u>	<u>83,679</u>	<u>7,644,440</u>
Total Deferred Outflows of Resources	<u>10,123,460</u>	<u>215,441</u>	<u>10,338,901</u>
LIABILITIES			
Accounts payable	589,637	256,943	846,580
Accrued payroll	214,049	6,789	220,838
Accrued interest	267,012	33,615	300,627
Deposits payable	233,250	28,722	261,972
Unearned revenues	5,755	42,807	48,562
Noncurrent Liabilities			
Due within one year	875,820	299,820	1,175,640
Due in more than one year	<u>31,934,912</u>	<u>2,915,484</u>	<u>34,850,396</u>
Total Liabilities	<u>34,120,435</u>	<u>3,584,180</u>	<u>37,704,615</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to pensions	<u>9,286,738</u>	<u>6,715</u>	<u>9,293,453</u>
Total Deferred Inflows of Resources	<u>9,286,738</u>	<u>6,715</u>	<u>9,293,453</u>
NET POSITION			
Net investment in capital assets	7,572,599	13,330,744	20,903,343
Restricted for			
Public safety	143,691	-	143,691
Highways and streets	406,982	-	406,982
Unrestricted	<u>(4,393,985)</u>	<u>3,275,350</u>	<u>(1,118,635)</u>
TOTAL NET POSITION	<u>\$ 3,729,287</u>	<u>\$ 16,606,094</u>	<u>\$ 20,335,381</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

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
Governmental Activities				
General government	\$ 3,863,757	\$ 545,554	\$ 279,350	\$ -
Public safety	1,655,780	148,321	33,009	25,083
Highways and streets	2,056,770	-	149,418	113,946
Economic development	299,850	-	-	-
Interest and fiscal charges	935,752	-	-	-
Total Governmental Activities	<u>8,811,909</u>	<u>693,875</u>	<u>461,777</u>	<u>139,029</u>
Business-type Activities				
Water	4,214,868	4,606,074	-	-
Sanitary Sewer	85,629	25,414	-	-
Total Business-type Activities	<u>4,300,497</u>	<u>4,631,488</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 13,112,406</u>	<u>\$ 5,325,363</u>	<u>\$ 461,777</u>	<u>\$ 139,029</u>

General Revenues

Taxes

Property taxes
Home rule sales tax
Hotel/motel tax
Electric use tax
Vehicle fuel tax
Eating and drinking tax
Telecommunications tax
Other taxes

Intergovernmental

Shared income taxes
Intergovernmental - shared sales taxes
Shared personal property replacement taxes

Investment income

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in net position

NET POSITION (Deficit) - Beginning of Year

NET POSITION - END OF YEAR

Net (Expenses) Revenues and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$ (3,038,853)	\$ -	\$ (3,038,853)
(1,449,367)	-	(1,449,367)
(1,793,406)	-	(1,793,406)
(299,850)	-	(299,850)
<u>(935,752)</u>	<u>-</u>	<u>(935,752)</u>
<u>(7,517,228)</u>	<u>-</u>	<u>(7,517,228)</u>
-	391,206	391,206
<u>-</u>	<u>(60,215)</u>	<u>(60,215)</u>
<u>-</u>	<u>330,991</u>	<u>330,991</u>
<u>(7,517,228)</u>	<u>330,991</u>	<u>(7,186,237)</u>
347,039	-	347,039
2,147,544	-	2,147,544
365,730	-	365,730
426,708	-	426,708
380,146	-	380,146
540,045	-	540,045
38,916	-	38,916
679,184	-	679,184
596,688	-	596,688
6,646,694	-	6,646,694
5,818	-	5,818
297,324	13,262	310,586
241,104	-	241,104
<u>85,000</u>	<u>(85,000)</u>	<u>-</u>
<u>12,797,940</u>	<u>(71,738)</u>	<u>12,726,202</u>
5,280,712	259,253	5,539,965
<u>(1,551,425)</u>	<u>16,346,841</u>	<u>14,795,416</u>
<u>\$ 3,729,287</u>	<u>\$ 16,606,094</u>	<u>\$ 20,335,381</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

BALANCE SHEET GOVERNMENTAL FUNDS As of April 30, 2017

	General	Commercial Redevelopment TIF	Hotel/Motel Tax	Capital Projects
ASSETS				
Cash and investments	\$ 7,202,170	\$ 24	\$ 1,045,698	\$ -
Receivables				
Accounts	654,312	-	45,547	-
Intergovernmental	3,038,450	-	-	209,849
Advances to other funds	7,740,970	-	-	-
Prepaid items	10,416	-	6,335	-
Inventory	5,523	-	-	-
TOTAL ASSETS	<u>\$ 18,651,841</u>	<u>\$ 24</u>	<u>\$ 1,097,580</u>	<u>\$ 209,849</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 365,418	\$ 721	\$ 12,315	\$ 208,777
Accrued payroll	214,049	-	-	-
Deposits payable	233,250	-	-	-
Advances from other funds	-	7,740,970	-	-
Unearned revenue	2,755	-	3,000	-
Total Liabilities	<u>815,472</u>	<u>7,741,691</u>	<u>15,315</u>	<u>208,777</u>
Deferred Inflows of Resources				
Unavailable revenues	505,176	-	-	113,946
Total Deferred Inflows of Resources	<u>505,176</u>	<u>-</u>	<u>-</u>	<u>113,946</u>
Fund Balances				
Nonspendable for advances to other funds	7,740,970	-	-	-
Nonspendable for inventory	5,523	-	-	-
Nonspendable for prepaid items	10,416	-	6,335	-
Restricted for public safety	-	-	-	-
Restricted for highways and streets	-	-	-	-
Assigned for capital projects	-	-	1,075,930	-
Unassigned	9,574,284	(7,741,667)	-	(112,874)
Total Fund Balances	<u>17,331,193</u>	<u>(7,741,667)</u>	<u>1,082,265</u>	<u>(112,874)</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 18,651,841</u>	<u>\$ 24</u>	<u>\$ 1,097,580</u>	<u>\$ 209,849</u>

See accompanying notes to financial statements.

Nonmajor Governmental Funds	Totals
\$ 540,172	\$ 8,788,064
-	699,859
12,907	3,261,206
-	7,740,970
-	16,751
-	5,523
<u>\$ 553,079</u>	<u>\$ 20,512,373</u>
\$ 2,406	\$ 589,637
-	214,049
-	233,250
-	7,740,970
-	5,755
<u>2,406</u>	<u>8,783,661</u>
-	619,122
-	619,122
-	7,740,970
-	5,523
-	16,751
143,691	143,691
406,982	406,982
-	1,075,930
-	1,719,743
<u>550,673</u>	<u>11,109,590</u>
<u>\$ 553,079</u>	<u>\$ 20,512,373</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION As of April 30, 2017

Total Fund Balances - Governmental Funds	\$ 11,109,590
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. See Note III C.	24,225,825
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Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	619,122
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Net pension asset does not relate to current financial resources and is not reported in the governmental funds.	15,772
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Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	7,560,761
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Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	(9,286,738)
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Discounts on bonds issued and losses on refunding of bonds are expensed in governmental funds but capitalized and amortized in the statement of net position:

Unamortized bond discount	219,075
Unamortized loss on refunding of bonds	2,562,699

Some liabilities, including long-term debt, are not due and payable in the current period and therefore, are not reported in the funds.

Bonds and notes payable	(19,435,000)
Compensated absences	(726,279)
Accrued interest	(267,012)
Net pension liability	(12,382,304)
Net other postemployment benefit obligation	<u>(486,224)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 3,729,287</u>
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CITY OF COUNTRYSIDE

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

For the Year Ended April 30, 2017

	General	Commercial Redevelopment TIF	Hotel/Motel Tax	Capital Projects
REVENUES				
Property taxes	\$ 57,658	\$ 289,381	\$ -	\$ -
Sales taxes	2,147,544	-	-	-
Other local taxes	1,567,767	-	365,730	-
Intergovernmental	1,124,657	-	-	-
Intergovernmental - shared sales tax	6,646,694	-	-	-
Licenses and permits	400,801	-	-	-
Charges for services	160,446	-	-	-
Fines and forfeitures	99,589	-	-	-
Investment income	293,294	164	3,635	-
Miscellaneous	533,476	-	53,935	-
Total Revenues	<u>13,031,926</u>	<u>289,545</u>	<u>423,300</u>	<u>-</u>
EXPENDITURES				
Current				
General government	3,543,972	-	185,170	-
Public safety	4,813,308	-	-	47,418
Highways and streets	1,612,935	-	-	-
Economic development	-	299,850	-	-
Capital outlay	-	-	-	2,481,319
Debt Service				
Principal	555,000	734,757	-	-
Interest	823,504	-	-	-
Total Expenditures	<u>11,348,719</u>	<u>1,034,607</u>	<u>185,170</u>	<u>2,528,737</u>
Excess (deficiency) of revenues over expenditures	<u>1,683,207</u>	<u>(745,062)</u>	<u>238,130</u>	<u>(2,528,737)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	2,445,796
Transfers out	(1,490,022)	-	(614,970)	-
Sales of capital assets	-	-	-	-
Total Other Financing Sources (Uses)	<u>(1,490,022)</u>	<u>-</u>	<u>(614,970)</u>	<u>2,445,796</u>
Net Change in Fund Balances	193,185	(745,062)	(376,840)	(82,941)
FUND BALANCES (DEFICIT) - Beginning of Year	<u>17,138,008</u>	<u>(6,996,605)</u>	<u>1,459,105</u>	<u>(29,933)</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 17,331,193</u>	<u>\$ (7,741,667)</u>	<u>\$ 1,082,265</u>	<u>\$ (112,874)</u>

See accompanying notes to financial statements.

Nonmajor Governmental Funds	Totals
\$ -	\$ 347,039
-	2,147,544
-	1,933,497
201,926	1,326,583
-	6,646,694
-	400,801
-	160,446
-	99,589
395	297,488
118	587,529
<u>202,439</u>	<u>13,947,210</u>
-	3,729,142
406,826	5,267,552
-	1,612,935
-	299,850
-	2,481,319
-	1,289,757
-	823,504
<u>406,826</u>	<u>15,504,059</u>
<u>(204,387)</u>	<u>(1,556,849)</u>
129,196	2,574,992
(385,000)	(2,489,992)
8,750	8,750
<u>(247,054)</u>	<u>93,750</u>
(451,441)	(1,463,099)
<u>1,002,114</u>	<u>12,572,689</u>
<u>\$ 550,673</u>	<u>\$ 11,109,590</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended April 30, 2017

Net change in fund balances - total governmental funds	\$ (1,463,099)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of net position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.

Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements	2,637,660
Depreciation is reported in the government-wide financial statements	(842,912)

Net pension asset does not relate to current financial resources and is not reported in the Governmental Funds Balance Sheet.	15,772
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The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities.	1,289,757
--	-----------

Governmental funds report debt premiums and discounts and deferred charge on refunding as other financing sources (uses) or expenditures. However, in the statement of net position, these are reported as additions to or deductions from long-term debt. These are allocated over the period the debt is outstanding in the statement of activities and are reported as interest expense.

Unamortized bond discount	(10,104)
Deferred charge on refunding	(118,189)

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

Compensated absences	(88,864)
Interest payable	16,045
Net postemployment benefits obligation	(25,248)
Net pension liability	13,240,137
Deferred outflows of resources related to pensions	(165,406)
Deferred inflows of resources related to pensions	(9,265,247)

Revenues in the statement of activities that are not available in governmental funds are not reported as revenue in governmental funds until received.	<u>60,410</u>
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CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 5,280,712</u>
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CITY OF COUNTRYSIDE

STATEMENT OF NET POSITION PROPRIETARY FUNDS As of April 30, 2017

	Business-type Activities - Enterprise Funds		
	Water	Sanitary Sewer	Totals
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 3,458,267	\$ 56,589	\$ 3,514,856
Receivables			
Accounts	366,669	2,794	369,463
Prepaid items	2,930	-	2,930
Total Current Assets	<u>3,827,866</u>	<u>59,383</u>	<u>3,887,249</u>
Noncurrent Assets			
Capital Assets			
Land	42,500	-	42,500
Buildings	214,243	-	214,243
Improvements	1,817,282	-	1,817,282
Vehicles	44,401	-	44,401
Furniture & Fixtures	103,389	-	103,389
Equipment	1,235,288	8,170	1,243,458
Infrastructure	25,782,908	3,037,153	28,820,061
Less: Accumulated depreciation	<u>(14,253,648)</u>	<u>(1,937,387)</u>	<u>(16,191,035)</u>
Total Noncurrent Assets	<u>14,986,363</u>	<u>1,107,936</u>	<u>16,094,299</u>
Total Assets	<u>18,814,229</u>	<u>1,167,319</u>	<u>19,981,548</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	131,762	-	131,762
Deferred outflows of resources related to pensions	<u>80,931</u>	<u>2,748</u>	<u>83,679</u>
Total Deferred Outflows of Resources	<u>212,693</u>	<u>2,748</u>	<u>215,441</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

STATEMENT OF NET POSITION PROPRIETARY FUNDS As of April 30, 2017

	Business-type Activities - Enterprise Funds		
	Water	Sanitary Sewer	Totals
LIABILITIES			
Current Liabilities			
Accounts payable	256,943	-	256,943
Accrued payroll	6,536	253	6,789
Accrued interest	33,615	-	33,615
Unearned revenue	42,807	-	42,807
Deposits payable	28,722	-	28,722
Compensated absences	14,820	-	14,820
Current portion of bonds payable	<u>285,000</u>	<u>-</u>	<u>285,000</u>
Total Current Liabilities	<u>668,443</u>	<u>253</u>	<u>668,696</u>
Noncurrent Liabilities			
Long-Term Debt			
Net other post employment benefit obligation	9,759	-	9,759
Net pension liability	283,846	11,562	295,408
Bonds payable	<u>2,610,317</u>	<u>-</u>	<u>2,610,317</u>
Total Noncurrent Liabilities	<u>2,903,922</u>	<u>11,562</u>	<u>2,915,484</u>
Total Liabilities	<u>3,572,365</u>	<u>11,815</u>	<u>3,584,180</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to pensions	<u>6,452</u>	<u>263</u>	<u>6,715</u>
Total Deferred Inflows of Resources	<u>6,452</u>	<u>263</u>	<u>6,715</u>
NET POSITION			
Net investment in capital assets	12,222,808	1,107,936	13,330,744
Unrestricted	<u>3,225,297</u>	<u>50,053</u>	<u>3,275,350</u>
TOTAL NET POSITION	<u>\$ 15,448,105</u>	<u>\$ 1,157,989</u>	<u>\$ 16,606,094</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

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

For the Year Ended April 30, 2017

	Business-type Activities - Enterprise Funds		
	Water	Sanitary Sewer	Totals
OPERATING REVENUES			
Charges for services	\$ 4,483,706	\$ 25,302	\$ 4,509,008
Fines and forfeitures	6,509	112	6,621
Miscellaneous	115,859	-	115,859
Total Operating Revenues	<u>4,606,074</u>	<u>25,414</u>	<u>4,631,488</u>
OPERATING EXPENSES			
Cost of sales and services	3,159,949	1,112	3,161,061
Administration	277,672	11,077	288,749
Benefits	98,505	4,824	103,329
Depreciation expense	583,423	68,616	652,039
Total Operating Expenses	<u>4,119,549</u>	<u>85,629</u>	<u>4,205,178</u>
Operating Income (Loss)	<u>486,525</u>	<u>(60,215)</u>	<u>426,310</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	13,252	10	13,262
Interest expense	(95,319)	-	(95,319)
Total Nonoperating Revenues (Expenses)	<u>(82,067)</u>	<u>10</u>	<u>(82,057)</u>
Income (Loss) Before Transfers	<u>404,458</u>	<u>(60,205)</u>	<u>344,253</u>
TRANSFERS			
Transfers out	(85,000)	-	(85,000)
Total Transfers	<u>(85,000)</u>	<u>-</u>	<u>(85,000)</u>
Change in Net Position	319,458	(60,205)	259,253
NET POSITION - Beginning of Year	<u>15,128,647</u>	<u>1,218,194</u>	<u>16,346,841</u>
NET POSITION - END OF YEAR	<u>\$ 15,448,105</u>	<u>\$ 1,157,989</u>	<u>\$ 16,606,094</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended April 30, 2017

	Business-type Activities - Enterprise Funds		
	Water	Sanitary Sewer	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Received from customers	\$ 4,715,703	\$ 26,066	\$ 4,741,769
Paid to suppliers for goods and services	(3,298,482)	(5,793)	(3,304,275)
Paid to employees for services	(259,263)	(11,068)	(270,331)
Net Cash Flows From Operating Activities	<u>1,157,958</u>	<u>9,205</u>	<u>1,167,163</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investments sold and matured	1,000,000	-	1,000,000
Investment income	18,254	10	18,264
Purchase of investments	(1,000,000)	-	(1,000,000)
Net Cash Flows From Investing Activities	<u>18,254</u>	<u>10</u>	<u>18,264</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating transfers - out to other funds	(85,000)	-	(85,000)
Net Cash Flows From Noncapital Financing Activities	<u>(85,000)</u>	<u>-</u>	<u>(85,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal paid	(280,000)	-	(280,000)
Interest paid	(83,942)	-	(83,942)
Acquisition and construction of capital assets	(599,319)	-	(599,319)
Net Cash Flows From Capital and Related Financing Activities	<u>(963,261)</u>	<u>-</u>	<u>(963,261)</u>
Net Change in Cash and Cash Equivalents	127,951	9,215	137,166
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>3,330,316</u>	<u>47,374</u>	<u>3,377,690</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 3,458,267</u>	<u>\$ 56,589</u>	<u>\$ 3,514,856</u>

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended April 30, 2017

	Business-type Activities - Enterprise Funds		
	Water	Sanitary Sewer	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 486,525	\$ (60,215)	\$ 426,310
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities			
Depreciation	583,423	68,616	652,039
Changes in assets and liabilities			
Accounts receivable	107,507	652	108,159
Deferred outflows - pensions	11,854	466	12,320
Prepaid expenses	(2,930)	-	(2,930)
Accounts payable	(648)	-	(648)
Accrued interest payable	(2,333)	-	(2,333)
Accrued salaries	435	9	444
Deposits	875	-	875
Retainage payable	(1,026)	-	(1,026)
Compensated absences payable	3,554	-	3,554
Net pension liability	(36,977)	(586)	(37,563)
Unearned revenues	1,247	-	1,247
Deferred inflows - pensions	6,452	263	6,715
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ 1,157,958</u>	<u>\$ 9,205</u>	<u>\$ 1,167,163</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES			
None			

See accompanying notes to financial statements.

CITY OF COUNTRYSIDE

STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS As of April 30, 2017

	<u>Pension Trust</u>
ASSETS	
Cash and equivalents	\$ 686,943
Investments	
U.S. government and U.S. agency obligations	3,247,949
Municipal obligations	35,685
Corporate obligations	600,370
Insurance company contracts	3,854,244
Equity mutual funds	10,391,838
Corporate stocks	909,488
Receivables	
Accrued interest	<u>17,562</u>
Total Assets	<u>19,744,079</u>
 NET POSITION	
Net position restricted for pensions	<u><u>\$ 19,744,079</u></u>

CITY OF COUNTRYSIDE

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS For the Year Ended April 30, 2017

	<u>Pension Trust</u>
ADDITIONS	
Contributions	
Employer	\$ 1,009,127
Plan members	<u>216,682</u>
Total Contributions	<u>1,225,809</u>
Investment income	
Interest earned	852,468
Net change in fair value	<u>1,089,454</u>
Total Investment Income	1,941,922
Less Investment expenses	<u>23,850</u>
Net Investment Income	<u>1,918,072</u>
Total Additions	<u>3,143,881</u>
DEDUCTIONS	
Administration	50,918
Benefits	<u>1,546,548</u>
Total Deductions	<u>1,597,466</u>
Change in Net Position	1,546,415
NET POSITION - Beginning of Year	<u>18,197,664</u>
NET POSITION - END OF YEAR	<u><u>\$ 19,744,079</u></u>

CITY OF COUNTRYSIDE

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CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Countryside, Illinois (the City) was incorporated in 1960. The City is a home-rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The City operates under a City Administrator form of government and provides the following services as authorized by its charter: police protection, streets and highways, water distribution, public improvements, planning and zoning, recreation, and general administrative services. Fire protection services are provided by the Pleasantview Fire Protection District, a separate taxing body.

The accounting policies of the City of Countryside, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. REPORTING ENTITY

This report includes all of the funds of the City. The reporting entity for the City consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of two methods, discrete presentation or blending. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens, or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

A. REPORTING ENTITY (cont.)

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

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

In February 2015, the GASB issued statement No. 72 - *Fair Value Measurement and Application*. This statement addresses accounting and financial reporting issues related to fair value measurements. It defines fair value as 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. This standard was implemented May 1, 2016.

In August 2015, the GASB issued statement No. 77 - *Tax Abatement Disclosures*. This statement addresses financial reporting related to tax abatement programs. It establishes requirements for disclosures about a reporting government's own tax abatements agreements and agreements entered into by other governments that reduce the reporting government's tax revenues. This standard was implemented May 1, 2016.

Government-Wide Financial Statements

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

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

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements

Financial statements of the City are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues, and expenditures/expenses.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

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

The City reports the following major governmental funds:

- General Fund - accounts for the City's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.
- Commercial Redevelopment TIF District Fund - used to account for incremental tax revenues that are restricted for improvements made in the Commercial Redevelopment TIF district.
- Hotel/Motel Tax Fund - used to account for the disbursements of the City's hotel/motel tax revenues. The City has elected to present this fund as major.
- Capital Projects Fund - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The City reports the following major enterprise funds:

- Water Utility - accounts for operations of the water utilities services
- Sewer Utility - accounts for operations of the sanitary sewer services. The City has elected to present this fund as major.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

The City reports the following nonmajor governmental funds:

Special Revenue Funds - used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Emergency Telephone System Fund
Motor Fuel Tax Fund
Asset Seizure Fund

In addition, the City reports the following fund types:

Pension Trust Fund - used to account for and report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other postemployment benefit plans, or other employee benefit plans.

Police Pension Fund

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales tax, income tax, and telecommunication tax revenues which are collected within 90 to 120 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the City is entitled the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer funds are charges to customers for sales and services. Special assessments are recorded as receivables and contribution revenue when levied. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources 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.

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY

1. Deposits and Investments

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

Illinois Statutes authorize the City to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool.

Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, and the Illinois insurance company general and separate accounts, mutual funds meeting certain requirements, equity securities, and corporate bonds meeting certain requirements. Pension funds with net assets in excess of \$10,000,000 and an appointed investment advisor may invest an additional portion of its assets in common and preferred stocks and mutual funds, that meet certain requirements. The police pension fund's investment policy allows investments in all of the above listed accounts.

The City has adopted an investment policy. That policy follows the state statute for allowable investments.

Interest Rate Risk

In accordance with its investment policy, the City limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time meeting the City's short and long-term cash requirements. Maturities are effectively managed to limit interest rate risk. This risk is managed in the context of overall portfolio duration.

The Police Pension's investment policy limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected liabilities.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

Credit Risk

The City limits its exposure to credit risk by primarily investing in United States Government and agency securities.

The Police Pension limits its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that carry an implicit guarantee.

Concentration of Credit Risk

The City's investment policy requires diversification of investments to the best of its abilities based on the type of funds invested and the cash flow needs of those funds.

The Police Pension Fund's investment policy requires it to diversify its investment portfolio. Assets invested shall be diversified to reduce the risk of loss resulting from over-concentration of assets in a specific maturity, a specific issuer, or specific class of securities.

Custodial Credit Risk - Deposits

The City's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured with collateralization in the City's name at a third party pledged by the applicable financial institution to the extent of 105% of the value of the deposit.

The Police Pension's investment policy requires certificates of deposit in excess of FDIC insurable limits to be collateralized by the issuing financial institution but it does not require pledging collateral for all bank balances in excess of FDIC insurable limits, since flow-through FDIC insurance is available for the Police Pension's deposits with financial institutions.

Custodial Credit Risk - Investments

The City's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held in a custodial account with the trust department of an approved financial institution. IMET is not subject to custodial credit risk.

The Police Pension's investment policy does not specifically address custodial credit risk for investments. The Fund's investment policy does not mitigate custodial credit risk for investments, however in practice investments are held at a third party custodian.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. Investment in IMET's 1-3 year fund may be redeemed with 5 business days' notice.

See Note III.A for further information.

2. Receivables

Property taxes are levied by the last Tuesday in December of the fiscal year by passage of a Tax Levy Ordinance. Tax bills are prepared by the County and issued on or about February 1, 2017 and August 1, 2017 and are payable in two installments, on or about March 1, 2017 and September 1, 2017. The County collects such taxes and remits them periodically. Property taxes from the 2015 levy were used to finance the current year's operations and are recognized as revenue. Property taxes from the 2016 tax levy, if any, which are to be used to finance the subsequent year's operations are reported as property taxes receivable and deferred/unavailable revenue. The 2017 tax levy, which attached as an enforceable lien on property as of January 1, 2017, has not been recorded as a receivable as of April 30, 2017 as the tax has not yet been levied by the City and will not be levied until December 2017 and, therefore, the levy is not measurable at April 30, 2017.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financials as internal balances.

In the governmental fund financial statements, advances to other funds are offset equally by a nonspendable fund balance account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation or by a restricted fund balance account, if the funds will ultimately be restricted when the advance is repaid.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY (cont.)

3. Inventories and Prepaid Items

Governmental fund inventories, if material, are recorded at cost based on the FIFO method using the purchases method of accounting.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Capital Assets

Government-Wide Statements

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than the following and an estimated useful life in excess of one year. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Asset Class	Capitalization Threshold
Land	\$ 25,000
Site improvements	20,000
Buildings	50,000
Building improvements	25,000
Equipment	5,000
Software	25,000
Streets and storm sewer networks	50,000
Water and sanitary sewer networks	75,000

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No interest was capitalized during the current year. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY (cont.)

4. Capital Assets (cont.)

Government-Wide Statements (cont.)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

Buildings	10-50 Years
Improvements	10-50 Years
Equipment, vehicles and furniture and fixtures	3-10 Years
Infrastructure - roads	30-40 Years
Infrastructure - other	20-75 Years

Fund Financial Statements

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

5. Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position/fund balance that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

A deferred charge on refunding arises from the advance refunding of debt. The difference between the cost of the securities placed in trust for future payments of the refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide and proprietary fund financial statements.

6. Compensated Absences

Vested or accumulated vacation and sick leave that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements. Vested or accumulated vacation and sick leave of proprietary funds at both levels and governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrued to employees.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY (cont.)

7. Long-Term Obligations

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of bonds and notes payable, net pension liabilities, net otherpostemployment benefit obligations payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the straight-line method. The balance at year end is shown as an increase or decrease in the liability section of the statement of net position.

8. Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position/fund balance that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

9. Equity Classifications

Government-Wide Statements

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

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

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY (cont.)

9. Equity Classifications (cont.)

Fund Statements

Governmental fund balances are displayed as follows:

- a. Nonspendable - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. Committed - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (ordinance) of the City Council. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the City Council that originally created the commitment.
- d. Assigned - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. Although there is no formal policy in place, the authority to assign fund balances has been delegated to the City's Director of Finance consistent with the intentions of the council. Assignments may take place after the end of the reporting period.
- e. Unassigned - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY (cont.)

9. Equity Classifications (cont.)

Fund Statements (cont.)

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

The City considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. DEFICIT BALANCES

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of April 30, 2017, the following individual funds held a deficit balance:

Fund	Amount	Reason
Commercial Redevelopment TIF Capital Projects	\$ 7,741,667 112,874	Long term advance from general fund Grant funds expended in advance of when related revenues are recognized

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

The City's deposits and investments at year end were comprised of the following:

	Carrying Value	Statement Balances	Associated Risks
Petty cash	\$ 2,800	\$ -	N/A
Deposits	5,052,303	6,227,486	Custodial credit risk
Negotiable certificates of deposit	2,490,250	2,490,250	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
IMET Term Series	520,256	520,246	Credit risk, interest rate risk
IMET	2,466,864	2,466,864	Credit risk
U.S. agencies - implicitly guaranteed	2,473,741	2,473,741	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
U.S. Treasuries	774,208	774,208	Custodial credit risk, interest rate risk
Municipal obligations	2,493,075	2,493,075	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
Corporate obligations	600,370	600,370	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
Insurance company contracts	3,854,244	3,854,244	Credit risk, concentration of credit risk
Equity mutual funds	10,391,838	10,391,838	N/A
Corporate stocks	<u>909,488</u>	<u>909,488</u>	N/A
Total Deposits and Investments	<u>\$ 32,029,437</u>	<u>\$ 33,201,810</u>	

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Reconciliation to financial statements

Per statement of net position	
Cash and investments	\$ 12,302,920
Per statement of net position - fiduciary funds	
Cash and equivalents	686,943
U.S. Government and agency obligations	3,247,949
Municipal obligations	35,685
Corporate obligations	600,370
Insurance company contracts	3,854,244
Equity mutual funds	10,391,838
Corporate stocks	<u>909,488</u>
 Total Deposits and Investments	 <u>\$ 32,029,437</u>

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit accounts (interest-bearing and noninterest-bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts.

The City maintains collateral agreements with its banks. At April 30, 2017, the banks had pledged various government securities in the amount of \$10,031,000 to secure the City's deposits.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The valuation methods for recurring fair value measurements are as follows:

- Market approach

As of April 30, 2017, the City's investments were measured using valuation inputs as follows:

Investment Type	April 30, 2017			
	Level 1	Level 2	Level 3	Total
IMET Term Series	\$ -	\$ 520,256	\$ -	\$ 520,256
Municipal obligations	-	2,457,390	-	2,457,390
Negotiable certificates of deposit	-	<u>2,490,250</u>	-	<u>2,490,250</u>
Total	<u>\$ -</u>	<u>\$ 5,467,896</u>	<u>\$ -</u>	<u>\$ 5,467,896</u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Police Pension

Investment Type	April 30, 2017			
	Level 1	Level 2	Level 3	Total
U.S. Treasuries	\$ 774,208	\$ -	\$ -	\$ 774,208
U.S. agency securities	-	2,473,741	-	2,473,741
Municipal obligations	-	35,685	-	35,685
Corporate obligations	-	600,370	-	600,370
Insurance contracts	-	3,854,244	-	3,854,244
Equity mutual funds	10,391,838	-	-	10,391,838
Corporate stocks	909,488	-	-	909,488
Total	<u>\$ 12,075,534</u>	<u>\$ 6,964,040</u>	<u>\$ -</u>	<u>\$ 19,039,574</u>

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the City's deposits may not be returned to the City.

The City does not have any deposits exposed to custodial credit risk. At April 30, 2017, \$59,454 of the police pension fund's deposits were uninsured and uncollateralized.

Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The City and police pension fund do not have any investments exposed to custodial credit risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Credit Risk (cont.)

As of April 30, 2017, investments were rated as follows:

City

Investment Type	Standard & Poors	Moody's Investors Services
IMET Term Series	AA	AAA
Municipal obligations	AA- - AAA	A2 - AAA

The City's investments in the negotiable certificates of deposit were not rated although all carry full FDIC insurance up to \$250,000 per issuer.

Police Pension

The Police Pension Fund's investments in the insurance contracts were not rated. Ratings were not available for the U.S. Government, municipal obligations, and the corporate obligations.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer.

At April 30, 2017, of the City's investments listed in the interest rate risk table on the following pages, 9.1% was invested in Capital One Bank negotiable certificates of deposit, 6.5% was invested in Somerset County, Pennsylvania obligations, and 8.9% was invested in Cook County, Illinois School District 99 obligations.

The police pension board has diversified its insurance contract holdings as follows:

Brighthouse Annual	\$	583,616
Jackson National Life		831,380
Nationwide Annuity Contract		350,264
Pacific Life Insurance Contract *		1,292,255
Trans America Life Insurance Contract		796,729

* Represents more than 5% of total net position

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

The police pension board has diversified its equity mutual fund holdings as follows:

American Capital Fund	\$	1,448,474
American Europacific Growth		1,045,534
American Fundamental Fund		1,445,280
American Funds Washington Mutual		222,300
American Gr Fd of America		1,430,827
American Inv Co of America		1,355,969
AMG Funds Timesquare Mid Cap		202,009
Blair Williams Funds		126,634
Delaware Group Equity		195,920
Deutsche		45,617
Eagle Small Cap Growth Fund		65,623
First Eagle Funds		124,633
Goldman Sachs		21,383
Hancock John Cap		119,311
Harbor Fund International Fund		129,407
Hotchkis & Wiley Funds		140,830
Invesco Global Real Estate		123,596
Lazard Funds Inc Emerging Markets		153,076
Lord Abbet Alpha		1,168,643
Mainstay Large Cap Growth Fund Class I		207,449
Oppenheimer Dev Markets		155,520
Victory Portfolios Small Co		193,788
Voya Ser Fd Inc Large Cap Growth		180,882
Wells Fargo Funds Tr		89,133

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of April 30, 2017, the City's investments were as follows:

City

Investment Type	Fair Value	Maturity (In Years)			
		Less than 1	1-5	6-10	More than 10
IMET Term Series	\$ 520,256	\$ -	\$ 520,256	\$ -	\$ -
Municipal obligations	2,457,390	-	1,328,889	878,206	250,295
Negotiable certificates of deposit	2,490,250	248,317	2,241,933	-	-
Totals	<u>\$ 5,467,896</u>	<u>\$ 248,317</u>	<u>\$ 4,091,078</u>	<u>\$ 878,206</u>	<u>\$ 250,295</u>

Police Pension

Investment Type	Fair Value	Maturity (In Years)			
		Less than 1	1-5	6-10	More than 10
U.S. Treasuries	\$ 774,208	\$ 84,894	\$ 357,464	\$ 331,850	\$ -
U.S. agencies	2,473,741	20,000	410	17,599	2,435,732
Municipal obligations	35,685	35,685	-	-	-
Corporate obligations	600,370	28,511	417,918	153,941	-
Totals	<u>\$ 3,884,004</u>	<u>\$ 169,090</u>	<u>\$ 775,792</u>	<u>\$ 503,390</u>	<u>\$ 2,435,732</u>

See Note I.D.1. for further information on deposit and investment policies.

B. RECEIVABLES

All of the receivables on the balance sheet are expected to be collected within one year, except for the advances to other funds, which are considered long-term receivables.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

C. CAPITAL ASSETS

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 9,321,306	\$ 1,730,270	\$ -	\$ 11,051,576
Construction in progress	144,222	315,266	-	459,488
Total Capital Assets Not Being Depreciated	9,465,528	2,045,536	-	11,511,064
Capital assets being depreciated				
Buildings	2,136,559	-	-	2,136,559
Improvements	1,948,996	-	-	1,948,996
Equipment	1,606,180	80,008	-	1,686,188
Vehicles	890,003	69,300	65,910	893,393
Furniture and fixtures	620,704	-	-	620,704
Infrastructure	22,540,109	442,816	-	22,982,925
Total Capital Assets Being Depreciated	29,742,551	592,124	65,910	30,268,765
Total Capital Assets	39,208,079	2,637,660	65,910	41,779,829
Less: Accumulated depreciation for				
Buildings	(1,675,133)	(19,669)	-	(1,694,802)
Improvements	(528,613)	(51,841)	-	(580,454)
Equipment	(1,218,043)	(101,715)	-	(1,319,758)
Vehicles	(696,913)	(85,558)	65,910	(716,561)
Furniture and fixtures	(348,791)	(34,981)	-	(383,772)
Infrastructure	(12,309,509)	(549,148)	-	(12,858,657)
Total Accumulated Depreciation	(16,777,002)	(842,912)	65,910	(17,554,004)
Net Capital Assets Being Depreciated	12,965,549	(250,788)	-	12,714,761
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 22,431,077	\$ 1,794,748	\$ -	\$ 24,225,825

Depreciation expense was charged to functions as follows:

Governmental Activities	
General government	\$ 68,990
Public safety	130,840
Highways and streets	643,082

Total Governmental Activities Depreciation Expense \$ 842,912

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

C. CAPITAL ASSETS (cont.)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities				
Capital assets not being depreciation				
Land	\$ 42,500	\$ -	\$ -	\$ 42,500
Construction in progress	10,255	-	10,255	-
Total Capital Assets Not Being Depreciation	52,755	-	10,255	42,500
Capital assets being depreciated				
Buildings	214,243	-	-	214,243
Improvements	1,817,282	-	-	1,817,282
Equipment	1,243,458	-	-	1,243,458
Vehicles	44,401	-	-	44,401
Furniture and fixtures	103,389	-	-	103,389
Infrastructure	28,210,487	609,574	-	28,820,061
Total Capital Assets Being Depreciated	31,633,260	609,574	-	32,242,834
Total Capital Assets	31,686,015	609,574	10,255	32,285,334
Less: Accumulated depreciation for				
Buildings	(150,250)	(4,020)	-	(154,270)
Improvements	(530,494)	(54,778)	-	(585,272)
Equipment	(1,116,944)	(49,809)	-	(1,166,753)
Vehicles	(44,400)	-	-	(44,400)
Furniture and fixtures	(103,389)	-	-	(103,389)
Infrastructure	(13,593,519)	(543,432)	-	(14,136,951)
Total Accumulated Depreciation	(15,538,996)	(652,039)	-	(16,191,035)
Net Capital Assets Being Depreciated	16,094,264	(42,465)	-	16,051,799
Business-type Capital Assets, Net of Accumulated Depreciation	\$ 16,147,019	\$ (42,465)	\$ 10,255	\$ 16,094,299

Depreciation expense was charged to functions as follows:

Business-type Activities	
Water	\$ 583,423
Sanitary sewer	68,616
Total Business-type Activities Depreciation Expense	\$ 652,039

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. INTERFUND ADVANCES AND TRANSFERS

Advances

The General Fund is advancing funds to Commercial Redevelopment TIF fund. The amount advanced is determined by the amounts deemed necessary to provide for redevelopment costs since the district's inception. The General Fund is charging the Commercial Redevelopment TIF interest on the advance based on the average outstanding advance balance during the year at a rate of 3.5 - 4.0%. No repayment schedule has been established.

The following is a schedule of interfund advances:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Amount Not Due Within One Year</u>
General	Commercial Redevelopment TIF	\$ <u>7,740,970</u>	\$ 7,740,970
Total - Fund Financial Statements		7,740,970	
Less: Fund eliminations		<u>(7,740,970)</u>	
Total - Interfund Advances - Government-Wide Statement of Net Position		<u>\$ -</u>	

The principal purpose of the advances from/to is to provide funds for redevelopment costs. Repayment is not expected within one year.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. INTERFUND ADVANCES AND TRANSFERS (cont.)

Transfers

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Nonmajor Governmental	General	\$ 129,196	To provide funds for a budgeted excess of expenditures over revenues
Capital Projects	Nonmajor Governmental	385,000	To provide resources for various capital projects
Capital Projects	Hotel/Motel Tax	614,970	To provide resources for various capital projects
Capital Projects	General	1,360,826	To provide resources for various capital projects
Capital Projects	Water	<u>85,000</u>	To provide resources for various capital projects
Total - Fund Financial Statements		2,574,992	
Less: Fund eliminations		<u>(2,489,992)</u>	
Total Transfers - Government-Wide Statement of Activities		<u>\$ 85,000</u>	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended April 30, 2017, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General obligation debt	\$ 19,990,000	\$ -	\$ 555,000	\$ 19,435,000	\$ 580,000
General obligation note payable	734,757	-	734,757	-	-
Unamortized bond discount	(229,179)	10,104	-	(219,075)	-
Sub-totals	<u>20,495,578</u>	<u>10,104</u>	<u>1,289,757</u>	<u>19,215,925</u>	<u>580,000</u>
Other Liabilities					
Vested compensated absences	637,415	191,039	102,175	726,279	295,820
Other postemployment benefits	460,976	25,248	-	486,224	-
Net pension liability - IMRF	1,936,609	126,238	319,075	1,743,772	-
Net pension liability - Police	23,658,094	3,338,061	16,357,623	10,638,532	-
Net pension liability- SLEP	27,738	-	27,738	-	-
Total Other Liabilities	<u>26,720,832</u>	<u>3,680,586</u>	<u>16,806,611</u>	<u>13,594,807</u>	<u>295,820</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 47,216,410</u>	<u>\$ 3,690,690</u>	<u>\$ 18,096,368</u>	<u>\$ 32,810,732</u>	<u>\$ 875,820</u>
Business-type Activities					
Bonds and Notes Payable					
General obligation debt	\$ 3,145,000	\$ -	\$ 280,000	\$ 2,865,000	\$ 285,000
Unamortized bond premium	54,790	-	5,525	49,265	-
Unamortized discount	(21,073)	-	(2,125)	(18,948)	-
Sub-totals	<u>3,178,717</u>	<u>-</u>	<u>283,400</u>	<u>2,895,317</u>	<u>285,000</u>
Other Liabilities					
Vested compensated absences	11,266	8,007	4,453	14,820	14,820
Other postemployment benefits	9,759	-	-	9,759	-
Net pension liability - IMRF	332,971	-	37,563	295,408	-
Total Other Liabilities	<u>353,996</u>	<u>8,007</u>	<u>42,016</u>	<u>319,987</u>	<u>14,820</u>
Total Business-type Activities Long-Term Liabilities	<u>\$ 3,532,713</u>	<u>\$ 8,007</u>	<u>\$ 325,416</u>	<u>\$ 3,215,304</u>	<u>\$ 299,820</u>

Compensated absences, the net other postemployment benefit obligation, and the net pension liabilities are paid out of the General Fund.

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

The City is a home rule municipality.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the City. Notes and bonds in the governmental funds will be retired by future property tax levies or sales tax collections in the General Fund. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

Governmental Activities

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance April 30, 2017</u>
Taxable General Obligation Bond, Series 2008	06/26/2008	01/01/2020	5.625% - 6.000%	\$ 19,160,000	\$ 1,185,000
Taxable General Obligation Refunding Bonds, Series 2014	12/10/2014	01/01/2039	0.75% - 4.15%	18,620,000	<u>18,250,000</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 19,435,000</u>

Business-type Activities

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance April 30, 2017</u>
General Obligation Refunding Bonds, Series 2012	04/24/2012	12/01/2025	2.00% - 3.20%	\$ 3,500,000	<u>\$ 2,865,000</u>
Total Business-type Activities - General Obligation Debt					<u>\$ 2,865,000</u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt (cont.)

Debt service requirements to maturity are as follows:

Years	Governmental Activities General Obligation Debt		Business-type Activities General Obligation Debt	
	Principal	Interest	Principal	Interest
2018	\$ 580,000	\$ 801,035	\$ 285,000	\$ 80,675
2019	600,000	776,456	300,000	73,550
2020	625,000	750,035	300,000	66,050
2021	655,000	721,133	310,000	58,550
2022	670,000	703,775	315,000	50,800
2023-2027	3,705,000	3,184,655	1,355,000	105,700
2028-2032	4,480,000	2,411,668	-	-
2033-2037	5,545,000	1,345,856	-	-
2037-2039	2,575,000	175,050	-	-
Totals	<u>\$ 19,435,000</u>	<u>\$ 10,869,663</u>	<u>\$ 2,865,000</u>	<u>\$ 435,325</u>

Prior-Year Defeasance of Debt

In prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. At April 30, 2017, \$15,620,000 of bonds outstanding are considered defeased. The bonds are callable on 1/1/2018.

NOTE IV - OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; and the Police Pension Plan which is a single-employer pension plan. The benefits, benefits levels, employee contributions and employer contributions for the plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police Pension Plan issues a separate report on the pension plan. IMRF also issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

The City participates in two benefit plans under IMRF. The vast majority of members participate in the Regular Plan. The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs.

Illinois Municipal Retirement Fund

Plan description. Both IMRF benefit plans have two tiers. Members who first participated in IMRF or an Illinois Reciprocal System prior to January 1, 2011 participate in Tier 1. All other members participate in Tier 2. For Tier 1 participants, pension benefits vest after 8 years of service. Participating members who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with 8 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3% of their final rate of earnings (average of the highest 48 consecutive months' earnings during the last 10 years) for credited service up to 15 years and 3% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 participants, pension benefits vest after 10 years of service. Participating members who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3% of their final rate of earnings for the first 15 years of service credit, plus 2% for each year of service after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased ever year after retirement, upon reaching age 67, by the lesser of 3% of the original pension amount or 1/2 of the increase in the Consumer Price Index of the original pension amount.

Under the employer number within IMRF, both the City and Golf Course contribute to the plan. As a result, IMRF is considered to be an agent multiple-employer plan through which cost-sharing occurs between the City and Golf Course.

Plan membership. At December 31, 2016, the measurement date, membership in the plan was as follows:

	<u>Regular Plan</u>	<u>SLEP</u>
Retirees and beneficiaries	52	-
Inactive, non-retired members	26	1
Active members	<u>36</u>	<u>1</u>
Total	<u><u>114</u></u>	<u><u>2</u></u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Contributions. As set by statute, City and Golf Course employees participating in the Regular and SLEP plans are required to contribute 4.50% and 7.50%, respectively, of their annual covered salary. The statute requires the City and Golf Course to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City and Golf Course's actuarially determined contribution rates for calendar year 2016 were 14.83% and 11.06%, respectively, of annual covered payroll for the Regular and SLEP plans. The City and Golf Course also contribute for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability/(Asset). The net pension liabilities/(assets) were measured as of December 31, 2016, and the total pension liabilities used to calculate the net pension liabilities/(assets) were determined by an actuarial valuation as of that date.

Summary of Significant Accounting Policies. For purposes of measuring the net pension liabilities/(assets), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Regular and SLEP plans and additions to/deductions from the Regular and SLEP plans fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions. The total pension liabilities for the Regular and SLEP plans were determined by actuarial valuations performed as of December 31, 2016 using the following actuarial methods and assumptions:

	Regular Plan	SLEP
Actuarial cost method	Entry Age Normal	Entry Age Normal
Asset valuation method	Market Value	Market Value
Actuarial assumptions		
Investment Rate of Return	7.50%	7.50%
Inflation	3.50%	3.50%
Salary increases	3.75% to 14.50%, including inflation	3.75% to 14.50%, including inflation
Price inflation	2.75%	2.75%

Mortality. For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Long-Term Expected Real Rate of Return. The long-term expected rate of return on pension plan investments was determined using an asset allocation study in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce long-term expected rate of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Projected Returns/Risks	
		One Year Arithmetic	Ten Year Geometric
Equities	38.00%	8.30%	6.85%
International equities	17.00%	8.45%	6.75%
Fixed income	27.00%	3.05%	3.00%
Real estate	8.00%	6.90%	5.75%
Alternatives	9.00%		
Private equity		12.45%	7.35%
Hedge funds		5.35%	5.25%
Commodities		4.25%	2.65%
Cash equivalents	1.00%	2.25%	2.25%

Discount rate. The discount rates used to measure the total pension liabilities for the Regular and SLEP plans were 7.50% and 7.50%, respectively. The discount rates calculated using the December 31, 2015 measurement date were 7.45% and 7.44%. The projection of cash flows used to determine the discount rates assumed that member contributions will be made at the current contribution rates and that City and Golf Course contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rates. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefits to determine the total pension liability.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Discount rate sensitivity. The following is a sensitivity analysis of the net pension liabilities/(assets) to changes in the discount rates. The table below presents net pension liabilities/(assets) of the City and Golf Course calculated using the discount rates of 7.50% and 7.50%, respectively as well as what the net pension liabilities/(assets) would be if it were to be calculated using discount rates that are 1 percentage point lower (6.50% for Regular and 6.50% for SLEP) or 1 percentage point higher (8.50% for Regular and 8.50% for SLEP) than the current rates:

	1% Decrease	Current Discount Rate	1% Increase
<i>Regular Plan - City:</i>			
Total pension liability	\$ 13,879,573	\$ 12,349,142	\$ 11,083,770
Plan fiduciary net pension	10,309,962	10,309,962	10,309,962
Net pension liability/(asset)	<u>\$ 3,569,611</u>	<u>\$ 2,039,180</u>	<u>\$ 773,808</u>
<i>Regular Plan - Golf Course:</i>			
Total pension liability	\$ 1,912,396	\$ 1,701,526	\$ 1,527,177
Plan fiduciary net pension	1,436,471	1,436,471	1,436,471
Net pension liability/(asset)	<u>\$ 475,925</u>	<u>\$ 265,055</u>	<u>\$ 90,706</u>
<i>Regular Plan - Total:</i>			
Total pension liability	\$ 15,791,969	\$ 14,050,668	\$ 12,610,947
Plan fiduciary net pension	11,746,433	11,746,433	11,746,433
Net pension liability/(asset)	<u>\$ 4,045,536</u>	<u>\$ 2,304,235</u>	<u>\$ 864,514</u>
<i>SLEP:</i>			
Total pension liability	\$ 150,831	\$ 134,091	\$ 119,952
Plan fiduciary net pension	149,863	149,863	149,863
Net pension liability/(asset)	<u>\$ 968</u>	<u>\$ (15,772)</u>	<u>\$ (29,911)</u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Changes in net pension liability/(asset). The changes in net pension liabilities/(assets) for the Regular and SLEP plans for the calendar year ended December 31, 2016 were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
<i>Regular Plan - City:</i>			
Balances at December 31, 2015	\$ 11,899,503	\$ 9,629,923	\$ 2,269,580
Service cost	224,159	-	224,159
Interest on total pension liability	880,213	-	880,213
Differences between expected and actual experience of the total pension liability	438	-	438
Change of assumptions	(51,121)	-	(51,121)
Benefit payments, including refunds of employee contributions	(604,050)	(604,050)	-
Contributions - employer	-	288,231	(288,231)
Contributions - employee	-	87,461	(87,461)
Net investment income	-	671,592	(671,592)
Other (net transfer)	-	236,805	(236,805)
Balances at December 31, 2016	<u>\$ 12,349,142</u>	<u>\$ 10,309,962</u>	<u>\$ 2,039,180</u>
<i>Regular Plan - Golf Course:</i>			
Balances at December 31, 2015	\$ 1,665,793	\$ 1,348,078	\$ 317,715
Service cost	29,137	-	29,137
Interest on total pension liability	114,411	-	114,411
Differences between expected and actual experience of the total pension liability	57	-	57
Change of assumptions	(29,357)	-	(29,357)
Benefit payments, including refunds of employee contributions	(78,515)	(78,515)	-
Contributions - employer	-	37,465	(37,465)
Contributions - employee	-	11,368	(11,368)
Net investment income	-	87,294	(87,294)
Other (net transfer)	-	30,781	(30,781)
Balances at December 31, 2016	<u>\$ 1,701,526</u>	<u>\$ 1,436,471</u>	<u>\$ 265,055</u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
	(a)	(b)	(a) - (b)
<i>Regular Plan - Total:</i>			
Balances at December 31, 2015	\$ 13,565,296	\$ 10,978,001	\$ 2,587,295
Service cost	253,296	-	253,296
Interest on total pension liability	994,624	-	994,624
Differences between expected and actual experience of the total pension liability	495	-	495
Change of assumptions	(80,478)	-	(80,478)
Benefit payments, including refunds of employee contributions	(682,565)	(682,565)	-
Contributions - employer	-	325,696	(325,696)
Contributions - employee	-	98,829	(98,829)
Net investment income	-	758,886	(758,886)
Other (net transfer)	-	267,586	(267,586)
Balances at December 31, 2016	<u>\$ 14,050,668</u>	<u>\$ 11,746,433</u>	<u>\$ 2,304,235</u>
Plan fiduciary net position as a percentage of the total pension liability			83.60 %
<i>SLEP:</i>			
Balances at December 31, 2015	\$ 150,840	\$ 123,102	\$ 27,738
Service cost	18,457	-	18,457
Interest on total pension liability	11,909	-	11,909
Differences between expected and actual experience of the total pension liability	(46,174)	-	(46,174)
Change of assumptions	(941)	-	(941)
Contributions - employer	-	12,340	(12,340)
Contributions - employee	-	8,368	(8,368)
Net investment income	-	8,731	(8,731)
Other (net transfer)	-	(2,678)	2,678
Balances at December 31, 2016	<u>\$ 134,091</u>	<u>\$ 149,863</u>	<u>\$ (15,772)</u>
Plan fiduciary net position as a percentage of the total pension liability			111.76 %

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions. For the year ended April 30, 2017, the City and Golf Course recognized pension expense of \$231,780 and \$6,711 for the Regular and SLEP plans, respectively. The City and Golf Course reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Regular Plan - City:</i>		
Difference between expected and actual experience	\$ 22,355	\$ -
Assumption changes	9,676	46,351
Net difference between projected and actual earnings on pension plan investments	452,600	-
Contributions subsequent to the measurement date	92,995	-
Total	<u>\$ 577,626</u>	<u>\$ 46,351</u>
<i>Regular Plan - Golf Course:</i>		
Difference between expected and actual experience	\$ 2,906	\$ -
Assumption changes	1,258	6,025
Net difference between projected and actual earnings on pension plan investments	58,829	-
Contributions subsequent to the measurement date	12,088	-
Total	<u>\$ 75,081</u>	<u>\$ 6,025</u>
<i>Regular Plan - Total:</i>		
Difference between expected and actual experience	\$ 25,261	\$ -
Assumption changes	10,934	52,376
Net difference between projected and actual earnings on pension plan investments	511,429	-
Contributions subsequent to the measurement date	105,083	-
Total	<u>\$ 652,707</u>	<u>\$ 52,376</u>
<i>SLEP:</i>		
Difference between expected and actual experience	\$ 1,708	\$ 35,505
Assumption changes	624	724
Net difference between projected and actual earnings on pension plan investments	5,833	-
Contributions subsequent to the measurement date	4,964	-
Total	<u>\$ 13,129</u>	<u>\$ 36,229</u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liabilities/(assets) for the year ending December 31, 2016. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$495,248 for Regular and \$(28,064) for SLEP) will be recognized in pension expense as follows:

Year Ending December 31,	Regular Plan			SLEP
	City	Golf Course	Total	
2018	\$ 153,970	\$ 20,013	\$ 173,983	\$ (8,056)
2019	125,795	16,351	142,146	(8,056)
2020	147,041	19,112	166,153	(8,615)
2021	11,474	1,492	12,966	(3,337)
Total	<u>\$ 438,280</u>	<u>\$ 56,968</u>	<u>\$ 495,248</u>	<u>\$ (28,064)</u>

Police Pension

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

As provided for in the Illinois Compiled Statutes, the Plan provides retirement benefits as well as death and disability benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011 and Tier 2 is for employees hired after that date. The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

Tier 1 - Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one half of the salary attached to the rank on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension (cont.)

Tier 2 - Covered employees attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly pension of 2.5% of the final average salary for each year of creditable service. The salary is initially capped at \$106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced retirement benefit. The monthly pension of a police shall be increased annually on the January 1 occurring either on or after the attainment of age 60 or the first anniversary of the pension start date, whichever is later. Each annual increase shall be calculated at 3% or one-half the annual unadjusted percentage increase in the CPI, whichever is less.

Plan membership. At April 30, 2017, the Police Pension membership consisted of:

Retirees and beneficiaries	21
Inactive, non-retired members	-
Active members	<u>22</u>
Total	<u><u>43</u></u>

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective January 1, 2011 the City's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded by the year 2040. The City's actuarially determined contribution rate for the fiscal year ending April 30, 2017 was 44.03% of annual covered payroll.

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of April 30, 2017, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

Summary of Significant Accounting Policies. The financial statements of the Police Pension Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension (cont.)

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed as of April 30, 2017 using the following actuarial methods and assumptions:

Actuarial cost method	Entry Age Normal
Asset valuation method	Market Value
Actuarial assumptions	
Interest rate	7.00%
Inflation	2.50%
Projected salary increases	2.50% - 13.76%
Cost-of-living adjustments	2.50%

Mortality rates were based on the assumption study prepared by the independent actuary in 2016. The table combines observed experience of Illinois police officers with the RP-2014 mortality table for blue collar workers. Mortality improvements have been made to 5 years past the valuation date.

Long-term expected real rate of return. The long-term expected rate of return on the Police Pension Plan's investments was determined using a building block method. The best estimate for future real rates of return are developed for each of the major asset classes. Future real rates of return are weighted based on the target allocation within the Plan investment policy. Expectation inflation is added back in. Adjustment is made to reflect geometric returns. Best estimated or arithmetic real rates of return for each major asset class included in the Plan's target asset allocation as of April 30, 2017 are as follows:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed income	18.5% - 35.0%	0.06% - 3.0%
Equities	5.0% - 45.0%	5.0% - 6.5%
Cash	1.2% - 5.0%	0%

Illinois Compiled Statutes (ILCS) limit the Plan's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension (cont.)

Discount rate. The discount rate used to measure the total pension liability for the Police Pension Plan was 7.00%. The discount rate calculated using the April 30, 2016 measurement date was 5.69%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Discount rate sensitivity. The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 7.00% as well as what the net pension liability would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total pension liability	\$ 34,894,980	\$ 30,382,611	\$ 26,730,281
Plan fiduciary net position	<u>19,744,079</u>	<u>19,744,079</u>	<u>19,744,079</u>
Net pension liability	<u>\$ 15,150,901</u>	<u>\$ 10,638,532</u>	<u>\$ 6,986,202</u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension (cont.)

Changes in net pension liability/(asset). The City's changes in net pension liability/(asset) for the year ended April 30, 2017 was as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/Asset (a) - (b)
Balances at April 30, 2016	\$ 41,855,758	\$ 18,197,664	\$ 23,658,094
Service cost	462,287	-	462,287
Interest on total pension liability	2,875,774	-	2,875,774
Differences between expected and actual experience of the total pension liability	1,455,931	-	1,455,931
Change of assumptions	(10,085,777)	-	(10,085,777)
Plan changes	(4,634,814)	-	(4,634,814)
Benefit payments, including refunds of employee contributions	(1,546,548)	(1,546,548)	-
Contributions - employer	-	1,009,127	(1,009,127)
Contributions - employee	-	216,682	(216,682)
Net investment income	-	1,918,072	(1,918,072)
Administration	-	(50,918)	50,918
Balances at April 30, 2017	<u>\$ 30,382,611</u>	<u>\$ 19,744,079</u>	<u>\$ 10,638,532</u>

Change of assumptions and plan changes. In the current actuarial valuation, the assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.32% to 3.82%. In addition, the mortality assumption was updated to include mortality improvements as stated in the most recently released MP-2016 table and the rates are being applied on a fully-generational basis. These changes were made to better reflect the future anticipated experience in the fund. The result of these assumption changes along with the change in the discount rate from 5.69% to 7.00% are reflected in the previous table. Also, in the current actuarial valuation, the interpretation of how longevity pay is paid was revised, along with the amount of longevity paid, which was reduced from \$22,100 to \$850. This changed the calculation of pensionable pay for active members and also changed retiree benefit calculations for members who retired within the last ten years. The result of this plan change is reflected in the previous table.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension (cont.)

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions. For the year ended April 30, 2017, the City recognized pension income of \$2,758,505. The City reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,251,158	\$ 17,836
Assumption changes	4,831,752	8,667,242
Net difference between projected and actual earnings on pension plan investments	<u>970,775</u>	<u>525,795</u>
Total	<u>\$ 7,053,685</u>	<u>\$ 9,210,873</u>

The amounts reported as deferred outflows and inflows of resources related to pensions (\$ (2,157,188)) will be recognized in pension expense as follows:

Year Ending April 30,	Amount
2018	\$ (35,159)
2019	(35,159)
2020	(35,163)
2021	(358,751)
2022	(345,682)
Thereafter	<u>(1,347,274)</u>
Total	<u>\$ (2,157,188)</u>

B. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The City participates in two public entity risk pools called IRMA and IPBC to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omission; workers compensation; and health care of its employees.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

B. RISK MANAGEMENT (cont.)

Public Entity Risk Pool

IRMA

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

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

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to any membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

Intergovernmental Personnel Benefit Cooperative

The City participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi governmental and nonprofit public service entities.

IPBC receives, processes and pays such claims as may come within the benefit program of each member. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers: a Benefit Administrator and a Treasurer. The City does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

C. COMMITMENTS AND CONTINGENCIES

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the City is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the City attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

The City has active construction projects as of April 30, 2017. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

D. JOINT VENTURES

Flagg Creek Golf Course

The City of Countryside and the Pleasantdale Park District jointly operate the Flagg Creek Golf Course, which provides recreational opportunities to the surrounding community. The Golf Course is not a separate legal entity. The City acts as the administrative agent for the Golf Course and provides accounting and payroll services to the Golf Course.

The governing body is made up of two members appointed by the City Council, and two members appointed by the Park District Board for one year terms. A rotating fifth member is appointed on an alternating yearly basis by the City Council or the Park District Board to serve a one year term. The governing body has authority to adopt its own budget and control the financial affairs of the Golf Course. The City is obligated by the joint venture agreement to pay in capital to the Golf Course if required and upon approval by both the City and Park District.

Financial information about the Golf Course as of April 30, 2017 is available from the City's office.

The City accounts for its share of the operation in the general fund. The City has an equity interest in the organization equal to its percentage share of participation.

The equity interest is reported in the governmental activities column of the government-wide statement of net position. Changes in the equity interest are reported on the statement of activities.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

E. OTHER POSTEMPLOYMENT BENEFITS

The City administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides health insurance contributions for eligible retirees and their spouses through the City's group health insurance plan which covers both active and retired members. Benefit provisions are established through personnel policy guidelines and state that eligible retirees and their spouses receive lifetime healthcare insurance at established contribution rates. The Retiree Health Plan does not issue a publicly available financial report.

Contribution requirements are established through personnel practice guidelines and may be amended by the City through its personnel manual and union contracts. The City negotiates the City's contribution through union contracts and personnel policy. The City contributes a maximum of \$350 per month to cover the cost of providing the benefits to the retirees via the insured plan. Retirees are responsible for the cost of monthly premiums in excess of \$350. Once eligible for Medicare, retirees pay the full amount of the Medicare supplement premium. For the fiscal year ended April 30, 2017, retirees contributed \$125,563 and the City contributed \$112,615. Active employees do not contribute to the plan until retirement. The Flagg Creek Golf Course participates in the City's plan and a portion of the increase in the obligation and the obligation at year end is allocated to the Golf Course.

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to plan, and changes in the City's net OPEB obligation to the Retiree Health Plan:

Annual required contribution	\$ 133,981
Interest on net OPEB obligation	21,192
Adjustment to annual required contribution	<u>(17,155)</u>
Annual OPEB cost	138,018
Contributions made	<u>(112,615)</u>
Increase in net OPEB obligation (asset)	25,403
Net OPEB Obligation (Asset) - Beginning of Year	<u>470,933</u>
Net OPEB Obligation (Asset) - End of Year	<u><u>\$ 496,336</u></u>

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

E. OTHER POSTEMPLOYMENT BENEFITS (cont.)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2017 and the two preceding years were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
April 30, 2015	\$ 142,791	75.23	\$ 438,442
April 30, 2016	144,382	77.50	470,933
April 30, 2017	138,018	81.59	496,336

The funded status of the plan as of April 30, 2015, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$ 2,225,853
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u><u>\$ 2,225,853</u></u>
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 4,590,778
UAAL as a percentage of covered payroll	48.49%

Actuarial valuations of an ongoing plan involve estimates for the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

E. OTHER POSTEMPLOYMENT BENEFITS (cont.)

In the actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 4.5% investment rate of return and an annual healthcare cost trend rate of 7.5% initially, reduced by decrements to an ultimate rate of 5.0% after 5 years. Both rates include a 3% inflation assumption. The actuarial value of Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at April 30, 2017, was 30 years.

F. TAX ABATEMENT

Tax abatements are a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

The City is disclosing all abatement agreements individually.

The City of Countryside has entered into a tax abatement agreement with a developer in the form of a tax increment financing and sales tax rebate incentive to stimulate economic development. The abatement is authorized pursuant to the City's Home Rule Powers, State Law, and under the provisions of the Tax Increment Allocation Redevelopment Act. The developer was required in the Redevelopment Agreement to acquire property that it currently leased and to substantially rehabilitate and expand the current buildings on site. After receipt of a Certificate of Project Completion, the Developer is entitled to request reimbursement of project costs from the Sales Tax Rebate and Incremental Property Tax project funds. Sales Tax Rebate payments are available each calendar year after meeting the base sales tax requirement of \$200,000. Annual incentive payments above the base sales tax amount are limited to 75% in years 1-2, 65% in years 3-5, 55% in years 6-8, and 50% in years 9-10. Reimbursement of project costs from incremental property taxes are available annually from tax increment created by the project. There are no annual limitations on the amount of increment that can be rebated from the project. Aggregate payments under the agreement are limited to \$3.5 million and agreement expires 10 years from the date of substantial completion of the property improvements. Incentive payments for the year ended April 30, 2017 were \$108,932.

The City of Countryside has entered into an economic incentive agreement with a developer in the form of a sales tax rebate incentive to stimulate economic development. The abatement is authorized pursuant to the City's Home Rule Powers, and the Illinois Municipal Code. The developer was required to substantially rehabilitate and expand the current buildings on site. After receipt of a Certificate of Project Completion, the Developer is entitled to request reimbursement of project costs annually after demonstrating that they produced and remitted a base amount of sales taxes of \$260,000. Aggregate payments under the agreement are limited to \$2.5 million and the agreement expires 10 years from the date of substantial completion of the property improvements. Incentive payments for the year ended April 30, 2017 were \$203,802.

CITY OF COUNTRYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2017

NOTE IV - OTHER INFORMATION (cont.)

The City of Countryside has entered into an economic incentive agreement with a developer in the form of a sales tax rebate incentive to stimulate economic development. The abatement is authorized pursuant to the City's Home Rule Powers, and the Illinois Municipal Code. The developer was required to substantially rehabilitate and expand the current buildings on site. After receipt of a Certificate of Project Completion, the Developer is entitled to request reimbursement of project costs annually. Annual payments are limited to 50% of the sales taxes produced from the project. Aggregate payments under the agreement are limited to just under \$1.1 million and the agreement expires in 11 years from the date of its assignment. Incentive payments for the year ended April 30, 2017 were \$132,806.

G. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*
- Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*
- Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*
- Statement No. 80, *Blending Requirements for Certain Component Units - an Amendment of GASB Statement No. 14*
- Statement No. 81, *Irrevocable Split-Interest Agreements*
- Statement No. 82, *Pension Issues - an Amendment of GASB Statements No. 67, No. 68, and No. 73*
- Statement No. 83, *Certain Asset Retirement Obligations*
- Statement No. 84, *Fiduciary Activities*
- Statement No. 85, *Omnibus 2017*
- Statement No. 86, *Certain Debt Extinguishment Issues*
- Statement No. 87, *Leases*

When they become effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 60,000	\$ 60,000	\$ 57,658	\$ (2,342)
Sales taxes	1,935,082	1,935,082	2,147,544	212,462
Other local taxes	1,546,218	1,546,218	1,567,767	21,549
Intergovernmental	1,099,585	1,099,585	1,124,657	25,072
Intergovernmental - shared sales tax	6,775,324	6,775,324	6,646,694	(128,630)
Licenses and permits	505,739	505,739	400,801	(104,938)
Charges for services	172,100	172,100	160,446	(11,654)
Fines and forfeitures	85,561	85,561	99,589	14,028
Investment income	65,000	281,804	293,294	11,490
Other revenue	59,714	433,343	533,476	100,133
Total Revenues	<u>12,304,323</u>	<u>12,894,756</u>	<u>13,031,926</u>	<u>137,170</u>
EXPENDITURES				
CURRENT				
General government	3,657,690	3,657,690	3,543,972	113,718
Public safety	4,672,135	4,923,128	4,813,308	109,820
Highways and streets	1,601,770	1,601,770	1,612,935	(11,165)
Debt Service				
Debt service - principal retired	555,000	555,000	555,000	-
Debt service - interest	<u>823,504</u>	<u>823,504</u>	<u>823,504</u>	<u>-</u>
Total Expenditures	<u>11,310,099</u>	<u>11,561,092</u>	<u>11,348,719</u>	<u>212,373</u>
Excess (deficiency) of revenues over (under) expenditures	<u>994,224</u>	<u>1,333,664</u>	<u>1,683,207</u>	<u>349,543</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(999,225)	(1,466,781)	(1,490,022)	(23,241)
Sales of capital assets	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
Total Other Financing Sources (Uses)	<u>(994,225)</u>	<u>(1,461,781)</u>	<u>(1,490,022)</u>	<u>(28,241)</u>
Net Change in Fund Balance	<u><u>\$ (1)</u></u>	<u><u>\$ (128,117)</u></u>	193,185	<u><u>\$ 321,302</u></u>
FUND BALANCE - Beginning of Year			<u>17,138,008</u>	
FUND BALANCE - END OF YEAR			<u><u>\$ 17,331,193</u></u>	

See independent auditors' report and accompanying notes to required supplementary information.

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - COMMERCIAL REDEVELOPMENT TIF FUND For the Year Ended April 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 200,000	\$ 290,000	\$ 289,381	\$ (619)
Investment income	250	250	164	(86)
Total Revenues	<u>200,250</u>	<u>290,250</u>	<u>289,545</u>	<u>(705)</u>
EXPENDITURES				
Current:				
Economic development	276,752	331,752	299,850	31,902
Debt Service	<u>734,757</u>	<u>734,757</u>	<u>734,757</u>	-
Total Expenditures	<u>1,011,509</u>	<u>1,066,509</u>	<u>1,034,607</u>	<u>31,902</u>
Net Change in Fund Balance	<u>\$ (811,259)</u>	<u>\$ (776,259)</u>	(745,062)	<u>\$ 31,197</u>
FUND BALANCE (DEFICIT) - Beginning of Year			<u>(6,996,605)</u>	
FUND BALANCE (DEFICIT) - END OF YEAR			<u>\$ (7,741,667)</u>	

See independent auditors' report and accompanying notes to required supplementary information.

CITY OF COUNTRYSIDE

ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS Two Most Recent Fiscal Years

	2017		
	City	Golf Course	Total
Total pension liability			
Service cost	\$ 224,159	\$ 29,137	\$ 253,296
Interest	880,213	114,411	994,624
Differences between expected and actual experience	438	57	495
Changes of assumptions	(51,121)	(29,357)	(80,478)
Benefit payments, including refunds of member contributions	(604,050)	(78,515)	(682,565)
Net change in total pension liability	449,639	35,733	485,372
Total pension liability - beginning	11,899,503	1,665,793	13,565,296
Total pension liability - ending (a)	<u>\$ 12,349,142</u>	<u>\$ 1,701,526</u>	<u>\$ 14,050,668</u>
Plan fiduciary net position			
Employer contributions	\$ 288,231	\$ 37,465	\$ 325,696
Employee contributions	87,461	11,368	98,829
Net investment income	671,592	87,294	758,886
Benefit payments, including refunds of member contributions	(604,050)	(78,515)	(682,565)
Other (net transfer)	236,805	30,781	267,586
Net change in plan fiduciary net position	680,039	88,393	768,432
Plan fiduciary net position - beginning	9,629,923	1,348,078	10,978,001
Plan fiduciary net position - ending (b)	<u>\$ 10,309,962</u>	<u>\$ 1,436,471</u>	<u>\$ 11,746,433</u>
Employer's net pension liability - ending (a) - (b)	<u>\$ 2,039,180</u>	<u>\$ 265,055</u>	<u>\$ 2,304,235</u>
Plan fiduciary net position as a percentage of the total pension liability	83.49%	84.42%	83.60%
Covered-employee payroll			\$ 2,196,199
Employer's net pension liability as a percentage of covered-employee payroll			104.92%

Notes to Schedule:

The City implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

2016		
City	Golf Course	Total
\$ 221,194	\$ 30,965	\$ 252,159
831,691	116,427	948,118
65,488	9,167	74,655
28,713	4,019	32,732
(541,474)	(75,800)	(617,274)
605,612	84,778	690,390
11,293,891	1,581,015	12,874,906
<u>\$ 11,899,503</u>	<u>\$ 1,665,793</u>	<u>\$ 13,565,296</u>
\$ 262,595	\$ 36,760	\$ 299,355
87,081	12,190	99,271
47,532	6,654	54,186
(541,474)	(75,800)	(617,274)
171,844	24,056	195,900
27,578	3,860	31,438
9,602,345	1,344,218	10,946,563
<u>\$ 9,629,923</u>	<u>\$ 1,348,078</u>	<u>\$ 10,978,001</u>
<u>\$ 2,269,580</u>	<u>\$ 317,715</u>	<u>\$ 2,587,295</u>
80.93%	80.93%	80.93%
		\$ 2,206,009
		117.28%

See independent auditors' report and accompanying notes to required supplementary information.

CITY OF COUNTRYSIDE

ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF EMPLOYER CONTRIBUTIONS Two Most Recent Fiscal Years

	2017		
	City	Golf Course	Total
Actuarially determined contribution	\$ 282,372	\$ 36,703	\$ 319,075
Contributions in relation to the actuarially determined contribution	(282,372)	(36,703)	(319,075)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered-employee payroll			\$ 2,196,199
Contributions as a percentage of covered-employee payroll			14.53%

Notes to Schedule:

The City implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 of the year prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	27 years
Asset valuation method	5-Year Smoothed Market
Inflation	2.75%
Salary increases	3.75% to 14.50% including inflation
Investment rate of return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 BCHA

Other information:

There were no benefit changes during the year.

2016		
City	Golf Course	Total
\$ 272,387	\$ 38,131	\$ 310,518

(272,387)	(38,131)	(310,518)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

\$ 2,206,009

14.08%

CITY OF COUNTRYSIDE

SHERIFF'S LAW ENFORCEMENT PERSONNEL SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS Two Most Recent Fiscal Years

	<u>2017</u>	<u>2016</u>
Total pension liability		
Service cost	\$ 18,457	\$ 18,288
Interest	11,909	9,577
Differences between expected and actual experience	(46,174)	3,120
Changes of assumptions	<u>(941)</u>	<u>1,140</u>
Net change in total pension liability	(16,749)	32,125
Total pension liability - beginning	<u>150,840</u>	<u>118,715</u>
Total pension liability - ending (a)	<u><u>\$ 134,091</u></u>	<u><u>\$ 150,840</u></u>
Plan fiduciary net position		
Employer contributions	\$ 12,340	\$ 11,503
Employee contributions	8,368	8,368
Net investment income	8,731	605
Other (net transfer)	<u>(2,678)</u>	<u>(8,376)</u>
Net change in plan fiduciary net position	26,761	12,100
Plan fiduciary net position - beginning	<u>123,102</u>	<u>111,002</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 149,863</u></u>	<u><u>\$ 123,102</u></u>
Employer's net pension liability (asset) - ending (a) - (b)	<u><u>\$ (15,772)</u></u>	<u><u>\$ 27,738</u></u>
Plan fiduciary net position as a percentage of the total pension liability	111.76%	81.61%
Covered-employee payroll	\$ 111,572	\$ 111,572
Employer's net pension liability (asset) as a percentage of covered-employee payroll	-14.14%	24.86%

Notes to Schedule:

The City implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

CITY OF COUNTRYSIDE

SHERIFF'S LAW ENFORCEMENT PERSONNEL SCHEDULE OF EMPLOYER CONTRIBUTIONS Two Most Recent Fiscal Years

	<u>2017</u>	<u>2016</u>
Actuarially determined contribution	\$ 12,544	\$ 11,782
Contributions in relation to the actuarially determined contribution	<u>(12,544)</u>	<u>(11,782)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 111,572	\$ 111,572
Contributions as a percentage of covered-employee payroll	11.24%	10.56%

Notes to Schedule:

The City implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 6 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	27 years
Asset valuation method	5-Year Smoothed Market
Inflation	2.75%
Salary increases	3.75% to 14.50% including inflation
Investment rate of return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 CHBCA

Other information:

There were no benefit changes during the year.

CITY OF COUNTRYSIDE

POLICE PENSION FUND

SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS Last Three Fiscal Years

	2015	2016	2017
Total pension liability			
Service cost	\$ 580,124	\$ 651,744	\$ 462,287
Interest	2,060,309	1,893,410	2,875,774
Differences between expected and actual experience	-	(25,146)	1,455,931
Changes of assumptions	-	6,811,980	(10,085,777)
Plan changes	-	-	(4,634,814)
Benefit payments, including refunds of member contributions	(1,408,095)	(1,504,655)	(1,546,548)
Net change in total pension liability	<u>1,232,338</u>	<u>7,827,333</u>	<u>(11,473,147)</u>
Total pension liability - beginning	<u>32,796,087</u>	<u>34,028,425</u>	<u>41,855,758</u>
Total pension liability - ending (a)	<u><u>\$ 34,028,425</u></u>	<u><u>\$ 41,855,758</u></u>	<u><u>\$ 30,382,611</u></u>
Plan fiduciary net position			
Employer contributions	\$ 898,459	\$ 914,574	\$ 1,009,127
Employee contributions	206,646	187,505	216,682
Net investment income	1,177,169	(306,430)	1,918,072
Benefit payments, including refunds of member contributions	(1,408,095)	(1,504,655)	(1,546,548)
Administration	(39,743)	(61,492)	(50,918)
Net change in plan fiduciary net position	<u>834,436</u>	<u>(770,498)</u>	<u>1,546,415</u>
Plan fiduciary net position - beginning	<u>18,133,726</u>	<u>18,968,162</u>	<u>18,197,664</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 18,968,162</u></u>	<u><u>\$ 18,197,664</u></u>	<u><u>\$ 19,744,079</u></u>
City's net pension liability - ending (a) - (b)	<u><u>\$ 15,060,263</u></u>	<u><u>\$ 23,658,094</u></u>	<u><u>\$ 10,638,532</u></u>
Plan fiduciary net position as a percentage of the total pension liability	55.74%	43.48%	64.98%
Covered-employee payroll	\$ 2,093,668	\$ 2,081,689	\$ 2,291,748
City's net pension liability as a percentage of covered-employee payroll	719.32%	1136.49%	464.21%

Notes to Schedule:

Current year changes of assumptions. The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.32% to 3.82%. The mortality assumption was updated to include mortality improvements as stated in the most recently released MP-2016 table and the rates are being applied on a fully-generational basis. The discount rate was increased from 5.69% to 7.00%.

Current year plan changes. The interpretation of how longevity pay is paid was revised, along with the amount of longevity paid, which was reduced from \$22,100 to \$850. This changed the calculation of pensionable pay for active members and also changed retiree benefit calculations for members who retired within the last ten years.

The Pension implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

CITY OF COUNTRYSIDE

POLICE PENSION FUND SCHEDULE OF EMPLOYER CONTRIBUTIONS Last Three Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Actuarially determined contribution	\$ 865,374	\$ 980,123	\$ 1,011,775
Contributions in relation to the actuarially determined contribution	898,459	914,574	1,009,127
Contribution deficiency (excess)	<u>\$ (33,085)</u>	<u>\$ 65,549</u>	<u>\$ 2,648</u>
Covered-employee payroll	\$ 2,093,668	\$ 2,081,689	\$ 2,291,748
Contributions as a percentage of covered-employee payroll	42.91%	43.93%	44.03%

Notes to Schedule:

The Plan implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

Valuation date: Actuarially determined contributions are calculated as of April 30 of the current fiscal year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	24 years
Asset valuation method	5 year smoothed market value
Inflation	2.50%
Salary increases	2.50% - 13.76%
Investment rate of return	7.00%

Retirement age	100% L&A 2016 Illinois Police Retirement Rates Capped at age 65
Mortality	2016 Illinois Police Mortality Rates

CITY OF COUNTRYSIDE

OTHER POSTEMPLOYMENT BENEFIT PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS For the Year Ended April 30, 2017

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
04/30/17	\$ 133,981	84 %
04/30/16	139,336	80
04/30/15	139,336	77
04/30/14	139,336	72
04/30/13	131,944	34
04/30/12	131,944	34

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) - Projected Unit (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
04/30/15	\$ -	\$ 2,225,853	\$ 2,225,853	0%	\$ 4,590,778	48%
04/30/13	-	2,196,922	2,196,922	0%	4,369,596	50%
04/30/10	-	1,629,857	1,629,857	0%	4,405,057	37%

See independent auditors' report and accompanying notes to required supplementary information.

CITY OF COUNTRYSIDE

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION For the Year Ended April 30, 2017

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (as the fund level) for all funds except the Police Pension Fund. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

All departments of the City submit requests for appropriations to the City Administrator so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. Management may transfer budget amounts between functions and activities. However, transfers between funds and increases in total funds must be approved by the governing board. Expenditures may not legally exceed budgeted appropriations at the fund level.

SUPPLEMENTARY INFORMATION

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF REVENUES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property taxes				
Road and bridge	\$ 60,000	\$ 60,000	\$ 57,658	\$ (2,342)
Total property taxes	60,000	60,000	57,658	(2,342)
Sales taxes				
State sales	6,775,324	6,775,324	6,646,694	(128,630)
Home rule sales	1,935,082	1,935,082	2,147,544	212,462
Total sales taxes	8,710,406	8,710,406	8,794,238	83,832
Other local taxes				
Real estate transfer	5,000	5,000	6,050	1,050
Electric use	415,000	415,000	426,708	11,708
Vehicle fuel	396,218	396,218	380,146	(16,072)
Eating and drinking	530,000	530,000	540,045	10,045
Franchise	90,000	90,000	97,301	7,301
Self storage	75,000	75,000	80,598	5,598
Rental	35,000	35,000	36,919	1,919
Total other local taxes	1,546,218	1,546,218	1,567,767	21,549
Intergovernmental				
State income	601,290	601,290	596,688	(4,602)
State local use	138,533	138,533	145,092	6,559
State replacement	5,000	5,000	5,654	654
State auto rental	68,000	68,000	49,411	(18,589)
State gaming	235,002	235,002	263,813	28,811
Municipal telecommunications	40,000	40,000	38,916	(1,084)
Grant revenue	11,760	11,760	25,083	13,323
Total intergovernmental	1,099,585	1,099,585	1,124,657	25,072
Licenses and permits				
Business license	93,500	93,500	85,148	(8,352)
Home occupation fee	25	25	10	(15)
Contractor license	11,000	11,000	11,300	300
Video gaming fee	51,800	51,800	60,200	8,400
Liquor license	70,000	70,000	72,305	2,305
Building permits	250,000	250,000	144,735	(105,265)
Building permit administrative fee	7,500	7,500	4,810	(2,690)
Fee in lieu of sales tax	21,914	21,914	22,293	379
Total licenses and permits	505,739	505,739	400,801	(104,938)

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF REVENUES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES (Continued)				
Charges for services				
Planning and zoning application	\$ 15,000	\$ 15,000	\$ 9,422	\$ (5,578)
Engineering services	12,000	12,000	36,914	24,914
Police special services	15,000	15,000	21,222	6,222
Inspection services	50,000	50,000	32,938	(17,062)
Criminal background checks	100	100	550	450
Property maintenance inspection	30,000	30,000	54,673	24,673
Flagg Creek operations	50,000	50,000	4,727	(45,273)
Total charges for services	172,100	172,100	160,446	(11,654)
Fines and forfeitures				
Court fines	11,000	11,000	11,191	191
Local ordinance fines	50,000	50,000	63,848	13,848
Police - duplicating services	2,700	2,700	3,050	350
Police - impound fees	21,861	21,861	21,500	(361)
Total fines and forfeitures	85,561	85,561	99,589	14,028
Investment income	65,000	281,804	293,294	11,490
Other revenues				
DUI agency	3,500	3,500	3,861	361
Tower rental	33,214	33,214	33,291	77
Advertisement	2,000	2,000	2,000	-
IRMA Excess Reserves	-	279,350	279,350	-
IPBC Terminal Reserve	-	94,279	194,398	100,119
Miscellaneous	21,000	21,000	20,576	(424)
Total other revenues	59,714	433,343	533,476	100,133
TOTAL REVENUES	\$ 12,304,323	\$ 12,894,756	\$ 13,031,926	\$ 137,170

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
GENERAL GOVERNMENT				
Legislative				
Salaries - part-time	\$ 53,800	\$ 53,800	\$ 52,697	\$ 1,103
Social Security tax	3,336	3,336	3,267	69
Medicare tax	780	780	764	16
IMRF	6,911	6,911	6,559	352
Travel	583	583	-	583
Training	1,000	1,000	321	679
Subscriptions	530	530	294	236
Memberships	10,675	10,675	10,973	(298)
Office supplies	-	-	169	(169)
Library reimbursement	6,200	6,200	5,056	1,144
Pool reimbursement	1,500	1,500	1,380	120
Senior citizens	3,000	3,000	(20)	3,020
Newsletters	16,800	16,800	11,834	4,966
Other community relations	3,500	3,500	10,591	(7,091)
Total legislative	108,615	108,615	103,885	4,730
City clerk				
Salaries - full-time	143,952	143,952	130,055	13,897
Salaries - part-time	8,400	8,400	9,804	(1,404)
Overtime	550	550	204	346
Buybacks and other benefits	2,691	2,691	2,575	116
Social Security tax	9,647	9,647	8,473	1,174
Medicare tax	2,256	2,256	1,982	274
Health insurance	38,397	38,397	38,596	(199)
Other insurance	2,563	2,563	1,796	767
Employee assistance program	57	57	53	4
IMRF	23,074	23,074	20,410	2,664
Maintenance - equipment	6,000	6,000	2,663	3,337
Travel	2,450	2,450	2,337	113
Training	700	700	605	95
Subscriptions	100	100	85	15
Tuition reimbursement	7,800	7,800	5,271	2,529
Memberships	615	615	619	(4)
Legal notices/news publications	9,000	9,000	4,724	4,276
Regular contractual services	16,500	16,500	11,675	4,825
Office supplies	6,000	6,000	6,758	(758)
Operating supplies	4,200	4,200	2,972	1,228
Total city clerk	284,952	284,952	251,657	33,295

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

GENERAL GOVERNMENT (Continued)	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
City treasurer				
Salaries - full-time	\$ 153,858	\$ 153,858	\$ 146,323	\$ 7,535
Salaries - part-time	8,400	8,400	9,624	(1,224)
Overtime	2,088	2,088	548	1,540
Buybacks and other benefits	4,328	4,328	5,531	(1,203)
Social Security tax	10,458	10,458	9,642	816
Medicare tax	2,446	2,446	2,255	191
Health insurance	29,196	29,196	27,892	1,304
Other insurance	2,023	2,023	1,601	422
Employee assistance program	57	57	53	4
IMRF	25,014	25,014	22,094	2,920
Auditing	18,913	18,913	18,913	-
Travel	3,400	3,400	2,102	1,298
Training	1,750	1,750	224	1,526
Subscriptions	200	200	-	200
Memberships	1,800	1,800	935	865
Regular contractual services	-	-	200	(200)
Office supplies	1,700	1,700	1,135	565
Legal notices/news publications	950	950	776	174
Bank fees	1,000	1,000	1,449	(449)
Credit card processing fee	7,500	7,500	6,792	708
Operating supplies	3,500	3,500	3,260	240
Property tax refunds	-	-	27,426	(27,426)
Total city treasurer	278,581	278,581	288,833	(10,252)
Police and fire board				
Salaries - part-time	1,607	1,607	1,087	520
Social Security tax	100	100	67	33
Medicare tax	23	23	16	7
Legal	1,000	1,000	5,306	(4,306)
Travel	-	-	32	(32)
Memberships	375	375	375	-
Legal notices/news publications	-	-	397	(397)
Regular contractual services	2,190	2,190	6,230	(4,040)
Office supplies	250	250	207	43
Total police and fire board	5,545	5,545	14,052	(8,507)

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
GENERAL GOVERNMENT (Continued)				
Planning and zoning				
Salaries - part-time	\$ 4,978	\$ 4,978	\$ 4,800	\$ 178
Social Security tax	309	309	298	11
Medicare tax	72	72	70	2
Legal	15,000	15,000	27,506	(12,506)
Training and meetings	550	550	550	-
Office supplies	-	-	1,079	(1,079)
Total planning and zoning	<u>20,909</u>	<u>20,909</u>	<u>34,303</u>	<u>(13,394)</u>
Community development				
Salaries - full-time	193,685	193,685	172,709	20,976
Overtime	2,106	2,106	70	2,036
Buybacks and other benefits	4,470	4,470	1,375	3,095
Social Security tax	12,416	12,416	10,323	2,093
Medicare tax	2,904	2,904	2,428	476
Health insurance	26,718	26,718	28,539	(1,821)
Other insurance	1,920	1,920	1,352	568
Employee assistance program	57	57	35	22
IMRF	29,699	29,699	25,179	4,520
Maintenance - motor vehicles	500	500	-	500
Engineering	12,000	12,000	34,218	(22,218)
Inspection fees	15,000	15,000	17,500	(2,500)
Travel	-	-	23	(23)
Training	750	750	278	472
Subscriptions	779	779	650	129
Memberships	369	369	381	(12)
Regular contractual services	225,000	225,000	289,041	(64,041)
Office supplies	4,000	4,000	1,787	2,213
Operating supplies	1,500	1,500	1,766	(266)
Fuel/oil	200	200	-	200
Tuition reimbursement	5,200	5,200	5,200	-
Total community development	<u>539,273</u>	<u>539,273</u>	<u>592,859</u>	<u>(53,586)</u>

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
GENERAL GOVERNMENT (continued)				
General administration				
Salaries - full-time	\$ 256,628	\$ 256,628	\$ 256,630	\$ (2)
Salaries - part-time	1,800	1,800	1,350	450
Buybacks and other benefits	7,537	7,537	6,197	1,340
Social Security tax	14,424	14,424	14,288	136
Medicare tax	3,856	3,856	3,757	99
Health insurance	37,796	37,796	37,989	(193)
Retiree insurance allowance	51,800	51,800	48,650	3,150
Other insurance	1,995	1,995	1,728	267
Unemployment	5,000	5,000	2,280	2,720
Employee assistance program	52	52	53	(1)
IMRF	39,176	39,176	38,301	875
Employee physicals	500	500	216	284
Maintenance - equipment	3,500	3,500	3,023	477
Maintenance - motor vehicles	3,000	3,000	1,852	1,148
Engineering	115,000	115,000	54,953	60,047
Legal	635,000	635,000	884,527	(249,527)
Labor negotiations	8,000	8,000	324	7,676
Cellular/pagers	800	800	750	50
Travel	1,385	1,385	1,071	314
Training	1,200	1,200	3,108	(1,908)
Subscriptions	1,030	1,030	1,223	(193)
Memberships	21,325	21,325	20,988	337
Telephone	25,000	25,000	18,064	6,936
Postage	13,000	13,000	14,301	(1,301)
Electricity	65,000	65,000	89,270	(24,270)
Water	6,000	6,000	6,028	(28)
Risk management	199,800	199,800	134,309	65,491
Regular contractual services	104,433	104,433	23,120	81,313
Office supplies	2,900	2,900	2,498	402
Fuel/oil	2,600	2,600	1,438	1,162
Tax sharing	598,802	598,802	445,541	153,261
Total general administration	<u>2,228,339</u>	<u>2,228,339</u>	<u>2,117,827</u>	<u>110,512</u>

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

GENERAL GOVERNMENT (continued)	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
IT Department				
Software/licenses	\$ 27,000	\$ 27,000	\$ 21,163	\$ 5,837
Contractual/consulting	122,600	122,600	103,109	19,491
Operating supplies	3,000	3,000	1,544	1,456
Software	26,376	26,376	-	26,376
Hardware	12,500	12,500	14,740	(2,240)
Total IT Department	191,476	191,476	140,556	50,920
Total general government	3,657,690	3,657,690	3,543,972	113,718
PUBLIC SAFETY				
Police management				
Salaries - full-time	2,363,437	2,363,437	2,316,789	46,648
Salaries - part-time	129,804	129,804	113,860	15,944
Overtime	114,000	114,000	98,061	15,939
Buybacks and other benefits	152,381	152,381	151,965	416
Social Security tax	169,819	169,819	163,494	6,325
Medicare tax	39,716	39,716	38,357	1,359
Health insurance	360,966	360,966	367,106	(6,140)
Other insurance	20,147	20,147	17,991	2,156
Employee assistance program	600	600	475	125
IMRF	37,770	37,770	35,870	1,900
Police pension	938,134	1,009,127	1,009,127	-
Employee physicals	1,000	1,000	1,178	(178)
Uniform allowance	25,200	25,200	12,598	12,602
Maintenance - equipment	9,750	9,750	4,684	5,066
Maintenance - motor vehicles	18,000	18,000	20,506	(2,506)
Labor negotiations	150,000	330,000	363,834	(33,834)
Cellular/pagers	5,500	5,500	3,487	2,013
Travel	500	500	1,666	(1,166)
Training	9,850	9,850	3,908	5,942
Subscriptions	4,750	4,750	3,976	774
Tuition reimbursement	18,201	18,201	6,363	11,838
Memberships	4,000	4,000	3,875	125
Regular contractual services	15,615	15,615	10,975	4,640
Office supplies	6,000	6,000	3,125	2,875

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
PUBLIC SAFETY (continued)				
Police management (continued)				
Operating supplies	\$ 15,195	\$ 15,195	\$ 17,352	\$ (2,157)
Fuel/oil	60,000	60,000	41,772	18,228
Operating capital	1,800	1,800	-	1,800
Grant expenditures	-	-	686	(686)
	<u>4,672,135</u>	<u>4,923,128</u>	<u>4,813,080</u>	<u>110,048</u>
Total police management				
E.S.D.A. Management				
Salaries - part-time	-	-	120	(120)
Social Security tax	-	-	7	(7)
Medicare tax	-	-	2	(2)
Cellular/pagers	-	-	99	(99)
	<u>-</u>	<u>-</u>	<u>228</u>	<u>(228)</u>
Total E.S.D.A.				
Total public safety	<u>4,672,135</u>	<u>4,923,128</u>	<u>4,813,308</u>	<u>109,820</u>
HIGHWAYS AND STREETS				
Public works management				
Salaries - full-time	660,210	660,210	648,821	11,389
Salaries - part-time	30,000	30,000	22,560	7,440
Overtime	38,723	38,723	27,475	11,248
Buybacks and other benefits	10,145	10,145	10,252	(107)
Pager allowance	32,850	32,850	35,534	(2,684)
Social Security tax	47,860	47,860	45,343	2,517
Medicare tax	11,193	11,193	10,604	589
Health insurance	161,730	161,730	161,853	(123)
Other insurance	8,115	8,115	7,457	658
Employee assistance program	190	190	176	14
IMRF	110,028	110,028	105,597	4,431
Employee physicals	1,600	1,600	1,028	572
Uniform allowance	7,678	7,678	7,987	(309)
Maintenance - building	47,000	47,000	48,976	(1,976)
Maintenance - equipment	20,000	20,000	23,244	(3,244)

CITY OF COUNTRYSIDE

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
HIGHWAYS AND STREETS (continued)				
Public works management (continued)				
Maintenance - infrastructure	\$ 53,548	\$ 53,548	\$ 72,219	\$ (18,671)
Maintenance - motor vehicles	15,000	15,000	14,103	897
Cellular/pagers	1,200	1,200	1,593	(393)
Training	500	500	424	76
Memberships	1,000	1,000	376	624
Regular contractual services	194,650	194,650	214,390	(19,740)
Office supplies	1,000	1,000	1,167	(167)
Operating supplies	115,400	115,400	126,065	(10,665)
Fuel/oil	31,000	31,000	24,722	6,278
Safety equipment	<u>1,150</u>	<u>1,150</u>	<u>969</u>	<u>181</u>
Total public works management	<u>1,601,770</u>	<u>1,601,770</u>	<u>1,612,935</u>	<u>(11,165)</u>
Total highways and streets	<u>1,601,770</u>	<u>1,601,770</u>	<u>1,612,935</u>	<u>(11,165)</u>
Debt Service				
Debt service - principal retired	555,000	555,000	555,000	-
Debt service - interest	<u>823,504</u>	<u>823,504</u>	<u>823,504</u>	<u>-</u>
Total debt service	<u>1,378,504</u>	<u>1,378,504</u>	<u>1,378,504</u>	<u>-</u>
TOTAL EXPENDITURES	<u>\$ 11,310,099</u>	<u>\$ 11,561,092</u>	<u>\$ 11,348,719</u>	<u>\$ 212,373</u>

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - HOTEL/MOTEL TAX FUND For the Year Ended April 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Hotel/motel taxes	\$ 368,119	\$ 368,119	\$ 365,730	\$ (2,389)
Investment income	7,500	7,500	3,635	(3,865)
Miscellaneous	20,000	20,000	53,935	33,935
Total Revenues	<u>395,619</u>	<u>395,619</u>	<u>423,300</u>	<u>27,681</u>
EXPENDITURES				
CURRENT				
Overtime	18,335	18,335	15,114	3,221
Advertising	50,500	50,500	47,092	3,408
Festival expenditures	6,700	6,700	6,473	227
Easter egg hunt	565	565	556	9
Concerts in the park	29,310	29,310	32,474	(3,164)
Children's holiday party	6,275	6,275	9,965	(3,690)
Parade	-	-	26,237	(26,237)
Other community relations	63,001	63,001	47,259	15,742
Supplies	500	500	-	500
Tax sharing	94,156	94,156	-	94,156
Total Expenditures	<u>269,342</u>	<u>269,342</u>	<u>185,170</u>	<u>84,172</u>
Excess (deficiency) of revenues over (under) expenditures	<u>126,277</u>	<u>126,277</u>	<u>238,130</u>	<u>111,853</u>
OTHER FINANCING USES				
Transfers out	(114,970)	(614,970)	(614,970)	-
Total Other Financing Uses	<u>(114,970)</u>	<u>(614,970)</u>	<u>(614,970)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 11,307</u>	<u>\$ (488,693)</u>	(376,840)	<u>\$ 111,853</u>
FUND BALANCE - Beginning of Year			<u>1,459,105</u>	
FUND BALANCE - END OF YEAR			<u>\$ 1,082,265</u>	

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND For the Year Ended April 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 459,885	\$ 459,885	\$ -	\$ (459,885)
Total Revenues	<u>459,885</u>	<u>459,885</u>	<u>-</u>	<u>(459,885)</u>
EXPENDITURES				
Current:				
Public safety	-	-	47,418	(47,418)
Capital outlay	<u>1,256,160</u>	<u>2,871,160</u>	<u>2,481,319</u>	<u>389,841</u>
Total Expenditures	<u>1,256,160</u>	<u>2,871,160</u>	<u>2,528,737</u>	<u>342,423</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(796,275)</u>	<u>(2,411,275)</u>	<u>(2,528,737)</u>	<u>(117,462)</u>
OTHER FINANCING SOURCES				
Transfers in	<u>796,275</u>	<u>2,446,751</u>	<u>2,445,796</u>	<u>(955)</u>
Total Other Financing Sources	<u>796,275</u>	<u>2,446,751</u>	<u>2,445,796</u>	<u>(955)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 35,476</u>	<u>(82,941)</u>	<u>\$ (118,417)</u>
FUND BALANCE (DEFICIT) - Beginning of Year			<u>(29,933)</u>	
FUND BALANCE (DEFICIT) - END OF YEAR			<u>\$ (112,874)</u>	

CITY OF COUNTRYSIDE

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS As of April 30, 2017

	Emergency Telephone System	Motor Fuel Tax	Asset Seizure	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 442	\$ 394,075	\$ 145,655	\$ 540,172
Receivables				
Intergovernmental	-	12,907	-	12,907
TOTAL ASSETS	<u>\$ 442</u>	<u>\$ 406,982</u>	<u>\$ 145,655</u>	<u>\$ 553,079</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 442	\$ -	\$ 1,964	\$ 2,406
Total Liabilities	<u>442</u>	<u>-</u>	<u>1,964</u>	<u>2,406</u>
Fund Balances (Deficit)				
Restricted for highways and streets	-	406,982	-	406,982
Restricted for public safety	-	-	143,691	143,691
Total Fund Balances (deficit)	<u>-</u>	<u>406,982</u>	<u>143,691</u>	<u>550,673</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 442</u>	<u>\$ 406,982</u>	<u>\$ 145,655</u>	<u>\$ 553,079</u>

CITY OF COUNTRYSIDE

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS For the Year Ended April 30, 2017

	Emergency Telephone System	Motor Fuel Tax	Asset Seizure	Total Nonmajor Governmental Funds
REVENUES				
Intergovernmental	\$ 19,499	\$ 149,418	\$ 33,009	\$ 201,926
Investment income	13	50	332	395
Miscellaneous	-	-	118	118
Total Revenues	<u>19,512</u>	<u>149,468</u>	<u>33,459</u>	<u>202,439</u>
EXPENDITURES				
Current				
Public safety	315,119	-	91,707	406,826
Total Expenditures	<u>315,119</u>	<u>-</u>	<u>91,707</u>	<u>406,826</u>
Excess (deficiency) of revenues over expenditures	<u>(295,607)</u>	<u>149,468</u>	<u>(58,248)</u>	<u>(204,387)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	129,196	-	-	129,196
Transfers out	-	-	(385,000)	(385,000)
Sales of capital assets	-	-	8,750	8,750
Total Other Financing Sources (Uses)	<u>129,196</u>	<u>-</u>	<u>(376,250)</u>	<u>(247,054)</u>
Net Change in Fund Balances	(166,411)	149,468	(434,498)	(451,441)
FUND BALANCES - Beginning of Year	<u>166,411</u>	<u>257,514</u>	<u>578,189</u>	<u>1,002,114</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ 406,982</u>	<u>\$ 143,691</u>	<u>\$ 550,673</u>

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - EMERGENCY TELEPHONE SYSTEM FUND For the Year Ended April 30, 2017

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Surcharge - 911	\$ 95,000	\$ 95,000	\$ 19,499	\$ (75,501)
Investment income	500	500	13	(487)
Total Revenues	95,500	95,500	19,512	(75,988)
EXPENDITURES				
CURRENT				
Maintenance - equipment	7,000	7,000	315	6,685
Software maintenance/licenses	5,420	5,420	5,420	-
Telephone	29,000	29,000	6,471	22,529
Contractual services	362,000	362,000	302,913	59,087
Operating capital	10,000	10,000	-	10,000
Total Expenditures	413,420	413,420	315,119	98,301
Excess (deficiency) of revenues over (under) expenditures	(317,920)	(317,920)	(295,607)	22,313
OTHER FINANCING SOURCES				
Transfers in	129,196	129,196	129,196	-
Total Other Financing Sources	129,196	129,196	129,196	-
Net Change in Fund Balance	\$ (188,724)	\$ (188,724)	(166,411)	\$ 22,313
FUND BALANCE - Beginning of Year			166,411	
FUND BALANCE - END OF YEAR			\$ -	

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MOTOR FUEL TAX FUND For the Year Ended April 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 152,681	\$ 152,681	\$ 149,418	\$ (3,263)
Investment income	300	300	50	(250)
Total Revenues	<u>152,981</u>	<u>152,981</u>	<u>149,468</u>	<u>(3,513)</u>
EXPENDITURES				
Current:				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>152,981</u>	<u>152,981</u>	<u>149,468</u>	<u>(3,513)</u>
Net Change in Fund Balance	<u>\$ 152,981</u>	<u>\$ 152,981</u>	149,468	<u>\$ (3,513)</u>
FUND BALANCE - Beginning of Year			<u>257,514</u>	
FUND BALANCE - END OF YEAR			<u>\$ 406,982</u>	

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - ASSET SEIZURE FUND For the Year Ended April 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 112,000	\$ 112,000	\$ 33,009	\$ (78,991)
Investment income	-	-	332	332
Miscellaneous	-	-	118	118
Total Revenues	<u>112,000</u>	<u>112,000</u>	<u>33,459</u>	<u>(78,541)</u>
EXPENDITURES				
Current:				
Public safety	<u>156,900</u>	<u>156,900</u>	<u>91,707</u>	<u>65,193</u>
Total Expenditures	<u>156,900</u>	<u>156,900</u>	<u>91,707</u>	<u>65,193</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(44,900)</u>	<u>(44,900)</u>	<u>(58,248)</u>	<u>(13,348)</u>
OTHER FINANCING SOURCES (USES)				
Sales of capital assets	10,000	10,000	8,750	(1,250)
Transfers out	<u>-</u>	<u>(385,000)</u>	<u>(385,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>(375,000)</u>	<u>(376,250)</u>	<u>(1,250)</u>
Net Change in Fund Balance	<u>\$ (34,900)</u>	<u>\$ (419,900)</u>	<u>(434,498)</u>	<u>\$ (14,598)</u>
FUND BALANCE - Beginning of Year			<u>578,189</u>	
FUND BALANCE - END OF YEAR			<u>\$ 143,691</u>	

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL - WATER FUND - NON GAAP BUDGETARY BASIS For the Year Ended April 30, 2017

	2017			
	Budgeted Amount		Actual	Variance With Final Budget
	Original	Final		
OPERATING REVENUES				
Charges for services				
Water charges	\$ 4,414,211	\$ 4,414,211	\$ 4,477,330	\$ 63,119
Inspection fees	700	700	525	(175)
Connection fees	8,000	8,000	3,600	(4,400)
Disconnection fees	-	-	-	-
Sale of meters	6,500	6,500	2,251	(4,249)
Water deposit	79	79	-	(79)
Total charges for services	<u>4,429,490</u>	<u>4,429,490</u>	<u>4,483,706</u>	<u>54,216</u>
Fines and forfeitures				
Penalties	<u>6,500</u>	<u>6,500</u>	<u>6,509</u>	<u>9</u>
Other revenue				
Miscellaneous	<u>79,309</u>	<u>79,309</u>	<u>115,859</u>	<u>36,550</u>
Total operating revenues	<u>4,515,299</u>	<u>4,515,299</u>	<u>4,606,074</u>	<u>90,775</u>
OPERATING EXPENSES				
Cost of sales and services	3,935,022	3,935,022	3,769,523	165,499
Administration	287,180	287,180	277,672	9,508
Benefits	<u>124,662</u>	<u>124,662</u>	<u>117,176</u>	<u>7,486</u>
Total operating expenses	<u>4,346,864</u>	<u>4,346,864</u>	<u>4,164,371</u>	<u>182,493</u>
Operating income (loss)	<u>168,435</u>	<u>168,435</u>	<u>441,703</u>	<u>273,268</u>
Non-operating revenues (expenses)				
Investment income	23,125	23,125	13,252	(9,873)
Debt service - interest	(366,275)	(366,275)	(83,942)	282,333
Bond principal	<u>-</u>	<u>-</u>	<u>(280,000)</u>	<u>(280,000)</u>
Total non-operating revenues (expenses)	<u>(343,150)</u>	<u>(343,150)</u>	<u>(350,690)</u>	<u>(7,540)</u>
Transfers				
Transfers out	<u>-</u>	<u>(85,000)</u>	<u>(85,000)</u>	<u>-</u>
Total transfers	<u>-</u>	<u>(85,000)</u>	<u>(85,000)</u>	<u>-</u>
Change in net position - Budgetary basis	<u>\$ (174,715)</u>	<u>\$ (259,715)</u>	6,013	<u>\$ 265,728</u>
Adjustments to GAAP Basis				
Bond principal payments			280,000	
Capitalize assets			609,574	
Pension expense - IMRF			18,671	
Bond amortization expense			(11,377)	
Depreciation expense			<u>(583,423)</u>	
			<u>313,445</u>	
NET POSITION - Beginning of Year			<u>15,128,647</u>	
NET POSITION - END OF YEAR			<u>\$ 15,448,105</u>	

CITY OF COUNTRYSIDE

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL - WATER FUND - NON GAAP BUDGETARY BASIS For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Operating expenses excluding depreciation and pension expense				
Cost of sales and services				
Uniform allowance	\$ 1,850	\$ 1,850	\$ 2,142	\$ (292)
Maintenance - building	16,705	16,705	14,927	1,778
Maintenance - equipment	20,000	20,000	12,625	7,375
Maintenance - motor vehicles	2,000	2,000	1,627	373
Maintenance - infrastructure	107,697	107,697	156,871	(49,174)
Auditing	2,225	2,225	2,225	-
Engineering	10,000	10,000	7,326	2,674
Legal	2,000	2,000	-	2,000
Cellular/pagers	2,200	2,200	1,458	742
Travel	-	-	156	(156)
Training	1,100	1,100	32	1,068
Telephone	1,200	1,200	1,230	(30)
Postage	6,500	6,500	5,335	1,165
Natural gas	6,000	6,000	4,208	1,792
Electricity	50,000	50,000	67,323	(17,323)
Purchase water	140	140	-	140
Legal notices/news publications	2,500	2,500	792	1,708
Risk management	39,225	39,225	26,073	13,152
Water purchased	2,768,052	2,768,052	2,764,837	3,215
Regular contractual services	74,400	74,400	17,117	57,283
Office supplies	3,000	3,000	3,159	(159)
Credit card processing fee	25,498	25,498	29,047	(3,549)
Operating supplies	20,470	20,470	18,037	2,433
Fuel/oil	3,300	3,300	2,295	1,005
Pager allowance	6,745	6,745	6,708	37
Infrastructure improvement	724,715	724,715	609,574	115,141
Operating capital	37,500	37,500	14,399	23,101
Total cost of sales and service	3,935,022	3,935,022	3,769,523	165,499
Administration				
Salaries - full-time	249,847	249,847	234,750	15,097
Salaries - part-time	-	-	5,304	(5,304)
Overtime	24,145	24,145	23,198	947
Buybacks and other benefits	8,030	8,030	10,681	(2,651)
Employee assistance program	-	-	35	(35)
Software	4,500	4,500	3,284	1,216
Memberships	658	658	420	238
Total administration	287,180	287,180	277,672	9,508

CITY OF COUNTRYSIDE

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL - WATER FUND - NON GAAP BUDGETARY BASIS For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Operating expenses excluding depreciation and pension expense (continued)				
Benefits				
Social Security tax	\$ 17,904	\$ 17,904	\$ 16,673	\$ 1,231
Medicare tax	4,187	4,187	3,899	288
Health insurance	56,977	56,977	54,960	2,017
Other insurance	2,770	2,770	2,339	431
IMRF	<u>42,824</u>	<u>42,824</u>	<u>39,305</u>	<u>3,519</u>
Total benefits	<u>124,662</u>	<u>124,662</u>	<u>117,176</u>	<u>7,486</u>
 Total operating expenses excluding depreciation and pension expense - Budgetary basis	 <u>\$ 4,346,864</u>	 <u>\$ 4,346,864</u>	 4,164,371	 <u>\$ 182,493</u>
 Adjustments to GAAP Basis				
Capitalize assets			(609,574)	
Pension expense			(18,671)	
Depreciation expense			<u>583,423</u>	
Total adjustments to GAAP basis			<u>(44,822)</u>	
 Total operating expenses			 <u>\$ 4,119,549</u>	

CITY OF COUNTRYSIDE

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL - SANITARY SEWER FUND - NON GAAP BUDGETARY BASIS For the Year Ended April 30, 2017

	2017			
	Budgeted Amount		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 25,250	\$ 25,250	\$ 25,302	\$ 52
Fines and forfeitures	100	100	112	12
Total operating revenues	25,350	25,350	25,414	64
Operating expenses				
Cost of sales and services	9,403	9,403	1,112	8,291
Administration	10,853	10,853	11,077	(224)
Benefits	5,094	5,094	4,681	413
Total operating expenses	25,350	25,350	16,870	8,480
Operating income (loss)	-	-	8,544	8,544
Non-operating revenues (expenses)				
Investment income	-	-	10	10
Total non-operating revenues (expenses)	-	-	10	10
Change in net position - Budgetary basis	\$ -	\$ -	8,554	\$ 8,554
Adjustments to GAAP Basis				
Pension expense - IMRF			(143)	
Depreciation expense			(68,616)	
			(68,759)	
NET POSITION - Beginning of Year			1,218,194	
NET POSITION - END OF YEAR			<u>\$ 1,157,989</u>	

CITY OF COUNTRYSIDE

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL - SANITARY SEWER FUND - NON GAAP BUDGETARY BASIS For the Year Ended April 30, 2017

	2017			
	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Operating expenses excluding depreciation and pension expense				
Cost of sales and services				
Maintenance - equipment	\$ 8,291	\$ 8,291	\$ -	\$ 8,291
Auditing	1,112	1,112	1,112	-
Total cost of sales and service	9,403	9,403	1,112	8,291
Administration				
Salaries - full-time	10,853	10,853	10,853	-
Overtime	-	-	224	(224)
Total administration	10,853	10,853	11,077	(224)
Benefits				
Social Security tax	673	673	667	6
Medicare tax	157	157	156	1
Health insurance	2,654	2,654	2,257	397
IMRF	1,610	1,610	1,601	9
Total benefits	5,094	5,094	4,681	413
Total operating expenses excluding depreciation and pension expense - Budgetary basis	\$ 25,350	\$ 25,350	16,870	\$ 8,480
Adjustments to GAAP Basis				
Pension expense - IMRF			143	
Depreciation expense			68,616	
Total adjustments to GAAP basis			68,759	
Total operating expenses			\$ 85,629	

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	107 - 111
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue source.	112 - 117
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	118 - 121
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within the City's financial activities take place.	122 - 124
Operating Information	
These schedules contain information about the City's service and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	125 - 126

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

CITY OF COUNTRYSIDE, ILLINOIS

SCHEDULE OF NET POSITION BY COMPONENT

Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015 **	2016	2017
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	\$ 18,260,056	\$ 17,242,327	\$ 16,299,994	\$ 17,891,505	\$ 17,352,915	\$ 5,299,111	\$ 4,054,965	\$ 4,549,528	\$ 4,616,387	\$ 7,572,599
Restricted	995,662	5,007,256	4,106,101	1,739,427	1,633,666	1,600,557	1,283,600	1,438,897	1,002,114	550,673
Unrestricted	11,550,703	7,360,809	9,014,247	8,918,714	9,530,942	9,993,272	10,532,246	10,476,715	(7,169,926)	(4,393,985)
TOTAL GOVERNMENTAL ACTIVITIES NET POSITION	\$ 30,806,421	\$ 29,610,392	\$ 29,420,342	\$ 28,549,646	\$ 28,517,523	\$ 16,892,940	\$ 15,870,811	\$ 16,465,140	\$ (1,551,425)	\$ 3,729,287
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets	\$ 12,309,485	\$ 11,950,140	\$ 12,120,955	\$ 11,666,273	\$ 11,112,496	\$ 10,741,406	\$ 11,766,715	\$ 13,061,437	\$ 13,114,841	\$ 13,330,744
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	2,620,533	3,044,914	3,047,423	3,704,280	4,641,812	5,479,182	4,742,953	3,325,362	3,232,000	3,275,350
TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	\$ 14,930,018	\$ 14,995,054	\$ 15,168,378	\$ 15,370,553	\$ 15,754,308	\$ 16,220,588	\$ 16,509,668	\$ 16,386,799	\$ 16,346,841	\$ 16,606,094
PRIMARY GOVERNMENT										
Net investment in capital assets	\$ 30,569,541	\$ 29,192,467	\$ 28,420,949	\$ 29,557,778	\$ 28,465,411	\$ 16,040,517	\$ 15,821,680	\$ 17,610,965	\$ 17,731,228	\$ 20,903,343
Restricted	995,662	5,007,256	4,106,101	1,739,427	1,633,666	1,600,557	1,283,600	1,438,897	1,002,114	550,673
Unrestricted	14,171,236	10,405,723	12,061,670	12,622,994	14,172,754	15,472,454	15,275,199	13,802,077	(3,937,926)	(1,118,635)
TOTAL PRIMARY GOVERNMENT	\$ 45,736,439	\$ 44,605,446	\$ 44,588,720	\$ 43,920,199	\$ 44,271,831	\$ 33,113,528	\$ 32,380,479	\$ 32,851,939	\$ 14,795,416	\$ 20,335,381

Source:

The City of Countryside Comprehensive Annual Financial Report

** The City implemented GASB 68 in fiscal year 2016, which restated net position as of May 1, 2016. Prior year information has not been updated for the implementation of GASB 68.

CITY OF COUNTRYSIDE, ILLINOIS

SCHEDULE OF CHANGES IN NET POSITION

Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015**	2016	2017*
EXPENSES										
Governmental activities										
General government	\$ 2,923,526	\$ 2,929,964	\$ 3,310,496	\$ 3,938,211	\$ 2,898,074	\$ 3,594,880	\$ 2,614,864	\$ 4,152,619	\$ 4,266,092	\$ 3,863,757
Public Safety	4,511,179	4,488,922	4,524,840	4,590,465	4,862,744	4,946,327	5,108,447	4,892,974	6,834,924	1,655,780
Highway and Streets	1,741,276	1,813,956	1,455,819	1,178,344	1,763,849	2,144,977	2,177,819	2,014,273	2,389,680	2,056,770
Culture and recreation	412,421	277,554	209,204	913,184	275,322	118,980	-	-	-	-
Economic development	-	234,043	167,719	2,248,035	1,607,530	137,043	1,212,880	323,974	235,485	299,850
Interest	-	1,078,855	1,285,367	1,244,576	1,270,430	1,252,330	1,142,225	1,283,670	964,939	935,752
Total governmental activities expenses	9,588,402	10,823,294	10,953,445	14,112,815	12,677,949	12,194,537	12,256,235	12,667,510	14,691,120	8,811,909
Business-type activities										
Water	2,814,239	3,035,093	3,195,026	3,471,193	3,426,352	3,701,530	3,923,356	4,352,133	4,341,947	4,214,868
Sanitary Sewer	118,577	61,345	71,756	73,814	86,688	89,006	92,862	86,277	89,352	85,629
Total business-type activities expenses	2,932,816	3,096,438	3,266,782	3,545,007	3,513,040	3,790,536	4,016,218	4,438,410	4,431,299	4,300,497
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 12,521,218	\$ 13,919,732	\$ 14,220,227	\$ 17,657,822	\$ 16,190,989	\$ 15,985,073	\$ 16,272,453	\$ 17,105,920	\$ 19,122,419	\$ 13,112,406
PROGRAM REVENUES										
Governmental activities										
Charges for services										
General government	\$ 441,486	\$ 622,920	\$ 644,979	\$ 484,950	\$ 497,462	\$ 569,981	\$ 647,700	\$ 671,706	\$ 737,769	\$ 545,554
Public Safety	408,644	352,130	524,754	380,692	423,345	419,217	378,474	247,528	211,323	148,321
Culture and recreation	105,061	205,044	155,518	162,386	242,143	33,732	27,996	-	-	-
Operating grants and contributions	291,967	314,958	449,892	528,774	260,074	238,534	226,412	449,607	254,259	461,777
Capital grants and contributions	556,325	423,407	286,884	767,374	116,996	635,470	16,888	404,524	90,990	139,029
Total governmental activities program revenues	1,803,483	1,918,459	2,062,027	2,324,176	1,540,020	1,896,934	1,297,470	1,773,365	1,294,341	1,294,681
Business-type activities program revenues										
Charges for services										
Water	2,864,217	3,097,511	3,394,883	3,700,332	3,856,504	4,211,033	4,259,284	4,312,591	4,594,355	4,606,074
Sewer	25,914	26,183	26,163	26,130	25,980	26,342	25,970	25,411	25,388	25,414
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	2,890,131	3,123,694	3,421,046	3,726,462	3,882,484	4,237,375	4,285,254	4,338,002	4,619,743	4,631,488
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 4,693,614	\$ 5,042,153	\$ 5,483,073	\$ 6,050,638	\$ 5,422,504	\$ 6,134,309	\$ 5,582,724	\$ 6,111,367	\$ 5,914,084	\$ 5,926,169
NET REVENUE (EXPENSE)										
Governmental activities	\$ (7,784,919)	\$ (8,904,835)	\$ (8,891,418)	\$ (11,788,639)	\$ (11,137,929)	\$ (10,297,603)	\$ (10,958,765)	\$ (10,894,145)	\$ (13,396,779)	\$ (7,517,228)
Business-type activities	(42,685)	27,256	154,264	181,455	369,444	446,839	269,036	(100,408)	188,444	330,991
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (7,827,604)	\$ (8,877,579)	\$ (8,737,154)	\$ (11,607,184)	\$ (10,768,485)	\$ (9,850,764)	\$ (10,689,729)	\$ (10,994,553)	\$ (13,208,335)	\$ (7,186,237)

** The City implemented GASB 68 in fiscal year 2016, which restated net position as of May 1, 2016. Prior year information has not been updated for the implementation of GASB 68.

CITY OF COUNTRYSIDE, ILLINOIS

SCHEDULE OF CHANGES IN NET POSITION (Continued)

Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
GENERAL REVENUES AND OTHER										
CHANGES IN NET POSITION										
Governmental activities										
Taxes										
Property taxes	\$ 54,587	\$ 57,900	\$ 67,301	\$ 1,552,947	\$ 1,587,343	\$ 1,573,006	\$ 1,061,872	\$ 181,569	\$ 136,582	\$ 347,039
Sales and use taxes	718,179	653,031	1,577,843	1,852,415	1,929,989	2,043,338	2,122,144	2,099,698	2,077,697	2,147,544
Hotel/motel taxes	425,857	347,298	265,410	259,236	281,751	309,102	329,326	347,381	363,799	365,730
Electric use tax	-	-	421,264	446,733	440,375	450,117	447,097	429,489	420,062	426,708
Vehicle fuel tax	-	-	379,954	442,583	187,415	209,130	204,853	203,010	203,328	380,146
Eating and drinking tax	-	-	386,077	399,170	389,991	397,189	436,436	496,056	515,069	540,045
Other taxes	335,576	323,737	305,003	317,925	398,750	331,914	522,845	659,439	697,783	718,100
Intergovernmental										
Shared income taxes	551,611	545,869	475,828	467,098	481,122	531,260	574,445	577,324	708,653	596,688
Shared sales taxes	6,028,855	5,412,600	4,837,762	5,019,326	5,271,977	5,706,424	5,927,830	6,220,954	6,558,820	6,646,694
Shared personal property replacement	-	-	-	-	-	4,504	5,058	5,028	5,087	5,818
Investment income	636,866	317,029	138,732	90,076	45,541	40,146	238,086	57,731	238,906	297,324
Miscellaneous	240,307	51,341	54,809	70,434	91,552	210,536	208,944	210,799	222,987	241,104
Transfers	-	-	-	-	-	-	-	-	-	85,000
Special Item	-	-	-	-	-	(13,133,346)	(2,142,304)	-	(357,034)	-
Total governmental activities	8,991,838	7,708,805	8,909,983	10,917,943	11,105,806	(1,326,680)	9,936,632	11,488,478	11,791,739	12,797,940
Business-type activities										
Investment income	172,393	37,780	19,060	20,720	14,311	19,441	20,044	(22,461)	8,877	13,262
Transfers	-	-	-	-	-	-	-	-	-	(85,000)
Total business-type activities	172,393	37,780	19,060	20,720	14,311	19,441	20,044	(22,461)	8,877	(71,738)
TOTAL PRIMARY GOVERNMENT	\$ 9,164,231	\$ 7,746,585	\$ 8,929,043	\$ 10,938,663	\$ 11,120,117	\$ (1,307,239)	\$ 9,956,676	\$ 11,466,017	\$ 11,800,616	\$ 12,726,202
CHANGE IN NET POSITION										
Governmental activities	\$ 1,206,919	\$ (1,196,030)	\$ 18,565	\$ (870,696)	\$ (32,123)	\$ (11,624,283)	\$ (1,022,133)	\$ 594,333	\$ (1,605,040)	\$ 5,280,712
Business-type activities	129,708	65,036	173,324	202,175	383,755	466,280	289,080	(122,869)	197,321	259,253
TOTAL PRIMARY GOVERNMENT										
CHANGE IN NET POSITION	\$ 1,336,627	\$ (1,130,994)	\$ 191,889	\$ (668,521)	\$ 351,632	\$ (11,158,003)	\$ (733,053)	\$ 471,464	\$ (1,407,719)	\$ 5,539,965

Source:

The City of Countryside Comprehensive Annual Financial Report

Note:

* In 2017, the City changed the presentation of state sales tax revenues from the sales and use tax line to a new line in the intergovernmental revenues. Prior periods have been updated to retroactively reflect this change.

CITY OF COUNTRYSIDE, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2008	2009	2010	2011	2012 *	2013	2014	2015	2016	2017
GENERAL FUND										
Reserved	\$ 130,197	\$ 1,850	\$ 4,222	\$ 215,207	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	10,297,940	9,781,896	10,105,156	8,513,856	-	-	-	-	-	-
Nonspendable										
Advances	-	-	-	-	-	3,832,178	5,345,151	5,708,279	7,017,791	7,740,970
Inventories	-	-	-	-	2,687	6,933	7,937	5,671	4,573	5,523
Prepaid items	-	-	-	-	458	-	-	-	-	10,416
Unrestricted										
Unassigned (deficit)	-	-	-	-	10,346,024	9,976,359	9,864,900	10,061,080	10,115,644	9,574,284
TOTAL GENERAL FUND	\$ 10,428,137	\$ 9,783,746	\$ 10,109,378	\$ 8,729,063	\$ 10,349,169	\$ 13,815,470	\$ 15,217,988	\$ 15,775,030	\$ 17,138,008	\$ 17,331,193
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ 995,662.0	\$ 5,016,194.0	\$ 4,118,594.0	\$ 1,743,427.0	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in										
Special revenue funds	1,779,993	1,891,979	1,856,150	1,109,365	-	-	-	-	-	-
Nonspendable										
Prepaid items	-	-	-	-	4,000	-	4,800	4,800	4,800	6,335
Restricted										
Public Safety	-	-	-	-	1,425,746	1,230,059	1,040,566	998,825	744,600	143,691
Highways and streets	-	-	-	-	201,052	370,498	243,034	440,072	257,514	406,982
Economic Development	-	-	-	-	1,769,073	-	-	-	-	-
Unrestricted										
Assigned										
Capital projects	-	-	-	-	1,510,576	1,654,263	2,042,144	1,531,534	1,454,305	1,075,930
Unassigned (deficit)	-	-	-	-	-	(4,179,181)	(5,392,061)	(5,716,035)	(7,026,538)	(7,854,541)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 2,775,655	\$ 6,908,173	\$ 5,974,744	\$ 2,852,792	\$ 4,910,447	\$ (924,361)	\$ (2,061,517)	\$ (2,740,804)	\$ (4,565,319)	\$ (6,221,603)
TOTAL ALL GOVERNMENTAL FUNDS	\$ 13,203,792	\$ 16,691,919	\$ 16,084,122	\$ 11,581,855	\$ 15,259,616	\$ 12,891,109	\$ 13,156,471	\$ 13,034,226	\$ 12,572,689	\$ 11,109,590

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

Source:

The City of Countryside Comprehensive Annual Financial Report

CITY OF COUNTRYSIDE, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
REVENUES										
Taxes	\$ 1,359,757	\$ 1,202,197	\$ 3,245,329	\$ 5,105,662	\$ 4,979,901	\$ 5,164,702	\$ 4,796,681	\$ 3,959,938	\$ 3,943,730	\$ 4,428,080
Licenses and permits	358,803	303,192	511,472	315,548	354,404	402,835	454,376	412,334	464,238	400,801
Intergovernmental	1,541,895	1,204,251	1,428,187	1,827,324	1,098,810	1,738,702	1,245,395	1,878,511	1,627,707	1,326,583
Intergovernmental - shared sales taxes	6,028,855	5,412,600	4,837,762	5,019,326	5,271,977	5,706,424	5,927,830	6,220,954	6,558,820	6,646,694
Fines and forfeitures	239,779	173,333	366,405	205,717	251,847	302,065	259,915	124,692	85,202	99,589
Charges for services	123,411	216,153	227,393	254,721	335,140	138,190	134,270	214,821	115,119	160,446
Investment income	636,866	317,029	138,732	90,076	45,541	40,146	238,086	57,731	239,203	297,488
Miscellaneous	505,955	798,509	130,722	93,132	139,427	141,087	222,882	172,058	287,251	587,529
Total revenues	10,795,321	9,627,264	10,886,002	12,911,506	12,477,047	13,634,151	13,279,435	13,041,039	13,321,270	13,947,210
EXPENDITURES										
General government	4,532,300	3,070,026	3,281,603	3,858,069	2,861,598	3,719,641	3,369,468	3,726,048	4,093,995	3,729,142
Public safety	4,356,208	4,626,973	4,528,265	4,506,151	4,607,619	4,968,799	4,995,269	4,827,042	5,418,995	5,267,552
Highway and streets	1,829,139	1,373,734	1,381,501	1,640,546	1,732,356	1,324,366	1,759,214	1,688,965	1,597,894	1,612,935
Culture and recreation	518,204	462,485	147,791	1,140,788	102,289	92,962	-	-	-	-
Economic Development	-	14,307,940	167,719	4,256,035	3,020,411	5,951,586	1,212,880	323,974	314,593	299,850
Capital Outlay	-	-	-	-	-	1,761,662	626,404	1,201,607	994,724	2,481,319
Debt service										
Principal	440,000	460,000	725,000	770,000	270,000	285,000	300,000	315,000	1,502,966	1,289,757
Interest and fiscal charges	102,769	664,727	1,287,253	1,247,684	1,205,015	1,189,828	1,173,796	1,323,483	876,406	823,504
Total expenditures	11,778,620	24,965,885	11,519,132	17,419,273	13,799,288	19,293,844	13,437,031	13,406,119	14,799,573	15,504,059
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(983,299)	(15,338,621)	(633,130)	(4,507,767)	(1,322,241)	(5,659,693)	(157,596)	(365,080)	(1,478,303)	(1,556,849)
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	200,000	1,101,816	-	3,307,760	887,000	187,445	173,034	2,574,992
Transfers (out)	-	-	(200,000)	(1,101,816)	-	(3,307,760)	(887,000)	(187,445)	(173,034)	(2,489,992)
Sale of capital assets	-	5,800	25,333	5,500	-	3,291,186	422,958	52,716	1,016,766	8,750
Notes payable issued	-	-	-	-	5,000,000	-	-	-	-	-
Bonds issued	-	19,160,000	-	-	-	-	-	18,620,000	-	-
Payment to escrow agent	-	-	-	-	-	-	-	(18,187,231)	-	-
Discount (premium) on bonds issued	-	(339,052)	-	-	-	-	-	(242,650)	-	-
Total other financing sources (uses)	-	18,826,748	25,333	5,500	5,000,000	3,291,186	422,958	242,835	1,016,766	93,750
NET CHANGES IN FUND BALANCES	\$ (983,299)	\$ 3,488,127	\$ (607,797)	\$ (4,502,267)	\$ 3,677,759	\$ (2,368,507)	\$ 265,362	\$ (122,245)	\$ (461,537)	\$ (1,463,099)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	5.95%	10.74%	18.10%	14.29%	14.29%	12.45%	12.68%	13.42%	17.24%	16.42%

Source:

The City of Countryside Comprehensive Annual Financial Report

CITY OF COUNTRYSIDE, ILLINOIS

SALES TAX BY CATEGORY

Last Ten Calendar Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Vendor Category										
General Merchandise	\$ 339,904	\$ 332,770	\$ 435,473	\$ 516,829	\$ 528,814	\$ 546,169	\$ 569,295	\$ 589,130	\$ 609,980	\$ 627,565
Food	642,644	666,392	692,740	658,346	639,945	635,920	649,709	593,352	824,120	793,125
Drinking and Eating Places	462,060	453,786	499,779	598,130	585,695	601,054	639,044	783,037	821,323	884,204
Apparel	13,083	752	(56)	811	17,920	23,476	26,359	23,977	26,261	26,068
Furniture, H.H. & Radio	570,174	539,823	501,756	599,478	516,245	501,492	483,393	456,537	514,290	606,196
Lumber, Building Hardware	443,783	412,316	453,943	570,688	571,748	559,310	640,652	672,018	692,212	701,191
Automobile and Filling Stations	3,083,268	2,917,201	2,625,524	2,606,726	2,924,850	3,285,315	3,473,507	3,761,491	4,015,759	3,083,268
Drugs and Miscellaneous Retail	484,752	427,322	477,782	647,023	700,195	742,573	791,207	775,175	541,590	611,866
Agriculture and All Others	592,313	511,596	452,364	472,386	511,012	600,974	777,244	507,845	457,492	433,748
Manufacturers	149,284	63,638	85,217	55,627	44,093	47,964	37,137	46,924	78,679	115,821
Total	\$ 6,781,265	\$ 6,325,596	\$ 6,224,522	\$ 6,726,044	\$ 7,040,517	\$ 7,544,247	\$ 8,087,547	\$ 8,209,486	\$ 8,581,706	\$ 7,883,052
City's Share of State Sales Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
City's Home Rule Sales Tax Rate	0.25%	0.25%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%

Note: Home rule sales tax rate increased 0.5% effective July 1, 2009.

Source: Illinois Department of Revenue.

CITY OF COUNTRYSIDE, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Fiscal Years

Calendar Year	City Local Rate (1)	City Home Rule Rate	State Rate (1)	County Local Rate (1)	County Home Rule Rate	Regional Transportation Authority	Total Rate
2007	1.00%	0.25%	5.00%	0.25%	0.75%	0.75%	8.00%
2008	1.00%	0.25%	5.00%	0.25%	1.75%	1.00%	9.25%
2009	1.00%	0.75%	5.00%	0.25%	1.75%	1.00%	9.75%
2010	1.00%	0.75%	5.00%	0.25%	1.25%	1.00%	9.25%
2011	1.00%	0.75%	5.00%	0.25%	1.00%	1.00%	9.00%
2012	1.00%	0.75%	5.00%	0.25%	0.75%	1.00%	8.75%
2013	1.00%	0.75%	5.00%	0.25%	0.75%	1.00%	8.75%
2014	1.00%	0.75%	5.00%	0.25%	0.75%	1.00%	8.75%
2015	1.00%	0.75%	5.00%	0.25%	0.75%	1.00%	8.75%
2016	1.00%	0.75%	5.00%	0.25%	1.75%	1.00%	9.75%

Data Source

The City and the Illinois Department of Revenue.

(1) For all periods above, the Total State Rate for General Merchandise is 6.25% which is allocated as follows:

5% is the State's Portion (equivalent to 80% of tax collections).

1.0% is the City's Local Portion (equivalent to 16% of tax collections).

.25% is the County's Local Portion which is allocated to the RTA in Cook County
(equivalent to 4% of tax collections)

CITY OF COUNTRYSIDE, ILLINOIS

PROPERTY TAX RATES PER \$100 (DIRECT AND OVERLAPPING GOVERNMENTS)

Last Ten Levy Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
City of Countryside	-	-	0.412	0.422	0.499	0.357	0.059	-	-	-
Consolidated Elections	0.012	-	0.021	-	0.025	-	0.031	-	0.034	-
Cook County	0.446	0.415	0.394	0.423	0.462	0.531	0.560	0.568	0.552	0.533
Cook County Forest Preserve	0.053	0.051	0.049	0.051	0.058	0.063	0.069	0.069	0.069	0.063
DesPlaines Valley Mosquito Abatement	0.012	0.012	0.011	0.011	0.014	0.015	0.016	0.016	0.017	0.017
DuPage Community College Dist 502	0.208	0.193	0.204	0.211	0.248	0.276	0.323	0.320	0.311	0.313
Lyons Mental Health	0.081	0.074	0.076	0.078	0.095	0.103	0.112	0.112	0.115	0.110
Lyons Township (1)	0.070	0.080	0.082	0.083	0.103	0.110	0.119	0.119	0.122	0.117
Lyons Township HS Dist 204	1.617	1.482	1.491	1.545	1.922	2.129	2.312	2.324	2.432	2.359
Metro Water Reclamation District	0.263	0.252	0.261	0.274	0.320	0.370	0.417	0.430	0.426	0.406
Pleasantview Fire Protection District	0.536	0.481	0.517	0.536	0.684	0.754	0.828	0.842	0.873	0.853
School District 105	2.322	2.135	2.383	2.492	2.987	3.283	3.581	3.668	3.868	3.750
South Lyons Township Sanitary District	0.090	0.081	0.088	0.095	0.114	0.124	0.136	0.141	0.149	0.144
Suburban TB Sanitarium	-	-	-	-	-	-	-	-	-	-
	5.710	5.256	5.989	6.221	7.531	8.115	8.563	8.609	8.968	8.665

(1) Includes General Assistance and Road and Bridge.

Data Source

Cook County Clerk's Office

CITY OF COUNTRYSIDE, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Farm	Total Equalized Assessed Value	Total Actual Value	Total Direct Tax Rate
2006	118,249,172	117,028,843	87,041,592	13,334	322,332,941	966,998,823	-
2007	126,199,302	124,038,727	91,742,791	13,334	341,994,154	1,025,982,462	-
2008	150,395,299	155,665,062	99,930,354	13,334	406,004,049	1,218,012,147	-
2009	158,773,979	136,080,194	81,401,351	8,333	376,263,857	1,128,791,571	0.412
2010	159,800,352	133,154,565	74,837,364	8,333	367,800,614	1,103,401,842	0.422
2011	129,285,897	114,712,955	66,588,583	8,333	310,595,768	931,787,304	0.499
2012	119,029,275	105,430,180	62,616,310	8,333	287,084,098	861,252,294	0.357
2013	112,538,509	94,320,996	61,608,556	8,333	268,476,394	805,429,180	0.059
2014	113,957,597	119,102,423	29,132,049	52,781	262,244,850	786,734,550	-
2015	109,850,588	116,190,055	26,450,938	51,819	252,543,400	757,630,200	-

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

Data Source

Office of the County Clerk

CITY OF COUNTRYSIDE, ILLINOIS

TOP TEN PROPERTY TAXPAYERS BY EQUALIZED ASSESSED VALUATION

Current Year and Ten Years Ago

2016 (2015 Tax Year)				2006 (2005 Tax Year)			
<u>Taxpayer</u>	Total Equalized Assessed		Percentage of Total	<u>Taxpayer</u>	Total Equalized Assessed		Percentage of Total
	<u>Value</u>	<u>Rank</u>			<u>Value</u>	<u>Rank</u>	
Simon Property Group	\$ 9,850,752	1	3.90%	Value Industrial Partners LLC	\$ 8,412,906	9	3.10%
Value Industrial Partners, LLC	7,528,707	2	2.98%	LaGrange Dev. Co.	6,664,376	1	2.46%
Autobarn Countryside	5,617,387	3	2.22%	Salem Square Ltd.	5,166,455	2	1.90%
IRC	4,740,462	4	1.88%	Stazoe Ent.	4,884,869	3	1.80%
First Berkshire	4,517,765	5	1.79%	KRCV Corp.	4,121,112	4	1.52%
Lenoch Properties	4,418,977	6	1.75%	Alan Jacobs Buick	3,723,473	8	1.37%
Cubalmart	4,152,276	7	1.64%	Midwest Operating Engineers	3,348,253	5	1.23%
Home Depot USA Tax Dept	3,458,531	8	1.37%	Albersons	3,327,802	6	1.23%
La Grange Properties	2,952,631	9	1.17%	Hampton Inn	3,322,462	7	1.22%
Midwest Operating Engineers	2,947,099	10	1.17%	LaGrange Properties	3,168,716	10	1.17%
TOTAL TOP 10	50,184,587		19.87%	TOTAL TOP 10	46,140,425		17.01%
TOTAL EAV	\$ 252,543,400			TOTAL EAV	\$ 271,247,533		

Data Source

Cook County Clerk's Office

CITY OF COUNTRYSIDE, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Eight Levy Years

Tax Levy Year	Tax (Levy) Extension	Fiscal Year Collections	% of Levy	Percent of Subsequent Collections (1)	Total Collections	% of Levy
2009	1,548,129	1,497,473	96.73%	(11,701)	1,485,772	95.97%
2010	1,548,766	1,503,493	97.08%	(17,930)	1,485,563	95.92%
2011	1,548,569	1,518,316	98.05%	(18,208)	1,500,108	96.87%
2012	1,022,486	1,014,193	99.19%	(10,556)	1,003,637	98.16%
2013	157,500	156,261	99.21%	(135)	156,126	99.13%
2014	-	-	N/A	-	-	N/A
2015	-	-	N/A	-	-	N/A
2016	-	-	N/A	-	-	N/A

Notes:

(1) Subsequent collections consist primarily of net refunds.

Note: The City did not levy property taxes prior to the 2009 levy year.

CITY OF COUNTRYSIDE, ILLINOIS

RATIO OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-Type Activities	Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	General Obligation Notes	General Obligation Bonds			
2008	\$ 1,460,000	\$ -	\$ 4,796,626	\$ 6,256,626	4.23%	1,078
2009	19,832,250	-	4,602,376	24,434,626	14.41%	4,217
2010	19,118,551	-	4,403,126	23,521,677	13.87%	3,926
2011	18,359,853	-	4,198,876	22,558,729	11.33%	3,827
2012	18,101,156	5,000,000	4,237,317	27,338,473	13.73%	4,638
2013	17,827,457	1,732,723	3,993,917	23,554,097	11.83%	3,996
2014	17,538,758	1,732,723	3,730,517	23,001,998	11.56%	3,902
2015	20,495,000	1,732,723	3,420,000	25,647,723	12.89%	4,351
2016	19,760,821	734,757	3,178,717	23,674,295	11.89%	4,016
2017	19,215,925	-	2,895,317	22,111,242	11.11%	3,751

Source:

The City of Countryside Comprehensive Annual Financial Report

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

Outstanding debt is reflected net of unamortized premiums and discounts.

* See the Schedule of Demographic and Economic Statistics population data.

CITY OF COUNTRYSIDE, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year		General Obligation Bonds	Less: Amounts Available For the Payment of Debt Service	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2008	\$	6,270,000	\$ - \$	6,270,000	1.95%	1,078
2009		24,775,000	1,232,859	23,542,141	7.24%	4,062
2010		23,850,000	-	23,850,000	5.87%	3,981
2011		22,875,000	-	22,875,000	6.08%	3,880
2012		22,585,000	-	22,585,000	6.14%	3,831
2013		22,060,000	-	22,060,000	7.10%	3,742
2014		21,269,275	-	21,269,275	7.41%	3,608
2015		23,915,000	-	23,915,000	8.91%	4,057
2016		22,939,538	-	22,939,538	8.75%	3,891
2017		22,111,242	-	22,111,242	8.76%	3,751

Note:

Details regarding the City's outstanding debt can be found in the notes to financial statements.

CITY OF COUNTRYSIDE, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2017

Governmental unit	Outstanding Debt	Percentage Debt Applicable to the City of Countryside (1)	City of Countryside's Share of Debt
City of Countryside Gross Direct Debt	\$ 22,111,242	100%	\$ 22,111,242
Less: Self Supporting Debt (2)	<u>(2,895,317)</u>		<u>(2,895,317)</u>
Total Net Direct Debt	<u>19,215,925</u>		<u>19,215,925</u>
Schools:			
School District No. 106	1,800,000	6.29%	113,237
School District No. 107	4,771,726	7.14%	340,808
High School District No. 204	15,565,000	9.21%	1,433,863
Community College District No. 502	<u>193,170,000</u>	0.69%	<u>1,331,451</u>
Total Schools	215,306,726		3,219,359
Other:			
Cook County	3,237,391,750	0.20%	6,753,827
Cook Country Forest Preserve District	157,505,000	0.20%	321,301
Metropolitan Water Reclamation District	2,583,923,000	0.20%	5,282,285
Township of Lyons	3,175,000	7.28%	292,651
Pleasantdale Park District	1,225,000	8.79%	117,327
LaGrange Park District	<u>3,980,000</u>	0.36%	<u>11,996</u>
Total Other	5,987,199,750		12,779,387
Total Overlapping Debt	<u>6,202,506,476</u>		<u>15,998,746</u>
Total Direct and Overlapping Debt	<u>\$ 6,221,722,401</u>		<u>\$ 35,214,671</u>

(1) Determined as the ratio of the overlapping district's assessed valuation subject to taxation in the City to the total valuation of property subject to taxation in the overlapping unit. Total outstanding debt does not include Alternate or self supporting debt for the primary government or the overlapping Districts.

(2) Excludes balances on the self supporting GO Series 2012 Water Utility Fund bonds.

CITY OF COUNTRYSIDE, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

As of April 30, 2017

Under the 1970 Illinois Constitution, there is no legal limit for home rule municipalities except as set by the General Assembly.

CITY OF COUNTRYSIDE, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Calendar Years

Calendar Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate (1)
2007	5,818	148,062,282	25,449	3.90%
2008	5,795	169,596,470	29,666	4.90%
2009	5,991	169,596,470	28,309	8.00%
2010	5,895	199,044,836	33,765	10.30%
2011	5,895	199,044,836	33,765	9.00%
2012	5,895	199,044,836	33,765	8.50%
2013	5,895	199,044,836	33,765	8.90%
2014	5,895	199,044,836	33,765	6.80%
2015	5,895	199,044,836	33,765	5.70%
2016	5,895	199,044,836	33,765	5.60%

(1 a) Source: Illinois Department of Employment Security -- Annual Unemployment Rates for Illinois Small Communities (Population < 25,000), Unofficial, Unpublished Estimates.

(1 b) The small community report includes communities and geographic boundaries reported in the 2010 Census -- the earliest year available is 2010.

(1 c) According to the IDES, unemployment rates for very small communities are subject to large changes even on an annual basis. Some caution should be used when interpreting and analyzing data for the smallest communities.

CITY OF COUNTRYSIDE, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Ten Years Ago

2017 (note a)				2007 (note b)			
Employer	Rank	Approximate No. of Employees	% of Total City Population	Employer	Rank	Approximate No. of Employees	% of Total City Population
Helping Hand Center	1	220	3.73%	Jewel-Osco	1	240	4.13%
Jewel Foods	2	200	3.39%	Helping Hand Rehabilitation	2	200	3.44%
Home Depot	3	152	2.58%	Holiday Inn / William Tell	3	175	3.01%
Continental Honda	4	130	2.21%	Auto Barn of Countryside	4	170	2.92%
Tony's Fresh Market	5	120	2.04%	Home Depot	5	162	2.78%
Holiday Inn	6	111	1.88%	Dominicks Finer Foods	6	150	2.58%
T.J. MAXX	7	106	1.80%	Best Buy	7	113	1.94%
Texas Roadhouse	8	100	1.70%	State Bank of Countryside	8	106	1.82%
Vee Pak	9	100	1.70%	I.U.O.E Local 150	9	100	1.72%
Sokol and Company	10	93	1.58%	T&H Lemont	10	85	1.46%

Data Source

Note (a) City records and the U.S. Census Bureau

Note (b) The Illinois Manufacturers Directory and the Illinois Service Directory.

CITY OF COUNTRYSIDE, ILLINOIS

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government										
Administration	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.50
City Clerk	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Financial Management	3.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Community Development	6.00	3.50	3.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Municipal Building	2.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	15.00	9.50	9.50	9.50	9.50	9.50	9.50	9.50	9.50	10.00
Public Safety										
Police										
Officers	26.00	26.00	26.00	26.00	24.00	24.00	24.00	24.00	24.00	24.00
Civilians	14.00	14.00	14.00	14.00	13.00	13.00	10.00	10.00	10.00	8.00
	40.00	40.00	40.00	40.00	37.00	37.00	34.00	34.00	34.00	32.00
Public Works										
Streets	10.00	10.00	10.00	10.00	9.00	9.00	9.00	9.00	9.00	9.00
	10.00	10.00	10.00	10.00	9.00	9.00	9.00	9.00	9.00	9.00
Culture and Recreation										
Park and Recreation	6.00	2.00	2.50	2.50	3.50	0.00	0.00	0.00	0.00	0.00
	6.00	2.00	2.50	2.50	3.50	0.00	0.00	0.00	0.00	0.00
Business-Type										
Water and Sewer	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Total Full-time Equivalent Employees	73.00	64.50	65.00	65.00	62.00	58.50	55.50	55.50	55.50	54.00

Data Source

City payroll records

CITY OF COUNTRYSIDE, ILLINOIS

OPERATING INDICATORS

Last Ten Calendar Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government										
Clerk's Office										
Real Estate Transfers	190	127	122	110	167	141	196	156	178	180
Business Licenses Issued	455	1,032	452	384	452	465	474	464	467	462
New Business Licenses	75	49	60	50	50	52	49	32	25	48
Community Development										
Permits Fees	\$205,165	\$133,640	\$287,180	\$195,687	\$156,102	\$537,417	\$752,186	\$376,946	\$466,727	\$369,959
Value of Construction	\$9,109,781	\$6,430,095	\$14,612,980	\$9,549,453	\$8,156,112	\$12,095,914	\$20,683,142	\$10,142,704	\$15,241,203	\$9,890,935
Public Safety										
Police										
Total Station Complaints	7,253	6,422	6,125	6,500	6,923	6,934	5,894	6,590	6,400	6,408
Accidents	449	399	551	574	526	542	571	587	623	603
Traffic Arrests	404	323	30	275	170	164	145	112	137	123
Thefts	204	216	189	156	117	130	161	166	167	173
Alarms	495	443	415	401	432	403	340	441	405	481
Burglaries	20	24	18	9	20	22	35	18	8	8
Stolen vehicles	18	10	15	9	10	11	10	8	7	11
Public Works										
Snow Plowing (# of events)	31	24	23	28	12	19	28	19	22	19
Mowing (# of acres/week)	35	35	36	37	37	37	37	37	37	37
Brush Pickup (Cu. Yds.)	760	746	786	1,026	1,080	1,020	856	920	872	842
Leaf Pickup (Tons)	202	261	276	242	242	240	270	200	204	218
Street Sweeping (Miles)	600	600	600	600	600	600	600	600	600	600
Sidewalks (# of sq. replaced)	353	-	-	22	-	-	100	60	25	15
Water										
New connections	3	1	2	-	-	-	8	1	1	1
Water main repairs	34	8	9	16	11	8	12	17	7	3
Average daily consumption (in million gallons per day)	0.90	0.93	0.91	0.92	0.84	0.90	0.90	0.89	0.80	0.84

Data Source

Various city department records

CITY OF COUNTRYSIDE, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Vehicles	12	12	12	12	12	12	12	12	12	12
Public Works										
Streets (miles)	16.8	16.8	16.8	16.8	16.8	16.8	16.8	16.8	16.8	16.8
Streetlights	520	520	520	520	520	520	520	520	520	520
Sidewalks (miles)	7.8	7.8	7.8	7.8	7.8	7.8	7.8	7.8	7.8	7.8
Traffic signals	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	34.0	34.0	34.0	34.0	34.0	34.0	34.0	34.0	34.0	34.0
Fire hydrants	458	458	458	458	458	458	458	458	458	458
Storage capacity (MG)	2	2	2	2	2	2	2	2	2	2
Wastewater										
Sanitary lift stations	1	1	1	1	1	1	1	1	1	1
Sanitary sewers (miles)	6.4	6.4	6.4	6.4	6.4	6.4	6.4	6.4	6.4	6.4
Storm sewers (miles)	16.7	16.7	16.7	16.7	16.7	16.7	16.7	16.7	16.7	16.7

Data Source

City's fixed asset records; various city departments and the City engineer's records.