

# Village of River Forest, Illinois



## Comprehensive Annual Financial Report

For the Fiscal Year Ended April 30, 2018



Issued by:

Joan Rock  
Finance Director

Cheryl Scott  
Assistant Finance Director

**VILLAGE OF RIVER FOREST, ILLINOIS**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**FOR THE YEAR ENDED  
APRIL 30, 2018**

**Eric Palm  
Village Administrator**

**Prepared by the Finance Division**

**Joan Rock  
Finance Director**

**Cheryl Scott  
Assistant Finance Director**

**Village of River Forest, Illinois**  
**Comprehensive Annual Financial Report**  
**April 30, 2018**

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## **Introductory Section**





October 17, 2018

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Honorable Catherine Adduci  
Members of the Board of Trustees, and  
Citizens of the Village of River Forest, Illinois

The Comprehensive Annual Financial Report (CAFR) of the Village of River Forest, Illinois, for the fiscal year ended April 30, 2018, is hereby presented. State law requires an annual audit for local governments. The audit must be conducted in accordance with generally accepted auditing standards, include all of the accounts and funds of the Village, and be completed within six months after the close of the fiscal year. The Village is required to issue a report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP). The CAFR strives to exceed the basic legal requirements of state law and provides additional information to assist readers in understanding the Village's fiscal condition. As the auditor's report explains, the additional information provided in the CAFR was not audited, although it was reviewed by the auditors for information that might conflict with the audited information.

The financial report consists of management's representations concerning the finances of the Village of River Forest. Responsibility for the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Village. To the best of my knowledge and belief, this report is accurate in all material respects; it fairly represents the Village's financial position and results of operations; and, it provides all the disclosures needed to understand the Village's financial activities in Fiscal Year 2018. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the Village's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the financial statements in accordance with GAAP. Because the cost of internal controls should not exceed anticipated benefits, the Village's internal controls have been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement.

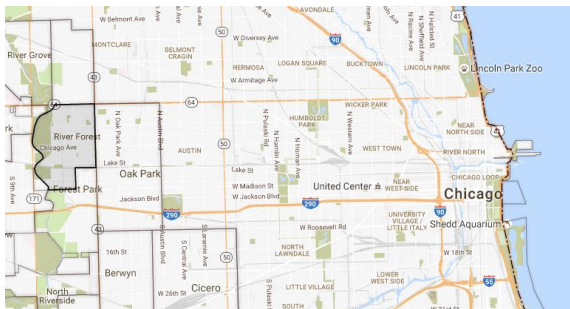
The Village's financial statements have been audited by **BKD, LLP**, a firm of licensed independent auditors that were selected by the Village Board of Trustees as the independent auditors for the Village. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of River Forest are free from material misstatement. The independent auditor issued an unmodified ("clean") opinion on the Village's financial statements for the year ended April 30, 2018. The independent auditor's report is located in the beginning of the financial section of this report. The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The letter of transmittal should be read in conjunction with the MD&A.

## Profile of the Government

The Village of River Forest was incorporated on October 30, 1880, and is a non home-rule community, as defined by the Illinois Constitution. The Village operates under the Board/Administrator form of government. This form of government combines the leadership and policy-making skills of elected officials with the expertise of a professional administrator. The elected representatives set the policies that establish the Village's purpose, values, mission, and goals. The Village Administrator's role is to implement those policies in an efficient and effective manner.



Located approximately 10 miles west of downtown Chicago, residents have the benefit of the employment and entertainment opportunities offered by the City of Chicago combined with the advantages of a quiet residential community. The Village of River Forest has a land area of 2.5 square miles with approximately 31.6 miles of streets.



The Des Plaines River borders the western edge of the Village and a commuter train station provides convenient access to the City of Chicago. The population of the Village, per the 2010 census, is 11,172. River Forest has diverse residential architecture that is quite unique and

distinctive for communities within the Chicago metropolitan region. It has a variety of businesses including medical care facilities, dining and retail establishments. In addition, two universities are located in River Forest: Dominican and Concordia. The Village provides a full range of services to its citizens, businesses, and visitors. These services include police and fire protection, ambulance service, water and sewer utilities, building planning and zoning, construction and maintenance of streets and other infrastructure, and general administrative services.

The annual budget serves as the foundation for the Village's financial planning and control. A strategic planning session with the Village Board begins the budget process, at which time the Board sets the long- and short-term goals for the Village. Departments prepare their budgets based on these goals and submit their budget requests for the upcoming fiscal year to the Budget Team that consists of the Village Administrator, Assistant Village Administrator and Finance Director. The Budget Team reviews these budget requests with departmental staff and develops a proposed budget to achieve the established goals within anticipated revenues. The Village Administrator's proposed budget is then presented to the Village Board. The Village Board is required to hold a public hearing on the proposed budget, and a final budget must be adopted by the Village Board by April 30th of each fiscal year.

The legal level of budgetary control is at the fund level. The Village Administrator is authorized to make budget transfers within any fund. Additions and transfers between funds require Village Board approval. Original and final amended budget-to-actual comparisons are provided for each individual governmental fund for which an annual budget has been adopted. The General Fund comparison is included in the required supplementary

information section. Other governmental fund comparisons are presented in the Combining, Individual Fund, and Capital Asset Financial Statements and Schedules subsection of this report.

There were 79.25 full-time equivalent positions in the Fiscal Year 2018 annual budget. There are four different labor contracts that represent sworn police officers, firefighters, fire lieutenants, and public works employees.

## Local Economy

Over 200 businesses are licensed in the Village of River Forest. The commercial core is the River Forest Town Center that was developed using Tax Increment Financing District (TIF) revenues. This development includes restaurants, a grocery store and other retail stores. Lake



Street is a major thoroughfare that runs through the center of the Village. A mixed-use development at the corner of Lake and Lathrop is currently in the planned development review process. The proposed building includes up to 30 high-end residential condominium units and approximately 14,000 square feet of commercial space. It is anticipated that the project will receive zoning approval in September of 2018 and has a targeted completion date of January 2021. The Village also received a planned unit development application for a senior care community with 125 assisted and memory care living units at the northwest corner of Chicago and Harlem Avenues. It is anticipated that this project will receive zoning approval in October 2018. This project has a targeted completion and occupancy date of July 2020.

The Village has additional retail development along the North Avenue, Madison Street and Harlem Avenue corridors. The Village established a TIF district on Madison Street during Fiscal Year 2017. The Madison Street TIF is expected to generate incremental property tax revenues beginning in Fiscal Year 2019. The Village has acquired two pieces of property in this TIF District with advances from the General Fund. The property will be used for future economic development projects. Another Tax Increment Financing District along North Avenue was established in August of 2018.

Economic development is a priority for the Village. The Village has an Economic Development Commission that consists of seven members who (1) advise the Village Board on the economic and community impact of potential developments, (2) identify and assess underutilized properties to develop strategies for their highest and best use, (3) encourage and support development within the Village in conjunction with existing corridor plans, land uses and the Village's development goals, (4) investigate and recommend incentives to facilitate economic growth, (5) maintain relationships with existing businesses and make recommendations to retain, enhance and market, (6) receive direction from the Board of Trustees and provide feedback and recommendations and (7) coordinate economic development outreach to surrounding units of local government. The Village also utilizes an economic development consultant to assist with economic development efforts.

In Fiscal Year 2014, a Dominick’s grocery store shut its doors when the parent company decided to close or sell all of its stores in the Chicago market. In Fiscal Year 2015, the Village Board approved a Class 7c Cook County Property Tax Incentive agreement with Fresh Thyme Farmers Market to fill this vacancy. Structural issues delayed the completion of this project; however, Fresh Thyme opened for business in June of 2017. In Fiscal Year 2017, a new sports apparel store filled a recently vacated spot in the River Forest Town Center, and in Fiscal Year 2018, a pediatric urgent care facility filled a space previously occupied by a restaurant, illustrating the strong economic vitality at this location. The Village continues to work with developers and building management companies to attract new businesses.



Real estate activity in the Village has flourished in recent years. New residential development activity includes the Promenade Townhomes on Madison Street. The development contains 29 units. Construction on the exterior of the buildings was completed in Fiscal Year 2018 and currently about half of the units have been fully constructed and sold.

The Village’s equalized assessed valuation (EAV) increased \$100.7 million, or about 20.7%, from \$485.6 million with the 2016 levy year to \$586.3 million in the 2017 levy year. The Village was reassessed in 2017. Property in Cook County is reassessed every three years and the 2017 reassessment includes increases in property values that have taken place from calendar year 2014 through 2016. Increased property values, however, do not necessarily result in an increase in property tax revenues. Only new property or an increase in the



Consumer Price Index results in higher revenues. New property includes taxable commercial and residential improvements during the year and property value associated with home improvement exemptions that expired during the three years prior to the reassessment year. New property totaled \$2,580,367 in 2017 and was primarily due to residential construction. The Village collected \$127,827 from its .1% residential real estate transfer tax from property sales

during the year.

Property values are expected to remain substantially the same in 2018. In non-reassessment years generally the only changes to the Equalized Assessed Value are due to new property, assessment appeals by residential and commercial property taxpayers, and changes to the equalization factor calculate by the State.

#### Equalized Assessed Value

Year	Equalized Assessed Value	Increase (Decrease)	% Increase (Decrease)
2017	\$586,302,873	\$100,718,363	20.74%
2016	\$485,584,510	\$15,236,112	3.24%
2015	\$470,348,398	(\$18,042,541)	-3.69%
2014	\$488,390,939	(\$4,795,354)	-0.97%
2013	\$493,186,293	(\$36,264,663)	-6.85%

There was substantial commercial, institutional and residential building activity during the fiscal year that resulted in building permit revenues totaling \$567,825. In Fiscal Year 2018, 171 building permits were issued with a value totaling \$19,996,973 for residential, institutional and commercial property improvements and new residential and industrial development. Concordia University renovated an existing residential dormitory and is completing build-out of a new five-story dormitory on their campus. St. Vincent Ferrer Church also constructed an addition to their facility for use as a multipurpose hall.



The median family income within the Village is \$156,835, which is significantly higher than the State as a whole. The median family income for the State based on the U.S. Census Bureau 2006-2010 survey was \$68,236.

### **Long-Term Financial Planning**

As part of the budget process, the Village Board meets to develop long-term goals for the Village. Three-year financial plans are prepared for the General, Capital Improvement and Waterworks and Sewerage Funds based on these goals, financial policies, the Capital Improvement Program, and future revenues and expenditures assumptions.

The Village prepares a five-year Capital Improvement Program (CIP) each year at the beginning of the budget process. The CIP is a multi-year planning instrument used to identify needed capital projects for improvements to Village buildings, equipment and infrastructure and capital equipment purchases, and to coordinate the financing and timing of these improvements. The program includes vehicles and equipment, building and other improvements, street, curb, sidewalk and alley construction and rehabilitation and the replacement of water and sewer infrastructure. The Village had a facilities evaluation performed during FY 2014. Recommended building improvements were included in the FY 2018 Capital Improvement Program. Each year the CIP is updated to incorporate new capital projects, changing goals and priorities, and additional funding sources.

The Village has a Capital Equipment Replacement Fund (CERF) to accumulate resources for vehicle and equipment replacement and some building improvements. Monies are set aside annually via transfers from the General and Waterworks and Sewerage Funds to finance the replacements. The amount of the annual transfer is determined based on the expected replacement cost divided by expected life of the vehicle or equipment. The CERF Fund is fully funded assuming future annual contributions from the General and Waterworks and Sewerage Funds.

The automated traffic signal enforcement fines are deposited into the Capital Improvement Fund, which is used for building and infrastructure improvements including alley, parking lot, building, information technology and other miscellaneous improvements. The Motor Fuel Tax Fund is used for street improvements and is primarily funded with State Motor Fuel Tax Allotments. Street improvements are also periodically funded with General Obligation Debt.

## Relevant Financial Policies

The Village's financial policies are intended to solidify the Village's long-term financial strategies and to provide guidance to management in preparing the budget and handling the Village's fiscal affairs. The financial policies address financial planning, revenues, expenditures, fund balance, reserves, capital improvements and accounting and financial reporting. The Village expanded their existing financial policies a couple of years ago to include an updated fund balance policy. The Village also has separately issued Investment, Purchasing, Travel, Capital Assets, Pension Funding and Grant Administration Policies.

The Village initially approved Pension Funding Policies for the Police and Firefighters' Pension Funds during Fiscal Year 2015. These comprehensive funding policies stipulate the actuarial assumptions to be used in determining the Village's contribution to the funds each year. In FY 2018, the Village and the Police and Firefighters' Pension Boards reviewed the Pension Funding Policies for the funds. The Finance Committee and Pension Boards met to discuss funding progress, cash flows and evaluate the actuarial assumptions being used in current funding policies. Based on this analysis, new funding policies were approved by the Village Board. Both funds will now use the same 7.0% interest rate assumption. The new policies were used in the May 1, 2018 actuarial reports that determine the pension contribution included in the 2018 Property Tax Levy that will be presented for approval in December of 2018.

According to the Village's Fund Balance Reserve Policy, the General Fund unassigned fund balance, plus the amount restricted for working cash, should be maintained at a minimum of 25% of the General Fund total budgeted annual expenditures in the most recently approved annual budget. At April 30, 2018, this portion of fund balance is \$5,900,900 or 37.2% of Fiscal Year 2019 budgeted expenditures. This minimum fund balance policy is intended to provide financing for unanticipated expenditures and to prevent cash flow shortages.

### General Fund

Fiscal Year	Unassigned Fund Balance plus Restricted for Working Cash	Percentage of Subsequent Year's Budgeted Expenditures
2018	\$5,900,900	37.2%
2017	\$7,466,557	47.2%
2016	\$6,933,290	44.8%
2015	\$6,628,343	44.5%
2014	\$6,125,045	42.0%
2013	\$5,249,005	35.3%
2012	\$4,265,167	30.7%

The significant decline in the Village's Unassigned Fund Balance was due to the Advance to the Madison Street TIF Fund that is classified as Nonspendable Fund Balance. The advance was used to purchase property in the TIF District for future economic development. The Village has a policy that nonrecurring (one-time) revenues should not be used for operating expenditures. The Village considers automated traffic enforcement fines to be nonrecurring

and has deposited these funds into its Capital Improvement Fund to be used for future capital expenditures.

## **Major Initiatives**

The Village continues to seek ways to enhance revenues, reduce costs, and improve efficiencies in order to reduce the financial burden on the community. A major focus during Fiscal Year 2018 was on economic development, and the new Tax Increment Financing District was established on Madison Street. Two parcels of property were purchased in the TIF District during Fiscal Year 2018. The Village also continued efforts to create another new TIF district on North Avenue. Both are major roadways in the Village that run east to west.

A Tax Increment Financing (TIF) District, which was located along Lake Street, was closed effective December 31, 2010. Prior to that date, several contracts were approved committing TIF Funds for future development within the district. The funds were recorded in the Economic Development Fund to be used for development within the area. During Fiscal Year 2014, the Village entered into an agreement to utilize a portion of these funds to incent two businesses to locate within the Village Town Center. The businesses contribute to the Village's municipal and non-home rule sales tax revenue. The Village continued to make payments based on this agreement during the fiscal year. The Village also provided funding for the planned residential and commercial development at the intersection of Lake and Lathrop during the fiscal year.

Liability risk is managed by maintaining sufficient insurance and also through routine monitoring of potential loss situations. A safety committee, comprised of employee representatives from each Village department, meets regularly to review accident and injury reports involving employees. The safety committee makes recommendations and suggestions to improve and promote workplace safety. The Village also participates in a risk management program that is administered by the Intergovernmental Risk Management Agency (IRMA). IRMA is a consortium of 70 local municipalities and special service districts in northeastern Illinois that work together to manage risk and fund their property, casualty, and workers' compensation claims.

The Village issued \$500,000 in General Obligation Limited Tax Bonds, Series 2018 in Fiscal Year 2018. The bonds are payable from a property tax levy using the Village's available debt service extension base as defined in the Property Tax Extension Limitation Law. The proceeds have been deposited in the Infrastructure Improvement Bond Fund and will be used to fund street improvements. The Village's Standard & Poor's bond rating is AAA due to the Village's very strong financial performance, good financial management and policies, budgetary flexibility, strong reserves, and low debt burden. The rating also reflects the Village's accessibility to and participation in the deep and diverse Chicago metropolitan area and its very strong local economy.

## Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) has established a Certificate of Achievement for Excellence in Financial Reporting Program for state and local governments. The GFOA's Certificate of Achievement is the highest form of recognition for excellence in government financial reporting.



In order to be awarded a Certificate of Achievement, the Village of River Forest must go beyond the minimum requirements of generally accepted accounting principles and prepare a comprehensive annual financial report (CAFR) that evidences the spirit of transparency and full disclosure.

The Village earned the GFOA's Certificate for the CAFR provided for the fiscal year ended April 30, 2017, for the tenth consecutive year. It was determined that the CAFR for that year sufficiently applied the appropriate generally accepted accounting principles, met applicable legal requirements, and also satisfied the reporting requirements of the GFOA's certificate program. A copy of the Certificate of Achievement for the fiscal year ended April 30, 2017, is provided on page xi. A Certificate of Achievement is valid for only one year. I believe this CAFR, for the fiscal year ended April 30, 2018, meets the GFOA's Certificate of Achievement program requirements, and it will be submitted to the GFOA to determine its eligibility for the Certificate of Achievement.

The Village also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the Year ended April 30, 2018. To qualify for the award, the Village's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

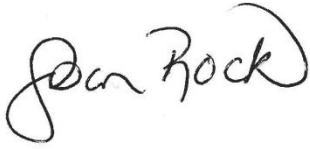
This CAFR is the result of a well-functioning team that admirably weathered fiscal challenges and staffing changes. All Village management and department staff were responsible for successfully maintaining good accounting records, which are essential to the preparation of the Comprehensive Annual Financial Report (CAFR). The Village President and Board of Trustees were diligent in reviewing the periodic financial reports, maintaining an active finance committee, evaluating the Village's fiscal condition, and making leadership decisions to ensure that the Village maintains its sound fiscal bearing.

The preparation of this CAFR on a timely basis was made possible by the efficient and dedicated service of the entire Administration Department. I express my sincere appreciation to each member of the Department for their contributions. I would especially like to thank Eric Palm, the Village Administrator, for his leadership and guidance, Cheryl Scott, Assistant Finance Director, for her dedication, cooperation, and hard work during the audit, Jonathan Pape, Management Analyst, for his assistance with the Statistical Section of the report, and finance clerks Georgette Carlini, Joan Espana, Adriana Holguin and Nancy Sabia for their dependability, accuracy and thoroughness in processing transactions. It is the careful and



conscientious attention on all levels of Village management and operational staff that has made the commendable preparation of this CAFR possible.

Respectfully submitted,

A handwritten signature in black ink that reads "Joan Rock". The signature is written in a cursive style with a large, looping initial "J" and "R".

Joan Rock  
Finance Director

**Village of River Forest, Illinois  
Principal Officials  
April 30, 2018**



**VILLAGE PRESIDENT**  
Catherine M. Adduci



**VILLAGE CLERK**  
Kathleen Brand-White

**VILLAGE TRUSTEES**



Thomas Cargie



Susan J. Conti



Carmela Corsini



Michael W. Gibbs



Patricia Henek



Respicio Vazquez

**VILLAGE ADMINISTRATOR**

Eric Palm

**ASSISTANT VILLAGE ADMINISTRATOR**

Lisa Scheiner

**FINANCE DIRECTOR**

Joan Rock

**POLICE CHIEF**

James O'Shea

**FIRE CHIEF**

Kurt Bohlmann

**PUBLIC WORKS DIRECTOR**

John Anderson



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Village of River Forest  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**April 30, 2017**

*Christopher P. Morill*

Executive Director/CEO

## **Financial Section**

## Independent Auditor's Report

Honorable Village President and  
Members of the Board of Trustees  
Village of River Forest, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of River Forest, Illinois, as of and for the year ended April 30, 2018, 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, the aggregate remaining fund information of the Village of River Forest, Illinois, as of April 30, 2018, 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 on pages 4-20 and budgetary comparison information for the General Fund, and pension and other postemployment information on pages 86-99 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of River Forest, Illinois' basic financial statements. The introductory section, combining, individual fund, capital asset financial statements and schedules, and other supplementary information, and the statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the 2018 basic financial statements.

The 2018 combining, individual fund, capital asset financial statements and schedules and other supplementary information 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 2018 combining, individual fund, capital asset financial statements and other supplementary information are fairly stated, in all material respects, in

Honorable Village President and  
Members of the Board of Trustees  
Page 3

relation to the 2018 basic financial statements as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the Village's basic financial statements as of and for the year ended April 30, 2017, which are not presented with the accompanying financial statements. In our report dated October 2, 2017, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information. In our opinion, the 2017 actual amounts included as supplementary information are fairly stated in all material respects in relation to the basic financial statements as of and for the year ended April 30, 2017, taken as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*BKD, LLP*

Oakbrook Terrace, Illinois  
October 17, 2018

## **Management's Discussion and Analysis**



**VILLAGE OF RIVER FOREST, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**APRIL 30, 2018**

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The Village of River Forest (the Village) Management's Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address challenges in the subsequent years), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

The MD&A focuses on the current year's activities, resulting changes, and currently known facts and should be read in conjunction with additional information that we have furnished in the Letter of Transmittal, which can be found on pages i-ix of this report.

**FINANCIAL HIGHLIGHTS**

- ➔ The assets and deferred outflows of the Village exceeded its liabilities and deferred inflows at April 30, 2018, by \$7,417,264.
- ➔ The Village's total net position decreased by \$273,209 during the fiscal year. Governmental activities net position decreased by \$1,483,967 and business-type activities net position increased by \$1,210,758.
- ➔ Deferred outflows decreased \$2,313,349 to \$4,125,255 and deferred inflows increased \$1,430,907 to \$6,688,699.
- ➔ The Village's combined governmental funds ending fund balance increased by \$4,908 to \$17,059,353.
- ➔ At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$5,365,868, a decrease of \$1,565,657. The nonspendable fund balance in the fund increased by \$1,663,845 to \$4,388,467.
- ➔ Net capital assets of governmental activities increased by \$544,554 and business-type activities increased by \$227,674 in the current fiscal year due to the acquisition of vehicles and equipment and building and infrastructure improvements reduced by depreciation expense and the disposal of capital assets.
- ➔ The Village's long-term liabilities decreased by \$2,399,937 to \$53,997,030. Long-term liabilities include \$37,318,316 in Net Pension Liabilities, which decreased \$1,939,304 from the prior fiscal year. Other long-term liabilities were reduced due to bond and loan principal payments during the fiscal year partially offset by an increase due to the issuance of general obligation bonds.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the Village of River Forest's basic financial statements. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to

the financial statements. The Governmental Accounting Standards Board (GASB) reporting model stipulates that the government financial activities are presented in two ways: as government-wide accrual-based statements, and as modified-accrual fund statements. This overview provides an explanation of the differences between these statements. Basically, the government-wide statements provide information on the financial condition of the Village as a whole, while the fund statements provide information on the availability and use of resources that are segregated for specific purposes. The Comprehensive Annual Financial Report (CAFR) also includes other elements that are essential to understanding the statements. These include the Required Supplementary Information, and the Combining, Individual Fund, and Capital Asset Financial Statements and Schedules and Other Supplementary Information.

### **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.

The Statement of Net Position presents information on all of the Village's assets and liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting. Over time, increases or decreases in net position may serve as a useful indicator of whether or not 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 most recent fiscal year. All changes in net position 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 result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities reflect the Village's basic services, including general government, development, public safety (police and fire), public works, highways and streets, and sanitation. Property taxes, non-home rule sales taxes, shared state sales taxes, local utility taxes, shared state income taxes, and intergovernmental taxes finance the majority of these activities. The business-type activities reflect private sector-type operations (Waterworks and Sewerage Fund), where the fee for service typically covers all or most of the cost of operation, including depreciation.

The government-wide financial statements can be found on pages 21-24 of the report.

### **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, like other state and local

governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund financial statements provide more complete and detailed information about the Village's major functions and activities. 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 as reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, however, governmental fund 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. Depreciation is not included in the governmental fund statements because depreciation does not represent the use of current financial resources. Similarly, long-term debt is not shown on the balance sheet because it does not relate to the use of current financial resources. Such information may be useful in evaluating a government'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 Village's near-term financing decisions. Both the Governmental Funds Balance Sheet and the Governmental Funds 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 eight 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, Capital Equipment Replacement and Madison Street TIF Funds, which are considered major funds. There are five nonmajor governmental funds: the Motor Fuel Tax (MFT), Debt Service, Economic Development, Capital Improvement and the Infrastructure Improvement Bond Funds. Data from the nonmajor governmental funds are combined into a single, aggregated presentation. More detailed information on each individual

fund is presented in the section entitled: Combining, Individual Fund and Capital Asset Financial Statements and Schedules, starting on page 100. The Village adopts an annual budget for each governmental fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget. The governmental fund financial statements can be found on pages 25-28, in the Basic Financial Statements section of this report.

### **Proprietary Funds**

Proprietary funds are presented in the same manner in both the fund statements and government-wide statements, with depreciation as an expense and long-term debt included in the calculation of net position. The fund statements provided in this report provide additional detail. The Village maintains one proprietary fund, an enterprise fund called the Waterworks and Sewerage Fund. The statements for this fund can be found on pages 29-39 of this report.

### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Activities from fiduciary funds are not included in the Village's government-wide

financial statements because the resources of these funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Village has two fiduciary funds: the Police Pension Fund and the Firefighters' Pension Fund, each of which are managed by separate boards. The combining fund statements, the Statement of Fiduciary Net Position – Pension Trust Funds and the Statement of Changes in Fiduciary Net Position – Pension Trust Funds can be found on pages 33 and 34 of this report.

### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages 35-85 of this report.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information including the major General Fund budgetary schedule and data concerning the Village's progress in funding its obligation to provide pension and other postemployment benefits to its employees. Required supplementary information can be found on pages 86-99 of this report.

Combining, Individual Fund and Capital Asset Financial Statements and Schedules can be found on pages 100-130 of this report. The Other Supplementary Information Schedules, on pages 131-134, include detailed long-term debt payment information. The Statistical Section, on pages 135-168, includes information on government-wide revenues and expenditures, property taxes, and additional information.

### **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following analysis provides an overview of the Village's financial activity, discusses the Village's current financial position and its ability to address future challenges, identifies specific concerns to individual funds, and explains material deviations from the Village's original budget.

### **Statement of Net Position**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The Village's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$7,417,264 as of April 30, 2018. The largest portion of the Village's net position reflects its net investment in capital assets of \$27,454,233, including land, buildings, infrastructure, vehicles and equipment, less any related outstanding debt used to acquire or construct those assets. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

VILLAGE OF RIVER FOREST ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The restricted net position of \$1,747,472 represents resources that are subject to external restrictions on how they may be used. The Village has an overall unrestricted net deficit of (\$21,784,441) due to the implementation of GASB 68 in Fiscal Year 2016, which required the Net Pension Liability and associated Deferred Inflows and Outflows for Police, Firefighter and Illinois Municipal Retirement Fund (IMRF) Regular and Sheriff's Law Enforcement Personnel (SLEP) pension plans to be recorded on the Statement. Prior to the implementation in Fiscal Year 2016, the liability for the pension plans was only disclosed in the Notes to the Financial Statements and Required Supplementary Information. The Village's combined net position decreased by \$273,209 as a result of the governmental activities decreasing \$1,483,967 offset by business-type activities increasing \$1,210,758. The following table reflects the condensed Statement of Net Position:

**Village of River Forest, Illinois**  
**Statement of Net Position**  
**April 30, 2018 and April 30, 2017**

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
<b>Assets</b>						
Current and Other Assets	\$ 21,255,692	\$ 21,130,856	\$ 2,723,387	\$ 2,572,700	\$ 23,979,079	\$ 23,703,556
Capital Assets	19,119,016	18,574,462	22,114,536	21,886,862	41,233,552	40,461,324
<b>Total Assets</b>	<b>40,374,708</b>	<b>39,705,318</b>	<b>24,837,923</b>	<b>24,459,562</b>	<b>65,212,631</b>	<b>64,164,880</b>
<b>Total Deferred Outflows of Resources</b>	<b>4,044,166</b>	<b>6,284,476</b>	<b>81,089</b>	<b>154,128</b>	<b>4,125,255</b>	<b>6,438,604</b>
<b>Liabilities</b>						
Current	887,686	888,509	347,207	369,743	1,234,893	1,258,252
Long-Term Liabilities	40,072,840	41,381,047	13,924,190	15,015,920	53,997,030	56,396,967
<b>Total Liabilities</b>	<b>40,960,526</b>	<b>42,269,556</b>	<b>14,271,397</b>	<b>15,385,663</b>	<b>55,231,923</b>	<b>57,655,219</b>
<b>Total Deferred Inflows of Resources</b>	<b>6,474,026</b>	<b>5,251,949</b>	<b>214,673</b>	<b>5,843</b>	<b>6,688,699</b>	<b>5,257,792</b>
<b>Net Position</b>						
Net Investment in Capital Assets	19,119,016	18,574,462	8,335,217	7,286,464	27,454,233	25,860,926
Restricted	1,722,203	2,190,893	25,269	31,044	1,747,472	2,221,937
Unrestricted (Deficit)	(23,856,897)	(22,297,066)	2,072,456	1,904,676	(21,784,441)	(20,392,390)
<b>Total Net Position</b>	<b>\$ (3,015,678)</b>	<b>\$ (1,531,711)</b>	<b>\$ 10,432,942</b>	<b>\$ 9,222,184</b>	<b>\$ 7,417,264</b>	<b>\$ 7,690,473</b>

The net position of the Village's governmental activities was (\$3,015,678). The Village's unrestricted net position from governmental activities was (\$23,856,897), a decrease of \$1,559,831. The net decrease is due to an increase in the net pension liability and associated deferred inflows offset by the deferred outflows which are recorded in accordance with GASB 68. With GASB 68, the Net Pension Liability and associated Deferred Inflows and Outflows are recorded in the Statement of Net Position. The Net Pension Liability is the actuarially determined Total Pension Liability less the Plan Fiduciary Net Position of each plan. The net decrease in unrestricted net position associated with pensions totaled \$1,679,685 for the fiscal year. The total Net Pension Liability decreased but the impact on the unrestricted net position was also affected by the change in the Deferred Inflows and Deferred Outflows associated with the Pensions. The Net Pension Liability and Deferred Inflows and outflows are affected by demographic changes including new hires, retirements, and promotions, variances from expected salary increases, asset returns, and contributions and assumption changes.

VILLAGE OF RIVER FOREST ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The Net Pension Liability is the unfunded pension liability that is calculated by an actuary and includes the Village's Net Pension Liability for Police, Firefighters and IMRF and SLEP plans, less each plan's Fiduciary Net Position or the amount available to fund the liability. Deferred inflows and outflows of resources are also recorded because some of the changes to the Total Pension Liability are recognized over time rather than in the current year. Deferred inflows are increases to net position that will be recognized in future years. Deferred outflows will decrease net position in future years. The Deferred Outflows, Deferred Inflows and Net Pension Liabilities associated with the Village's pension plans included in the Village's Statement of Net Position in Fiscal Year 2018 and 2017 are as follows:

**Impact of the Pension Liabilities on Net Position  
April 30, 2018 and April 30, 2017**

	Governmental Activities			Business-Type Activities		
	2018	2017	Inc (Dec)	2018	2017	Inc (Dec)
<b>Deferred Outflows of Resources</b>						
Illinois Municipal Retirement Fund	\$ 237,621	\$ 484,651	\$ (247,030)	\$ 81,089	\$ 154,128	\$ (73,039)
Police Pension Fund	1,018,774	2,324,120	(1,305,346)			
Firefighters' Pension Fund	2,787,771	3,475,705	(687,934)			
<b>Total Deferred Outflows of Resources</b>	<b>\$ 4,044,166</b>	<b>\$ 6,284,476</b>	<b>\$ (2,240,310)</b>	<b>\$ 81,089</b>	<b>\$ 154,128</b>	<b>\$ (73,039)</b>
<b>Net Pension Liability</b>						
Illinois Municipal Retirement Fund	\$ 166,824	\$ 1,097,880	\$ (931,056)	\$ 54,775	\$ 331,523	\$ (276,748)
Police Pension Fund	20,207,381	21,441,759	(1,234,378)			
Firefighters' Pension Fund	16,889,336	16,386,458	502,878			
<b>Total Net Pension Liability</b>	<b>\$ 37,263,541</b>	<b>\$ 38,926,097</b>	<b>\$ (1,662,556)</b>	<b>\$ 54,775</b>	<b>\$ 331,523</b>	<b>\$ (276,748)</b>
<b>Deferred Inflows of Resources</b>						
Illinois Municipal Retirement Fund	\$ 716,969	\$ 19,113	\$ 697,856	\$ 214,673	\$ 5,843	\$ 208,830
Police Pension Fund	2,008,959	1,480,233	528,726			
Firefighters' Pension Fund	438,181	562,832	(124,651)			
<b>Total Deferred Inflows of Resources</b>	<b>\$ 3,164,109</b>	<b>\$ 2,062,178</b>	<b>\$ 1,101,931</b>	<b>\$ 214,673</b>	<b>\$ 5,843</b>	<b>\$ 208,830</b>
<b>Impact on Unrestricted Net Position (Deficit)</b>	<b>\$ (36,383,484)</b>	<b>\$ (34,703,799)</b>	<b>\$ (1,679,685)</b>	<b>\$ (188,359)</b>	<b>\$ (183,238)</b>	<b>\$ (5,121)</b>

Contributions to the Police and Firefighters Pension Plans were less than expected because the Village funded using a five-year transition plan in Fiscal Year 2018. The transition plan contribution is less than the full contribution recommended by the actuary based on the approved Pension Funding Policies. According to the plan, the Village will reach the full contribution amounts in Fiscal Year 2019.

The decrease in the Unrestricted Net Position is due to the change in the net pension liabilities and related deferred inflows and outflows of \$1,679,685 and Other Postemployment Benefit liability of \$124,584 partially offset by higher revenue primarily due to the net change in the IRMA deposit in the General Fund. The Restricted Net Position in the governmental activities decreased \$468,690 due to expenses to spur economic development using restricted funds. There was an increase in the Net Investment in Capital Assets of \$544,554 due to the vehicle and equipment purchases and capital improvements during the fiscal year, less depreciation, disposals and capital related debt payments.

The Net Position of business-type activities was \$10,432,942, an increase of \$1,210,758 from FY 2017. Operating revenues exceeded operating expenses including depreciation by \$1,495,945. Water and sewer revenues were higher than expected due to a 2.7% increase in billed water consumption resulting from hotter, drier weather conditions. In addition, rates were increased 4.7% in June 2017

VILLAGE OF RIVER FOREST ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

to fund the rate increase from the City of Chicago for water and higher operating and capital improvements costs. The overall net position increased due to revenues from the higher consumption and increased water and sewer rates less the higher operating costs. The Net Investment in Capital Assets increased \$1,048,753 due to current year debt payments and capital purchases funded with reserves, less current year disposals and depreciation. The unrestricted net position increased by \$167,780 due to the current year positive change in net position resulting from operations. The unrestricted net position may be used to fund infrastructure improvements and operating costs in the future. The net liabilities associated with the IMRF pension recorded due to the implementation of GASB 68 increased by \$5,121 from Fiscal Year 2017.

**Village of River Forest, Illinois**  
**Changes in Net Position**  
**For the Fiscal Years Ended April 30, 2018 and April 30, 2017**

	Governmental		Business-Type		Total	
	Activities		Activities			
	2018	2017	2018	2017	2018	2017
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 4,053,696	\$ 4,672,605	\$ 5,452,397	\$ 5,112,341	\$ 9,506,093	\$ 9,784,946
Operating Grants	319,776	449,074	-	-	319,776	449,074
Capital Grants	-	236,734	-	-	-	236,734
General Revenues						
Property Taxes	6,577,618	6,547,365	-	-	6,577,618	6,547,365
Other Taxes	2,038,488	2,037,243	-	-	2,038,488	2,037,243
Intergovernmental	3,359,706	3,405,264	-	-	3,359,706	3,405,264
Other Revenue	668,916	737,223	31,262	22,260	700,178	759,483
<b>Total Revenues</b>	<b>17,018,200</b>	<b>18,085,508</b>	<b>5,483,659</b>	<b>5,134,601</b>	<b>22,501,859</b>	<b>23,220,109</b>
<b>Expenses</b>						
General Government	2,561,405	2,691,842	-	-	2,561,405	2,691,842
Development	1,093,609	1,773,443	-	-	1,093,609	1,773,443
Public Safety	11,629,817	11,693,602	-	-	11,629,817	11,693,602
Public Works	1,521,195	1,612,495	-	-	1,521,195	1,612,495
Highways and Streets	573,267	752,242	-	-	573,267	752,242
Sanitation	1,109,146	1,081,483	-	-	1,109,146	1,081,483
Interest	13,728	7,706	-	-	13,728	7,706
Water and Sewer			4,272,901	4,553,315	4,272,901	4,553,315
<b>Total Expenses</b>	<b>18,502,167</b>	<b>19,612,813</b>	<b>4,272,901</b>	<b>4,553,315</b>	<b>22,775,068</b>	<b>24,166,128</b>
Increase (Decrease) in Net Position	(1,483,967)	(1,527,305)	1,210,758	581,286	(273,209)	(946,019)
Net Position (Deficit), May 1	(1,531,711)	(4,406)	9,222,184	8,640,898	7,690,473	8,636,492
<b>Net Position (Deficit) , April 30</b>	<b>\$ (3,015,678)</b>	<b>\$ (1,531,711)</b>	<b>\$ 10,432,942</b>	<b>\$ 9,222,184</b>	<b>\$ 7,417,264</b>	<b>\$ 7,690,473</b>

**Governmental Activities**

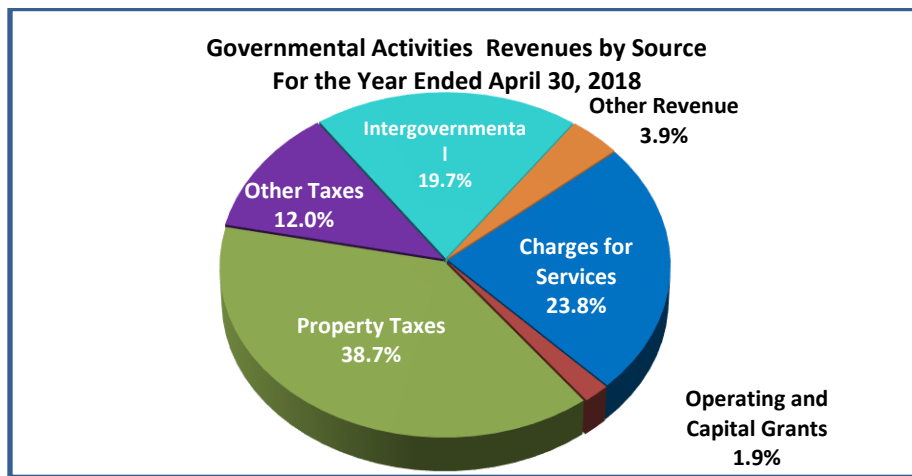
Governmental activities decreased the Village's net position by \$1,483,967. Key elements contributing to the decrease in net position due to current year activities are as follows:

**Revenues**

For the fiscal year ended April 30, 2018, revenues from governmental activities totaled \$17,018,200, a decrease of \$1,067,308. Property taxes continue to be the Village's largest revenue source totaling

\$6,577,618 and representing 38.7% of total governmental activities revenue. Other Taxes including, utility, non-home rule sales and transfer taxes totaled \$2,038,488 or 12.0%. Intergovernmental revenues including State sales tax, income tax and other intergovernmental revenues, totaled \$3,359,706 or 19.7% of the total governmental activities revenues. Charges for Services include revenues from licenses and permits, fines, sanitation services, ambulance charges and other fees.

Property tax revenues were up \$30,253 or 0.5% in Fiscal Year 2018. Revenues include collections from the 2016 and 2017 Property Tax Levies. The extended 2017 Property Tax Levy was 2.66% higher than the 2016 levy. The increase in the levy is due to the increase in the Consumer Price Index from December 2015 through December 2016 of 2.1%, plus an additional amount for new property. Approximately half of the 2016 and 2017 Property Tax Levies, plus collections from prior years, were received during FY 2018. The increase in revenues was lower because of the timing of actual payments from the two levies and because the 1<sup>st</sup> installment of the 2017 levy is an estimate based on the 2016 levy.



Sales and Non-Home Rule Sales Tax revenues increased from the prior year due to the opening of Fresh Thyme, a new grocery store, and higher sales for existing businesses. Fresh Thyme opened in June of 2017 and filled a vacancy left by a Dominick’s grocery store. Utility taxes are slightly lower due to weather conditions that affect consumption. Real Estate Transfer Tax revenue was stable.

Intergovernmental Revenues include wireless, sales, state income, use and replacement taxes. State Use Tax continues to rise due to increased collections from online sales. Amazon began assessing the tax on purchases in the State beginning in February of 2015. State Income Tax revenue declined due to the State’s approval of a 10% reduction in local government distributions in State FY 2018 which began on July 1, 2017. The Emergency 911 tax declined because this revenue is now distributed directly to West Suburban Consolidated Dispatch Center (WSCDC) which handles our emergency dispatching service. The revenue reduces the amount we are required to pay to the center.



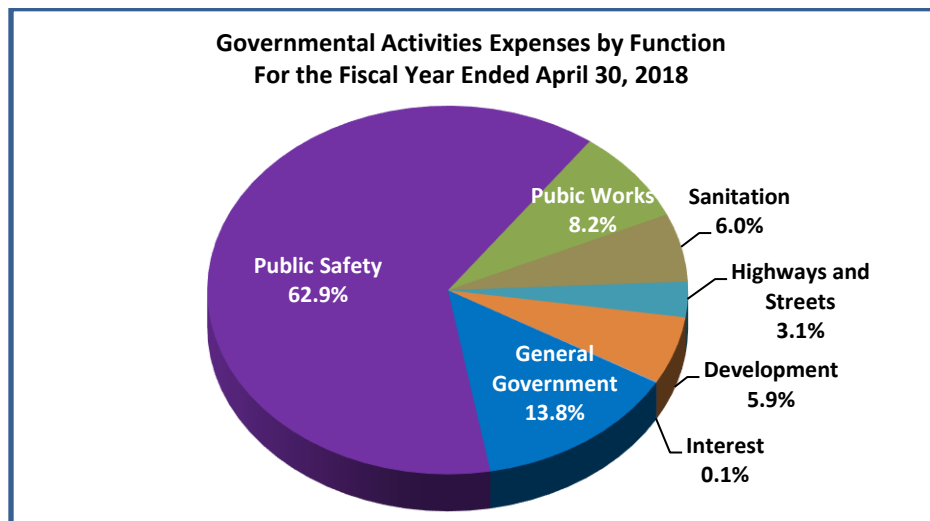
**Changes in Select Governmental Activities Revenues  
 For the Fiscal Years Ended April 30, 2018 and April 30, 2017**

	Fiscal Year		Increase (Decrease)	% Increase (Decrease)
	2018	2017		
State Sales Tax	\$ 1,873,183	\$ 1,727,402	145,781	8.4%
Non-Home Rule Sales Tax	855,825	824,652	31,173	3.8%
Utility Taxes	603,770	614,522	(10,752)	-1.7%
Transfer Tax	127,827	131,836	(4,009)	-3.0%
Income Tax	1,013,098	1,056,031	(42,933)	-4.1%
Building Permits	567,825	1,113,029	(545,204)	-49.0%
Garbage Collection Charges	1,036,831	997,436	39,395	3.9%

Building permit revenue decreased. There was a significant amount of institutional construction during the prior year including a new residence hall on the Concordia University campus. Garbage collection charges are higher due to a 3.25% increase in the cost of sanitation services that is passed on to the customers and an increased demand for the new composting service. Investment income increased in 2018 due to higher short-term interest rates.

**Expenses**

For the fiscal year ended April 30, 2018, expenses from governmental activities totaled \$18,502,167, a decrease of \$1,110,646 or 5.7% from Fiscal Year 2017. General Government includes Administration and Finance, Police and Fire Commission, Emergency 911 and Legal. Development includes the Building Division and Economic Development expenses. Salaries have been adjusted per increases in the collective bargaining agreements and for non-union employees. The decrease in development expenses is due to reduced economic development expenses associated with Lake and Lathrop in the Economic Development Fund. Overall Public Safety expenses have also declined. The contractual increases in Public Safety salaries were partially offset by lower employee salaries due to retirements and resignations and the resulting position vacancies being filled with new hires that are paid at a lower rate. Fire Department salaries include the addition of a part-time administrative support position and the elimination of a Deputy Chief position. Public Works expenses were lower due to a decrease in vehicle, tree and street maintenance costs.



The chart below shows the GASB 68 pension expense reflected in the Statement of Activities by plan:

Governmental Activities					
GASB 68 Pension Expense by Pension Plan					
Fiscal Year	IMRF	IMRF/ SLEP	Police Pension	Firefighters Pension	Total
2018	\$ 197,828	(6,753)	1,994,291	2,199,970	4,385,336
2017	195,684	3,172	2,340,027	2,057,860	4,596,743
2016	133,929	(4,332)	2,267,841	1,666,058	4,063,496

Pension expense is the difference between the Net Pension Liability, and Deferred Inflows and Outflows from the prior to the current year and includes the current year service cost, interest on the Total Pension Liability, administrative expenses, less projected investment earnings, current employee contributions and the impact of any changes in plan benefits. Pension expense is adjusted by current year recognition of any deferred inflows or outflows due to differences between projected and actual investment earnings and changes to the Total Pension Liability due to revised actuarial assumptions or unexpected actuarial experience. Part of the reason for the decline in the police pension expense was because the interest rate assumption was increased from 6.75% to 7.0% to match the rate used by the Fire Pension Plan and reflect anticipated investment performance. Both funds now use the same investment consultant and have the same statutory ability to invest.

**Business-Type Activities**

Business-type activities increased the Village’s net position by \$1,210,758 to \$10,432,942.

**Revenues**

Water and sewer sales increased \$340,056 or 6.65% in Fiscal Year 2018 due to a 4.7% overall rate increase effective June 1, 2017, to cover higher operating expenses and capital improvements and a water rate increase by the City of Chicago. The City ordinance provides for a rate increase of 5% or the increase in the Consumer Price Index, whichever is lower. The June 1, 2017 increase was 1.83%. The overall sales revenue increase was higher than expected due to an increase in billed water consumption due to warmer and drier weather conditions.

**Expenses**

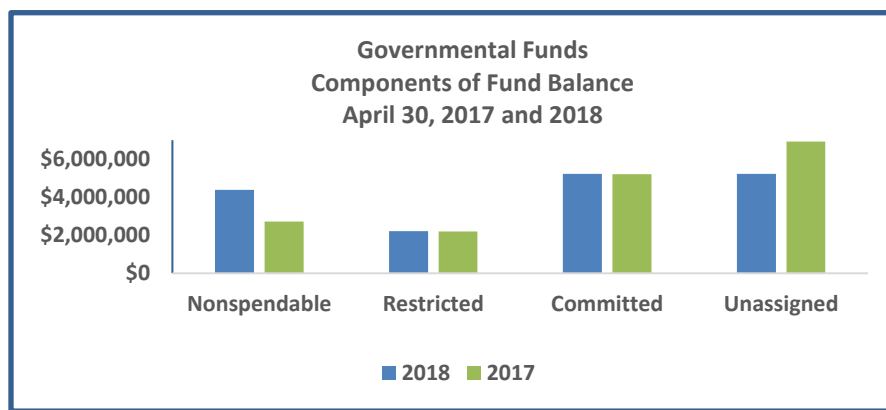
Expenses from business-type activities decreased \$280,414 or 6.2% to \$4,272,901. Salaries and benefits and the cost of water from the City of Chicago increased due to higher rates and water consumption but were offset by decreases in water and sewer infrastructure maintenance costs. Expenses also include interest on the bank loan and IEPA loan for the Northside Stormwater Management Project (NSMP) that was completed in the prior fiscal year. The pension expense for the business type activities was \$86,787. Employees in the Waterworks and Sewerage Fund are all covered by the IMRF Plan.

### FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

As noted earlier, the Village of River Forest uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year as they represent the portion of fund balance which has not been limited to use for a particular purpose by either an external party, or by the Village itself.

As of the end of the current fiscal year, the governmental funds reflect a combined fund balance of \$17,059,353 (as presented on pages 25-28), an increase of \$4,908 from the prior year. Of the total fund balance, \$5,228,809 is unassigned fund balance, which is available for spending at the Village's discretion. The remainder of fund balance is either nonspendable, restricted or committed to indicate that it is not in spendable form (\$4,388,467), legally required to remain intact (\$2,222,203) or committed by the Village for a particular purpose (\$5,219,874). The decrease in unassigned fund balance and the increase in nonspendable fund balance is due to an advance from the General Fund to the Madison Street TIF Fund that was used to purchase property for future economic development in the TIF district. The resource for the advance was available General Fund reserves.

#### Governmental Funds



#### General Fund

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The 2018 unassigned fund balance for Village's General Fund decreased by \$1,165,657 to \$5,365,868 and the nonspendable fund balance increased by \$1,666,845 to \$4,388,467. The \$1,340,000 Advance to the Madison Street TIF during the fiscal year was the primary cause for the substantial increase in the nonspendable fund balance and the decrease in the unassigned fund balance. The nonspendable fund balance was also affected by the \$281,693 increase in the Deposit with Intergovernmental Risk Management Association (IRMA), a public entity risk pool. The total fund balance increased by \$111,589 to \$10,413,194. This net increase is because of actual revenues exceeded expenditures during the year. Property, sales, non-home rule sales taxes were up from the prior year. The net revenues overall were down because of the ten percent decrease in income tax distributions from the State of Illinois for their Fiscal Year 2018 which began on July 1, 2017, and

lower building permit fees. The number and value of building permits declined from the prior year. Property Tax revenues include the second installment of the 2016 levy collected in the fall of 2017, and the first installment of the 2017 levy collected in the spring of 2018. Expenditures were also lower which resulted in an overall increase in fund balance.

General Government expenditures are lower due to the elimination of a temporary part-time position, lower legal fees and a decline in contributions to the Village emergency dispatch center. In the current year, 911 fees are now being distributed directly to the center which reduces the Village contribution to WSCDC for dispatch service. Building Department plan review costs were lower due to the decline in the number and complexity of permits during the year. Overall Public Safety expenditures are higher. Salaries include increases provided for in the collective bargaining agreement for the Police employees and promotions. Public Safety pension contributions were increased per the transition plan provided for with the Pension Funding Polices for the funds approved by the Village Board and the respective pension boards. Fire Personal Services are lower due to an employee's retirement and the elimination of the Deputy Chief position. A new part-time Administrative Assistant position was added. Public Works expenditures reflect a reduction in vehicle, street and tree maintenance costs and salary increases per the approved collective bargaining agreement. Sanitation represents the fee paid to the Village's refuse contractor and includes a contractual 3.25% increase.

According to the Village's financial policy, the General Fund unassigned fund balance, plus the amount restricted for working cash, should be maintained at a minimum of 25% of the General Fund total budgeted subsequent year expenditures to adequately cover unanticipated expenditures, revenue shortfalls or cover negative cash flows due to the timing of property tax receipts. At April 30, 2018, this amount is \$5,900,900 or 37.2% of Fiscal Year 2019 budgeted General Fund expenditures.

### **Other Major Governmental Funds**

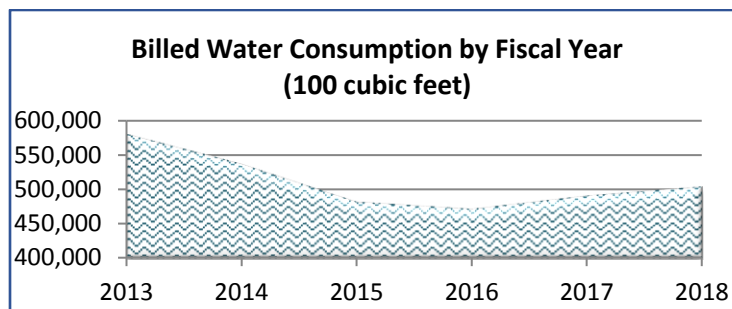
The Capital Equipment Replacement Fund (CERF) is used to accumulate resources for the purchase of Village vehicles, equipment, and improvements. The fund balance in CERF decreased \$298,040 during the fiscal year to \$3,334,672 because revenues and other financing sources were less than capital expenditures. Purchases included Police, Fire and Public Works vehicles and equipment including a new Fire Department pumper. The Madison Street TIF Fund balance decreased \$39,566 to (\$137,059). Incremental property tax revenue collections do not begin coming in until FY 2019 with the second installment of the 2017 Property Tax Levy.

### **Proprietary Fund**

At April 30, 2018 the Waterworks and Sewerage Fund (as presented on pages 29-32) total net position increased by \$1,210,758 to \$10,432,942. Operating revenues exceeded operating expenses including depreciation. Water and Sewer Sales are higher because water consumption increased during the year and also because rates were raised 4.7% on June 1, 2017, to cover increases in operating costs, including water, and capital improvements. The increase in consumption was due to warmer summer weather conditions. Expenses include the interest on the IEPA Loan and bank loan that were used to finance the NSMP.

**Waterworks and Sewerage Fund  
 Schedule of Changes in Net Position**

	Fiscal Year		Increase (Decrease)	% Increase (Decrease)
	2018	2017		
Operating Revenues	\$ 5,452,397	\$ 5,112,341	\$ 340,056	6.7%
Operating Expenses	3,956,452	4,225,878	(269,426)	-6.4%
Operating Income	1,495,945	886,463	609,482	68.8%
Nonoperating Revenue (Expenses)	(285,187)	(305,177)	19,990	-6.6%
Change in Net Position	1,210,758	581,286	629,472	108.3%
Net Position				
Beginning	9,222,184	8,640,898	581,286	6.7%
Ending	\$ 10,432,942	\$ 9,222,184	\$ 1,210,758	13.1%



**GENERAL FUND BUDGETARY HIGHLIGHTS**

General Fund actual revenues were \$248,973 less than the final budgeted amount. Emergency 911 tax revenues were budgeted, however, distributions began going directly to the West Suburban Consolidated Dispatch Center (WSCDC) during the year. The revenue will reduce future contributions to the center. Income tax revenues were also lower due to the State's 10% reduction in distributions for their Fiscal Year 2018. Ambulance fees reflect a decline in call volume partially due to a change to a private service provider by an urgent care facility in town. In addition, the number of Advanced Life Support (ALS) calls decreased while the number Basic Life Support (BLS) calls increased. BLS calls are billed at a lower rate than ALS calls. These decreases were offset by higher revenue resulting from the net change in the IRMA deposit.

**General Fund Budgetary Highlights**

	2018 Original Budget	2018 Final Budget	2018 Actual	Final vs. Actual Over (Under)
Revenues	\$ 15,701,721	15,701,721	15,452,748	(248,973)
Expenditures	15,408,607	15,408,607	14,925,126	(483,481)
Excess of Revenues over Expenditures	293,114	293,114	527,622	234,508
Other Financing Uses	(465,033)	(1,805,033)	(416,033)	1,389,000
Net Change in Fund Balance	\$ (171,919)	(1,511,919)	111,589	1,623,508

Actual expenditures were \$483,481 less than budgeted expenditures. Salaries reflect increases per the collective bargaining agreements. Sanitation costs were higher due to a 3.25% increase in the new contract with the service provider. These cost increases are passed along to customers. The Emergency 911 expenditures were lower because the 911 revenue now goes to the WSCDC and reduces the Village's contribution. Police and Fire pension contributions are lower because of the timing of property tax distributions. Budgeted Employer contributions reflect the 2017 Property Tax Levy that is collected in the spring of 2018 and the summer which falls into the following fiscal year. Fire Department salaries are lower because of the elimination of the Deputy Chief position and vacancies during the year. Public works expenditures include higher overtime costs.

The General Fund budget was amended during the fiscal year to add an additional \$1,340,000 for monies transferred to the Madison Street TIF Fund to cover the cost of purchasing property. The transfer is reflected as an advance in the financial statements.

### CAPITAL ASSETS AND DEBT ADMINISTRATION

#### Capital Assets

The Village's investment in capital assets net of depreciation for its governmental and business-type activities as of April 30, 2018, amounts to \$41,233,552. The investment in capital assets includes land, buildings, improvements other than buildings, vehicles and equipment, and infrastructure. This amount represents a net increase (including additions and deductions) of \$772,228.

Major capital asset events during the current fiscal year included the following:

- The replacement of two Police Department vehicles.
- A Police Department Street Camera Surveillance System Upgrade and Expansion.
- The Purchase of Two New Dump Trucks for the Public Works Department.
- William Street Alley Improvements.
- Public Works Garage Improvements.
- Rehabilitation of the Police Firing Range.
- Village Hall Second Floor Efficiency Improvements.
- The Replacement of Water Mains on Auvergne Place and River Oaks Drive.
- Water Pumping Station Improvements.
- The purchase of a new Fire Department Pumper.

#### Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land and Right of Way	\$ 4,965,950	\$ 4,965,950	500	500	4,966,450	4,966,450
Buildings and Improvements	4,030,875	3,847,400	245,227	200,427	4,276,102	4,047,827
Water Distribution and Sewer Systems	-	-	19,913,198	19,711,695	19,913,198	19,711,695
Vehicles and Equipment	2,665,983	2,221,977	481,833	456,496	3,147,816	2,678,473
Infrastructure	7,275,816	7,385,575	1,473,778	1,517,744	8,749,594	8,903,319
Construction in Progress	180,392	153,560	-	-	180,392	153,560
	<u>\$ 19,119,016</u>	<u>\$ 18,574,462</u>	<u>22,114,536</u>	<u>21,886,862</u>	<u>41,233,552</u>	<u>40,461,324</u>

The governmental activities net capital assets increased \$544,554 from last year, due to an increase in assets as a result of alley and building improvements and the purchase of the vehicles and equipment, less a decrease due to the sale of vehicles and depreciation.

The net increase in the business-type activities of \$227,674 is primarily due to water main and building improvements and the purchase of vehicles and equipment less the depreciation of capital assets. Detailed information on the current fiscal year changes in the Village's capital assets is provided in the *Notes to the Financial Statements*, Note 6 starting on page 49.

### Long-Term Debt

The table below provides a comparison of governmental and business-type long-term debt for Fiscal Years 2018 and 2017. The Village increased its general obligation debt by \$92,180 in Fiscal Year 2018 due to the issuance of \$500,000 in General Obligation Bonds, Series 2018 which are going to be used for street improvements. This increase was reduced by principal payments on existing debt during the year. Business-Type Activities Long-Term Debt decreased by \$1,091,730 due to principal payments and a reduction in the Net Pension Liability. The IEPA Loan proceeds were used to finance the Northside Stormwater Management Project which separated the storm and sanitary sewer on the north side of the Village. The final amount of the loan is \$14,711,293.

The Village levies property taxes to pay for the debt service on the 2018 General Obligation Bonds. The Village issued \$1,355,000 in general obligation debt in 2008 for water system improvements. These debt payments are intended to be paid with water and sewer system revenues. The IEPA loan and balance of the Community Bank loan payments are to be funded via the sewer rate. As an Illinois non-home rule community, the Village is subject to debt limitation. The Village maintained an Aa2 rating from Moody's Investors Service and AAA rating from Standard and Poor's.

### Long-Term Debt

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
General Obligation Bonds	\$ 500,000	\$ 242,820	170,000	335,000	670,000	577,820
IEPA Loan	-	-	13,559,495	14,166,890	13,559,495	14,166,890
Bank Loan			49,824	98,508	49,824	98,508
Compensated Absences	516,598	544,013	37,405	38,075	554,003	582,088
Net Pension Liability	37,263,541	38,926,097	54,775	331,523	37,318,316	39,257,620
Other Post-Employment Benefits	1,792,701	1,668,117	52,691	45,924	1,845,392	1,714,041
	<u>\$ 40,072,840</u>	<u>\$ 41,381,047</u>	<u>13,924,190</u>	<u>15,015,920</u>	<u>53,997,030</u>	<u>56,396,967</u>

Compensated Absences Payable is the amount of accrued vacation and sick leave time that is payable to employees at the end of the fiscal year. The Village Policies limit the amount of leave that can be carried over from year to year and employees are encouraged to use all of their vacation leave. Compensated absences decreased due to lower vacation accruals and funds paid out due to retirements during the fiscal year. The Net Pension Liability reflects the amount of the Total Liability for the Police, Firefighter, IMRF and SLEP pensions less each plan's fiduciary net position at the end of the fiscal year.

Other Postemployment Benefit Obligation is the amount of actuarially calculated contributions that the Village did not make to fund the retiree health insurance benefits that the Village currently provides. This is a single employer defined-benefit plan (Plan) and it is funded on a pay-as-you-go basis. Funding is reported in the Village's General Fund and Waterworks and Sewerage Fund.

Note 7 of the Notes to the Financial Statements, on page 51, provide more detailed information on the Village's long-term debt.

### ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village revenues overall have remained stable. Sales and Non-Home Rule Sales Tax revenues have increased during the fiscal year. A Fresh Thyme grocery store opened in June of 2017 filling the vacancy that was left when the Dominick's grocery store on North Avenue closed. The neighborhoods have remained attractive and vibrant and residential construction and improvements have continued. A new luxury townhome development on Madison Street is substantially complete. Interior build out on about half the units remains. The Fiscal Year 2019 budget includes additional increases in sales and non-home rule sales tax revenues and an increase in ambulance fees to keep up with market trends. State Income Taxes are expected to increase because the State has decreased the reduction in revenue distributions to local governments from 10% in its Fiscal Year 2018 to 5% in Fiscal Year 2019. The State's fee on Non-Home Rule Sales Tax collections has also been reduced from 2.0% to 1.5%. A recent Supreme Court ruling that internet retailers can be required to collect sales taxes even in states where they have no physical presence will increase use taxes for the Village beginning with Internet sales made on October 1, 2018. The additional revenue will be distributed by the State based on population.



Economic development has been a major focus of the Village and an Economic Development Commission was formed to provide the board with insight and advice regarding economic development opportunities. The board has approved two business districts along Lake Street to assist with commercial development along the corridor and a Tax Increment Financing District (TIF) was established along Madison Street. Two properties were purchased in the TIF District using an advance from the General Fund. The advance will be repaid as incremental revenues are available. The first incremental tax payments were received in July of 2018 with the second installment of the 2017 levy. In addition, another TIF on North Avenue was established in August of 2018. Both Madison Street and North Avenue are major corridors and border the Village's north and south sides.



Funds were expended during the year for development at Lake and Lathrop and some additional monies are set aside for improvements there. The developer is in the plan review process and is proposing a mixed-use project. The Village previously entered into an agreement with the property manager at the Village Town Center to incent the opening of two new businesses. This agreement was subsequently revised due to a change in tenants. Payments on this agreement continued during the year. An available space in the River Forest Town Center was occupied by an urgent care facility during the year.



The Village is an affluent community whose composition is primarily residential with a smaller commercial component. The property tax revenue derived from the residential and commercial properties is exceedingly stable. The 2010 census found that \$156,835 was the median income of families living in the Village. In addition, the median value of residential property was \$618,200. The Fiscal Year 2019 budget proposes an increase in General Fund property tax revenues which includes the second installment of the 2017 Property Tax levy and the first installment of the 2018 Property Tax Levy. The 2017 levy includes a 2.1% increase based on the December 2015 to December 2016 increase in the Consumer Price Index. The 2018 property tax levy will also include a 2.1% increase in the Consumer Price index. The first installment of the 2018 levy will be collected in the spring of Fiscal Year 2019.



The Village increased water and sewer rates 2.5% effective June 1, 2018, in order to cover higher operating and capital expenses including funding for sewer relining and water main replacements. The Village purchases water directly from the City of Chicago. The City raised rates 1.54% effective June 1, 2018. Going forward, the City ordinance provides for an increase each June 1 based on the increase in the Consumer Price Index or 5%, whichever is lower.

Budgeted expenditures include increases due to salary adjustments which are part of employee collective bargaining agreements. The Police and Public Works agreements were approved that cover the period through April 30, 2019. Negotiations continue with the Firefighter and Fire Lieutenant's unions. Their agreements expired in April of 2016. Employee health insurance is also expected to moderately increase. The Fiscal Year 2019 General Fund budget includes higher contributions to the Village's Police and Firefighters' Pension Funds. An increase of 2.0% for police and 11.8% for fire is included. During Fiscal Years 2018 and 2019, the Village and Police and Firefighters' Pension Boards and the Finance Committee participated in joint meetings to review the Pension Funding Policies for both funds and evaluate pension funding progress. Following these meetings, the Village Board has approved Pension Funding Policies for both funds that include a 7% interest rate assumption. In the previous policy the Police Pension Fund used a 6.75% interest rate assumption. Both boards now use the same investment consultant and have the same authority to invest so the same rate for both is being used. The Fire Pension Board also approved the Policy. The Police Board intends to continue to use a 6.75% interest rate assumption in its Property Tax Levy recommendation to the Village Board. The amount levied annually will be based on an actuarial analysis prepared by the Village's actuary using the assumptions included in the pension funding policies approved by the Village.

A new Infrastructure Improvement Bond Fund was created in Fiscal Year 2018. The fund accounts for the proceeds of the 2018 General Obligation Limited Bonds that will be used for street improvements beginning in Fiscal Year 2019.

### **CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Joan Rock, Finance Director, Village of River Forest, 400 Park Avenue, River Forest, IL 60305 or at [jrock@vrf.us](mailto:jrock@vrf.us).

## **Basic Financial Statements**

**Village of River Forest, Illinois**  
**Statement of Net Position**  
**April 30, 2018**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 4,583,822	\$ 1,134,775	\$ 5,718,597
Investments	7,670,584	395,251	8,065,835
Receivables			
Taxes	3,359,283	-	3,359,283
Accounts	-	867,709	867,709
Intergovernmental	836,322	-	836,322
Other	637,707	-	637,707
Internal balances	(240,775)	240,775	-
Prepaid items	291,548	52,110	343,658
Deposit - public entity risk pool	2,771,849	32,767	2,804,616
Inventory	16,960	-	16,960
Land held for sale	1,328,392	-	1,328,392
Capital assets not being depreciated	5,146,342	500	5,146,842
Capital assets, net of accumulated depreciation	<u>13,972,674</u>	<u>22,114,036</u>	<u>36,086,710</u>
Total assets	<u>40,374,708</u>	<u>24,837,923</u>	<u>65,212,631</u>
<b>Deferred Outflows of Resources</b>			
Deferred Outflows of Resources - Pensions	<u>4,044,166</u>	<u>81,089</u>	<u>4,125,255</u>
<b>Liabilities</b>			
Accounts payable	751,054	234,832	985,886
Accrued interest	1,264	-	1,264
Deposits payable	-	112,375	112,375
Due to fiduciary funds	33,476	-	33,476
Other payables	101,892	-	101,892
Noncurrent liabilities			
Due within one year	349,320	848,198	1,197,518
Due in more than one year	<u>39,723,520</u>	<u>13,075,992</u>	<u>52,799,512</u>
Total liabilities	<u>40,960,526</u>	<u>14,271,397</u>	<u>55,231,923</u>
<b>Deferred Inflows of Resources</b>			
Deferred property taxes	3,294,292	-	3,294,292
Deferred inflows of resources - pensions	3,164,109	214,673	3,378,782
Deferred rent	<u>15,625</u>	<u>-</u>	<u>15,625</u>
Total deferred inflows of resources	<u>6,474,026</u>	<u>214,673</u>	<u>6,688,699</u>

(Cont.)

**Village of River Forest, Illinois**  
**Statement of Net Position**  
**April 30, 2018**

<b>Net Position</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Net investment in capital assets	\$ 19,119,016	\$ 8,335,217	\$ 27,454,233
Restricted for working cash	535,032	-	535,032
Restricted for public safety	123,827	-	123,827
Restricted for economic development	219,182	-	219,182
Restricted for capital	646,784	-	646,784
Restricted for debt service	197,378	-	197,378
Restricted for grant programs	-	25,269	25,269
Unrestricted	<u>(23,856,897)</u>	<u>2,072,456</u>	<u>(21,784,441)</u>
Total net position (deficit)	<u>\$ (3,015,678)</u>	<u>\$ 10,432,942</u>	<u>\$ 7,417,264</u>

**Village of River Forest, Illinois**  
**Statement of Activities**  
**Year Ended April 30, 2018**

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants
<b>Governmental Activities</b>			
General government	\$ 2,561,405	\$ 1,590,183	\$ 34,521
Development	1,093,609	-	-
Public safety	11,629,817	1,426,682	-
Public works	1,521,195	-	-
Highways and streets	573,267	-	285,255
Sanitation	1,109,146	1,036,831	-
Interest	13,728	-	-
Total governmental activities	18,502,167	4,053,696	319,776
<b>Business-Type Activities</b>			
Waterworks and sewerage	4,272,901	5,452,397	-
	<u>\$ 22,775,068</u>	<u>\$ 9,506,093</u>	<u>\$ 319,776</u>

**General Revenues**

- Taxes
  - Property taxes
  - Non-home rule sales taxes
  - Utility taxes
  - Communication taxes
  - Other taxes
- Intergovernmental
  - Intergovernmental - sales taxes
  - Intergovernmental - income taxes
  - Intergovernmental - other taxes
- Miscellaneous income
- Investment income
- Gain on sale

Total general revenues

**Change in Net Position**

**Net Position (Deficit), Beginning**

**Net Position (Deficit), Ending**

**Net (Expense) Revenue and  
Changes in Net Position**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (936,701)	\$ -	\$ (936,701)
(1,093,609)	-	(1,093,609)
(10,203,135)	-	(10,203,135)
(1,521,195)	-	(1,521,195)
(288,012)	-	(288,012)
(72,315)	-	(72,315)
(13,728)	-	(13,728)
<hr/>	<hr/>	<hr/>
(14,128,695)	-	(14,128,695)
<hr/>	<hr/>	<hr/>
-	1,179,496	1,179,496
<hr/>	<hr/>	<hr/>
(14,128,695)	1,179,496	(12,949,199)
<hr/>	<hr/>	<hr/>
6,577,618	-	6,577,618
855,825	-	855,825
603,770	-	603,770
281,834	-	281,834
297,059	-	297,059
1,873,183	-	1,873,183
1,013,098	-	1,013,098
473,425	-	473,425
494,308	11,260	505,568
145,163	20,002	165,165
29,445	-	29,445
<hr/>	<hr/>	<hr/>
12,644,728	31,262	12,675,990
(1,483,967)	1,210,758	(273,209)
<hr/>	<hr/>	<hr/>
(1,531,711)	9,222,184	7,690,473
<hr/>	<hr/>	<hr/>
\$ (3,015,678)	\$ 10,432,942	\$ 7,417,264

**Village of River Forest, Illinois**  
**Balance Sheet – Governmental Funds**  
**April 30, 2018**

	General	Capital Equipment Replacement Fund	Madison Street TIF	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ 1,147,477	\$ 1,014,157	\$ 48,519	\$ 2,373,669	\$ 4,583,822
Investments	4,041,815	2,595,399	-	1,033,370	7,670,584
Receivables					
Taxes	3,234,234	-	-	125,049	3,359,283
Intergovernmental	810,746	-	-	25,576	836,322
Refuse	230,624	-	-	-	230,624
Interest	20,886	15,871	-	12,187	48,944
Other	182,976	5,000	2	170,161	358,139
Due from other funds	150,000	-	-	-	150,000
Advances to other funds	1,340,000	-	-	-	1,340,000
Prepaid items	259,658	-	-	31,890	291,548
Deposit - public entity risk pool	2,771,849	-	-	-	2,771,849
Land held for sale	-	-	1,328,392	-	1,328,392
Inventory	16,960	-	-	-	16,960
	<u>\$ 14,207,225</u>	<u>\$ 3,630,427</u>	<u>\$ 1,376,913</u>	<u>\$ 3,771,902</u>	<u>\$ 22,986,467</u>
Total assets					
	<u>\$ 14,207,225</u>	<u>\$ 3,630,427</u>	<u>\$ 1,376,913</u>	<u>\$ 3,771,902</u>	<u>\$ 22,986,467</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 489,420	\$ 54,980	\$ 8,347	\$ 198,307	751,054
Due to other funds	-	-	150,000	-	150,000
Due to fiduciary funds	33,476	-	-	-	33,476
Advances from other funds	-	240,775	1,340,000	-	1,580,775
Other payables	101,892	-	-	-	101,892
	<u>624,788</u>	<u>295,755</u>	<u>1,498,347</u>	<u>198,307</u>	<u>2,617,197</u>
Total liabilities					
	<u>624,788</u>	<u>295,755</u>	<u>1,498,347</u>	<u>198,307</u>	<u>2,617,197</u>
<b>Deferred Inflows of Resources</b>					
Unavailable property taxes	3,169,243	-	-	125,049	3,294,292
Deferred rent	-	-	15,625	-	15,625
	<u>3,169,243</u>	<u>-</u>	<u>15,625</u>	<u>125,049</u>	<u>3,309,917</u>
Total deferred inflows of resources					
	<u>3,169,243</u>	<u>-</u>	<u>15,625</u>	<u>125,049</u>	<u>3,309,917</u>
<b>Fund Balances</b>					
<b>Nonspendable</b>					
Prepaid items	259,658	-	-	-	259,658
Deposit - public entity risk pool	2,771,849	-	-	-	2,771,849
Inventory	16,960	-	-	-	16,960
Advances to other funds	1,340,000	-	-	-	1,340,000
<b>Restricted</b>					
Working cash	535,032	-	-	-	535,032
Public safety	123,827	-	-	-	123,827
Economic development	-	-	-	219,182	219,182
Road construction	-	-	-	1,146,784	1,146,784
Debt service	-	-	-	197,378	197,378
<b>Committed</b>					
Parking	-	-	-	749,818	749,818
Capital improvements	-	3,334,672	-	1,135,384	4,470,056
Unassigned	5,365,868	-	(137,059)	-	5,228,809
	<u>10,413,194</u>	<u>3,334,672</u>	<u>(137,059)</u>	<u>3,448,546</u>	<u>17,059,353</u>
Total fund balances					
	<u>10,413,194</u>	<u>3,334,672</u>	<u>(137,059)</u>	<u>3,448,546</u>	<u>17,059,353</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>					
	<u>\$ 14,207,225</u>	<u>\$ 3,630,427</u>	<u>\$ 1,376,913</u>	<u>\$ 3,771,902</u>	<u>\$ 22,986,467</u>

**Village of River Forest, Illinois**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**  
**April 30, 2018**

<b>Total Fund Balances - Governmental Funds</b>		\$ 17,059,353
<p>Amounts reported for governmental activities in the Statement of Net Position are different because</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>		19,119,016
<p>Deferred outflows of resources, pension related</p>		4,044,166
<p>Deferred inflows of resources, pension related</p>		(3,164,109)
<p>Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds. These activities consist of:</p>		
<p>    General obligation bonds payable</p>	(500,000)	
<p>    Accrued interest</p>	(1,264)	
<p>    Net other postemployment benefit obligation</p>	(1,792,701)	
<p>    Accrued compensated absences payable</p>	(516,598)	
<p>    Net pension liabilities</p>	<u>(37,263,541)</u>	
		<u>(40,074,104)</u>
<b>Net Position (Deficit) of Governmental Activities</b>		<u><u>\$ (3,015,678)</u></u>



**Village of River Forest, Illinois**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balances – Governmental Funds**  
**Year Ended April 30, 2018**

	General	Capital Equipment Replacement Fund	Madison Street TIF	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Taxes	\$ 8,355,744	\$ -	\$ -	\$ 260,362	\$ 8,616,106
Intergovernmental	3,394,227	-	-	285,255	3,679,482
Licenses and permits	1,210,292	-	-	-	1,210,292
Charges for services	1,645,827	-	9,375	70,697	1,725,899
Fines and forfeits	285,255	-	-	832,250	1,117,505
Investment income	72,095	40,582	455	32,031	145,163
Miscellaneous	489,308	5,000	-	-	494,308
Total revenues	<u>15,452,748</u>	<u>45,582</u>	<u>9,830</u>	<u>1,480,595</u>	<u>16,988,755</u>
<b>Expenditures</b>					
Current					
General government	2,241,380	-	39,786	23,962	2,305,128
Public safety	9,588,668	-	-	-	9,588,668
Public works	1,520,869	-	-	-	1,520,869
Highways and streets	-	-	-	267,320	267,320
Sanitation	1,109,146	-	-	-	1,109,146
Development	465,063	-	-	628,546	1,093,609
Debt service					
Principal retirement	-	-	-	242,820	242,820
Interest and fiscal charges	-	-	9,610	4,723	14,333
Capital outlay	-	880,876	-	582,299	1,463,175
Total expenditures	<u>14,925,126</u>	<u>880,876</u>	<u>49,396</u>	<u>1,749,670</u>	<u>17,605,068</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>527,622</u>	<u>(835,294)</u>	<u>(39,566)</u>	<u>(269,075)</u>	<u>(616,313)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	-	416,033	-	-	416,033
Transfers out	(416,033)	-	-	-	(416,033)
Bond proceeds	-	-	-	500,000	500,000
Sale of capital assets	-	121,221	-	-	121,221
Total other financing sources (uses)	<u>(416,033)</u>	<u>537,254</u>	<u>-</u>	<u>500,000</u>	<u>621,221</u>
<b>Net Change in Fund Balances</b>	111,589	(298,040)	(39,566)	230,925	4,908
<b>Fund Balances, Beginning</b>	<u>10,301,605</u>	<u>3,632,712</u>	<u>(97,493)</u>	<u>3,217,621</u>	<u>17,054,445</u>
<b>Fund Balances, Ending</b>	<u>\$ 10,413,194</u>	<u>\$ 3,334,672</u>	<u>\$ (137,059)</u>	<u>\$ 3,448,546</u>	<u>\$ 17,059,353</u>

**Village of River Forest, Illinois**  
**Reconciliation of the Statement of Revenues, Expenditures**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**Year Ended April 30, 2018**

**Net Change in Fund Balances – Governmental Funds** \$ 4,908

Amounts reported for governmental activities in the Statement of Activities are different because

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period. These activities consist of:

Capital outlay	\$ 1,337,085	
Depreciation expense	(627,008)	
		710,077

Governmental funds report proceeds from the sale of capital assets while the governmental activities report gains and losses on sales of capital assets.

Sale of capital assets - proceeds	(121,221)	
Gain on sale of capital asset - public works	29,445	
Loss on sale of capital assets - public safety	(63,819)	
Loss on sale of capital assets - highways and streets	(9,928)	
		(165,523)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. (257,180)

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

Change in IMRF net pension liability	931,056	
Change in fire net pension liability	(502,878)	
Change in police net pension liability	1,234,378	
Change in deferred outflows for pensions	(2,240,310)	
Change in deferred inflows for pensions	(1,101,931)	
Change in net other postemployment benefit obligation	(124,584)	
Change in compensated absences payable	27,415	
		(1,776,854)

Interest on long-term debt is shown as a fund expenditure when paid, but is accrued in the Statement of Activities. This is the change in the accrual. 605

**Change in Net Position of Governmental Activities** \$ (1,483,967)

**Village of River Forest, Illinois**  
**Statement of Net Position**  
**Proprietary Fund – Waterworks and Sewerage Fund**  
**April 30, 2018**

**Assets**

**Current Assets**

Cash and cash equivalents	\$ 1,134,775
Accounts receivable	867,709
Investments	395,251
Prepaid items	52,110
Deposit - public entity risk pool	32,767
Total current assets	<u>2,482,612</u>

**Noncurrent Assets**

Advances to other funds	240,775
Capital assets, net of accumulated depreciation	<u>22,114,536</u>
Total noncurrent assets	<u>22,355,311</u>

Total assets	<u>24,837,923</u>
--------------	-------------------

**Deferred Outflows of Resources**

Deferred outflows of resources related to pension (IMRF)	<u>81,089</u>
--	---------------

**Liabilities**

**Current Liabilities**

Accounts payable	234,832
Deposits payable	112,375
General obligation bonds payable - current	170,000
Loans payable - current	49,824
IEPA loan payable	620,893
Compensated absences - current	7,481
Total current liabilities	<u>1,195,405</u>

**Noncurrent Liabilities**

IEPA loan payable	12,938,602
Compensated absences	29,924
Other postemployment benefits payable	52,691
Net pension liability	54,775
Total noncurrent liabilities	<u>13,075,992</u>

Total liabilities	<u>14,271,397</u>
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**Deferred Inflows of Resources**

Deferred inflows of resources related to pension (IMRF)	<u>214,673</u>
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(Cont.)

**Village of River Forest, Illinois**  
**Statement of Net Position**  
**Proprietary Fund – Waterworks and Sewerage Fund**  
**April 30, 2018**

**Net Position**

Net investment in capital assets	\$ 8,335,217
Restricted for grant programs	25,269
Unrestricted net position	<u>2,072,456</u>
Total net position	<u><u>\$ 10,432,942</u></u>

**Village of River Forest, Illinois**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Fund – Waterworks and Sewerage Fund**  
**Year Ended April 30, 2018**

<b>Operating Revenues</b>	
Charges for services	
Water sales	\$ 3,306,650
Sewer charges	2,142,993
Sales of meters	2,754
Total operating revenues	<u>5,452,397</u>
<b>Operating Expenses, Excluding Depreciation</b>	
Personal services	1,100,483
Contractual services	500,041
Commodities	1,717,645
Capital outlay	298,226
Total operating expenses, excluding depreciation	<u>3,616,395</u>
<b>Operating Income Before Depreciation</b>	1,836,002
<b>Depreciation</b>	<u>340,057</u>
<b>Operating Income</b>	<u>1,495,945</u>
<b>Nonoperating Revenues (Expenses)</b>	
Investment income	20,002
Interest expense	(316,151)
Loss on disposal of property	(298)
Miscellaneous	11,260
Total nonoperating revenues (expenses)	<u>(285,187)</u>
<b>Change in Net Position</b>	1,210,758
<b>Net Position, Beginning</b>	<u>9,222,184</u>
<b>Net Position, Ending</b>	<u><u>\$ 10,432,942</u></u>

**Village of River Forest, Illinois**  
**Statement of Cash Flows**  
**Proprietary Fund – Waterworks and Sewerage Fund**  
**Year Ended April 30, 2018**

<b>Operating Activities</b>	
Receipts from customers	\$ 5,435,879
Payments to suppliers	(2,482,141)
Payments to employees	(1,162,304)
Net cash provided by operating activities	<u>1,791,434</u>
<b>Noncapital Financing Activities</b>	
Advances to other funds	<u>(96,879)</u>
<b>Capital and Related Financing Activities</b>	
Interest paid	(325,145)
Purchase of capital assets	(568,029)
Principal payments on loans	(656,079)
Principal payment on general obligation bonds	(165,000)
Net cash used for capital and related financing activities	<u>(1,714,253)</u>
<b>Investing Activities</b>	
Interest	20,002
Purchase of investments	101,077
Net cash provided by investing activities	<u>121,079</u>
<b>Net Increase in Cash and Cash Equivalents</b>	101,381
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>1,033,394</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 1,134,775</u></u>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>	
Operating income	\$ 1,495,945
Items not requiring (providing) cash	
Depreciation	340,057
Miscellaneous revenues	11,260
Changes in assets and liabilities	
Increase in accounts receivable	(27,778)
Increase in prepaid items	(11,547)
Decrease in deferred outflows - pensions	73,039
Decrease in accounts payable	(13,052)
Decrease in deposit - public entity risk pool	(14,179)
Decrease in deposits payable	(490)
Increase in deferred inflows - pensions	208,830
Decrease in compensated absences payable	(670)
Increase in other postemployment benefits payable	6,767
Decrease in net pension liability	(276,748)
Net cash provided by operating activities	<u><u>\$ 1,791,434</u></u>

**Village of River Forest, Illinois**  
**Statement of Fiduciary Net Position**  
**Pension Trust Funds**  
**April 30, 2018**

	<u><b>Pension Trusts</b></u>
<b>Assets</b>	
Cash and cash equivalents	\$ 1,368,988
Investments	
Corporate bonds	4,273,298
Municipal bonds	39,850
U.S. government obligations	5,065,554
U.S. agency obligations	3,011,186
Mutual funds	20,911,918
Annuity/insurance company contracts	3,827,977
Accrued interest	70,083
Due from municipality	33,476
Prepaid expense	<u>6,405</u>
Total assets	38,608,735
<b>Liabilities</b>	
Accounts payable	<u>24,238</u>
<b>Net Position Restricted for Pensions</b>	<u><u>\$ 38,584,497</u></u>

**Village of River Forest, Illinois**  
**Statement of Changes in Fiduciary Net Position**  
**Pension Trust Funds**  
**Year Ended April 30, 2018**

	<b>Pension Trusts</b>
<b>Additions</b>	
Contributions	
Participant contributions	\$ 451,594
Employer contributions	2,528,496
	2,980,090
Investment income	
Net appreciation in fair value of investments	2,072,707
Interest and dividends	865,670
	2,938,377
Less investment expense	94,085
Net investment income	2,844,292
Total additions	5,824,382
<b>Deductions</b>	
Benefits	3,983,396
Refunds	105,900
Administrative expense	108,803
	4,198,099
Total deductions	4,198,099
<b>Change in Net Position</b>	1,626,283
<b>Net Position Restricted for Pensions, Beginning</b>	36,958,214
<b>Net Position Restricted for Pensions, Ending</b>	\$ 38,584,497



**Village of River Forest, Illinois**  
**Index to Notes to Financial Statements**  
**April 30, 2018**

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**Village of River Forest, Illinois**  
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**Village of River Forest, Illinois**  
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**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

**Note 1: Summary of Significant Accounting Policies**

The accounting policies of the Village of River Forest (Village), as reflected in the accompanying financial statements for the year ended April 30, 2018, conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies:

***Financial Reporting Entity***

As required by GAAP, these financial statements present the Village and any component units. Component units are entities for which the Village is considered to be financially accountable. “Blended” component units, although legally separate entities, are, in substance, part of the Village’s operations. Therefore, data from these units are combined with data of the primary government. On the other hand, “discretely presented” component units, if any, are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the Village.

Because of the nature of the relationship of the Village to the Police and Firefighters’ Pension Funds, the Village has included the Police and Firefighters’ Pension Funds as blended component units within the Village’s financial statements. The Police and Firefighters’ Pension Funds are reported as if they were part of the Village because their sole purpose is to provide retirement benefits for the Village’s police and firefighter employees. Therefore, data from these units is combined with data of the primary government. The Police and Firefighters’ Pension Funds are reported as fiduciary funds, and specifically pension trust funds, due to the fiduciary responsibility exercised over the Police and Firefighters’ Pension Funds. The Police and Firefighters’ Pension Funds have not issued a separate Annual Financial Report for the year ended April 30, 2018.

***Discretely Presented Component Unit***

The Village does not report any discretely presented component units.

***Government-Wide and Fund Financial Statements***

The government-wide financial statements (*i.e.*, the Statement of Net Position and Statement of Activities) report information on all of the nonfiduciary activities of the Village. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. 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 or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported, instead, as general revenues.

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

***Fund Accounting***

The Village uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three broad categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate “fund types.”

The Village has the following fund types:

**Governmental Funds** are used to account for the Village’s general governmental activities. There are four of these types and they use the flow of current financial resources measurement focus and the modified accrual basis of accounting.

The *General Fund* is the Village’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

*Special Revenue Funds* account for the collection and disbursement of earmarked monies.

*Debt Service Funds* account for the servicing of general long-term debt not financed by proprietary funds.

*Capital Projects Funds* account for the acquisition of capital assets or construction of major capital projects not financed by proprietary funds.

**Proprietary Funds** are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities are provided to outside parties by the enterprise fund.

The *Enterprise Fund (Waterworks and Sewerage Fund)* is used to account for those operations that are financed and operated in a manner similar to private business or where the Village Board has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

**Fiduciary Funds** account for assets held by the government in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the government under the terms of a formal trust agreement.

*Pension Trust Funds* are accounted for in essentially the same manner as the proprietary fund, using the same measurement focus and the accrual basis of accounting. The pension trust funds account for the assets and activity of the Village's Police Pension Trust Fund and Firefighters' Pension Trust Fund.

***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 financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Property taxes are recognized as revenue in the year for which they are intended to finance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers property taxes as available if they are collected within 60 days of the end of the current fiscal period. A 90-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments are recorded when payment is due.

Property taxes and other tax revenues including sales, use, utility, income, and motor fuel taxes, interest revenue and charges for services revenues associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

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

The *Capital Equipment Replacement Fund* is a capital projects fund which accounts for financial resources used for the replacement of equipment.

The *Madison Street TIF Fund* is a capital projects fund that accounts for financial activity associated with the Madison Street Tax Increment Financing District.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

The Village reports the following major and only enterprise fund:

The *Waterworks and Sewerage Fund* accounts for the provision of water and sewer services, including infrastructure maintenance and improvements to the residents of the Village of River Forest. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related debt service and billing and collection.

Additionally, the Village reports the following fiduciary funds:

The *Police Pension Trust Fund* accounts for the accumulation of resources to pay pension costs. Resources are contributed by police force members at rates fixed by state statutes and by the Village through an annual property tax levy.

The *Firefighters' Pension Trust Fund* accounts for the accumulation of resources to pay pension costs. Resources are contributed by fire personnel members at rates fixed by state statutes and by the Village through an annual property tax levy.

Amounts reported as program revenues include charges to customers or applicants for goods, services or privileges provided and operating grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

The Village reports unearned revenue on its financial statements. Unearned revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred inflows of resources also arise when resources are received by the Village before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met or when the Village has a legal claim to resources, the liability for unearned revenue is removed from the combined balance sheet and revenue is recognized.

The Village reports deferred inflows of resources on its Statement of Net Position and Governmental Fund Balance Sheet. Deferred inflows of resources arise when resources are received by the Village that represent an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. In subsequent periods, when the Village has a legal claim to the resources, the liability for deferred inflows of resources is removed from the Statement of Net Position and Governmental Fund Balance Sheet and revenue is recognized.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

***Budgets***

Budgets are adopted on a basis consistent with GAAP, with the exception of the Waterworks and Sewerage Fund which is budgeted to include principal payments and capitalized assets. Annual appropriated budgets are adopted (at the fund level) for the General, Special Revenue, Debt Service, Capital Projects, Enterprise and Pension Trust Funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

***Cash Equivalents***

For purposes of the Statement of Cash Flows, all highly liquid investments with maturities of three months or less at the date purchased are considered cash equivalents.

***Investments***

Investments are reported at fair value.

***Receivables***

The recognition of receivables associated with nonexchange transactions is as follows:

- Derived tax receivable (such as sales, income and motor fuel taxes) are recognized when the underlying exchange has occurred.
- Imposed nonexchange receivables (such as property taxes and fines) are recognized when an enforceable legal claim has arisen.
- Government mandates or voluntary nonexchange transaction receivable (such as mandates or grants) are recognized when all legal requirements have been met.

***Prepaid Items/Expenses***

Prepaid items/expenses represent payments made to vendors during the fiscal year for services that will benefit future periods. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

***Land Held for Sale***

Land held for sale is recorded at the lower of cost or fair market value as of the balance sheet date. The Village purchased property totaling \$1,328,392 in the Madison Street TIF Fund during the year ended April 30, 2018. The Village anticipates selling the land for the \$1,328,392 in the future.



**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

***Inventories***

Inventories 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.

***Capital Assets***

Capital assets, which include property, plant, equipment and infrastructure assets (*e.g.*, roads, sidewalks, bridges and similar items) are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined as having a useful life greater than one year with an initial, individual cost of more than \$10,000 for vehicles and equipment, \$50,000 for buildings and improvements and \$100,000 for infrastructure. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Combined sewers	75 - 100 years
Buildings and improvements	50 - 75 years
Vehicles and equipment	2 - 25 years
Water distribution system	75 years
Storm sewers (relief)	75 - 100 years
Sanitary sewers	100 years
Curbs and gutters	60 years
Streets	60 years
Other infrastructure	15 - 100 years

***Compensated Absences***

Vested or accumulated vacation leave is accrued when incurred in the government-wide and proprietary fund financial statements, as the Village expects employees to use their vacation within one fiscal year; however, they may carry over ten days. Vested or accumulated vacation leave of proprietary funds and government-wide statements is recorded as an expense and liability of those funds as the benefits accrue to employees. Vacation leave is only recorded in the governmental fund financial statements when an employee leaves before year end and has not been paid out. No liability is recorded for nonvesting, accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" prior to retirement.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

***Long-Term Obligations***

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types 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 debt service expenditures.

***Deferred Outflows/Inflows of Resources***

The Village reports deferred outflows of resources on its Statement of Net Position. Deferred outflows of resources represent a consumption of net position that applies to a future reporting period(s) and so will not be recognized as an outflow of resources (expense/expenditure/reduction of liability) until then. The Village has an item that qualifies for reporting in this category, the deferred outflows related to pensions, which represents pension items that will be recognized as pension expense or reduction of pension liability in future periods.

The Village reports deferred inflows of resources on its Statement of Net Position and on its Governmental Funds Balance Sheet. Deferred inflows of resources represent an acquisition of net position that applies to a future reporting period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village has three items that qualify for reporting in this category, deferred inflows related to property taxes levied in 2017 but will be collected in future period, rental income received in advance, and deferred inflows related to pensions which represents pension items that will be recognized as reductions in pension expense in future periods.

***Pensions***

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

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

***Fund Equity***

*Net Position/Fund Balances*

There are five classifications of fund balances of governmental funds:

- (1) Nonspendable – amounts that are not in spendable form (such as inventory) or are required to be maintained intact.
- (2) Restricted – amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government) through constitutional provisions or by enabling legislation.
- (3) Committed – amounts constrained to specific purpose by a government itself, using its highest level of decision-making authority. The Village Board is the highest level of decision-making authority for the Village that can, by adoption of ordinance prior to the end of the year, commit fund balance. Once adopted, the limitation remains in place until a similar action is taken (adoption of another ordinance) to remove or revise the limitation.
- (4) Assigned – amounts the Village intends to use for specific purposes as determined by the Village Board. It is assumed that creation of a fund automatically assigns fund balance.
- (5) Unassigned – Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

Net position/fund balance is displayed in the order of the relative strength of the spending constraints placed on the purposes for which resources can be used.

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the Village considers committed funds to be expended first followed by assigned and the unassigned funds.

Per the Village's financial policy, the General Fund is to maintain a minimum unassigned fund balance, plus the amount restricted for working cash, of 25% of the total budgeted annual expenditures in the most recently approved annual budget. The Village Board shall determine the disposition of fund balance in excess of this amount.

***Interfund Transactions***

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

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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Advances to other funds in lender funds and advances from other funds in borrower funds represent long-term borrowings.

***Use of Estimates***

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Note 2: Fund Equity**

The Madison Street TIF Fund had a deficit in fund balance of \$137,059 at April 30, 2018. General Fund revenues were used to pay the costs associated with establishing the TIF.

**Note 3: Deposits and Investments**

The Village's investment policy is to establish cash management and investment guidelines for the Village officials responsible for the stewardship of public funds. The Village has established specific objectives to meet these guidelines. The Village's investment policy is more restrictive than Illinois State Statutes. The Village is authorized to make deposits in any credit union or bank, as defined by the *Illinois Banking Act*, and make investments in obligations guaranteed by the full faith and credit of the United States of America, similar obligations of agencies of the United States of America, certain money market mutual funds, the Illinois Metropolitan Investment Fund and The Illinois Funds.

None of the Village's deposits (carrying value of \$1,095,110 excluding \$1,900 of petty cash) with financial institutions were exposed to custodial credit risk, as those deposits were insured, or fully collateralized by investments held by an independent third party in the Village's name.

The Illinois Funds Money Market Fund is an external investment pool developed and implemented in 1975 by the Illinois General Assembly under the jurisdiction of the Treasurer, who has regulatory oversight for the pool. The Fund is not registered with the SEC and has an affirmed AAAM Standard & Poor's credit quality rating. The fair value of the positions of this pool is the same as the value of the pool shares. The yield on the Illinois Funds Money Market Fund was 1.725% at April 30, 2018. The Fund issues a publicly available financial report. That report may be obtained by writing to the Office of the State Treasurer, Illinois Funds Administrative Office, 300 W. Jefferson Street, Springfield, Illinois 62702.

The Illinois Metropolitan Investment Fund (IMET) is not registered with the SEC. The IMET Board provides oversight for IMET. The Board is responsible for policy formulation, as well as policy and administrative oversight. The fair value of the position in the pool is the same as the value of the pool

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

shares. IMET offers two separate investment vehicles to public entities. The Village's investments are in the IMET Convenience Fund which yielded 1.64% at April 30, 2018, and the IMET 1-3 Year Fund which yielded 2.49% at April 30, 2018.

In October 2014, the Illinois Metropolitan Investment Fund notified all participants that over \$50 million in loans, which were being held in the Convenience Fund's approximately \$1.8 billion assets, were fraudulent and in default. The forged guarantees on these loans were denied by the USDA. The Village portion of the IMET Convenience Fund that has been impaired is \$125,237. Recovery efforts are ongoing. IMET issues a publicly available financial report. That report may be obtained by writing to IMET, 1220 Oak Brook Road, Oak Brook, Illinois 60523.

As of April 30, 2018, the Village has the following investments and maturities.

<b>Investment Type</b>	<b>Fair Value</b>	<b>Investment Maturities</b>		
		<b>Less Than One Year</b>	<b>1 to 5 Years</b>	<b>More Than 5 Years</b>
IMET	\$ 2,471,024	\$ 2,471,024	\$ -	\$ -
Certificates of Deposit	6,280,487	4,084,713	2,195,774	-
Federal Farm Credit Bonds	428,392	-	428,392	-
Federal Home Loan Bank	398,632	-	398,632	-
Federal Home Loan Mortgage Corporation	942,385	596,250	328,825	17,310
Government National Mortgage Association	16,693	-	-	16,693
	<u>\$ 10,537,613</u>	<u>\$ 7,151,987</u>	<u>\$ 3,351,623</u>	<u>\$ 34,003</u>
*Illinois Funds	<u>\$ 2,149,809</u>			

\*Not subject to interest rate risk categorization.

***Interest Rate Risk***

Interest rate risk is the risk that changes in interest rates will adversely affect fair values of an investment. In accordance with its investment policy, the Village's investment portfolio shall remain sufficiently liquid to enable the Village to meet all operating requirements that may be reasonably anticipated in any Village fund. Maturities of investments of all funds, except the Capital Projects Funds and Working Cash Funds, shall not exceed five years. Maturities of investments of Capital Projects Funds and Working Cash Funds may exceed five years if the maturities of such investments are made to coincide as nearly as practicable with the expected use of the funds.

**Village of River Forest, Illinois**  
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*Credit Risk*

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. As of April 30, 2018, the Illinois Funds Money Market was rated AAAM by Standard & Poor's.

*Custodial Credit Risk*

In the case of deposits, this is the risk that, in the event of a bank failure, the Village's deposits may not be returned. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. As of April 30, 2018, the Village's deposits with financial institutions were not exposed to custodial credit risk because they were insured and collateralized.

*Concentration of Credit Risk*

It is the policy of the Village to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in overconcentration in a security, maturity, issuer or class of securities. The Village accomplishes this through avoiding overconcentration in a specific issuer, business sector or fund, investing in securities with varying maturities and continuously investing a portion of the portfolio in readily available funds to ensure the appropriate liquidity is maintained.

**Note 4: Fair Value of Assets**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1** Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.
- Level 2** Inputs other than quoted prices included within Level 1, that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- Level 3** Unobservable inputs for an asset or liability.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

**Recurring Measurements**

The following table presents the fair value measurements of assets and liabilities recognized in the accompanying statement of net position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at April 30, 2018:

	<b>Fair Value Measurements</b>			
	<b>Fair Value</b>	<b>Quoted Prices in Active Markets for Identical Assets (Level 1)</b>	<b>Significant Other Observable Inputs (Level 2)</b>	<b>Significant Unobservable Inputs (Level 3)</b>
<i>Village</i>				
April 30, 2018				
Investment type				
Negotiable CDs	\$ 3,343,866	\$ -	\$ 3,343,866	\$ -
U.S. agencies	1,786,102	-	1,786,102	-
<b>Total</b>	<b>\$ 5,129,968</b>	<b>\$ -</b>	<b>\$ 5,129,968</b>	<b>\$ -</b>
<i>Police Pension</i>				
April 30, 2018				
Investment type - by fair value				
U.S. obligations	\$ 4,325,016	\$ -	\$ 4,325,016	\$ -
U.S. agencies	1,837,815	-	1,837,815	-
Municipal bonds				
Corporate bonds	1,270,943	-	1,270,943	-
Annuity - insurance contract	1,956,102	673,675	1,282,427	-
Mutual funds - equity	12,067,755	12,067,755	-	-
<b>Total</b>	<b>\$ 21,457,631</b>	<b>\$ 12,741,430</b>	<b>\$ 8,716,201</b>	<b>\$ -</b>

The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) is presented in the following table.

*Investments Measured at the NAV*

	<b>Investments Measured at the NAV</b>			
	<b>Fair Value</b>	<b>Unfunded Commitments</b>	<b>Redemption Frequency (if Currently Eligible</b>	<b>Redemption Notice Period</b>
Annuity - real estate funds	\$ 1,149,411	\$ -	N/A	N/A

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

	Fair Value	Fair Value Measurements		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<i>Fire Pension</i>				
April 30, 2018				
Investment type				
U.S. obligations	\$ 740,538	\$ -	\$ 740,538	\$ -
U.S. agencies	1,173,371	-	1,173,371	-
Municipal bonds	39,850	-	39,850	-
Corporate bonds	3,002,355	-	3,002,355	-
Mutual funds - equity	8,844,163	8,844,163	-	-
Total	<u>\$ 13,800,277</u>	<u>\$ 8,844,163</u>	<u>\$ 4,956,114</u>	<u>\$ -</u>

The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) is presented in the following table.

	Investments Measured at the NAV			
	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Annuity - real estate funds	<u>\$ 722,464</u>	<u>\$ -</u>	<u>N/A</u>	<u>N/A</u>

Following is a description of the valuation methodologies and inputs used for assets and liabilities measured at fair value on a recurring basis and recognized in the accompanying Statement of Net Position, as well as the general classification of such assets and liabilities pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the year ended April 30, 2018.

**Investments**

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy.



**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

**Note 5: Receivables**

Property taxes for 2017 attach as an enforceable lien on January 1, 2017. Taxes are levied by December 2017, by passage of a Tax Levy Ordinance for collection in the subsequent calendar year. Tax bills are payable in two installments on or about March 1 and August 1, 2018. The County collects such taxes and remits them periodically. The Village deferred recognition of the second installment of the 2017 property tax levy due to the second installment being intended to fund the next fiscal year's operations.

At April 30, 2018, taxes and intergovernmental receivables consisted of the following:

	<b>Governmental Funds</b>		<b>Total</b>
	<b>General Fund</b>	<b>Nonmajor Funds</b>	
Receivables			
Taxes			
Property taxes	\$ 3,168,864	\$ 125,049	\$ 3,293,913
Other taxes			
Utility tax	50,984	-	50,984
Places of eating tax	14,386	-	14,386
Total taxes	<u>3,234,234</u>	<u>125,049</u>	<u>3,359,283</u>
Intergovernmental			
Sales tax	633,776	-	633,776
Telecom	68,708	-	68,708
Use tax	70,314	-	70,314
Replacement	30,086	-	30,086
Motor fuel tax	-	25,576	25,576
Accounts, net	7,862	-	7,862
Total intergovernmental	<u>810,746</u>	<u>25,576</u>	<u>836,322</u>
	<u>\$ 4,044,980</u>	<u>\$ 150,625</u>	<u>\$ 4,195,605</u>

All of the receivables on the balance sheet are expected to be collected within one year.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

**Note 6: Capital Assets**

**Governmental Activities**

A summary of changes in capital assets for governmental activities of the Village is as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
Capital assets not being depreciated				
Land	\$ 1,139,497	\$ -	\$ -	\$ 1,139,497
Right of ways	3,826,453	-	-	3,826,453
Construction in progress	153,560	180,392	153,560	180,392
	<u>5,119,510</u>	<u>180,392</u>	<u>153,560</u>	<u>5,146,342</u>
Capital assets being depreciated				
Buildings and improvements	5,641,020	310,180	-	5,951,200
Vehicles and equipment	4,516,878	875,513	713,897	4,678,494
Infrastructure	12,761,875	124,560	85,365	12,801,070
	<u>22,919,773</u>	<u>1,310,253</u>	<u>799,262</u>	<u>23,430,764</u>
Less accumulated depreciation for				
Buildings	1,793,620	126,705		1,920,325
Vehicles and equipment	2,294,901	275,912	558,302	2,012,511
Infrastructure	5,376,300	224,391	75,437	5,525,254
	<u>9,464,821</u>	<u>627,008</u>	<u>633,739</u>	<u>9,458,090</u>
Total capital assets being depreciated, net	<u>13,454,952</u>	<u>683,245</u>	<u>165,523</u>	<u>13,972,674</u>
Governmental activities capital assets, net	<u>\$ 18,574,462</u>	<u>\$ 863,637</u>	<u>\$ 319,083</u>	<u>\$ 19,119,016</u>

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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***Business-Type Activities***

A summary of changes in capital assets for business-type activities of the Village is as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
Capital assets not being depreciated				
Land	\$ 500	\$ -	\$ -	\$ 500
Capital assets being depreciated				
Buildings and improvements	921,217	55,400	-	976,617
Vehicles and equipment	918,716	78,159	-	996,875
Water distribution system	5,571,977	434,470	7,458	5,998,989
Sewer system	16,995,705	-	-	16,995,705
Curbs and gutters	2,641,730	-	-	2,641,730
	<u>27,049,345</u>	<u>568,029</u>	<u>7,458</u>	<u>27,609,916</u>
Less accumulated depreciation for				
Buildings	720,790	10,600	-	731,390
Vehicles and equipment	462,220	52,822	-	515,042
Water distribution system	1,183,252	67,680	7,160	1,243,772
Sewer system	1,672,735	164,989	-	1,837,724
Curbs and gutters	1,123,986	43,966	-	1,167,952
	<u>5,162,983</u>	<u>340,057</u>	<u>7,160</u>	<u>5,495,880</u>
Total capital assets being depreciated, net	<u>21,886,362</u>	<u>227,972</u>	<u>298</u>	<u>22,114,036</u>
Business-type activities, capital assets, net	<u>\$ 21,886,862</u>	<u>\$ 227,972</u>	<u>\$ 298</u>	<u>\$ 22,114,536</u>

***Depreciation Expense***

Depreciation expense was charged to functions/programs as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
General government	\$ 123,700	\$ -
Public safety	210,353	-
Highways and streets	292,955	-
Waterworks and sewerage	-	340,057
	<u>\$ 627,008</u>	<u>\$ 340,057</u>

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

**Commitments**

The Village has certain contracts for construction projects which were in progress as of April 30, 2018. The remaining commitments are as follows:

2018 Street Improvement Program	\$ 364,900
2018 Curb and Sidewalk Replacement	57,000
2018 Street Patching Program	49,960
Chicago Avenue Construction Engineering	140,850
Tree Trimming Program	7,887
Tree and Stump Removal Program	44,000
Second Floor Improvements - Construction	78,746
Second Floor Improvements - Furniture	144,171
Second Floor Improvements - Architectural	2,540
Lake and Lathrop Economic Development	126,858

The Village has also entered into an agreement with the managing company of the River Forest Town Center to provide economic incentives for filling vacant retail space within the Town Center. The Village reported total expenditures of \$4,617 related to this agreement during Fiscal Year 2018 and \$313,667 since the inception of the agreement. The agreement has a maximum amount of \$335,600. As of April 30, 2018, \$21,933 was the maximum amount remaining.

**Note 7: Long-Term Debt**

**Changes in Long-Term Obligations**

The following is a summary of the Village's long-term debt balances and transactions for the year ended April 30, 2018.

	<b>Maturity Date</b>	<b>Balance May 1</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance April 30</b>	<b>Due Within One Year</b>
<i>Governmental Activities</i>						
General obligation bonds						
Series 2005 (Library)						
3.50% - 4.15%	12/01/17	\$ 50,000	\$ -	\$ 50,000	\$ -	\$ -
Series 2016						
1.25%	12/01/17	192,820	-	192,820	-	-
Series 2018						
2.00% - 2.15%	12/01/19	-	500,000	-	500,000	246,000
		242,820	500,000	242,820	500,000	246,000
Compensated absences		544,013	516,598	544,013	516,598	103,320
Net pension liabilities		38,926,097	502,878	2,165,434	37,263,541	-
Net other postemployment benefit obligation		1,668,117	124,584	-	1,792,701	-
		<u>\$ 41,381,047</u>	<u>\$ 1,644,060</u>	<u>\$ 2,952,267</u>	<u>\$ 40,072,840</u>	<u>\$ 349,320</u>

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

	<b>Maturity Date</b>	<b>Balance May 1</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance April 30</b>	<b>Due Within One Year</b>
<i>Business-Type Activities</i>						
General Obligation Bonds Series 2008B 2.75% - 4.10%	12/01/18	\$ 335,000	\$ -	\$ 165,000	\$ 170,000	\$ 170,000
IEPA loan 2.21%	5/06/36	14,166,890	-	607,395	13,559,495	620,893
Loans payable 2.20%	11/15/24	98,508	-	48,684	49,824	49,824
Compensated absences		38,075	37,405	38,075	37,405	7,481
Net pension liability		331,523	-	276,748	54,775	-
Net other postemployment benefit obligation		45,924	6,767	-	52,691	-
		<u>\$ 15,015,920</u>	<u>\$ 44,172</u>	<u>\$ 1,135,902</u>	<u>\$ 13,924,190</u>	<u>\$ 848,198</u>

Compensated absences, net pension liabilities and net other postemployment benefit obligations are paid from the General Fund and charged to General Government, Public Safety, Public Works and from the Waterworks and Sewerage Fund.

**General Obligation Debt**

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 general government and business-type activities.

The Series 2005 General Obligation Bonds are recorded as debt of the Village, as the Village is the party responsible for payments. The proceeds of these bonds have been recorded by the Public Library as the proceeds have been spent to improve the Public Library.

**Debt Service Requirements to Maturity**

Annual debt service requirements to maturity for general obligation bonds are as follows:

<b>Year Ending April 30</b>	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2019	\$ 246,000	\$ 7,584	\$ 170,000	\$ 6,970	\$ 416,000	\$ 14,554
2020	254,000	5,461	-	-	254,000	5,461
	<u>\$ 500,000</u>	<u>\$ 13,045</u>	<u>\$ 170,000</u>	<u>\$ 6,970</u>	<u>\$ 670,000</u>	<u>\$ 20,015</u>

**Village of River Forest, Illinois**  
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Annual debt service requirements to maturity for loans payable are as follows:

<b>Year Ending April 30</b>	<b>Business-Type Activities</b>	
	<b>Principal</b>	<b>Interest</b>
2019	\$ 670,717	\$ 296,940
2020	634,690	282,456
2021	648,795	268,351
2022	663,211	253,934
2023	677,950	239,196
2024-2028	3,622,541	963,189
2029-2033	4,043,333	542,396
2034-2036	2,648,082	103,354
	<u>\$ 13,609,319</u>	<u>\$ 2,949,816</u>

**Legal Debt Margin**

Equalized assessed valuation - 2017	<u>\$ 586,302,873</u>
Legal debt limit - 8.625% of assessed valuation	\$ 50,568,623
Amount of debt applicable to debt limit	<u>500,000</u>
Legal debt margin	<u>\$ 50,068,623</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."

**Note 8: Conduit Debt**

The Village issued \$17,000,000 of Industrial Project Revenue Bonds for Dominican University during the year ended April 30, 2010. The Village has no obligation to pay this debt. The 2009 Project Revenue Bonds for Dominican University had an outstanding balance of \$10,419,857 at April 30, 2018.

**Village of River Forest, Illinois**  
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**Note 9: Interfund Transactions**

***Due From/to Other Funds***

Receivable Fund	Payable Fund	Amount
General Fund	TIF Madison Fund	\$ 150,000
Police Pension	General Fund	19,771
Firefighters' Pension	General Fund	13,705
		<u>\$ 183,476</u>

The due to/from between the Police and Firefighters' Pension Funds and the General Fund is due to April 30<sup>th</sup> employer contributions due and increases in the employer contribution to offset the PTELL reduction of the property tax levy.

The due to/from between the General Fund and the TIF Madison Fund is due to the General Fund loaning money to the TIF for startup costs and the purchase of property in the TIF District.

***Advances From/to Other Funds***

Receivable Fund	Payable Fund	Amount
Enterprise Waterworks and Sewerage Fund	Capital Projects Capital Equipment Replacement Fund	\$ 240,775
General Fund	TIF Madison Fund	<u>1,340,000</u>
		<u>\$ 1,580,775</u>

The advance from/to between the Waterworks and Sewerage Fund and the Capital Equipment Replacement Fund represents fiscal year contributions for future vehicle and equipment purchases that are funded via the Capital Equipment Replacement Fund.

The advance from/to between the General Fund and the TIF Madison Fund represents money the General Fund loaned to the TIF for the purchase of property in the TIF district.

***Transfers***

Receiving Fund	Transferring Fund	Amount
Capital Projects Capital Equipment Replacement Fund	General Fund	<u>\$ 416,033</u>

**Village of River Forest, Illinois**  
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The General Fund transferred \$416,033 to the Capital Equipment Replacement Fund related to contribution for future capital outlay expenditures.

**Note 10: Risk Management**

***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 which have formed an association under the *Illinois Intergovernmental Cooperation Act* to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverage; property/casualty and workers compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The 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 the agency 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.

Limits of coverage effective as of April 30, 2018, are as follows:

Automobile liability	\$ 10,000,000
General liability	10,000,000
Public officials liability	10,000,000
Workers’ compensation	Blanket statutory limits
First party property	250,000,000 per occurrence
Boiler/machinery	50,000,000
Fidelity and crime	
a. Employee theft	5,000,000
b. Forgery or alteration	5,000,000
c. Computer fraud	5,000,000
d. Credit card forgery	5,000,000
e. Nonfaithful performance	2,500,000
Public official bond	Blanket statutory limits



**Village of River Forest, Illinois**  
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***Intergovernmental Personnel Benefit Cooperative (IPBC)***

Risks for medical, dental and death benefits for employees and retirees are provided through the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each participating member. IPBC maintains specific reinsurance coverage for claims in excess of \$125,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into the subsequent years' experience factor for premiums. For insured programs, there have been no significant reductions in insurance coverage.

**Note 11: Contingent Liabilities**

***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 management, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

***Grants***

Amounts received or receivable from grantors are subject to audit and adjustment by the grantors. 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.

**Note 12: Other Postemployment Benefits**

In addition to providing the pension benefits described in Note 14, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit 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 does not issue a separate report. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established. The cost of the plan is reported in the fund from which the benefits are paid.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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**Benefits Provided**

The Village provides postemployment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans.

All health care benefits are provided through the Village's health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; dental care and prescriptions. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the Village's plan becomes secondary.

**Membership**

At April 30, 2018, membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to but not yet receiving them	37
Current employees	79
	116
Total	116
Participating employers	1

**Funding Policy**

The Village negotiates the contribution percentage between the Village and employees through the union contracts and personnel policy. Most retirees contribute 66.6% of the actuarially determined premium to the plan, and the Village contributes the remainder to cover the cost of providing the benefits to the retirees. Effective May 12, 2012, non-union and public works union employees hired prior to January 1, 2005, who retire after being employed by the Village for 20 consecutive years immediately prior to retirement and over age 55, are entitled to \$200 per month towards the cost of the retiree health insurance benefit. The Village pays 100% of the cost of coverage for disabled officers. No Village contribution is made once the retiree is eligible for Medicare. Non-union and public works union employees hired after January 1, 2005, are responsible for 100% of the cost of the benefits. Effective May 1, 2013, the majority of Police and Firefighters' union employees are no longer eligible for the one-third Village subsidy. Only Police employees hired before May 1, 1998, are entitled to the one-third subsidy. For the fiscal year ended April 30, 2018, retirees contributed \$275,331 and the Village contributed \$177,338. Active employees do not contribute to the plan until retirement.

**Village of River Forest, Illinois**  
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***Annual OPEB Costs and Net OPEB Obligation***

The Village had an actuarial valuation performed for the plan as of April 30, 2018, 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, 2018. The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation was as follows:

<b>Fiscal Year End</b>	<b>Annual OPEB Cost</b>	<b>Employer Contributions</b>	<b>Percentage of Annual OPEB Cost Contributions</b>	<b>Net OPEB Obligation</b>
April 30, 2018	\$ 308,689	\$ 177,338	57.4%	\$ 1,845,392
April 30, 2017	308,118	175,235	56.9%	1,714,041
April 30, 2016	411,746	199,263	48.4%	1,581,158

The net OPEB obligation (NOPEBO) at April 30, 2018, was calculated as follows:

Annual required contribution	\$ 301,343
Interest on net OPEB obligation	68,562
Adjustment to annual required contribution	<u>(61,216)</u>
Annual OPEB cost	308,689
Contributions made	<u>177,338</u>
Increase in net OPEB obligation	131,351
Net OPEB obligation, beginning of year	<u>1,714,041</u>
Net OPEB obligation, end of year	<u><u>\$ 1,845,392</u></u>
Net OPEB obligation attributable to	
Governmental activities	\$ 1,792,701
Business-type activities	<u>52,691</u>
	<u><u>\$ 1,845,392</u></u>

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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***Funded Status and Funding Progress***

The funded status of the plan as of April 30, 2018, was as follows:

Actuarial accrued liability (AAL)	\$ 4,939,910
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	4,939,910
Funded ratio (actuarial value of plan assets/AAL)	-
Covered payroll (active plan members)	6,447,438
UAAL as a percentage of covered payroll	76.6%

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 ARCs of the employer are subject to continual revision as actuarial 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.

***Actuarial Methods and Assumptions***

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing 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, 2018 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included 4.0% investment rate of return (net of administrative expenses) and an initial annual healthcare cost trend rate of 1.25% then 7.00% reduced to an ultimate rate of 4.50% after seven years. Rates include a salary rate increase of 3.5% and a 2.5% general inflation assumption. The actuarial value of assets was \$0. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over 30 years.

**Note 13: Deferred Compensation Plan**

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency occurs.

**Village of River Forest, Illinois**  
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The assets of the plan are held in trust, with the Village as trustee, for the exclusive benefit of the plan participants and their beneficiaries. The assets cannot be diverted for any other purpose. The Village's beneficial ownership of plan assets held in the trust is held for the future exclusive benefit of the participants and their beneficiaries.

**Note 14: Defined Benefit Pension Plans**

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer defined benefit pension plan; the Police Pension Plan, which is a single-employer defined benefit pension plan; and the Firefighters' Pension Plan, which is a single-employer defined benefit pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. The Police and Firefighters' Pension Plans do not issue separate reports on the pension plans. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

The aggregate totals for all pension items for three plans are as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities*</u>	<u>Total Village</u>
Net pension (asset) liability			
IMRF - Regular	\$ 180,337	\$ 54,775	\$ 235,112
IMRF - SLEP	(13,513)	-	(13,513)
Police	20,207,381	-	20,207,381
Firefighters	<u>16,889,336</u>	<u>-</u>	<u>16,889,336</u>
	<u>\$ 37,263,541</u>	<u>\$ 54,775</u>	<u>\$ 37,318,316</u>
Deferred outflows of resources			
IMRF - Regular	\$ 237,319	\$ 81,089	\$ 318,408
IMRF - SLEP	302	-	302
Police	1,018,774	-	1,018,774
Firefighters	<u>2,787,771</u>	<u>-</u>	<u>2,787,771</u>
	<u>\$ 4,044,166</u>	<u>\$ 81,089</u>	<u>\$ 4,125,255</u>

**Village of River Forest, Illinois**  
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	<b>Governmental Activities</b>	<b>Business-Type Activities*</b>	<b>Total Village</b>
Deferred inflows of resources			
IMRF - Regular	\$ 706,767	\$ 214,673	\$ 921,440
IMRF - SLEP	10,202	-	10,202
Police	2,008,959	-	2,008,959
Firefighters	438,181	-	438,181
	<u>\$ 3,164,109</u>	<u>\$ 214,673</u>	<u>\$ 3,378,782</u>
Pension expense (income)			
IMRF - Regular	\$ 197,828	\$ 86,787	\$ 284,615
IMRF - SLEP	(6,753)	-	(6,753)
Police	1,994,291	-	1,994,291
Firefighters	2,199,970	-	2,199,970
	<u>\$ 4,385,336</u>	<u>\$ 86,787</u>	<u>\$ 4,472,123</u>

\*Same amounts are also reported in the proprietary fund statements.

**Illinois Municipal Retirement Fund**

*Plan Description*

The Village defined benefit pension plan for regular employees (other than those covered by the Police or Firefighters' Pension Plans), provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Village maintains accounts for regular employees and for Sheriff's Law Enforcement Personnel (SLEP) which provides benefits solely to former police chiefs. A summary of IMRF's pension benefits is provided in the "Benefits Provided" described below. Details of all benefits are available from IMRF. The Illinois Pension Code establishes the benefit provisions of the plan which can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at [www.imrf.org](http://www.imrf.org) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees of the Village of River Forest Public Library (Library), an unrelated entity, also participate in the Village's IMRF plan. The Village treats the Library as a shared participant in the IMRF Regular Plan for purposes of applying GASB 68. Accordingly, pension items have been allocated to the Library on the basis of employer contributions to total employer contributions for the fiscal year. The Village's portion was 85%.

**Village of River Forest, Illinois**  
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*Benefits Provided*

Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least 8 years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

The Sheriff's Law Enforcement Personnel Fund (SLEP) members, having accumulated at least 30 years of SLEP service and terminating IMRF participation on or after July 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.50% of their final rate of earnings, for each year of credited service up to 20 years, 2.00% of their final earnings rate for the next 10 years of credited service and 1.00% for each year thereafter. For those SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by State statutes. SLEP members are required to contribute 7.50% of their annual salary to SLEP.

*Employees Covered by Benefit Terms*

As of December 31, 2017, the measurement date for the net pension liability, the following employees were covered by the benefit terms:

	<b>Regular</b>	<b>SLEP</b>
Retirees and beneficiaries currently receiving benefits	52	1
Terminated employees entitled to but not yet receiving benefits	49	1
Current employees	40	-
	141	2

**Village of River Forest, Illinois**  
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*Contributions*

As set by statute, employees participating in the IMRF plan are required to contribute 4.50% of their annual covered salary. The member rate is also established by State statute. The Village is required to contribute at an actuarially determined rate. The employer annual required contribution rate for calendar year 2017 was 11.14% and for 2018 it is 11.01%. For the year ended April 30, 2018, the Village contributed \$256,700 to the plan. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. For the SLEP Plan, members are required to contribute 7.50% of their annual covered salary. The employer rate for calendar year 2017 was 13.36% and for 2018 it is 11.24%. For the year end April 30, 2018, the Village contributed \$1,209 to the SLEP Plan.

*Investments*

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Portfolio Target Percentage</b>	<b>Long-Term Expected Real Rate of Return</b>
Domestic equity	37%	6.85%
International equity	18%	6.75%
Fixed income	28%	3.00%
Alternative investments	7%	2.65% - 7.35%
Real estate	9%	5.75%
Short-term	1%	2.25%
	<u>100%</u>	



**Village of River Forest, Illinois**  
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*Actuarial Assumptions*

The following are the methods and assumptions used to determine the total pension liability as of April 30, 2018:

Actuarial valuation date	December 31, 2017
Measurement date	December 31, 2017
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.39% - 14.25%, including inflation
Investment rate of return	7.50%
Asset valuation method	Market value of assets

Retirement age is based on Experienced-Based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.

For nondisabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

*Discount Rate*

A single discount rate (SDR) of 7.50% for the Regular Plan and 7.50% for the SLEP Fund was used to measure the total pension liability. The projection of cash flows used to determine the SDR assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Regular Plan's fiduciary net position and the SLEP Plan's fiduciary net position were projected to be available to make all projected future benefit payments of active and inactive plan members.

**Village of River Forest, Illinois**  
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Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of project benefit payments to determine the total pension liability.

*Changes in Net Pension Liability – Regular Plan*

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a)-(b)</b>
Balance, beginning of year	<u>\$ 12,277,694</u>	<u>\$ 10,861,964</u>	<u>\$ 1,415,730</u>
Changes for the year			
Service cost	204,049	-	204,049
Interest	904,587	-	904,587
Differences between expected and actual experience	320,633	-	320,633
Changes in assumptions	(453,752)	-	(453,752)
Contributions - employer	-	259,632	(259,632)
Contributions - employee	-	104,879	(104,879)
Net investment income	-	1,932,878	(1,932,878)
Benefit payments, including refunds of employees' contributions	(687,593)	(687,593)	-
Administrative expenses	-	(141,254)	141,254
Other (net transfer)	-	-	-
Net changes	<u>287,924</u>	<u>1,468,542</u>	<u>(1,180,618)</u>
Balance, end of year	<u><u>\$ 12,565,618</u></u>	<u><u>\$ 12,330,506</u></u>	<u><u>\$ 235,112</u></u>

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

# Village of River Forest, Illinois

## Notes to Financial Statements

April 30, 2018

### Changes in Net Pension Liability – SLEP

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a)-(b)</b>
Balance, beginning of year	\$ 183,795	\$ 170,122	\$ 13,673
Changes for the year			
Service cost	-	-	-
Interest	13,347	-	13,347
Differences between expected and actual experience	2,465	-	2,465
Changes in assumptions	(5,630)	-	(5,630)
Contributions - employer	-	1,361	(1,361)
Contributions - employee	-	-	-
Net investment income	-	32,823	(32,823)
Benefit payments, including refunds of employees' contributions	(11,658)	(11,658)	-
Administrative expenses	-	-	-
Other (net transfer)	-	3,184	(3,184)
Net changes	(1,476)	25,710	(27,186)
Balance, end of year	\$ 182,319	\$ 195,832	\$ (13,513)

### Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below represents the net pension liability (asset) of the Village's Regular Plan and SLEP Fund calculated using the discount rate of 7.50% and 7.50%, respectively, as well as what the Village's net pension liability would be if it were calculated using discount rates that are one percentage point lower (6.50% and 6.50%) or one percentage point higher (8.50% and 8.50%) than the current rate:

	<b>1% Decrease (6.50%)</b>	<b>Current Discount Rate (7.50%)</b>	<b>1% Increase (8.50%)</b>
Regular Plan			
Net pension liability	\$ 1,925,023	\$ 235,112	\$ (1,140,257)
SLEP			
Net pension liability (asset)	\$ 4,091	\$ (13,513)	\$ (24,911)

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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*Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

For the year ended April 30, 2018, the Village recognized pension expense (income) of \$284,615 and \$(6,753) for the Regular Plan and SLEP, respectively. At April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred Outflows/Inflows Related to Pensions</b>	<b>Regular Plan</b>	<b>SLEP</b>
Deferred outflows		
Differences between expected and actual experience	\$ 229,855	\$ -
Changes of assumptions	528	-
Total deferred outflows	<u>230,383</u>	<u>-</u>
Deferred inflows		
Differences between expected and actual experience	2,214	-
Changes of assumptions	327,875	-
Net differences between projected and actual earnings on pension plan investments	<u>591,351</u>	<u>10,202</u>
Total deferred inflows	<u>921,440</u>	<u>10,202</u>
Total deferred amounts to be recognized in pension expense in future periods	(691,057)	(10,202)
Pension contributions made subsequent to the measurement date	<u>88,025</u>	<u>302</u>
	<u>\$ (603,032)</u>	<u>\$ (9,900)</u>

At April 30, 2018, the Village reported \$88,025 of deferred outflows of resources related to pensions resulting from Village contributions made subsequent to the measurement date that will be recognized as a reduction of net pension liability in the year ended April 30, 2019. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

<b>Year Ending April 30,</b>	<b>Amount</b>
2018	\$ (119,416)
2019	(115,110)
2020	(234,535)
2021	(232,198)
2022	<u>-</u>
	<u>\$ (701,259)</u>

**Village of River Forest, Illinois**  
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***Police Pension***

*Plan Description and Provisions*

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 plan as a pension trust fund.

*Benefits Provided*

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service.

The monthly pension of a covered employee who retired with 20 or more years of service after January 1, 1997, shall be increased annually by 3% of the originally granted pension, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years. For all increases granted on or after July 1, 1993, the second and subsequent automatic annual increases shall be calculated as 3% of the amount of the pension payable at the time of the increase.

*Employees Covered by Benefit Terms*

At April 30, 2018, the Police Pension Plan membership consisted of:

Inactive plan members currently receiving benefits	35
Inactive plan members entitled but not yet receiving benefits	2
Active plan members	30
	30
Total	67

*Contributions*

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2012, the Village's contributions must accumulate to the point where 90% of the past service cost for the Police Pension Plan is funded by the year 2040. Administrative expenses are generally paid from plan

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

assets. For the year ended April 30, 2018, the Village contributed \$1,394,597 to the Police Pension Plan.

*Investment Policy*

The deposits and investments of the Police Pension Fund are held separately from those of other Village funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America: obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America: bonds, notes, debentures or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government: State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (formerly known as IPTIP, Illinois Public Treasurers Investment Pool), or by banks, their subsidiaries or holding companies. In accordance with the laws of the State of Illinois, bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the *Federal Investment Company Act of 1940* and the *Illinois Securities Law of 1953* and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions provided the investment in separate accounts and mutual funds does not exceed 10% of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to 45% of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to 45% of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least \$10 million that have appointed an investment advisor may invest up to 55% of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2012.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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The Police Pension Fund’s investment policy in accordance with ILCS establishes the following ranges and target allocation across asset classes:

<b>Asset Class</b>	<b>Portfolio Target Percentage</b>	<b>Long-Term Expected Real Rate of Return</b>
Fixed income	35.00%	2.50%
Domestic equity	40.00%	7.50%
International equity	20.00%	8.50%
Real estate	5.00%	4.50%
	<u>100.00%</u>	

The long-term expected rate of return on the Fund’s investments was determined using an asset allocation study conducted by the Fund’s investment management consultant in April 2018 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or geometric rates of return for each major asset class included in the Fund’s target asset allocation as of April 30, 2018, are listed in the table above.

*Investment Rate of Return*

For the year ended April 30, 2018, the annual money-weighted rate of return on the Police Pension Plan investments, net of pension plan investment expense, was 8.30%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Deposits With Financial Institutions*

At year end, the carrying amount of the Police Pension Fund’s deposits totaled \$602,708 and the bank balance totaled \$604,613.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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*Interest Rate Risk*

As of April 30, 2018, the Police Pension Fund has the following investments and maturities:

<b>Investment Type</b>	<b>Fair Value</b>	<b>Investment Maturities</b>		
		<b>Less Than One Year</b>	<b>1 to 5 Years</b>	<b>More Than 5 Years</b>
Corporate Bonds	\$ 1,270,943	\$ -	\$ 1,270,943	\$ -
Federal Farm Credit Bank	310,884	-	310,884	-
Federal Home Loan Bank	1,020,987	214,970	806,017	-
Federal Home Mortgage Loan Corporation	390,577	-	390,577	-
Government National Mortgage Association	115,367	-	31	115,336
U.S. Treasuries	4,325,016	757,324	2,020,344	1,547,348
	<u>\$ 7,433,774</u>	<u>\$ 972,294</u>	<u>\$ 4,798,796</u>	<u>\$ 1,662,684</u>
	<b>Fair Value</b>			
*Illinois Funds	\$ 296,542			
*Mutual Funds	12,067,755			
*Insurance Contracts/Annuities	<u>3,105,513</u>			
	<u>\$ 15,469,810</u>			

\*Not subject to interest rate risk categorization.

The Pension Fund assumes any callable securities will not be called.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. While not required by the Pension Fund’s investment policy, the Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

*Credit Risk*

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. As of April 30, 2018, the Illinois Funds Money Market was rated AAAM by Standard & Poor’s.

The Police Pension Plan limits their exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Plan’s investment policy follows the “prudent person” rule, which states, “Investments shall be made with judgment and care, under circumstances then



**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the primary objective of safety as well as the secondary objective of the attainment of market rates of return.” The following table summarizes the credit ratings of obligations of the U.S. government agencies that are only implicitly guaranteed by the U.S. Government and investments in debt securities (corporate bonds) as of April 30, 2018:

	Rating Agency	Rating
Corporate bonds		A1 through A3
U.S. government agencies:		
Federal Farm Credit Bank	Moody’s	Aaa
Federal Home Loan Bank	Moody’s	Aaa
Federal Home Mortgage Loan Corporation	Moody’s	Aaa

***Custodial Credit Risk – Deposits***

In the case of deposits, this is the risk that in the event of a bank failure, the Pension Fund’s deposits may not be returned to it. At April 30, 2018, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Pension Fund’s investment policy requires that all deposits in excess of FDIC insurable limits be secured by collateral in order to protect deposits from default.

***Custodial Credit Risk – Investments***

For an investment, this is the risk that, in the event of the failure of the counterparty, the Pension Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Money market mutual funds and equity mutual funds are not subject to custodial credit risk. In accordance with the Pension Fund’s investment policy, the plan limits its exposure to custodial credit risk by utilizing an independent third party institution to act as custodian for its securities and collateral.

***Concentration of Credit Risk***

It is the policy of the Pension Plan to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in overconcentration in a security, maturity, issuer or class of securities. The Pension Plan accomplishes this through avoiding overconcentration in a specific issuer, business sector or fund, investing in securities with varying maturities and continuously investing a portion of the portfolio in readily available funds to ensure the appropriate liquidity is maintained. At April 30, 2018, the Police Pension Fund’s investments (other than those issued or guaranteed by the U.S. Government) include a Vanguard Annuity of \$1,956,102, Vanguard Mid-Cap Index Fund of \$2,351,846, Vanguard Small Cap Fund of \$1,368,591, Vanguard Institutional Fund of \$4,732,809 and Vanguard Developed Markets Fund of \$2,120,564, each of which represents 5% or more of plan net assets.

**Village of River Forest, Illinois**  
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*Actuarial Assumptions*

The total pension liability was determined by an actuarial valuation performed as of April 30, 2018, using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2017
Measurement date	April 30, 2018
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.50% - 10.65%, including inflation
Investment rate of return	7.00%
Asset valuation method	Market value of assets

Mortality rates are based on rates developed in the Lauterbach & Amen, LLP 2016 Mortality Table for Illinois Police Officers.

*Discount Rate*

The discount rate used to measure the total pension liability was 7.00% (6.75% in prior year). The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

**Village of River Forest, Illinois**  
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*Changes in Net Pension Liability*

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a)-(b)</b>
Balance, beginning of year	\$ 43,681,014	\$ 22,239,255	\$ 21,441,759
Changes for the year			
Service cost	735,090	-	735,090
Interest	2,980,256	-	2,980,256
Differences between expected and actual experience	(8,166)	-	(8,166)
Changes in assumptions	(1,427,515)	-	(1,427,515)
Contributions - employer	-	1,394,597	(1,394,597)
Contributions - employee	-	273,961	(273,961)
Net investment income	-	1,917,070	(1,917,070)
Benefit payments, including refunds of employees' contributions	(2,211,844)	(2,211,844)	-
Administrative expenses	-	(71,585)	71,585
Net changes	67,821	1,302,199	(1,234,378)
Balance, end of year	\$ 43,748,835	\$ 23,541,454	\$ 20,207,381

Changes in assumptions related to salary increases, inflation, retirement age, disability rates, termination and mortality were made since the prior measurement date.

*Discount Rate Sensitivity*

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

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
Net pension liability	\$ 26,400,008	\$ 20,207,381	\$ 15,171,412

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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*Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

For the year ended April 30, 2018, the Village recognized pension expense of \$1,994,291. At April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred Amounts Related to Pensions</b>	<b>2018</b>	
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ -	\$ 92,422
Changes of assumptions	1,018,774	1,808,514
Net difference between projected and actual earnings on pension plan investments	-	108,023
	<u>\$ 1,018,774</u>	<u>\$ 2,008,959</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

<b>Year Ending April 30,</b>	<b>Amount</b>
2019	\$ 16,548
2020	16,548
2021	(308,293)
2022	(481,722)
2023	(233,266)
	<u>\$ (990,185)</u>

***Firefighters' Pension***

*Plan Description and Provisions*

Fire sworn personnel are covered by the Firefighters' 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.

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*Benefits Provided*

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% of such salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of final salary for each year of service, ranging from 15% to 45.6%.

*Employees Covered by Benefit Terms*

At April 30, 2018, the Firefighters' Pension Plan membership consisted of:

Inactive plan members currently receiving benefits	26
Inactive plan members entitled but not yet receiving benefits	1
Active plan members	20
Total	47

*Contributions*

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' 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 plan as actuarially determined by an enrolled actuary. Effective January 1, 2012, the Village's contributions must accumulate to the point where 90% of the past service cost for the Firefighters' Pension Plan is funded by the year 2040. Administrative expenses are generally paid from plan assets. For the year ended April 30, 2018, the Village contributed \$1,133,899 to the Firefighters' Pension Plan.

*Investment Policy*

The deposits and investments of the Firefighters' Pension Fund are held separately from those of other Village funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies. In accordance with the laws of the State of Illinois, bonds or tax anticipation

**Village of River Forest, Illinois**  
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warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the *Federal Investment Company Act of 1940* and the *Illinois Securities Law of 1953* and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed 10% of the Pension Fund’s plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to 45% of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to 45% of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to 55% of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2012.

Illinois Funds is an investment pool managed by the Illinois Public Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds does operate in a manner consistent with Rule 2a7 of the *Investment Company Act of 1940*. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold. Illinois Funds was rated AAAM by Standard & Poor’s Investors Service.

The Firefighters’ Pension Fund’s investment policy in accordance with ILCS establishes the following ranges and target allocation across asset classes:

<b>Asset Class</b>	<b>Portfolio Target Percentage</b>	<b>Long-Term Expected Real Rate of Return</b>
Domestic equity	45.00%	7.50%
International equity	15.00%	8.50%
Fixed income	35.00%	2.50%
Real estate	5.00%	4.50%
	<u>100.00%</u>	

The long-term expected rate of return of the Firefighters’ Pension Fund’s investments was determined using an asset allocation study conducted by the Firefighters’ Pension Fund’s investment manager consultant in April 2018 in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates or arithmetic real rates of return

**Village of River Forest, Illinois**  
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excluding inflation for each major asset class included in the Fund's target asset allocation as of April 30, 2018, are listed in the table above.

*Investment Rate of Return*

For the year ended April 30, 2018, the annual money-weighted rate of return on the Firefighters' Pension Fund investments, net of pension plan investment expense, was 6.80%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Deposits With Financial Institutions*

At year end, the carrying amount of the Pension Fund's deposits totaled \$133,971 and the bank balance totaled \$134,201.

*Interest Rate Risk*

As of April 30, 2018, the Firefighters' Pension Fund has the following investments and maturities:

<b>Investment Type</b>	<b>Fair Value</b>	<b>Investment Maturities</b>		
		<b>Less Than One Year</b>	<b>1 to 5 Years</b>	<b>More Than 5 Years</b>
IMET	\$ 291,422	\$ 291,422	\$ -	\$ -
Corporate Bonds	3,002,355	193,437	2,248,717	560,201
Municipal Bonds	39,850	-	39,850	-
Federal National Mortgage Association	796,199	-	265,363	530,836
Federal Home Loan Mortgage Corporation	351,566	-	157,594	193,972
Government National Mortgage Association	25,606	-	425	25,181
U.S. Treasuries	740,538	49,787	289,797	400,954
	<u>\$ 5,247,536</u>	<u>\$ 534,646</u>	<u>\$ 3,001,746</u>	<u>\$ 1,711,144</u>
	<b>Fair Value</b>			
*Illinois Funds	\$ 44,345			
*Mutual Funds	8,844,163			
*Insurance Contracts/Annuities	722,464			
	<u>\$ 9,610,972</u>			

\*Not subject to interest rate risk categorization.

The Pension Fund assumes any callable securities will not be called.

**Village of River Forest, Illinois**  
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Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the Pension Fund’s investment policy, the Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

*Credit Risk*

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. As of April 30, 2018, the Illinois Funds Money Market was rated AAAM by Standard & Poor’s.

The Firefighters’ Pension Plan limits its exposure to credit risk by primarily investing in securities issued by the U.S. Government and/or its agencies that are implicitly guaranteed by the U.S. Government. The Plan’s investment policy follows the “prudent person” rule, which states, “Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the primary objective of safety as well as the secondary objective of the attainment of market rates of return.” The following table summarizes the credit ratings of obligations of the U.S. government agencies that are only implicitly guaranteed by the U.S. Government and investments in debt securities (corporate and municipal bonds) as of April 30, 2018:

	<b>Rating Agency</b>	<b>Rating</b>
Corporate bonds	Moody’s	Aaa and AAA
Municipal bonds	Moody’s	Aaa through Baa3
U.S. government agencies		
Federal National Mortgage Association	Moody’s	Aaa
Federal Home Loan Mortgage Corporation	Moody’s	Aaa

*Custodial Credit Risk - Deposits*

In the case of deposits, this is the risk that in the event of a bank failure, the Pension Plan’s deposits may not be returned to it. At April 30, 2018, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Pension Plan’s investment policy requires that all deposits in excess of FDIC insurable limits be secured by collateral in order to protect deposits from default.

*Custodial Credit Risk – Investments*

For an investment, this is the risk that, in the event of the failure of the counterparty, the Pension Plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Money market mutual funds and equity mutual funds are not subject to custodial credit risk. In accordance with the Pension Plan’s investment policy, the



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plan limits its exposure to custodial credit risk by utilizing an independent third party institution to act as custodian for its securities and collateral.

*Concentration of Credit Risk*

It is the policy of the Pension Plan to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in overconcentration in a security, maturity, issuer or class of securities. The Pension Plan accomplishes this through avoiding overconcentration in a specific issuer, business sector or fund, investing in securities with varying maturities and continuously investing a portion of the portfolio in readily available funds to ensure the appropriate liquidity is maintained. At April 30, 2018, the plan's investments (other than those issued or guaranteed by the U.S. Government) include Dodge and Cox International Fund of \$2,284,418, MFS Value Fund of \$1,318,900, PNC Small Cap of \$841,843, Vanguard 500 Index Admiral Fund of \$1,126,586, Hartford Schrodgers U.S. Small/Mid Cap of \$877,922 and Clearbridge Large Cap Growth of \$1,499,449 each of which represents 5% or more of plan net assets.

*Actuarial Assumptions*

The total pension liability was determined by an actuarial valuation performed as of April 30, 2018, using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2017
Measurement date	April 30, 2018
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	4.00% - 10.11%, including inflation
Investment rate of return	7.00%
Asset valuation method	Market value of assets

Mortality rates are based on rates developed in the Lauterbach & Amen, LLP 2016 Mortality Table for Illinois Firefighters.

*Discount Rate*

The discount rate used to measure the total pension liability was 7.00% (same as prior year). The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
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member rate. Based on those assumptions, the Firefighters' Pension Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

*Changes in Net Pension Liability*

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a)-(b)</b>
Balance, beginning of year	\$ 31,105,417	\$ 14,718,959	\$ 16,386,458
Changes for the year			
Service cost	468,217	-	468,217
Interest	2,111,668	-	2,111,668
Differences between expected and actual experience	124,529	-	124,529
Contributions - employer	-	1,133,899	(1,133,899)
Contributions - employee	-	177,633	(177,633)
Net investment income	-	927,222	(927,222)
Benefit payments, including refunds of employees' contributions	(1,877,452)	(1,877,452)	-
Administrative expenses	-	(37,218)	37,218
Net changes	826,962	324,084	502,878
Balance, end of year	\$ 31,932,379	\$ 15,043,043	\$ 16,889,336

Changes in assumptions related to salary increases, inflation, retirement age, disability rates, termination and mortality were made since the prior measurement date.

*Discount Rate Sensitivity*

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

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
Net pension liability	\$ 21,085,297	\$ 16,889,336	\$ 13,443,039

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

*Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

For the year ended April 30, 2018, the Village recognized pension expense of \$2,199,970. At April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred Amounts Related to Pensions</b>	<b>2018</b>	
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 974,996	\$ 333,732
Changes of assumptions	976,928	104,449
Net difference between projected and actual earnings on plan investments	835,847	-
	<u>\$ 2,787,771</u>	<u>\$ 438,181</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

<b>Year Ending April 30,</b>	<b>Amount</b>
2019	\$ 769,718
2020	769,714
2021	387,802
2022	227,361
2023	168,888
Thereafter	26,107
	<u>\$ 2,349,590</u>

**Summary of Significant Accounting Policies and Plan Asset Matters**

*Police Pension and Firefighters' Pension*

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Under this method, additions to net position are recorded when earned and deductions from net position are recorded when the time related liabilities/deferred inflows are incurred. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

**Method Used to Value Investments**

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

**Related Party Transactions**

There are no securities of the employer or any other related parties included in plan assets, including any loans.

**Note 15: Pension Trust Funds – Financial Data**

Schedule of Fiduciary Net Position as of April 30, 2018:

	<b>Police Pension</b>	<b>Firefighters' Pension</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 899,250	\$ 469,738	\$ 1,368,988
<b>Investments</b>			
Corporate bonds	1,270,943	3,002,355	4,273,298
Municipal bonds	-	39,850	39,850
U.S. government obligations	4,325,016	740,538	5,065,554
U.S. agency obligations	1,837,815	1,173,371	3,011,186
Mutual funds	12,067,755	8,844,163	20,911,918
Annuity/insurance company contracts	3,105,513	722,464	3,827,977
<b>Receivables</b>			
Accrued interest	29,086	40,997	70,083
Due from municipality	19,771	13,705	33,476
Prepaid expenses	3,942	2,463	6,405
<b>Total assets</b>	<b>23,559,091</b>	<b>15,049,644</b>	<b>38,608,735</b>
<b>Liabilities</b>			
Accounts payable	17,637	6,601	24,238
<b>Net position</b>			
Restricted for pensions	<u>\$ 23,541,454</u>	<u>\$ 15,043,043</u>	<u>\$ 38,584,497</u>

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

Schedule of Changes in Fiduciary Net Position for the year ended April 30, 2018:

	<b>Police Pension</b>	<b>Firefighters' Pension</b>	<b>Total</b>
<b>Additions</b>			
Contributions			
Employer	\$ 1,394,597	\$ 1,133,899	\$ 2,528,496
Plan members	273,961	177,633	451,594
	<u>1,668,558</u>	<u>1,311,532</u>	<u>2,980,090</u>
Investment income			
Net depreciation in fair value of investments	1,545,053	527,654	2,072,707
Interest and dividends	416,782	448,888	865,670
	<u>1,961,835</u>	<u>976,542</u>	<u>2,938,377</u>
Less investment expense	(44,765)	(49,320)	(94,085)
Net investment income	<u>1,917,070</u>	<u>927,222</u>	<u>2,844,292</u>
<b>Total additions</b>	<u>3,585,628</u>	<u>2,238,754</u>	<u>5,824,382</u>
<b>Deductions</b>			
Administration	71,585	37,218	108,803
Pension benefits and refunds	2,211,844	1,877,452	4,089,296
<b>Total deductions</b>	<u>2,283,429</u>	<u>1,914,670</u>	<u>4,198,099</u>
<b>Change in net position</b>	<b>1,302,199</b>	<b>324,084</b>	<b>1,626,283</b>
<b>Net position restricted for pensions</b>			
Beginning	<u>22,239,255</u>	<u>14,718,959</u>	<u>36,958,214</u>
Ending	<u>\$ 23,541,454</u>	<u>\$ 15,043,043</u>	<u>\$ 38,584,497</u>

**Note 16: Joint Venture**

The Village participates in the West Suburban Consolidated Dispatch Center (WSCDC), a governmental joint venture with the Village of Oak Park, the Village of Elmwood Park, the Village of Forest Park and the City of Park Ridge. The joint venture was formed in 1999 under the *Intergovernmental Cooperation Act* (ILCS 5, Act 220) for the joint and mutual operation of centralized communication system. WSCDC commenced operations on May 1, 2002. All activities of WSCDC are costs shared by the members. Each member's share for each fiscal year of operations will be based on the total number of calls dispatched by the member in the preceding fiscal year divided by total calls dispatched by all members during the preceding fiscal year. Each member's cost-sharing allocation is approved by the Board of Directors of WSCDC annually. Any member may withdraw from the joint venture upon one year's notice.

**Village of River Forest, Illinois**  
**Notes to Financial Statements**  
**April 30, 2018**

During fiscal 2018, the Village's allocated cost share totaled \$445,430 for operational expenses, which is charged to General Government expenditures in the General Fund.

Financial statements may be obtained by contacting WSCDC at 400 Park Avenue, River Forest, Illinois 60305.

**Note 17: Future Pronouncements**

The Governmental Accounting Standards Board (GASB) has issued the following pronouncements, which are expected to have a material impact on the Village's financial statements in future periods:

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This Statement revises existing standards of financial reporting for postemployment benefits other than pensions. This Statement replaces the requirements of Statement Nos. 45 and 57. The Village will be required to implement this Statement for the fiscal year ending April 30, 2019.

Statement No. 82, *Pension Issues – an amendment of GASB Statements No. 67, No. 68, and No. 73*, is effective for periods beginning after June 15, 2016, except for certain of its provisions which are effective on or after June 15, 2017. GASB 82 addresses three issues: presentation of payroll-related measures in RSI, selection of assumptions and classification of employer-paid member contributions.

Statement No. 87, *Leases*, establishes a single approach to accounting for and reporting leases by state and local governments. The standard addresses the reporting for governments that are lessors or lessees. GASB 87 is effective for reporting periods beginning after December 15, 2019, with earlier application encouraged.

**Required Supplementary Information  
(Unaudited)**

**Village of River Forest, Illinois**  
**Illinois Municipal Retirement Fund – Regular Plan**  
**Required Supplementary Information**  
**Schedule of Changes in the Village’s Net Pension Liability**  
**and Related Ratios**  
**April 30, 2018**

	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total pension liability			
Service cost	\$ 204,049	\$ 240,063	\$ 223,198
Interest	904,587	881,321	835,431
Changes in benefit terms	-	-	-
Differences between expected and actual experience	320,633	(6,303)	165,693
Change of assumptions	(453,752)	(30,536)	15,170
Benefit payments, including refunds of member contributions	<u>(687,593)</u>	<u>(680,561)</u>	<u>(638,700)</u>
Net change in total pension liability	287,924	403,984	600,792
Total pension liability - beginning	<u>12,277,694</u>	<u>11,873,710</u>	<u>11,272,918</u>
Total pension liability - ending	<u>\$ 12,565,618</u>	<u>\$ 12,277,694</u>	<u>\$ 11,873,710</u>
Plan fiduciary net position			
Contributions - Village	\$ 259,632	\$ 266,614	\$ 259,789
Contributions - members	104,879	161,248	130,951
Net investment income	1,932,878	856,766	217,394
Benefit payments, including refunds of member contributions	(687,593)	(680,561)	(638,700)
Administrative expense	<u>(141,254)</u>	<u>(11,424)</u>	<u>(30,714)</u>
Net change in plan fiduciary net position	1,468,542	592,643	(61,280)
Plan net position - beginning	<u>10,861,964</u>	<u>10,269,321</u>	<u>10,330,601</u>
Plan net position - ending	<u>\$ 12,330,506</u>	<u>\$ 10,861,964</u>	<u>\$ 10,269,321</u>
Village’s net pension liability	<u>\$ 235,112</u>	<u>\$ 1,415,730</u>	<u>\$ 1,604,389</u>
Plan fiduciary net position as a percentage of the total pension liability	98.13%	88.47%	86.49%
Covered employee payroll	2,330,635	2,208,891	2,004,870
Village’s net pension liability as a percentage of covered employee payroll	10.09%	64.09%	80.02%

*Notes to the Required Supplementary Information*

GASB Statement No. 68 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted in 2016.

This information is presented as of the measurement date, which is December 31 of the fiscal year.



**Village of River Forest, Illinois**  
**Illinois Municipal Retirement Fund –**  
**Sheriff’s Law Enforcement Personnel Fund**  
**Required Supplementary Information**  
**Schedule of Changes in the Village’s Net Pension Liability**  
**and Related Ratios**  
**April 30, 2018**

	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total pension liability			
Service cost	\$ -	\$ -	\$ -
Interest	13,347	13,173	13,235
Changes in benefit terms			
Differences between expected and actual experience	2,465	655	(3,015)
Change of assumptions	(5,630)	-	-
Benefit payments, including refunds of member contributions	<u>(11,658)</u>	<u>(11,352)</u>	<u>(10,734)</u>
Net change in total pension liability	(1,476)	2,476	(514)
Total pension liability - beginning	<u>183,795</u>	<u>181,319</u>	<u>181,833</u>
Total pension liability - ending	<u><u>\$ 182,319</u></u>	<u><u>\$ 183,795</u></u>	<u><u>\$ 181,319</u></u>
Plan fiduciary net position			
Contributions - Village	\$ 1,361	\$ 2,841	\$ 3,217
Contributions - members	-	-	-
Net investment income	32,823	10,033	830
Benefit payments, including refunds of member contributions	(11,658)	(11,352)	(10,734)
Administrative expense	<u>3,184</u>	<u>1,181</u>	<u>4,294</u>
Net change in plan fiduciary net position	25,710	2,703	(2,393)
Plan net position - beginning	<u>170,122</u>	<u>167,419</u>	<u>169,812</u>
Plan net position - ending	<u><u>\$ 195,832</u></u>	<u><u>\$ 170,122</u></u>	<u><u>\$ 167,419</u></u>
Village’s net pension liability	<u><u>\$ (13,513)</u></u>	<u><u>\$ 13,673</u></u>	<u><u>\$ 13,900</u></u>
Plan fiduciary net position as a percentage of the total pension liability	107.41%	92.56%	92.33%
Covered employee payroll	\$ -	\$ -	\$ -
Village’s net pension liability as a percentage of covered employee payroll	0.00%	0.00%	0.00%

*Notes to the Required Supplementary Information*

GASB Statement No. 68 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted in 2016.

This information is presented as of the measurement date, which is December 31 of the fiscal year.

**Village of River Forest, Illinois**  
**Police Pension Fund –**  
**Required Supplementary Information**  
**Schedule of Changes in the Village’s Net Pension Liability**  
**and Related Ratios**  
**April 30, 2018**

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability				
Service cost	\$ 735,090	\$ 687,002	\$ 611,167	\$ 645,064
Interest	2,980,256	2,846,673	2,631,940	2,549,994
Changes in benefit terms				
Differences between expected and actual experience	(8,166)	(82,246)	(61,973)	-
Change of assumptions	(1,427,515)	(932,516)	2,040,961	-
Benefit payments, including refunds of member contributions	<u>(2,211,844)</u>	<u>(2,021,677)</u>	<u>(2,060,037)</u>	<u>(1,902,065)</u>
Net change in total pension liability	67,821	497,236	3,162,058	1,292,993
Total pension liability - beginning	<u>43,681,014</u>	<u>43,183,778</u>	<u>40,021,720</u>	<u>38,728,727</u>
Total pension liability - ending	<u>\$ 43,748,835</u>	<u>\$ 43,681,014</u>	<u>\$ 43,183,778</u>	<u>\$ 40,021,720</u>
Plan fiduciary net position				
Contributions - Village	\$ 1,394,597	\$ 1,329,644	\$ 1,130,516	\$ 1,098,682
Contributions - members	273,961	267,985	258,151	228,802
Net investment income	1,917,070	2,119,095	(176,345)	1,569,527
Benefit payments, including refunds of member contributions	(2,211,844)	(2,021,677)	(2,060,037)	(1,902,065)
Administrative expense	<u>(71,585)</u>	<u>(117,319)</u>	<u>(62,316)</u>	<u>(45,915)</u>
Net change in plan fiduciary net position	1,302,199	1,577,728	(910,031)	949,031
Plan net position - beginning	<u>22,239,255</u>	<u>20,661,527</u>	<u>21,571,558</u>	<u>20,622,527</u>
Plan net position - ending	<u>\$ 23,541,454</u>	<u>\$ 22,239,255</u>	<u>\$ 20,661,527</u>	<u>\$ 21,571,558</u>
Village’s net pension liability	<u>\$ 20,207,381</u>	<u>\$ 21,441,759</u>	<u>\$ 22,522,251</u>	<u>\$ 18,450,162</u>
Plan fiduciary net position as a percentage of the total pension liability	53.81%	50.91%	47.85%	53.90%
Covered employee payroll	\$ 3,075,155	\$ 2,745,077	\$ 2,795,091	\$ 2,630,388
Village’s net pension liability as a percentage of covered employee payroll	657.12%	781.10%	805.78%	701.42%

*Notes to the Required Supplementary Information*

In Fiscal Year 2018, the Village’s actuary, Lauterbach & Amen, changed the assumed rate on High Quality Tax-Exempt G.O. Bonds from 3.82% to 3.97%. Additionally, the discount rate used in the determination of the total pension liability was changed from 6.75%

GASB Statement No. 67 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted by the Pension Plan in 2015.

**Village of River Forest, Illinois**  
**Firefighters' Pension Fund**  
**Required Supplementary Information**  
**Schedule of Changes in the Village's Net Pension Liability**  
**and Related Ratios**  
**April 30, 2018**

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability				
Service cost	\$ 468,217	\$ 437,586	\$ 434,288	\$ 499,365
Interest	2,111,668	1,988,946	1,846,605	1,782,149
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience	124,529	1,211,947	(645,633)	-
Change of assumptions	-	(145,817)	1,889,948	-
Benefit payments, including refunds of member contributions	<u>(1,877,452)</u>	<u>(1,601,526)</u>	<u>(1,382,009)</u>	<u>(1,339,397)</u>
Net change in total pension liability	826,962	1,891,136	2,143,199	942,117
Total pension liability - beginning	<u>31,105,417</u>	<u>29,214,281</u>	<u>27,071,082</u>	<u>26,128,965</u>
Total pension liability - ending	<u>\$ 31,932,379</u>	<u>\$ 31,105,417</u>	<u>\$ 29,214,281</u>	<u>\$ 27,071,082</u>
Plan fiduciary net position				
Contributions - Village	\$ 1,133,899	\$ 1,086,300	\$ 946,756	\$ 822,631
Contributions - members	177,633	174,437	184,123	184,809
Net investment income	927,222	965,583	(845,984)	599,529
Benefit payments, including refunds of member contributions	<u>(1,877,452)</u>	<u>(1,601,526)</u>	<u>(1,382,009)</u>	<u>(1,339,397)</u>
Administrative expense	<u>(37,218)</u>	<u>(46,400)</u>	<u>(50,589)</u>	<u>(33,720)</u>
Net change in plan fiduciary net position	324,084	578,394	(1,147,703)	233,852
Plan net position - beginning	<u>14,718,959</u>	<u>14,140,565</u>	<u>15,288,268</u>	<u>15,054,416</u>
Plan net position - ending	<u>\$ 15,043,043</u>	<u>\$ 14,718,959</u>	<u>\$ 14,140,565</u>	<u>\$ 15,288,268</u>
Village's net pension liability	<u>\$ 16,889,336</u>	<u>\$ 16,386,458</u>	<u>\$ 15,073,716</u>	<u>\$ 11,782,814</u>
Plan fiduciary net position as a percentage of the total pension liability	47.11%	47.32%	48.40%	56.47%
Covered employee payroll	\$ 1,971,662	\$ 1,904,987	\$ 1,894,624	\$ 1,916,626
Village's net pension liability as a percentage of covered employee payroll	856.60%	860.19%	795.60%	614.77%

*Notes to the Required Supplementary Information*

In Fiscal Year 2018, the Village's actuary, Lauterbach & Amen, changed the assumed rate on High Quality Tax-Exempt G.O. Bonds from 3.82% to 3.97%.

GASB Statement No. 67 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted by the Pension Plan in 2015.

**Village of River Forest, Illinois**  
**Other Postemployment Benefit Plan**  
**Required Supplementary Information**  
**Schedule of Funding Progress**  
**April 30, 2018**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
4/30/2018	\$ -	\$ 4,939,910	\$ 4,939,910	0.00%	\$ 6,447,438	76.62%
4/30/2017	-	4,790,168	4,790,168	0.00%	6,229,408	76.90%
4/30/2016	-	5,723,778	5,723,778	0.00%	6,250,503	91.57%
4/30/2015	-	5,556,302	5,556,302	0.00%	6,039,134	92.00%
4/30/2014	-	5,386,420	5,386,420	0.00%	5,834,912	92.31%
4/30/2013	-	7,576,668	7,576,668	0.00%	6,522,947	116.15%
4/30/2012	-	7,642,019	7,642,019	0.00%	6,395,171	119.50%
4/30/2011	-	5,658,441	5,658,441	0.00%	6,173,662	91.65%

The actuarial accrued liability declined in 2015 due to changes in labor agreements and for non-union employees that have reduced or eliminated the employer contributions towards retirees health insurance for future retirees. Additional information is included in the notes to the financial statements. The liability further declined in 2017 due to a reduced number of retirees receiving the employer subsidy for health insurance and reduction in expected health insurance cost increases based on actual experience.

**Village of River Forest, Illinois**  
**Illinois Municipal Retirement Fund – Regular Plan**  
**Required Supplementary Information**  
**Schedule of Village Contributions**  
**April 30, 2018**

Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
4/30/2018	\$ 257,734	\$ 256,600	\$ (1,134)	\$ 2,313,589	11.09%
4/30/2017	263,776	256,889	(6,887)	2,185,389	11.75%
4/30/2016	225,977	246,209	20,232	2,004,870	12.28%

*Notes to the Required Supplementary Information*

Valuation date Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

*Methods and Assumptions Used to Determine 2017 Contribution Rates*

Actuarial cost method	Aggregate entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26-years closed period
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.50%
Price inflation	2.75% approximate; no explicit price inflation assumption is used in this valuation.
Salary increases	3.75% to 14.50%, including inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.
Mortality	For nondisabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that was applied for nondisabled lives. For active members, an IMRF-specific mortality table was used with fully generational project scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
Other	There were no benefit changes during the year.

Information above based on valuation assumptions used in the December 31, 2015 actuarial valuation; note two year lag between valuation and rate setting.

GASB Statement No. 68 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted in 2016.

**Village of River Forest, Illinois**  
**Illinois Municipal Retirement Fund –**  
**Sheriff’s Law Enforcement Personnel Fund**  
**Required Supplementary Information**  
**Schedule of Village Contributions**  
**April 30, 2018**

Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
4/30/2018	\$ -	\$ 1,209	\$ 1,209	\$ -	0.00%
4/30/2017	-	2,348	2,348	-	0.00%
4/30/2016	-	3,092	3,092	-	0.00%

*Notes to the Required Supplementary Information*

Valuation date Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported. The actuarially determined contribution is included in the property tax levy for the current year. The levy is collected in two installments. One in the current year and one in the subsequent fiscal year.

*Methods and Assumptions Used to Determine 2017 Contribution Rates*

Actuarial cost method	Aggregate entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26-years closed period
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.50%
Price inflation	2.75% approximate; no explicit price inflation assumption is used in this valuation.
Salary increases	3.75% to 14.50%, including inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.
Mortality	For nondisabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that was applied for nondisabled lives. For active members, an IMRF-specific mortality table was used with fully generational project scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
Other	There were no benefit changes during the year.

Information above based on valuation assumptions used in the December 31, 2015 actuarial valuation; note two year lag between valuation and rate setting.

GASB Statement No. 68 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted in 2016.

**Village of River Forest, Illinois**  
**Police Pension Fund**  
**Required Supplementary Information**  
**Schedule of Village Contributions**  
**April 30, 2018**

Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
4/30/2018	\$ 1,454,465	\$ 1,394,597	\$ (59,868)	\$ 3,075,155	45.35%
4/30/2017	1,329,644	1,329,644	-	2,745,077	48.44%
4/30/2016	1,204,822	1,130,516	(74,306)	2,795,091	40.45%
4/30/2015	1,088,922	1,098,682	9,760	2,630,388	41.77%

*Notes to the Required Supplementary Information*

Valuation date Actuarially determined contribution rates are calculated as of May 1 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported. The actuarially determined contribution is included in the property tax levy for the current year. The levy is collected in two installments. One in the current year and one in the subsequent fiscal year.

*Methods and Assumptions Used to Determine 2018 Contribution Rates*

Actuarial cost method	Entry-age normal
Amortization method	Straight line
Remaining amortization period	100% funded through 2044
Actual experience	6 years
Changes in assumptions	6 years
Asset experience	5 years
Asset valuation method	5-year smoothed market
Price inflation	2.50%
Salary increases	3.50% - 10.65%
Investment rate of return	7.00%
Retirement age	120% L&A 2016 Illinois Police Retirement Rates Cap Age 60
Mortality	L&A 2016 Illinois Police Mortality Rates

GASB Statement No. 67 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted by the Pension Plan in 2015.

**Village of River Forest, Illinois**  
**Firefighters' Pension Fund**  
**Required Supplementary Information**  
**Schedule of Village Contributions**  
**April 30, 2018**

Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
4/30/2018	\$ 1,184,450	\$ 1,133,899	\$ (50,551)	\$ 1,971,662	60.07%
4/30/2017	1,086,300	1,086,300	-	1,904,987	57.02%
4/30/2016	988,150	946,756	(41,394)	1,894,624	49.97%
4/30/2015	887,920	822,631	(65,289)	1,916,626	42.92%

*Notes to the Required Supplementary Information*

Valuation date Actuarially determined contribution rates are calculated as of May 1 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported. The actuarially determined contribution is included in the property tax levy for the current year. The levy is collected in two installments. One in the current year and one in the subsequent fiscal year.

*Methods and Assumptions Used to Determine 2018 Contribution Rates*

Actuarial cost method	Entry-age normal
Amortization method	Straight line
Remaining amortization period	100% funded through 2044
Actual experience	6 years
Changes in assumptions	6 years
Asset experience	5 years
Asset valuation method	5-year smoothed market
Price inflation	2.50%
Salary increases	4.00% - 10.11%
Investment rate of return	7.00%
Retirement age	120% L&A 2016 Illinois Firefighters Retirement Rates Cap Age 65
Mortality	L&A 2016 Illinois Firefighters Mortality Rates

GASB Statement No. 67 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted by the Pension Plan in 2015.



**Village of River Forest, Illinois**  
**Other Postemployment Benefit Plan**  
**Required Supplementary Information**  
**Schedule of Village Contributions**  
**April 30, 2018**

<b>Year Ended</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
4/30/2018	\$ 287,031	61.05%
4/30/2017	301,343	58.15%
4/30/2016	199,263	48.40%
4/30/2015	184,504	44.40%
4/30/2014	169,270	41.40%
4/30/2013	211,657	47.10%
4/30/2012	285,340	72.90%
4/30/2011	206,113	53.10%

**Village of River Forest, Illinois**  
**Police Pension Fund**  
**Required Supplementary Information**  
**Schedule of Investment Returns**  
**April 30, 2018**

<b>Year Ended</b>	<b>Annual Money-Weighted Rate of Return Net of Investment Expense</b>
4/30/2018	8.30%
4/30/2017	10.74%
4/30/2016	(0.40)%
4/30/2015	7.38%

GASB Statement No. 67 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted by the Pension Plan in 2015.

**Village of River Forest, Illinois**  
**Firefighters' Pension Fund**  
**Required Supplementary Information**  
**Schedule of Investment Returns**  
**April 30, 2018**

<b>Year Ended</b>	<b>Annual Money-Weighted Rate of Return Net of Investment Expense</b>
4/30/2018	6.80%
4/30/2017	7.16%
4/30/2016	1.42%
4/30/2015	5.42%

GASB Statement No. 67 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted by the Pension Plan in 2015.

**Village of River Forest, Illinois**  
**General Fund**  
**Required Supplementary Information**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Budget Over (Under)</b>
<b>Revenues</b>				
Taxes	\$ 8,401,971	\$ 8,401,971	\$ 8,355,744	\$ (46,227)
Intergovernmental	3,666,675	3,666,675	3,394,227	(272,448)
Licenses and permits	1,221,371	1,221,371	1,210,292	(11,079)
Charges for services	1,750,998	1,750,998	1,645,827	(105,171)
Fines and forfeit	292,210	292,210	285,255	(6,955)
Investment income	72,453	72,453	72,095	(358)
Miscellaneous	296,043	296,043	489,308	193,265
Total revenues	<u>15,701,721</u>	<u>15,701,721</u>	<u>15,452,748</u>	<u>(248,973)</u>
<b>Expenditures</b>				
Current				
General government	2,382,821	2,382,821	2,241,380	(141,441)
Development	447,294	447,294	465,063	17,769
Public safety	9,985,289	9,985,289	9,588,668	(396,621)
Public works department	1,483,323	1,483,323	1,520,869	37,546
Sanitation	1,109,880	1,109,880	1,109,146	(734)
Total expenditures	<u>15,408,607</u>	<u>15,408,607</u>	<u>14,925,126</u>	<u>(483,481)</u>
<b>Excess of Revenues Over Expenditures</b>	<u>293,114</u>	<u>293,114</u>	<u>527,622</u>	<u>234,508</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(466,033)	(1,806,033)	(416,033)	1,390,000
Sale of capital assets	1,000	1,000	-	(1,000)
Total other financing sources (uses)	<u>(465,033)</u>	<u>(1,805,033)</u>	<u>(416,033)</u>	<u>1,389,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ (171,919)</u>	<u>\$ (1,511,919)</u>	111,589	<u>\$ 1,623,508</u>
<b>Fund Balance, Beginning</b>			<u>10,301,605</u>	
<b>Fund Balance, Ending</b>			<u>\$ 10,413,194</u>	

**Village of River Forest, Illinois**  
**Notes to Required Supplementary Information**  
**April 30, 2018**

**Legal Compliance and Accountability**

***Budgetary Control***

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

- i) The Village Administrator submits to the Village Board of Trustees a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- ii) Public hearings are conducted by the Village to obtain taxpayer comments.
- iii) Subsequently, the budget is legally enacted through passage of an ordinance.
- iv) Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service and capital projects funds.
- v) Budgets for the governmental funds for which budgets have been adopted are adopted on a basis consistent with GAAP.
- vi) Budgetary authority lapses at year end.
- vii) State law requires that “expenditures be made in conformity with appropriations/budget.” As under the *Budget Act*, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds or increasing the amount budgeted in any fund require Village Board approval. The level of legal control is generally the fund budget in total.
- viii) Budgeted amounts are as originally adopted, with the exceptions of Board-approved amendments.

During the year ended April 30, 2018, there were amendments to various accounts.

**Combining, Individual Fund and  
Capital Assets Financial Statements and Schedules**

## **Governmental Fund Types**

**Nonmajor Governmental Funds –  
Combining Statements**



**Village of River Forest, Illinois**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**April 30, 2018**

	<b>Special Revenue</b>	<b>Debt Service</b>
	<b>Motor Fuel Tax</b>	<b>Debt Service</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 369,447	\$ 197,378
Investments	250,391	-
Receivables		
Taxes	-	125,049
Intergovernmental	25,576	-
Interest	-	-
Other	1,237	-
Prepaid expenses	-	-
	<u>        </u>	<u>        </u>
Total assets	<u>\$ 646,651</u>	<u>\$ 322,427</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>		
<b>Liabilities</b>		
Accounts payable	\$ -	\$ -
<b>Deferred Inflows of Resources</b>		
Unavailable taxes	-	125,049
<b>Fund Balances</b>		
Restricted	646,651	197,378
Committed	-	-
Total fund balances	<u>646,651</u>	<u>197,378</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 646,651</u>	<u>\$ 322,427</u>

	<b>Capital Projects</b>		
<b>Economic Development Fund</b>	<b>Capital Improvement Fund</b>	<b>Infrastructure Improvement Bond Fund</b>	<b>Total Nonmajor Governmental Funds</b>
\$ 223,312	\$ 1,083,399	\$ 500,133	\$ 2,373,669
-	782,979	-	1,033,370
-	-	-	125,049
-	-	-	25,576
-	12,187	-	12,187
-	168,924	-	170,161
-	31,890	-	31,890
<u>\$ 223,312</u>	<u>\$ 2,079,379</u>	<u>\$ 500,133</u>	<u>\$ 3,771,902</u>
\$ 4,130	\$ 194,177	\$ -	\$ 198,307
-	-	-	125,049
219,182	-	500,133	1,563,344
-	1,885,202	-	1,885,202
<u>219,182</u>	<u>1,885,202</u>	<u>500,133</u>	<u>3,448,546</u>
<u>\$ 223,312</u>	<u>\$ 2,079,379</u>	<u>\$ 500,133</u>	<u>\$ 3,771,902</u>

**Village of River Forest, Illinois**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and**  
**Changes in Fund Balances**  
**Year Ended April 30, 2018**

	<u>Special Revenue</u>	<u>Debt Service</u>
	<u>Motor Fuel Tax</u>	<u>Debt Service</u>
<b>Revenues</b>		
Taxes	\$ -	\$ 257,356
Intergovernmental	285,255	-
Charges for services	-	-
Fines and forfeits	-	-
Investment income	6,712	2,666
Total revenues	<u>291,967</u>	<u>260,022</u>
<b>Expenditures</b>		
Current		
Highways and streets	267,320	-
General government	-	756
Development	-	-
Debt service		
Principal retirement	-	242,820
Interest	-	4,723
Capital outlay	-	-
Total expenditures	<u>267,320</u>	<u>248,299</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	24,647	11,723
<b>Other Financing Sources</b>		
Bond proceeds	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	24,647	11,723
<b>Fund Balances, Beginning</b>	<u>622,004</u>	<u>185,655</u>
<b>Fund Balances, Ending</b>	<u>\$ 646,651</u>	<u>\$ 197,378</u>

	Capital Projects		Total
Economic Development Fund	Capital Improvement Fund	Infrastructure Improvement Bond Fund	Nonmajor Governmental Funds
\$ 3,006	\$ -	\$ -	\$ 260,362
-	-	-	285,255
-	70,697	-	70,697
-	832,250	-	832,250
9,453	13,067	133	32,031
<u>12,459</u>	<u>916,014</u>	<u>133</u>	<u>1,480,595</u>
-	-	-	267,320
-	23,206	-	23,962
628,546	-	-	628,546
-	-	-	242,820
-	-	-	4,723
-	582,299	-	582,299
<u>628,546</u>	<u>605,505</u>	<u>-</u>	<u>1,749,670</u>
(616,087)	310,509	133	(269,075)
-	-	500,000	500,000
(616,087)	310,509	500,133	230,925
<u>835,269</u>	<u>1,574,693</u>	<u>-</u>	<u>3,217,621</u>
<u>\$ 219,182</u>	<u>\$ 1,885,202</u>	<u>\$ 500,133</u>	<u>\$ 3,448,546</u>

## **General Fund**

**(Major Fund)**

**The General Fund is used to account for resources traditionally associated with general governments which are not required to be accounted for in another fund.**

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Revenues – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	Original & Final Budget	2018 Actual	Variance From Final Budget Over (Under)	2017 Actual
<b>Taxes</b>				
Property tax	\$ 6,281,777	\$ 6,317,256	\$ 35,479	\$ 6,287,691
Non-home rule sales tax	876,001	855,825	(20,176)	824,652
Utility tax	646,550	603,770	(42,780)	614,522
Transfer tax	111,964	127,827	15,863	131,836
Communication tax	313,573	281,834	(31,739)	309,679
Restaurant tax	172,106	169,232	(2,874)	156,554
Total taxes	<u>8,401,971</u>	<u>8,355,744</u>	<u>(46,227)</u>	<u>8,324,934</u>
<b>Intergovernmental</b>				
Wireless tax	170,700	43,312	(127,388)	158,960
Sales tax	1,907,716	1,873,183	(34,533)	1,727,402
State income tax	1,128,372	1,013,098	(115,274)	1,056,031
Replacement tax	122,636	135,251	12,615	163,588
Contributions and grants	54,599	34,521	(20,078)	90,344
Use tax	282,652	294,862	12,210	276,462
Total intergovernmental	<u>3,666,675</u>	<u>3,394,227</u>	<u>(272,448)</u>	<u>3,472,787</u>
<b>Licenses and Permits</b>				
Business licenses	17,000	19,813	2,813	15,630
Liquor licenses	23,500	28,713	5,213	20,400
Vehicle licenses	291,485	285,379	(6,106)	289,225
Contractor licenses	83,000	80,850	(2,150)	88,250
Construction/building permits	577,500	567,825	(9,675)	1,113,029
Cable television fees	220,376	219,881	(495)	221,093
Pet licenses	2,000	2,301	301	2,130
Tent licenses	300	150	(150)	210
Bonfire permits	60	30	(30)	60
Cab licenses	-	500	500	500
Film crew licenses	5,650	4,100	(1,550)	11,400
Solicitor permits	500	700	200	925
Beekeeping permits	-	50	50	-
Total licenses and permits	<u>1,221,371</u>	<u>1,210,292</u>	<u>(11,079)</u>	<u>1,762,852</u>
<b>Charges for Services</b>				
Garbage collection charges	1,049,147	1,036,831	(12,316)	997,436
Parking lot fees	77,662	86,040	8,378	78,504
State highway maintenance fees	56,323	58,943	2,620	113,265
Ambulance charges	390,000	306,692	(83,308)	333,993
Sidewalk program	10,000	9,432	(568)	7,496
WSCDC janitorial service	6,566	-	(6,566)	6,375
Workers' compensation payments	10,000	-	(10,000)	-
NSF fees	200	75	(125)	25

(Cont.)

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Revenues – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance From Final Budget Over (Under)</b>	<b>2017 Actual</b>
Towing fees	\$ 140,800	\$ 137,500	\$ (3,300)	\$ 131,500
Animal release fees	500	5	(495)	35
Police reports	2,100	2,324	224	2,282
Fire fees	2,800	2,235	(565)	1,315
Elevator inspection fees	4,500	4,150	(350)	4,300
Elevator re-inspection fees	400	1,350	950	1,400
ROW encroachment fees	-	250	250	-
Total charges for services	<u>1,750,998</u>	<u>1,645,827</u>	<u>(105,171)</u>	<u>1,677,926</u>
<b>Fines and Forfeits</b>				
Court fines	68,800	61,848	(6,952)	51,310
Parking tickets	175,700	153,826	(21,874)	146,836
DUI fines	6,600	16,063	9,463	9,790
Building construction citations	2,000	13,174	11,174	6,600
Asset forfeitures	6,350	7,584	1,234	970
Automated traffic enforcement fines	32,760	32,760	-	28,921
Total fines and forfeits	<u>292,210</u>	<u>285,255</u>	<u>(6,955)</u>	<u>244,427</u>
<b>Investment Income</b>				
Interest and dividends	72,453	91,515	19,062	59,460
Net change in fair value of investments	-	(19,420)	(19,420)	(6,215)
Total investment income	<u>72,453</u>	<u>72,095</u>	<u>(358)</u>	<u>53,245</u>
<b>Miscellaneous</b>				
Wireless leases	40,843	40,853	10	39,663
Net change in IRMA deposit	50,000	281,693	231,693	371,285
Other	205,200	166,762	(38,438)	188,201
Total miscellaneous	<u>296,043</u>	<u>489,308</u>	<u>193,265</u>	<u>599,149</u>
 Total revenues	 <u>\$ 15,701,721</u>	 <u>\$ 15,452,748</u>	 <u>\$ (248,973)</u>	 <u>\$ 16,135,320</u>

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	Original & Final Budget	2018 Actual	Variance From Final Budget Over (Under)	2017 Actual
<b>General Government</b>				
Administration				
Personal services				
Salaries - regular	\$ 562,853	\$ 573,151	\$ 10,298	\$ 563,751
Insurance refusal reimbursement	1,500	2,220	720	1,500
Salaries - part time	5,000	228	(4,772)	23,755
Overtime	1,000	105	(895)	193
FICA	32,065	31,531	(534)	32,471
Medicare	8,342	8,259	(83)	8,583
Fringe benefits	7,890	8,158	268	7,770
Employee assistance program	1,750	1,827	77	1,758
IMRF	63,370	62,330	(1,040)	67,491
Wellness program	1,500	1,090	(410)	1,351
Health insurance	56,802	47,227	(9,575)	50,135
Health insurance - retirees	-	1	1	1,234
Life insurance	696	1,877	1,181	645
HDHP contributions	13,341	11,688	(1,653)	12,167
Total personal services	<u>756,109</u>	<u>749,692</u>	<u>(6,417)</u>	<u>772,804</u>
Contractual services				
Communications	27,025	30,138	3,113	27,271
Auditing	25,090	18,035	(7,055)	21,410
Actuarial services	18,800	17,340	(1,460)	4,810
Consulting services	134,500	177,789	43,289	152,844
Information technology	133,400	147,828	14,428	153,874
Vehicle sticker program	17,115	17,818	703	14,226
Health/inspection services	15,500	15,113	(387)	15,000
Unemployment claims	5,000	977	(4,023)	4
Bank fees	11,271	10,211	(1,060)	9,571
Liability insurance	310,453	291,248	(19,205)	308,322
IRMA insurance deductible	74,974	35,069	(39,905)	49,113
Maintenance of office equipment	11,505	10,607	(898)	9,743
Training	7,000	8,415	1,415	5,033
Travel and meeting expense	9,550	13,590	4,040	7,711
Dues and subscriptions	24,035	27,852	3,817	26,950
Printing	7,900	8,013	113	7,367
Medical examinations	1,550	798	(752)	5,038
Advertising/legal notice	2,600	836	(1,764)	2,557
Damage claims	-	300	300	-
Community and employee programs	8,000	17,516	9,516	10,420
Total contractual services	<u>845,268</u>	<u>849,493</u>	<u>4,225</u>	<u>831,264</u>



**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance From Final Budget Over (Under)</b>	<b>2017 Actual</b>
Commodities				
Office supplies	\$ 16,125	\$ 13,119	\$ (3,006)	\$ 12,252
Office equipment	5,000	1,060	(3,940)	3,901
Postage	13,500	9,293	(4,207)	11,593
Total commodities	<u>34,625</u>	<u>23,472</u>	<u>(11,153)</u>	<u>27,746</u>
Total administration	<u>1,636,002</u>	<u>1,622,657</u>	<u>(13,345)</u>	<u>1,631,814</u>
Emergency 911				
Contractual services				
Consulting services	3,000	-	(3,000)	-
IT support	8,000	8,000	-	8,000
Maintenance of equipment	500	-	(500)	-
Training	1,050	-	(1,050)	1,050
Travel and meetings	1,500	-	(1,500)	533
WSCDC contribution	537,544	445,430	(92,114)	448,973
Citizen's corps council	5,000	225	(4,775)	2,479
Medical reserve corp	500	-	(500)	-
Total emergency 911	<u>557,094</u>	<u>453,655</u>	<u>(103,439)</u>	<u>461,035</u>
Police and fire commission				
Contractual services				
Secretarial services	4,000	371	(3,629)	413
Legal services	2,500	-	(2,500)	-
Travel and meetings	200	49	(151)	-
Dues and subscriptions	375	-	(375)	375
Candidate screening	2,500	5,954	3,454	2,892
Testing	10,000	2,270	(7,730)	8,962
Advertising/legal notice	3,000	446	(2,554)	621
Total contractual services	<u>22,575</u>	<u>9,090</u>	<u>(13,485)</u>	<u>13,263</u>
Commodities				
Office supplies	150	-	(150)	240
Postage	-	22	22	25
Total commodities	<u>150</u>	<u>22</u>	<u>(128)</u>	<u>265</u>
Total police and fire commission	<u>22,725</u>	<u>9,112</u>	<u>(13,613)</u>	<u>13,528</u>

(Cont.)

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	Original & Final Budget	2018 Actual	Variance From Final Budget Over (Under)	2017 Actual
Legal services				
Contractual services				
Legal services	\$ 30,000	\$ 7,980	\$ (22,020)	\$ 53,160
Village attorney	125,000	135,976	10,976	109,605
Village prosecutor	12,000	12,000	-	13,005
	<u>167,000</u>	<u>155,956</u>	<u>(11,044)</u>	<u>175,770</u>
Total legal services				
	<u>167,000</u>	<u>155,956</u>	<u>(11,044)</u>	<u>175,770</u>
Total general government	<u>2,382,821</u>	<u>2,241,380</u>	<u>(141,441)</u>	<u>2,282,147</u>
<b>Development</b>				
Building and development				
Personal services				
Salaries - regular	239,513	243,451	3,938	188,270
Insurance refusal reimbursement	1,350	1,350	-	1,350
Salaries - part time	-	5,186	5,186	58,166
Overtime	1,000	-	(1,000)	-
FICA	14,679	15,027	348	14,224
Medicare	3,505	3,514	9	3,327
IMRF	26,793	26,105	(688)	25,062
Fringe benefits	2,040	2,028	(12)	2,040
Health insurance	44,199	37,943	(6,256)	39,261
Life insurance	144	136	(8)	134
HDHP contributions	6,346	6,457	111	6,140
Total personal services	<u>339,569</u>	<u>341,197</u>	<u>1,628</u>	<u>337,974</u>
Contractual services				
Professional services	10,350	9,436	(914)	11,650
Inspection services	63,100	89,187	26,087	73,937
Plan review services	30,000	22,173	(7,827)	48,198
Maintenance of vehicles	800	41	(759)	105
Training	1,000	35	(965)	4,489
Dues and subscriptions	175	267	92	842
Advertising/legal notice	750	1,029	279	2,502
Total contractual services	<u>106,175</u>	<u>122,168</u>	<u>15,993</u>	<u>141,723</u>
Commodities				
Office supplies	400	123	(277)	127
Office equipment	150	-	(150)	-
Gasoline and oil	500	161	(339)	211
Operating supplies	500	1,414	914	-
Total commodities	<u>1,550</u>	<u>1,698</u>	<u>148</u>	<u>338</u>
Total development	<u>447,294</u>	<u>465,063</u>	<u>17,769</u>	<u>480,035</u>

(Cont.)

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	Original & Final Budget	2018 Actual	Variance From Final Budget Over (Under)	2017 Actual
<b>Public Safety</b>				
Police department				
Personal services				
Salaries - sworn	\$ 2,688,346	\$ 2,674,875	\$ (13,471)	\$ 2,528,009
Salaries - regular	124,130	124,641	511	118,500
Part-time salaries	37,865	31,932	(5,933)	30,462
Specialist pay	40,426	36,578	(3,848)	39,692
Holiday pay	120,946	106,589	(14,357)	102,753
Overtime pay	175,000	181,338	6,338	189,398
IDOT STEP overtime	28,688	11,226	(17,462)	7,828
Compensated absences	-	1,434	1,434	-
Educational incentives	39,750	37,490	(2,260)	37,050
Insurance refusal reimbursement	-	300	300	-
FICA	11,129	9,583	(1,546)	9,108
Medicare	44,448	44,311	(137)	40,996
IMRF	22,455	17,911	(4,544)	19,170
Fringe benefits	1,800	1,625	(175)	1,800
Health insurance	468,627	458,118	(10,509)	406,712
Health insurance - retirees	82,982	76,303	(6,679)	72,985
Life insurance	1,966	1,940	(26)	2,072
HDHP contributions	87,925	65,147	(22,778)	67,302
Contribution to police pension	1,454,466	1,394,597	(59,869)	1,329,644
Total personal services	<u>5,430,949</u>	<u>5,275,938</u>	<u>(155,011)</u>	<u>5,003,481</u>
Contractual services				
Communications	3,068	3,710	642	3,602
Administrative adjudication	23,220	19,110	(4,110)	18,430
IT support	11,367	11,317	(50)	5,943
Animal control	2,500	1,390	(1,110)	950
Maintenance of office equipment	14,816	2,573	(12,243)	9,265
Maintenance of vehicles	42,737	48,574	5,837	54,962
Maintenance of buildings	3,000	52	(2,948)	134
Training	20,950	23,230	2,280	15,748
Community support services	96,855	125,650	28,795	141,394
Travel and meeting expense	4,450	1,569	(2,881)	991
Dues and subscriptions	10,349	10,708	359	8,672
Printing	5,640	5,417	(223)	2,095
Medical examinations	5,015	4,040	(975)	4,765
Damage claims	5,000	2,364	(2,636)	-
Total contractual services	<u>248,967</u>	<u>259,704</u>	<u>10,737</u>	<u>266,951</u>

(Cont.)

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	Original & Final Budget	2018 Actual	Variance From Final Budget Over (Under)	2017 Actual
Commodities				
Office supplies	\$ 10,500	\$ 9,900	\$ (600)	\$ 7,570
Gas and oil	38,300	36,272	(2,028)	34,143
Uniforms - sworn personnel	27,000	29,223	2,223	30,499
Uniforms - other personnel	800	246	(554)	398
Prisoners' care	2,608	2,675	67	2,664
Operating supplies	9,868	7,938	(1,930)	3,615
Radios	12,095	2,910	(9,185)	1,335
Firearms and range supplies	15,440	11,805	(3,635)	10,885
Evidence supplies	6,100	6,895	795	4,723
DUI expenditures	6,600	4,673	(1,927)	4,299
Drug forfeiture expenditures	5,000	2,792	(2,208)	2,085
Article 36 expenditures	6,350	4,728	(1,622)	5,162
Total commodities	<u>140,661</u>	<u>120,057</u>	<u>(20,604)</u>	<u>107,378</u>
Total police department	<u>5,820,577</u>	<u>5,655,699</u>	<u>(164,878)</u>	<u>5,377,810</u>
Fire department				
Personal services				
Salaries - sworn	1,833,270	1,771,136	(62,134)	1,798,478
Salaries - regular	96,588	74,758	(21,830)	65,509
Specialist pay	135,195	139,249	4,054	131,850
Holiday pay	75,895	73,419	(2,476)	68,914
Overtime pay	160,000	136,735	(23,265)	221,665
Compensated absences - retirement	20,000	-	(20,000)	43,241
Educational incentives	14,400	14,600	200	16,600
Insurance refusal reimbursement	3,000	1,750	(1,250)	2,625
Part-time salaries	-	5,282	5,282	-
ICMA retirement contract	2,846	1,620	(1,226)	8,262
FICA	7,385	4,893	(2,492)	3,995
Medicare	33,590	30,714	(2,876)	32,910
IMRF	10,760	8,711	(2,049)	7,575
Fringe benefits	1,400	1,325	(75)	1,800
Health insurance	315,581	291,639	(23,942)	270,801
Health insurance - retirees	27,281	34,986	7,705	23,398
Life insurance	1,444	1,372	(72)	1,164
HDHP contributions	52,561	50,277	(2,284)	44,777
Contribution to fire pension	1,184,450	1,133,699	(50,751)	1,086,300
Total personal services	<u>3,975,646</u>	<u>3,776,165</u>	<u>(199,481)</u>	<u>3,829,864</u>

(Cont.)

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	Original & Final Budget	2018 Actual	Variance From Final Budget Over (Under)	2017 Actual
<b>Contractual services</b>				
Communications	\$ 5,300	\$ 924	\$ (4,376)	\$ 5,090
IT support	7,126	5,582	(1,544)	4,826
Maintenance of equipment	7,300	5,613	(1,687)	6,307
Maintenance of vehicles	43,250	50,223	6,973	46,354
Maintenance of office equipment	500	-	(500)	-
Maintenance of buildings	3,500	4,017	517	3,123
Training	24,750	10,705	(14,045)	17,937
Community support services	16,300	12,845	(3,455)	14,577
Travel and meeting expense	6,550	2,770	(3,780)	976
Dues and subscriptions	3,190	2,888	(302)	2,632
Medical examination	15,000	9,428	(5,572)	345
Damage claims	-	4,041	4,041	-
Total contractual services	<u>132,766</u>	<u>109,036</u>	<u>(23,730)</u>	<u>102,167</u>
<b>Commodities</b>				
Office supplies	1,500	487	(1,013)	748
Gas and oil	13,000	13,253	253	12,644
Uniforms	18,500	18,589	89	17,693
Operating supplies	23,300	15,439	(7,861)	23,544
Total commodities	<u>56,300</u>	<u>47,768</u>	<u>(8,532)</u>	<u>54,629</u>
Total fire department	<u>4,164,712</u>	<u>3,932,969</u>	<u>(231,743)</u>	<u>3,986,660</u>
Total public safety	<u>9,985,289</u>	<u>9,588,668</u>	<u>(396,621)</u>	<u>9,364,470</u>
<b>Public Works</b>				
<b>Administration and operations</b>				
<b>Personal services</b>				
Salaries	479,655	487,811	8,156	462,665
Certification pay	7,950	8,850	900	7,900
Overtime pay	50,000	65,529	15,529	55,932
Part-time salaries	8,000	5,345	(2,655)	4,560
FICA	33,462	34,580	1,118	32,257
Medicare	7,751	8,112	361	7,599
IMRF	57,014	61,016	4,002	60,573
Fringe benefits	4,080	4,715	635	4,490
Health insurance	122,552	121,779	(773)	115,534
Health insurance - retirees	14,095	13,647	(448)	12,918
Life insurance	252	162	(90)	168
HDHP contribution	4,066	4,313	247	4,238
Total personal services	<u>788,877</u>	<u>815,859</u>	<u>26,982</u>	<u>768,834</u>

(Cont.)

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	Original & Final Budget	2018 Actual	Variance From Final Budget Over (Under)	2017 Actual
Contractual services				
Communications	\$ 1,210	\$ 784	\$ (426)	\$ 836
Consulting services	20,500	10,070	(10,430)	23,073
IT support	22,200	21,284	(916)	21,324
JULIE participation	970	995	25	1,618
Maintenance of equipment	3,000	4,319	1,319	4,055
Maintenance of vehicles	17,100	28,146	11,046	65,082
Maintenance traffic/street lights	40,380	84,538	44,158	83,849
Tree maintenance	89,500	89,916	416	126,456
Maintenance buildings and grounds	57,210	66,582	9,372	77,672
Maintenance sidewalks	55,000	55,036	36	51,710
Maintenance streets	155,500	152,199	(3,301)	178,107
Training	1,500	1,123	(377)	1,413
Travel and meeting expense	6,070	4,422	(1,648)	2,515
Dues and subscriptions	2,330	2,966	636	2,655
Medical examinations	1,550	1,313	(237)	248
Advertising/legal notice	1,500	1,217	(283)	1,900
Dumping fees	11,000	11,864	864	8,283
Damage claims	30,000	9,051	(20,949)	22,879
Street light electricity	34,500	28,825	(5,675)	29,580
Total contractual services	<u>551,020</u>	<u>574,650</u>	<u>23,630</u>	<u>703,255</u>
Administration and operations				
Commodities				
Office supplies	1,000	572	(428)	545
Gas and oil	24,800	16,904	(7,896)	13,718
Uniforms	5,575	6,326	751	4,553
Vehicle parts	10,000	3,748	(6,252)	3,825
Operating equipment	37,620	56,337	18,717	43,313
Trees	9,750	10,875	1,125	31,958
Snow and ice control	54,681	35,598	(19,083)	39,705
Total commodities	<u>143,426</u>	<u>130,360</u>	<u>(13,066)</u>	<u>137,617</u>
Total public works	<u>1,483,323</u>	<u>1,520,869</u>	<u>37,546</u>	<u>1,609,706</u>

(Cont.)

**Village of River Forest, Illinois**  
**General Fund**  
**Schedule of Expenditures – Budget and Actual**  
**Year Ended April 30, 2018**  
**With Comparative Actual for Year Ended April 30, 2017**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance From Final Budget Over (Under)</b>	<b>2017 Actual</b>
<b>Sanitation</b>				
Contractual services				
Collection and disposal	\$ 1,041,380	\$ 1,045,792	\$ 4,412	\$ 1,016,248
Leaf disposal	68,000	63,354	(4,646)	65,235
Total contractual services	<u>1,109,380</u>	<u>1,109,146</u>	<u>(234)</u>	<u>1,081,483</u>
Commodities				
Operating supplies	<u>500</u>	<u>-</u>	<u>(500)</u>	<u>-</u>
Total sanitation	<u>1,109,880</u>	<u>1,109,146</u>	<u>(734)</u>	<u>1,081,483</u>
Total expenditures	<u>\$ 15,408,607</u>	<u>\$ 14,925,126</u>	<u>\$ (483,481)</u>	<u>\$ 14,817,841</u>

## **Special Revenue Fund**

**Motor Fuel Tax Fund (Nonmajor Fund) is used to account for the activities involved with street maintenance, improvements and construction. Financing is provided by the Village's share of State gasoline taxes. State law requires these gasoline taxes to be used to maintain streets.**



**Village of River Forest, Illinois**  
**Motor Fuel Tax Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance With Final Budget Over (Under)</b>	<b>2017 Actual</b>
<b>Revenues</b>				
Intergovernmental	\$ 287,679	\$ 285,255	\$ (2,424)	\$ 358,730
Investment income	2,171	6,712	4,541	3,151
Total revenues	<u>289,850</u>	<u>291,967</u>	<u>2,117</u>	<u>361,881</u>
<b>Expenditures</b>				
Current				
Highway and Streets	<u>325,060</u>	<u>267,320</u>	<u>(57,740)</u>	<u>348,758</u>
<b>Net Change in Fund Balance</b>	<u>\$ (35,210)</u>	24,647	<u>\$ 59,857</u>	13,123
<b>Fund Balance, Beginning</b>		<u>622,004</u>		<u>608,881</u>
<b>Fund Balance, Ending</b>		<u>\$ 646,651</u>		<u>\$ 622,004</u>

## **Debt Service Fund**

**Debt Service Fund (Nonmajor Fund) is used to account for the accumulation of resources for the payment of the General Obligation Bond Series 2005 and the General Obligation Limited Tax Bonds Series 2016. The 2005 and 2016 series bonds were issued to finance Library building improvements and to pay down an existing bank loan, respectively. Financing is provided by property taxes.**

**Village of River Forest, Illinois**  
**Alternative Revenue Debt Service Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	Final Budget	2018 Actual	Variance With Final Budget Over (Under)	2017 Actual
<b>Revenues</b>				
Taxes	\$ 251,999	\$ 257,356	\$ 5,357	\$ 259,674
Investment income	937	2,666	1,729	953
Total revenues	<u>252,936</u>	<u>260,022</u>	<u>7,086</u>	<u>260,627</u>
<b>Expenditures</b>				
General government	-	756	756	-
Debt service				
Principal	242,820	242,820	-	239,480
Interest	5,984	4,723	(1,261)	8,302
Total expenditures	<u>248,804</u>	<u>248,299</u>	<u>(505)</u>	<u>247,782</u>
<b>Net Change in Fund Balance</b>	<u>\$ 4,132</u>	11,723	<u>\$ 7,591</u>	12,845
<b>Fund Balance, Beginning</b>		<u>185,655</u>		<u>172,810</u>
<b>Fund Balance, Ending</b>		<u>\$ 197,378</u>		<u>\$ 185,655</u>

## **Capital Projects Funds**

**Economic Development Fund (Nonmajor Fund) is used to account for previous commitments entered into by the Village from funds originally received through the previous Tax Increment Financing (TIF) Economic Development Fund.**

**Capital Equipment Replacement Fund (Major Fund) is used to account for financial resources to be used for the replacement of equipment.**

**Capital Improvement Fund (Nonmajor Fund) is a fund used to account for various infrastructure improvements including alleys, commuter parking lots and streets. Financing is provided by red light camera revenue, grants and parking lot fees.**

**Madison Street TIF Fund (Major Fund) is used to account for all financial activity related to the Madison Street Tax Increment Financing District. Revenues are provided through the collection of incremental property taxes from the increasing value of property within the district and transfers from the General Fund. The revenues are used to facilitate redevelopment along the corridor in accordance with applicable Illinois TIF Statutes.**

**Infrastructure Improvement Bond Fund (Nonmajor Fund) is used to account for proceeds from the General Obligation Limited Tax Bonds, Series 2018. The proceeds will be used to fund street improvements.**

**Village of River Forest, Illinois**  
**Economic Development Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	Original & Final Budget	2018 Actual	Variance With Final Budget Over (Under)	2017 Actual
<b>Revenues</b>				
Taxes	\$ -	\$ 3,006	\$ 3,006	\$ -
Intergovernmental	3,159	-	(3,159)	21,224
Investment income	6,182	9,453	3,271	7,385
Total revenues	<u>9,341</u>	<u>12,459</u>	<u>3,118</u>	<u>28,609</u>
<b>Expenditures</b>				
Current				
Development	<u>831,427</u>	<u>628,546</u>	<u>(202,881)</u>	<u>1,293,408</u>
<b>Net Change in Fund Balance</b>	<u>\$ (822,086)</u>	(616,087)	<u>\$ 205,999</u>	(1,264,799)
<b>Fund Balance, Beginning</b>		<u>835,269</u>		<u>2,100,068</u>
<b>Fund Balance, Ending</b>		<u>\$ 219,182</u>		<u>\$ 835,269</u>

**Village of River Forest, Illinois**  
**Capital Equipment Replacement Fund**  
**(Major Fund)**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>2018 Actual</b>	<b>Variance With Final Budget Over (Under)</b>	<b>2017 Actual</b>
<b>Revenues</b>					
Investment income	\$ 44,242	\$ 44,242	\$ 40,582	\$ (3,660)	\$ 37,705
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,002</u>
Total revenues	<u>49,242</u>	<u>49,242</u>	<u>45,582</u>	<u>(3,660)</u>	<u>42,707</u>
<b>Expenditures</b>					
Capital outlay	<u>898,003</u>	<u>1,032,325</u>	<u>880,876</u>	<u>(151,449)</u>	<u>562,073</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>					
	<u>(848,761)</u>	<u>(983,083)</u>	<u>(835,294)</u>	<u>147,789</u>	<u>(519,366)</u>
<b>Other Financing Sources</b>					
Transfers in	512,912	512,912	416,033	(96,879)	421,250
Sale of capital assets	<u>20,000</u>	<u>20,000</u>	<u>121,221</u>	<u>101,221</u>	<u>27,906</u>
Total other financing sources	<u>532,912</u>	<u>532,912</u>	<u>537,254</u>	<u>4,342</u>	<u>449,156</u>
<b>Net Change in Fund Balance</b>	<u>\$ (315,849)</u>	<u>\$ (450,171)</u>	<u>(298,040)</u>	<u>\$ 152,131</u>	<u>(70,210)</u>
<b>Fund Balance, Beginning</b>			<u>3,632,712</u>		<u>3,702,922</u>
<b>Fund Balance, Ending</b>			<u>\$ 3,334,672</u>		<u>\$ 3,632,712</u>

**Village of River Forest, Illinois**  
**Capital Improvement Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	Original & Final Budget	2018 Actual	Variance With Final Budget Over (Under)	2017 Actual
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ 715,799
Charges for services	60,923	70,697	9,774	64,095
Fines and forfeits				
Automated traffic signal enforcement	822,136	832,250	10,114	923,305
Investment income	15,302	13,067	(2,235)	11,582
Total revenues	<u>898,361</u>	<u>916,014</u>	<u>17,653</u>	<u>1,714,781</u>
<b>Expenditures</b>				
Current				
General government	40,500	23,206	(17,294)	29,783
Capital outlay	1,119,485	582,299	(537,186)	1,427,375
Total expenditures	<u>1,159,985</u>	<u>605,505</u>	<u>(554,480)</u>	<u>1,457,158</u>
<b>Net Change in Fund Balance</b>	<u>\$ (261,624)</u>	310,509	<u>\$ 572,133</u>	257,623
<b>Fund Balance, Beginning</b>		<u>1,574,693</u>		<u>1,317,070</u>
<b>Fund Balance, Ending</b>		<u>\$ 1,885,202</u>		<u>\$ 1,574,693</u>

**Village of River Forest, Illinois**  
**Madison Street TIF**  
**(Major Fund)**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	Original Budget	Final Budget	2018 Actual	Variance With Final Budget Over (Under)	2017 Actual
<b>Revenues</b>					
Rental income	\$ -	\$ -	\$ 9,375	\$ 9,375	\$ -
Investment income	-	-	455	455	14
Total revenues	<u>-</u>	<u>-</u>	<u>9,830</u>	<u>9,830</u>	<u>14</u>
<b>Expenditures</b>					
Current					
General government	50,000	1,395,000	39,786	(1,355,214)	54,300
Debt service					
Interest	-	9,132	9,610	478	-
Total expenses	<u>50,000</u>	<u>1,404,132</u>	<u>49,396</u>	<u>(1,354,736)</u>	<u>54,300</u>
<b>Excess (Deficiency) of Revenues</b>					
<b>(Uses) Over Expenditures</b>	<u>(50,000)</u>	<u>(1,404,132)</u>	<u>(39,566)</u>	<u>1,364,566</u>	<u>(54,286)</u>
<b>Other Financing Sources (Uses)</b>					
Transfer in	50,000	1,390,000	-	(1,390,000)	-
Transfer out	-	-	-	-	(43,207)
Total other financing sources (uses)	<u>50,000</u>	<u>1,390,000</u>	<u>-</u>	<u>(1,390,000)</u>	<u>(43,207)</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (14,132)</u>	<u>(39,566)</u>	<u>\$ (25,434)</u>	<u>(97,493)</u>
<b>Fund Balance, Beginning</b>			<u>(97,493)</u>		<u>-</u>
<b>Fund Balance, Ending</b>			<u>\$ (137,059)</u>		<u>\$ (97,493)</u>



**Village of River Forest, Illinois**  
**Infrastructure Improvement Bond Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance – Budget and Actual**  
**Year Ended April 30, 2018**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>2018 Actual</u>	<u>Variance With Final Budget Over (Under)</u>
<b>Revenues</b>				
Investment income	\$ -	\$ -	\$ 133	\$ 133
<b>Expenditures</b>				
Debt service				
Interest	-	-	-	-
<b>Excess of Revenues Over Expenditures</b>	-	-	133	133
<b>Other Financing Sources (Uses)</b>				
Bond proceeds	-	500,000	500,000	-
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ 500,000</u>	500,133	<u>\$ 133</u>
<b>Fund Balance, Beginning</b>			-	
<b>Fund Balance, Ending</b>			<u>\$ 500,133</u>	

## **Proprietary Fund Type**

## **Enterprise Fund**

**Waterworks and Sewerage Fund (Major Fund) is used to account for the provision of water services, sewer repair, and improvement services to the residents of the Village of River Forest. All activities necessary to provide such services are accounted for in this Fund, including, but not limited to, administration, operations, maintenance, financing and related debt service and billing collection.**

**Village of River Forest, Illinois**  
**Waterworks and Sewerage Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Net Position – Budget and Actual**  
**(GAAP and Budgetary Basis)**  
**Year Ended April 30, 2018**  
**(With Comparative Actual for Year Ended April 30, 2017)**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance With Final Budget Over (Under)</b>	<b>2017 Actual</b>
<b>Operating Revenues</b>				
Charges for services				
Water sales	\$ 3,154,337	\$ 3,306,650	\$ 152,313	\$ 3,079,054
Sewer charges	2,058,749	2,142,993	84,244	2,013,015
Sales of meters	10,000	2,754	(7,246)	20,272
Total operating revenues	<u>5,223,086</u>	<u>5,452,397</u>	<u>229,311</u>	<u>5,112,341</u>
<b>Operating Expenses, Excluding Depreciation</b>				
Personal services				
Salaries regular	730,567	741,086	10,519	677,914
Specialists pay	2,100	2,100	-	2,100
Overtime	12,000	9,288	(2,712)	5,765
Insurance refusal reimb	150	330	180	150
Part-time salaries	15,200	9,955	(5,245)	17,958
FICA	46,795	45,840	(955)	41,935
Medicare	11,131	10,863	(268)	9,987
IMRF	86,957	86,787	(170)	73,087
Fringe benefits	5,030	5,420	390	5,090
Health insurance	169,081	167,303	(1,778)	145,010
Health insurance - retirees	3,292	3,033	(259)	3,061
Other post employment benefits	-	6,767	6,767	6,786
Life insurance	420	470	50	410
HDHP contributions	10,894	11,241	347	11,436
Total personal services	<u>1,093,617</u>	<u>1,100,483</u>	<u>6,866</u>	<u>1,000,689</u>
Contractual services				
Electricity	39,000	32,276	(6,724)	39,712
Communications	6,780	7,197	417	6,540
Auditing	11,344	8,850	(2,494)	10,508
Consulting services	43,500	38,400	(5,100)	3,974
IT support	36,393	35,140	(1,253)	38,388
Inspections	1,000	-	(1,000)	-
JULIE participation	2,271	995	(1,276)	1,618
Bank fees	28,324	27,841	(483)	23,437
Liability insurance	38,011	35,313	(2,698)	34,731
IRMA deductible	9,467	-	(9,467)	-
Water system maintenance	134,200	180,785	46,585	106,116
Hydrant maintenance	24,000	13,780	(10,220)	17,974
Maintenance of vehicles	8,000	21,278	13,278	7,860
Maintenance of office equipment	1,000	1,586	586	3,066
Maintenance of buildings	15,250	10,818	(4,432)	14,147
Maintenance of streets	8,000	-	(8,000)	-

(Cont.)

**Village of River Forest, Illinois**  
**Waterworks and Sewerage Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Net Position – Budget and Actual**  
**(GAAP and Budgetary Basis)**  
**Year Ended April 30, 2018**  
**(With Comparative Actual for Year Ended April 30, 2017)**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance With Final Budget Over (Under)</b>	<b>2017 Actual</b>
Overhead sewer program	\$ 59,000	\$ 28,649	\$ (30,351)	\$ 26,600
Sewer/catch basin repair	50,000	11,161	(38,839)	51,466
Training	1,450	-	(1,450)	102
Travel and meeting	2,625	1,992	(633)	2,114
Dues and subscriptions	1,460	1,317	(143)	897
Printing	6,309	5,212	(1,097)	5,219
Medical and screening	700	-	(700)	80
Water testing	3,900	4,114	214	2,504
Advertising/legal notice	500	-	(500)	-
Dumping fees	18,000	24,475	6,475	18,701
Damage claims	4,000	8,862	4,862	5,770
Total contractual services	<u>554,484</u>	<u>500,041</u>	<u>(54,443)</u>	<u>421,524</u>
<b>Commodities</b>				
Office supplies	500	347	(153)	167
Gas and oil	9,400	10,206	806	9,158
Uniforms	1,475	843	(632)	557
Vehicle parts	8,000	4,034	(3,966)	3,673
Operating supplies	37,775	37,887	112	58,834
Postage	9,400	7,813	(1,587)	10,108
Water from Chicago	1,638,973	1,656,515	17,542	1,600,742
Total commodities	<u>1,705,523</u>	<u>1,717,645</u>	<u>12,122</u>	<u>1,683,239</u>
<b>Capital Outlay</b>				
Building improvements	97,000	54,201	(42,799)	4,995
Sewer system improvements	175,000	167,487	(7,513)	182,575
Water system improvements	469,000	504,170	35,170	490,316
Meter replacement program	17,500	15,396	(2,104)	14,496
Street improvements	70,000	46,842	(23,158)	75,560
Total capital outlay	<u>828,500</u>	<u>788,096</u>	<u>(40,404)</u>	<u>767,942</u>
Total operating expenses, excluding depreciation	<u>\$ 4,182,124</u>	<u>\$ 4,106,265</u>	<u>\$ (75,859)</u>	<u>\$ 3,873,394</u>

(Cont.)

**Village of River Forest, Illinois**  
**Waterworks and Sewerage Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Net Position – Budget and Actual**  
**(GAAP and Budgetary Basis)**  
**Year Ended April 30, 2018**  
**(With Comparative Actual for Year Ended April 30, 2017)**

	Original & Final Budget	2018 Actual	Variance With Final Budget Over (Under)	2017 Actual
<b>Reconciliation of Budgetary Basis Total</b>				
<b>Operating Expenses, Excluding Depreciation to GAAP Basis Total Operating Expenses, Excluding Depreciation</b>				
Total operating expenses, excluding depreciation - budgetary basis	\$ 4,182,124	\$ 4,106,265	\$ (75,859)	\$ 3,873,394
Less fixed assets capitalized (1)	(490,000)	(489,870)	130	-
	<u>3,692,124</u>	<u>3,616,395</u>	<u>(75,729)</u>	<u>3,873,394</u>
<b>Operating Income Before Depreciation</b>	1,530,962	1,836,002	305,040	1,238,947
<b>Depreciation</b>	<u>340,332</u>	<u>340,057</u>	<u>(275)</u>	<u>352,484</u>
<b>Operating Income</b>	<u>\$ 1,190,630</u>	<u>\$ 1,495,945</u>	<u>\$ 305,315</u>	<u>\$ 886,463</u>
<b>Nonoperating Revenues (Expenses)</b>				
Investment income	\$ 4,723	\$ 20,002	\$ 15,279	\$ 4,451
Principal payments	(821,251)	(821,079)	172	(756,255)
Interest expense	(325,207)	(316,151)	9,056	(327,437)
Transfer out	(96,879)	(96,879)	-	(78,349)
(Gain) loss on disposal of property	-	(298)	(298)	9,264
Transfers in				
Miscellaneous	7,000	11,260	4,260	8,545
Total nonoperating revenues (expenses)	<u>(1,231,614)</u>	<u>(1,203,145)</u>	<u>28,469</u>	<u>(1,139,781)</u>
<b>Change in Net Position - Budgetary Basis</b>	<u>\$ (40,984)</u>	<u>\$ 292,800</u>	<u>\$ 333,784</u>	<u>\$ (253,318)</u>
<b>Reconciliation of Budgetary Basis Change in Net Position to GAAP Basis Change in Net Position</b>				
Change in net position - budgetary basis	\$ (40,984)	\$ 292,800	\$ 333,784	\$ (253,318)
Plus principal payments	821,251	821,079	(172)	756,255
Plus adjustment for advance budgeted As a transfer	<u>96,879</u>	<u>96,879</u>	<u>-</u>	<u>78,349</u>
<b>Change in Net Position - GAAP Basis</b>	<u>\$ 877,146</u>	<u>1,210,758</u>	<u>\$ 333,612</u>	<u>581,286</u>
<b>Net Position, Beginning</b>		<u>9,222,184</u>		<u>8,640,898</u>
<b>Net Position, Ending</b>		<u>\$ 10,432,942</u>		<u>\$ 9,222,184</u>

<sup>(1)</sup> Some Waterworks and Sewerage Fund fixed asset purchases that are capitalized (\$78,159) are not included on this line as they were not budgeted in this fund.

## **Fiduciary Fund Type**

## **Trust Funds**

**Police Pension Fund is used to account for the accumulation of resources to pay pension costs. Resources are contributed by police force members at rates fixed by state statutes and the Village through an annual property tax levy.**

**Firefighters' Pension Fund is used to account for the accumulation of resources to pay pension costs. Resources are contributed by fire personnel members at rates fixed by state statutes and by the Village through an annual property tax levy.**



**Village of River Forest, Illinois**  
**Pension Trust Funds**  
**Combining Statement of Fiduciary Net Position**  
**April 30, 2018**

	<u>Police Pension</u>	<u>Firefighters' Pension</u>	<u>Pension Trusts</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 899,250	\$ 469,738	\$ 1,368,988
Investments			
Corporate bonds	1,270,943	3,002,355	4,273,298
Municipal bonds	-	39,850	39,850
U.S. government obligations	4,325,016	740,538	5,065,554
U.S. agency obligations	1,837,815	1,173,371	3,011,186
Mutual funds	12,067,755	8,844,163	20,911,918
Annuity/insurance company contracts	3,105,513	722,464	3,827,977
Accrued interest	29,086	40,997	70,083
Due from municipality	19,771	13,705	33,476
Prepaid expense	3,942	2,463	6,405
	<hr/>	<hr/>	<hr/>
Total assets	23,559,091	15,049,644	38,608,735
<b>Liabilities</b>			
Accounts payable	17,637	6,601	24,238
	<hr/>	<hr/>	<hr/>
<b>Net Position Restricted for Pensions</b>	<u>\$ 23,541,454</u>	<u>\$ 15,043,043</u>	<u>\$ 38,584,497</u>

**Village of River Forest, Illinois**  
**Pension Trust Funds**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Year Ended April 30, 2018**

	<b>Police Pension</b>	<b>Firefighters' Pension</b>	<b>Pension Trusts</b>
<b>Additions</b>			
Contributions			
Participant contributions	\$ 273,961	\$ 177,633	\$ 451,594
Employer contributions	1,394,597	1,133,899	2,528,496
Total contributions	<u>1,668,558</u>	<u>1,311,532</u>	<u>2,980,090</u>
Investment income			
Net appreciation in fair value of investments	1,545,053	527,654	2,072,707
Interest and dividends	416,782	448,888	865,670
	<u>1,961,835</u>	<u>976,542</u>	<u>2,938,377</u>
Less investment expense	44,765	49,320	94,085
Net investment income	<u>1,917,070</u>	<u>927,222</u>	<u>2,844,292</u>
Total additions	<u>3,585,628</u>	<u>2,238,754</u>	<u>5,824,382</u>
<b>Deductions</b>			
Benefits	2,110,165	1,873,231	3,983,396
Refunds	101,679	4,221	105,900
Administrative expense	71,585	37,218	108,803
Total deductions	<u>2,283,429</u>	<u>1,914,670</u>	<u>4,198,099</u>
<b>Change in Net Position</b>	1,302,199	324,084	1,626,283
<b>Net Position Restricted for Pensions, Beginning</b>	<u>22,239,255</u>	<u>14,718,959</u>	<u>36,958,214</u>
<b>Net Position Restricted for Pensions, Ending</b>	<u>\$ 23,541,454</u>	<u>\$ 15,043,043</u>	<u>\$ 38,584,497</u>

**Village of River Forest, Illinois**  
**Police Pension Trust Fund**  
**Schedule of Changes in Fiduciary Net Position –**  
**Budget and Actual**  
**Year Ended April 30, 2018**  
**(With Comparative Actual for Year Ended April 30, 2017)**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance With Final Budget Over (Under)</b>	<b>2017 Actual</b>
<b>Additions</b>				
Contributions				
Participant contributions	\$ 264,863	\$ 273,961	\$ 9,098	\$ 267,985
Employer contributions	1,454,466	1,394,597	(59,869)	1,329,644
Total contributions	<u>1,719,329</u>	<u>1,668,558</u>	<u>(50,771)</u>	<u>1,597,629</u>
Investment income				
Net appreciation in				
Fair value of investments	802,676	1,545,053	742,377	1,716,581
Interest and dividends	472,436	416,782	(55,654)	447,671
	<u>1,275,112</u>	<u>1,961,835</u>	<u>686,723</u>	<u>2,164,252</u>
Less investment expense	35,000	44,765	(9,765)	45,157
Net investment income	<u>1,240,112</u>	<u>1,917,070</u>	<u>676,958</u>	<u>2,119,095</u>
Total additions	<u>2,959,441</u>	<u>3,585,628</u>	<u>626,187</u>	<u>3,716,724</u>
<b>Deductions</b>				
Benefits	2,275,501	2,110,165	(165,336)	2,021,677
Refunds	-	101,679	101,679	-
Administrative expense	87,930	71,585	(16,345)	117,319
Total deductions	<u>2,363,431</u>	<u>2,283,429</u>	<u>(80,002)</u>	<u>2,138,996</u>
<b>Change in Net Position</b>	<u>\$ 596,010</u>	1,302,199	<u>\$ 706,189</u>	1,577,728
<b>Net Position, Beginning</b>		<u>22,239,255</u>		<u>20,661,527</u>
<b>Net Position, Beginning</b>		<u>\$ 23,541,454</u>		<u>\$ 22,239,255</u>

**Village of River Forest, Illinois**  
**Firefighters' Pension Trust Fund**  
**Schedule of Changes in Fiduciary Net Position –**  
**Budget and Actual**  
**Year Ended April 30, 2018**  
**(With Comparative Actual for Year Ended April 30, 2017)**

	<b>Original &amp; Final Budget</b>	<b>2018 Actual</b>	<b>Variance With Final Budget Over (Under)</b>	<b>2017 Actual</b>
<b>Additions</b>				
Contributions				
Participant contributions	\$ 188,790	\$ 177,633	\$ (11,157)	\$ 174,437
Employer contributions	1,184,450	1,133,899	(50,551)	1,086,300
Total contributions	<u>1,373,240</u>	<u>1,311,532</u>	<u>(61,708)</u>	<u>1,260,737</u>
Investment income				
Net appreciation in				
fair value of investments	545,527	527,654	(17,873)	633,704
Interest and dividends	397,171	448,888	51,717	396,547
	<u>942,698</u>	<u>976,542</u>	<u>33,844</u>	<u>1,030,251</u>
Less investment expense	65,700	49,320	16,380	64,668
Net investment income	<u>876,998</u>	<u>927,222</u>	<u>50,224</u>	<u>965,583</u>
Total additions	<u>2,250,238</u>	<u>2,238,754</u>	<u>(11,484)</u>	<u>2,226,320</u>
<b>Deductions</b>				
Benefits	1,876,877	1,873,231	(3,646)	1,599,982
Refunds	-	4,221	4,221	1,544
Administrative expense	51,065	37,218	(13,847)	46,400
Total deductions	<u>1,927,942</u>	<u>1,914,670</u>	<u>(13,272)</u>	<u>1,647,926</u>
<b>Change in Net Position</b>	<u>\$ 322,296</u>	324,084	<u>\$ 1,788</u>	578,394
<b>Net Position, Beginning</b>		<u>14,718,959</u>		<u>14,140,565</u>
<b>Net Position, Beginning</b>		<u>\$ 15,043,043</u>		<u>\$ 14,718,959</u>

**Capital Assets Used in the  
Operation of Governmental Funds**

**Village of River Forest, Illinois**  
**Schedule of Capital Assets by Source**  
**April 30, 2018**

<b>Governmental Funds Capital Assets</b>	
Land	\$ 1,139,497
Right of ways	3,826,453
Construction in progress	180,392
Buildings and improvements	5,951,200
Vehicles and equipment	4,678,494
Infrastructure	<u>12,801,070</u>
 Total governmental funds capital assets	 <u><u>\$ 28,577,106</u></u>
 <b>Investments in Governmental Funds Capital Assets by Source</b>	
<b>From Current Revenues</b>	 <u><u>\$ 28,577,106</u></u>

**Village of River Forest, Illinois**  
**Schedule by Function and Activity**  
**April 30, 2018**

	<b>General Government</b>	<b>Public Safety</b>	<b>Highway and Streets</b>	<b>Public Works</b>	<b>Total</b>
Land	\$ 1,139,497	\$ -	\$ -	\$ -	\$ 1,139,497
Right of ways	-	-	3,826,453	-	3,826,453
Construction in progress	180,392	-	-	-	180,392
Buildings and improvements	4,765,950	126,942	-	1,058,308	5,951,200
Vehicles and equipment	271,129	3,309,569	-	1,097,796	4,678,494
Infrastructure	-	-	12,801,070	-	12,801,070
	<u>\$ 6,356,968</u>	<u>\$ 3,436,511</u>	<u>\$ 16,627,523</u>	<u>\$ 2,156,104</u>	<u>\$ 28,577,106</u>

**Village of River Forest, Illinois**  
**Schedule by Changes by Function and Activity**  
**Year Ended April 30, 2018**

	<b>May 1, 2017</b>	<b>Additions</b>	<b>Deletions</b>	<b>Transfers</b>	<b>April 30, 2018</b>
General government	\$ 6,159,786	\$ 197,182	\$ -	\$ -	\$ 6,356,968
Public safety	3,270,699	617,379	435,701	(15,866)	3,436,511
Highways and streets	16,588,328	124,560	85,365	-	16,627,523
Public works	<u>2,020,470</u>	<u>551,524</u>	<u>431,756</u>	<u>15,866</u>	<u>2,156,104</u>
	<u>\$ 28,039,283</u>	<u>\$ 1,490,645</u>	<u>\$ 952,822</u>	<u>\$ -</u>	<u>\$ 28,577,106</u>



## **Other Supplementary Information**

**Village of River Forest, Illinois**  
**General Obligation (Water & Sewer ARS) Bonds, Series 2008B**  
**Schedule of Long-Term Debt Service Requirements**  
**April 30, 2018**

Date of issue                      December 15, 2008  
Date of maturity                  December 1, 2018  
Authorized issue                  \$1,355,000  
Interest rate                        2.75% - 4.10%  
Interest dates                      June 1 and December 1  
Payable at                          US Bank  
Purpose                                Water meter replacements

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	June 1	Amount	Dec. 1	Amount
2019	<u>\$ 170,000</u>	<u>\$ 6,970</u>	<u>\$ 176,970</u>	2018	<u>\$ 3,485</u>	2018	<u>\$ 3,485</u>

**Village of River Forest, Illinois**  
**Community Bank Loan**  
**Schedule of Long-Term Debt Service Requirements**  
**April 30, 2018**

Date of issue	September 19, 2014
Date of maturity	February 15, 2019
Authorized issue	\$600,000
Interest rate	2.20%
Interest dates	February, May, August and November 15
Payable at	Community Bank
Purpose	Sewer project

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		Totals
	Principal	Interest	
2019	\$ 49,824	\$ 687	\$ 50,511

**Village of River Forest, Illinois**  
**IEPA Bank Loan**  
**Schedule of Long-Term Debt Service Requirements**  
**April 30, 2018**

Date of issue	December 3, 2015
Date of maturity	December 3, 2035
Authorized issue	\$14,711,293
Interest rate	2.21%
Interest dates	December and June 3
Payable	IEPA
Purpose	Northside Stormwater Management Project

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		Totals
	Principal	Interest	
2019	\$ 620,893	\$ 296,253	\$ 917,146
2020	634,690	282,456	917,146
2021	648,795	268,351	917,146
2022	663,211	253,934	917,145
2023	677,950	239,196	917,146
2024	693,016	224,130	917,146
2025	708,416	208,730	917,146
2026	724,159	192,987	917,146
2027	740,250	176,896	917,146
2028	756,700	160,446	917,146
2029	773,515	143,630	917,145
2030	790,705	126,441	917,146
2031	808,276	108,870	917,146
2032	826,238	90,908	917,146
2033	844,599	72,547	917,146
2034	863,366	53,780	917,146
2035	882,552	34,593	917,145
2036	902,164	14,981	917,145
	<u>\$ 13,559,495</u>	<u>\$ 2,949,129</u>	<u>\$ 16,508,624</u>

**Village of River Forest, Illinois**  
**General Obligation (Limited Tax) Bonds, Series 2018**  
**Schedule of Long-Term Debt Service Requirements**  
**April 30, 2018**

Date of issue                      March 8, 2018  
Date of maturity                  December 1, 2019  
Authorized issue                  \$500,000  
Interest rate                        2.00% - 2.15%  
Interest dates                      December 1  
Payable at                          Forest Park National Bank & Trust Co.  
Purpose                                Street Improvements

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

<b>Fiscal Year</b>	<b>Requirements</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Totals</b>
2019	\$ 246,000	\$ 7,584	\$ 253,584
2020	254,000	5,461	259,461
	\$ 500,000	\$ 13,045	\$ 513,045

**Statistical Section  
(Unaudited)**

**Village of River Forest, Illinois**  
**Statistical Section**  
**April 30, 2018**

This portion of the Village of River Forest Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall economic condition.

**Contents**

**Financial Trends**

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**Revenue Capacity**

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**Debt Capacity**

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**Demographic and Economic Information**

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**Operating Information**

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Sources:

Unless otherwise noted, the information in these schedules is derived from the Village's Comprehensive Annual Financial Reports for the relevant year. The Village implemented GASB Statement 34 in Fiscal Year 2004; schedules presenting government-wide information include information beginning in that year.

## **Financial Trends**



**Village of River Forest, Illinois**  
**Net Position by Component**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 19,119,016	\$ 18,574,462	\$ 17,549,045	\$ 17,550,257
Restricted	1,722,203	2,190,893	3,522,426	3,910,388
Unrestricted	<u>(23,856,897)</u>	<u>(22,297,066)</u>	<u>(21,075,877)</u>	<u>10,699,288</u>
Total governmental activities net assets	<u>(3,015,678)</u>	<u>(1,531,711)</u>	<u>(4,406)</u>	<u>32,159,933</u>
<b>Business-Type Activities</b>				
Net investment in capital assets	8,335,217	7,286,464	6,759,387	6,307,314
Restricted	25,269	31,044	31,044	31,044
Unrestricted	<u>2,072,456</u>	<u>1,904,676</u>	<u>1,850,467</u>	<u>1,123,387</u>
Total business-type activities net assets	<u>10,432,942</u>	<u>9,222,184</u>	<u>8,640,898</u>	<u>7,461,745</u>
<b>Primary Government</b>				
Net investment in capital assets	27,454,233	25,860,926	24,308,432	23,857,571
Restricted	1,747,472	2,221,937	3,553,470	3,941,432
Unrestricted	<u>(21,784,441)</u>	<u>(20,392,390)</u>	<u>(19,225,410)</u>	<u>11,822,675</u>
Total net position	<u>\$ 7,417,264</u>	<u>\$ 7,690,473</u>	<u>\$ 8,636,492</u>	<u>\$ 39,621,678</u>

Data Source

Audited Financial Statements

<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
\$ 17,489,924	\$ 16,963,950	\$ 17,117,381	\$ 17,028,863	\$ 16,505,843	\$ 12,863,300
3,843,897	3,732,052	3,270,398	3,837,090	7,404,892	10,007,290
<u>9,293,650</u>	<u>7,797,449</u>	<u>6,882,014</u>	<u>5,921,662</u>	<u>4,984,369</u>	<u>3,841,809</u>
<u>30,627,471</u>	<u>28,493,451</u>	<u>27,269,793</u>	<u>26,787,615</u>	<u>28,895,104</u>	<u>26,712,399</u>
4,985,125	4,775,037	4,682,056	4,588,385	4,781,583	4,182,910
35,000					
<u>1,721,614</u>	<u>1,428,687</u>	<u>1,083,706</u>	<u>1,140,252</u>	<u>991,038</u>	<u>1,805,129</u>
<u>6,741,739</u>	<u>6,203,724</u>	<u>5,765,762</u>	<u>5,728,637</u>	<u>5,772,621</u>	<u>5,988,039</u>
22,475,049	21,738,987	21,799,437	21,617,248	21,287,426	17,046,210
3,878,897	3,732,052	3,270,398	3,837,090	7,404,892	10,007,290
<u>11,015,264</u>	<u>9,226,136</u>	<u>7,965,720</u>	<u>7,061,914</u>	<u>5,975,407</u>	<u>5,646,938</u>
<u>\$ 37,369,210</u>	<u>\$ 34,697,175</u>	<u>\$ 33,035,555</u>	<u>\$ 32,516,252</u>	<u>\$ 34,667,725</u>	<u>\$ 32,700,438</u>

# Village of River Forest, Illinois

## Changes in Net Position by Component

### Last Ten Fiscal Years

Fiscal Year	2018	2017	2016	2015
<b>Governmental Activities</b>				
<b>Governmental Activity Expenses</b>				
General government	\$ 2,561,405	\$ 2,691,842	\$ 2,460,334	\$ 2,287,249
Development	1,093,609	1,773,443	557,136	387,869
Public safety	11,629,817	11,693,602	11,474,585	9,426,332
Public works	1,521,195	1,612,495	1,445,697	1,687,482
Highways and streets	573,267	752,242	1,371,856	488,021
Sanitation	1,109,146	1,081,483	1,032,181	947,658
Interest	13,728	7,706	9,811	16,724
Total governmental activities expenses	<u>18,502,167</u>	<u>19,612,813</u>	<u>18,351,600</u>	<u>15,241,335</u>
<b>Governmental Activity Revenues</b>				
Charges for services				
General government	1,590,183	2,172,129	1,462,240	1,510,120
Public safety	1,426,682	1,503,040	1,600,463	1,495,617
Sanitation	1,036,831	997,436	947,369	895,892
Operating grants and contributions	319,776	449,074	347,607	659,933
Capital grants and contributions	-	236,734	316,519	-
Total governmental activities program revenues	<u>4,373,472</u>	<u>5,358,413</u>	<u>4,674,198</u>	<u>4,561,562</u>
<b>Net Activity Expense of Governmental Activities</b>	<u>(14,128,695)</u>	<u>(14,254,400)</u>	<u>(13,677,402)</u>	<u>(10,679,773)</u>
<b>General Revenues</b>				
Property taxes	6,577,618	6,547,365	6,396,586	6,288,974
Utility taxes	603,770	614,522	559,018	657,968
Non-home rule sales tax	855,825	824,652	885,574	871,224
Communications taxes	281,834	309,679	342,467	357,535
Other taxes	297,059	288,390	338,067	337,637
Intergovernmental taxes				
Sales taxes	1,873,183	1,727,402	1,852,443	1,855,258
Income taxes	1,013,098	1,056,031	1,190,627	1,094,125
Other intergovernmental taxes	473,425	621,831	475,402	448,870
Miscellaneous	494,308	604,151	268,703	319,459
Interest	145,163	114,035	87,975	(18,815)
Transfers	-	-	(382,300)	-
Gain on sale	29,445	19,037	-	-
Total general revenues	<u>12,644,728</u>	<u>12,727,095</u>	<u>12,014,562</u>	<u>12,212,235</u>
<b>Change in Governmental Net Position</b>	<u>(1,483,967)</u>	<u>(1,527,305)</u>	<u>(1,662,840)</u>	<u>1,532,462</u>
<b>Business-Type Activities</b>				
<b>Water and Sewerage Services</b>				
Expenses	4,272,901	4,553,315	3,686,563	3,340,341
Charges for services	5,452,397	5,112,341	4,569,701	4,069,829
Operating grants and contributions	-	-	-	-
General revenues - miscellaneous and interest	31,262	12,996	27,371	(9,482)
Transfers	-	-	382,300	-
Gain on sale	-	9,264	-	-
Change in Business-Type Net Position	<u>1,210,758</u>	<u>581,286</u>	<u>1,292,809</u>	<u>729,488</u>
<b>Change in Net Position</b>	<u>\$ (273,209)</u>	<u>\$ (946,019)</u>	<u>\$ (370,031)</u>	<u>\$ 2,261,950</u>

Note:

- (a) In Fiscal Years 2010 and 2011, the Village declared tax increment finance (TIF) district revenues as surplus and returned it to redistribution to all taxing entities that service the TIF area.

2014	2013	2012	2011	2010	2009
\$ 2,126,040	\$ 2,323,003	\$ 2,197,996	\$ 1,888,093	\$ 1,843,380	\$ 1,808,789
305,332	428,951	381,135	4,272,988 (a)	5,330,786 (a)	1,823,349
9,494,525	8,235,039	8,392,462	8,072,459	7,667,352	7,427,770
1,545,709	1,827,429	1,719,637	1,192,097	1,444,632	1,598,558
537,963	775,263	771,378	1,314,666	273,380	822,825
948,835	873,032	845,444	817,146	826,640	887,122
23,685	29,391	34,807	39,758	122,883	190,336
<u>14,982,089</u>	<u>14,492,108</u>	<u>14,342,859</u>	<u>17,597,207</u>	<u>17,507,053</u>	<u>14,558,749</u>
1,446,959	1,252,826	1,357,490	1,289,731	1,177,211	1,021,630
1,361,306	614,867	494,604	511,722	451,285	439,907
881,518	864,918	846,480	829,203	853,344	582,590
999,002	520,829	773,028	430,964	366,036	399,941
-	-	-	-	-	-
<u>4,688,785</u>	<u>3,253,440</u>	<u>3,471,602</u>	<u>3,061,620</u>	<u>2,847,876</u>	<u>2,444,068</u>
<u>(10,293,304)</u>	<u>(11,238,668)</u>	<u>(10,871,257)</u>	<u>(14,535,587)</u>	<u>(14,659,177)</u>	<u>(12,114,681)</u>
6,252,288	6,043,549	6,066,344	7,113,400	11,076,944	9,439,952
703,108	638,421	633,425	671,741	621,328	713,256
819,156	784,724	582,803			
354,715	430,716	458,241	465,157	510,374	516,635
358,573	318,271	62,334	55,782	69,967	68,327
1,731,032	1,708,082	1,616,998	1,744,366	1,707,772	781,536
1,088,668	1,006,827	914,422	900,398	897,371	1,024,643
415,079	398,964	603,032	568,597	867,982	2,241,839
656,459	564,260	360,756	833,164	458,896	114,817
48,246	99,496	55,080	111,638	631,248	57,292
-	-	-	-	-	-
-	-	-	-	-	-
<u>12,427,324</u>	<u>11,993,310</u>	<u>11,353,435</u>	<u>12,464,243</u>	<u>16,841,882</u>	<u>14,958,297</u>
<u>2,134,020</u>	<u>754,642</u>	<u>482,178</u>	<u>(2,071,344)</u>	<u>2,182,705</u>	<u>2,843,616</u>
3,266,821	3,026,206	2,870,851	2,616,346	2,449,591	2,450,355
3,765,294	3,461,248	2,906,436	2,543,339	2,216,712	2,251,741
35,000	-	-	-	-	-
4,542	2,920	1,540	9,585	17,461	(7,642)
-	-	-	-	-	-
-	-	-	-	-	-
<u>533,473</u>	<u>435,042</u>	<u>35,585</u>	<u>(63,422)</u>	<u>(232,879)</u>	<u>(198,614)</u>
<u>\$ 2,667,493</u>	<u>\$ 1,189,684</u>	<u>\$ 517,763</u>	<u>\$ (2,134,766)</u>	<u>\$ 1,949,826</u>	<u>\$ 2,645,002</u>

**Village of River Forest, Illinois**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>General Fund</b>				
Nonspendable	\$ 4,388,467	\$ 2,724,622	\$ 2,322,885	\$ 2,154,326
Restricted	658,859	645,458	640,667	635,838
Committed	-	-	-	-
Unassigned	<u>5,365,868</u>	<u>6,931,525</u>	<u>6,398,258</u>	<u>6,093,311</u>
Total General Fund	<u>10,413,194</u>	<u>10,301,605</u>	<u>9,361,810</u>	<u>8,883,475</u>
<b>All Other Governmental Funds</b>				
Nonspendable	-	-	-	-
Restricted	1,563,344	1,545,435	2,881,759	3,274,550
Committed	5,219,874	5,207,405	5,019,992	4,820,145
Unassigned	<u>(137,059)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>6,646,159</u>	<u>6,752,840</u>	<u>7,901,751</u>	<u>8,094,695</u>
Total governmental funds	<u>\$ 17,059,353</u>	<u>\$ 17,054,445</u>	<u>\$ 17,263,561</u>	<u>\$ 16,978,170</u>
<b>Governmental Fund Balances</b>				
<b>Over (Under) Prior Year</b>	<u>\$ 4,908</u>	<u>\$ (209,116)</u>	<u>\$ 285,391</u>	<u>\$ 1,580,667</u>

*Notes:*

(a) The Village declared a surplus of tax incremental finance (TIF) area revenues and in 2010 and 2011 returned \$4,113,409 and \$3,266,966, respectively, to the State and to the County for redistribution to all taxing entities that serve the

The governmental fund balances for the TIF Funds have been reduced to zero due to the TIF District closing effective December 31, 2010. The balance remaining in the TIF funds was transferred to the TIF Economic Development Fund.

<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
\$ 1,983,424	\$ 1,643,742	\$ 1,301,792	\$ 1,287,689	\$ 837,499	\$ 685,725
611,678	535,032	535,032	535,032	535,032	535,032
-	570,699	516,516	462,828	409,627	399,932
<u>5,590,013</u>	<u>4,713,973</u>	<u>3,730,135</u>	<u>3,150,642</u>	<u>2,893,157</u>	<u>645,676</u>
<u>8,185,115</u>	<u>7,463,446</u>	<u>6,083,475</u>	<u>5,436,191</u>	<u>4,675,315</u>	<u>2,266,365</u>
3,943	4,876	-	6,662	5,032	2,896
3,232,219	3,192,144	3,270,398	3,830,428	6,669,028	10,558,304
3,976,226	2,531,521	2,298,756	1,691,305	1,398,063	1,936,559
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>7,212,388</u>	<u>5,728,541</u>	<u>5,569,154</u>	<u>5,528,395</u>	<u>8,072,123</u>	<u>12,497,759</u>
<u>\$ 15,397,503</u>	<u>\$ 13,191,987</u>	<u>\$ 11,652,629</u>	<u>\$ 10,964,586</u>	<u>\$ 12,747,438</u>	<u>\$ 14,764,124</u>
<u>\$ 2,205,516</u>	<u>\$ 1,539,358</u>	<u>\$ 688,043</u>	<u>\$ (1,782,852)</u>	<u>\$ (2,016,686)</u>	<u>\$ (704,751)</u>
			(a)	(a)	

**Village of River Forest, Illinois**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Revenues</b>				
Local taxes				
Property taxes	\$ 6,577,618	\$ 6,547,365	\$ 6,396,586	\$ 6,288,974
Utility taxes	603,770	614,522	559,018	657,968
Non home rule sales tax	855,825	824,652	885,574	871,224
Communications taxes	281,834	309,679	342,467	357,535
Other taxes	297,059	288,390	338,067	337,637
Intergovernmental	3,359,706	3,882,732	3,616,562	3,522,727
Licenses and permits	1,210,292	1,762,852	1,117,850	1,089,895
Grants	319,776	685,808	285,767	338,260
Charges for services	1,725,899	1,742,021	1,702,203	1,663,283
Fines and forfeits	1,117,505	1,167,732	1,190,019	1,148,451
Interest	145,163	114,035	87,975	(18,815)
Miscellaneous	494,308	604,151	268,703	319,459
Total revenues	<u>16,988,755</u>	<u>18,543,939</u>	<u>16,790,791</u>	<u>16,576,598</u>
<b>Expenditures</b>				
Current				
General government	2,305,128	2,366,230	2,300,895	2,172,163
Development	1,093,609	1,773,443	361,116	387,869
Public safety	9,588,668	9,364,470	9,173,978	8,882,699
Public works	1,520,869	1,609,706	1,414,672	1,552,587
Highways and streets	267,320	348,758	513,450	195,174
Sanitation	1,109,146	1,081,483	1,032,181	947,658
Miscellaneous	-	-	-	-
Debt service				
Principal payments	242,820	239,480	205,000	200,000
Interest and fees	14,333	8,302	12,253	19,683
Capital outlay	1,463,175	1,989,448	1,528,687	741,820
Total expenditures	<u>17,605,068</u>	<u>18,781,320</u>	<u>16,542,232</u>	<u>15,099,653</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(616,313)</u>	<u>(237,381)</u>	<u>248,559</u>	<u>1,476,945</u>
<b>Other Financing Sources (Uses)</b>				
Bond proceeds	500,000	-	382,300	-
Sale of capital assets	121,221	28,265	36,832	103,722
Transfers in	416,033	464,457	461,547	465,423
Transfers out	(416,033)	(464,457)	(843,847)	(465,423)
Total other financing sources (uses)	<u>621,221</u>	<u>28,265</u>	<u>36,832</u>	<u>103,722</u>
<b>Net Change in Fund Balance</b>	<u>\$ 4,908</u>	<u>\$ (209,116)</u>	<u>\$ 285,391</u>	<u>\$ 1,580,667</u>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<u>1.6%</u>	<u>1.5%</u>	<u>1.4%</u>	<u>1.5%</u>

Note:

(a) In Fiscal Year 2011, only the second installment of 2009 property taxes was received in the TIF pledged taxes fund. The TIF District was closed effective December 31, 2010.

2014	2013	2012	2011	2010	2009
\$ 6,252,288	\$ 6,043,549	\$ 6,066,344 (a)	\$ 7,113,400	\$11,076,944	\$ 9,439,952
703,108	638,421	633,425	671,741	621,328	713,256
819,156	784,724	582,803	-	-	-
354,715	430,716	458,241	465,157	510,374	516,635
358,573	318,271	62,334	55,782	69,967	68,327
3,234,779	3,276,568	3,581,164	3,700,048	3,473,125	4,048,018
1,039,249	908,504	993,956	406,691	817,869	729,008
999,002	358,134	326,316	409,434	366,036	399,941
1,608,188	1,462,982	1,430,222	1,476,155	1,408,020	1,086,744
1,042,346	361,125	274,396	282,653	255,951	228,375
48,246	55,366	55,080	111,638	284,278	57,292
648,909	621,140	346,787	811,582	798,479	114,817
<u>17,108,559</u>	<u>15,259,500</u>	<u>14,811,068</u>	<u>15,504,281</u>	<u>19,682,371</u>	<u>17,402,365</u>
2,016,560	2,246,443	2,020,871	1,873,360	1,717,393	1,808,789
305,332	428,951	381,135	4,123,278	5,317,329	1,820,015
8,681,795	7,455,368	7,990,189	8,154,593	7,425,037	7,058,708
1,526,684	1,788,908	1,398,745	1,297,184	1,192,097	1,598,558
257,991	513,744	518,007	477,823	269,891	585,216
948,835	873,032	845,444	817,146	826,640	887,122
-	-	-	-	-	31,207
195,000	190,000	185,000	180,000	3,140,000	4,575,000
26,322	31,776	37,001	41,671	173,774	255,258
952,074	236,050	774,434	1,598,590	661,676	522,243
<u>14,910,593</u>	<u>13,764,272</u>	<u>14,150,826</u>	<u>18,563,645</u>	<u>20,723,747</u>	<u>19,142,116</u>
<u>2,197,966</u>	<u>1,495,228</u>	<u>660,242</u>	<u>(3,059,364)</u>	<u>(1,041,376)</u>	<u>(1,739,751)</u>
-	-	-	-	-	1,035,000
7,550	44,130	27,801	21,582	7,387	-
1,051,857	338,088	888,347	4,543,412	4,053,662	3,615,216
(1,051,857)	(338,088)	(888,347)	(4,543,412)	(4,053,662)	(3,615,216)
<u>7,550</u>	<u>44,130</u>	<u>27,801</u>	<u>21,582</u>	<u>7,387</u>	<u>1,035,000</u>
<u>\$ 2,205,516</u>	<u>\$ 1,539,358</u>	<u>\$ 688,043</u>	<u>\$(3,037,782)</u>	<u>\$(1,033,989)</u>	<u>\$ (704,751)</u>
<u>1.6%</u>	<u>1.7%</u>	<u>1.7%</u>	<u>1.3%</u>	<u>16.6%</u>	<u>25.9%</u>



## **Revenue Capacity**

**Village of River Forest, Illinois**  
**Equalized Assessed Value of Taxable Property**  
**Last Ten Levy Years**

Tax Levy Year	Residential		Commercial		Industrial/Railroad		Total Assessed Value
	Amount	% of Total Assessed Value	Amount	% of Total Assessed Value	Amount	% of Total Assessed Value	
2017	\$ -	-	\$ -	-	\$ -	-	\$ -
2016	-	-	-	-	-	-	-
2015	-	-	-	-	-	-	-
2014	162,447,990	89.6%	18,530,942	10.2%	430,763	0.2%	181,409,695
2013	-	-	-	-	-	-	-
2012	170,256,632	90.2%	17,159,151	9.1%	1,296,420	0.7%	188,712,203
2011	-	-	-	-	-	-	-
2010	192,112,346	90.0%	20,321,761	9.5%	980,904	0.5%	213,415,011
2009	-	-	-	-	-	-	190,300,845
2008	231,060,928	91.5%	21,234,090	8.4%	254,274	0.1%	252,549,292

*Notes:*

Property in the Village is reassessed by the County every three years.

Refer to the Property Tax Rates - Direct and Overlapping Governments schedule for additional property tax rate information.

Equalized Assessed Value - The State of Illinois calculates an equalization factor each year to bring the assessed value of property to 1/3.

The equalization factor is calculated by the State Department of Revenue and is used to make the aggregate assessments in each county equal to 33 1/3 of the estimated fair value of real property located within the county prior to any applicable exemptions.

Data Source

Cook County Clerk's Office – [www.cookcountyclerk.com/tsd/taxagencyreports](http://www.cookcountyclerk.com/tsd/taxagencyreports)

<b>Village Property Tax Rate</b>	<b>Equalization Factor</b>	<b>Total Equalized Assessed Value</b>	<b>Total Estimated Value of Property (in thousands)</b>
1.154%	2.9627	\$ 586,302,873	\$ 1,758,909
1.357%	2.8032	485,584,510	1,456,754
1.389%	2.6685	470,348,398	1,411,045
1.319%	2.7253	488,390,939	1,465,173
1.286%	2.6621	493,186,293	1,479,559
1.175%	2.8056	529,450,956	1,588,353
1.051%	2.9706	573,104,464	1,719,313
0.840%	3.3000	704,269,535	2,112,809
0.820%	3.3701	641,332,879	1,923,999
0.880%	2.9786	596,926,880	1,790,781

**Village of River Forest, Illinois**  
**Property Tax Rates – Direct and Overlapping Governments**  
**(Per \$100 Assessed Valuation)**  
**Last Ten Levy Years**

<b>Tax Levy Year</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>Calendar Year Collected</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Corporate	1.109	1.304	1.334	1.272	1.239
Debt Service	0.045	0.054	0.055	0.047	0.047
<b>Village of River Forest</b>	<b>1.154</b>	<b>1.358</b>	<b>1.389</b>	<b>1.319</b>	<b>1.286</b>
School Districts	7.131	8.403	8.643	7.539	7.559
Cook County	0.496	0.533	0.552	0.568	0.560
Park District	0.276	0.324	0.331	0.316	0.307
Water Reclamation	0.402	0.406	0.426	0.430	0.417
Public Library	0.214	0.252	0.258	0.246	0.239
Township	0.103	0.121	0.124	0.119	0.115
Other (1)	0.108	0.080	0.120	0.085	0.116
	<u>9.884</u>	<u>11.477</u>	<u>11.843</u>	<u>10.622</u>	<u>10.599</u>

*Note:*

(1) “Other” includes Consolidated Elections, Cook County Forest Preserve and Des Plaines Valley Mosquito Abatement District.

Data Source

Cook County Clerk’s Office

<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
1.131	1.010	0.807	0.784	0.841
0.044	0.041	0.033	0.036	0.039
<b>1.175</b>	<b>1.051</b>	<b>0.840</b>	<b>0.820</b>	<b>0.880</b>
7.467	6.960	5.665	5.502	5.843
0.531	0.462	0.423	0.394	0.415
0.279	0.249	0.209	0.255	0.317
0.370	0.320	0.274	0.261	0.252
0.218	0.195	0.155	0.151	0.161
0.104	0.093	0.075	0.078	0.084
0.078	0.097	0.062	0.081	0.063
<b>10.222</b>	<b>9.427</b>	<b>7.703</b>	<b>7.542</b>	<b>8.015</b>

**Village of River Forest, Illinois**  
**Property Tax Levies and Collections**  
**Last Ten Tax Levy Years**

Tax Levy Year	Total Tax Levy for Fiscal Year	Collected Within the Fiscal Year of the Levy		Collected in Subsequent Years	Total Collected to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2017	\$ 6,765,935	\$ 3,498,129	51.7%	\$ -	\$ 3,498,129	51.7%
2016	<sup>1</sup> 6,589,043	3,399,652	51.6%	3,141,812	6,541,464	99.3%
2015	6,533,103	3,181,100	48.7%	3,147,713	6,328,813	96.9%
2014	6,437,341	3,138,844	48.8%	2,974,784	6,113,628	95.0%
2013	6,342,376	3,134,928	49.4%	3,135,310	6,270,238	98.9%
2012	6,217,568	3,005,217	48.3%	3,177,127	6,182,344	99.4%
2011	6,019,618	2,985,849	49.6%	2,974,970	5,960,819	99.0%
2010	5,909,284	2,823,501	47.8%	3,019,102	5,857,395	99.1%
2009	5,254,680	2,659,991	50.6%	2,536,447	5,196,438	98.9%
2008	5,249,682	2,299,507	43.8%	2,867,645	5,167,152	98.4%

<sup>1</sup> This tax levy is still in collection. The balance of the 2017 tax levy will be distributed to the Village in the summer of 2018. The amount shown as collected reflects an estimate, distributed by the County in the spring of 2018.

*Note:*

The amounts included in this schedule are taxes levied for the funding of corporate purposes, debt service, fire pension and police pension. They exclude the amounts levied for the Library, and the incremental tax funding for the TIF area.

Data Source

Cook County Clerk's Office – [taxreports.cookcountyclerk.com](http://taxreports.cookcountyclerk.com)

**Village of River Forest, Illinois**  
**Taxable Sales by Category**  
**Last Ten Calendar Years**

<b>Calendar Year</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Food	\$ 92,767,909	\$ 84,845,182	\$ 93,384,672	\$ 86,839,850
Drinking and eating places	11,013,142	10,597,413	11,622,400	11,284,119
Apparel	11,997,302	12,826,731	12,403,517	12,012,716
Furniture, household and radio	1,013,051	892,375	1,192,015	1,005,940
Lumber, building and hardware	1,172,422	1,229,841	1,203,379	1,120,171
Automotive filling stations	6,322,258	6,680,016	5,876,933	7,432,655
Drugs and other retail	53,233,514	52,652,468	52,713,770	58,375,494
Agriculture and extractive	5,660,204	5,410,059	6,532,535	4,447,353
Manufacturers	84,496	57,032	90,695	122,363
General merchandise	-	-	-	-
<b>Total</b>	<b>\$ 183,264,298</b>	<b>\$ 175,191,117</b>	<b>\$ 185,019,916</b>	<b>\$ 182,640,661</b>
Village statutory allocated sales tax rate	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>

*Notes:*

Sales tax information for the calendar year 2017 is the most current available.

The State of Illinois imposes a sales tax on a seller's receipts from sales of tangible property for use or consumption. Tangible personal property does not include real estate, stocks, bonds or other "paper" assets representing an interest. The categories listed above are determined by the State of Illinois. The 1% tax is a revenue that the State shares with the Village.

Data Source

Illinois Department of Revenue – [www.revenue.state.il.us](http://www.revenue.state.il.us)

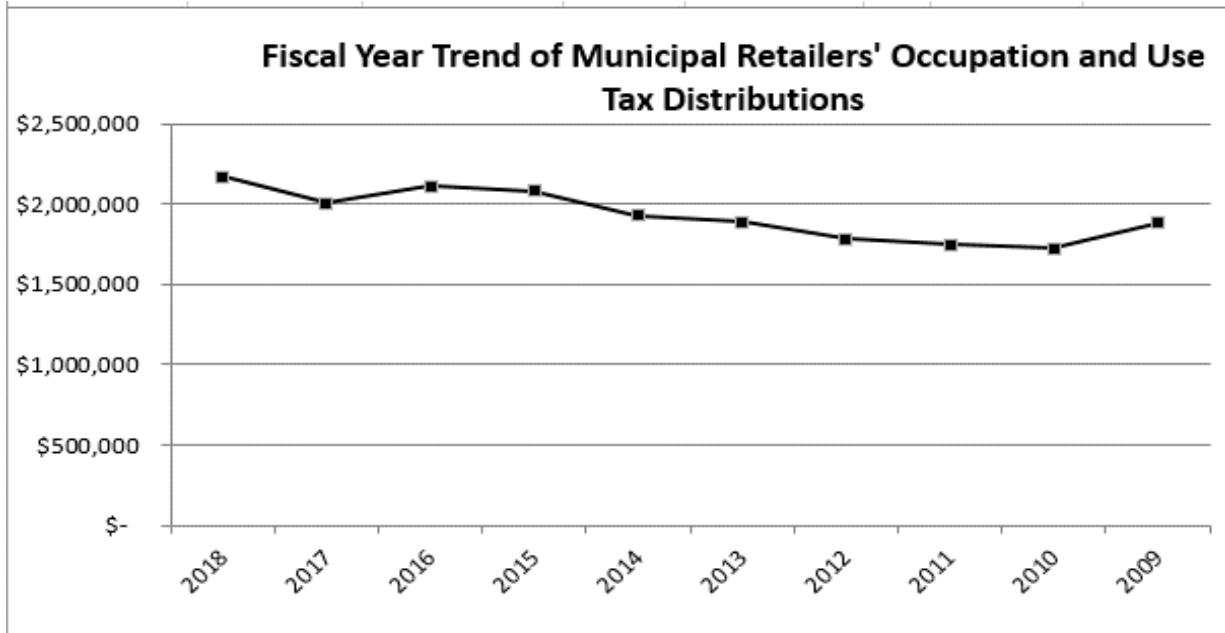
<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
\$ 83,090,364	\$ 82,384,987	\$ 82,079,398	\$ 83,020,444	\$ 85,966,358	\$ 94,027,986
11,091,040	10,503,313	10,010,672	9,930,377	9,077,434	9,349,870
11,440,630	8,420,227	6,791,374	5,763,602	6,539,962	9,416,078
647,607	1,455,272	1,074,876	1,678,393	3,457,753	5,790,508
1,446,699	1,376,899	1,606,111	-	-	2,632,304
6,871,057	6,313,330	6,836,592	6,102,603	4,926,783	6,257,395
55,937,317	52,612,341	46,106,080	39,548,571	40,523,397	41,624,866
3,610,013	3,637,839	5,545,906	8,196,057	6,734,564	8,332,554
128,734	497,559	-	1,176,461	1,194,018	-
9,152	35,374	-	-	-	-
<u><u>\$ 174,272,613</u></u>	<u><u>\$ 167,237,141</u></u>	<u><u>\$ 160,051,009</u></u>	<u><u>\$ 155,416,508</u></u>	<u><u>\$ 158,420,269</u></u>	<u><u>\$ 177,431,561</u></u>
<u><u>1.00%</u></u>	<u><u>1.00%</u></u>	<u><u>1.00%</u></u>	<u><u>1.00%</u></u>	<u><u>1.00%</u></u>	<u><u>1.00%</u></u>



**Village of River Forest, Illinois**  
**Municipal Retailers' Occupation and Use Tax Distributions**  
**Last Ten Fiscal Years**

Fiscal Year	State Sales and Use Tax Distributions	Annual Change	
		Amount	Percentage
2018	\$ 2,168,045	\$ 164,181	8.19%
2017	2,003,864	(109,473)	(5.18)%
2016	2,113,337	29,354	1.41%
2015	2,083,983	156,122	8.10%
2014	1,927,861	41,845	2.22%
2013	1,886,016	105,962	5.95%
2012	1,780,054	35,688	2.05%
2011	1,744,366	19,422	1.13%
2010	1,724,944	(155,618)	(8.28)%
2009	1,880,562	(110,995)	(5.57)%

*Note:*  
Includes Village sales tax receipts allocated to the Pledged Taxes Fund.



**Village of River Forest, Illinois**  
**Top Ten Principal Property Taxpayers**  
**2017 Levy Year and Nine Years Ago**

Taxpayer	Type of Business	2017 Levy Year (1)		2008 Levy Year	
		Equalized Assessed Valuation	Percentage of Total Assessed Valuation	Equalized Assessed Valuation	Percentage of Total Assessed Valuation
River Forest Town Center One	Retail Center	\$ 11,084,954	1.9%	15,372,986	2.6%
Mac Neal (formerly Vanguard Health Systems)	Medical Center	7,768,558	1.3%	8,418,878	1.4%
River Forest Town Center Two	Retail Center	6,370,119	1.1%	8,502,801	1.4%
Albertson's (Jewel)	Grocery Store	4,023,036	0.7%	6,887,482	1.2%
Kirk Eye Center	Vision Care Center	-	0.0%	1,540,627	0.3%
Thomas Tax & Acct 2007	Retail Store	-	0.0%	1,484,326	0.2%
Individual	Mixed Use	-	0.0%	1,811,975	0.3%
Ell Bay (Fresenius)	Medical Center	1,530,258	0.3%	-	0.0%
Co HAS (Loyola)	Medical Center	1,460,487	0.2%	-	0.0%
Mid America Asset Mgmt (Fresh Thyme)	Grocery Store	1,385,554	0.2%	-	0.0%
Corus Bank		-	0.0%	1,026,006	0.2%
Keystone Montessori	School	874,068	0.1%	-	0.0%
River Forest Tennis Club	Recreation	852,641	0.1%	1,002,272	0.2%
Chicago Title Land Trust	Retail Center	841,493	0.1%	1,197,951	0.2%
Edward Hines Lumber	Retail Center	-	0.0%	879,652	0.1%
Totals		<u>\$ 36,191,168</u>	<u>6.2%</u>	<u>48,124,956</u>	<u>8.1%</u>
Total Village of River Forest Equalized Assessed Value:		\$ 586,302,873		596,296,880	

*Notes:*

<sup>1</sup> The State of Illinois establishes a lien on property for the levy at the beginning of the calendar year. The taxing entities adopt their levies at the end of December of the same calendar year. The taxes levies are for collections in the following calendar year. Therefore, the Village's Fiscal Year 2018 relied on the property collections in the summer of 2017, which are from the 2016 tax levy year, as well as the distribution provided in the spring of 2018 which was an estimate based on the prior year's tax levy.

Data Source

Office of County Clerk

## **Debt Capacity**

**Village of River Forest, Illinois**  
**Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities	Business-Type Activities		Total Outstanding Debt of Primary Government	Total Outstanding Debt as a Percentage of Personal Income	Total Outstanding Debt per Capita*
	General Obligation Bonds	General Obligation Bonds	Loans			
2018	\$ 500,000	\$ 170,000	\$ 13,609,319	\$ 14,279,319	1.9%	\$ 1,278
2017	242,820	335,000	14,265,398	14,843,218	2.0%	1,329
2016	482,300	495,000	14,849,781	15,827,081	2.3%	1,417
2015	305,000	650,000	586,882	1,541,882	0.2%	138
2014	505,000	800,000	-	1,305,000	0.2%	117
2013	700,000	945,000	-	1,645,000	0.2%	147
2012	890,000	1,085,000	-	1,975,000	0.3%	177
2011	1,075,000	1,220,000	-	2,295,000	0.5%	224
2010	1,255,000	1,355,000	-	2,610,000	0.5%	224
2009	4,395,000	1,355,000	-	5,750,000	1.0%	494

*Notes:*

Details of the Village's outstanding debt may be found in the Notes to the Financial Statements.

\*Refer to the Schedule of Demographic and Economic Statistics for personal income and population data.

Data Source

Village Records  
U.S. Department of Commerce, Bureau of Census, 1990 and 2000 Census

**Village of River Forest, Illinois**  
**Ratio of Net General Obligation Bonded Debt to**  
**Equalized Assessed Value and Net General Obligation**  
**Bonded Debt Per Capital**  
**Last Ten Fiscal Years**

<u>Tax Levy Year</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Population <sup>(1)</sup>	11,172	11,172	11,172	11,172
Equalized assessed value - EAV	<sup>(2)</sup> <u>\$ 586,302,873</u>	<u>\$ 485,584,510</u>	<u>\$ 470,348,398</u>	<u>\$ 488,390,939</u>
General obligation debt				
Gross general obligation bonded debt	670,000	577,820	977,300	955,000
Less debt payable from TIF revenues	-	-	-	-
Less fund balance available in debt service fund	<u>197,378</u>	<u>185,655</u>	<u>172,810</u>	<u>149,078</u>
Net general obligation bonded debt	<sup>(3)</sup> <u>472,622</u>	<u>392,165</u>	<u>804,490</u>	<u>805,922</u>
Ratio of net general obligation bonded debt to assessed value	0.081%	0.081%	0.171%	0.165%
Ratio of net general obligation bonded debt per capita	42.3	35.1	72.0	72.1

Data Source

- (1) U.S. Department of Commerce, Bureau of Census
- (2) Office of the County Clerk
- (3) Tax Supported Debt Only, per Village Records

<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
11,172	11,172	11,172	11,172	11,635	11,635
<u>\$ 493,186,293</u>	<u>\$ 529,450,956</u>	<u>\$ 573,104,464</u>	<u>\$ 704,269,535</u>	<u>\$ 641,332,879</u>	<u>\$ 596,926,880</u>
1,305,000	1,645,000	1,975,000	2,295,000	2,610,000	5,750,000
-	-	-	-	-	2,965
<u>149,491</u>	<u>135,993</u>	<u>116,417</u>	<u>57,289</u>	<u>338,894</u>	<u>548,336</u>
<u>1,155,509</u>	<u>1,509,007</u>	<u>1,858,583</u>	<u>2,237,711</u>	<u>2,271,106</u>	<u>5,204,629</u>
0.234%	0.285%	0.324%	0.318%	0.354%	0.872%
103.4	135.1	166.4	200.3	195.2	447.3

**Village of River Forest, Illinois**  
**Computation of Direct and Overlapping Bonded Debt**  
**Fiscal Year Ended April 30, 2018**

Jurisdiction	Net General Obligation Bonded Debt Outstanding	Percentage Applicable to Village (1)	Amount Applicable to Village
Direct debt			
Village of River Forest	\$ 500,000	100.00%	\$ 500,000
Overlapping Debt			
Schools			
School District Number 90	7,035,000	100.00%	7,035,000
Others			
Cook County	3,085,186,750	0.35%	11,993,694
Cook County Forest Preserve District	151,010,000	0.35%	587,053
Metropolitan Water Reclamation District	2,640,610,186	0.36%	10,464,623
River Forest Park District	134,185	100.00%	134,185
Total others	5,876,941,121		23,179,555
Total schools and others overlapping bonded debt	5,883,976,121		30,214,555
Total	\$ 5,884,476,121		\$ 30,714,555

*Note:*

(1) Percentages are based on the percent of the property's 2017 equalized assessed value as compared to the Village total.

Data Source

Cook County Clerk – <http://cookcountyil.gov>  
 General Obligation Debt Outstanding as of April 30, 2018

**Village of River Forest, Illinois**  
**Legal Debt Margin**  
**Fiscal Year Ended April 30, 2018**

Assessed valuation - tax levy year 2017	\$ 586,302,873
Legal debt limit - 8.625% of assessed valuation	\$ 50,568,623
Amount of debt applicable to debt limit	500,000
Legal debt margin	\$ 50,068,623

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."



## **Demographic and Economic Information**

## Village of River Forest, Illinois Demographic and Economic Statistics Last Ten Fiscal Years

The following table shows the ten-year trend in population, personal income and per capita income for the Village, as well as average annual unemployment rates for the Village and the State of Illinois.

Fiscal Year	Population	Estimated Total Personal Income of Population (1)	Per Capita Personal Income (1)	Unemployment Rate	
				Village of River Forest	State of Illinois (2)
2018	11,172	\$ 749,138,460	\$ 67,055	2.8%	3.6%
2017	11,172	749,138,460	67,055	3.5%	4.4%
2016	11,172	684,932,976	64,856	5.1%	6.0%
2015	11,172	684,932,976	64,856	5.1%	6.0%
2014	11,172	684,932,976	64,856	5.1%	7.9%
2013	11,172	684,932,976	66,028	5.1%	9.2%
2012	11,172	684,932,976	61,308	5.1%	8.8%
2011	11,172	684,932,976	61,308	5.1%	9.5%
2010	11,172	684,932,976	61,308	5.1%	10.9%
2009	11,635	571,429,755	49,113	5.1%	9.5%

*Notes:*

- (1) The U.S. Department of Commerce, Bureau of Census defines personal income as a measure of income received from all sources by residents of the Village during a calendar year.
- (2) Illinois Department of Employment Security.

Data Source

Bureau of Census  
Illinois Department of Employment Security

## Village of River Forest, Illinois Median Family Income

According to the 2010 U.S. Census, the Village had a median family income of \$156,835. In comparison, the 2010 median family income was \$65,039 for Cook County and \$68,236 for the State of Illinois. The following table represents the distribution of family income for the Village, Cook County and the State of Illinois at the time of the 2010 U. S. Census.

### Median Family\* Income

Income	The Village		Cook County		State of Illinois	
	Number of Families	Percent of Families	Number of Families	Percent of Families	Number of Families	Percent of Families
Less than \$10,000	180	4.6%	63,241	5.3%	131,841	4.2%
\$ 10,000 to \$ 14,999	10	0.3%	39,634	3.3%	86,610	2.7%
\$ 15,000 to \$ 24,999	186	4.8%	100,077	8.4%	224,421	7.1%
\$ 25,000 to \$ 34,999	220	5.6%	105,831	8.8%	260,262	8.3%
\$ 35,000 to \$ 49,999	194	5.0%	147,041	12.3%	389,862	12.4%
\$ 50,000 to \$ 74,999	530	13.6%	213,790	17.9%	606,737	19.2%
\$ 75,000 to \$ 99,999	426	10.9%	166,870	13.9%	486,151	15.4%
\$100,000 to \$149,999	565	14.5%	192,184	16.1%	547,784	17.4%
\$150,000 to \$199,999	441	11.3%	78,924	6.6%	212,016	6.7%
\$200,000 or more	1,156	29.6%	89,204	7.5%	207,841	6.6%
	<u>\$ 3,908</u>		<u>\$ 1,196,796</u>		<u>\$ 3,153,525</u>	

\*The U.S. Department of Commerce, Bureau of Census defines a family as a group of two or more people (one of whom is the householder) related by birth, marriage or adoption and residing together. All such people (including related subfamily members) are considered as members of one family.

### Data Source

U.S. Department of Commerce, Bureau of Census, 2010 Census

# Village of River Forest, Illinois

## Housing

### HOUSING

The 2010 U.S. Census reported that the median value of a Village owner-occupied home was \$618,200. This 2010 median value for an owner-occupied home compares with \$265,800 for Cook County and \$202,500 for the State of Illinois. The 2010 market values for specified owner-occupied units for the Village, Cook County and the State of Illinois are as follows:

#### SPECIFIED OWNER-OCCUPIED UNITS

Value	The Village		Cook County		State of Illinois	
	Number of Units	Percent of Units	Number of Units	Percent of Units	Number of Units	Percent of Units
Less than \$50,000	12	0.3%	32,251	2.8%	218,208	6.7%
\$50,000 to \$99,999	43	1.2%	58,161	5.0%	451,967	13.8%
\$100,000 to \$149,999	140	3.9%	115,458	10.0%	464,158	14.2%
\$150,000 to \$199,999	325	9.0%	181,081	15.7%	518,957	15.8%
\$200,000 to \$299,999	423	11.8%	310,631	26.9%	725,004	22.1%
\$300,000 to \$499,999	485	13.5%	303,331	26.2%	613,486	18.7%
\$500,000 to \$999,999	1,537	42.7%	125,991	10.9%	234,600	7.2%
\$1,000,000 or more	632	17.6%	29,748	2.6%	53,191	1.6%
	<u>3,597</u>		<u>1,156,652</u>		<u>3,279,571</u>	

### Data Source

U.S. Department of Commerce, Bureau of Census, 2010 Census

**Village of River Forest, Illinois**  
**Principal Village Employers**  
**Current Fiscal Year and Nine Years Ago**

Employer	Product/Service	Fiscal Year 2018			Fiscal Year 2009		
		Rank	Approximate Employment	Percent of Total Village Population	Rank	Approximate Employment	Percent of Total Village Population
Concordia University	Education	1	1,650	14.77%	1	820	7.05%
Dominican University	Education	2	1,166	10.44%	2	355	3.05%
Jewel/Osco Grocery Store	Grocery Store	3	325	2.91%	3	300	2.58%
Elementary School Dist 90	Education	4	195	1.75%	4	184	1.58%
Whole Foods	Grocery Store	5	190	1.70%	5	170	1.46%
Village of River Forest	Government	6	82	0.73%	6	104	0.89%
West Suburban (River Forest locations)	Health Care	7	80	0.72%	7	93	0.80%
Fresh Thyme	Grocery Store	8	75	0.67%			
Cook County Forest Preserve	Government	9	75	0.67%	8	67	0.58%
Panera Bread	Restaurant	10	50	0.45%			
Dominick's Finer Foods	Grocery Store				9	50	0.43%
River Forest Community Center	Community Ctr				10	27	0.23%
			3,888	34.80%		2,170	18.65%
Total Population, per 2000 and 2010 census				11,172		11,635	

*Notes:*

Estimated figure includes all full-time and part-time employees.  
Number of employees as of April 30, 2018.

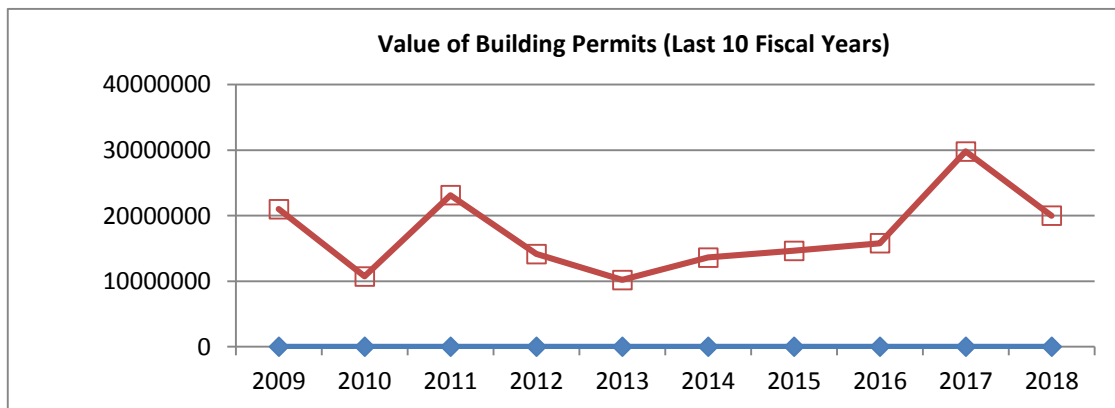
Data Source

Village Records  
Employer Inquiries

## Village of River Forest, Illinois

### Construction Value of Building Permits and Property Value Last Ten Fiscal Years

Fiscal Year	Number of Permits issued	Value of Building Permits
2018	171	\$ 19,996,973
2017	210	29,807,464
2016	203	15,792,768
2015	219	14,634,612
2014	158	13,607,856
2013	190	10,200,076
2012	208	14,154,139
2011	210	23,127,993
2010	185	10,734,585
2009	196	20,998,543



Data Source

Village Records

## **Operating Information**

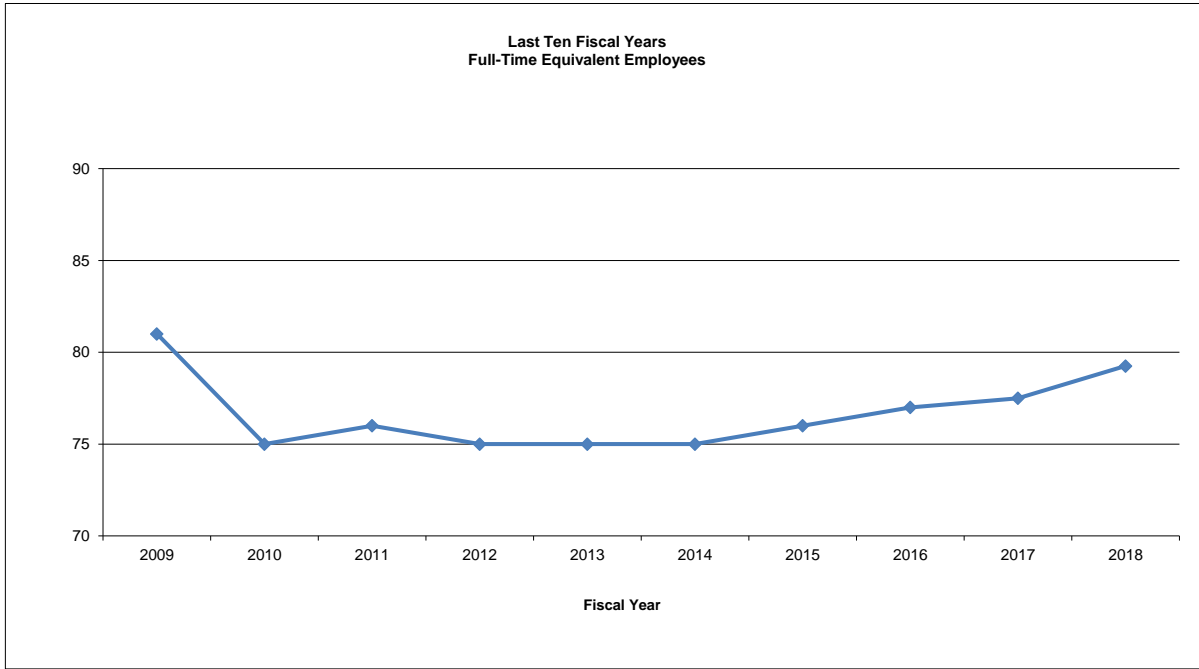
# Village of River Forest, Illinois

## Full-Time Equivalent Employees

### Last Ten Fiscal Years

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<b>General Government</b>										
Administration	3.50	2.50	2.50	2.50	2.50	2.50	2.50	3.00	2.00	3.00
Finance	4.00	3.75	3.50	3.50	3.50	3.50	3.00	3.00	3.00	3.00
Building and Development	3.75	3.75	3.50	3.00	3.00	3.00	3.50	-	-	-
<b>Total General Government</b>	<b>11.25</b>	<b>10.00</b>	<b>9.50</b>	<b>9.00</b>	<b>9.00</b>	<b>9.00</b>	<b>9.00</b>	<b>6.00</b>	<b>5.00</b>	<b>6.00</b>
<b>Public Safety</b>										
<b>Police</b>										
Sworn	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	31.00
Non-Sworn	3.00	3.00	3.00	3.00	2.00	2.00	2.00	3.00	3.00	3.00
<b>Fire</b>										
Sworn	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00
Sworn	0.50	-	-	-	-	-	-	-	-	-
<b>Total Public Safety</b>	<b>53.50</b>	<b>53.00</b>	<b>53.00</b>	<b>53.00</b>	<b>52.00</b>	<b>52.00</b>	<b>52.00</b>	<b>53.00</b>	<b>53.00</b>	<b>56.00</b>
<b>Highway and Streets</b>										
Public Works	14.50	14.50	14.50	14.00	14.00	14.00	14.00	17.00	17.00	19.00
<b>Total Highway and Streets</b>							14.00	17.00	17.00	19.00
<b>Total Village</b>	<b>79.25</b>	<b>77.50</b>	<b>77.00</b>	<b>76.00</b>	<b>75.00</b>	<b>75.00</b>	<b>75.00</b>	<b>76.00</b>	<b>75.00</b>	<b>81.00</b>

In Fiscal Year 2012, the Building and Development Division was created. Employees were transferred from the Public Works Department.





**Village of River Forest, Illinois**  
**Capital Assets Statistics**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
General Government					
Village Hall	1	1	1	1	1
Public Safety					
Police					
Police station	1	1	1	1	1
Patrol areas	3	3	3	3	3
Patrol units	18	18	17	17	17
Fire					
Fire station	1	1	1	1	1
Fire engines	3	3	3	3	2
Ambulances	2	2	2	2	2
Public Works					
Highway and Streets					
Streets (miles)	31.60	31.60	31.60	31.60	31.60
Streetlights	1,998	1,998	1,998	1,998	1,998
Intersections with Traffic signals	15	15	15	15	15
Waterworks					
Water mains (miles)	40.00	40.00	40.00	40.00	40.00
Fire hydrants	440	440	440	440	440
Storage capacity (1,000 gallons)	3,000	3,000	3,000	3,000	3,000
Sewerage					
Sanitary sewers (miles)	33.13	33.13	33.13	33.13	33.13
Pumping capacity (1,000 gallons)	3,700	3,700	3,700	3,700	3,700
Storm sewers (miles) <sup>1</sup>	3.37	3.37	3.37	0.19	0.19

*Note:*

<sup>1</sup> Except for the section referenced in this table, storm sewers in the Village are owned and serviced by the Metropolitan Water Reclamation District, a legally separate entity from the Village.

Data Source

Various Village Departments

<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
1	1	1	1	1
1	1	1	1	1
3	3	3	3	3
17	17	17	17	17
1	1	1	1	1
2	2	2	2	2
2	2	2	2	2
31.60	31.60	31.60	31.60	31.60
1,998	1,998	1,998	1,998	1,998
15	15	15	15	15
40.00	40.00	40.00	40.00	40.00
440	440	440	440	440
3,000	3,000	3,000	3,000	3,000
33.13	33.13	33.13	33.13	33.13
3,700	3,700	3,700	3,700	3,700
0.19	0.19	0.19	0.19	0.19

**Village of River Forest, Illinois**  
**Operating Indicators**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>Fiscal Year Ended April 30</b>				
	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
<b>Public Safety</b>					
Police					
Total arrests	752	710	760	688	812
Calls for service	26,312	26,317	N/A	9,747	9,762
Traffic tickets	2,240	2,533	2,962	3,411	3,557
Traffic accidents	570	541	588	573	514
<b>Fire</b>					
Ambulance calls	1,156	1,192	1,302	1,106	1,069
Fire/other calls	956	807	824	871	862
<b>Public Works</b>					
Streets					
Street reconstruction (in ft.)	-	-	-	-	-
Street resurfacing (in ft.)	7,580	2,678	6,460	3,030	3,300
Leaves collected (tons)	1,560	1,631	1,801	1,380	1,903
Full salting operations (tons)	650	11	625	314	950
Trees trimmed	2,819	1,965	406	763	700
Water/Sewer					
Water main repairs	13	4	5	14	15
Average daily pumpage (mgd)	1.25	1.21	1.13	1.27	1.39
Sewer mains cleaned (in ft.)	37,294	33,543	32,034	21,049	25,914

\* Beginning in Fiscal Year 2017, the new Police dispatch system reports all events, rather than only events resulting in police reports.

Data Source

Village Records

**Fiscal Year Ended April 30**

<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
794	844	839	638	694
9,906	11,025	11,297	12,917	13,645
3,162	3,284	3,897	2,864	2,948
494	456			
1,005	888	868	868	832
856	946	988	932	992
-	-	669	2,520	3,082
13,998	11,417	5,893	7,209	4,909
1,677	1,676	1,637	1,947	1,751
804	436	1,000	932	1,047
750	1,341	1,745		
7	8	12	9	1
1.45	2.00	2.00	2.00	2.00
11,088	40,945	30,149	13,518	91,990

**Village of River Forest, Illinois**  
**Water Fund Statistics**  
**Fiscal Year Ended April 30, 2018**

Water Fund statistics are as follows

Number of metered customers	3,186
Cubic feet of water pumped into system (in hundreds)	610,186
Cubic feet of water billed (in hundreds)	503,363

Data Source

Village Records

**Village of River Forest, Illinois**  
**Surety Bonds of Principal Officials**  
**April 30, 2018**

<u>Principal Official</u>	<u>Amount of Surety Bond</u>
Village President	\$ 3,000
Village Clerk	3,000
Finance Director/Treasurer	50,000

Data Source

Village Insurance Coverage Documents