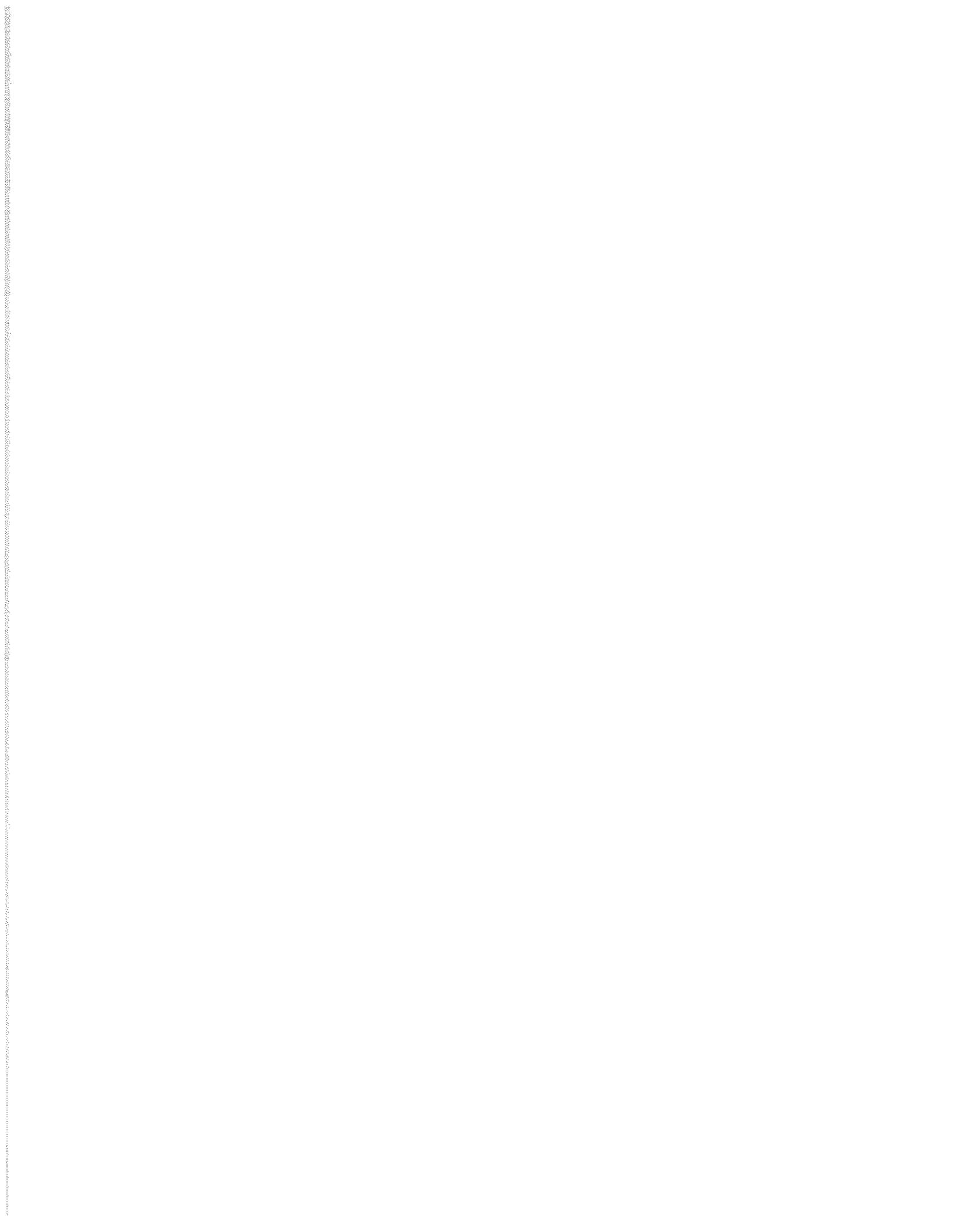


VILLAGE OF RICHTON PARK, ILLINOIS

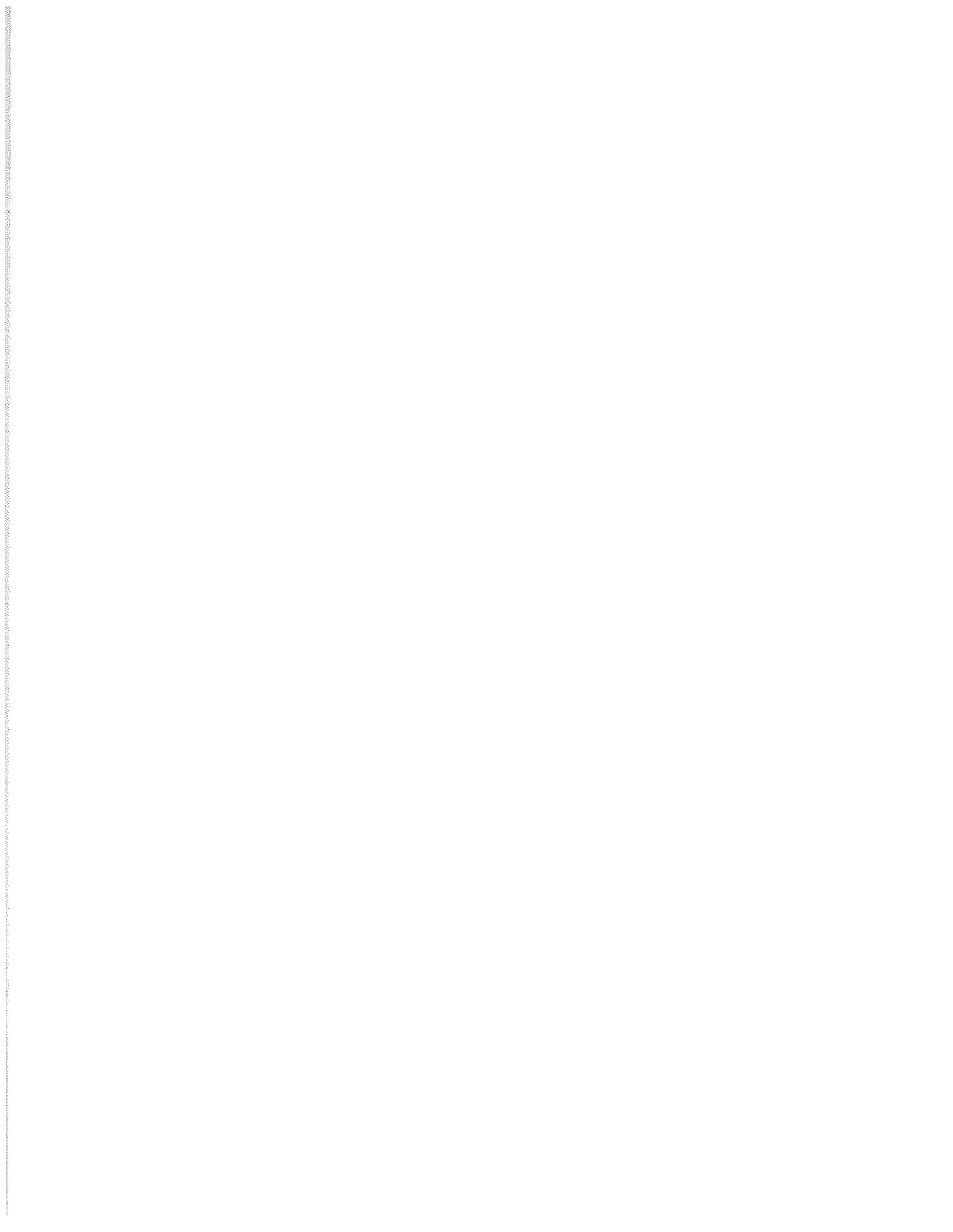
ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2014



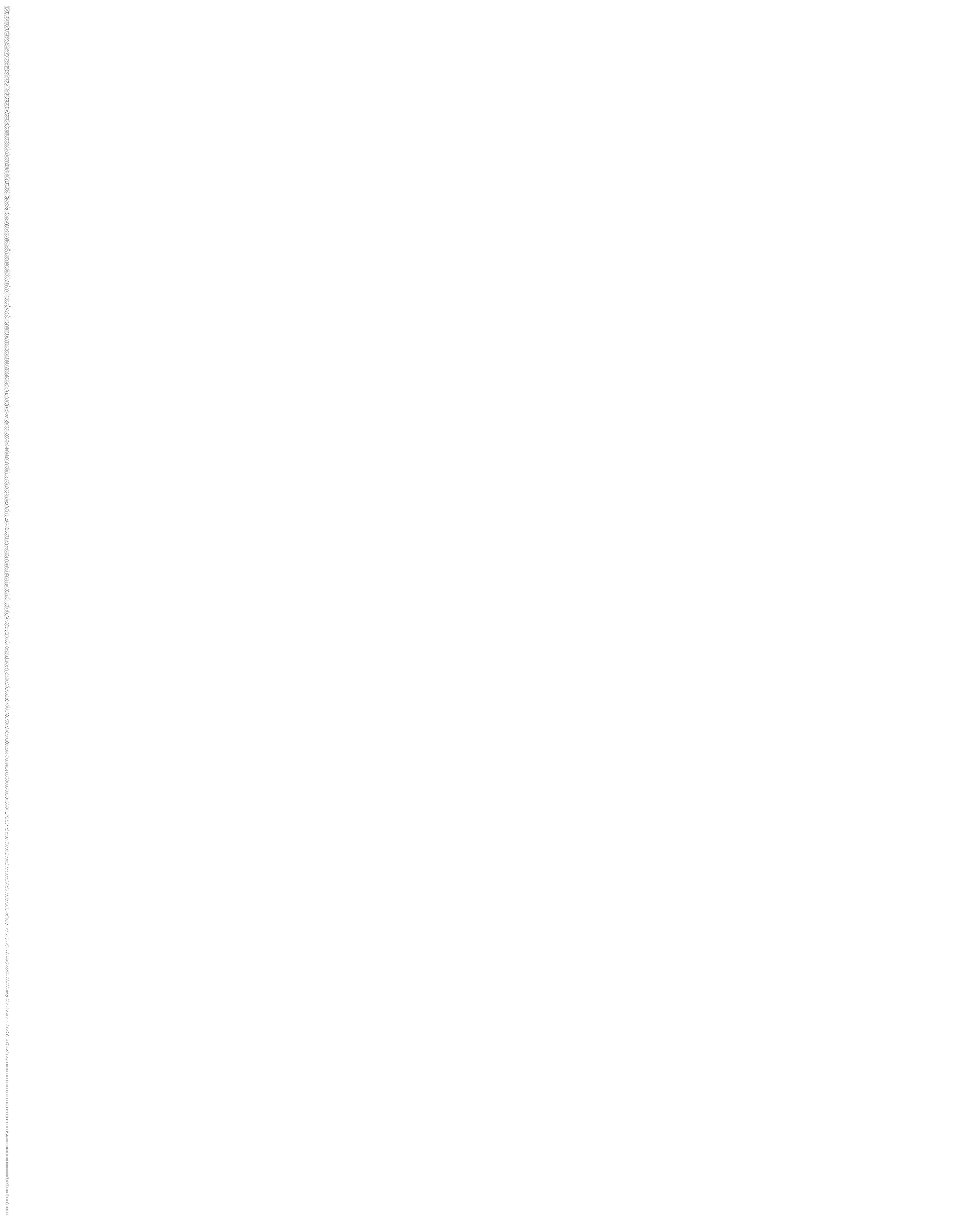
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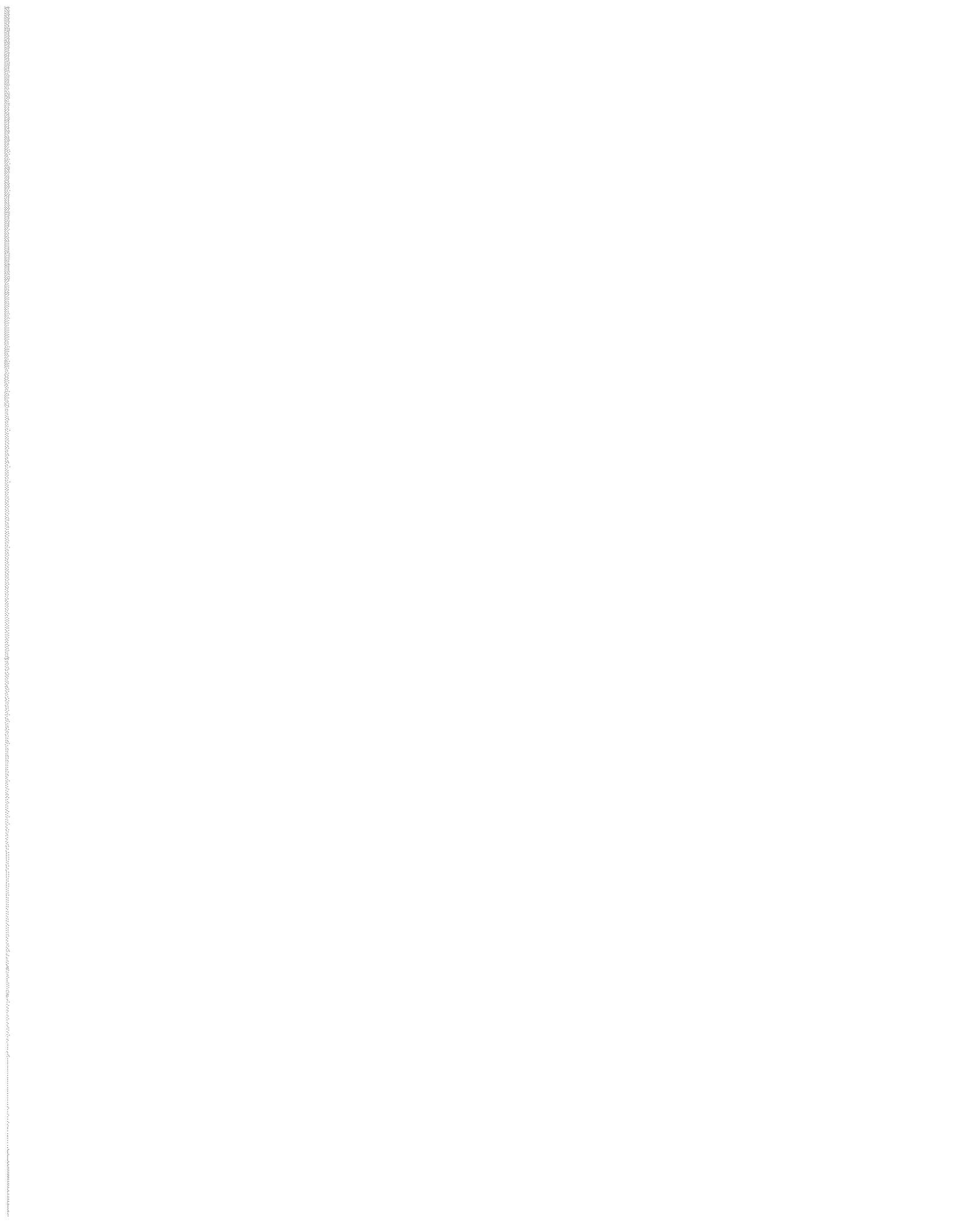
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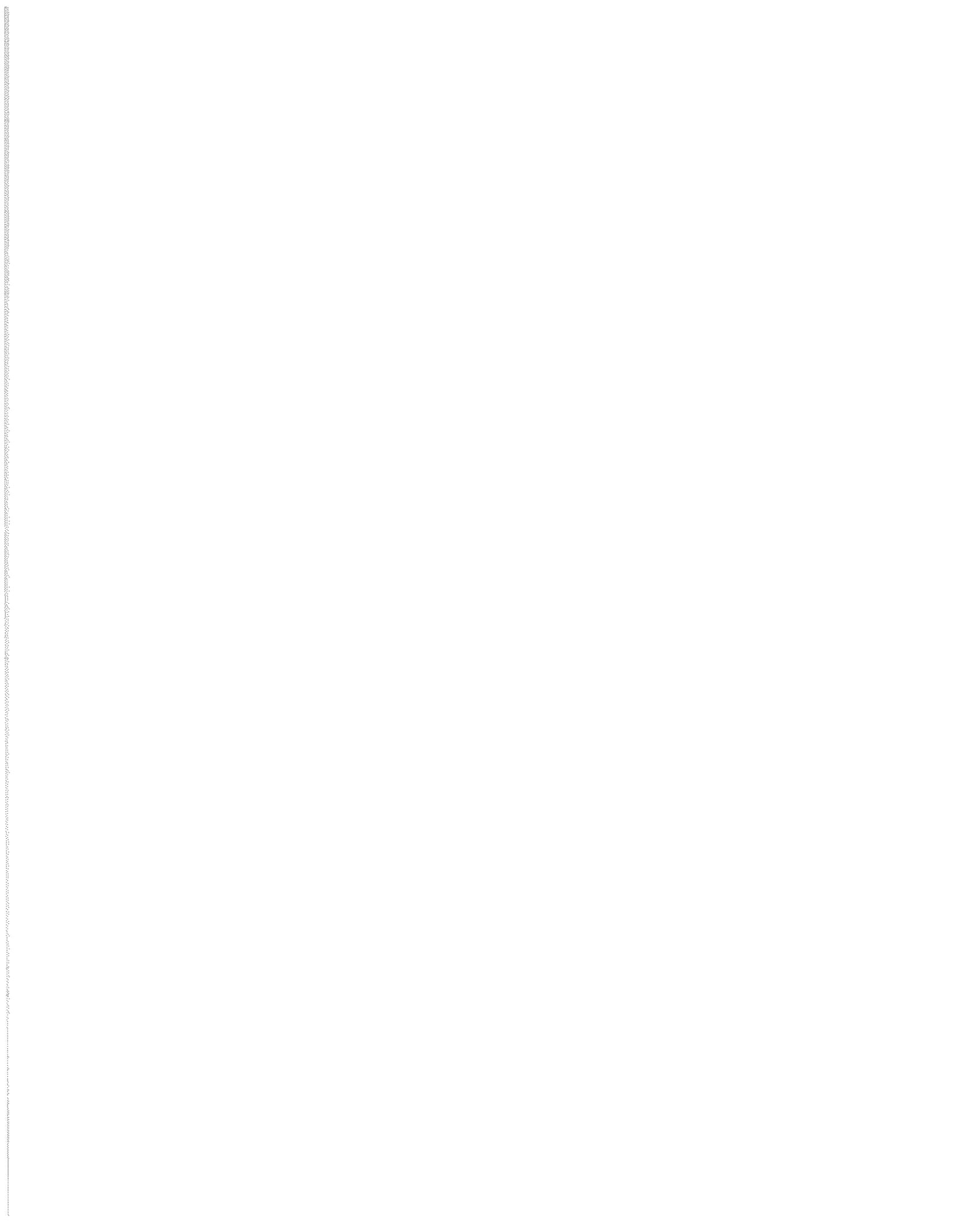
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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the Board of Trustees
Village of Richton Park
Richton Park, 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 Village of Richton Park, Illinois (Village) as of and for the year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity'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 entity's



internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Richton Park, Illinois, as of April 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

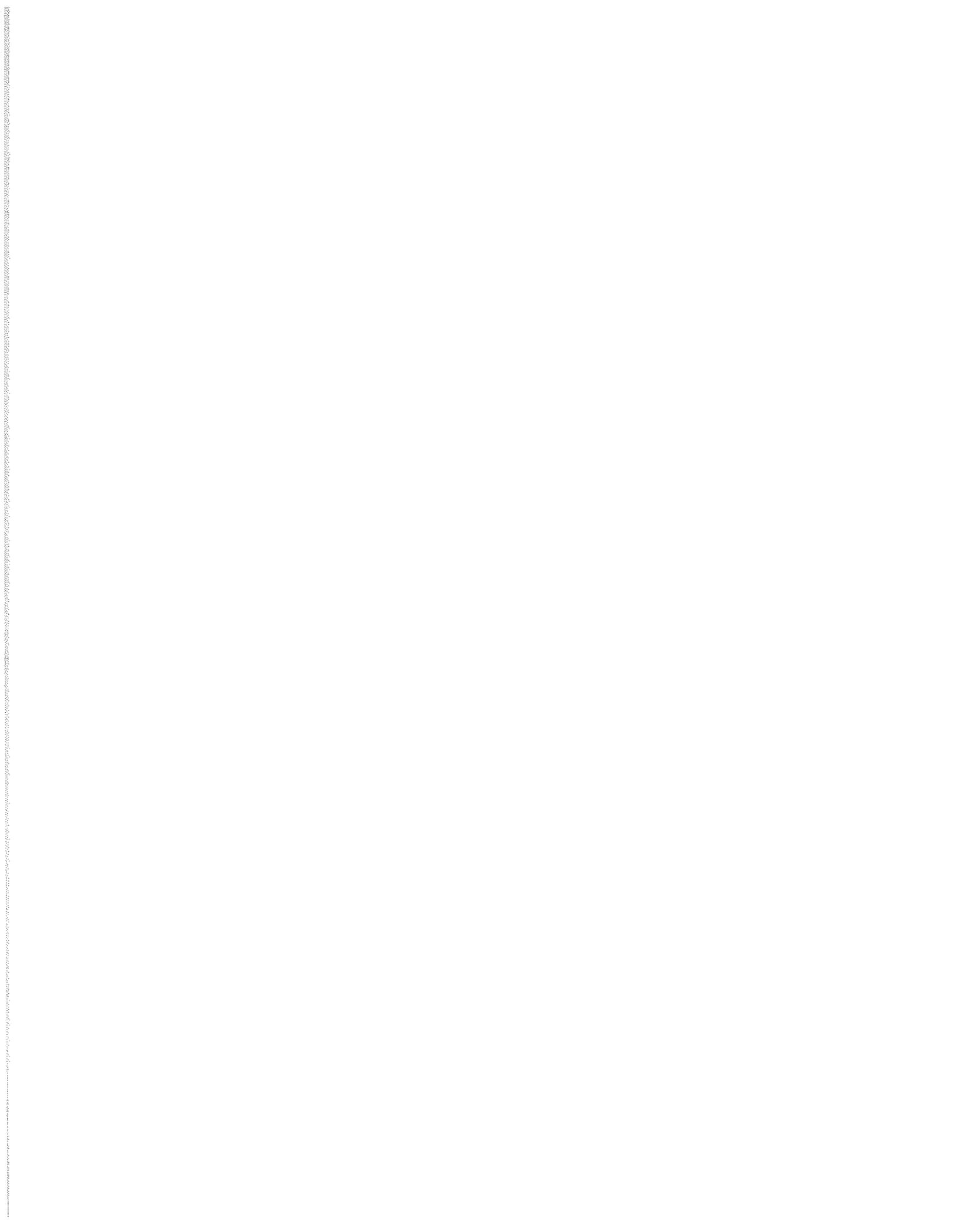
Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual General Fund, Schedule of Funding Progress, and Schedule of Employer Contributions as listed on 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 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 Village of Richton Park's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules and Supplemental Data are presented for purposes of additional analysis and are not a required part of the basic financial statements.



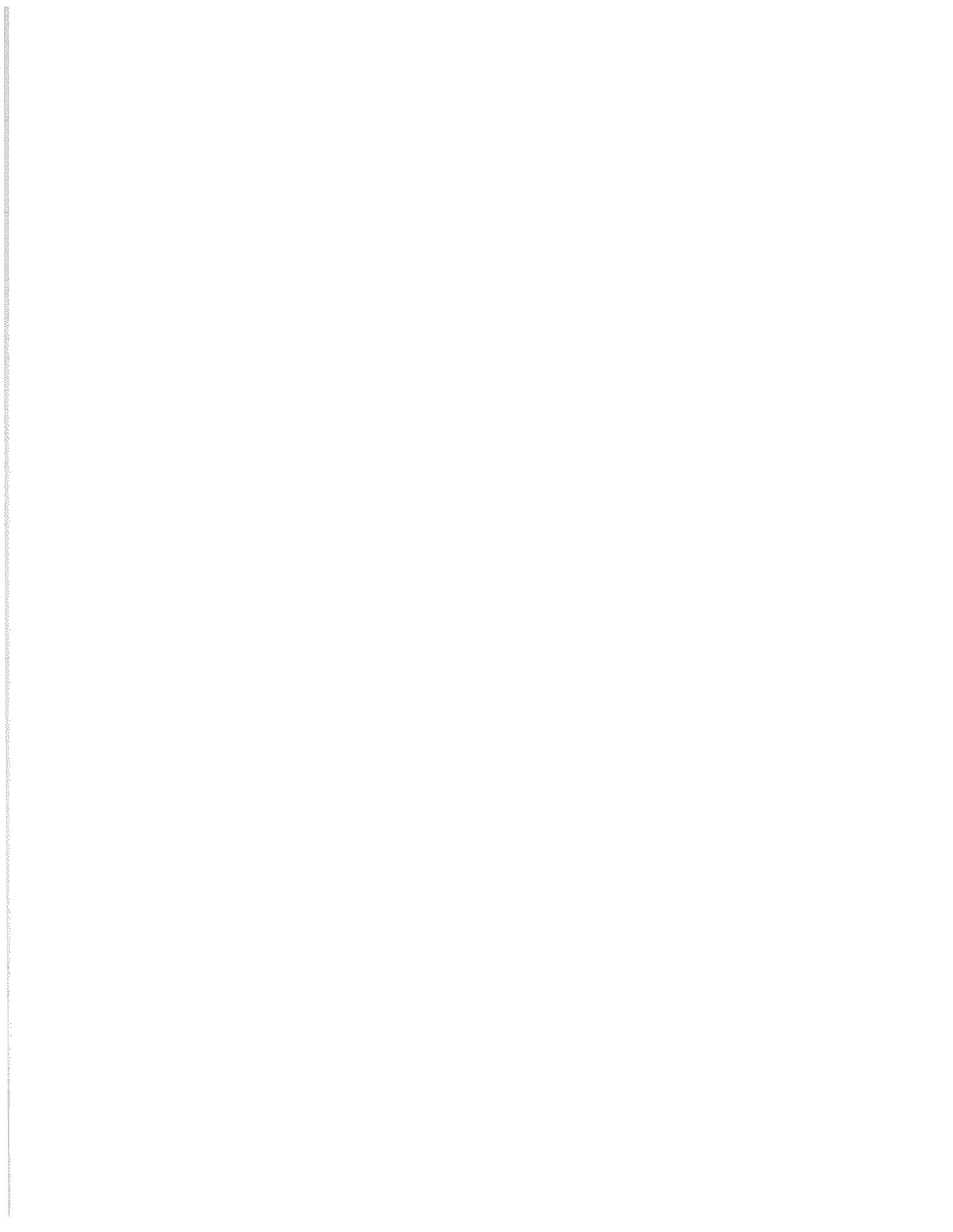
The Combining and Individual Fund Financial Statements and Schedules and Supplemental Data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules and Supplemental Data are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Ringold Financial
Management Services, Inc.*

Chicago, Illinois
March 3, 2015



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VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

The discussion and analysis of the Village of Richton Park's (the "Village") financial performance provides an overall review of the Village's financial activities for the year ended April 30, 2014. The management of the Village encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Village's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- The assets of the Village exceeded its liabilities at the close of the most recent fiscal year by \$27.8 million (net position). Of this amount, \$0.1 million is unrestricted and may be used to meet the government's ongoing obligation to citizens and creditors.
- In total, net position decreased by \$784,604. This represents a 2.7% decrease from 2013 and is due largely to the Village's inability to increase revenue as expenditures increase.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$4.35 million, a decrease of \$1,394,530 in comparison with the prior year.
- General revenues accounted for \$6.78 million or 86.7% of all governmental activities revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$2.29 million or 25% of total governmental activities revenues of \$9.07 million.
- The Village had \$14.5 million in expenses related to governmental and business-type activities. However, only \$7.6 million of these expenses were offset by program specific charges and grants.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$415,668 or 5.2% of the total General Fund expenditures. Cash and investments total \$20,682.
- The Village's total debt decreased by \$100,000 during the current year to \$4.9 million.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The basic financial statements are comprised of three components:

- Government-wide financial statements,
- Fund financial statements, and
- Notes to basic financial statements.

This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business, and are reported using the accrual basis of accounting and economic resources measurement focus.

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

The statement of net position presents information on all of the Village's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The statement of activities presents information showing how the Village's net position changed during the fiscal year being reported. All changes in net positions are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be divided into two types of activities: governmental and business-type. Governmental activities present the functions of the Village that are principally supported by taxes and intergovernmental revenues. Business-type activities present the functions that are intended to recover all or a significant portion of their costs through user fees and charges. The Village's governmental activities include functions such as general government, public safety, public works, and community development. The Village's business-type activities include water and sewer systems, refuse collection, and commuter parking lot.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements and are reported using the modified accrual basis of accounting and current financial resources measurement focus. The governmental fund statements provide a detailed, short-term view of the Village's general government operations, and the basic services it provides. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources; as well as, on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains 4 major individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General fund, TIF Lakewood fund, TIF Crossings fund, and TIF Sauk Trail/Governor's Highway fund, all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules elsewhere in this report. The Village adopts an annual budget for each of the major funds listed above. A budgetary comparison statement has been provided for each major fund to demonstrate compliance with this budget.

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Proprietary funds

Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village's proprietary funds present the activities and balances in the Water and Sewer fund (major), Refuse fund (major) and Commuter Parking Lot fund (non-major), using the accrual basis of accounting and economic resources measurement focus. Proprietary funds provide the same type of information as the government-wide financial statements, but in greater detail. The proprietary funds reflect the private-sector type operation, where the fee for service typically covers all or most of the cost of operation and maintenance including depreciation.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

Notes to basic financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's contributions and funding progress of the Illinois Municipal Retirement fund and Police Pension fund; as well as, budget to actual comparisons of the funds. Supplementary schedules include combining and individual fund schedules of all non-major funds and Fiduciary funds.

Table 1

(See independent auditor's report)

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Condensed Statements of Net Position (in millions of dollars)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Assets						
Current and other assets	\$ 7.6	\$ 8.0	\$ 2.0	\$ 2.7	\$ 9.6	\$ 10.7
Advances to other funds	\$ (0.2)	\$ 0.3	\$ 0.8	\$ 0.2	\$ 0.6	\$ 0.5
Capital assets	\$ 14.7	\$ 14.5	\$ 11.9	\$ 11.3	\$ 26.5	\$ 25.8
Total Assets	\$ 22.0	\$ 22.8	\$ 14.7	\$ 14.2	\$ 36.7	\$ 37.0
Liabilities						
Long-term liabilities	\$ 2.0	\$ 2.0	\$ 3.0	\$ 3.1	\$ 5.0	\$ 5.1
Other liabilities	\$ 1.9	\$ 1.4	\$ 1.0	\$ 1.2	\$ 2.9	\$ 2.6
Total Liabilities	\$ 3.9	\$ 3.4	\$ 4.0	\$ 4.3	\$ 7.9	\$ 7.7
Net Investment in Capital Position						
Net Position	\$ 1.2	\$ -	\$ -	\$ -	\$ 1.2	\$ -
Invested in capital assets, net of related debt	\$ 13.7	\$ 13.5	\$ 8.9	\$ 8.3	\$ 22.6	\$ 21.8
Restricted	\$ 4.9	\$ 2.3	\$ -	\$ -	\$ 4.9	\$ 2.3
Unrestricted	\$ (1.5)	\$ 2.4	\$ 1.8	\$ 2.1	\$ 0.3	\$ 4.5
Total Net Position	\$ 17.1	\$ 18.2	\$ 10.7	\$ 10.4	\$ 27.8	\$ 28.6

Normal Impacts

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

Net results of activities – which will impact (increase/decrease) current assets and unrestricted net position.

Borrowing for capital – which will increase current assets and long-term debt.

Spending borrowed proceeds on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) increase capital assets and long-term debt, which will not change the net assets invested in capital assets.

Spending of non-borrowed current assets on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) will reduce unrestricted net position and increase net investment in capital assets.

Principal payment on debt – which will: (a) reduce current assets and reduce long-term debt; and, (b) reduce unrestricted net position and increase net investment in capital assets.

Reduction of capital assets through depreciation – which will reduce capital assets and net investment in capital assets.

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Current Year Impacts

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, total net position decreased by \$0.79 million from \$28.55 million to \$27.76 million. The Village's total assets equal \$36.11 million. The Village's total liabilities equal \$7.30 million.

The Village experienced a decrease in net position due to removing previously retired or disposed fixed assets.

A portion of the net position of the governmental activities is restricted for street maintenance, road improvements, and special assessments. The unrestricted combined balance, for both governmental and business-type activities, is unable to meet the ongoing Village obligations to their citizens and creditors. All net position categories show positive balances at year end.

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Table 2
Condensed Statements of Activities
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Revenues						
Charges for services	\$ 1.6	\$ 1.7	\$ 4.2	\$ 4.0	\$ 5.8	\$ 5.7
Operating grants and contributions	\$ 0.5	\$ 0.5	\$ 0.3	\$ 0.4	\$ 0.8	\$ 0.9
Capital grants and contributions	\$ 0.2	\$ 0.6	\$ -	\$ -	\$ 0.2	\$ 0.6
Property taxes	\$ 3.0	\$ 3.9	\$ -	\$ -	\$ 3.0	\$ 3.9
Other taxes	\$ 1.7	\$ 1.6	\$ -	\$ -	\$ 1.7	\$ 1.6
Intergovernmental	\$ 2.0	\$ 2.4	\$ -	\$ -	\$ 2.0	\$ 2.4
Other general revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenues	\$ 9.0	\$ 10.7	\$ 4.5	\$ 4.4	\$ 13.5	\$ 15.1
Expenses						
General government	\$ 2.2	\$ 2.7	\$ -	\$ -	\$ 2.2	\$ 2.7
Public safety	\$ 5.7	\$ 6.1	\$ -	\$ -	\$ 5.7	\$ 6.1
Public works	\$ 0.3	\$ 0.4	\$ -	\$ -	\$ 0.3	\$ 0.4
Parks and recreation	\$ 0.7	\$ 0.7	\$ -	\$ -	\$ 0.7	\$ 0.7
Community development	\$ 0.2	\$ 0.2	\$ -	\$ -	\$ 0.2	\$ 0.2
Tax increment redevlopment	\$ 1.0	\$ 1.7	\$ -	\$ -	\$ 1.0	\$ 1.7
Interest and fees	\$ -	\$ 0.1	\$ -	\$ -	\$ -	\$ 0.1
Sewer and water	\$ -	\$ -	\$ 2.8	\$ 2.4	\$ 2.8	\$ 2.4
Capital outlay	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Refuse	\$ -	\$ -	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1
Commuter parking lot	\$ -	\$ -	\$ 0.3	\$ 0.4	\$ 0.3	\$ 0.4
Total Expenses	\$ 10.1	\$ 11.9	\$ 4.2	\$ 3.9	\$ 14.3	\$ 15.8
Change in Net Position	\$ (1.1)	\$ (1.2)	\$ 0.3	\$ 0.5	\$ (0.8)	\$ (0.7)
Net Position, Beginning of Year	\$ 18.2	\$ 19.4	\$ 10.4	\$ 9.9	\$ 28.6	\$ 29.3
Net Position, End of Year	\$ 17.1	\$ 18.2	\$ 10.7	\$ 10.4	27.8	\$ 28.6

(See independent auditor's report)

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Normal Impacts

There are eight basic (normal) impacts that will affect the comparability of the revenues and expenses on the Statement of Activities summary presentation.

Revenues

Economic condition – which can reflect a declining, stable or growing economic environment, and has substantial impact on state sales, replacement and hotel/motel tax revenue; as well as, public spending habits for building permits, elective user fees, and volumes of consumption.

Increase/decrease in Village approved rates – while certain tax rates are set by statute, the Village has significant authority to impose and periodically increase/decrease rates (water, home rule sales tax, etc.).

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring grants are less predictable and often distorting in their impact on year to year comparisons.

Market impacts on investment income – the Village's investments may be affected by market conditions causing investment income to increase/decrease.

Expenses

Introduction of new programs – within the functional expense categories (general government, public safety, public works, and community development), individual programs may be added or deleted to meet changing community needs.

Change in authorized personnel – changes in service demand may cause the Village to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent the largest operating cost of the Village.

Salary increases (annual adjustments and merit) – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuel, and parts. Some functions may experience unusual commodity specific increases.

Current Year Impacts

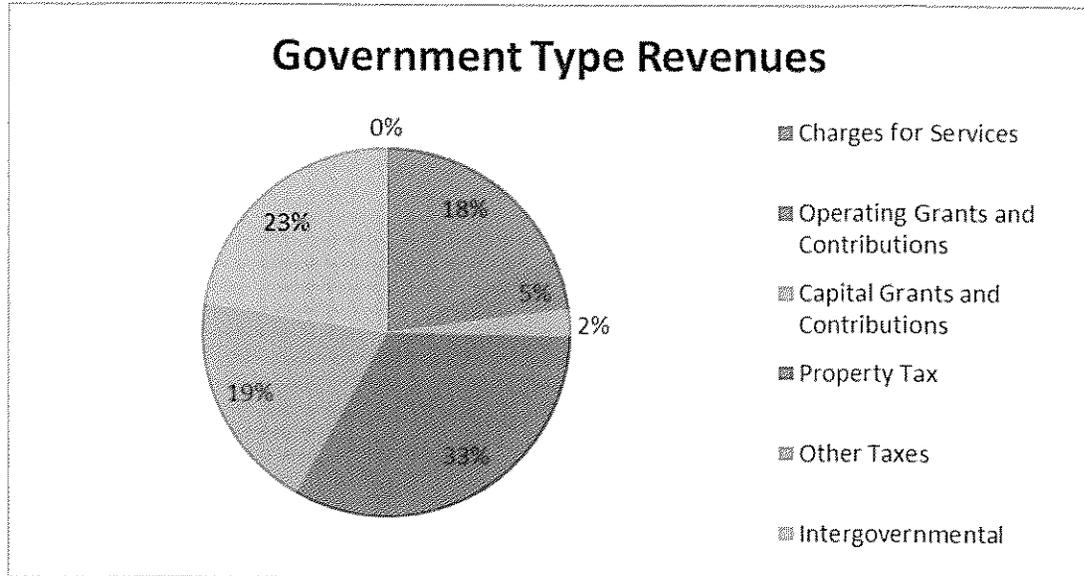
The Governmental Activities revenues decreased by \$1.7 million or 14.3% from the prior year due to a decrease in property and replacement taxes. Expenses decreased by \$1.8 million or 14.4% due mainly to tax increment redevelopment. Overall, the Village's financial position has declined slightly.

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

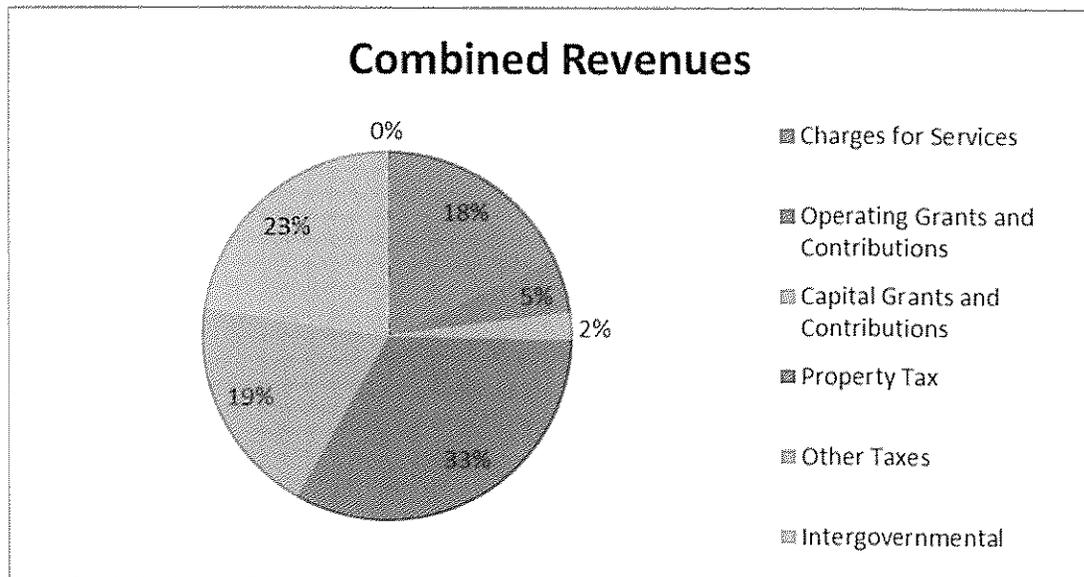
April 30, 2014

Governmental Activities



Revenues

The Village's total revenue decreased by \$1.6 million for this fiscal year.



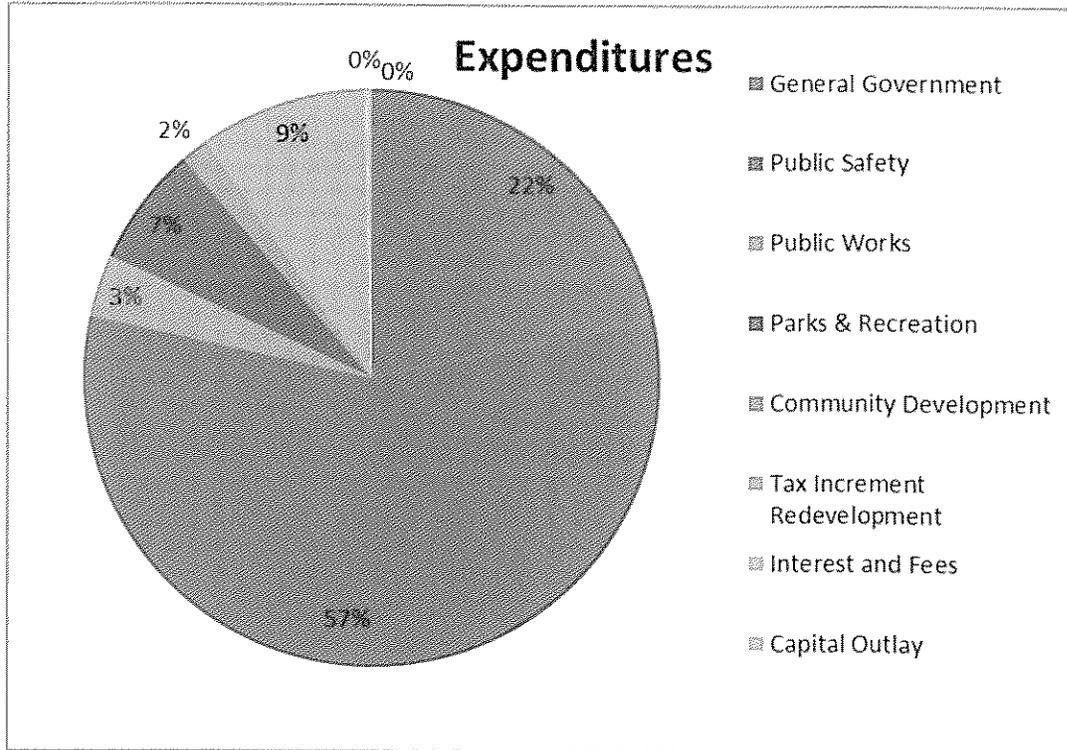
VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Expenses

The Village's overall expenses in the current fiscal year decreased over the previous year by \$1.5 million.



The General fund balance decreased by \$486,000. The decrease is due to long-term structural problems within the Village of Richton Park as a non-home rule community. Also, the Village does not have the ability to increase revenues as quickly as expenditures increase. General fund cash and investments total \$20,682. Special revenue fund cash and investments total \$2.05 million. The Enterprise fund's net position increased \$352,000. Police Pension fund balance increased by \$765,000 due to increased investment income.

General Fund Budgetary Highlights

The General fund budgeted revenues came in \$528,000 under budget due to a decrease in property, telecommunication, and state income taxes and grant monies received.

Capital Assets and Debt Administration

Capital assets

By the end of 2014, the Village had compiled a total investment of \$36.6 million (\$26.5 million net of accumulated depreciation) in a broad range of capital assets. Total depreciation expense for the year was \$947,726.

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Table 3
Capital Assets (net of depreciation)
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Land	\$ 4.9	\$ 4.9	\$ 0.6	\$ 0.6	\$ 5.5	\$ 5.5
Construction in progress	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Land improvements	\$ -	\$ -	\$ 0.3	\$ 0.2	\$ 0.3	\$ 0.2
Buildings	\$ 5.0	\$ 4.6	\$ 1.4	\$ 1.4	\$ 6.4	\$ 6.0
Vehicles	\$ 0.8	\$ 1.0	\$ 0.4	\$ 0.5	\$ 1.2	\$ 1.5
Equipment	\$ 0.2	\$ 0.3	\$ 0.2	\$ 0.3	\$ 0.4	\$ 0.6
Infrastructure	\$ 3.7	\$ 3.3	\$ 9.0	\$ 8.3	\$ 12.3	\$ 11.6
Total	\$ 14.7	\$ 14.1	\$ 11.9	\$ 11.3	\$ 26.1	\$ 25.4

Debt Administration

The Village has a very conservative debt issuance policy and only issues debt when interest rates are favorable and the useful life of the item(s) to be purchased will outlast the end of the debt service payoff date.

Table 4
Long-Term Debt
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
General obligation bonds	\$ 0.7	\$ 0.4	\$ 2.9	\$ 3.0	\$ 3.6	\$ 3.4
Revenue bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Installment contracts	\$ -	\$ 0.2	\$ -	\$ -	\$ -	\$ 0.2
Capital Lease	\$ 0.1	\$ 0.1	\$ -	\$ -	\$ 0.1	\$ 0.1
Notes payable	\$ 0.2	\$ 0.2	\$ -	\$ -	\$ 0.2	\$ 0.2
Net pension obligation	\$ 0.5	\$ 0.4	\$ -	\$ -	\$ 0.5	\$ 0.4
Compensated absences	\$ 0.5	\$ 0.7	\$ -	\$ -	\$ 0.5	\$ 0.7
Total	\$ 2.0	\$ 2.0	\$ 2.9	\$ 3.0	\$ 4.9	\$ 5.0

VILLAGE OF RICHTON PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2014

Factors Bearing on the Village's Future

The Village annually updates its Five-Year Plan which was originated in November 2007. The Village sets the rates for the enterprise funds and vehicle stickers on an annual basis. In addition, the Village adopted a procedure to allocate overhead costs from the General fund service departments to the Enterprise funds. The main goal of the Five-Year Plan is to restore sufficient cash reserves for the General and Enterprise funds within the five year period. This plan is updated annually.

The Village has instituted a storm water program within the Sewer & Water fund. The program includes storm water fees for all residential and commercial customers, a \$1.5 million capital improvement plan, a \$120,000 annual maintenance program, and a \$50,000 annual savings fund for additional projects.

Requests for Information

This financial report is designed to provide the Village's citizens, taxpayers, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. If you have questions about this report, or need additional financial information, please contact the Village Office:

Village of Richton Park
4455 Sauk Trail
Richton Park, Illinois 60471

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VILLAGE OF RICHTON PARK, ILLINOIS
STATEMENT OF NET POSITION
April 30, 2014

	Primary Government		Total
	Governmental Activities	Business-type Activities	
ASSETS			
Cash and cash equivalents	\$ 1,743,834	\$ 965,204	\$ 2,709,038
Investments	754,421	10,835	765,256
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	1,185,666	-	1,185,666
Utility taxes	136,645	-	136,645
Accounts	277,603	874,426	1,152,029
Accrued interest	14,622	34	14,656
Refunds and reimbursements	19,840	-	19,840
Other	186,200	-	186,200
Prepays	144,014	53,603	197,617
Due from other governments	706,908	56,855	763,763
Internal balances	(213,108)	213,108	-
Due from fiduciary funds	6,171	-	6,171
Property held for resale	2,428,534	-	2,428,534
Capital assets			
Nondepreciable	5,307,838	571,660	5,879,498
Depreciable, net of accumulated depreciation	9,347,035	11,316,311	20,663,346
Total assets	<u>\$ 22,046,223</u>	<u>\$ 14,062,036</u>	<u>\$ 36,108,259</u>
DEFERRED OUT FLOWS OF RESOURCES			
Deferred loss on debt refunding	<u>\$ -</u>	<u>\$ 145,580</u>	<u>\$ 145,580</u>
LIABILITIES			
Accounts payable	1,273,208	350,730	1,623,938
Accrued payroll	208,349	8,117	216,466
Deposits payable	178,055	5,987	184,042
Due to other governments	137,318	-	137,318
Accrued interest payable	7,644	51,081	58,725
Due to fiduciary funds	60,000	-	60,000
Unearned revenue	-	57,750	57,750
Noncurrent liabilities			
Due within the year	983,251	223,756	1,207,007
Due in more than one year	984,820	2,773,622	3,758,442
Total liabilities	<u>\$ 3,832,645</u>	<u>\$ 3,471,043</u>	<u>\$ 7,303,688</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred property tax revenue	<u>\$ 1,185,666</u>	<u>\$ -</u>	<u>\$ 1,185,666</u>
NET POSITION			
Net investment in capital assets	13,729,462	9,044,161	22,773,623
Restricted for:			
Public works	621,344	-	621,344
Economic development	4,222,588	-	4,222,588
Public safety	37,654	-	37,654
Unrestricted	(1,583,136)	1,692,412	109,276
Total net position	<u>\$ 17,027,912</u>	<u>\$ 10,736,573</u>	<u>\$ 27,764,485</u>

See accompanying notes to financial statements

VILLAGE OF RICHTON PARK, ILLINOIS
 STATEMENT OF ACTIVITIES
 For the Year Ended April 30, 2014

	Program Revenue			Primary Government		Total
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
FUNCTIONS PROGRAMS						
PRIMARY GOVERNMENT						
Governmental activities						
General government	\$ 2,213,937	\$ -	\$ 212,893	\$ (1,364,243)	\$ -	\$ (1,364,243)
Public Safety	5,786,434	1,100	-	(5,443,777)	-	(5,443,777)
Public works	349,987	407,402	-	57,415	-	57,415
Community development	159,696	-	-	140,488	-	140,488
Parks and recreation	695,066	36,145	-	(467,078)	-	(467,078)
Tax increment redevelopment	962,725	-	-	(798,309)	-	(798,309)
Interest	36,856	-	-	(36,856)	-	(36,856)
Total governmental activities	10,204,701	1,634,801	212,893	(7,912,360)	-	(7,912,360)
Business-type activities						
Commuter parking lot	281,424	-	-	-	(28,360)	(28,360)
Refuse	1,115,003	-	-	-	(30,570)	(30,570)
Water and sewer	2,883,292	-	338,583	-	407,525	407,525
Total business-type activities	4,279,719	-	338,583	-	348,595	348,595
Total primary government	\$ 14,484,420	\$ 444,647	\$ 551,476	(7,912,360)	348,595	(7,563,765)
General revenues:						
Taxes:						
Property and replacement				2,990,843	-	2,990,843
Sales				519,402	-	519,402
Utility				718,642	-	718,642
Telecommunications				503,933	-	503,933
Income				1,259,261	-	1,259,261
Local use				235,326	-	235,326
Other				138,641	-	138,641
Investment income				32,304	30	32,334
Miscellaneous				377,294	3,485	380,779
Total				6,775,646	3,515	6,779,161
CHANGES IN NET POSITION				(1,136,714)	352,110	(784,604)
Net position - May 1,				18,164,626	10,384,463	28,549,089
Net position - April 30				\$ 17,027,912	\$ 10,736,573	\$ 27,764,485

See accompanying notes to financial statements.

VILLAGE OF RICHTON PARK, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
April 30, 2014

ASSETS	General Fund	TIF Crossings	TIF Lakewood	TIF Sauk Trail/Governor's Highway	Nonmajor	Total
Cash and cash equivalents	\$ -	\$ 204,348	\$ 143,728	\$ 83,887	\$ 1,311,871	\$ 1,743,834
Investments	20,682	47	-	-	733,692	754,421
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	1,094,992	-	-	-	90,674	1,185,666
Utility taxes	136,645	-	-	-	-	136,645
Accounts	25,107	-	50,529	141,768	60,199	277,603
Accrued interest	1,790	12,496	-	-	336	14,622
Refunds and reimbursements	19,840	-	-	-	-	19,840
Other	186,200	-	-	-	-	186,200
Prepaid items	144,014	-	-	-	-	144,014
Property held for resale	-	-	1,053,000	1,375,534	-	2,428,534
Due from other funds	1,706,155	1,138,120	2,500	3,072	307,838	3,157,685
Due from fiduciary funds	6,171	-	-	-	-	6,171
Receivable from other governments	681,751	-	-	-	25,157	706,908
Advances to other funds	-	2,545,381	-	-	-	2,545,381
Total assets	<u>\$ 4,023,347</u>	<u>\$ 3,900,392</u>	<u>\$ 1,249,757</u>	<u>\$ 1,604,261</u>	<u>\$ 2,529,767</u>	<u>\$ 13,307,524</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 898,282	\$ 53,486	\$ 205,321	\$ 46	\$ 116,073	\$ 1,273,208
Accrued payroll	208,349	-	-	-	-	208,349
Deposits payable	174,555	-	3,500	-	-	178,055
Due to other funds	1,027,487	3,072	786,792	240,865	1,312,577	3,370,793
Payable to other governments	-	-	-	-	137,318	137,318
Due to fiduciary funds	60,000	-	-	-	-	60,000
Advances from other funds	-	-	1,000,000	1,545,381	-	2,545,381
Total liabilities	<u>2,368,673</u>	<u>56,558</u>	<u>1,995,613</u>	<u>1,786,292</u>	<u>1,565,968</u>	<u>7,773,104</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred property tax revenue	1,094,992	-	-	-	90,674	1,185,666
Fund balances:						
Nonspendable:						
Property held for resale	-	-	1,053,000	1,375,534	-	2,428,534
Prepays	144,014	-	-	-	-	144,014
Advances to other funds	-	2,545,381	-	-	-	2,545,381
Restricted:						
Economic development	-	1,298,453	-	-	313,744	1,612,197
Public safety	-	-	-	-	37,654	37,654
Streets and highways	-	-	-	-	621,344	621,344
Parks and Recreation	-	-	-	-	52,849	52,849
Committed						
Economic development	-	-	-	-	119,661	119,661
Unassigned	415,668	-	(1,798,856)	(1,557,565)	(272,127)	(3,212,880)
Total fund balances	<u>559,682</u>	<u>3,843,834</u>	<u>(745,856)</u>	<u>(182,031)</u>	<u>873,125</u>	<u>4,348,754</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
	<u>\$ 4,023,347</u>	<u>\$ 3,900,392</u>	<u>\$ 1,249,757</u>	<u>\$ 1,604,261</u>	<u>\$ 2,529,767</u>	<u>\$ 13,307,524</u>

VILLAGE OF RICHTON PARK, ILLINOIS
RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2014

FUND BALANCES OF GOVERNMENTAL FUNDS \$ 4,348,754

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

Capital assets used in governmental activities are
not financial resources and, therefore, are not
reported in the governmental funds 14,654,873

Long-term liabilities, including bonds payable, are
not due and payable in the current period and,
therefore, are not reported in the governmental funds

Bonds payable	(692,000)
Capital lease payable	(62,539)
Notes payable	(170,872)
Interest payable	(7,644)
Compensated absences	(451,735)
Police pension net pension obligation	(403,846)
IMRF net pension obligation	(43,952)
Other postemployment benefit payable	<u>(143,127)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 17,027,912

See accompanying notes to financial statements

VILLAGE OF RICHTON PARK, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

For the Year Ended April 30, 2014

	General Fund	TIF Crossings	TIF Lakewood	Trail/Governor's Highway	Nonmajor	Total Governmental Funds
REVENUES						
Property Taxes	\$ 2,700,346	\$ 1,865	\$ 101,172	\$ 38,412	\$ 124,507	\$ 2,966,302
Other taxes	1,482,442	-	-	-	-	1,482,442
Intergovernmental	1,778,663	-	-	-	416,744	2,195,407
Charges for services	478,433	-	-	-	31,692	510,125
Program revenue	-	-	-	-	67,151	67,151
Education	-	-	-	-	93,094	93,094
Licenses, permits and fees	521,531	-	-	-	-	521,531
Fines and forfeits	494,754	-	-	-	86,516	581,270
Investment income	587	22	-	31,563	132	32,304
Grant Revenue	128,034	-	-	-	36,145	164,179
Miscellaneous and rent	279,369	-	112,814	51,602	10,390	454,175
Total revenues	7,864,159	1,887	213,986	121,577	866,371	9,067,980
EXPENDITURES						
Current:						
General government	2,333,293	-	-	-	-	2,333,293
Public Safety	5,056,381	-	-	-	37,787	5,094,168
Public Works	222,750	-	-	-	341,827	564,577
Parks and recreation	-	-	-	-	630,389	630,389
Tax increment redevelopment	-	48,458	176,534	544,829	37,016	806,837
Debt Service:						
Principal	269,670	-	30,800	-	135,000	435,470
Interest and fiscal charges	10,796	-	9,679	-	25,725	46,200
Capital Outlay	90,846	65,951	598,352	79	220,758	975,986
Total Expenditures	7,983,736	114,409	815,365	544,908	1,428,502	10,886,920
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(119,577)	(112,522)	(601,379)	(423,331)	(562,131)	(1,818,940)
OTHER FINANCING SOURCES (USES)						
Proceeds from issuance of debt	-	-	-	-	422,000	422,000
Transfers in	-	-	-	-	368,489	368,489
Transfers out	(368,489)	-	-	-	-	(368,489)
Proceeds from the sale of capital assets	2,410	-	-	-	-	2,410
Total other financing sources and uses	(366,079)	-	-	-	790,489	424,410
NET CHANGES IN FUND BALANCES	(485,656)	(112,522)	(601,379)	(423,331)	228,358	(1,394,530)
FUND BALANCES, MAY 1	1,045,338	3,956,356	(144,477)	241,300	644,767	5,743,284
FUND BALANCES, APRIL 30	\$ 559,682	\$ 3,843,834	\$ (745,856)	\$ (182,031)	\$ 873,125	\$ 4,348,754

See accompanying notes to financial statements

VILLAGE OF RICHTON PARK, ILLINOIS

RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES
For the Year Ended April 30, 2014

NET CHANGE IN FUND BALANCES -		
TOTAL GOVERNMENTAL FUNDS	\$	(1,394,530)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities		885,908
The gain/loss on disposal of capital assets is reported on the statement of activities as a reduction/increase of expense		(186,504)
The issuance of long-term debt is reported as an other financing source in governmental funds, but as an increase of principal outstanding in the statement of activities		(422,000)
The repayment of the principal portion 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		435,470
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds		
Depreciation		(511,177)
Change in net pension obligation		(191,642)
Change in IMRF net pension obligation		(1,883)
Change in accrued interest payable		12,055
Change in compensated absences		282,110
Change in other postemployment benefit obligation		(44,521)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>(1,136,714)</u>

See accompanying notes to the financial statements.

VILLAGE OF RICHTON PARK, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
April 30, 2014

	Water and Sewer	Refuse	Nonmajor	Total
			Commuter Parking Lot	
CURRENT ASSETS				
Cash and cash equivalents	\$ 965,204	\$ -	\$ -	\$ 965,204
Investments	10,835	-	-	10,835
Accounts receivable (net of allowance for uncollectibles)	793,561	80,707	158	874,426
Accrued interest	34	-	-	34
Due from other funds	766,136	-	11,417	777,553
Receivables from other governments	56,855	-	-	56,855
Prepaid expenses	-	42,803	10,800	53,603
Total current assets	<u>2,592,625</u>	<u>123,510</u>	<u>22,375</u>	<u>2,738,510</u>
NONCURRENT ASSETS				
Capital assets:				
Nondepreciable	299,311	-	272,349	571,660
Depreciable, net of accumulated depreciation	10,805,731	107,424	403,156	11,316,311
Net capital assets	<u>11,105,042</u>	<u>107,424</u>	<u>675,505</u>	<u>11,887,971</u>
Total assets	<u>13,697,667</u>	<u>230,934</u>	<u>697,880</u>	<u>14,626,481</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on debt refunding	145,580	-	-	145,580
CURRENT LIABILITIES				
Accounts payable	151,379	177,159	22,192	350,730
Accrued payroll	5,457	-	2,660	8,117
Deposits payable	5,987	-	-	5,987
Accrued interest payable	51,081	-	-	51,081
Unearned revenue	-	-	57,750	57,750
Due to other funds	281,597	41,339	241,509	564,445
Total current liabilities	<u>495,501</u>	<u>218,498</u>	<u>324,111</u>	<u>1,038,110</u>
NONCURRENT LIABILITIES				
Due within one year	182,988	40,768	-	223,756
Due in more than one year	2,773,622	-	-	2,773,622
Total noncurrent liabilities	<u>2,956,610</u>	<u>40,768</u>	<u>-</u>	<u>2,997,378</u>
Total liabilities	<u>3,452,111</u>	<u>259,266</u>	<u>324,111</u>	<u>4,035,488</u>
NET POSITION				
Net investment in capital assets	8,302,000	66,656	675,505	9,044,161
Unrestricted	2,089,136	(94,988)	(301,736)	1,692,412
TOTAL NET POSITION	<u>\$ 10,391,136</u>	<u>\$ (28,332)</u>	<u>\$ 373,769</u>	<u>\$ 10,736,573</u>

See accompanying notes to financial statements.

VILLAGE OF RICHTON PARK, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended April 30, 2014

	Water and Sewer	Refuse	Nonmajor Commuter Parking Lot	Total
OPERATING REVENUES				
Charges for services	\$ 2,952,234	\$ 1,084,433	\$ 253,064	\$ 4,289,731
Total Operating Revenues	<u>2,952,234</u>	<u>1,084,433</u>	<u>253,064</u>	<u>4,289,731</u>
OPERATING EXPENSES				
Personal services	1,016,283	192,113	131,520	1,339,916
Commodities	79,944	10,034	13,485	103,463
Contractual services	658,678	835,227	91,171	1,585,076
Capital Outlay	638	154	1,121	1,913
Depreciation	375,052	16,420	43,077	434,549
Other operating expenses	589,662	57,083	1,050	647,795
Total Operating Expenses	<u>2,720,257</u>	<u>1,111,031</u>	<u>281,424</u>	<u>4,112,712</u>
OPERATING INCOME (LOSS)	<u>231,977</u>	<u>(26,598)</u>	<u>(28,360)</u>	<u>177,019</u>
NON-OPERATING REVENUES (EXPENSES)				
Miscellaneous income	2,231	-	1,284	3,515
Loss on sale of capital asset	(25,208)	-	-	(25,208)
Grant Revenue	338,583	-	-	338,583
Interest and fiscal charges	(137,827)	(3,972)	-	(141,799)
Total non-operating revenue (expenses)	<u>177,779</u>	<u>(3,972)</u>	<u>1,284</u>	<u>175,091</u>
CHANGES IN NET POSITION	409,756	(30,570)	(27,076)	352,110
NET POSITION, MAY 1	9,981,380	2,238	400,845	10,384,463
NET POSITION, APRIL 30	<u>\$ 10,391,136</u>	<u>\$ (28,332)</u>	<u>\$ 373,769</u>	<u>\$ 10,736,573</u>

See accompanying notes to financial statements

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VILLAGE OF RICHTON PARK, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2014

	Water and Sewer	Refuse	Nonmajor Commuter Parking Lot	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 2,709,557	\$ 1,061,537	\$ 252,635	\$ 4,023,729
Payments to suppliers	(1,622,205)	(889,574)	(107,551)	(2,619,330)
Payments to employees	(1,016,887)	(192,113)	(130,688)	(1,339,688)
Net cash from operating activities	70,465	(20,150)	14,396	64,711
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Interfund borrowing	(618,466)	41,339	90,630	(486,497)
Miscellaneous income	752,231	-	1,284	753,515
Net cash from noncapital financing activities	133,765	41,339	91,914	267,018
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of capital assets	(929,067)	-	(106,310)	(1,035,377)
Payment of principal	(215,000)	(38,831)	-	(253,831)
Payment of interest	(131,990)	(3,972)	-	(135,962)
Net cash from capital and related financing activities	(1,276,057)	(42,803)	(106,310)	(1,425,170)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sale and maturities of investments				
Net cash from investing activities	150,516	-	-	150,516
NET INCREASE IN CASH AND CASH EQUIVALENTS				
	(921,311)	(21,614)	-	(942,925)
CASH AND CASH EQUIVALENTS, MAY 1	1,886,515	21,614	-	1,908,129
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 965,204	\$ -	\$ -	\$ 965,204

(This statement is continued on the following page.)

VILLAGE OF RICHTON PARK, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2014

	Water and Sewer	Refuse	Nonmajor Commuter Parking Lot	Total
RECONCILIATION OF OPERATING INCOME (LOSS)				
TO NET CASH FLOWS FROM OPERATING				
ACTIVITIES				
Operating income (loss)	\$ 231,977	\$ (26,598)	\$ (28,360)	\$ 177,019
Adjustments to reconcile operating income (loss)				
to net cash from operating activities				
Depreciation	375,052	16,420	43,077	434,549
Changes in assets and liabilities				
Accounts receivable	(244,777)	(22,896)	-	(267,673)
Accounts payable	(293,283)	12,924	(724)	(281,083)
Accrued payroll	251	-	832	1,083
Compensated absences	(855)	-	-	(855)
Other liabilities	2,100	-	-	2,100
Unearned revenue	-	-	(429)	(429)
NET CASH FROM OPERATING ACTIVITIES	\$ 70,465	\$ (20,150)	\$ 14,396	\$ 64,711

See accompanying notes to financial statements.

VILLAGE OF RICHTON PARK, ILLIOIS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
April 30, 2014

	Pension Trust	Agency	
ASSETS			
Cash and short-term investments	\$ 134,544	\$ 12,795	
Accrued interest receivable	56,899	-	
Investments, at fair value			
Negotiable certificates of deposit	520,756	-	
U.S. Government and agency obligations	4,353,398	-	
Mutual funds	168,522	-	
Corporate Bonds	528,783	-	
Stock equities	6,833,696	-	
Prepaid expenses	10,548	-	
Due from Primary Government	60,000	-	
Total assets	12,667,146	\$ 12,795	
Liabilities			
Accounts payable	4,984	\$ -	
Deposits payable	-	6,624	
Due to primary government	-	6,171	
Total liabilities	4,984	\$ 12,795	
NET POSITION HELD IN TRUST FOR PENSION BENEFITS			
	\$ 12,662,162		

See accompanying notes to financial statements.

VILLAGE OF RICHTON PARK, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND
For the Year Ended April 30, 2014

ADDITIONS

Contributions

Employer contributions	\$ 485,948
Employee contributions	<u>203,042</u>
Total contributions	<u>688,990</u>

Investment income	1,074,330
Less investment expense	<u>(46,565)</u>
Net investment income	<u>1,027,765</u>

Total additions	<u>1,716,755</u>
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DEDUCTIONS

Pension Benefits	916,650
Administrative expenses	<u>35,443</u>
Total deductions	<u>952,093</u>

NET INCREASE	764,662
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NET POSITION HELD IN TRUST
FOR PENSION BENEFITS

May 1	<u>11,897,500</u>
April 30	<u>\$ 12,662,162</u>

See accompanying notes to financial statements.

VILLAGE OF RICHTON PARK, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Richton Park, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America (hereinafter referred to as generally accepted accounting principles (GAAP)), as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village was incorporated in 1926. The Village is a non-home rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The Village operates under a President-Trustee form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning and general administrative services.

As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component units.

The Village's financial statements include one pension trust fund.

Police Pension Employees Retirement System

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

b. Fund Accounting

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general capital assets (capital projects funds) and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments or on behalf of other funds within the Village. The Village utilizes pension trust funds and agency funds which are generally used to account for assets that the Village holds in a fiduciary capacity or on behalf of others as their agent.

c. Government-Wide and Fund Financial Statements

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

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

The Village reports the following major governmental funds:

The General Fund accounts for the Village's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.

The TIF Crossing Fund (capital projects fund) accounts for the financial resources to be used for the acquisition or development of property within the tax incremental financing district.

The TIF Lakewood Fund (capital projects fund) accounts for the financial resources to be used for the acquisition or development of property within the tax incremental financing district.

The TIF Sauk Trail/Governor's Highway Fund (capital projects fund) accounts for the financial resources to be used for the acquisition or development of property within the tax incremental financing district.

The Village reports the following major proprietary funds:

The Water and Sewer Fund accounts for operations of the water and sewer system.

The Refuse Fund accounts for operations of the refuse collection system.

The Village reports the following nonmajor proprietary fund:

The Commuter Parking Lot Fund accounts for the operations and maintenance of the Metra parking lot at Sauk Trail and Governor's Highway.

The Village reports the following fiduciary funds:

Police Pension Fund is used to report resources that are required to be held in trust for the members and beneficiaries. The Fleming Scholarship Fund is reported as an agency fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds use the accrual basis of accounting but do not have a measurement focus. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributed to the operation of the proprietary funds. Non-operating revenues/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunication taxes which use a 90-day period and income taxes which use a 120-day period. The Village recognizes property taxes when they become both measurable and available in the years intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village also are recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village reports deferred inflows of resources and unearned revenues on its financial statements. Deferred inflows of resources arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred inflows of resources arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues arise when resources are received before the Village has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, deferred inflows of resources and unearned revenue are removed from the balance sheet or statement of net position and revenue is recognized.

e. Cash and Investments

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

f. Investments

Investments with a maturity of less than one year when purchased and nonnegotiable certificates of deposit are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased and all investments of the pension trust funds are stated at fair value. Fair value is based on prices listed on national exchanges as of April 30, 2014 for the debt and equity securities. Insurance separate accounts are valued at contract value as of April 30, 2014.

g. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

h. Inventories

Inventories, if any, are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when consumed rather than when purchased.

i. Prepaid Items/Expenses

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm sewers and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and building improvements	10 - 80
Land improvements	20
Equipment	5 - 30
Vehicles	3 - 15
Infrastructure	80 - 100

k. Land Held for Resale

Land held for resale is valued at the lower of cost or market. Reported land held for resale is equally offset by a fund balance reserve, which indicates that it does not constitute available spendable resources. The land held consists of numerous parcels, mostly within TIF Districts, that the Village owns and is holding until sold.

l. Compensated Absences

Vested or accumulated vacation and sick leave are reported as expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation and sick leave of proprietary funds and governmental activities are recorded as an expense and liability of those funds as the benefits accrue to employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Long-Term Obligations

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position. The balance at year end for gains/losses is shown as an increase in the deferred inflows/outflows of resources section of the statement of net position. Debt issuance costs are expensed when incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

n. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village only has one item that qualifies for reporting in this category. It is the deferred loss on debt refunding reported in the government-wide and proprietary funds statements of net position. A deferred loss on debt refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village reports resources associated with imposed non-exchange revenue transactions that are received or reported as a receivable before the period for which property taxes are levied as deferred inflows of resources.

o. Fund Balances/Net Position

Fund Equity/Net Position: Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Fund Balances/Net Position (Continued)

used for the acquisition construction of improvements of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

Governmental Fund Type Definitions: In order to comply with the Governmental Accounting Standard Board's (GASB) Statement No. 54, *Fund Balance Reporting and Government Fund Type Definitions*, the fund balance section of the balance sheet of the governmental funds includes the following line items:

- a) Non-spendable fund balance is inherently non-spendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must be maintained intact.
- b) Restricted fund balance is externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation. Restricted fund balances reported on the Village's Governmental Funds Balance Sheet mainly include restricted property tax levies, bond proceeds, and grant awards.
- c) Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. For the Village, the Village Board is the highest level of decision making.
- d) Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the Village Board designated for that purpose. The intended use is established by an official designated for that purpose. The Village has not designated anyone for this purpose. However, GASB 54 has outlined that fund balance outside of the general fund is to fall in this category if there is not a deficit fund balance for the fund.
- e) Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. In addition, if there is a deficit balance in another governmental fund, it will be reported as a negative amount in that fund's unassigned classification.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Fund Balances/Net Position (Continued)

Fiduciary fund equity is classified as held in trust for pension benefits on the statement of fiduciary net position.

p. Interfund Transactions

Interfund services are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

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

q. Accounting Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

r. Tax Increment Financing Districts

The Village has established several Tax Increment Redevelopment Project Areas (RPAs) to encourage redevelopment of certain sites for more market-oriented commercial uses of the properties that will enhance their value and improve their contributions to the Village and its surrounding areas. As part of the redevelopment plans, the Village has made significant improvements to utilities, public parking, intersections and traffic signalization, streets and landscaping.

Construction and development in the RPAs were the responsibility of developers. To entice development of the areas, the Village created tax increment financing (TIF) districts to finance public improvements made within the RPAs.

Several funds have been established to record the revenues generated in the RPAs that relate directly to servicing the public improvements in the RPAs.

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

2. LEGAL COMPLIANCE AND ACCOUNTABILITY

Deficit Balances of Individual Funds

The following funds had a deficit in fund balance or net position as of the date of this report.

Fund	Deficit Balance
TIF Lakewood	\$ 745,856
TIF Sauk Trail/Governor's Highway	182,031
Administrative Seizure Fund	18,878
TIF Governor's Highway	30,125
Community Center	223,124
Refuse	28,332

3. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust fund. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust fund are held separately from those of the other funds.

a. Village Deposits and Investments

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value) and Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Village's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

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

3. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, legality, safety of principal, liquidity and rate of return.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village’s deposits may not be returned to it. The Village’s investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Village, an independent third party or the Federal Reserve Bank. At April 30, 2014, all Village’s deposits are not fully insured and/or collateralized. Subsequent to year end Village did collateralized all appropriate accounts.

Investments

The following table presents the investments and maturities of the Village’s debt securities as of April 30, 2014:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 1,071,502	\$1,071,502	\$ -	\$ -	\$ -
Illinois Metropolitan Investment Fund	10,880	10,880	-	-	-
TOTAL	\$ 1,082,382	\$1,082,382	\$ -	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by limiting investments with a maturity of no more than five years from the date of purchase, unless matched to a specific cash flow.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village limits its exposure to credit risk by primarily investing in external investment pools. The Village’s investment policy does not address the managing of credit risk. Illinois Funds and IMET are rated AAA.

3. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on delivery versus payment basis (DVP) with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts and a written custodian agreement. Illinois Funds and IMET are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village's investment policy requires diversification of investments to avoid unreasonable risk. The Village operates its investments as an internal investment pool where each fund reports its pro rata share of the investments made by the Village.

b. Police Pension Fund Deposits and Investments

The Police Pension Fund's investment policy authorizes the Police Pension Fund to invest in all investments allowed by the Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, interest-bearing obligations of the U.S. Treasury and U.S. agencies, interest-bearing bonds of the State of Illinois or any county, township or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. agencies, separate accounts managed by life insurance companies, mutual funds, common and preferred stock, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains \$1 per share value which is equal to the participants fair value) and IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Police Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the cash flow demands of the Police Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, risk aversion, rate of return and liquidity.

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

3. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the an independent third party of the Federal Reserve Bank, and evidenced by safekeeping receipts.

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2014:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury securities	\$ 172,875	\$ -	\$ -	\$ 172,875	\$ -
U.S. agency securities					
FFCB	956,660	-	539,725	416,935	-
FHLB	2,109,242	166,901	844,192	468,600	629,549
FHLMC	190,341	190,341	-	-	-
FNMA	616,894	-	276,840	-	340,054
GNMA	307,386	-	119	44,612	262,655
Money Market Fund	168,522	168,522	-	-	-
Corporate Bonds	528,783	-	314,816	213,967	-
Negotiable CDs	520,756	520,756	-	-	-
TOTAL	\$ 5,571,459	\$ 1,046,520	\$ 1,975,692	\$ 1,316,989	\$ 1,232,258

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Fund's investment policy does not limit the maturity of the portfolio's investments.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Police Pension Fund limits its exposure to credit risk by primarily investing U.S. Treasury obligations and other obligations which are rated AA or better by a national rating agency. The Police Pension Fund's investment policy does not address the management of credit risk. The U.S. agency securities are rated Aaa by Moodys. Illinois Funds are rated AAA. The negotiable CDs are not rated but are insured.

3. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to investment, the Police Pension will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Police Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis (DVP) with the underlying investments held by a third party custodian and evidenced by safekeeping receipts. Illinois Funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk. The Village operates its investments as an internal investment pool where each fund reports its pro rata share of the investments made by the Village.

4. RECEIVABLES

a. Property Taxes

Property taxes for 2013 attach as an enforceable lien on January 1, 2013, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2014 and August 1, 2014, and are payable in two installments, on or about March 1, 2014 and September 1, 2014. Tax Increment Financing (TIF) property tax receipts are received in two installments similar to levied taxes described above. TIF property taxes are not levied, but are paid by the County from incremental property tax receipts of all taxing bodies within a TIF District. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 4% of the tax levy, to reflect actual collection experience. Collections of the 2013 tax levy received prior to April 30, 2014 are measurable and available and have been recognized as revenues during the fiscal year ended April 30, 2014. The remainder of the 2013 tax levy is intended to fund expenditures for the 2014-2015 fiscal year and these taxes are deferred as of April 30, 2014.

The 2014 tax levy, which attached as an enforceable lien on property as of January 1, 2014, has not been recorded as a receivable as of April 30, 2014 as the tax has not yet been levied by the Village and will not be levied until December 2014 and, therefore, the levy is not measurable at April 30, 2014.

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

4. RECEIVABLES (Continued)

b. The following receivables are included in due from other governments on the statement of net position:

	Governmental Activities		
	General Fund	Motor Fuel Tax Fund	Total
Receivables			
Income taxes	\$ 644,449	\$ -	\$ 644,449
Motor fuel taxes	-	25,157	25,157
Other	37,302	-	37,302
NET TOTAL RECEIVABLES	\$ 681,751	\$ 25,157	\$ 706,908

c. The following receivables are included in accounts receivable on the statement of net position:

	Governmental Activities				Business-Type Activities			
	General Fund	TIF Lakewood Fund	TIF Sauk Trail/Governor's Highway Fund	Nonmajor Governmental	Water and Sewer Fund	Refuse Fund	Nonmajor Enterprise (Commuter Parking Lot Fund)	Total
Receivables								
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ 793,561	\$ 80,707	\$ 158	\$ 874,426
Other	25,107	50,529	141,768	60,199	-	-	-	277,603
NET TOTAL RECEIVABLES	\$ 25,107	\$ 50,529	\$ 141,768	\$ 60,199	\$ 793,561	\$ 80,707	\$ 158	\$ 1,152,029

d. The following are included in other receivable on the statement of net position:

Flex Health Savings	\$56,068
Flex Benefits Advance	57,755
ICMA Overpayments	6,105
Paychex Overpayment	2,709
Other Receivable	63,563
TOTAL	<u>\$186,200</u>

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

5. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2014 was as follows:

	Balances May 01, 2013	Additions	Retirements	Balances April 30, 2014
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 4,907,838	\$ -	\$ -	\$ 4,907,838
Land Improvements	400,000	-	-	400,000
Total capital assets not being depreciated	5,307,838	-	-	5,307,838
Capital assets being depreciated				
Land improvements	89,573	-	-	89,573
Buildings	4,932,771	65,951	-	4,998,722
Building Improvements	563,479	598,352	-	1,161,831
Vehicles	3,085,445	31,406	560,530	2,556,321
Equipment	641,418	-	103,924	537,494
Infrastructure	3,903,449	190,199	-	4,093,648
Total capital assets being depreciated	13,216,135	885,908	664,454	13,437,589
Total capital assets	18,523,973	885,908	664,454	18,745,427
Less accumulated depreciation for				
Land improvements	75,478	442	-	75,920
Buildings	756,230	162,766	-	918,996
Building Improvements	190,472	25,933	-	216,405
Vehicles	2,056,902	148,253	423,279	1,781,876
Equipment	357,958	48,270	54,671	351,557
Infrastructure	620,287	125,513	-	745,800
Total accumulated depreciation	4,057,327	511,177	477,950	4,090,554
Total capital assets being depreciated, net	9,158,808	373,731	186,504	9,347,035
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET				
	\$14,466,646	\$ 373,731	\$ 186,504	\$14,654,873

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

5. CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs of the governmental activities as follows:

GOVERNMENTAL ACTIVITIES	
General government	\$ 151,523
Parks and recreation	62,830
Public safety	123,260
Public works	19,060
Tax Increment Refinancing (TIR)	<u>154,504</u>
TOTAL	<u>\$ 511,177</u>

	Balances May 01, 2013	Additions	Retirements	Balances April 30, 2014
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 571,660	\$ -	\$ -	\$ 571,660
Total capital assets not being depreciated	<u>571,660</u>	<u>-</u>	<u>-</u>	<u>571,660</u>
Capital assets being depreciated				
Land improvements	1,257,899	69,917	-	1,327,816
Buildings	3,180,890	36,393	-	3,217,283
Vehicles	912,333	2,000	-	914,333
Equipment	719,698	-	237,822	481,876
Infrastructure	10,386,822	929,066	-	11,315,888
Total capital assets being depreciated	<u>16,457,642</u>	<u>1,037,376</u>	<u>237,822</u>	<u>17,257,196</u>
Total capital assets	<u>17,029,302</u>	<u>1,037,376</u>	<u>237,822</u>	<u>17,828,856</u>
Less accumulated depreciation for				
Land improvements	1,013,062	34,458	-	1,047,520
Buildings	1,741,945	76,723	-	1,818,668
Vehicles	419,462	72,206	-	491,668
Equipment	448,857	28,455	210,615	266,697
Infrastructure	2,093,625	222,707	-	2,316,332
Total accumulated depreciation	<u>5,716,951</u>	<u>434,549</u>	<u>210,615</u>	<u>5,940,885</u>
Total capital assets being depreciated, net	<u>10,740,691</u>	<u>602,827</u>	<u>27,207</u>	<u>11,316,311</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$11,312,351</u>	<u>\$602,827</u>	<u>\$ 27,207</u>	<u>\$11,887,971</u>

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

5. CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs of the business type activities as follows:

BUSINESS-TYPE ACTIVITIES	
Commuter Parking Lot	\$ 43,077
Refuse	16,420
Water & Sewer	<u>375,052</u>
TOTAL	<u>\$ 434,549</u>

6. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; employee health; natural disasters; and injuries to the Village's employees.

The Village has purchased insurance from private insurance companies. Risks covered include medical, dental and other. Premiums have been displayed as expenditures/expenses in appropriate funds. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current or the three prior years.

Intergovernmental Risk Management Agency (IRMA)

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

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

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village is aware of no additional contributions due to IRMA as of April 30, 2014.

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

7. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds, therefore, are reported in the proprietary funds if they are expected to be repaid from proprietary revenues.

b. Installment Contracts

The Village entered into several installment contracts to provide funds for the acquisition of capital assets.

c. Changes in Long-Term Liabilities

The following is a summary of changes in long-term debt for the year ended April 30, 2014:

	Debt Retired by	Balances May 01, 2013	Additions	Reductions	Balances April 30, 2014	Due Within One Year
GOVERNMENTAL ACTIVITIES						
\$1,050,000 General Obligation. (Alternate Revenue Source) Bonds, Series 1996 dated June 24, 1996, due in annual installments of \$10,000 to \$140,000 plus interest at 5.40% to 7.40% through December 1, 2015	TIF Bohlman	\$ 405,000	\$ -	\$ 135,000	\$ 270,000	\$ 270,000
\$422,000 General Obligation. (Alternate Revenue Source) Bonds, Series 2013 dated December 12, 2013, due in annual installments of \$60,286 plus interest at 2.61% through December 1, 2019	TIF Bohlman	-	422,000	-	422,000	60,286
Total bonds		405,000	422,000	135,000	692,000	330,286
\$270,000 Installment Contract dated October 8, 2004, due in annual installments plus interest at 4.35% through October 8, 2014.	General Fund	54,447	-	54,447	-	-
\$377,876 Installment Contract dated August 14, 2007, due in annual installments plus interest at 4.77% through August 14, 2017.	General Fund	186,349	-	186,349	-	-
Total installment contracts		240,796	-	240,796	-	-
\$300,000 Notes Payable dated July 9, 2009, due in annual installments plus interest at 4.75% through July 9, 2014.	TIF Lakewood	201,672	-	30,800	170,872	170,872

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

7. LONG-TERM DEBT (Continued)

c. Changes in Long-Term Liabilities (Continued)

	Debt Retired by	Balances May 01, 2013	Additions	Reductions	Balances April 30, 2014	Due Within One Year
GOVERNMENTAL ACTIVITIES (Continued)						
Compensated absences	General Fund	\$733,845	\$451,735	\$733,845	\$451,735	\$451,735
Capital Lease	General Fund	91,413	-	28,874	62,539	30,358
IMRF net pension obligation	Employer Contributions	42,069	1,883	-	43,952	-
Net pension obligation	Employer Contributions	212,204	191,642	-	403,846	-
Other postemployment benefit obligation	General Fund	98,606	44,521	-	143,127	-
Total other		1,379,809	689,781	793,519	1,276,071	652,965
TOTAL GOVERNMENTAL ACTIVITIES		\$2,025,605	\$1,111,781	\$1,169,315	\$ 1,968,071	\$ 983,251
	Debt Retired by	Balances May 01, 2013	Additions	Reductions	Balances April 30, 2014	Due Within One Year
BUSINESS-TYPE ACTIVITIES						
\$500,000 General Obligation (Alternate Revenue Source) Bonds, Series 1998 dated December 1, 1998 due in annual installments of \$45,000 to \$50,000 plus interest at 4.35% to 4.80% through December 1, 2013.	Water and Sewer	\$ 50,000	\$ -	\$ 50,000	\$ -	\$ -
\$5,855,000 General Obligation Bonds, Series 2006 dated December 28, 2006, due in annual installments of \$210,000 to \$390,000 plus interest at 3.60% to 5.50% through December 1, 2026	Water and Sewer	3,090,000	-	165,000	2,925,000	175,000
Capital Lease	Refuse	79,599	-	38,831	40,768	40,768
Unamortized bond premium	Water and Sewer	25,439	-	1,817	23,622	-
Compensated absences	Water and Sewer	8,843	7,988	8,843	7,988	7,988
TOTAL BUSINESS-TYPE ACTIVITIES		\$ 3,253,881	\$ 7,988	\$ 264,491	\$ 2,997,378	\$ 223,756

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

7. LONG-TERM DEBT (Continued)

d. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	General Obligation Bonds		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2015	\$ 270,000	\$ 25,100	\$ 60,286	\$ 11,014
2016	-	-	60,286	9,441
2017	-	-	60,286	7,867
2018	-	-	60,285	6,294
2019	-	-	60,286	4,720
2020	-	-	60,285	3,147
2021	-	-	60,286	1,574
Total	\$ 270,000	\$ 25,110	\$ 422,000	\$ 44,057

Fiscal Year Ending April 30,	Notes Payable		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2015	\$ 170,872	2,076	\$ 175,000	\$ 122,595
2016	-	-	180,000	115,595
2017	-	-	185,000	108,395
2018	-	-	195,000	98,220
2019	-	-	210,000	87,495
2020	-	-	215,000	79,200
2021	-	-	225,000	70,600
2022	-	-	235,000	61,600
2023	-	-	240,000	52,200
2024	-	-	250,000	42,600
2025	-	-	260,000	32,600
2026	-	-	270,000	22,200
2027	-	-	285,000	11,400
Total	\$ 170,872	\$ 2,076	\$ 2,925,000	\$ 904,700

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

7. LONG-TERM DEBT (Continued)

e. Capital Lease

The Village was the lessee of an ambulance under a capital lease expiring in June 2015. The cost of the asset acquired under the capital lease is \$145,724.

The Village entered into a lease-purchase agreement for street sweeper expiring in May 2014. The asset and liability under the capital lease are recorded at the lower of the present value of the minimum lease payment or the fair value of the asset. The asset is depreciated over its useful life. The cost of the asset acquired under the capital lease was \$117,157.

Depreciation of the asset under the capital leases is included in depreciation expense.

The debt service to maturity for the capital leases as of April 30, 2014 is as follows:

Fiscal Year Ending April 30,	Capital Leases	
	Principal	Interest
2015	\$ 71,126	\$ 5,234
2016	32,181	1,640
Total	<u>\$ 103,307</u>	<u>\$ 6,874</u>

f. Legal Debt Margin

The Village is a non-home rule municipality.

ASSESSED VALUATION – 2013	<u>\$163,068,084</u>
LEGAL DEBT LIMIT – 8.625% OF ASSESSED VALUATION	\$ 14,064,622
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT General Obligation Bonds	<u>3,617,000</u>
LEGAL DEBT MARGIN	<u>\$ 10,447,622</u>

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

7. LONG-TERM DEBT (Continued)

g. Partial Defeasance-General Obligation Bonds, Series 2006

On December 1, 2009 the Village applied surplus proceeds from the General Obligation Bonds, Series 2006 to advance refund, through an in-substance defeasance, \$1,825,000 of the General Obligation Bonds, Series 2006. Through the transaction the Village reduced its overall debt service by \$275,155. The surplus funds of \$1,983,853 were placed in an irrevocable escrow to provide for all future debt service payments on the defeased bonds. Accordingly, the escrowed assets and the liability for the defeased bonds have been removed from these financial statements. The balance of the defeased bonds in escrow outstanding at April 30, 2014 was \$1,545,000. The balance of the unamortized loss on refunding that resulted from the transaction at April 30, 2014 was \$145,580 and is presented as a deferred outflow of resources on the statement of net position.

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

8. INTERFUND ACTIVITY
 Due From/To Other Funds

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	\$ 1,286,769
General	TIF Lakewood	217,961
General	TIF Sauk Trail/Governor's Highway	150,380
General	Agency	6,171
		<u>1,661,281</u>
TIF Sauk Trail/Governor's Highway	TIF Crossings	3,072
Water & Sewer	Refuse	41,339
Water & Sewer	Nonmajor Enterprise	175,743
Water & Sewer	General	549,054
		<u>766,136</u>
Nonmajor Governmental	General	2,409
Nonmajor Governmental	TIF Sauk Trail/Governor's Highway	76,568
Nonmajor Governmental	TIF Lakewood	68,831
Nonmajor Governmental	Water & Sewer	68,482
Nonmajor Governmental	Nonmajor Enterprise	65,766
Nonmajor Governmental	Nonmajor Governmental	25,782
		<u>307,838</u>
TIF Crossings	General	424,979
TIF Crossings	Water & Sewer	213,115
TIF Crossings	TIF Lakewood	500,000
TIF Crossings	Nonmajor Governmental	26
		<u>1,138,120</u>
TIF Lakewood	TIF Sauk Trail/Governor's Highway	2,500
Nonmajor Enterprise	TIF Sauk Trail/Governor's Highway	11,417
Pension Trust	General	60,000
	Total	<u>\$ 3,950,364</u>

The purposes of the significant due to/due from other funds are as follows:

- \$217,961 due to General Fund from TIF Lakewood Fund. This amount represents cash receipts deposited into the general combined bank account, accounts payable expenses, overhead charges, and bank transfers between funds.
- \$150,380 due to General Fund from TIF Sauk Trail Fund. This amount represents accounts payable expenses and overhead charges allocation.
- \$68,831 due to Nonmajor Governmental Funds from TIF Lakewood. This amount represents budgeted transfers.
- \$68,482 due to Nonmajor Governmental Funds from Water and Sewer Fund accumulated due to closing a Schwab account.

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

8. INTERFUND ACTIVITY (continued)

Due From/To Other Funds (continued)

- \$1,286,769 due from Nonmajor Governmental Funds to General Fund. This represents credit card fees paid for Park Fund (\$14,077), accounts payable and salary payments paid by the General Fund to Community Center Fund (\$339,048), accounts payable activity, overhead allocations, and cash deposited into general combined bank account for Motor Fuel Tax Fund (\$233,968), cash deposited into combined account and accounts payable activity for Administrative Seizure Fund (\$68,382), accounts payable activity and bank transfers of TIF Bohlman Fund (\$361,002), Park Fund (\$167,257), and TIF Governor’s Highway Fund (\$103,035).
- \$65,766 due to Nonmajor Governmental Funds from Nonmajor Enterprise Fund. This amount represents accounts payable reclassification.
- \$76,568 due from TIF Sauk Trail/Governor’s Highway to Nonmajor Governmental Funds. This amount represents budgeted transfer to TIF Governor’s Highway (\$72,947), and credit card transactions of Park Fund (\$3,621).
- \$217,082 due to the Water and Sewer Fund from are bank transfers from Nonmajor Enterprise Funds.
- \$213,115 due from Water and Sewer Fund to TIF Crossings accumulated due to closing a Schwab account.
- \$500,000 due from TIF Lakewood to TIF Crossings is a budgeted transfer.
- \$424,979 due to TIF Crossings from General Fund is due to accounts payable expenses.
- \$549,054 due to Water and Sewer Fund from General Fund is to cover operating expenses.

Advances From/To Other Funds

Receivable Fund	Payable Fund	Amount
TIF Crossings	TIF Lakewood	\$ 1,000,000
TIF Crossings	TIF Sauk Trail/Governor's Highway	1,545,381
		<u>\$ 2,545,381</u>

- \$1,000,000 due from TIF Lakewood Fund to TIF Crossings Fund. This represents the amount borrowed to purchase the Lakewood Plaza several years ago. The Village expects that this loan will be repaid, but not for a long time.
- \$1,545,381 due from TIF Sauk Trail/Governor's Highway to TIF Crossings Fund. This represents amount borrowed to purchase Sparks, Advance Bank and various properties in this TIF. The Village expects that this loan will be repaid, but not for a long time.

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

8. INTERFUND ACTIVITY (continued)

Interfund transfers during the year ended April 30, 2014 consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 368,489
Nonmajor Governmental	368,489	-
	<u>\$ 368,489</u>	<u>\$ 368,489</u>

The purposes of the significant individual fund transfers are as follows:

- Transfer out of the General Fund was to subsidize the Park Fund, the Community Center Fund and TIF Bohlman.

9. CONTINGENT LIABILITES

a. Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

b. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

10. EMPLOYEE RETIREMENT SYSTEMS

a. Plan Descriptions

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system, and the Police Pension Plan, single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution rate for the calendar year ended 2014 was 12.31% of covered payroll.

Police Pension Plan

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 contributions levels are governed by Illinois Compiled Statutes (Chapter 40 – Article 5/3) and may be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a pension trust fund. At April 30, 2014, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	17
Terminated plan members entitled to but not yet receiving benefits	-
Current employees	
Vested	15
Nonvested	13
Total	45

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ % of each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Employees are required by Illinois Compiled Statutes to contribute 9.91% of their based salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. For the year ended April 30, 2014, the Village's contribution was 26.99% of covered payroll.

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which the employee services are performed.

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date.

There are no significant investments (other than U.S. Government guaranteed obligations and mutual funds) in any one organization that represent 5.00% or more of plan net assets for the Police Pension.

Administrative Costs

Administrative costs for the Police Pension Plan are financed primarily through investment earnings.

c. Annual Pension Cost

	Illinois Municipal Retirement	Police Pension
Actuarial Valuation Date	December 31, 2013	April 30, 2014
Actuarial Cost Method	Entry – age Normal	Entry – age Normal
Asset Valuation Method	5 Year Smoothed Market	5 Year Smoothed Market
Amortization Method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization Period	30 years, open	26 years, closed
Significant Actuarial Assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.00% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	4.50% Compounded Annually
c) Additional projected salary increases - seniority/merit	.40% to 10.00%	N/A
d) Postretirement benefit increases	3.00%	3.00%

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

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Net Pension Obligation (Asset)

The Village's annual pension cost and net pension obligation (asset) for the year ended April 30, 2014 has been calculated as follows:

	Illinois Municipal Retirement	Police Pension
Annual Required Contribution	\$ 258,067	\$ 672,484
Interest on Net Pension Obligation	(3,155)	14,854
Adjustment to Annual Required Contribution	5,038	(9,748)
Annual Pension Cost	259,950	677,590
Contributions Made	258,067	485,948
Increase in Net Pension Obligation (Asset)	1,883	191,642
Net Pension Obligation, Beginning of the year	42,069	212,204
Net Pension Obligation, End of Year	\$ 43,952	\$ 403,846

e. Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due.

	Fiscal Year	Illinois Municipal Retirement	Fiscal Year	Police Pension
Annual Pension Cost (APC)	2012	\$ 245,153	2012	\$ 639,911
	2013	266,692	2013	609,341
	2014	259,950	2014	677,590
Actual Contribution	2012	\$ 233,485	2012	\$ 499,740
	2013	263,599	2013	465,153
	2014	258,067	2014	485,948
Percentage of APC contributed	2012	95.24%	2012	78.10%
	2013	98.84%	2013	76.30%
	2014	99.30%	2014	71.71%
NPO (Assets)	2012	\$ 38,976	2012	\$ 68,016
	2013	42,069	2013	212,204
	2014	43,952	2014	403,846

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

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

f. Funded Status and Funding Progress

The funded status of the plans of as April 30, 2014, based on the actuarial valuations performed as of December 31 2013 for IMRF and April 30, 2014 for the Police Pension Plan is as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial Accrued Liability (AAL)	\$ 5,354,148	\$ 20,995,756
Actuarial Value of Plan Assets	3,980,428	12,517,369
Unfunded Actuarial Accrued Liability (UAAL)	1,373,720	8,478,387
Funded Ratio (Actuarial Value of Plan Assets/AAL)	74.34%	59.62%
Covered Payroll (Active Plan Members)	\$ 2,318,569	\$ 2,111,789
UAAL as Percentage of Covered Payroll	59.25%	401.48%

The actuarial assumptions used to determine the funded status of the plans are the same actuarial assumptions used to determine the employer APC of the plans as disclosed in Note 10.c.

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the Plan.

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's governmental activities.

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's two retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At April 30, 2014, membership consisted of (most recent data available):

Retirees and Beneficiaries Currently Receiving Benefits	5
Terminated Employees Entitled to Benefits, but not yet Receiving them	-
Active Employees – Vested	25
Active Employees – Nonvested	44
	74
Total	74
Participating Employers	1

d. Funding Policy

The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the Plan until retirement.

e. Annual OPEB Costs and Net OPEB Obligation

The Village had an actuarial valuation performed for the Plan as of April 30, 2013 to determine the funded status of the Plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2014. The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan and the net OPEB obligation for 2014 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	NET OPEB Obligation
April 30, 2012	32,637	16,093	49.31%	48,922
April 30, 2013	119,205	69,521	58.32%	98,606
April 30, 2014	119,941	73,936	61.60%	143,127

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

The net OPEB obligation as of April 30, 2014 was calculated as follows:

Annual Required Contribution	\$ 119,941
Interest on Net OPEB obligation	4,930
Adjustment to Annual Requirement Contribution	<u>(6,414)</u>
Annual OPEB Cost	118,457
Contributions Made	<u>73,936</u>
Increase in Net OPEB Cost	44,521
Net OPEB Obligation, Beginning of Year	<u>98,606</u>
Net OPEB Obligation, End of Year	<u><u>\$ 143,127</u></u>

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2013 (most recent data available) was as follows:

Actuarial Accrued Liability (AAL)	\$ 904,880
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	904,880
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0%
Covered Payroll (Active Plan Members)	4,320,743
UAAL as a Percentage of Covered Payroll	20.94%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the Plan.

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

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

In the April 30, 2013 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included an investment rate of return of 5.0%, projected salary increases of 5.0% and an initial healthcare cost trend rate of 8.0% with an ultimate healthcare inflation rate of 5.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2014 was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

For The Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property Taxes	\$ 2,923,681	\$ 2,923,681	\$ 2,700,346
Other taxes	1,637,686	1,637,686	1,482,442
Intergovernmental	1,928,000	1,928,000	1,778,663
Charges for services	465,800	465,800	478,433
Licenses, permits and fees	651,700	651,700	521,531
Fines and forfeits	373,700	373,700	494,754
Investment income	10,000	10,000	587
Grant Revenue	326,100	326,100	128,034
Miscellaneous income	129,100	129,100	279,369
Total revenues	<u>8,445,767</u>	<u>8,445,767</u>	<u>7,864,159</u>
EXPENDITURES			
General government	2,872,425	2,872,425	2,333,293
Public Safety	5,520,098	5,520,098	5,056,381
Public Works	1,013,271	1,013,271	222,750
Debt Service:			
Principal	95,421	95,421	269,670
Interest and fiscal charges	14,635	14,635	10,796
Capital Outlay	15,000	15,000	90,846
Total Expenditures	<u>9,530,850</u>	<u>9,530,850</u>	<u>7,983,736</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,085,083)</u>	<u>(1,085,083)</u>	<u>(119,577)</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	(248,536)	(248,536)	(368,489)
Proceeds from the sale of capital assets	-	-	2,410
Total other financing sources and uses	<u>(248,536)</u>	<u>(248,536)</u>	<u>(366,079)</u>
NET CHANGES IN FUND BALANCES	<u>(1,333,619)</u>	<u>(1,333,619)</u>	<u>(485,656)</u>
FUND BALANCES, MAY 1,			1,045,338
FUND BALANCES, APRIL 30			<u>\$ 559,682</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2014

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) (UAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2008	\$ 2,753,391	\$ 4,035,882	68.22%	\$ 1,282,491	\$ 1,894,745	67.69%
2009	3,029,588	4,521,537	67.00%	1,491,949	1,951,365	76.46%
2010	2,301,855	3,919,854	58.72%	1,617,999	1,930,033	83.83%
2011	2,727,780	4,467,733	60.99%	1,739,953	1,962,006	88.68%
2012	3,290,005	4,868,642	67.58%	1,578,637	2,133,659	73.99%
2013	3,980,428	5,354,148	74.34%	1,373,720	2,318,569	59.25%

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

POLICE PENSION FUND

April 30, 2014

Actuarial Valuation Date April 30	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2009	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2010	9,170,185	14,986,057	61.19%	5,815,872	1,987,341	292.65%
2011	10,421,615	16,833,735	61.91%	6,412,120	2,001,822	320.31%
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	11,871,458	20,515,474	57.86%	8,644,016	2,222,040	389.01%
2014	12,517,369	20,995,756	59.62%	8,478,387	2,111,789	401.48%

N/A – Information is not available

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2014

Actuarial Valuation Date April 30	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) – (1)	(5) Covered Payroll	UAAL As a Percentage of Covered Payroll (4) / (5)
2010	\$ -	\$ 304,103	0.00%	\$ 304,103	\$ 4,082,849	7.45%
2011	-	304,103	0.00%	304,103	4,082,849	7.45%
2012	-	304,103	0.00%	304,103	4,082,849	7.45%
2013	-	904,880	0.00%	904,880	4,320,743	20.94%
	-					
	-					

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2014

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2009	\$ 181,706	\$ 181,706	100.00%
2010	201,867	201,867	100.00%
2011	209,578	228,021	91.91%
2012	233,485	243,928	95.72%
2013	263,599	264,947	99.50%
2014	258,067	258,067	100.00%

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2014

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2009	\$ 402,917	\$ 415,040	97.08%
2010	522,817	502,607	104.02%
2011	523,491	502,607	104.16%
2012	499,740	641,058	77.96%
2013	465,153	607,617	76.55%
2014	485,948	672,484	72.26%

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2014

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2010	\$ 16,093	\$ 32,199	49.98%
2011	16,093	32,365	49.72%
2012	16,093	32,097	50.14%
2013	69,521	119,941	57.96%
2014	73,936	119,941	61.60%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2014

1. BUDGETARY INFORMATION

Annual budgets are as originally adopted by the Board of Trustees. All annual appropriations lapse at fiscal year-end.

Prior to April 30, the Village finance director submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to July 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue funds and capital projects funds (DUI Fines Returned, Police Article 36 Seizure, Community Block Grant, TIF Governor's Highway and Economic Development did not have a budget).

The Village is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the Village Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function and department. The Village finance director is authorized to transfer budget amounts between accounts or departments within any fund; however, the Village Board must approve revisions that alter the total expenditures of any fund. During the year, the budget was amended.

2. EXCESS EXPENDITURES OVER APPROPRIATIONS

Funds	Final Budgeted Expenditures	Actual Expenditures
TIF Sauk Trail/Governor's Hwy	151,400	544,908
TIF Lakewood	601,569	815,365
TIF Bohlman	159,975	178,380
Foreign Fire Insurance Tax	8,000	16,772

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF RICHTON PARK, ILLINOIS

SCHEDULE OF REVENUES-
BUDGET AND ACTUAL

GENERAL FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 2,923,681	\$ 2,923,681	\$ 2,700,346
Other taxes			
State use tax	220,000	220,000	235,326
Utility taxes	730,686	730,686	718,642
Telecommunication taxes	660,000	660,000	503,933
Personal property replacement tax	27,000	27,000	24,541
Total other taxes	1,637,686	1,637,686	1,482,442
Intergovernmental			
State income tax	1,380,000	1,380,000	1,259,261
Sales Tax	548,000	548,000	519,402
Total Intergovernmental	1,928,000	1,928,000	1,778,663
Charges for services	465,800	465,800	478,433
Licenses, permits and fees			
Business and occupational licenses	40,000	40,000	37,225
Cable television franchise fees	114,000	114,000	120,393
Contractor registrations	40,000	40,000	34,800
Vehicle license	252,000	252,000	252,661
Building permits	100,000	100,000	74,331
Other licenses, permits and fees	105,700	105,700	2,121
Total licenses, permits and fees	651,700	651,700	521,531
Fines, forfeitures and penalties	373,700	373,700	494,754
Grants	326,100	326,100	128,034
Investment income	10,000	10,000	587
Miscellaneous	129,100	129,100	279,369
TOTAL REVENUES	\$ 8,445,767	\$ 8,445,767	\$ 7,864,159

(See independent auditor's report)

VILLAGE OF RICHTON PARK, ILLINOIS

SCHEDULE OF EXPENDITURES-
BUDGET AND ACTUAL

GENERAL FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Administration			
Personal services	\$ 413,899	\$ 413,899	\$ 209,773
Commodities	15,500	15,500	8,837
Contractual services	309,500	309,500	180,882
Other operating costs	57,500	57,500	771,258
Total administration	<u>796,399</u>	<u>796,399</u>	<u>1,170,750</u>
Building			
Personal services	153,170	153,170	151,059
Commodities	26,150	26,150	17,927
Contractual services	33,400	33,400	10,046
Other operating costs	500	500	-
Total building	<u>213,220</u>	<u>213,220</u>	<u>179,032</u>
Finance			
Personal services	541,967	541,967	270,948
Commodities	10,000	10,000	5,762
Contractual services	159,450	159,450	90,627
Other operating costs	33,000	33,000	16,282
Total finance	<u>744,417</u>	<u>744,417</u>	<u>383,619</u>
Community development			
Personal services	129,504	129,504	130,042
Commodities	2,250	2,250	3,492
Contractual services	29,950	29,950	20,253
Other operating costs	21,600	21,600	6,657
Total community development	<u>183,304</u>	<u>183,304</u>	<u>160,444</u>
IRMA			
Contractual services	420,000	420,000	221,997
Total IRMA	<u>420,000</u>	<u>420,000</u>	<u>221,997</u>
Economic development			
Personal services	179,732	179,732	2,586
Commodities	2,900	2,900	150
Contractual services	38,100	38,100	1,691
Other operating costs	750	750	25
Total economic development	<u>221,482</u>	<u>221,482</u>	<u>4,452</u>

(This schedule is continued on the following page)

VILLAGE OF RICHTON PARK, ILLINOIS

SCHEDULE OF EXPENDITURES-
BUDGET AND ACTUAL (Continued)

GENERAL FUND
For the Year Ended April 30, 2014

	Original		
	Budget	Final Budget	Actual
GENERAL GOVERNMENT (continued)			
Community relations			
Personnel	\$ 121,418	\$ 121,418	\$ 61,951
Commodities	-	-	699
Contractual	14,400	14,400	6,901
Total community relations	<u>135,818</u>	<u>135,818</u>	<u>69,551</u>
Code enforcement			
Personnel	120,385	120,385	109,070
Commodities	3,100	3,100	2,472
Contractual services	32,800	32,800	31,906
Other operating costs	1,500	1,500	-
Total code enforcement	<u>157,785</u>	<u>157,785</u>	<u>143,448</u>
Total General Government	<u>2,872,425</u>	<u>2,872,425</u>	<u>2,333,293</u>
PUBLIC SAFETY			
Fire department			
Personal services	869,184	869,184	945,478
Commodities	96,500	96,500	74,535
Contractual services	103,300	103,300	61,955
Other operating costs	28,500	28,500	27,497
Total fire department	<u>1,097,484</u>	<u>1,097,484</u>	<u>1,109,465</u>
Police - administrative hearing			
Commodities	-	-	700
Contractual services	10,000	10,000	5,397
Total police - administrative hearing	<u>10,000</u>	<u>10,000</u>	<u>6,097</u>
Police - Earmark Grant			
Contractual services	-	-	473
Total police - earmark grant	<u>-</u>	<u>-</u>	<u>473</u>

(This schedule is continued on the following page)

VILLAGE OF RICHTON PARK, ILLINOIS

SCHEDULE OF EXPENDITURES-
BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department			
Personal services	\$ 3,594,662	\$ 3,594,662	\$ 3,053,541
Commodities	166,400	166,400	140,583
Contractual services	619,552	619,552	718,262
Other operating costs	32,000	32,000	27,960
Total police department	<u>4,412,614</u>	<u>4,412,614</u>	<u>3,940,346</u>
 Total Public Safety	 <u>5,520,098</u>	 <u>5,520,098</u>	 <u>5,056,381</u>
PUBLIC WORKS			
Personal services	777,271	777,271	254,203
Commodities	78,500	78,500	22,514
Contractual services	116,500	116,500	(69,009)
Other operating costs	41,000	41,000	15,042
Total public works	<u>1,013,271</u>	<u>1,013,271</u>	<u>222,750</u>
 CAPITAL OUTLAY	 <u>15,000</u>	 <u>15,000</u>	 <u>90,846</u>
DEBT SERVICE			
Principal, Interest and fiscal charges	<u>110,056</u>	<u>110,056</u>	<u>280,466</u>
 Total debt service	 <u>110,056</u>	 <u>110,056</u>	 <u>280,466</u>
 TOTAL EXPENDITURES	 <u>\$ 9,530,850</u>	 <u>\$ 9,530,850</u>	 <u>\$ 7,983,736</u>

(See independent auditor's report)

VILLAGE OF RICHTON PARK, ILLINOIS

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

TIF CROSSING FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ -	\$ -	\$ 1,865
Investment Income	25,000	25,000	22
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>1,887</u>
EXPENDITURES			
Tax increment redevelopment			
Personnel services	-	-	-
Commodities	-	-	-
Contractual services	-	-	100
Other operating expenses	-	-	48,358
Surplus distribution	1,533,290	1,533,290	-
Capital outlay	50,000	50,000	65,951
Total expenditures	<u>1,583,290</u>	<u>1,583,290</u>	<u>114,409</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,558,290)</u>	<u>\$ (1,558,290)</u>	(112,522)
FUND BALANCE, MAY 1			<u>3,956,356</u>
FUND BALANCE, APRIL 30			<u>\$ 3,843,834</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

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

TIF LAKEWOOD FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property Tax	\$ 20,000	\$ 20,000	\$ 101,172
Investment income	-	-	-
Rent	81,419	81,419	112,814
Total revenues	101,419	101,419	213,986
EXPENDITURES			
Tax increment redevelopment			
Personal services	-	-	-
Commodities	-	-	13
Contractual services	11,200	11,200	37,952
Other operating	52,500	52,500	138,569
Capital outlay	500,000	500,000	598,352
Debt service			
Principal	28,669	28,669	30,800
Interest and fiscal charges	9,200	9,200	9,679
Total expenditures	601,569	601,569	815,365
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(500,150)	(500,150)	(601,379)
OTHER FINANCING SOURCES			
Transfers in (out)	500,000	500,000	-
NET CHANGE IN FUND BALANCE	\$ (150)	\$ (150)	(601,379)
FUND BALANCE (DEFICIT), MAY 1			(144,477)
FUND BALANCE (DEFICIT), APRIL 30			\$ (745,856)

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

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

TIF SAUK TRAIL/GOVERNOR'S HIGHWAY FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 106,000	\$ 106,000	\$ 38,412
Interest Income	-	-	31,563
Rent	85,000	85,000	51,602
	<u>191,000</u>	<u>191,000</u>	<u>121,577</u>
Total revenues			
EXPENDITURES			
Tax increment redevelopment			
Personnel services	-	-	179,465
Commodities	-	-	10,771
Contractual services	22,400	22,400	236,413
Other operating	129,000	129,000	118,180
Capital outlay	-	-	79
Total expenditures	<u>151,400</u>	<u>151,400</u>	<u>544,908</u>
NET CHANGE IN FUND BALANCE	<u>\$ 39,600</u>	<u>\$ 39,600</u>	<u>\$ (423,331)</u>
FUND BALANCE, MAY 1			<u>241,300</u>
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (182,031)</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

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VILLAGE OF RICHTON PARK, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2014

ASSETS	Special Revenue				
	Park Tax	Motor Fuel Tax	Community Center	Administrative Seizure	Foreign Fire Insurance Tax
Cash and cash equivalents	\$ 253,423	\$ 12,629	\$ 98,176	\$ 49,504	\$ 8,840
Investments	-	733,692	-	-	-
Receivables (net, of allowances for uncollectibles)					
Property taxes	90,674	-	-	-	-
Accounts	3,175	57,024	-	-	-
Accrued interest	-	336	-	-	-
Due from other governments	-	25,157	-	-	-
Due from other funds	3,658	134,248	25,745	-	-
TOTAL ASSETS	<u>\$ 350,930</u>	<u>\$ 963,086</u>	<u>\$ 123,921</u>	<u>\$ 49,504</u>	<u>\$ 8,840</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 302	\$ 107,774	\$ 7,997	\$ -	\$ -
Due to other governments	-	-	-	-	-
Due to other funds	207,105	233,968	339,048	68,382	-
Total liabilities	<u>207,407</u>	<u>341,742</u>	<u>347,045</u>	<u>68,382</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred property tax revenue	90,674	-	-	-	-
FUND BALANCES					
Restricted					
Economic development	-	-	-	-	-
Public safety	-	-	-	-	8,840
Streets and highways	-	621,344	-	-	-
Parks and Recreation	52,849	-	-	-	-
Committed:					
Economic development	-	-	-	-	-
Unassigned	-	-	(223,124)	(18,878)	-
Total fund balances	<u>52,849</u>	<u>621,344</u>	<u>(223,124)</u>	<u>(18,878)</u>	<u>8,840</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
	<u>\$ 350,930</u>	<u>\$ 963,086</u>	<u>\$ 123,921</u>	<u>\$ 49,504</u>	<u>\$ 8,840</u>

DUI Fines Returned	Special Revenue			Capital Project			Total
	Public Article 36 Seizure	Economic Development	Community Development Block	TIF Governor's Highway	TIF Bohlman		
\$ 28,464	\$ 350	\$ 119,661	\$ 189,560	\$ -	\$ 551,264	\$ 1,311,871	
-	-	-	-	-	-	733,692	
-	-	-	-	-	-	90,674	
-	-	-	-	-	-	60,199	
-	-	-	-	-	-	336	
-	-	-	-	-	-	25,157	
-	-	-	2,409	72,947	68,831	307,838	
\$ 28,464	\$ 350	\$ 119,661	\$ 191,969	\$ 72,947	\$ 620,095	\$ 2,529,767	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 116,073	
-	-	-	137,318	-	-	137,318	
-	-	-	-	103,072	361,002	1,312,577	
-	-	-	137,318	103,072	361,002	1,565,968	
-	-	-	-	-	-	90,674	
-	-	-	54,651	-	259,093	313,744	
28,464	350	-	-	-	-	37,654	
-	-	-	-	-	-	621,344	
-	-	-	-	-	-	52,849	
-	-	119,661	-	-	-	119,661	
-	-	-	-	(30,125)	-	(272,127)	
28,464	350	119,661	54,651	(30,125)	259,093	873,125	
\$ 28,464	\$ 350	\$ 119,661	\$ 191,969	\$ 72,947	\$ 620,095	\$ 2,529,767	

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 For the Year Ended April 30, 2014

	Special Revenue				
	Park Tax	Motor Fuel Tax	Community Center	Administrative Seizure	Foreign Fire Insurance Tax
REVENUES					
Property Taxes	\$ 82,459	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	407,402	-	-	9,342
Charges for services	4,076	-	27,616	-	-
Program revenue	67,151	-	-	-	-
Education	93,094	-	-	-	-
Fines and forfeits	-	-	-	82,300	-
Investment income	-	132	-	-	-
Grant Revenue	36,145	-	-	-	-
Miscellaneous	1	7,773	2,616	-	-
Total revenues	282,926	415,307	30,232	82,300	9,342
EXPENDITURES					
Current:					
Public Safety	-	-	-	21,065	16,722
Public Works	-	341,827	-	-	-
Parks and recreation	416,290	-	214,099	-	-
Tax increment redevelopment	-	-	-	-	-
Debt Service					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital Outlay	-	190,353	-	30,405	-
Total Expenditures	416,290	532,180	214,099	51,470	16,722
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(133,364)	(116,873)	(183,867)	30,830	(7,380)
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of debt	-	-	-	-	-
Transfers in	187,517	-	98,175	-	-
Transfers out	-	-	-	-	-
Total other financing sources and uses	187,517	-	98,175	-	-
NET CHANGES IN FUND BALANCES	54,153	(116,873)	(85,692)	30,830	(7,380)
FUND BALANCES (DEFICIT), MAY 1	(1,304)	738,217	(137,432)	(49,708)	16,220
FUND BALANCES (DEFICIT), APRIL 30	\$ 52,849	\$ 621,344	\$ (223,124)	\$ (18,878)	\$ 8,840

DUI Fines Returned	Special Revenue				Capital Project		Total
	Public Article 36 Seizure	Economic Development	Development Block Grant	TIF Governor's Highway	TIF Bohlman		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,048	\$ 124,507	
-	-	-	-	-	-	416,744	
-	-	-	-	-	-	31,692	
-	-	-	-	-	-	67,151	
-	-	-	-	-	-	93,094	
4,216	-	-	-	-	-	86,516	
-	-	-	-	-	-	132	
-	-	-	-	-	-	36,145	
-	-	-	-	-	-	10,390	
4,216	-	-	-	-	42,048	866,371	
-	-	-	-	-	-	37,787	
-	-	-	-	-	-	341,827	
-	-	-	-	-	-	630,389	
-	-	-	-	19,361	17,655	37,016	
-	-	-	-	-	135,000	135,000	
-	-	-	-	-	25,725	25,725	
-	-	-	-	-	-	220,758	
-	-	-	-	19,361	178,380	1,428,502	
4,216	-	-	-	(19,361)	(136,332)	(562,131)	
-	-	-	-	-	422,000	422,000	
-	-	-	-	-	82,797	368,489	
-	-	-	-	-	-	-	
-	-	-	-	-	504,797	790,489	
4,216	-	-	-	(19,361)	368,465	228,358	
24,248	350	119,661	54,651	(10,764)	(109,372)	644,767	
\$ 28,464	\$ 350	\$ 119,661	\$ 54,651	\$ (30,125)	\$ 259,093	\$ 873,125	

(See independent auditor's report)

VILLAGE OF RICHTON PARK, ILLINOIS

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

PARK TAX FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 120,655	\$ 82,459
Charges for services	-	4,076
Investment income	200	-
Program revenues	50,575	67,151
Grant Revenue	-	36,145
Education	118,150	93,094
Miscellaneous income	5,000	1
Total revenues	<u>294,580</u>	<u>282,926</u>
EXPENDITURES		
Parks and recreation		
Personal services	278,608	275,284
Commodities	21,250	20,386
Contractual services	80,450	51,842
Program Expenses	60,550	-
Other operating costs	1,900	68,778
Total expenditures	<u>442,758</u>	<u>416,290</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(148,178)	(133,364)
OTHER FINANCING SOURCES		
Transfers in	<u>187,517</u>	<u>187,517</u>
NET CHANGE IN FUND BALANCE	<u>\$ 39,339</u>	<u>54,153</u>
FUND BALANCE (DEFICIT), MAY 1		<u>(1,304)</u>
FUND BALANCE , APRIL 30		<u>\$ 52,849</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

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

MOTOR FUEL TAX FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
REVENUES		
Intergovernmental		
Motor fuel tax	\$ 350,000	\$ 407,402
Other	20,000	7,773
Investment income	10,000	132
Total revenues	<u>380,000</u>	<u>415,307</u>
EXPENDITURES		
Public works		
Personnel services	-	79,782
Commodities	77,000	77,414
Contractual services	157,000	164,247
Operating	8,000	20,384
Capital outlay	520,500	190,353
Total expenditures	<u>762,500</u>	<u>532,180</u>
NET CHANGE IN FUND BALANCE	<u>\$ (382,500)</u>	\$ (116,873)
FUND BALANCE, MAY 1		<u>738,217</u>
FUND BALANCE, APRIL 30		<u>\$ 621,344</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

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

COMMUNITY CENTER FUND

For the Year Ended April 30, 2014

	Original and Final	
	Budget	Actual
REVENUES		
Community Center Revenues	\$ 168,228	30,232
Total revenues	<u>168,228</u>	<u>30,232</u>
EXPENDITURES		
Community Center		
Personnel services	111,715	131,586
Commodities	24,000	40,309
Contractual	32,600	35,686
Operating	-	6,518
Capital Outlay	50,000	-
Total expenditures	<u>218,315</u>	<u>214,099</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(50,087)	(183,867)
OTHER FINANCING SOURCES		
Transfers In	-	<u>98,175</u>
NET CHANGES IN FUND BALANCE	<u>\$ (50,087)</u>	(85,692)
FUND BALANCE (DEFICIT), MAY 1		<u>(137,432)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (223,124)</u>

(See independent auditor's report)

VILLAGE OF RICHTON PARK, ILLINOIS

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

ADMINISTRATIVE SEIZURE FUND

For the Year Ended April 30, 2014

	Original and Final	
	Budget	Actual
REVENUES		
Fines, forfeitures and penalties	\$ 125,000	\$ 82,300
Total revenues	<u>125,000</u>	<u>82,300</u>
EXPENDITURES		
Public safety		
Operating	15,000	21,065
Vehicles	65,000	30,405
Total expenditures	<u>80,000</u>	<u>51,470</u>
NET CHANGE IN FUND BALANCE	<u>\$ 45,000</u>	30,830
FUND BALANCE (DEFICIT), MAY 1		(49,708)
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (18,878)</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

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

FOREIGN FIRE INSURANCE TAX FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
REVENUES		
Foreign fire insurance tax	\$ 8,500	\$ 9,342
Interest Income	200	-
TOTAL REVENUES	<u>8,700</u>	<u>9,342</u>
EXPENDITURES		
Public safety	<u>8,000</u>	<u>16,722</u>
NET CHANGE IN FUND BALANCE	<u>\$ 700</u>	(7,380)
FUND BALANCE, MAY 1		<u>16,220</u>
FUND BALANCE, APRIL 30		<u>\$ 8,840</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

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

TIF BOHLMAN FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 77,178	\$ 42,048
Investment income	-	-
Total revenues	<u>77,178</u>	<u>42,048</u>
EXPENDITURES		
Tax increment redevelopment		
Other operating expenses	-	17,655
Debt service		
Interest and fiscal charges	24,975	25,725
Principal expense	135,000	135,000
Total expenditures	<u>159,975</u>	<u>178,380</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(82,797)	(136,332)
OTHER FINANCING SOURCES		
Proceeds from debt	-	422,000
Transfers in	82,797	82,797
Total other financing sources	<u>82,797</u>	<u>504,797</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	368,465
FUND BALANCE (DEFICIT), MAY 1		<u>(109,372)</u>
FUND BALANCE, APRIL 30		<u>\$ 259,093</u>

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

VILLAGE OF RICHTON PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL

WATER AND SEWER FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
OPERATING REVENUES		
Charges for services	\$ 2,794,562	\$ 2,952,234
OPERATING EXPENSES		
Personnel services	253,815	1,016,283
Commodities	28,536	79,944
Contractual services	415,186	658,678
Capital outlay	1,350,100	638
Other operating expenses	266,939	589,662
Total operating expenses	<u>2,314,576</u>	<u>2,345,205</u>
OPERATING INCOME (LOSS)	<u>479,986</u>	<u>607,029</u>
NONOPERATING REVENUES (EXPENSES)		
Bonds issued, at par	435,000	-
Grant revenue	435,000	338,583
Interest Income	10,200	30
Miscellaneous income	710	(23,007)
Interest expense	(131,100)	(137,827)
Principal expense	(215,000)	(215,000)
Total nonoperating revenues (expenses)	<u>534,810</u>	<u>(37,221)</u>
NET INCOME BEFORE TRANSFERS	1,014,796	569,808
CHANGES IN NET POSITION - BUDGETARY BASIS	<u>\$ 1,014,796</u>	<u>569,808</u>
ADJUSTMENTS TO GAAP BASIS		
Principal paid		215,000
Depreciation		(375,052)
Total adjustments to GAAP basis		<u>(160,052)</u>
CHANGE IN NET POSITION		409,756
NET POSITION, MAY 1		<u>9,981,380</u>
NET POSITION, APRIL 30		<u>\$ 10,391,136</u>

(See independent auditor's report)

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN NET POSITION - BUDGET AND ACTUAL

REFUSE FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
OPERATING REVENUES		
Charges for services	\$ 1,135,141	\$ 1,084,433
OPERATING EXPENSES		
Personnel services	-	192,113
Commodities	-	10,034
Contractual services	755,693	835,227
Capital outlay	-	154
Other operating expenses	21,809	57,083
Total operating expenses	777,502	1,094,611
OPERATING INCOME (LOSS)	357,639	(10,178)
NONOPERATING REVENUES (EXPENSES)		
Interest expense	(6,200)	(3,972)
Principal expense	(35,000)	(38,831)
Total nonoperating revenues (expenses)	(41,200)	(42,803)
CHANGE IN NET POSITION - BUDGETARY BASIS	\$ 316,439	(52,981)
ADJUSTMENTS TO GAAP BASIS		
Principal Expense		38,831
Depreciation		(16,420)
Total adjustments to GAAP basis		22,411
CHANGE IN NET POSITION		(30,570)
NET POSITION, MAY 1		2,238
NET POSITION, APRIL 30		\$ (28,332)

(See Independent auditor's report)

NONMAJOR ENTERPRISE FUNDS

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN NET POSITION - BUDGET AND ACTUAL

COMMUTER PARKING LOT FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
OPERATING REVENUES		
Charges for services	\$ 290,264	\$ 253,064
OPERATING EXPENSES		
Personnel services	77,122	131,520
Commodities	4,200	13,485
Contractual services	71,200	91,171
Capital outlay	50,000	1,121
Other operating expenses	2,100	1,050
Total operating expenses	204,622	238,347
OPERATING INCOME(LOSS)	85,642	14,717
NONOPERATING REVENUES (EXPENSES)		
Miscellaneous income	1,500	1,284
Total nonoperating revenues (expenses)	1,500	1,284
CHANGE IN NET POSITION - BUDGETARY BASIS	\$ 87,142	16,001
ADJUSTMENTS TO GAAP BASIS		
Depreciation		(43,077)
Total adjustments to GAAP basis		(43,077)
CHANGE IN NET POSITION		(27,076)
NET POSITION, MAY 1		400,845
NET POSITION, APRIL 30		\$ 373,769

(See Independent auditor's report)

FIDUCIARY FUNDS

VILLAGE OF RICHTON PARK, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN NET POSITION - BUDGET AND ACTUAL

POLICE PENSION FUND

For the Year Ended April 30, 2014

	Original and Final Budget	Actual
ADDITIONS		
Contributions		
Employer	\$ 525,000	\$ 485,948
Employee	235,000	203,042
Total contributions	760,000	688,990
Investment income		
Interest income	-	1,074,330
Less investment expense	(50,000)	(46,565)
Net investment income	(50,000)	1,027,765
Total additions	810,000	1,716,755
DEDUCTIONS		
Pension benefits	695,000	916,650
Administrative expenses	26,600	35,443
Total deductions	721,600	952,093
NET INCREASE	\$ 88,400	764,662
NET POSITION HELD IN TRUST FOR PENSION BENEFITS		
May 1		11,897,500
April 30		\$ 12,662,162

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
SCHEDULE OF CHANGES IN NET ASSETS

FLEMING SCHOLARSHIP

For the Year Ended April 30, 2014

	Balance		Balance	
ASSETS	May 1, 2013	Additions	Deductions	April 30, 2014
Cash and cash equivalents	\$ 12,794	\$ 2,501	\$ 2,500	\$ 12,795
LIABILITIES				
Deposits payable	\$ 6,245	\$ 2,879	\$ 2,500	\$ 6,624
Due to other funds	6,549	-	378	6,171
TOTAL LIABILITIES	\$ 12,794	\$ 2,879	\$ 2,878	\$ 12,795

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF RICHTON PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION (ALTERNATE REVENUE SOURCE) BONDS, SERIES 1996

April 30, 2014

Date of Issue: June 24, 1996
Date of Maturity: December 1, 2015
Authorized Issue: \$ 1,050,000
Interest Rates: 5.40 %-7.40%
Interest Dates: June 1 and December 1
Principal Maturity Date: December 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Total
2015	\$ 135,000	\$ 16,740	\$ 151,740
2016	135,000	8,370	143,370
	<u>\$ 270,000</u>	<u>\$ 25,110</u>	<u>\$ 295,110</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION (ALTERNATE REVENUE SOURCE) BONDS, SERIES 2013

April 30, 2014

Date of Issue:	December 12, 2013
Date of Maturity:	December 1, 2019
Authorized Issue:	\$ 422,000
Interest Rates:	2.61%
Interest Dates:	December 1
Principal Maturity Date:	December 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Total
2015	\$ 60,286	\$ 11,014	\$ 71,300
2016	60,286	9,441	69,727
2017	60,286	7,867	68,153
2018	60,286	6,294	66,580
2019	60,285	4,720	65,005
2020	60,286	3,147	63,433
2021	60,285	1,573	61,858
	<u>\$ 422,000</u>	<u>\$ 44,056</u>	<u>\$ 466,056</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
NOTES PAYABLE - JULY 9, 2009

April 30, 2014

Date of Issue:	July 9, 2009
Date of Maturity:	July 9, 2014
Authorized Issue:	\$ 300,000
Interest Rates:	4.75%
Interest Dates:	9th of every month
Principal Maturity Date:	July 9

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Total
2015	\$ 170,872	\$ 2,076	\$ 172,948

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
STREET SWEEPER LEASE PURCHASE - JUNE 13, 2011

April 30, 2014

Date of Issue:	June 13, 2011
Date of Maturity:	May 1, 2014
Authorized Issue:	\$ 117,157
Interest Rates:	4.73%
Interest Dates:	1st of every month
Principal Maturity Date:	May 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Total
2015	\$ 40,768	\$ 2,034	\$ 42,802

(See independent auditor's report)

VILLAGE OF RICHTON PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
AMBULANCE LEASE PURCHASE - JULY 23, 2010

April 30, 2014

Date of Issue:	July 23, 2010
Date of Maturity:	June 1, 2015
Authorized Issue:	\$ 145,724
Interest Rates:	3.00%
Interest Dates:	June 1
Principal Maturity Date:	June 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Total
2015	\$ 30,358	\$ 3,200	\$ 33,558
2016	32,181	1,640	33,821
	<u>\$ 62,539</u>	<u>\$ 4,840</u>	<u>\$ 67,379</u>

(See independent auditor's report.)

VILLAGE OF RICHTON PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
 GENERAL OBLIGATION (ALTERNATE REVENUE SOURCE) BONDS, SERIES 2006

April 30, 2014

Date of Issue: December 28, 2006
 Date of Maturity: December 1, 2026
 Authorized Issue: \$ 5,855,000
 Interest Rates: 3.60 %-5.50%
 Interest Dates: June 1 and December 1
 Principal Maturity Date: December 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Total
2015	\$ 175,000	\$ 122,595	\$ 297,595
2016	180,000	115,595	295,595
2017	185,000	108,395	293,395
2018	195,000	98,220	293,220
2019	210,000	87,495	297,495
2020	215,000	79,200	294,200
2021	225,000	70,600	295,600
2022	235,000	61,600	296,600
2023	240,000	52,200	292,200
2024	250,000	42,600	292,600
2025	260,000	32,600	292,600
2026	270,000	22,200	292,200
2027	285,000	11,400	296,400
	<u>\$ 2,925,000</u>	<u>\$ 904,700</u>	<u>\$ 3,829,700</u>

(See independent auditor's report.)