

# VILLAGE OF SOUTH CHICAGO HEIGHTS, ILLINOIS

## ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
DECEMBER 31, 2014

**Village Of South Chicago Heights, Illinois  
Annual Financial Report  
For The Fiscal Year Ended December 31, 2014**

**Prepared by:**

**John F. Dolasinski  
Finance Director /  
Treasurer**

# Village of South Chicago Heights, Illinois

Annual Financial Report  
December 31, 2014

## Table of Contents

	Page
Independent Auditor's Report.....	1
Management's Discussion and Analysis .....	3
<b>Basic Financial Statements</b>	
Government-wide Financial Statements:	
Statement of Net Position .....	14
Statement of Activities .....	15
Fund Financial Statements:	
Balance Sheet - Governmental Funds .....	17
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds .....	19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	21
Statement of Fund Net Position - Proprietary Funds.....	22
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds .....	23
Statement of Cash Flows - Proprietary Funds.....	24
Statement of Fiduciary Net Position .....	25
Statement of Changes in Fiduciary Net Position.....	26
Notes to the Financial Statements .....	27
<b>Required Supplementary Information</b>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: General Fund .....	55
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Non-home Rule Sales Taxes Special Revenue Fund .....	86
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Tax Increment Financing Special Revenue Fund .....	87
Schedule of Funding Progress (GASB 25) - Illinois Municipal Retirement Fund.....	88
Schedule of Employer Contributions (GASB 25) - Illinois Municipal Retirement Fund.....	88

# Village of South Chicago Heights, Illinois

Annual Financial Report  
December 31, 2014

## Table of Contents (continued)

	Page
<b>Required Supplementary Information (continued)</b>	
Schedule of Funding Progress (GASB 25) - Police Pension Fund .....	89
Schedule of Employer Contributions (GASB 25) - Police Pension Fund .....	89
Schedule of Employer Contributions (GASB 67) – Police Pension Fund .....	90
Schedule of Investment Returns (GASB 67) – Police Pension Fund .....	90
Schedule of Changes in the Employer's Net Pension Liability (GASB 67) - Police Pension Fund .....	91
Schedule of Funding Progress (GASB 25) - Firefighters Pension Fund.....	92
Schedule of Employer Contributions (GASB 25) - Firefighters Pension Fund.....	92
Schedule of Employer Contributions (GASB 67) – Firefighters Pension Fund.....	93
Schedule of Investment Returns (GASB 67) – Firefighters Pension Fund .....	93
Schedule of Changes in the Employer's Net Pension Liability (GASB 67) - Firefighters Pension Fund .....	94
Schedule of Funding Progress – Retiree Health Insurance Plan .....	95
Schedule of Employer Contributions – Retiree Health Insurance Plan .....	95
<b>Other Supplementary Information</b>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Debt Service Fund .....	96
Combining Balance Sheet - Nonmajor Governmental Funds.....	97
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds.....	99
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Motor Fuel Tax Special Revenue Fund .....	101
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: E-911 Services Special Revenue Fund .....	103
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Community Development Block Grant Special Revenue Fund .....	104
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Capital Project Fund .....	105

**Village of South Chicago Heights, Illinois**

Annual Financial Report  
December 31, 2014

**Table of Contents (continued)**

	<b>Page</b>
<b>Other Supplementary Information (continued)</b>	
Schedule of Revenues, Expenses, and Changes in Fund Net Position - Budget and Actual: Water Enterprise Fund .....	106
Schedule of Revenues, Expenses, and Changes in Fund Net Position - Budget and Actual: Sewer Enterprise Fund .....	110
Schedule of Revenues, Expenses, and Changes in Fund Net Position - Budget and Actual: Property Management Fund .....	112
Combining Schedule of Fiduciary Net Position.....	114
Combining Schedule of Changes in Fiduciary Net Position.....	115
Schedules of Long-term Debt Requirements.....	116



## INDEPENDENT AUDITORS' REPORT

August 20, 2015

The Honorable Village President  
Members of the Board of Trustees  
Village of South Chicago Heights, 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 South Chicago Heights, Illinois, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

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

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

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of South Chicago Heights, Illinois, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of South Chicago Heights, Illinois', financial statements as a whole. The other supplemental schedules are presented for purposes of additional analysis and are not a required part of the financial statements.

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

*Lauterbach + Amen LLP*  
LAUTERBACH & AMEN, LLP

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

As management of the Village of South Chicago Heights, we offer readers of the financial statements this narrative overview and analysis of the financial activities of the Village of South Chicago Heights for the fiscal year ended December 31, 2014. We encourage readers to consider the information presented here in conjunction with the basic and supplementary financial information provided in this report.

### **Financial Highlights**

The assets of the Village of South Chicago Heights exceeded its liabilities at the close of the most recent fiscal year by \$8,973,876 (net position). Of this amount, \$1,279,445 (unrestricted net position) may be used to meet the Village's ongoing obligations to citizens and creditors.

The Village's total net position increased by \$776,362 in fiscal year 2014. Purchases and improvements of capital assets, along with the retirement of debt associated with them increased the net investment in capital assets by \$710,593. Restricted net position increased by \$320,482 and unrestricted net position decreased \$254,713. The increase in net position from governmental activities was \$617,160 more than the prior fiscal year and increase in net position from business-type activities was \$2,812 less than the prior fiscal year.

As of the close of the current fiscal year the Village's governmental funds reported combined ending fund balances of \$3,059,257, an increase of \$332,675 in comparison with the prior year. Of this total amount, \$594,468 is available for spending at the Village's discretion (unassigned fund balance).

At the end of the current fiscal year, unassigned fund balance for the General Fund was \$604,454, or 14.8% of annualized total General Fund expenditures. The General Fund posted a net increase of \$247,106 from operations and a total change in fund balance of \$38,761 after transfers to and from other funds.

The Village's total debt decreased by \$700,991 (24.5%) during the current fiscal year. One installment note and two capital leases were retired, and no new debt issued.

### **Overview of the Financial Statements**

This discussion and analysis are intended to serve as an introduction to the Village of South Chicago Heights' basic financial statements. The Village's basic financial statements are comprised of three components: 1) governmental-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements** - The governmental-wide financial statements are designed to provide readers with a broad overview of the Village of South Chicago Heights' finances, in a manner similar to a private sector business.

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

The Statement of Activities presents information showing how the Village's net position changed during the 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 only 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 of the Village include general government, public safety, highways and street and culture and recreation. The business-type activities of the Village include water and sewer operations.

The government-wide financial statements can be found on pages 14-16 of this 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. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental funds* - are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village of South Chicago Heights 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 Fund, Non-home Rule Sales Taxes Fund, Debt Service Fund, and Tax Increment Financing Fund, all of which are considered to be major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements

elsewhere in this report.

The Village adopts an annual appropriations ordinance for its governmental funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate compliance with this ordinance.

The basic governmental fund financial statements can be found on pages 17-21 of this report.

*Proprietary funds* - used by the Village are of the enterprise type. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water operation, sewer operation and rental of property held for future use.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Fund, Sewer Fund and Property Management Fund, which are considered to be major funds of the Village.

The basic proprietary fund financial statements can be found on pages 22-24 of this report.

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

The basic fiduciary fund financial statements can be found on pages 25-26 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 governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 27-54 of this report.

**Other information** - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 55-95 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 96-116 of this report.

### **Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of South Chicago Heights, assets exceeded liabilities by \$8,976,376 at the close of the most recent fiscal year.

The largest portion of the Village of South Chicago Heights's net position (55%) reflects its investment in capital assets (land, buildings, infrastructure and equipment), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the Village's investments 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 South Chicago Heights Net Position

	Governmental activities		Business-type activities		Total	
	12/31/2014	12/31/2013	12/31/2014	12/31/2013	12/31/2014	12/31/2013
Current assets	\$ 6,628,136	\$ 6,171,681	\$ 261,437	\$ 406,097	\$ 6,889,573	\$ 6,577,778
Capital assets	2,996,298	2,868,457	4,107,234	4,225,546	7,103,532	7,094,003
Total assets	<u>\$ 9,624,434</u>	<u>\$ 9,040,138</u>	<u>\$ 4,368,671</u>	<u>\$ 4,631,643</u>	<u>\$ 13,993,105</u>	<u>\$ 13,671,781</u>
Current liabilities	\$ 1,337,726	\$ 1,722,970	\$ 1,079,667	\$ 996,591	\$ 2,417,393	\$ 2,719,561
Long-term liabilities	1,223,768	832,801	1,378,068	1,921,905	2,601,836	2,754,706
Total liabilities	<u>\$ 2,561,494</u>	<u>\$ 2,555,771</u>	<u>\$ 2,457,735</u>	<u>\$ 2,918,496</u>	<u>\$ 5,019,229</u>	<u>\$ 5,474,267</u>
Net position						
Invested in capital assets						
net of related debt	\$ 2,847,928	\$ 2,560,412	\$ 2,091,220	\$ 1,668,143	\$ 4,939,148	\$ 4,228,555
Restricted	2,755,283	2,434,801	-	-	2,755,283	2,434,801
Unrestricted	1,459,729	1,489,154	(180,284)	45,004	1,279,445	1,534,158
Total net position	<u>\$ 7,062,940</u>	<u>\$ 6,484,367</u>	<u>\$ 1,910,936</u>	<u>\$ 1,713,147</u>	<u>\$ 8,973,876</u>	<u>\$ 8,197,514</u>

The next largest portion of the Village's net position (31%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (14%) may be used to meet the Village's ongoing obligations to citizens and creditors.

At the end of the current fiscal year the Village is able to report positive balances in all three categories of net position for the government as a whole.

The Village's net position increased by \$776,362 during the current fiscal year. Operating results for governmental activities turned around significantly from the prior year's below break-even result in equal parts from increases in tax collections and from capital grants and contributions for road projects. Net asset of the business-type activities increased in an amount very similar to the prior year as the continued pay-off of long-term debt positively affected the balance of the investment in capital assets net of related debt. Despite the notable increase in net position, the overall cash and investment position of the Village increased only 3% from the prior fiscal year end. This is consistent with expectations since much of the net position increase resulted from the reduction of capital-related debt and from capital contributions.

#### Governmental activities

Governmental activities increased the Village's net position by \$578,573 in the current year. Compared to last fiscal year revenues increased 16.9% and expenses increased 4.1%.

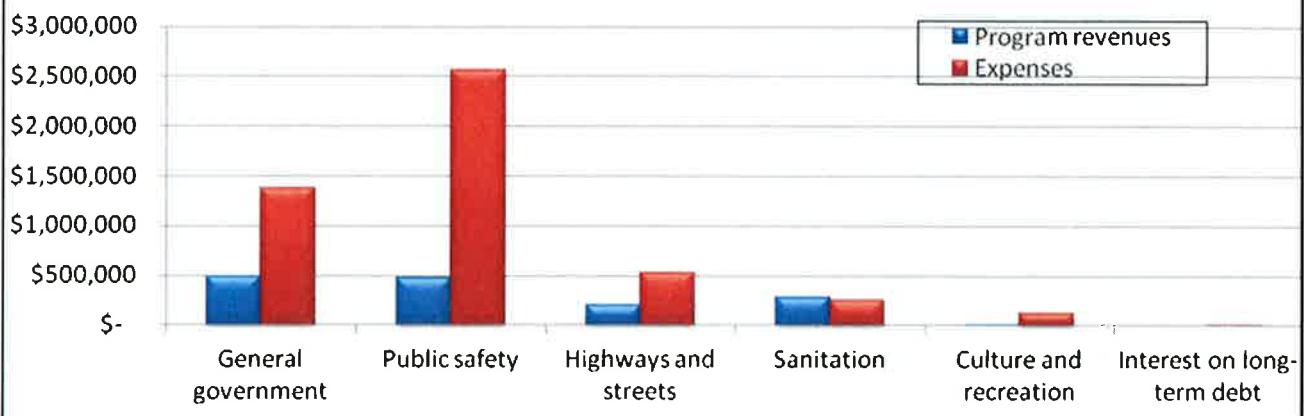
Although overall property tax revenue increased 22.7% during the year, it resulted from an increase in receivables and not in cash flow. Due to the weak real estate market in the South Suburbs collection rates for the 2010 through 2013 tax levy years have fallen from the historic range of 98% - 100% to the 89% - 95% range for corporate levies. This trend is even more negative in the Village's TIF areas where declining market values and property owner disinvestment has dropped collection rates below 90%. The Village continues to levy the maximum amount allowed under State tax caps, but new growth in assessed value has been near zero for several years. On the positive side, the receivable amount from prior year levies has stabilized and taxes are now received earlier in the year due to efficiencies enacted by the Village's collection agent, Cook County.

### Village of South Chicago Heights Changes in Net Position

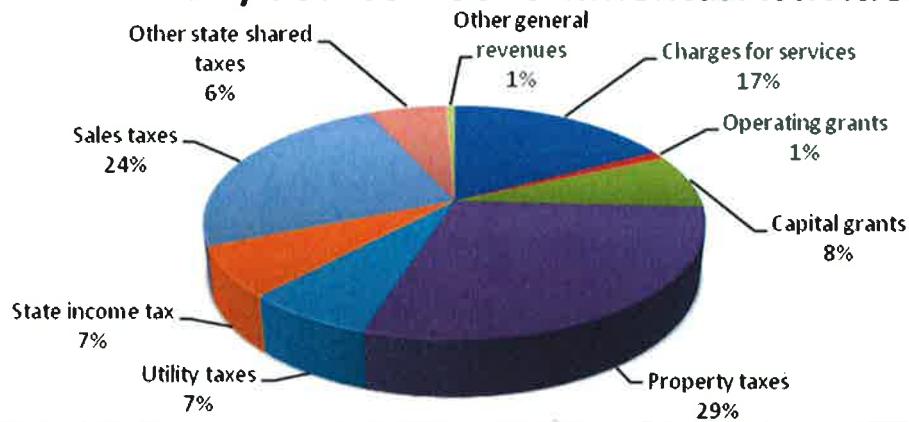
	Governmental activities		Business-type activities		Total	
	12/31/2014	12/31/2013	12/31/2014	12/31/2013	12/31/2014	12/31/2013
<b>Revenues:</b>						
Program revenues						
Charges for services	\$ 965,078	\$ 1,048,213	\$ 1,087,430	\$ 1,102,049	\$ 2,052,508	\$ 2,150,262
Operating grants & contributions	63,208	25,953	-	-	63,208	25,953
Capital grants & contributions	419,725	(22,939)	-	-	419,725	(22,939)
General revenues						
Property taxes	1,643,000	1,339,096	483,351	447,208	2,126,351	1,786,304
State shared taxes	2,106,272	2,023,241	-	-	2,106,272	2,023,241
Other taxes	395,064	361,904	-	-	395,064	361,904
Other revenues	40,803	43,394	-	12,500	40,803	55,894
<b>Total revenues</b>	<b>\$ 5,633,150</b>	<b>\$ 4,818,862</b>	<b>\$ 1,570,781</b>	<b>\$ 1,561,757</b>	<b>\$ 7,203,931</b>	<b>\$ 6,380,619</b>
<b>Expenses:</b>						
General government	\$ 1,406,990	\$ 1,288,890	\$ -	\$ -	\$ 1,406,990	\$ 1,288,890
Public safety	2,625,129	2,570,663	-	-	2,625,129	2,570,663
Highways & streets	527,261	512,753	-	-	527,261	512,753
Sanitation	250,838	236,538	-	-	250,838	236,538
Culture & recreation	124,600	128,118	-	-	124,600	128,118
Interest on long-term debt	13,459	15,487	-	-	13,459	15,487
Water system	-	-	1,269,501	1,252,493	1,269,501	1,252,493
Sewer system	-	-	109,182	85,409	109,182	85,409
Property management	-	-	100,609	128,254	100,609	128,254
<b>Total expenses</b>	<b>\$ 4,948,277</b>	<b>\$ 4,752,449</b>	<b>\$ 1,479,292</b>	<b>\$ 1,466,156</b>	<b>\$ 6,427,569</b>	<b>\$ 6,218,605</b>
<b>Transfers</b>	<b>\$ (106,300)</b>	<b>\$ (105,000)</b>	<b>\$ 106,300</b>	<b>\$ 105,000</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Increase (decrease) in net position</b>	<b>\$ 578,573</b>	<b>\$ (38,587)</b>	<b>\$ 197,789</b>	<b>\$ 200,601</b>	<b>\$ 776,362</b>	<b>\$ 162,014</b>
<b>Net position, January 1</b>	<b>\$ 6,484,367</b>	<b>\$ 6,522,954</b>	<b>\$ 1,713,147</b>	<b>\$ 1,512,546</b>	<b>\$ 8,197,514</b>	<b>\$ 8,035,500</b>
<b>Net position, December 31</b>	<b>\$ 7,062,940</b>	<b>\$ 6,484,367</b>	<b>\$ 1,910,936</b>	<b>\$ 1,713,147</b>	<b>\$ 8,973,876</b>	<b>\$ 8,197,514</b>

State shared taxes accounted for a significant portion of the Village's change in revenue, particularly sales and income taxes. Total sales taxes increased 7.8% and income taxes decreased 9.3% while all other intergovernmental sources (use, motor fuel telecommunications and personal property replacement taxes) increased 7.5% from the prior year. The largest percentage increase has come from the State video gaming tax which rose 237% from the prior fiscal year; while we expect this revenue to flatten over time it has been a welcome supplement to the Village's intergovernmental sources. Tax distributions from the State of Illinois remained at three months in arrears at the end of 2014.

## Program Revenues and Expenses - Governmental Activities

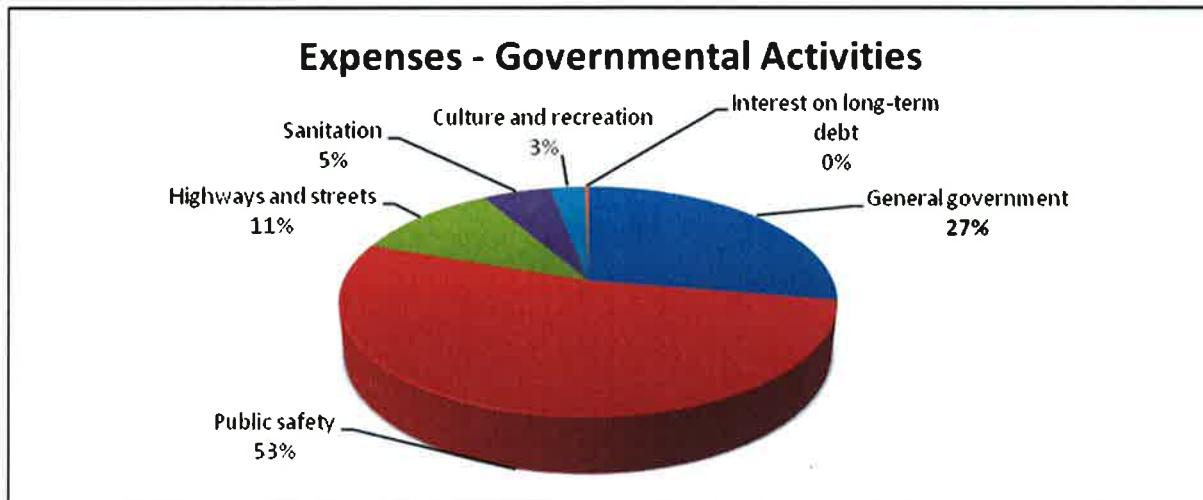


## Revenues by Source - Governmental Activities



The Village continues to apply for grants from the Community Development Block Grant program administered by Cook County. In 2014 the Village was approved for a \$160,000 CDBG grant after being passed over the previous year, however the revenue will not be received until 2015. In addition, the Village continues to apply for and receive State and local grants for various public safety enforcement programs with a total of \$43,983 earned in 2014.

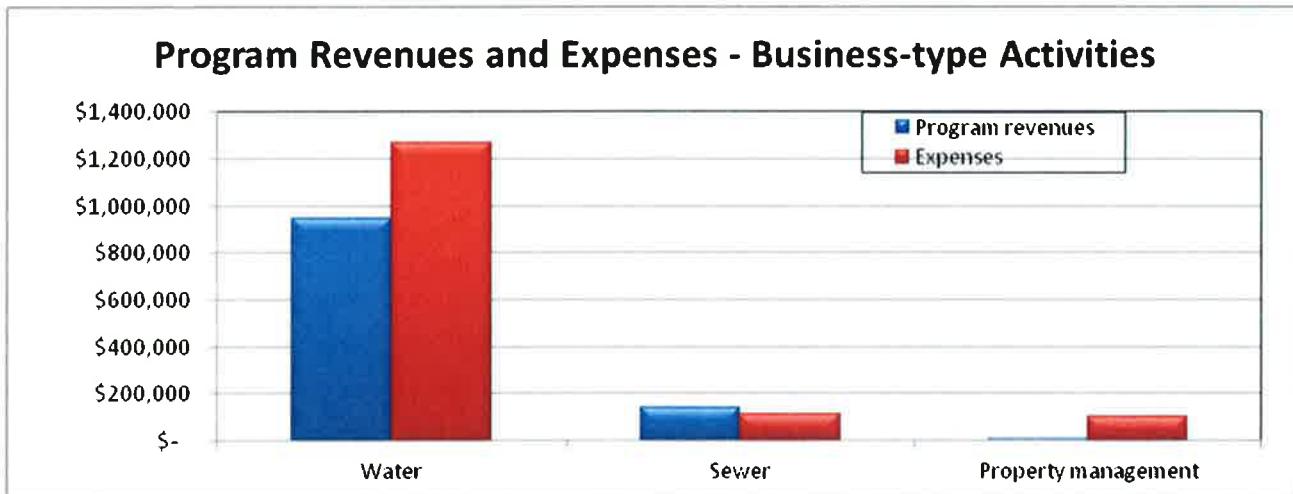
Overall charges for services decreased 7.9%, with the greatest negative change in fine and forfeiture revenue generated by public safety operations (-61.0%). Positive changes were also seen in ambulance fees, up 5.3% and garbage fees, up 18.4%. Current year rental income increased 18.3% as the Village added a second telecom antenna ground lease which are supplemented by amortized revenue from the lump sum sale of a site lease through 2076.



Overall expenses increased 3.9% from the last fiscal year with a 8.8% increase in general government services leading the way. While recreation program expenses decreased 2.4% public safety services increased 1.9%, highways & streets services increased 2.8%, and sanitation services increased 6.0%.

#### **Business-type activities**

Business-type activities increased the Village's net position by \$197,789, with positive results (exclusive of depreciation) in both the Water and Sewer funds. Customer charges for water and sewer continue to be adjusted annually in order to ensure the activities remain self-supporting. Rental income in the Property Management Fund is insufficient to cover all of its start-up costs so it will require support from the TIF Fund until its outstanding debt is retired in fiscal year 2015.



#### **Financial Analysis of the Government's Funds**

As noted earlier, the Village of South Chicago Heights uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental funds* - 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 of the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$3,059,257, an increase of \$332,675 in comparison with the prior year. Of this total amount \$2,029,868 is restricted for capital projects and/or tax relief, \$390,859 is restricted for improvements within the Village's TIF area, \$878 is restricted for State approved street projects, \$7,815 is restricted for debt service, and \$11,118 is non-spendable; the remainder constitutes unassigned fund balance.

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$604,454. As a measure of the General Fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unassigned fund balance represents 14.8% of total annualized General Fund expenditures.

The fund balance of the Village's General Fund increased by \$38,761 during the current fiscal year including a non-recurring \$50,000 transfer from the Non-home Rule Sales Taxes Fund. Actual expenditures were \$542,552 less than what was budgeted and revenues were \$191,108 more than estimated. Revenues have finally recovered to the level of four years ago prior to the recent recession, however this has enabled the Village to merely stay level with inflationary increases in expenditures, leaving little opportunity for improvements to existing service levels.

The Non-home Rule Sales Taxes Fund accounts for revenues from the Village's specially implemented 1% non-home rule sales tax. Revenues are being accumulated in this fund to finance, via transfers, capital projects in other funds. For the year, fund balance increased \$425,163 and total accumulated fund balance of \$2,039,468 is designated for future projects. Based on the trend of the past few years, the revenue estimate for this fund was lowered in 2014, and actual results substantially exceeded the estimate.

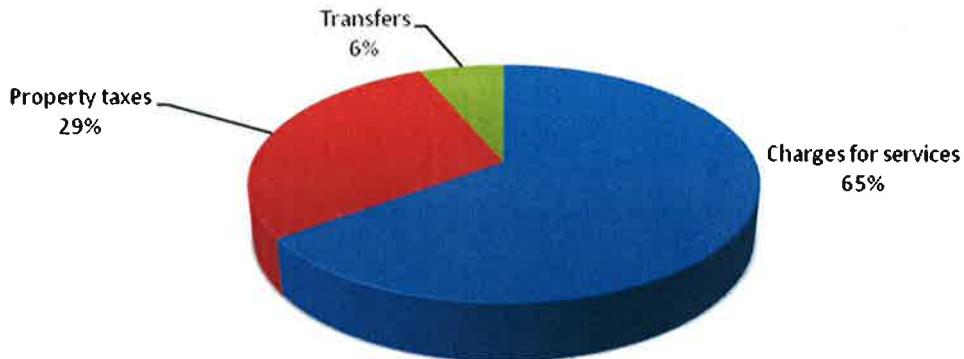
The Debt Service Fund accounts for most of the Village's long-term notes. Fund balance remained at an accumulated total of \$7,815 at fiscal year end. Since the Village's bonded debt is now accounted for in the Water Fund, fund balance has been purposely reduced to a minimal level.

The fund balance of the Tax Increment Financing Fund decreased by \$45,530 during the current fiscal year and actual expenditures were \$75,848 less than the original budget because some planned land acquisitions were deferred and lower increment revenue resulted in a lower sharing payment to partner/developers. TIF increment revenue rebounded \$30,326 from last year's steep decline, prompting hopes that the decline in assessed values of properties in Area #1 have stabilized. Areas #2 and #3 have not yet produced any increment and the Village plans to terminate them early with the intent of re-establishing them with new bases at their current, lower assessment level values.

*Proprietary funds* - The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net position of the Water Fund at the end of the current fiscal year amounted to \$125,074, with \$438,677 of this amount being the Village's net investment in capital assets of the water system. The total increase in net position was \$152,252 and actual expenses were \$380,069 less than what was budgeted.

### Revenues by Source - Business-type Activities



Net position of the Sewer Fund at the end of the current fiscal year amounted to \$1,511,419 with \$1,174,198 of this amount being the Village's net investment in capital assets of the sewer system. The total increase in net position was \$36,296 and actual expenses were \$290,954 less than what was budgeted.

### Expenses - Business-type Activities



Net position of the Property Management Fund amounted to \$274,443 with \$478,345 of this amount being the Village's net investment in capital assets. The total increase in net position was \$9,241 entirely attributable to a cash transfer from the Tax Increment Financing Fund. Continuing annual subsidies to this fund are expected in the near-term until the held properties are further developed as part of the planned Metra commuter rail expansion.

### General Fund Budgetary Highlights

The Village made no supplemental appropriation and one transfer of appropriations during the fiscal year. Overall actual expenditures were \$542,552 less than budgeted, however \$3,930 of the originally budgeted contingency account was transferred to the Debt Service Fund to cover higher than anticipated capital lease costs and \$46,000 was transferred from the Senior Center Maintenance budget to the Building Maintenance budget for unanticipated water damage repairs at the Village Hall.

## Capital Asset and Debt Administration

**Capital assets** - The Village of South Chicago Heights's net investment in capital assets for its governmental and business-type activities as of December 31, 2014, amounts to \$7,103,532. This investment in capital assets includes land, buildings, improvements, systems, machinery and equipment, park facilities, streets and bridges. The total increase in the Village's investment in capital assets for the current fiscal year was \$477,081. Depreciation of these assets reduced the total amount by \$467,552 (\$257,381 for governmental activities and \$210,171 for business-type activities).

### Village of South Chicago Heights Capital Assets

(net of accumulated depreciation)

	Governmental activities		Business-type activities		Total	
	12/31/2014	12/31/2013	12/31/2014	12/31/2013	12/31/2014	12/31/2013
Land	\$ 513,274	\$ 513,274	\$ 291,500	\$ 291,500	\$ 804,774	\$ 804,774
Buildings	1,053,532	1,102,361	399,124	425,754	1,452,656	1,528,115
Equipment	41,469	45,705	48,823	55,066	90,292	100,771
Vehicles	93,407	115,152	6,579	20,436	99,986	135,588
Street infrastructure	1,294,616	1,091,965	-	-	1,294,616	1,091,965
Sewer system	-	-	1,124,878	1,093,631	1,124,878	1,093,631
Water system	-	-	2,236,330	2,339,159	2,236,330	2,339,159
Total	<u>\$ 2,996,298</u>	<u>\$ 2,868,457</u>	<u>\$ 4,107,234</u>	<u>\$ 4,225,546</u>	<u>\$ 7,103,532</u>	<u>\$ 7,094,003</u>

Additional information on the Village's capital assets can be found in the notes to the financial statements of this report.

**Long-term debt** - At the end of the current fiscal year, the Village of South Chicago Heights had total outstanding bonded debt of \$1,830,281, along with long-term notes payable of \$323,507 and capital lease obligations of \$10,600. These amounts are comprised of debt backed by the full faith and credit of the Village.

The Village's total long-term debt decreased by \$700,991 (24.5%) during the current fiscal year, and no new debt was issued.

### Village of South Chicago Heights Outstanding Debt

	Governmental activities		Business-type activities		Total	
	12/31/2014	12/31/2013	12/31/2014	12/31/2013	12/31/2014	12/31/2013
General obligation bonds	\$ -	\$ -	\$ 1,830,281	\$ 2,214,712	\$ 1,830,281	\$ 2,214,712
Long-term notes payable	137,774	276,718	185,733	327,574	323,507	604,292
Capital lease obligations	10,600	31,327	-	15,048	10,600	46,375
Total	<u>\$ 148,374</u>	<u>\$ 308,045</u>	<u>\$ 2,016,014</u>	<u>\$ 2,557,334</u>	<u>\$ 2,164,388</u>	<u>\$ 2,865,379</u>

State statutes limit the amount of general obligation debt a governmental entity may issue to 8.625% of its total equalized assessed valuation. The current debt limitation for the Village of South Chicago Heights is \$5,585,400, which is significantly in excess of the Village's

outstanding general obligation debt.

Additional information on the Village's long-term debt can be found in the notes to the financial statements of this report.

## **Economic Factors and Next Year's Budgets and Rates**

Despite the positive economic trends reported in the national media, economic growth in South Chicago Heights and all of South Cook County remains painfully slow. While business activity seems to have halted its downward trend of the recent recession, a full recovery has not yet materialized. Within the Village's retail core, the stores with national or large regional recognition continue to provide the Village with a stable sales tax base, however the large number of vacancies within the Village's main business corridors are evidence that small, local owners are not as secure. Privately-funded capital improvements within the business district are still being made, but again only by the strongest property owners. In addition, the Cook County Assessor's office recently changed its assessment method and as a result assessed values within the Village's tax increment financing areas have fallen appreciably leading to significantly lower tax increment generated for redevelopment. Housing prices remain weak but stable, and foreclosures continue to be rare.

Two major capital projects are anticipated to dominate management's efforts and the overall Village budget for 2015. In 2014 voters approved, by referendum, the sale of general obligation bonds for the purpose of constructing a new public safety facility. While the primary goal is to replace the police station, the Village is considering the option to include a new fire station in a combined facility. Certainty of this possibility will not be known until contractor bids are submitted and evaluated. In addition the Village will implement a water meter replacement program in 2015 to not only replace all existing meter but also to upgrade it meter reading system to a wireless remote read. After completion of the project, the Village anticipates the system will generate more accurate readings, in less time and with less manpower. The more accurate readings are also expected to bring increased revenue through the reduction of functional losses in the system.

Water rates will increase in 2015 through both an increase in user rates and implementation of a new meter fee which will help to offset the cost of the meter replacement program. Sewer rates are also scheduled for an incremental increase as this revenue source keeps up with the cost of living. As a non-home rule government, the Village has little control over its property tax rates, so the 2015 budget include only a minimal tax increase to the extent allowed under the State cap,

## **Requests for Information**

This financial report is designed to provide a general overview of the Village of South Chicago Heights's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village of South Chicago Heights Finance Director, 3317 Chicago Road, South Chicago Heights, Illinois 60412.

## **BASIC FINANCIAL STATEMENTS**

**Village of South Chicago Heights, Illinois**

**Statement of Net Position**

December 31, 2014

(The Notes to the Financial Statements are an integral part of this statement)

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total Primary Government</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 2,356,707	\$ 63,645	\$ 2,420,352
Investments	593,352	-	593,352
Receivables (net of allowance for uncollectibles)	2,955,083	867,839	3,822,922
Internal balances	697,225	(697,225)	-
Inventories	7,534	27,178	34,712
Prepaid items	18,235	-	18,235
<b>Total current assets</b>	<b>\$ 6,628,136</b>	<b>\$ 261,437</b>	<b>\$ 6,889,573</b>
<b>Noncurrent assets</b>			
Capital assets (net of accumulated depreciation)			
Land	\$ 513,274	\$ 291,500	\$ 804,774
Buildings and system	981,575	3,760,332	4,741,907
Improvements other than buildings	71,957	-	71,957
Machinery and equipment	134,876	55,402	190,278
Infrastructure	1,294,616	-	1,294,616
<b>Total noncurrent assets</b>	<b>\$ 2,996,298</b>	<b>\$ 4,107,234</b>	<b>\$ 7,103,532</b>
<b>Total assets</b>	<b>\$ 9,624,434</b>	<b>\$ 4,368,671</b>	<b>\$ 13,993,105</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Accounts payable and other current liabilities	\$ 525,803	\$ 430,594	\$ 956,397
Accrued interest payable	102	354	456
Unearned revenue	761,422	-	761,422
Current portion on long term liabilities			
Notes Payable	20,693	149,566	170,259
Bonds Payable	-	495,000	495,000
Compensated Absences	29,706	4,153	33,859
<b>Total current liabilities</b>	<b>\$ 1,337,726</b>	<b>\$ 1,079,667</b>	<b>\$ 2,417,393</b>
<b>Noncurrent liabilities:</b>			
Notes Payable	\$ 127,677	\$ 36,167	\$ 163,844
Bonds Payable	-	1,335,281	1,335,281
Net Pension Obligation	37,711	-	37,711
Net OPEB Obligation	1,003,499	-	1,003,499
Compensated Absences	54,881	6,620	61,501
<b>Total noncurrent liabilities</b>	<b>\$ 1,223,768</b>	<b>\$ 1,378,068</b>	<b>\$ 2,601,836</b>
<b>Total liabilities</b>	<b>\$ 2,561,494</b>	<b>\$ 2,457,735</b>	<b>\$ 5,019,229</b>
<b>Net Position</b>			
Net Investment in capital assets	\$ 2,847,928	\$ 2,091,220	\$ 4,939,148
Restricted for:			
Economic development	707,122	-	707,122
Highways & streets	878	-	878
Debt service	7,815	-	7,815
Capital projects / tax relief	2,039,468	-	2,039,468
Unrestricted	1,459,729	(180,284)	1,279,445
<b>Total net position</b>	<b>\$ 7,062,940</b>	<b>\$ 1,910,936</b>	<b>\$ 8,973,876</b>

**Village of South Chicago Heights, Illinois**

**Statement of Activities**

For the Year Ended December 31, 2014

(The Notes to the Financial Statements are an integral part of this statement)

Functions / Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 1,406,990	\$ 266,602	\$ 4,705	\$ -
Public safety	2,625,129	412,667	56,545	3,000
Highways and streets	527,261	2,706	1,958	416,725
Sanitation	250,838	279,089	-	-
Culture and recreation	124,600	4,014	-	-
Interest on long-term debt	13,459	-	-	-
Total governmental activities	<u>\$ 4,948,277</u>	<u>\$ 965,078</u>	<u>\$ 63,208</u>	<u>\$ 419,725</u>
Business-type activities:				
Water	\$ 1,269,501	\$ 945,417	\$ -	\$ -
Sewer	109,182	138,463	-	-
Property Management	100,609	3,550	-	-
Total business-type activities	<u>\$ 1,479,292</u>	<u>\$ 1,087,430</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total primary government</b>	<b><u>\$ 6,427,569</u></b>	<b><u>\$ 2,052,508</u></b>	<b><u>\$ 63,208</u></b>	<b><u>\$ 419,725</u></b>

**General revenues:**

Property taxes  
 Utility taxes  
 State income tax  
 Sales taxes  
 Motor fuel tax  
 Other state shared taxes  
 Unrestricted investment earnings  
 Other general revenues  
 Gain on sale of capital assets

**Transfers**

**Total general revenues and transfers**

Change in net position

Net position, January 1, as restated

**Net position, December 31**

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

<b>Primary Government</b>			
<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	
\$ (1,135,683)	\$ -	\$ (1,135,683)	
(2,152,917)	-	(2,152,917)	
(105,872)	-	(105,872)	
28,251	-	28,251	
(120,586)	-	(120,586)	
(13,459)	-	(13,459)	
<b>\$ (3,500,266)</b>	<b>\$ -</b>	<b>\$ (3,500,266)</b>	
 \$ -	 \$ (324,084)	 \$ (324,084)	
 - 29,281	 29,281	 29,281	
 - (97,059)	 (97,059)	 (97,059)	
 \$ -	 \$ (391,862)	 \$ (391,862)	
<b>\$ (3,500,266)</b>	<b>\$ (391,862)</b>	<b>\$ (3,892,128)</b>	
 \$ 1,643,000	 \$ 483,351	 \$ 2,126,351	
 395,064	 -	 395,064	
 391,973	 -	 391,973	
 1,374,316	 -	 1,374,316	
 102,535	 -	 102,535	
 237,448	 -	 237,448	
 11,077	 -	 11,077	
 27,026	 -	 27,026	
 2,700	 -	 2,700	
<b>\$ (106,300)</b>	<b>\$ 106,300</b>	<b>\$ -</b>	
<b>\$ 4,078,839</b>	<b>\$ 589,651</b>	<b>\$ 4,668,490</b>	
 \$ 578,573	 \$ 197,789	 \$ 776,362	
 \$ 6,484,367	 \$ 1,713,147	 \$ 8,197,514	
<b>\$ 7,062,940</b>	<b>\$ 1,910,936</b>	<b>\$ 8,973,876</b>	

**Village of South Chicago Heights, Illinois**

**Governmental Funds**

**Balance Sheet**

December 31, 2014

(The Notes to the Financial Statements are an integral part of this statement)

	General Fund	Non-home rule Sales Taxes Fund	Tax Increment Financing Fund	Debt Service Fund
<b>Assets</b>				
Assets				
Cash and cash equivalents	\$ 504,787	\$ 1,263,596	\$ 535,617	\$ 7,815
Investments	593,352	-	-	-
Receivable (net of allowance for uncollectibles)	2,343,014	119,826	321,222	-
Due from other funds	9,600	697,225	-	-
Prepaid items	2,432	-	-	-
Inventory	4,179	-	-	-
<b>Total assets</b>	<b>\$ 3,457,364</b>	<b>\$ 2,080,647</b>	<b>\$ 856,839</b>	<b>\$ 7,815</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>				
Liabilities				
Accounts / vouchers payable	\$ 187,721	\$ -	\$ 149,717	\$ -
Accrued payroll	86,400	-	-	-
Due to other funds	-	-	-	-
Deposits payable	46,544	-	-	-
<b>Total liabilities</b>	<b>\$ 320,665</b>	<b>\$ -</b>	<b>\$ 149,717</b>	<b>\$ -</b>
Deferred inflows of resources				
Property and intergovernmental taxes	\$ 1,651,941	\$ 41,179	\$ 316,263	\$ -
Charges for services, fines and grants	873,693	-	-	-
<b>Total deferred inflows of resources</b>	<b>\$ 2,525,634</b>	<b>\$ 41,179</b>	<b>\$ 316,263</b>	<b>\$ -</b>
Fund Balances				
Nonspendable	\$ 6,611	\$ -	\$ -	\$ -
Restricted for capital projects / tax relief	-	2,039,468	-	-
Restricted for economic development	-	-	390,859	-
Restricted for highways & streets	-	-	-	-
Restricted for debt service	-	-	-	7,815
Unassigned	604,454	-	-	-
<b>Total fund balances</b>	<b>\$ 611,065</b>	<b>\$ 2,039,468</b>	<b>\$ 390,859</b>	<b>\$ 7,815</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 3,457,364</b>	<b>\$ 2,080,647</b>	<b>\$ 856,839</b>	<b>\$ 7,815</b>

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.

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

Net position of governmental activities

Non-major Governmental Funds	Total Governmental Funds
\$ 44,892	\$ 2,356,707
	593,352
171,021	2,955,083
-	706,825
15,803	18,235
3,355	7,534
<b><u>\$ 235,071</u></b>	<b><u>\$ 6,637,736</u></b>

\$ 55,421	\$ 392,859
-	86,400
9,600	9,600
-	46,544
<b><u>\$ 65,021</u></b>	<b><u>\$ 535,403</u></b>

\$ -	\$ 2,009,383
<b><u>160,000</u></b>	<b><u>1,033,693</u></b>
<b><u>\$ 160,000</u></b>	<b><u>\$ 3,043,076</u></b>

\$ 19,158	\$ 25,769
-	2,039,468
-	390,859
878	878
-	7,815
<b><u>(9,986)</u></b>	<b><u>594,468</u></b>
<b><u>\$ 10,050</u></b>	<b><u>\$ 3,059,257</u></b>

**\$ 235,071**

\$ 2,996,298

2,281,552

**(1,274,167)**  
**\$ 7,062,940**

**Village of South Chicago Heights, Illinois**

**Governmental Funds**

**Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
For the Year Ended December 31, 2014**

**(The Notes to the Financial Statements are an integral part of this statement)**

	General Fund	Non-home rule Sales Taxes Fund	Tax Increment Financing Fund	Debt Service Fund
<b>Revenues</b>				
Local taxes	\$ 1,766,876	\$ -	\$ 214,719	\$ (1,300)
State shared taxes	1,521,607	475,163	-	-
Licenses and permits	242,751	-	-	-
Charges for services	418,803	-	-	-
Fines and forfeitures	182,690	-	-	-
Rent	107,853	-	-	-
Grants	43,983	-	-	-
Interest	7,701	-	3,203	-
Reimbursements	35,602	-	-	-
Other revenue	9,422	-	-	-
<b>Total revenues</b>	<b>\$ 4,337,288</b>	<b>\$ 475,163</b>	<b>\$ 217,922</b>	<b>\$ (1,300)</b>
<b>Expenditures</b>				
Current				
General government	\$ 1,072,937	\$ -	\$ 155,152	\$ -
Public safety	2,160,473	-	-	-
Highways and streets	371,792	-	-	-
Sanitation	250,838	-	-	-
Culture and recreation	93,338	-	-	-
<b>Total current expenditures</b>	<b>\$ 3,949,378</b>	<b>\$ -</b>	<b>\$ 155,152</b>	<b>\$ -</b>
Capital outlay	\$ 140,804	\$ -	\$ -	\$ -
Debt service				
Principal	\$ -	\$ -	\$ -	\$ 159,675
Interest and fiscal charges	-	-	-	15,151
<b>Total debt service expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 174,826</b>
<b>Total expenditures</b>	<b>\$ 4,090,182</b>	<b>\$ -</b>	<b>\$ 155,152</b>	<b>\$ 174,826</b>
Excess (deficiency) of revenues over (under) expenditures	\$ 247,106	\$ 475,163	\$ 62,770	\$ (176,126)
<b>Other financing sources and uses</b>				
Transfers in	\$ 50,000	\$ -	\$ -	\$ 174,825
Proceeds from sale of capital assets	2,700	-	-	-
Transfers out	(261,045)	(50,000)	(106,300)	-
<b>Total other financing sources and uses</b>	<b>\$ (208,345)</b>	<b>\$ (50,000)</b>	<b>\$ (106,300)</b>	<b>\$ 174,825</b>
Net change in fund balances	\$ 38,761	\$ 425,163	\$ (43,530)	\$ (1,301)
Fund balances, January 1	\$ 572,304	\$ 1,614,305	\$ 434,389	\$ 9,116
<b>Fund balances, December 31</b>	<b>\$ 611,065</b>	<b>\$ 2,039,468</b>	<b>\$ 390,859</b>	<b>\$ 7,815</b>

Other Governmental Funds	Total Governmental Funds
\$ 9,755	\$ 1,990,050
102,535	2,099,305
-	242,751
-	418,803
-	182,690
-	107,853
34,480	78,463
173	11,077
-	35,602
-	9,422
<b>\$ 146,943</b>	<b>\$ 5,176,016</b>

\$ 9,600	\$ 1,237,689
184,971	2,345,444
69,449	441,241
-	250,838
-	93,338
<b>\$ 264,020</b>	<b>\$ 4,368,550</b>
<b>\$ 55,561</b>	<b>\$ 196,365</b>

\$ -	\$ 159,675
<u>-</u>	<u>15,151</u>
<b>\$ -</b>	<b>\$ 174,826</b>
<b>\$ 319,581</b>	<b>\$ 4,739,741</b>

\$ (172,638)	\$ 436,275
\$ 211,135	\$ 435,960
-	2,700
(124,915)	(542,260)
<b>\$ 86,220</b>	<b>\$ (103,600)</b>
\$ (86,418)	\$ 332,675
\$ 96,468	\$ 2,726,582
<b>\$ 10,050</b>	<b>\$ 3,059,257</b>

**Village of South Chicago Heights, Illinois**

Reconciliation of the Statement of Revenues, Expenditures  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities

For the Year Ended December 31, 2014

(The Notes to the Financial Statements are an integral part of this statement)

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Amounts reported for governmental activities in the statement of activities (pages 15-16)  
are different because:

Net change in fund balances - total governmental funds (pages 19-20)	\$ 332,675
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is 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.	(94,404)
The net effect of various miscellaneous transactions involving capital assets (ie. sales, trade-ins, and donations) is to increase net position.	222,245
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	232,189
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.	
Principal Payments on Notes and Capital Leases Payable	159,675
Increase in Net Pension Obligation	(14,711)
Increase in Net OPEB Obligation	(255,899)
Increase in Compensated Absences Payable	(4,889)
Decrease in Accrued Interest	1,692
Change in net position of governmental activities (pages 15-16)	<u>\$ 578,573</u>

**Village of South Chicago Heights, Illinois**

**Proprietary Funds**

**Statement of Fund Net Position**

December 31, 2014

(The Notes to the Financial Statements are an integral part of this statement)

	Business-type activities - Enterprise funds				
	Water Fund	Sewer Fund	Property Management Fund	Totals	
<b>Assets</b>					
Current assets:					
Cash and cash equivalents	\$ 5,023	\$ 57,941	\$ 681	\$ 63,645	
Accounts receivable (net of allowance for uncollectibles)	746,933	51,631	69,275	867,839	
Due from other funds	-	300,000	-	300,000	
Inventories	27,178	-	-	27,178	
Total current assets	779,134	409,572	69,956	1,258,662	
Non-current assets:					
Capital assets (net of accumulated depreciation)					
Land	750	-	290,750	291,500	
Buildings and system	2,345,654	1,124,878	289,800	3,760,332	
Machinery and equipment	6,082	49,320	-	55,402	
Total non-current assets	2,352,486	1,174,198	580,550	4,107,234	
<b>Total assets</b>	<b>\$ 3,131,620</b>	<b>\$ 1,583,770</b>	<b>\$ 650,506</b>	<b>\$ 5,365,896</b>	
<b>Liabilities</b>					
Accounts payable	\$ 182,475	\$ 39,854	\$ 1,279	\$ 223,608	
Accrued payroll	8,432	-	-	8,432	
Compensated absences	10,773	-	-	10,773	
Due to other governments	-	32,497	-	32,497	
Due to other funds	725,000	-	272,225	997,225	
Customer deposits	166,057	-	-	166,057	
Accrued interest payable	-	-	354	354	
Noncurrent liabilities:					
Due within one year					
Notes payable	47,361	-	102,205	149,566	
Bonds payable	495,000	-	-	495,000	
Due in more than one year					
Notes payable	36,167	-	-	36,167	
Bonds payable	1,335,281	-	-	1,335,281	
<b>Total liabilities</b>	<b>\$ 3,006,546</b>	<b>\$ 72,351</b>	<b>\$ 376,063</b>	<b>\$ 3,454,960</b>	
<b>Net position</b>					
Net Investment in capital assets	\$ 438,677	\$ 1,174,198	\$ 478,345	\$ 2,091,220	
Unrestricted	(313,603)	337,221	(203,902)	(180,284)	
<b>Total net position</b>	<b>\$ 125,074</b>	<b>\$ 1,511,419</b>	<b>\$ 274,443</b>	<b>\$ 1,910,936</b>	

**Village of South Chicago Heights, Illinois**

**Proprietary Funds**

**Statement of Revenues, Expenses  
and Changes in Fund Net Position  
For the Year Ended December 31, 2014**

(The Notes to the Financial Statements are an integral part of this statement)

	Business-type activities - Enterprise funds				<b>Totals</b>
	Water Fund	Sewer Fund	Property Management Fund		
<b>Operating revenues</b>					
Water sales	\$ 922,649	\$ -	\$ -	\$ 922,649	
Sewer charges	-	136,250	-	136,250	
Fines	16,994	2,213	-	19,207	
Rents	-	-	3,550	3,550	
Reimbursements	5,774	-	-	5,774	
<b>Total operating revenues</b>	<b>\$ 945,417</b>	<b>\$ 138,463</b>	<b>\$ 3,550</b>	<b>\$ 1,087,430</b>	
<b>Operating expenses</b>					
Administration	\$ 167,128	\$ 334	\$ -	\$ 167,462	
Cost of sales and services	867,326	42,491	73,645	983,462	
Depreciation	125,702	66,357	18,112	210,171	
<b>Total operating expenses</b>	<b>\$ 1,160,156</b>	<b>\$ 109,182</b>	<b>\$ 91,757</b>	<b>\$ 1,361,095</b>	
Operating income (loss)	\$ (214,739)	\$ 29,281	\$ (88,207)	\$ (273,665)	
<b>Nonoperating revenues (expenses)</b>					
Property tax	\$ 476,336	\$ 7,015	\$ -	\$ 483,351	
Capital outlay	(1,680)	-	-	(1,680)	
Interest expense	(107,665)	-	(8,852)	(116,517)	
<b>Total nonoperating revenues (expenses)</b>	<b>\$ 366,991</b>	<b>\$ 7,015</b>	<b>\$ (8,852)</b>	<b>\$ 365,154</b>	
Income (loss) before transfers and contributions	\$ 152,252	\$ 36,296	\$ (97,059)	\$ 91,489	
Transfers in	\$ -	\$ -	\$ 106,300	\$ 106,300	
Change in net position	\$ 152,252	\$ 36,296	\$ 9,241	\$ 197,789	
Total net position, January 1,	\$ (27,178)	\$ 1,475,123	\$ 265,202	\$ 1,713,147	
<b>Total net position, December 31</b>	<b>\$ 125,074</b>	<b>\$ 1,511,419</b>	<b>\$ 274,443</b>	<b>\$ 1,910,936</b>	

## **Village of South Chicago Heights, Illinois**

## Proprietary Funds

## Statement of Cash Flows

For the Year Ended December 31, 2014

(The Notes to the Financial Statements are an integral part of this statement)

	Business-type activities - Enterprise funds				Totals
	Water Fund	Sewer Fund	Property Management Fund		
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 962,708	\$ 332,093	\$ 3,550	\$ 1,298,351	
Cash payments for goods and services	(674,056)	(241,175)	(72,977)	(988,208)	
Cash payments for salaries and benefits	(333,565)	-	-	(333,565)	
<b>Net cash provided (used) by operating activities</b>	<b>\$ (44,913)</b>	<b>\$ 90,918</b>	<b>\$ (69,427)</b>	<b>\$ (23,422)</b>	
<b>Cash flows from noncapital financing activities</b>					
Interfund borrowing	\$ 145,000	\$ (70,000)	\$ 70,000	\$ 145,000	
Transfers from other funds	-	-	106,300	106,300	
Property tax receipts	457,029	4,526	-	461,555	
<b>Net cash provided (used) by noncapital financing activities</b>	<b>\$ 602,029</b>	<b>\$ (65,474)</b>	<b>\$ 176,300</b>	<b>\$ 712,855</b>	
<b>Cash flows from capital and related financing activities</b>					
Principal paid on debt	\$ (544,670)	\$ -	\$ (97,290)	\$ (641,960)	
Interest paid on debt	(7,585)	-	(9,000)	(16,585)	
Purchase of plant, property and equipment	(1,680)	(52,079)	-	(53,759)	
<b>Net cash provided (used) by capital and related financing activities</b>	<b>\$ (553,935)</b>	<b>\$ (52,079)</b>	<b>\$ (106,290)</b>	<b>\$ (712,304)</b>	
Net increase (decrease) in cash	\$ 3,181	\$ (26,635)	\$ 583	\$ (22,871)	
Cash and cash equivalents, January 1	\$ 1,842	\$ 84,576	\$ 98	\$ 86,516	
<b>Cash and cash equivalents, December 31</b>	<b>\$ 5,023</b>	<b>\$ 57,941</b>	<b>\$ 681</b>	<b>\$ 63,645</b>	

**Reconciliation of operating income to net cash provided (used) by operating activities:**

<b>Operating income</b>	\$ (214,739)	\$ 29,281	\$ (88,207)	\$ (273,665)
<b>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</b>				
<b>Depreciation expense</b>				
Depreciation expense	\$ 125,702	\$ 66,357	\$ 18,112	\$ 210,171
(Increase) decrease in net accounts receivable	(8,993)	(3,144)	9,700	(2,437)
(Increase) decrease in inventory	1,020	-	-	1,020
Increase (decrease) in accounts payable	35,626	(1,576)	668	34,718
Increase (decrease) in accrued salaries and benefits	(1,082)	-	-	(1,082)
Increase (decrease) in compensated absences	(261)	-	-	(261)
Increase (decrease) in customer deposits	17,814	-	(9,700)	8,114
<b>Total adjustments</b>	<b>\$ 169,826</b>	<b>\$ 61,637</b>	<b>\$ 18,780</b>	<b>\$ 250,243</b>
<b>Net cash provided (used) by operating activities</b>	<b>\$ (44,913)</b>	<b>\$ 90,918</b>	<b>\$ (69,427)</b>	<b>\$ (23,422)</b>

**Village of South Chicago Heights, Illinois****Fiduciary Funds****Statement of Fiduciary Net Position**

December 31, 2014

(The Notes to the Financial Statements are an integral part of this statement)

	<b>Pension Trust Funds</b>
<b>Assets</b>	
Cash and cash equivalents	\$ 704,466
Investments, at fair value:	
US Treasury securities	201,207
US government agency securities	150,910
State and municipal securities	225,358
Asset backed securities	139,563
Equity mutual funds	721,592
Corporate bonds	821,121
Annuities	572,598
Interest receivable	<u>17,438</u>
<b>Total assets</b>	<b><u>\$ 3,554,253</u></b>
<b>Liabilities</b>	
Accounts / vouchers payable	<u>1,174</u>
<b>Total liabilities</b>	<b><u>1,174</u></b>
<b>Net position</b>	
Held in trust for pension benefits	<u>\$ 3,553,079</u>
<b>Total net position</b>	<b><u>\$ 3,553,079</u></b>

**Village of South Chicago Heights, Illinois**

**Fiduciary Funds**

**Statement of Changes in Fiduciary Net Position**  
**For the Year Ended December 31, 2014**

**(The Notes to the Financial Statements are an integral part of this statement)**

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	<b>Pension Trust Funds</b>
<b>Additions:</b>	
Contributions	
Employer	\$ 128,104
Plan member	<u>32,865</u>
Total contributions	<u>\$ 160,969</u>
Investment income	
Net appreciation in fair value of investments	\$ (93,353)
Interest	95,409
Dividends	<u>76,934</u>
Total investment income	<u>\$ 78,990</u>
Less investment expense	<u>14,261</u>
Net investment income	<u>\$ 64,729</u>
<b>Total additions</b>	<b><u>\$ 225,698</u></b>
<b>Deductions:</b>	
Benefits	\$ 233,157
Administrative expense	<u>5,132</u>
<b>Total deductions</b>	<b><u>\$ 238,289</u></b>
Change in net position	<u>\$ (12,591)</u>
<b>Net position held in trust for pension benefits</b>	
January 1	\$ 3,565,670
December 31	<b><u>\$ 3,553,079</u></b>

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014

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### I. Summary of Significant Accounting Policies

The accounting policies of the Village of South Chicago Heights, Illinois conform to accounting principles generally accepted in the United States of America as applicable to local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units and by the Financial Accounting Standards Board (where applicable). The following is a summary of the more significant policies.

#### A. Reporting Entity

The Village of South Chicago Heights, Illinois is a municipal corporation, organized with powers and authorities as established in the Illinois Municipal Code (Chapter 65 of the Illinois Compiled Statutes), is governed by an elected Village President and six member Board of Trustees and operates under the President / Trustee form of government. As required by accounting principles generally accepted in the United States of America, these financial statements present the Village of South Chicago Heights and its component units, entities for which the Village is considered to be financially accountable.

**Blended component units:** The Village's full-time police and firefighter employees participate in the South Chicago Heights Police Pension Fund and South Chicago Heights Firefighters' Pension Fund respectively. The South Chicago Heights Police Pension Fund functions for the benefit of those employees and is governed by a five member board. Two members are elected by active fund members, one is elected by beneficiaries and two are appointed by the Village Board of Trustees. The South Chicago Heights Firefighters' Pension Fund functions for the benefit of those members and is governed by a five member board. Two members are elected by active fund members, one is elected by beneficiaries, and two are appointed by the Village Board of Trustees. The participants of both Funds are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining Fund costs based upon actuarially determined levels. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although they are legally separate from the Village, the Funds are reported as if they were part of the primary government because their sole purpose is to provide retirement benefits for the Village's sworn police officers and firefighters. The Funds are reported as pension trust funds.

#### B. Measurement Focus, Basis of Accounting and Basis of Presentation

The Village's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The government-wide focus is more on the sustainability of the Village as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

**Government-wide Financial Statements** - The statement of net position and the statement of activities display information about the Village as a whole. In the government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The government-wide statement of activities reflects both the direct expenses and net cost of each function of the Village's governmental activities and business-like activity. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the Village.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### I. Summary of Significant Accounting Policies (Continued)

#### B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

**Fund Financial Statements** - The financial transactions of the Village are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets / deferred outflows, liabilities / deferred inflows, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is of major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

**Government-wide Financial Statements** - The government-wide financial statements and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets / deferred outflows and liabilities / deferred inflows (whether current or non-current) are included on the statements of net position and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounts, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The Village has reported three categories of program revenues in the statement of activities (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the Village's general revenues. For identifying the function to which a program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing-up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables and payables and advances. Similarly, operating transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net position as accounts receivable or payable to external parties.

**Fund Financial Statements** - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are 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 revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the government. 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 only when payment is due.

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### I. Summary of Significant Accounting Policies (Continued)

#### B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the Village's policy to apply restricted resources first, then unrestricted resources as needed.

Differences occur from the manner in which the governmental activities and the government-wide financial statements are prepared due to the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The accounts of the Village are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained, consistent with legal and managerial requirements. The various funds are grouped in the financial statements in this report into six generic fund types and three broad fund categories as follows:

**Governmental funds** are used to account for the Village's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (when they are "measurable" and "available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers taxpayer assessed and sales taxes available when in the hands of intermediary collecting governments and agencies. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Revenues considered to be susceptible to accrual are:

- Real estate tax	- Utility tax
- Telecommunications tax	- Personal property replacement tax
- State sales tax	- 911 telephone surcharge
- State income tax	- Circuit court and local ordinance fines
- Local use tax	- Intergovernmental reimbursements
- Motor fuel tax	- Grants
- Video gaming tax	- Charges for services

Governmental funds include the following fund types:

General Fund - is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund - is used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest and related costs.

Capital Project Fund - is used to account for the financial resources used for the acquisition and construction of major capital facilities.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### I. Summary of Significant Accounting Policies (continued)

#### B. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

The Village reports the following major governmental funds:

- General Fund - The General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.
- Non-home Rule Sales Taxes Fund – The Non-home Rule Sales Taxes Fund is used to account for taxes generated by the referendum approved non-home rule sales tax which are restricted in use for capital improvements and/or tax relief.
- Debt Service Fund - The Debt Service Fund is used to account for taxes levied for the retirement of general obligation bond debt and building purchase installment contract debt.
- Tax Increment Financing Fund – The Tax Increment Financing Fund is used to account for the taxes generated by increases in real property assessed valuation in the Village's two tax increment financing areas and are restricted in use for redevelopment projects and/or activities within the designated tax increment financing area.

**Proprietary funds** are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Proprietary funds include the following fund type:

Enterprise Funds - are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The Village reports the following major proprietary funds:

- Water Fund - The Water Fund accounts for the operating activities of the Village's water utility service.
- Sewer Fund - The Sewer Fund accounts for the operating activities of the Village's sewer utility service.
- Property Management Fund - The Property Management Fund accounts for the operating activities of rental property being held for future development.

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

Pension Trust Funds - are accounted for in essentially the same manner as proprietary funds using the same measurement focus and basis of accounting.

The Village has pension trust funds for both the Police and Firefighters' Pension Plans.

#### C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity

##### 1. Deposits and Investments

Unrestricted deposits and investments are pooled into one common interest-earning bank account in order to maximize investment opportunities. Each fund with monies deposited in the pooled accounts has an equity therein, and interest earned on these monies is allocated based upon relative equity at each month end.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### I. Summary of Significant Accounting Policies (continued)

#### C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity (continued)

##### 1. Deposits and Investments (continued)

Cash equivalents, for the preparation of these financial statements, are considered to be demand deposits with banks, money markets and negotiable certificates of deposit and marketable securities that were purchased with a maturity of ninety days or less. Investments are stated at fair value. Fair value of investments is determined using quoted market prices, except for insurance contracts which are carried at contract value, which approximates fair value.

##### 2. Receivables and Payables

Property taxes attach as an enforceable lien on January 1. They are levied in December (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County Clerk and issued on or about February 1 and August 1 and are payable in two installments, on or about March 1 and September 1. Property taxes receivable are initially recorded at the gross levy less a 3 percent allowance for uncollectible taxes. Taxes receivable and/or the allowance are adjusted periodically to reflect taxes receivable at their estimated realizable value.

##### 3. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory is recorded on the basis of a physical count. Special reporting treatments are also applied to governmental fund inventories to indicate that they do not represent "available spendable resources," even though they are a component of net current assets. Such amounts are generally offset by fund balance reserve accounts.

##### 4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with a cost of \$5,000 or more and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

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.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation of all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50	Years
Improvements	20-40	Years
Infrastructure - roads	20	Years
Water & sewer system	30-50	Years
Vehicles	3-10	Years
Equipment	5-10	Years

Infrastructure assets include roads, sidewalks, traffic signals, etc. The retroactive reporting of infrastructure is optional for the Village and it has not elected to do so, therefore infrastructure assets acquired prior to May 1, 2004 are not reported in the basic financial statements. The reported infrastructure assets only include those acquired subsequent to April 30, 2004.

## **Village of South Chicago Heights, Illinois**

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### **I. Summary of Significant Accounting Policies (continued)**

#### **C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity (continued)**

##### **4. Capital Assets (continued)**

Property, plant and equipment in the proprietary funds are recorded at cost. Donated property, plant and equipment are recorded at their estimated fair value at the date of donation. Major outlays for capital assets and improvements are capitalized in proprietary funds as projects are constructed.

##### **5. Prepaid Items**

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

##### **6. Compensated Absences**

Accumulated unpaid compensated absences are reflected in the financial statements in accordance with GASB Codification Section C60 and in the government-wide financial statements. Accumulated unpaid compensated absences are accrued when incurred in proprietary funds (using the accrual basis of accounting). A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund is typically used to liquidate these liabilities.

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The Village considers the entire amount to be a long-term obligation and thus has recorded liabilities in the Government wide statements and Water and Sewer Fund statements.

##### **7. Interfund Receivable, Payables and Activity**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures / expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

##### **8. Long-term Obligations**

The Village reports long-term debt of governmental funds at face value in the government wide statements. Certain other governmental fund obligations not expected to be financed with current available resources are also reported in the government wide statement. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate fund.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For proprietary fund types, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are expensed at the time of debt issuance.

## **Village of South Chicago Heights, Illinois**

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### **I. Summary of Significant Accounting Policies (continued)**

#### **C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity (continued)**

##### **9. Fund Equity**

Restrictions of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Restrictions of equity are limited to outside third-party restrictions. Commitments and assignments of fund balance represent tentative management plans that are subject to change. In the fund financial statements, governmental funds report restrictions of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Net position represent the difference between assets / deferred outflows and liabilities / deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

##### **10. Estimates**

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

### **II. Stewardship, Compliance, and Accountability**

#### **A. Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for most funds. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

The Village Administrator submits to the Board of Trustees a proposed appropriation ordinance for the fiscal year commencing the following January 1. The appropriation ordinance includes proposed expenditures and the means of financing them. Appropriation hearings are conducted. The appropriation is legally enacted through the passage of an ordinance. The appropriation ordinance may be amended by the vote of four members of the Board of Trustees. For consistency purposes, all financial statements utilize the term "Budget" to indicate estimated revenues or appropriations.

Actual expenditures for any object may not legally exceed the total appropriated for that object. Management does not have the authority to alter appropriations without approval of the Board of Trustees. The appropriation ordinance was amended this year. The level of control (level at which the governing body must approve expenditures in excess of appropriations, or transfer appropriated amounts) is the fund. Appropriations lapse at year end.

#### **B. Deficit Fund Equity**

At December 31, 2014 the following fund had a deficit in fund equity:

Capital Project Fund	\$9,600
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## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
 December 31, 2014  
(continued)

### II. Stewardship, Compliance, and Accountability (continued)

#### C. Fund Balance Classifications

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Non-home Rules Sales Taxes		Debt Service	Tax Increment Financing	Nonmajor Funds	Total
		General	Rules Taxes				
Fund balances							
Nonspendable							
Inventories / prepaids	\$ 6,611	\$ -	\$ -	\$ -	\$ -	\$ 19,158	\$ 25,769
Restricted							
Capital projects/tax relief	-	2,039,468	-	-	-	-	2,039,468
Economic development	-	-	-	-	390,859	-	390,859
Highways & streets	-	-	-	-	-	878	878
Debt service reserves	-	-	-	7,815	-	-	7,815
Unassigned	<u>604,454</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,986)</u>	<u>594,468</u>
Total fund balance	<u>\$ 611,065</u>	<u>\$ 2,039,468</u>	<u>\$ 7,815</u>	<u>\$ 390,859</u>	<u>\$ 10,050</u>	<u>\$ 3,059,257</u>	

Fund balances in the Non-home Rule Sales Taxes and the E-911 Services Funds are restricted by the State statutes that authorized these special revenues. Fund balance in the Debt Service Fund is restricted by local bond ordinances. Fund balance in the Tax Increment Financing Fund is restricted by enabling State legislation and local ordinances that created the TIF area. Fund balances in the Motor Fuel Tax and CDBG Funds (Nonmajor) are restricted by enabling State legislation and grant agreements. In the governmental funds financial statements, the Village first utilizes restricted resources to finance qualifying activities, then committed, assigned and unassigned fund balance, as applicable.

### III. Detailed Notes on All Funds

#### A. Deposits and Investments

The Village maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and cash equivalents" and/or "investments". Illinois statutes authorize the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short term commercial paper rated within the three highest classifications by at least two rating services, and the Illinois Funds (public treasurer's investment pool). Pension funds may also invest in certain non-U.S. obligations of the State of Illinois and its political subdivisions, and Illinois insurance company general and separate accounts.

At December 31, 2014 the Village's cash, cash equivalents and investments consisted of the following:

Deposits at carrying amount	\$ 3,123,867
Cash on hand	951
Investments at fair value	3,425,701
Total	<u>\$ 6,550,519</u>

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
 December 31, 2014  
(continued)

### III. Detailed Notes on All Funds (continued)

#### A. Deposits and Investments (continued)

These amounts are presented in the financial statements as follows:

Statement of Net Position:	
Cash and cash equivalents	\$ 2,420,352
Investments at fair value:	593,352
Statement of Fiduciary Net Position:	
Cash and cash equivalents	704,466
Investments at fair value:	
US Treasury securities	201,207
US government agency securities	150,910
State and municipal securities	225,358
Asset backed securities	139,563
Corporate bonds	821,121
Equity mutual funds	721,592
Annuities	572,598
	<u>\$ 6,550,519</u>

Investments – As of December 31, 2014, the Village and the Pension Trust Funds had the following investment maturities in debt securities:

	Fair value	Investment maturities				
		0 to 6 months	6 months to 1 year	1 to 5 years	6 to 10 years	More than 10 years
Primary government						
Illinois Funds*	\$ 1,345,669	\$ 1,345,669	\$ -	\$ -	\$ -	\$ -
Corporate obligations	98,952	-	-	98,952	-	-
State of Illinois obligations	494,400	75,000	-	419,400	-	-
Total primary government	<u>\$ 1,939,021</u>	<u>\$ 1,420,669</u>	<u>\$ -</u>	<u>\$ 518,352</u>	<u>\$ -</u>	<u>\$ -</u>
Pension Trust Funds						
Illinois Funds*	\$ 47,381	\$ 47,381	\$ -	\$ -	\$ -	\$ -
Corporate obligations	821,121	281,431	101,250	203,710	-	234,730
State of Illinois obligations	225,358	100,694	-	124,664	-	-
GNMA obligations	79,939	-	-	-	-	79,939
FHLMC obligations	150,910	-	-	-	150,910	-
FNMA obligations	59,624	-	-	-	-	59,624
US Treasury notes	201,207	-	-	-	201,207	-
Total pension trust funds	<u>\$ 1,585,540</u>	<u>\$ 429,506</u>	<u>\$ 101,250</u>	<u>\$ 328,374</u>	<u>\$ 352,117</u>	<u>\$ 374,293</u>

\* - The Illinois Funds Investment Pool is not registered with the SEC. The Pool is administered by the Illinois State Treasurer and oversight is provided by the Auditor General's office of the State of Illinois. The fair value of the positions in the Pool is the same as the value of the Pool shares. Because the Pool had a weighted average maturity of less than 6 months at December 31, 2014 it has been presented as an investment with a maturity of less than 6 months.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

### III. Detailed Notes on All Funds (continued)

#### A. Deposits and Investments (continued)

Custodial credit risk – 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. The Village had no custodial credit risk for its investments at December 31, 2014. The Pension Trust Funds limit the exposure to custodial credit risk by utilizing an independent, third party institution, selected by the pension boards, to act as a custodian for the securities.

Interest rate risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village and the Pension Trust Funds minimize the risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in short-term securities or similar investment pools. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Village investment policy limits at least half of the Village's investment portfolio to maturities of less than one year.

Credit and concentration of credit risk – For an investment, credit risk is the risk that the issuer or other counterparty to an investment in debt securities will not fulfill its obligation. The Village and the Pension Trust Funds limit the exposure to credit risk by primarily investing in securities issued by agencies of the United States Government that are implicitly guaranteed by the United States Government. The Illinois Funds are "AAAm" rated funds and credit risk is very marginal. Concentration risk is defined as positions of 5% or greater in the securities of a single issuer. The investment policies of the Village and Pension Trust Funds do not include any limitations on how much U.S. Treasury and Agency securities can be held in the portfolio. At December 31, 2014, 1.7%, 4.3%, 2.3% and 6.4% of the Pension Trust Funds' investment portfolios consisted of investments in the Federal National Mortgage Association (FNMA), the Federal Home Loan Mortgage Corporation (FHLMC), the Government National Mortgage Association (GNMA) and the State of Illinois respectively. The FNMA and GNMA are "AAA" rated and credit risk is marginal; the State of Illinois is rated A- and credit risk is low.

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	53%	1.3%
Domestic Equities	20%	5.4%
International Equities	10%	5.5%
Real Estate	5%	4.5%
Blended	10%	3.5%
Cash and Cash Equivalents	0%	0.0%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 45%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

### III. Detailed Notes on All Funds (continued)

#### A. Deposits and Investments (continued)

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 December 2014 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 arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2014 are listed in the table above.

#### Rate of Return

For the year ended December 31, 2014, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 1.88%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

#### B. Receivables

Governmental funds receivables as of year-end, including applicable allowances for uncollectible accounts, are as follows:

	General Fund	Non-home Rule Sales Tax Fund	Tax Increment Financing Fund	Non-major Governmental Funds	Total
<b>Receivables:</b>					
Property taxes	\$ 1,812,273	\$ -	\$ 321,222	\$ -	\$ 2,133,495
Other taxes	33,616	-	-	-	33,616
Intergovernmental	369,176	119,826	-	10,423	499,425
Accounts	167,688	-	-	598	168,286
Fines	102,902	-	-	-	102,902
Grants	2,819	-	-	160,000	162,819
Interest	11,477	-	-	-	11,477
Other	14,460	-	-	-	14,460
Gross receivables	2,514,411	119,826	321,222	171,021	3,126,480
Less: allowance for uncollectible	171,397	-	-	-	171,397
<b>Net total receivables</b>	<b>\$ 2,343,014</b>	<b>\$ 119,826</b>	<b>\$ 321,222</b>	<b>\$ 171,021</b>	<b>\$ 2,955,083</b>

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
 December 31, 2014  
 (continued)

### III. Detailed Notes on All Funds (continued)

#### C. Interfund Receivables, Payables and Transfers

Interfund receivable and payable balances at year end were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Capital Project Fund	\$ 9,600	Short-term cash loan
NHRST Fund	Water Fund	\$425,000	Short-term cash loan
Sewer Fund	Water Fund	\$300,000	Short-term cash loan
NHRST Fund	Property Management Fund	\$272,225	Short-term cash loan

Transfers for the fiscal year were as follows:

<u>Receiving Fund</u>	<u>Paying Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	NHRST Fund	\$ 50,000	Fund current operations
E-911 Fund	General Fund	\$190,450	Fund current operations
Debt Service Fund	General Fund	\$ 49,910	Source of funds – long-term notes
Debt Service Fund	Motor Fuel Tax Fund	\$124,915	Source of funds – long-term notes
CDBG Fund	General Fund	\$ 20,685	Source of funds – engineering
Property Management Fund	TIF Fund	\$106,300	Source of funds – long-term notes

#### D. Capital Assets

A summary of changes in governmental capital assets follows:

	<u>Balance at</u> <u>January 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>December 31, 2014</u>
<b>Governmental Activities</b>				
Capital assets not being depreciated				
Land	\$ 513,274	\$ -	\$ -	\$ 513,274
Subtotal	<u>513,274</u>	<u>-</u>	<u>-</u>	<u>513,274</u>
Capital assets being depreciated				
Land improvements	219,116	-	-	219,116
Buildings	2,703,284	42,304	-	2,745,588
Equipment	2,219,912	65,112	31,948	2,253,076
Infrastructure	1,433,653	277,806	-	1,711,459
Subtotal	<u>6,575,965</u>	<u>385,222</u>	<u>31,948</u>	<u>6,929,239</u>
Accumulated depreciation	4,220,782	257,381	31,948	4,446,215
Total capital assets being depreciated, net	<u>2,355,183</u>	<u>127,841</u>	<u>-</u>	<u>2,483,024</u>
Governmental Activities capital assets, net	<u>\$ 2,868,457</u>	<u>\$ 127,841</u>	<u>\$ -</u>	<u>\$ 2,996,298</u>

Depreciation expense was charged to governmental activities as follows:

General government	\$ 41,637
Public safety	98,306
Highways and streets	86,711
Culture and recreation	30,727
	<u>\$ 257,381</u>

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

### III. Detailed Notes on All Funds (continued)

#### D. Capital Assets (continued)

A summary of changes in business-type capital assets follows:

	Balance at January 1, 2014	Additions	Deletions	Balance at December 31, 2014
<b>Business-type Activities</b>				
Capital assets not being depreciated				
Land	\$ 291,500	\$ -	\$ -	\$ 291,500
Subtotal	<u>291,500</u>	<u>-</u>	<u>-</u>	<u>291,500</u>
<b>Capital assets being depreciated</b>				
Buildings	\$ 711,258	\$ -	\$ -	\$ 711,258
Water system	2,573,929	-	-	2,573,929
Water tower	2,134,198	-	-	2,134,198
Sewer system	2,357,443	91,859	-	2,449,302
Vehicles & equipment	104,986	-	-	104,986
Subtotal	<u>7,881,814</u>	<u>91,859</u>	<u>-</u>	<u>7,973,673</u>
Accumulated depreciation	<u>3,947,768</u>	<u>210,171</u>	<u>-</u>	<u>4,157,939</u>
<b>Business-type Activities</b>				
capital assets, net	<u>\$ 4,225,546</u>	<u>\$ (118,312)</u>	<u>\$ -</u>	<u>\$ 4,107,234</u>

On January 19, 2011 the Village entered into an intergovernmental agreement with Bloom Township High School District #209 for the supply of water to Bloom Trail High School. This project included installation of 5,200 feet of water main from the Village's water pumping station and the installation of a booster pump and controls. District #209 agreed to incur the initial cost of the project with the intent to donate the installed assets to the Village, at which point the Village will maintain as a segment of its water supply system thereafter. At December 31, 2014 the project was complete and operational, however ownership had not been yet transferred. Total estimated cost of the project is \$950,000.

#### E. Long-Term Liabilities

##### 1. General Obligation Bonds

On November 1, 1998 the Village issued \$1,347,702 of Series 1998B General Obligation Bonds for the purpose of advance refunding a portion of the Series 1994 General Obligation Bonds and for improvements to the Village's water supply system. The bonds are payable on November 1 of each year from 2014 to 2018 to provide for a compounded accreted value at maturity using yields from 4.50 percent to 4.75 percent.

##### 2. Notes Payable

In 2001 the Village executed a note in the amount of \$500,000 for the purpose of refunding advances from the governmental funds to the Water Fund. Quarterly principal and interest payments are \$12,830 are due June 30, September 30, December 31 and March 31 through September 30, 2016. The interest rate is 6 percent. Water revenues are pledged to repay this note, which is a general obligation of the Village.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

### III. Detailed Notes on All Funds (continued)

#### E. Long-Term Liabilities (continued)

##### 2. Notes Payable (continued)

In 2004 the Village executed a five year note in the amount of \$250,000 for the purpose of financing the purchase of a new fire truck with a balloon payment due on February 25, 2009. The repayment schedule for this note was based upon a 20 year amortization at an interest rate of 4.5 percent and the Village's intent is to refinance the remaining balance over the 20 year expected front-line life of the truck. A new note was executed on July 7, 2009 under the same terms with a final balloon payment due on June 25, 2014. The note was subsequently extended on July 7, 2014 under the same terms with semi-annual principal and interest payments due on June 25 and December 25 each year and a final balloon payment due on June 25, 2019. This note is a general obligation of the Village.

In 2004 the Village executed a note in the amount of \$250,000 for the purpose of financing a street improvement project with a balloon payment due on October 1, 2009. The repayment schedule for this note was based upon a 15 year amortization at an interest rate of 4.75 percent and the Village's intent is to refinance the remaining balance over the 15 year expected life of the street. A new note was executed on July 7, 2009 under the same terms in order to refinance the balloon payment. Final payment of this note was made on October 1, 2014. State motor fuel tax revenue was pledged as the source of funds to repay the note, which is a general obligation of the Village.

In 2010 the Village executed a note in the amount of \$460,000 for the purpose purchasing land within the Tax Increment Financing area. This land parcel has been identified and designated as the location of a future commuter rail station along the proposed METRA Southeast Service Line. Principal and interest payments of \$8,857 are due on the 15<sup>th</sup> of each month through December, 2015. The interest rate is 5.75 percent. TIF revenues are pledged to repay this note, which is a general obligation of the Village.

##### 3. Changes in General Long-term Liabilities

For governmental activities, debt service payments for all general obligation bonds, installment contracts and notes payable are made by the Debt Service Fund; payments on the net pension obligation and long-term compensated absences are made by the General Fund. For business-type activities, all payments for long-term liabilities are made by the Water Fund. For the year ended December 31, 2014, changes in long-term debt principal was as follows:

Governmental Activities	Balance 1/1/2014	Issuances	Retirements	Balance 12/31/2014	Amounts Due Within One Year
2004 fire truck purchase note	\$ 157,337	\$ -	\$ 19,563	\$ 137,774	\$ 12,825
2004 street improvement note	119,385	-	119,385	-	-
Capital lease payable	31,327	-	20,727	10,600	7,868
Net pension obligation, as restated	23,000	14,711	-	37,711	-
Net OPEB obligation	747,600	255,899	-	1,003,499	-
Compensated absences	79,698	4,889	-	84,587	29,706
Total, as restated	<u>\$ 1,158,347</u>	<u>\$ 275,499</u>	<u>\$ 159,675</u>	<u>\$ 1,274,171</u>	<u>\$ 50,399</u>

**Village of South Chicago Heights, Illinois**

Notes to the Financial Statements  
 December 31, 2014  
(continued)

**III. Detailed Notes on All Funds (continued)**

**E. Long-Term Liabilities (continued)**

**3. Changes in General Long-term Liabilities (continued)**

**Business-type Activities**

	Balance 1/1/2014	Issuances	Retirements	Balance 12/31/2014	Amounts Due Within One Year
Series 1998B G.O. Bonds	\$ 2,214,712	\$ 100,569	\$ 485,000	\$ 1,830,281	\$ 495,000
2001 water system improvement note	128,149	-	44,621	83,528	47,361
2010 TIF land purchase note	199,494	-	97,289	102,205	102,205
Capital lease payable	15,048	-	15,048	-	-
Compensated absences	11,034	-	261	10,773	4,153
<b>Total</b>	<b>\$ 2,568,437</b>	<b>\$ 100,569</b>	<b>\$ 642,219</b>	<b>\$ 2,026,787</b>	<b>\$ 648,719</b>

**4. Debt Service to Maturity**

Annual debt service requirements to maturity for one series of general obligation bonds, and four installment notes payable, are as follows:

Year Ending December 31	Governmental Activities		Business-type Activities		Total	
	Notes Payable		Notes Payable			
	Payable	G.O. bonds	Payable	Total		
2015	\$ 18,995	\$ 495,000	\$ 156,755	\$ 670,750		
2016	\$ 18,995	\$ 505,000	\$ 36,167	\$ 560,162		
2017	\$ 18,995	\$ 515,000	\$ -	\$ 533,995		
2018	\$ 18,995	\$ 525,000	\$ -	\$ 543,995		
2019	\$ 84,582	\$ -	\$ -	\$ 84,582		
<b>Total</b>	<b>\$ 160,562</b>	<b>\$ 2,040,000</b>	<b>\$ 192,922</b>	<b>\$ 2,393,484</b>		
Less interest portion	<u>\$ 22,788</u>	<u>\$ 209,719</u>	<u>\$ 7,189</u>	<u>\$ 239,696</u>		
<b>Outstanding principal</b>	<b>\$ 137,774</b>	<b>\$ 1,830,281</b>	<b>\$ 185,733</b>	<b>\$ 2,153,788</b>		

**F. Capital Lease Obligation**

The Village is liable under one capital lease at December 31, 2014. The liability represents the present value of the balance due in future years for the leased vehicle discounted at a rate of 6.15%. The liability is payable in equal monthly installments of \$692 including interest, through May 16, 2016.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### III. Detailed Notes on All Funds (continued)

#### F. Capital Lease Obligation (continued)

The future minimum payments required under the lease, together with the present value as of December 30, 2014 follows:

	Governmental activities	Total
2015	\$ 8,301	\$ 8,301
2016	2,767	2,767
Total minimum lease payments	11,068	11,068
Less amount representing interest	468	468
Present value of minimum lease payments	<u>\$ 10,600</u>	<u>\$ 10,600</u>

The cost of the vehicle acquired under the capital leases was \$22,804. Amortization expense for the year ended December 31, 2014 was \$7,400 and accumulated amortization on the vehicles at December 31, 2014 was \$12,204.

#### G. Long-term deferred revenue

In 2014 the Village approved an amendment to its existing ground lease with American Tower Asset Sub, LLC to grant a long-term extension to the term in exchange for a modification of rent payments. Under the amended agreement American Tower paid a lump sum rent of \$800,000 for a fifty year extension of the lease term through 2076. For fiscal year 2014 the Village recognized a portion of this receipt as current year revenue and classified the remainder as long-term deferred revenue. A portion of this deferred amount will be recognized as current year revenue each year during the term of the lease agreement.

### IV. Other Information

#### A. Employee Retirement Systems and Plans

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Fund which is a single-employer pension plan; and, the Firefighters' Pension Fund, which is also a single-employer pension plan. The Police Pension Plan and Firefighters' Pension Plan and may be obtained by writing to the Village at 3317 Chicago Road, South Chicago Heights, Illinois 60412. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://www.imrf.org). The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### IV. Other Information (continued)

#### A. Employee Retirement Systems and Plans (continued)

##### 1. Plan Descriptions, Provisions and Funding Policies

###### **Illinois Municipal Retirement Fund**

All employees (other than those covered by the Police and Firefighters' Pension plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Participating members hired before January 1, 2011 (Tier 1) who retire at or after age 60 (full benefits) or age 55 (reduced benefits) with 8 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. For participating members hired on or after January 1, 2011 (Tier 2) who retire at or after age 67 (full benefits) or age 62 (reduced benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution and annual required contribution rate for calendar year 2014 was 17.99 percent of covered payroll.

###### **Police Pension Plan**

*Plan Administration.* The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

At fiscal year end the Police Pension Fund membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	5
Terminated plan members entitled to, but not yet receiving benefits	1
Current employees	
Vested	5
Nonvested	-
	11

## **Village of South Chicago Heights, Illinois**

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### **IV. Other Information (continued)**

#### **A. Employee Retirement Systems and Plans (continued)**

##### **Police Pension Plan (continued)**

*Benefits Provided.* The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of  $\frac{1}{2}$  of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of  $\frac{1}{2}$  of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e.,  $\frac{1}{2}$  percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1<sup>st</sup> after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of  $\frac{1}{2}$  of the change in the Consumer Price Index for the proceeding calendar year.

*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 and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2014, the Village's contribution was 36.01% of covered payroll.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### IV. Other Information (continued)

#### A. Employee Retirement Systems and Plans (continued)

##### 1. Plan Descriptions, Provisions and Funding Policies (continued)

###### **Firefighters' Pension Plan**

*Plan Administration.* The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

At fiscal year end the Firefighters' Pension Fund membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	1
	-
Current employees	-
	-
Vested	-
Nonvested	-
	1

*Benefits Provided.* The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of  $\frac{1}{2}$  of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of  $\frac{1}{2}$  of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e.,  $\frac{1}{2}$  percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1<sup>st</sup> after the police office retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of  $\frac{1}{2}$  of the change in the Consumer Price Index for the proceeding calendar year.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### IV. Other Information (continued)

#### A. Employee Retirement Systems and Plans (continued) Firefighters' Pension Plan (continued)

**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 and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2014, the Village's contribution was not available.

#### 2. Summary of Significant Accounting Policies and Plan Asset Matters

**Basis of Accounting** - The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues when due, pursuant to formal commitments, as well as statutory or contractual requirements. 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.

**Significant Investments** - There are no investments (other than U.S. Government and U.S. Government - guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits for either the Police or Firefighters' Pension Fund. Information for IMRF is not available.

**Related Party Transactions** - There are no securities of the employer or any other related parties included in plan assets.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### IV. Other Information (continued)

#### A. Employee Retirement Systems and Plans (continued)

##### 2. Summary of Significant Accounting Policies and Plan Asset Matters (continued)

###### **Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2014, using the following actuarial methods and assumptions:

	Police Pension	Firefighters' Pension
Actuarial Valuation Date	12/31/2014	12/31/2014
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Asset Valuation Method	Market	Market
Actuarial Assumptions		
Interest Rate	7.00%	7.00%
Salary Increases	5.50%	5.50%
Cost of Living Adjustments	3.00%	3.00%
Inflation	3.00%	3.00%

Mortality rates were based on the RP-2000 Mortality Table. The actuarial assumptions used in the December 31, 2014 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

###### **Discount Rate**

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. 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 Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### IV. Other Information (continued)

#### A. Employee Retirement Systems and Plans (continued)

##### 2. Summary of Significant Accounting Policies and Plan Asset Matters (continued)

###### **Discount Rate Sensitivity**

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liabilities calculated using the discount rate as well as what the net pension liabilities would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
<u>Police Pension</u>			
Net Pension Liability	\$ 2,654,798	1,986,788	1,426,013
<u>Firefighters' Pension</u>			
Net Pension Liability	\$ 237,234	216,829	198,844

###### **Net Pension Liability**

The components of the net pension liability of the Village's Plans as of December 31, 2014, calculated in accordance with GASB Statement No. 67, were as follows:

	Police Pension	Firefighters' Pension	Totals
Total Pension Liability	\$ 5,492,486	264,210	5,756,696
Plan Fiduciary Net Position	3,505,698	47,381	3,553,079
Village's Net Pension Liability	1,986,788	216,829	2,203,617
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	63.83%	17.93%	61.72%

# Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
 December 31, 2014  
 (continued)

## IV. Other Information (continued)

### A. Employee Retirement Systems and Plans (continued)

#### 3. Annual Pension Cost and Net Pension Obligation

	IMRF	Police Pension Fund	Firefighters Pension Fund	Total
Annual Required Contribution	\$ 136,432	\$ 133,619	\$ 8,636	\$ 278,687
Interest on Net Pension Obligation	366	1,530	(262)	1,634
Adjustment to Annual Required Contribution	(261)	(981)	168	(1,074)
Annual Pension Cost	136,537	134,168	8,542	279,247
Actual Contribution	136,432	117,183	10,921	264,536
Increase to the NPO	105	16,985	(2,379)	14,711
NPO - Beginning of Year	4,877	21,863	(3,740)	23,000
NPO - End of Year	\$ 4,982	\$ 38,848	\$ (6,119)	\$ 37,711

The Village's annual required contribution for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement Fund	Police Pension Fund	Firefighters' Pension Fund
Contribution Rates			
Employer	17.99%	36.01%	-
Employee	4.50%	9.91%	9.455%
Annual Required Contribution	\$136,432	\$134,168	\$8,701
Contributions Made	\$136,432	\$117,183	\$10,921
Actuarial Valuation Date	12/31/2014	12/31/2014	12/31/2014
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level % of Projected Payroll Open Basis	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis
Remaining Amortization Period	30 Years	26 Years	26 Years
Asset Valuation Method	5-Year Smoothed Market	Market	Market
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	7.00% Compounded Annually	7.00% Compounded Annually
Projected Salary Increases	.4 to 10.0%	5.50%	5.50%
Inflation Rate Included	4.00%	3.00%	3.00%

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
 December 31, 2014  
(continued)

### IV. Other Information (continued)

#### A. Employee Retirement Systems and Plans (continued)

##### 4. Trend Information

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the APC and the contributions actually made.

	Year	Illinois Municipal Retirement Fund	Police Pension Fund	Firefighters' Pension Fund
Annual Pension Cost (APC)	12/31/2012	116,536	108,023	7,102
	12/31/2013	132,992	108,115	7,095
	12/31/2014	136,537	134,168	8,542
Actual Contributions	12/31/2012	116,436	96,810	9,689
	12/31/2013	132,890	98,436	9,884
	12/31/2014	136,432	117,183	10,921
Percentage of APC Contributed	12/31/2012	99.91%	89.62%	136.43%
	12/31/2013	99.92%	91.05%	139.31%
	12/31/2014	99.92%	87.34%	127.85%
Net Pension Obligation	12/31/2012	4,775	12,184	(951)
	12/31/2013	4,877	21,863	(3,740)
	12/31/2014	4,982	38,848	(6,119)

##### 5. Funded Status and Funding Progress

The Village's funded status for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement Fund	Police Pension Fund	Firefighters' Pension Fund
Actuarial Valuation Date	12/31/2014	12/31/2014	12/31/2014
Percent Funded	61.97%	63.80%	17.90%
Accrued Accrued Liability for Benefits	\$ 3,355,915	\$ 5,492,486	\$ 264,210
Actuarial Value of Assets	\$ 2,079,805	\$ 3,505,698	\$ 47,381
Over (Under) Funded Actuarial Accrued Liability (UAAL)	\$ (1,276,110)	\$ (1,986,788)	\$ (216,829)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$ 758,378	\$ 325,427	\$ -
Ratio of UAAL to Covered Payroll	-168.27%	-610.52%	-%

## Village of South Chicago Heights, Illinois

### Notes to the Financial Statements

December 31, 2014

(continued)

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#### IV. Other Information (continued)

##### A. Employee Retirement Systems and Plans (continued)

###### 5. Funded Status and Funding Progress (continued)

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

##### B. Other Post Employment Benefits

###### 1. Plan Description, Provisions and Funding Policy

In addition to providing the pension benefits described, the Village provides postemployment healthcare insurance benefits (OPEB) for its eligible 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 collective bargaining agreements. The plan is not accounted for as a trust fund, and an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's General Fund.

The Village provides post-employment healthcare benefits to its retirees. To be eligible for benefits an employee must have been hired prior to September 18, 2006 and qualify for retirement under one of the Village's retirement plans.

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

Upon separation from Village service, unless removed for cause, after completing a minimum of 15 years of active service for the Village, some or all of the related cost of health insurance premiums will be paid by the Village in accordance with the following schedule:

<u>Years of active service</u>	<u>Premiums paid by the Village</u>
15	50%
18	75%
20	100%

For the fiscal year ending December 31, 2014, retirees contributed \$2,622. Active employees do not contribute to the plan in anticipation of future participation in the Village's retiree healthcare insurance benefit at retirement. Contributions to the plan begin only at retirement.

At December 31, 2014 membership consisted of:

Retirees and beneficiaries currently receiving benefits	8
Terminated plan members entitled to but not receiving benefits	-
Active vested plan members	19
Active nonvested plan members	6
Total	33

## Village of South Chicago Heights, Illinois

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### IV. Other Information (continued)

#### B. Other Post Employment Benefits (continued)

##### 1. Plan Description, Provisions and Funding Policy (continued)

The Village does not currently have a funding policy.

##### 2. Annual OPEB Costs and Net OPEB Obligations

The Village first had an actuarial valuation performed for the plan as of April 30, 2010 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, 2010. The current valuation covers the subsequent 20 month period.

The net OPEB obligation (NOPEBO) as of December 31, 2014 was calculated as follows:

Annual Required Contributions	\$ 330,581
Interest on Net OPEB Obligation	29,904
Adjustment to Annual Required Contribution	<u>(24,920)</u>
Annual OPEB Cost	335,565
Actual Contribution	<u>79,666</u>
Increase to the Net OPEB Obligation	255,899
Net OPEB Obligation - Beginning of Year	<u>747,600</u>
Net OPEB Obligation - End of Year	<u>\$ 1,003,499</u>

##### 3. Trend Information

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed		Net OPEB Obligation
		Contributed	19.9%	
12/31/2012	\$ 265,849			\$ 559,422
12/31/2013	\$ 263,813		28.7%	\$ 747,600
12/31/2014	\$ 335,565		23.7%	\$ 1,003,499

##### 4. Funded Status and Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Ratio of Unfunded Actuarial Accrued Liability to Annual Covered Payroll
12/31/2012	\$ -	\$ 3,374,049	\$ 3,374,049	0.00%	\$ 1,031,606	327.07%
12/31/2013	\$ -	\$ 4,669,750	\$ 4,669,750	0.00%	\$ 1,010,089	462.31%
12/31/2014	\$ -	\$ 4,669,750	\$ 4,669,750	0.00%	\$ 1,034,571	451.37%

## **Village of South Chicago Heights, Illinois**

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### **IV. Other Information (continued)**

#### **B. Other Post Employment Benefits (continued)**

##### **4. Funded Status and Funding Progress (continued)**

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 contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

##### **5. 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 includes 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 December 31, 2014 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return, including a 3.0% inflation assumption and an initial healthcare cost trend rate of 8.0%, with an ultimate rate of 6.0%. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of pay on an open basis. The remaining amortization period at December 31, 2014 was 30 years.

#### **C. Commitments**

At December 31, 2014, the Village had an outstanding purchase commitment of \$25,417 for road salt.

In 2013 the Village signed a participation agreement with the Illinois Department of Transportation for a project to resurface approximately 0.75 miles of Jackson Ave. Under this agreement the Village is committed to contributing a 20% share of the cost of this State project. Total project cost is estimated at \$370,445 with the Village's share not to exceed \$74,090; Motor Fuel Tax is the planned source for the Village's contribution. The project was completed in 2014 but at December 31, 2014 the Illinois Treasurer had not yet billed the Village for its final share of the project cost.

#### **D. Risk Management**

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Commercial insurance is purchased for all coverage except workers' compensation, as noted below. The Village retains the risk on the first \$1,000 loss per occurrence, and also for losses above the policy's \$8,000,000 coverage limit. At fiscal year end, the Village determined there were no probable unpaid claims for which it retained risk, and as such did not record a claims liability.

## **Village of South Chicago Heights, Illinois**

Notes to the Financial Statements  
December 31, 2014  
(continued)

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### **IV. Other Information (continued)**

#### **Illinois Public Risk Fund (IPRF)**

The Village participates in the Illinois Public Risk Fund (IPRF) to provide for the defense and payment of workers' compensation claims. The Fund is a not-for-profit corporation organized and operating as an intergovernmental joint insurance pool within the meaning of the Workers' Compensation Act. The Fund's membership consists of over 500 Illinois municipal units. Membership in the Fund is limited to public entities. The minimum initial term of membership is one year and membership may not be terminated by the member prior to the last day of the initial year. A member may withdraw its membership in subsequent years upon giving 90 days notice.

In the event of depletion of all reserves and reduction of members' equity below zero, pro rata assessments of participating members may be made to cover deficits that may occur. In the event of termination of IML-RMA by its members, after payment of all claims and expenses, the remaining assets are to be distributed pro rata among the members.

The Village's payments to IPRF are displayed on the financial statements as expenditures/expenses in appropriate funds.

#### **E. Significant Contingencies**

The Village was a party to several pending lawsuits at December 31, 2014. After consultation with legal counsel and application of the criteria set out in NCGA-4 and SFAS-5, the Village has determined that none of these lawsuits meets both the "probable" and "measurable" standards, and as such an estimated loss contingency amount for this judgment has been recorded as an expenditure in the current year.

#### **F. Prior Period Adjustment**

Beginning net position of the Governmental Activities has been restated to correct an overstatement of the Village's Net Pension Obligation. The previous amount was unsupported by current actuarial valuation reports. The net effect is a \$563,888 decrease in non-current liabilities and corresponding increase in net position in the government-wide statements only.

#### **G. Significant Subsequent Events**

On March 5, 2015 the Village issued General Obligation bonds in the amount of \$2,500,000 for the purpose of financing the construction of a new public safety facility on a parcel of land currently owned by the Village. The interest rates of the bonds range from 2.0% to 4.5% with a maturity date of December 1, 2034.

On March 24, 2015 the Village entered into a master equipment loan-purchase agreement for the purpose of financing a meter replacement and technology upgrade project for its water utility system. The total amount financed is \$1,985,188 payable in annual rent payments through March 24, 2028. The interest rate of the loan is 3.093%.

On August 5, 2015 the Village assigned the leasehold rights and a fifty year easement for a cellular telephone location affixed to the Village's Jackson Ave water tower. The total consideration paid to the Village for this agreement was \$302,000.

**REQUIRED SUPPLEMENTARY INFORMATION**

**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>			<b>Positive (Negative)</b>	
<b>Revenues</b>						
Local Taxes						
Property Tax - Corporate Levy	\$ 278,900	\$ 278,900	\$ 248,563	\$ (30,337)		
Property Tax - Audit Levy	23,470	23,470	22,404	(1,066)		
Property Tax - Crossing Guards Levy	4,695	4,695	4,664	(31)		
Property Tax - Fire Pension Levy	10,325	10,325	11,720	1,395		
Property Tax - Fire Protection Levy	248,850	248,850	266,075	17,225		
Property Tax - Garbage Levy	4,695	4,695	3,331	(1,364)		
Property Tax - IMRF Levy	103,335	103,335	117,694	14,359		
Property Tax - Liability Insurance Levy	187,900	187,900	148,257	(39,643)		
Property Tax - Police Pension Levy	107,960	107,960	121,656	13,696		
Property Tax - Police Protection Levy	352,250	352,250	346,662	(5,588)		
Property Tax - Social Security Levy	-	-	-	-		
Property Tax - Street & Bridge Levy	63,775	63,775	57,198	(6,577)		
Property Tax - Road & Bridge Levy	19,000	19,000	18,784	(216)		
Utility Tax - Electric	300,000	300,000	314,049	14,049		
Utility Tax - Natural Gas	60,000	60,000	81,015	21,015		
911 Local Telephone Surcharge	-	-	-	-		
Foreign Fire Insurance Tax	3,750	3,750	4,804	1,054		
Other Local Taxes	-	-	-	-		
<b>Total Local Taxes</b>	<b>\$ 1,768,905</b>	<b>\$ 1,768,905</b>	<b>\$ 1,766,876</b>	<b>\$ (2,029)</b>		
State Shared Taxes						
State Sales Tax	\$ 810,000	\$ 810,000	\$ 888,862	\$ 78,862		
Telecommunications Tax	125,000	125,000	94,021	(30,979)		
State Income Tax	420,000	420,000	396,284	(23,716)		
State Use Tax	67,000	67,000	79,483	12,483		
Personal Property Replacement Tax	22,650	22,650	22,770	120		
Video Gaming Tax	15,000	15,000	40,187	25,187		
Other State Shared Taxes	-	-	-	-		
<b>Total State Shared Taxes</b>	<b>\$ 1,459,650</b>	<b>\$ 1,459,650</b>	<b>\$ 1,521,607</b>	<b>\$ 61,957</b>		
Licenses and Permits						
License - Adult uses	\$ -	\$ -	\$ -	\$ -		
License - Ambulance	-	-	-	-		
License - Amusement pks & shooting galle	-	-	-	-		
License - Amusements, dances, skating	-	-	-	-		
License - Auctioneers & liquidation sales	-	-	-	-		
License - Auto body shops	900	900	900	-		
License - Auto courts & mobile home pks	1,275	1,275	1,275	-		
License - Auto parts dealers	1,500	1,500	1,400	(100)		
License - Auto repair & tire repair shops	5,000	5,000	6,150	1,150		
License - Auto sales, new & used	4,500	4,500	3,700	(800)		
License - Barber & beauty shops	3,000	3,000	2,300	(700)		
License - Billiards tables	300	300	500	200		
License - Bowling alleys	-	-	-	-		
License - Business, general	35,000	35,000	35,953	953		
License - Carnivals & circuses	-	-	-	-		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues (continued)</b>				
Licenses and Permits (continued)				
License - Cigarette & tobacco dealer	\$ 900	\$ 900	\$ 800	\$ (100)
License - Coin op amusement & game rms	1,875	1,875	1,575	(300)
License - Coin operated vending	3,750	3,750	4,125	375
License - Contractors	19,500	19,500	21,389	1,889
License - Delivery trucks & truckers	50	50	-	(50)
License - Dry cleaning & laundries	-	-	-	-
License - Exhibitions & menageries	-	-	-	-
License - Food cold storage & wholesalers	-	-	-	-
License - Food dealers	7,100	7,100	6,250	(850)
License - Food delivery vehicles	200	200	-	(200)
License - Garages & parking lots	-	-	-	-
License - Gasoline storage	325	325	250	(75)
License - Handbill distributor	-	-	-	-
License - Hotels	-	-	-	-
License - Ice cream & milk dealers	100	100	150	50
License - Junk dealers & scavengers	1,000	1,000	1,250	250
License - Kennels, pet shops & groomers	-	-	-	-
License - Machine plants	2,200	2,200	2,200	-
License - Massage parlors & therapists	-	-	-	-
License - Medical dispensaries	-	-	-	-
License - Nursing homes	1,000	1,000	1,000	-
License - Outdoor advertisers	1,700	1,700	1,500	(200)
License - Paint shops	300	300	300	-
License - Pawnbrokers & 2nd hand dealers	100	100	-	(100)
License - Peddlers, flea mkt & itinerent dlr	800	800	600	(200)
License - Plumbing & heating suppliers	-	-	-	-
License - Raffles	-	-	-	-
License - Restaurants	4,400	4,400	4,700	300
License - Service stations	1,250	1,250	600	(650)
License - Tattoo & body piercing	-	-	-	-
License - Taxicabs	350	350	645	295
License - Undertakers	-	-	-	-
License - Other Businesses	-	-	-	-
License - Alcoholic Liquor Class A	4,500	4,500	3,750	(750)
License - Alcoholic Liquor Class B	750	750	750	-
License - Alcoholic Liquor Class C	3,000	3,000	3,700	700
License - Alcoholic Liquor Class D	-	-	-	-
License - Alcoholic Liquor Class E1 & E2	1,000	1,000	100	(900)
License - Alcoholic Liquor Class F1 & F2	1,400	1,400	1,400	-
License - Alcoholic Liquor Class G	-	-	-	-
License - Alcoholic Liquor Class H	500	500	500	-
License - Alcoholic Liquor Class T	1,275	1,275	1,200	(75)
License - Alcoholic Liquor Class J	750	750	50	(700)
Vehicle License - Passenger Car	100	100	64	(36)
Vehicle License - Senior / Handicapped	-	-	-	-
Vehicle License - Military/School/Religious	-	-	-	-
Vehicle License - Truck	-	-	-	-
Vehicle License - Bus / RV	-	-	-	-

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues (continued)</b>				
Licenses and Permits (continued)				
Vehicle License - Motorcycle	\$ -	\$ -	\$ -	\$ -
Vehicle License - Taxi	-	-	-	-
Vehicle License - Duplicate/Replacement	-	-	-	-
License - Domestic Animal	175	175	150	(25)
License - Other	-	-	-	-
Permit Fee - Plan Review	500	500	6,352	5,852
Permit Fee - Residential Remodeling	20,000	20,000	23,875	3,875
Permit Fee - Residential New Construction	-	-	-	-
Permit Fee - Comm/Indstrl Remodeling	20,000	20,000	24,278	4,278
Permit Fee - Comm/Indstrl New Construction	-	-	-	-
Permit Fee - Garage New Construction	-	-	-	-
Permit Fee - Demolition	500	500	536	36
Permit Fee - Sign	1,000	1,000	257	(743)
Permit Fee - Plumbing	250	250	100	(150)
Permit Fee - Electrical	200	200	240	40
Rental Unit Inspection Fee	27,500	27,500	21,935	(5,565)
Public Hearing Fee	-	-	-	-
Permit Violation / Reinspection Fee	100	100	300	200
Permit Fee - Building Moving	-	-	-	-
Certificate of Compliance Fee	-	-	-	-
Permit Fee - Excavation	-	-	-	-
Permit Fee - Fireworks Display	-	-	-	-
Permit Fee - Municipal Property Usage	-	-	-	-
Certificate of Occupancy Fee	12,000	12,000	18,175	6,175
Permit Fee - Solicitor	50	50	-	(50)
Permit Fee - Street Opening	-	-	-	-
Permit Fee - Trailer Parking	-	-	-	-
Franchise Fee - Cable TV	36,000	36,000	35,327	(673)
Permit Fee - Other	1,000	1,000	200	(800)
<b>Total Licenses and Permits</b>	<b>\$ 230,925</b>	<b>\$ 230,925</b>	<b>\$ 242,751</b>	<b>\$ 11,826</b>
Charges for Services				
Alarm Fee	\$ -	\$ -	\$ -	\$ -
Ambulance & EMS Fee	125,000	125,000	132,800	7,800
Animal Impound Fee	-	-	-	-
Board-up / Violation Remediation Charge	5,500	5,500	8,444	2,944
Delinquent Bill Lein Release Charge	100	100	86	(14)
Escrow Processing Fee	-	-	-	-
Fire Protection Services Fee	-	-	-	-
FOIA / Copying Charge	25	25	-	(25)
Garbage Bag / Recycling Bin Fee	255,000	255,000	271,781	16,781
Inspection Fee	1,000	1,000	1,375	375
License Application Fee	300	300	100	(200)
Police / Fire Report Fee	500	500	436	(64)

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>		<b>Positive (Negative)</b>	<b>Positive (Negative)</b>
<b>Revenues (continued)</b>					
Charges for Services (continued)					
Property Damage Charge	\$ -	\$ -	\$ 2,642	\$ 2,642	
50/50 Sidewalk Replacement Sales	500	500	-	(500)	
Other Charges For Services	1,400	1,400	200	(1,200)	
Program Fees - Other Recreation	500	500	939	439	
<b>Total Charges for Services</b>	<b>\$ 389,825</b>	<b>\$ 389,825</b>	<b>\$ 418,803</b>	<b>\$ 28,978</b>	
Fines and Forfeitures					
Building Code Violation Fines	\$ -	\$ -	\$ -	\$ -	
Circuit Court DUI Fines	100	100	1,569	1,469	
Circuit Court Fines	10,000	10,000	20,730	10,730	
"C" Ticket Fines	75,000	75,000	80,458	5,458	
Deposit Forfeits	-	-	-	-	
Escrow Forfeits	-	-	-	-	
False Alarm Fines	-	-	-	-	
General Ordinance Violation Fines	53,000	53,000	45,050	(7,950)	
Late Payment Penalty	5,250	5,250	5,924	674	
Liquor Code Violation Fines	-	-	-	-	
NSF Check Charge	300	300	125	(175)	
"P" Ticket Fines	-	-	1,475	1,475	
Police Forfeiture Income	25,000	25,000	27,359	2,359	
Garbage Service Turn-on Fee	150	150	-	(150)	
Vehicle Immobilization Fine	-	-	-	-	
Zoning Violation Fee	-	-	-	-	
Other Fines and Forfeitures	-	-	-	-	
<b>Total Fines and Forfeitures</b>	<b>\$ 168,800</b>	<b>\$ 168,800</b>	<b>\$ 182,690</b>	<b>\$ 13,890</b>	
Rent					
Building Rentals	\$ 45,225	\$ 45,225	\$ 51,228	\$ 6,003	
Antenna Site Lease	36,850	36,850	53,300	16,450	
Senior Center Rentals	5,000	5,000	2,525	(2,475)	
Pavilion Rentals	1,500	1,500	550	(950)	
Other Rentals	200	200	250	50	
<b>Total Rent</b>	<b>\$ 88,775</b>	<b>\$ 88,775</b>	<b>\$ 107,853</b>	<b>\$ 19,078</b>	
Grants					
Federal Grants	\$ -	\$ -	\$ -	\$ -	
State Grants	15,750	15,750	31,786	16,036	
County Grants	-	-	2,625	2,625	
Township Grants	-	-	-	-	
Corporate / Private Grants	3,500	3,500	9,572	6,072	
Other Grants	2,000	2,000	-	(2,000)	
<b>Total Grants</b>	<b>\$ 21,250</b>	<b>\$ 21,250</b>	<b>\$ 43,983</b>	<b>\$ 22,733</b>	

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues (continued)</b>				
Interest				
Interest From Deposits	\$ 600	\$ 600	\$ 286	\$ (314)
Interest From Investments	\$ 10,000	\$ 10,000	\$ 30,345	\$ 20,345
Increase in Fair Value of Investments	-	-	(22,930)	(22,930)
Other Interest	-	-	-	-
<b>Total Interest</b>	<b>\$ 10,600</b>	<b>\$ 10,600</b>	<b>\$ 7,701</b>	<b>\$ (2,899)</b>
Reimbursements				
Gasoline Tax Reimbursement	\$ 1,500	\$ 1,500	\$ 1,563	\$ 63
Developer Reimbursement	-	-	-	-
Expense Reimbursement	750	750	4,107	3,357
Insurance Reimbursement	1,500	1,500	20,402	18,902
Intergovernmental Reimbursement	-	-	1,958	1,958
State Reimbursement	-	-	6,810	6,810
Workers Compensation Reimbursement	-	-	-	-
Other Reimbursements	-	-	762	762
<b>Total Reimbursements</b>	<b>\$ 3,750</b>	<b>\$ 3,750</b>	<b>\$ 35,602</b>	<b>\$ 31,852</b>
Other Revenue				
Donations	\$ 100	\$ 100	\$ 4,705	\$ 4,605
Donations - Firefighters Association	\$ 3,000	\$ 3,000	\$ 3,000	-
Commissions	-	-	-	-
Merchandise Sales	500	500	1,525	1,025
Special Event Fund Raising	-	-	-	-
Cash Over / Short	\$ -	\$ -	\$ -	\$ -
Miscellaneous	100	100	192	92
<b>Total Other Revenue</b>	<b>\$ 3,700</b>	<b>\$ 3,700</b>	<b>\$ 9,422</b>	<b>\$ 5,722</b>
<b>Total revenues</b>	<b>\$ 4,146,180</b>	<b>\$ 4,146,180</b>	<b>\$ 4,337,288</b>	<b>\$ 191,108</b>

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget Positive (Negative)</b>	
	<b>Original</b>	<b>Final</b>	<b>Original</b>	<b>Final</b>		
<b>Expenditures</b>						
<b>General government</b>						
Nondepartmental						
Personal Services						
Benefits						
Insurance - Group Life and AD&D	\$ -	\$ -	\$ -	\$ -	\$ -	
Insurance - Group Medical	\$ 60,366	\$ 61,911	\$ 60,120	\$ 60,120	\$ 1,791	
Insurance - Group Dental	\$ 3,155	\$ 3,155	\$ 2,965	\$ 2,965	\$ 190	
Total Benefits	\$ 63,521	\$ 65,066	\$ 63,085	\$ 63,085	\$ 1,981	
Total Personal Services	\$ 63,521	\$ 65,066	\$ 63,085	\$ 63,085	\$ 1,981	
Contingency						
Contingencies	\$ 82,500	\$ 52,245	\$ -	\$ -	\$ 52,245	
Property Damage	\$ -	\$ -	\$ -	\$ -	\$ -	
Claims & Judgements	\$ -	\$ -	\$ -	\$ -	\$ -	
Total Contingency	\$ 82,500	\$ 52,245	\$ -	\$ -	\$ 52,245	
Total Nondepartmental	\$ 146,021	\$ 117,311	\$ 63,085	\$ 63,085	\$ 54,226	
Mayor and Village Board						
Personal Services						
Compensation						
Salary - Elected and Appointed Officials	\$ 80,740	\$ 73,530	\$ 54,800	\$ 54,800	\$ 18,730	
Total Compensation	\$ 80,740	\$ 73,530	\$ 54,800	\$ 54,800	\$ 18,730	
Personal Services						
Benefits						
Employer FICA / Medicare	\$ 4,611	\$ 4,611	\$ 4,192	\$ 4,192	\$ 419	
Employer IMRF	\$ 10,537	\$ 10,537	\$ 9,803	\$ 9,803	\$ 734	
Insurance - Group Life and AD&D	\$ 3,828	\$ 3,828	\$ 3,797	\$ 3,797	\$ 31	
Insurance - Group Medical	\$ 45,649	\$ 45,649	\$ 40,404	\$ 40,404	\$ 5,245	
Insurance - Group Dental	\$ 6,490	\$ 6,490	\$ 6,100	\$ 6,100	\$ 390	
Insurance - Workers Compensation	\$ 4,118	\$ 4,793	\$ 4,792	\$ 4,792	\$ 1	
Insurance - Unemployment Compensation	\$ 1,014	\$ 339	\$ -	\$ -	\$ 339	
Total Benefits	\$ 76,247	\$ 76,247	\$ 69,088	\$ 69,088	\$ 7,159	
Total Personal Services	\$ 156,987	\$ 149,777	\$ 123,888	\$ 123,888	\$ 25,889	
Contractual Services						
Repair and Maintenance						
R & M - Communications Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	
R & M - Vehicles	\$ 825	\$ 825	\$ 419	\$ 419	\$ 406	
Total Repair and Maintenance	\$ 825	\$ 825	\$ 419	\$ 419	\$ 406	

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>			
<b>Expenditures (continued)</b>					
<b>General government (continued)</b>					
<b>Mayor and Village Board (continued)</b>					
Other Contractual					
Advertising & Legal Publishing	\$ -	\$ -	\$ -	\$ -	\$ -
Bank Fees & Charges	-	-	-	-	-
Facility Rental	-	-	-	-	-
Intergovernmental Fees and Dues	275	275	111	164	
Printing and Copying Services	-	-	-	-	
Professional Assn Memberships & Dues	3,850	3,850	3,372	478	
Purchased Program Services	1,650	1,650	130	1,520	
Telephone - Local, LD, Wireless, Pager	1,320	1,320	943	377	
Training Services	275	275	-	275	
Other Contractual	-	-	-	-	
Total Other Contractual	\$ 7,370	\$ 7,370	\$ 4,556	\$ 2,814	
Total Contractual Services	\$ 8,195	\$ 8,195	\$ 4,975	\$ 3,220	
Commodities					
Awards	\$ 220	\$ 220	\$ 47	\$ 173	
Computer Supplies	-	75	74	1	
Concessions and Food	1,980	4,170	4,166	4	
Fuel	1,540	1,540	1,252	288	
Office Supplies	-	300	300	-	
Postage	-	435	435	-	
Program Supplies	275	275	239	36	
Stationery	220	220	71	149	
Other Materials and Supplies	3,850	5,925	5,925	-	
Total Commodities	\$ 8,085	\$ 13,160	\$ 12,509	\$ 651	
Travel					
Conference and Meeting Registration	\$ 1,100	\$ 2,650	\$ 2,650	\$ -	
Local Mileage, Parking and Tolls	550	660	658	2	
Lodging	1,375	1,405	1,401	4	
Meals	1,100	1,100	1,018	82	
Total Travel	\$ 4,125	\$ 5,815	\$ 5,727	\$ 88	
Total Mayor and Village Board	\$ 177,392	\$ 176,947	\$ 147,099	\$ 29,848	
Board of Police & Fire Commissioners					
Personal Services					
Compensation					
Stipend - Boards and Commissions	\$ 550	\$ 25	\$ -	\$ 25	
Total Compensation	\$ 550	\$ 25	\$ -	\$ 25	
Total Personal Services	\$ 550	\$ 25	\$ -	\$ 25	

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Expenditures (continued)</b>				
<b>General government (continued)</b>				
Board of Police & Fire Commissioners (continued)				
Contractual Services				
Professional Services				
Legal - Review	\$ 1,100	\$ 100	\$ -	\$ 100
Medical	<u>1,100</u>	<u>100</u>	<u>-</u>	<u>100</u>
Total Professional Services	\$ 2,200	\$ 200	\$ -	\$ 200
Other Contractual				
Professional Assn Memberships & Dues	\$ -	\$ 375	\$ 375	\$ -
Purchased Program Services	<u>-</u>	<u>2,770</u>	<u>2,770</u>	<u>-</u>
Training Services	<u>-</u>	<u>1,125</u>	<u>1,125</u>	<u>-</u>
Other Contractual	\$ -	\$ 4,270	\$ 4,270	\$ -
Total Contractual Services	\$ 2,200	\$ 4,470	\$ 4,270	\$ 200
Commodities				
Books and Publications	\$ -	\$ 340	\$ 340	\$ -
Postage	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Commodities	\$ -	\$ 340	\$ 340	\$ -
Travel				
Conference and Meeting Registration	\$ -	\$ -	\$ -	\$ -
Local Mileage, Parking and Tolls	<u>-</u>	<u>175</u>	<u>174</u>	<u>1</u>
Lodging	<u>-</u>	<u>575</u>	<u>571</u>	<u>4</u>
Meals	<u>-</u>	<u>100</u>	<u>98</u>	<u>2</u>
Total Travel	\$ -	\$ 850	\$ 843	\$ 7
Total Bd of Police & Fire Commissioners	\$ 2,750	\$ 5,685	\$ 5,453	\$ 232
Health Officer				
Contractual Services				
Other Contractual				
Printing and Copying Services	\$ -	\$ -	\$ -	\$ -
Purchased Program Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Rodent / Mosquito Abatement	<u>22,000</u>	<u>22,000</u>	<u>19,755</u>	<u>2,245</u>
Total Other Contractual	\$ 22,000	\$ 22,000	\$ 19,755	\$ 2,245
Total Contractual Services	\$ 22,000	\$ 22,000	\$ 19,755	\$ 2,245
Commodities				
Other Materials and Supplies	\$ -	\$ -	\$ -	\$ -
Total Commodities	\$ -	\$ -	\$ -	\$ -
Total Health Officer	\$ 22,000	\$ 22,000	\$ 19,755	\$ 2,245

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>			<b>Positive (Negative)</b>	
<b>Expenditures (continued)</b>						
<b>General government (continued)</b>						
Zoning Board of Appeals						
Personal Services						
Compensation						
Stipend - Boards and Commissions	\$ 715	\$ 15	\$ -	\$ 15		
Total Compensation	\$ 715	\$ 15	\$ -	\$ 15		
Total Personal Services	\$ 715	\$ 15	\$ -	\$ 15		
Contractual Services						
Professional Services						
Engineering and Architectural	\$ 550	\$ 50	\$ -	\$ 50		
Legal - Review	550	3,425	3,422	3		
Total Professional Services	\$ 1,100	\$ 3,475	\$ 3,422	\$ 53		
Other Contractual						
Advertising & Legal Publishing	\$ 275	\$ 75	\$ 34	\$ 41		
-	-	-	-	-		
Total Other Contractual	\$ 275	\$ 75	\$ 34	\$ 41		
Total Contractual Services	\$ 1,375	\$ 3,550	\$ 3,456	\$ 94		
Commodities						
Office Supplies	\$ 55	\$ 55	\$ -	\$ 55		
Postage	55	55	-	55		
Total Commodities	\$ 110	\$ 110	\$ -	\$ 110		
Travel						
Meals	\$ -	\$ -	\$ -	\$ -		
Total Travel	\$ -	\$ -	\$ -	\$ -		
Total Zoning Board of Appeals	\$ 2,200	\$ 3,675	\$ 3,456	\$ 219		
<b>General &amp; Financial Administration</b>						
<b>Personal Services</b>						
Compensation						
Wages - Full Time Salaried	\$ 197,341	\$ 197,341	\$ 188,682	\$ 8,659		
Wages - Full Time Hourly	58,454	58,454	56,559	1,895		
Wages - Part Time Hourly	20,789	5,289	2,302	2,987		
Wages - Seasonal Hourly	-	-	-	-		
Wages - Overtime	365	365	85	280		
Auto Allowance	5,280	5,280	4,800	480		
Total Compensation	\$ 282,229	\$ 266,729	\$ 252,428	\$ 14,301		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts		Variance with Final Budget	
	Original	Final			Positive (Negative)	
<b>Expenditures (continued)</b>						
<b>General government (continued)</b>						
General & Financial Administration (continued)						
Benefits						
Employer FICA / Medicare	\$ 21,555	\$ 21,555	\$ 19,448	\$ 19,448	2,107	
Employer IMRF	48,829	48,829	42,568	42,568	6,261	
Insurance - Group Life and AD&D	1,203	1,203	540	540	663	
Insurance - Group Medical	40,130	40,130	36,533	36,533	3,597	
Insurance - Group Dental	3,146	3,146	2,957	2,957	189	
Insurance - Workers Compensation	22,540	22,540	21,652	21,652	888	
Insurance - Unemployment Compensation	958	958	-	-	958	
Total Benefits	\$ 138,361	\$ 138,361	\$ 123,698	\$ 123,698	\$ 14,663	
Total Personal Services	\$ 420,590	\$ 405,090	\$ 376,126	\$ 376,126	\$ 28,964	
Contractual Services						
Professional Services						
Audit	\$ 26,400	\$ 24,400	\$ 24,000	\$ 24,000	\$ 400	
Consulting	-	3,650	3,645	3,645	5	
Data Processing	22,000	35,710	35,708	35,708	2	
Investment Management	-	2,865	2,865	2,865	-	
Legal - Review	-	-	-	-	-	
Other Professional Services	1,760	1,800	1,800	1,800	-	
Total Professional Services	\$ 50,160	\$ 68,425	\$ 68,018	\$ 68,018	\$ 407	
Repair and Maintenance						
R & M - Communications Equipment	\$ 2,475	\$ 1,725	\$ 1,700	\$ 1,700	\$ 25	
R & M - Data Processing Equipment	1,650	950	900	900	50	
R & M - Office Equipment	5,830	4,530	4,478	4,478	52	
R & M - Vehicles	1,650	1,550	1,541	1,541	9	
Total Repair and Maintenance	\$ 11,605	\$ 8,755	\$ 8,619	\$ 8,619	\$ 136	
Other Contractual						
Advertising & Legal Publishing	\$ 1,342	\$ 1,342	\$ 927	\$ 927	\$ 415	
Archival & Document Services	-	-	-	-	-	
Bank Fees & Charges	4,950	4,950	4,461	4,461	489	
Contract Labor	-	15,500	15,485	15,485	15	
Equipment Rental	9,350	7,400	7,391	7,391	9	
Intergovernmental Fees and Dues	5,225	1,965	131	131	1,834	
Intergovernmental Service Contracts	10,560	1,860	1,813	1,813	47	
ISP's & Data Services	1,100	1,800	1,793	1,793	7	
Liability Insurance	101,750	101,750	99,345	99,345	2,405	
Ordinance Codification Services	3,300	50	-	-	50	

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>			<b>Positive (Negative)</b>	
<b>Expenditures (continued)</b>						
<b>General government (continued)</b>						
<b>General &amp; Financial Administration (continued)</b>						
Other Contractual (continued)						
Printing and Copying Services	\$ 2,750	\$ 3,275	\$ 3,273	\$ 2		
Professional Assn Memberships & Dues	6,408	3,808	3,781	27		
Purchased Program Services	550	3,625	3,623	2		
Telephone - Local, LD, Wireless, Pager	10,725	10,725	10,169	556		
Training Services	220	220	-	220		
Other Contractual	-	-	-	-		
Total Other Contractual	\$ 158,230	\$ 158,270	\$ 152,192	\$ 6,078		
Total Contractual Services	\$ 219,995	\$ 235,450	\$ 228,829	\$ 6,621		
Commodities						
Awards	\$ -	\$ -	\$ -	\$ -		
Books and Publications	110	110	54	56		
Computer Supplies	2,750	1,750	1,414	336		
Concessions and Food	-	185	184	1		
Copier Supplies	1,870	1,870	1,374	496		
Fuel	2,200	1,200	1,189	11		
Office Supplies	4,125	4,600	4,600	-		
Postage	2,475	2,500	2,500	-		
Program Supplies	3,300	3,925	3,918	7		
Service & Repair Parts	-	-	-	-		
Stationery	825	125	83	42		
Uniforms	550	550	418	132		
Other Materials and Supplies	-	-	-	-		
Total Commodities	\$ 18,205	\$ 16,815	\$ 15,734	\$ 1,081		
Travel						
Conference and Meeting Registration	\$ 1,100	\$ 1,100	\$ 975	\$ 125		
Local Mileage, Parking and Tolls	1,320	1,370	1,369	1		
Lodging	1,155	1,105	577	528		
Meals	385	385	171	214		
Purchased Transportation	-	-	-	-		
Total Travel	\$ 3,960	\$ 3,960	\$ 3,092	\$ 868		
Total General & Financial Administration	\$ 662,750	\$ 661,315	\$ 623,781	\$ 37,534		
Legal Services						
Contractual Services						
Professional Services						
Legal - Prosecution & Adjudication	\$ 13,200	\$ 13,200	\$ 9,067	\$ 4,133		
Legal - Litigation	2,200	2,200	-	2,200		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>			<b>Positive (Negative)</b>	
<b>Expenditures (continued)</b>						
<b>General government (continued)</b>						
Legal Services (continued)						
Legal - Review	\$ 127,600	\$ 124,375	\$ 73,587	\$ 50,788		
Other Professional Services	5,500	8,725	8,719	6		
Total Professional Services	\$ 148,500	\$ 148,500	\$ 91,373	\$ 57,127		
Total Contractual Services	\$ 148,500	\$ 148,500	\$ 91,373	\$ 57,127		
Total Legal Services	\$ 148,500	\$ 148,500	\$ 91,373	\$ 57,127		
Building Maintenance						
Personal Services						
Compensation	\$ -	\$ -	\$ -	\$ -		
Wages - Part Time Hourly	\$ -	\$ -	\$ -	\$ -		
Wages - Overtime						
Total Compensation	\$ -	\$ -	\$ -	\$ -		
Benefits						
Employer FICA / Medicare	\$ -	\$ -	\$ -	\$ -		
Insurance - Workers Compensation	\$ -	\$ -	\$ -	\$ -		
Insurance - Unemployment Compensation	\$ -	\$ -	\$ -	\$ -		
Total Benefits	\$ -	\$ -	\$ -	\$ -		
Total Personal Services	\$ -	\$ -	\$ -	\$ -		
Building Maintenance						
Contractual Services						
Professional Services						
Engineering and Architectural	\$ -	\$ -	\$ -	\$ -		
Total Professional Services	\$ -	\$ -	\$ -	\$ -		
Repair and Maintenance						
R & M - Buildings & Grounds	\$ 19,800	\$ 48,900	\$ 48,891	\$ 9		
R & M - Communications Equipment	275	25	-	25		
R & M - Fire & EMS Equipment	-	-	-	-		
R & M - Office Equipment	-	-	-	-		
R & M - Other Equipment	550	50	-	50		
Total Repair and Maintenance	\$ 20,625	\$ 48,975	\$ 48,891	\$ 84		
Other Contractual						
Equipment Rental	\$ -	\$ -	\$ -	\$ -		
Forestry & Landscaping Services	550	200	170	30		
Intergovernmental Fees and Dues	275	125	100	25		
Janitorial	8,580	8,130	8,110	20		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

**(With comparative totals for the fiscal year ended April 30, 2006)**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget Positive (Negative)</b>	
	<b>Original</b>	<b>Final</b>	<b>Original</b>	<b>Final</b>		
<b>Expenditures (continued)</b>						
<b>General government (continued)</b>						
Building Maintenance (continued)						
Purchased Program Services	\$ 880	\$ 980	\$ 977	\$ 977	3	
Rodent / Mosquito Abatement	<u>1,540</u>	<u>1,265</u>	<u>1,260</u>	<u>1,260</u>	5	
Total Other Contractual	<u>\$ 11,825</u>	<u>\$ 10,700</u>	<u>\$ 10,617</u>	<u>\$ 10,617</u>	83	
Total Contractual Services	<u>\$ 32,450</u>	<u>\$ 59,675</u>	<u>\$ 59,508</u>	<u>\$ 59,508</u>	167	
Commodities						
Cleaning & Maintenance Supplies	\$ 7,700	\$ 10,275	\$ 10,267	\$ 10,267	8	
Office Supplies	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	-	
Program Supplies	<u>3,300</u>	<u>1,175</u>	<u>1,172</u>	<u>1,172</u>	3	
Service & Repair Parts	<u>550</u>	<u>25</u>	<u>13</u>	<u>13</u>	12	
Small Tools	<u>110</u>	<u>10</u>	<u>-</u>	<u>-</u>	10	
Utilities - Village Buildings	<u>16,500</u>	<u>20,825</u>	<u>20,819</u>	<u>20,819</u>	6	
Utilities - Public Way	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	-	
Total Commodities	<u>\$ 28,160</u>	<u>\$ 32,310</u>	<u>\$ 32,271</u>	<u>\$ 32,271</u>	39	
Total Building Maintenance	<u>\$ 60,610</u>	<u>\$ 91,985</u>	<u>\$ 91,779</u>	<u>\$ 91,779</u>	206	
Courtesy Car Program						
Personal Services						
Compensation						
Wages - Part Time Hourly	\$ 19,457	\$ 17,432	\$ 17,176	\$ 17,176	256	
Wages - Paid-on-call Duty	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	-	
Total Compensation	<u>\$ 19,457</u>	<u>\$ 17,432</u>	<u>\$ 17,176</u>	<u>\$ 17,176</u>	256	
Benefits						
Employer FICA / Medicare	\$ 1,488	\$ 1,488	\$ 1,314	\$ 1,314	174	
Employer IMRF	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	-	
Insurance - Workers Compensation	<u>1,557</u>	<u>1,557</u>	<u>1,502</u>	<u>1,502</u>	55	
Insurance - Unemployment Compensation	<u>372</u>	<u>372</u>	<u>-</u>	<u>-</u>	372	
Total Benefits	<u>\$ 3,417</u>	<u>\$ 3,417</u>	<u>\$ 2,816</u>	<u>\$ 2,816</u>	601	
Total Personal Services	<u>\$ 22,874</u>	<u>\$ 20,849</u>	<u>\$ 19,992</u>	<u>\$ 19,992</u>	857	
Contractual Services						
Professional Services						
Medical	\$ -	\$ -	\$ -	\$ -	-	
Other Professional Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	-	
Total Professional Services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	-	

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts		Variance with Final Budget Positive (Negative)	
	Original	Final				
<b>Expenditures (continued)</b>						
<b>General government (continued)</b>						
Courtesy Car Program (continued)						
Contractual Services (continued)						
Repair and Maintenance						
R & M - Vehicles	\$ 1,650	\$ 3,325	\$ 3,321	\$ 4		
R & M - Other Equipment	55	55	-	55		
Total Repair and Maintenance	\$ 1,705	\$ 3,380	\$ 3,321	\$ 59		
Other Contractual						
Equipment Rental	\$ -	\$ -	\$ -	\$ -		
Intergovernmental Fees and Dues	110	110	-	110		
Purchased Program Services	-	-	-	-		
Telephone - Local, LD, Wireless, Pager	605	605	419	186		
Total Other Contractual	\$ 715	\$ 715	\$ 419	\$ 296		
Total Contractual Services	\$ 2,420	\$ 4,095	\$ 3,740	\$ 355		
Commodities						
Fuel	\$ 3,080	\$ 3,430	\$ 3,424	\$ 6		
Program Supplies	-	-	-	-		
Service & Repair Parts	-	-	-	-		
Total Commodities	\$ 3,080	\$ 3,430	\$ 3,424	\$ 6		
Travel						
Local Mileage, Parking and Tolls	\$ -	\$ -	\$ -	\$ -		
Program Supplies	-	-	-	-		
Total Travel	\$ -	\$ -	\$ -	\$ -		
Total Courtesy Car Program	\$ 28,374	\$ 28,374	\$ 27,156	\$ 1,218		
<b>Total general government</b>	<b>\$ 1,250,597</b>	<b>\$ 1,255,792</b>	<b>\$ 1,072,937</b>	<b>\$ 182,855</b>		
<b>Public safety</b>						
Building & Code Enforcement Department						
Personal Services						
Compensation						
Wages - Full Time Salaried	\$ 72,052	\$ 72,917	\$ 72,914	\$ 3		
Wages - Full Time Hourly	26,138	24,463	24,448	15		
Wages - Part Time Hourly	-	-	-	-		
Wages - Overtime	471	616	613	3		
Other Compensation	-	-	-	-		
Total Compensation	\$ 98,661	\$ 97,996	\$ 97,975	\$ 21		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>		
	<b>Original</b>	<b>Final</b>		<b>Positive (Negative)</b>	<b>Positive (Negative)</b>	
<b>Expenditures (continued)</b>						
<b>Public safety (continued)</b>						
Building & Code Enforcement Department (continued)						
Contractual Services (continued)						
Benefits						
Employer FICA / Medicare	\$ 7,541	\$ 7,681	\$ 7,679	\$ 2		
Employer IMRF	13,951	14,201	14,201	-		
Insurance - Group Life and AD&D	562	312	266	46		
Insurance - Group Medical	10,919	10,069	10,066	3		
Insurance - Group Dental	2,695	2,545	2,534	11		
Insurance - Workers Compensation	6,384	8,569	8,566	3		
Insurance - Unemployment Compensation	607	7	-	7		
Total Benefits	\$ 42,659	\$ 43,384	\$ 43,312	\$ 72		
Total Personal Services	\$ 141,320	\$ 141,380	\$ 141,287	\$ 93		
Contractual Services						
Professional Services						
Data Processing	\$ -	\$ 365	\$ 362	\$ 3		
Engineering and Architectural	8,800	5,550	5,506	44		
Legal - Review	3,300	4,720	4,716	4		
Total Professional Services	\$ 12,100	\$ 10,635	\$ 10,584	\$ 51		
Repair and Maintenance						
R & M - Vehicles	\$ 770	\$ 270	\$ 244	\$ 26		
Total Repair and Maintenance	\$ 770	\$ 270	\$ 244	\$ 26		
Other Contractual						
Billing & Collection Services	\$ 3,300	\$ 1,800	\$ 1,731	\$ 69		
Contract Labor	14,850	19,800	19,786	14		
Intergovernmental Fees and Dues	2,200	250	240	10		
Intergovernmental Service Contracts	-	-	-	-		
ISP's & Data Services	2,200	600	575	25		
Printing and Copying Services	330	420	420	-		
Professional Assn Memberships & Dues	275	150	125	25		
Purchased Program Services	11,000	23,760	23,756	4		
Telephone - Local, LD, Wireless, Pager	660	410	409	1		
Training Services	1,100	100	-	100		
Total Other Contractual	\$ 35,915	\$ 47,290	\$ 47,042	\$ 248		
Total Contractual Services	\$ 48,785	\$ 58,195	\$ 57,870	\$ 325		
Commodities						
Books and Publications	\$ -	\$ 370	\$ 368	\$ 2		
Computer Supplies	1,265	1,065	891	174		
Concessions and Food	275	25	-	25		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>			<b>Positive (Negative)</b>	
<b>Expenditures (continued)</b>						
<b>Public safety (continued)</b>						
Building & Code Enforcement Department (continued)						
Commodities (continued)						
Copier Supplies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fuel		1,100		1,230		1,226
Office Supplies		220		45		22
Postage		1,210		710		639
Program Supplies		275		50		28
Protective Clothing & Equipment		110		310		301
Small Tools		275		25		-
Stationery		-		-		-
Uniforms		110		10		-
Training Supplies		-		-		-
Uniforms		-		-		-
Other Materials and Supplies		-		-		-
Total Commodities	\$ 4,840	\$ 3,840	\$ 3,475	\$ 365		
Travel						
Conference and Meeting Registration	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Local Mileage, Parking and Tolls		-		-		-
Lodging		-		-		-
Meals		-		-		-
Purchased Transportation		-		-		-
Total Travel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Building & Code Enforcement Dept	\$ 194,945	\$ 203,415	\$ 202,632	\$ 783		
Police Department						
Personal Services						
Compensation						
Wages - Full Time Salaried	\$ 178,437	\$ 178,437	\$ 167,946	\$ 10,491		
Wages - Full Time Hourly		356,718		294,056		39,627
Wages - Part Time Hourly		329,833		352,733		13
Wages - Seasonal Hourly		-	135	132		3
Wages - Overtime		96,371		91,674		4,697
Total Compensation	\$ 961,359	\$ 961,359	\$ 906,528	\$ 54,831		
Benefits						
Employer FICA / Medicare	\$ 42,551	\$ 43,156	\$ 43,152	\$ 4		
Employer IMRF		10,699		9,932		767
Employer Police / Fire Pension		118,756		117,183		1,573
Insurance - Group Life and AD&D		3,611		1,472		2,139
Insurance - Group Medical		173,446		101,036		72,410
Insurance - Group Dental		11,980		11,261		719

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget Positive (Negative)</b>	
	<b>Original</b>	<b>Final</b>				
<b>Expenditures (continued)</b>						
<b>Public safety (continued)</b>						
Police Department (continued)						
Personal Services (continued)						
Benefits (continued)						
Insurance - Workers Compensation	\$ 76,909	\$ 79,264	\$ 79,263	\$ 1		
Insurance - Unemployment Compensation	7,585	4,625	-	4,625		
Total Benefits	\$ 445,537	\$ 445,537	\$ 363,299	\$ 82,238		
Total Personal Services	\$ 1,406,896	\$ 1,406,896	\$ 1,269,827	\$ 137,069		
Contractual Services						
Professional Services						
Data Processing	\$ 5,500	\$ 5,500	\$ 2,661	\$ 2,839		
Engineering and Architectural	-	-	-	-		
Medical	550	550	156	394		
Total Professional Services	\$ 6,050	\$ 6,050	\$ 2,817	\$ 3,233		
Repair and Maintenance						
R & M - Buildings & Grounds	\$ 220	\$ 220	-	\$ 220		
R & M - Communications Equipment	2,750	3,250	3,249	1		
R & M - Data Processing Equipment	275	275	-	275		
R & M - Police Equipment	275	385	385	-		
R & M - Office Equipment	1,980	2,565	2,562	3		
R & M - Vehicles	23,650	22,455	21,989	466		
Total Repair and Maintenance	\$ 29,150	\$ 29,150	\$ 28,185	\$ 965		
Other Contractual						
Bank Fees & Charges	\$ -	\$ -	\$ -	\$ -		
Billing & Collection Services	8,800	11,825	11,825	-		
Equipment Installation Services	2,200	2,200	206	1,994		
Equipment Rental	2,310	2,310	2,024	286		
Facility Rental	-	-	-	-		
Intergovernmental Fees and Dues	3,850	3,850	389	3,461		
Intergovernmental Service Contracts	550	560	560	-		
ISP's & Data Services	825	825	804	21		
Janitorial	5,500	7,200	7,200	-		
Printing and Copying Services	2,200	3,475	3,475	-		
Professional Assn Memberships & Dues	1,045	1,045	-	1,045		
Purchased Program Services	8,250	8,250	5,210	3,040		
Telephone - Local, LD, Wireless, Pager	13,200	13,200	11,841	1,359		
Training Services	12,100	6,090	1,762	4,328		
Other Contractual	-	-	-	-		
Total Other Contractual	\$ 60,830	\$ 60,830	\$ 45,296	\$ 15,534		
Total Contractual Services	\$ 96,030	\$ 96,030	\$ 76,298	\$ 19,732		

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CAFR Reports/South Chicago Heights/AFR/1214FY 14 CAFR statements/General AS detail 6/26/2015 9:54 AM

**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts		Variance with Final Budget	
	Original	Final			Positive	(Negative)
<b>Expenditures (continued)</b>						
<b>Public safety (continued)</b>						
Police Department (continued)						
Commodities						
Ammunition and Range Supplies	\$ 11,000	\$ 11,000	\$ 6,751	\$ 6,751	4,249	4,249
Books and Publications	798	928	925	925	3	3
Cleaning & Maintenance Supplies	-	-	-	-	-	-
Computer Supplies	5,500	5,500	3,429	3,429	2,071	2,071
Concessions and Food	440	440	241	241	199	199
Copier Supplies	1,045	1,045	919	919	126	126
Fuel	56,100	56,100	46,824	46,824	9,276	9,276
Lubricants and Fluids	110	110	16	16	94	94
Office Supplies	3,300	2,470	1,681	1,681	789	789
Police Supplies	990	1,690	1,687	1,687	3	3
Postage	2,200	2,200	1,590	1,590	610	610
Program Supplies	825	825	222	222	603	603
Protective Clothing & Equipment	6,600	6,600	1,480	1,480	5,120	5,120
Service & Repair Parts	275	275	139	139	136	136
Small Tools	-	-	-	-	-	-
Stationery	165	165	49	49	116	116
Training Supplies	275	275	-	-	275	275
Uniforms	8,580	8,580	6,390	6,390	2,190	2,190
Other Materials and Supplies	-	-	-	-	-	-
Total Commodities	\$ 98,203	\$ 98,203	\$ 72,343	\$ 72,343	\$ 25,860	\$ 25,860
Travel						
Conference and Meeting Registration	\$ 2,200	\$ 2,200	\$ 1,520	\$ 1,520	680	680
Local Mileage, Parking and Tolls	275	275	63	63	212	212
Lodging	1,485	1,485	250	250	1,235	1,235
Meals	440	440	125	125	315	315
Purchased Transportation	-	-	-	-	-	-
Total Travel	\$ 4,400	\$ 4,400	\$ 1,958	\$ 1,958	\$ 2,442	\$ 2,442
Total Police Department	\$ 1,605,529	\$ 1,605,529	\$ 1,420,426	\$ 1,420,426	\$ 185,103	\$ 185,103
School Crossing Guards						
Personal Services						
Compensation						
Wages - Seasonal Hourly	\$ 5,191	\$ 2,291	\$ 2,287	\$ 2,287	4	4
-	-	-	-	-	-	-
Total Compensation	\$ 5,191	\$ 2,291	\$ 2,287	\$ 2,287	4	4
Benefits						
Employer FICA / Medicare	\$ 397	\$ 397	\$ 175	\$ 175	222	222
Insurance - Workers Compensation	416	416	200	200	216	216
Insurance - Unemployment Compensation	102	4,202	4,202	4,202	-	-

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>		
	<b>Original</b>	<b>Final</b>				
<b>Expenditures (continued)</b>						
<b>Public safety (continued)</b>						
School Crossing Guards (continued)						
Personal Services (continued)						
Benefits (continued)						
Total Benefits	\$ 915	\$ 5,015	\$ 4,577	\$ 438		
Total Personal Services	\$ 6,106	\$ 7,306	\$ 6,864	\$ 442		
Commodities						
Program Supplies	\$ -	\$ -	\$ -	\$ -		
Protective Clothing & Equipment	\$ 275	\$ 275	\$ -	\$ 275		
Total Commodities	\$ 275	\$ 275	\$ -	\$ 275		
Total School Crossing Guards	\$ 6,381	\$ 7,581	\$ 6,864	\$ 717		
Fire Department						
Personal Services						
Compensation						
Wages - Full Time Salaried	\$ 15,486	\$ 15,486	\$ 14,430	\$ 1,056		
Wages - Part Time Hourly	\$ 88,174	\$ 85,919	\$ 83,162	\$ 2,757		
Wages - Sleep-in Duty	\$ 17,686	\$ 17,686	\$ 16,066	\$ 1,620		
Wages - Paid-on-call Duty	\$ 56,863	\$ 56,863	\$ 52,170	\$ 4,693		
Other Compensation	\$ 23,437	\$ 25,692	\$ 25,689	\$ 3		
Total Compensation	\$ 201,646	\$ 201,646	\$ 191,517	\$ 10,129		
Benefits						
Employer FICA / Medicare	\$ 15,426	\$ 15,426	\$ 14,651	\$ 775		
Employer Police / Fire Pension	\$ 11,358	\$ 11,358	\$ 10,921	\$ 437		
Insurance - Group Life and AD&D	\$ 402	\$ 402	\$ 190	\$ 212		
Insurance - Workers Compensation	\$ 16,132	\$ 16,747	\$ 16,746	\$ 1		
Insurance - Unemployment Compensation	\$ 2,862	\$ 2,247	\$ -	\$ 2,247		
Total Benefits	\$ 46,180	\$ 46,180	\$ 42,508	\$ 3,672		
Total Personal Services	\$ 247,826	\$ 247,826	\$ 234,025	\$ 13,801		
Contractual Services						
Professional Services						
Data Processing	\$ 2,750	\$ 15,200	\$ 15,189	\$ 11		
Medical	\$ 1,100	\$ 1,100	\$ 1,040	\$ 60		
Total Professional Services	\$ 3,850	\$ 16,300	\$ 16,229	\$ 71		
Repair and Maintenance						
R & M - Buildings & Grounds	\$ 193	\$ 623	\$ 620	\$ 3		
R & M - Communications Equipment	\$ 660	\$ 660	\$ 371	\$ 289		
R & M - Data Processing Equipment	\$ 1,100	\$ 1,100	\$ 246	\$ 854		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
<b>Public safety (continued)</b>				
Fire Department (continued)				
Contractual Services (continued)				
Repair and Maintenance (continued)				
R & M - Fire & EMS Equipment	\$ 5,500	\$ 5,720	\$ 5,720	\$ -
R & M - Office Equipment	550	960	958	2
R & M - Vehicles	11,000	11,000	10,259	741
R & M - Other Equipment	-	-	-	-
Total Repair and Maintenance	\$ 19,003	\$ 20,063	\$ 18,174	\$ 1,889
Other Contractual				
Advertising & Legal Publishing	\$ -	\$ -	\$ -	\$ -
Ambulance & EMS Service	232,100	213,700	210,964	2,736
Billing & Collection Services	13,200	13,200	8,321	4,879
Equipment Installation Services	-	-	-	-
Equipment Rental	-	-	-	-
Intergovernmental Fees and Dues	4,400	4,400	700	3,700
Intergovernmental Service Contracts	-	3,000	3,000	-
ISP's & Data Services	1,100	1,255	1,255	-
Laundry / Uniform Services	825	825	-	825
Printing and Copying Services	550	550	-	550
Professional Assn Memberships & Dues	935	935	754	181
Purchased Program Services	4,125	4,805	4,804	1
Rodent / Mosquito Abatement	-	-	-	-
Telephone - Local, LD, Wireless, Pager	4,675	\$ 5,730	5,727	3
Training Services	1,100	1,100	400	700
Other Contractual	-	-	-	-
Total Other Contractual	\$ 263,010	\$ 249,500	\$ 235,925	\$ 13,575
Total Contractual Services	\$ 285,863	\$ 285,863	\$ 270,328	\$ 15,535
Commodities				
Awards	\$ -	\$ -	\$ -	\$ -
Books and Publications	825	825	-	825
Cleaning & Maintenance Supplies	110	110	-	110
Computer Supplies	1,650	1,650	1,512	138
Concessions and Food	330	330	220	110
Copier Supplies	220	220	191	29
EMS Supplies	3,300	3,300	3,244	56
Firefighting Supplies	1,100	1,100	-	1,100
Fuel	13,200	11,785	8,645	3,140
Landscaping Supplies	-	-	-	-
Lubricants and Fluids	110	185	182	3
Office Supplies	550	550	367	183
Postage	55	55	47	8
Program Supplies	3,300	3,300	3,243	57
Protective Clothing & Equipment	3,300	3,300	2,991	309

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts		Variance with Final Budget	
	Original	Final			Positive (Negative)	
<b>Expenditures (continued)</b>						
<b>Public safety (continued)</b>						
Fire Department (continued)						
Commodities (continued)						
Service & Repair Parts	\$ 1,100	\$ 1,760	\$ 1,757	\$ 3		
Small Tools	275	275	271	4		
Stationery	220	220	117	103		
Street Materials - Signs and Barricades	-	-	-	-		
Training Supplies	550	1,230	1,226	4		
Uniforms	2,200	2,200	1,012	1,188		
Total Commodities	\$ 32,395	\$ 32,395	\$ 25,025	\$ 7,370		
Travel						
Conference and Meeting Registration	\$ 880	\$ 880	\$ 325	\$ 555		
Local Mileage, Parking and Tolls	275	275	-	275		
Lodging	1,100	1,100	848	252		
Meals	110	110	-	110		
Purchased Transportation	-	-	-	-		
Total Travel	\$ 2,365	\$ 2,365	\$ 1,173	\$ 1,192		
Total Fire Department	\$ 568,449	\$ 568,449	\$ 530,551	\$ 37,898		
<b>Total public safety</b>	<b>\$ 2,375,304</b>	<b>\$ 2,384,974</b>	<b>\$ 2,160,473</b>	<b>\$ 224,501</b>		
Public Works Department						
Personal Services						
Compensation						
Wages - Full Time Salaried	\$ 41,402	\$ 41,402	\$ 39,585	\$ 1,817		
Wages - Full Time Hourly	78,826	71,326	71,115	211		
Wages - Part Time Hourly	17,642	13,392	12,345	1,047		
Wages - Seasonal Hourly	7,838	14,038	14,031	7		
Wages - Overtime	5,540	11,090	11,088	2		
Other Compensation	-	-	-	-		
Total Compensation	\$ 151,248	\$ 151,248	\$ 148,164	\$ 3,084		
Benefits						
Employer FICA / Medicare	\$ 11,571	\$ 11,571	\$ 11,335	\$ 236		
Employer IMRF	24,067	26,042	26,038	4		
Insurance - Group Life and AD&D	1,203	1,203	568	635		
Insurance - Group Medical	49,980	47,740	47,023	717		
Insurance - Group Dental	2,696	3,101	3,098	3		
Insurance - Workers Compensation	12,100	12,960	12,955	5		
Insurance - Unemployment Compensation	1,047	47	-	47		
Total Benefits	\$ 102,664	\$ 102,664	\$ 101,017	\$ 1,647		
Total Personal Services	\$ 253,912	\$ 253,912	\$ 249,181	\$ 4,731		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Expenditures (continued)</b>				
<b>Public safety (continued)</b>				
Public Works Department (continued)				
Contractual Services				
Professional Services				
Data Processing	\$ -	\$ -	\$ -	\$ -
Engineering and Architectural	550	835	833	2
Medical	330	595	595	-
Total Professional Services	\$ 880	\$ 1,430	\$ 1,428	\$ 2
Repair and Maintenance				
R & M - Communications Equipment	\$ 165	\$ 15	\$ -	\$ 15
R & M - Public Works Equipment	1,100	1,465	1,464	1
R & M - Street Lights & Signals	2,200	1,700	1,671	29
R & M - Vehicles	5,500	13,210	13,208	2
Total Repair and Maintenance	\$ 8,965	\$ 16,390	\$ 16,343	\$ 47
Other Contractual				
Advertising & Legal Publishing	\$ -	\$ -	\$ -	\$ -
Animal Control Services	825	475	472	3
Equipment Rental	825	1,350	1,346	4
Forestry & Landscaping Services	2,750	50	-	50
Intergovernmental Fees and Dues	220	20	-	20
ISP's & Data Services	660	60	-	60
Professional Assn Memberships & Dues	-	-	-	-
Purchased Program Services	3,850	5,650	5,650	-
Telephone - Local, LD, Wireless, Pager	2,640	2,240	2,171	69
Training Services	550	50	-	50
Total Other Contractual	\$ 12,320	\$ 9,895	\$ 9,639	\$ 256
Total Contractual Services	\$ 22,165	\$ 27,715	\$ 27,410	\$ 305
Commodities				
Cleaning & Maintenance Supplies	\$ -	\$ -	\$ -	\$ -
Computer Supplies	385	500	496	4
Concessions and Food	-	-	-	-
Fuel	13,200	13,200	9,758	3,442
Landscaping Supplies	825	825	120	705
Lubricants and Fluids	660	660	455	205
Office Supplies	165	165	-	165
Postage	110	110	2	108
Program Supplies	3,300	5,825	5,822	3
Protective Clothing & Equipment	330	570	569	1

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>			<b>Positive (Negative)</b>	
<b>Expenditures (continued)</b>						
<b>Highways and Streets (continued)</b>						
Public Works Department (continued)						
Commodities (continued)						
Service & Repair Parts	\$ 3,300	\$ 5,900	\$ 5,892	\$ 8		
Small Tools	1,650	1,650	357	1,293		
Street Materials - Aggregate	6,600	8,325	8,324	1		
Street Materials - Bituminous	5,500	5,500	3,330	2,170		
Street Materials - Salt and Sand	-	-	-	-		
Street Materials - Signs and Barricades	4,950	4,950	876	4,074		
Street Materials - Other	3,850	1,095	-	1,095		
Uniforms	275	275	135	140		
Utilities - Public Way	71,500	61,500	59,065	2,435		
Total Commodities	\$ 116,600	\$ 111,050	\$ 95,201	\$ 15,849		
Travel						
Conference and Meeting Registration	\$ -	\$ -	\$ -	\$ -		
Local Mileage, Parking and Tolls	\$ -	\$ -	\$ -	\$ -		
Lodging	-	-	-	-		
Meals	-	-	-	-		
Total Travel	\$ -	\$ -	\$ -	\$ -		
Contingency						
Property Damage	\$ -	\$ -	\$ -	\$ -		
Total Contingency	\$ -	\$ -	\$ -	\$ -		
Total Public Works Department	\$ 392,677	\$ 392,677	\$ 371,792	\$ 20,885		
<b>Total highways and streets</b>	<b>\$ 392,677</b>	<b>\$ 392,677</b>	<b>\$ 371,792</b>	<b>\$ 20,885</b>		
<b>Sanitation</b>						
Garbage Disposal						
Contractual Services						
Professional Services						
Data Processing	\$ 286	\$ 286	\$ 65	\$ 221		
Total Professional Services	\$ 286	\$ 286	\$ 65	\$ 221		
Other Contractual						
Garbage and Recycling	\$ 286,198	\$ 286,198	\$ 250,773	\$ 35,425		
Printing and Copying Services	275	275	-	275		
Other Contractual	\$ 286,473	\$ 286,473	\$ 250,773	\$ 35,700		
Total Contractual Services	\$ 286,759	\$ 286,759	\$ 250,838	\$ 35,700		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	
	Original	Final			
<b>Expenditures (continued)</b>					
<b>Sanitation (continued)</b>					
Garbage Disposal					
Commodities					
Postage	\$ 440	\$ 440	\$ -	\$ 440	
Program Supplies	-	-	-	-	
Total Commodities	\$ 440	\$ 440	\$ -	\$ 440	
Total Garbage Disposal	\$ 287,199	\$ 287,199	\$ 250,838	\$ 36,361	
<b>Total Sanitation</b>	<b>\$ 287,199</b>	<b>\$ 287,199</b>	<b>\$ 250,838</b>	<b>\$ 36,361</b>	
<b>Culture and recreation</b>					
Recreation Programs					
Personal Services					
Compensation					
Wages - Full Time Hourly	\$ 15,078	\$ 12,853	\$ 9,017	\$ 3,836	
Wages - Part Time Hourly	-	905	903	2	
Wages - Overtime	447	447	-	447	
Total Compensation	\$ 15,525	\$ 14,205	\$ 9,920	\$ 4,285	
Benefits					
Employer FICA / Medicare	\$ 1,162	\$ 1,162	\$ 759	\$ 403	
Employer IMRF	2,654	2,654	1,783	871	
Insurance - Group Life and AD&D	200	200	54	146	
Insurance - Group Medical	5,174	5,174	3,107	2,067	
Insurance - Group Dental	250	250	235	15	
Insurance - Workers Compensation	1,214	1,214	867	347	
Insurance - Unemployment Compensation	109	109	-	109	
Total Benefits	\$ 10,763	\$ 10,763	\$ 6,805	\$ 3,958	
Total Personal Services	\$ 26,288	\$ 24,968	\$ 16,725	\$ 8,243	
Contractual Services					
Repair and Maintenance					
R & M - Buildings & Grounds	\$ -	\$ -	\$ -	\$ -	
R & M - Office Equipment	-	-	-	-	
R & M - Recreation Equipment	-	-	-	-	
Total Repair and Maintenance	\$ -	\$ -	\$ -	\$ -	
Other Contractual					
Equipment Rental	\$ 2,200	\$ 3,500	\$ 3,500	\$ -	
Forestry & Landscaping Services	-	-	-	-	
Janitorial	-	-	-	-	
Printing and Copying Services	550	50	-	50	
Purchased Program Services	1,650	1,650	1,500	150	

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>		<b>Positive (Negative)</b>	<b>Positive (Negative)</b>
<b>Expenditures (continued)</b>					
<b>Culture and Recreation (continued)</b>					
Recreation Programs (continued)					
Other Contractual (continued)					
Telephone - Local, LD, Wireless, Pager	\$ -	\$ -	\$ -	\$ -	\$ -
Total Other Contractual	\$ 4,400	\$ 5,200	\$ 5,000	\$ 200	\$ 200
Total Contractual Services	\$ 4,400	\$ 5,200	\$ 5,000	\$ 200	\$ 200
Commodities					
Awards	\$ -	\$ 25	\$ 25	\$ -	\$ -
Concessions and Food	\$ 1,870	\$ 1,170	\$ 1,085	\$ 85	\$ 85
Landscaping Supplies	\$ -	\$ -	\$ -	\$ -	\$ -
Postage	\$ 28	\$ 28	\$ 18	\$ 10	\$ 10
Program Supplies	\$ 1,650	\$ 2,895	\$ 2,894	\$ 1	\$ 1
Uniforms	\$ -	\$ -	\$ -	\$ -	\$ -
Other Materials and Supplies	\$ -	\$ -	\$ -	\$ -	\$ -
Total Commodities	\$ 3,548	\$ 4,118	\$ 4,022	\$ 96	\$ 96
Total Recreation Programs	\$ 34,236	\$ 34,286	\$ 25,747	\$ 8,539	\$ 8,539
Park Maintenance					
Personal Services					
Compensation					
Wages - Seasonal Hourly	\$ 3,816	\$ 3,816	\$ -	\$ 3,816	\$ 3,816
Total Compensation	\$ 3,816	\$ 3,816	\$ -	\$ 3,816	\$ 3,816
Benefits					
Employer FICA / Medicare	\$ 291	\$ 291	\$ -	\$ 291	\$ 291
Insurance - Workers Compensation	\$ 306	\$ 306	\$ -	\$ 306	\$ 306
Insurance - Unemployment Compensation	\$ 75	\$ 75	\$ -	\$ 75	\$ 75
Total Benefits	\$ 672	\$ 672	\$ -	\$ 672	\$ 672
Total Personal Services	\$ 4,488	\$ 4,488	\$ -	\$ 4,488	\$ 4,488
Contractual Services					
Repair and Maintenance					
R & M - Buildings & Grounds	\$ -	\$ -	\$ -	\$ -	\$ -
Total Repair and Maintenance	\$ -	\$ -	\$ -	\$ -	\$ -
Other Contractual					
Equipment Rental	\$ 2,750	\$ 2,750	\$ 2,443	\$ 307	\$ 307
Forestry & Landscaping Services	\$ 44,000	\$ 44,000	\$ 36,609	\$ 7,391	\$ 7,391
Total Other Contractual	\$ 46,750	\$ 46,750	\$ 39,052	\$ 7,698	\$ 7,698
Total Contractual Services	\$ 46,750	\$ 46,750	\$ 39,052	\$ 7,698	\$ 7,698

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	Budgeted Amounts		Actual Amounts		Variance with Final Budget	
	Original	Final			Positive (Negative)	
<b>Expenditures (continued)</b>						
<b>Culture and Recreation (continued)</b>						
Park Maintenance (continued)						
Commodities						
Landscaping Supplies	\$ 550	\$ 550	\$ 230	\$ 320		
Program Supplies	3,850	3,850	778	3,072		
Service & Repair Parts	165	165	-	165		
Small Tools	550	550	38	512		
Street Materials - Signs and Barricades	-	-	-	-		
Total Commodities	\$ 5,115	\$ 5,115	\$ 1,046	\$ 4,069		
Total Park Maintenance	\$ 56,353	\$ 56,353	\$ 40,098	\$ 16,255		
Seniors Programs						
Contractual Services						
Professional Services						
Medical	\$ 1,100	\$ 1,100	\$ -	\$ 1,100		
Total Professional Services	\$ 1,100	\$ 1,100	\$ -	\$ 1,100		
Other Contractual						
Intergovernmental Fees and Dues	\$ -	\$ -	\$ -	\$ -		
Intergovernmental Fees and Dues	-	-	-	-		
Printing and Copying Services	330	255	-	255		
Purchased Program Services	275	350	350	-		
Total Benefits	\$ 605	\$ 605	\$ 350	\$ 255		
Total Contractual Services	\$ 1,705	\$ 1,705	\$ 350	\$ 1,355		
Commodities						
Awards	\$ 220	\$ 220	\$ 220	\$ -		
Concessions and Food	3,300	3,300	2,231	1,069		
Postage	220	220	-	220		
Program Supplies	2,750	2,750	1,166	1,584		
Other Materials and Supplies	-	-	-	-		
Total Commodities	\$ 6,490	\$ 6,490	\$ 3,617	\$ 2,873		
Total Seniors Programs	\$ 8,195	\$ 8,195	\$ 3,967	\$ 4,228		

**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>		<b>Variance with Final Budget Positive (Negative)</b>	
	<b>Original</b>	<b>Final</b>				
<b>Expenditures (continued)</b>						
<b>Culture and recreation (continued)</b>						
Senior Center Maintenance						
Contractual Services						
Professional Services	\$ 1,100	\$ 3,530	\$ 3,529	\$ 1		
Engineering and Architectural						
Total Professional Services	\$ 1,100	\$ 3,530	\$ 3,529	\$ 1		
Repair and Maintenance						
R & M - Buildings & Grounds	\$ 14,520	\$ 11,985	\$ 7,156	\$ 4,829		
Total Repair and Maintenance	\$ 14,520	\$ 11,985	\$ 7,156	\$ 4,829		
Other Contractual						
Advertising & Legal Publishing	\$ 165	\$ 165	\$ 152	\$ 13		
Equipment Rental	-	-	-	-		
Forestry & Landscaping Services	550	550	290	260		
Janitorial	385	385	116	269		
Purchased Program Services	1,375	1,375	1,017	358		
Rodent / Mosquito Abatement	495	495	420	75		
Telephone - Local, LD, Wireless, Pager	550	625	624	1		
Total Other Contractual	\$ 3,520	\$ 3,595	\$ 2,619	\$ 976		
Total Contractual Services	\$ 19,140	\$ 19,110	\$ 13,304	\$ 5,806		
Commodities						
Cleaning & Maintenance Supplies	\$ 275	\$ 275	\$ -	\$ 275		
Program Supplies	-	30	28	2		
Service & Repair Parts	110	110	-	110		
Small Tools	-	-	-	-		
Utilities - Village Buildings	2,200	2,200	1,648	552		
Total Commodities	\$ 2,585	\$ 2,615	\$ 1,676	\$ 939		
Travel						
Meals	\$ -	\$ -	\$ -	\$ -		
Total Travel	\$ -	\$ -	\$ -	\$ -		
Total Senior Center Maintenance	\$ 21,725	\$ 21,725	\$ 14,980	\$ 6,745		
Beautification Committee						
Contractual Services						
Other Contractual						
Forestry & Landscaping Services	\$ -	\$ -	\$ -	\$ -		
Purchased Program Services	\$ 4,620	\$ 4,620	\$ 4,400	\$ 220		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>		
	<b>Original</b>	<b>Final</b>				
<b>Expenditures (continued)</b>						
<b>Culture and recreation (continued)</b>						
Beautification Committee (continued)						
Total Other Contractual	\$ 4,620	\$ 4,620	\$ 4,400	\$ 220		
Total Contractual Services	\$ 4,620	\$ 4,620	\$ 4,400	\$ 220		
Commodities						
Awards	\$ 385	\$ 385	\$ 360	\$ 25		
Concessions and Food	55	110	107	3		
Landscaping Supplies	1,100	870	-	870		
Office Supplies	-	-	-	-		
Program Supplies	275	450	449	1		
Small Tools	-	-	-	-		
Total Commodities	\$ 1,815	\$ 1,815	\$ 916	\$ 899		
Travel						
Local Mileage, Parking and Tolls	\$ -	\$ -	\$ -	\$ -		
Total Travel	\$ -	\$ -	\$ -	\$ -		
Total Beautification Committee	\$ 6,435	\$ 6,435	\$ 5,316	\$ 1,119		
Historical Committee						
Personal Services						
Compensation						
Stipend - Boards and Commissions	\$ 3,300	\$ 3,300	\$ 3,000	\$ 300		
Total Compensation	\$ 3,300	\$ 3,300	\$ 3,000	\$ 300		
Benefits						
Employer FICA / Medicare	\$ 253	\$ 253	\$ 230	\$ 23		
Total Benefits	\$ 253	\$ 253	\$ 230	\$ 23		
Total Personal Services	\$ 3,553	\$ 3,553	\$ 3,230	\$ 323		
Contractual Services						
Other Contractual						
Purchased Program Services	\$ 165	\$ 165	\$ -	\$ 165		
-	-	-	-	-		
-	-	-	-	-		
Total Other Contractual	\$ 165	\$ 165	\$ -	\$ 165		
Total Contractual Services	\$ 165	\$ 165	\$ -	\$ 165		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Expenditures (continued)</b>				
<b>Culture and recreation (continued)</b>				
Historical Committee (continued)				
Commodities				
Awards	\$ -	\$ -	\$ -	\$ -
Program Supplies	220	220	-	220
Total Commodities	\$ 220	\$ 220	\$ -	\$ 220
Total Historical Committee	\$ 3,938	\$ 3,938	\$ 3,230	\$ 708
<b>Total culture and recreation</b>	<b>\$ 130,882</b>	<b>\$ 130,932</b>	<b>\$ 93,338</b>	<b>\$ 37,594</b>
<b>Capital outlay</b>				
Mayor and Village Board				
Equipment - Communications	\$ -	\$ 445	\$ 442	\$ 3
Equipment - Vehicles	-	-	-	-
Total Mayor and Village Board	\$ -	\$ 445	\$ 442	\$ 3
General & Financial Administration				
Equipment - Communications	\$ -	\$ 210	\$ 210	\$ -
Equipment - Data Processing	-	1,000	997	3
Equipment - Office	-	225	216	9
Total General & Financial Administration	\$ -	\$ 1,435	\$ 1,423	\$ 12
Building Maintenance				
Building Acquisition/Const/Imprvmnts	\$ 2,750	\$ 28,025	\$ 28,017	\$ 8
Equipment - Other	-	-	-	-
Total Building Maintenance	\$ 2,750	\$ 28,025	\$ 28,017	\$ 8
Building & Code Enforcement Department				
Equipment - Data Processing	\$ 220	\$ 220	\$ 200	\$ 20
Equipment - Office	385	385	370	15
Equipment - Data Processing	\$ -	\$ -	\$ -	\$ -
Total Building & Code Enforcement Dept	\$ 605	\$ 605	\$ 570	\$ 35
Police Department				
Equipment - Communications	\$ 660	\$ 660	\$ -	\$ 660
Equipment - Data Processing	9,900	9,900	4,333	5,567
Equipment - Office	-	150	149	1
Equipment - Public Safety	7,700	10,790	10,790	-
Equipment - Vehicles	91,300	88,060	65,112	22,948
Equipment - Other	550	550	-	550
Total Police Department	\$ 110,110	\$ 110,110	\$ 80,384	\$ 29,726

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>		
	<b>Original</b>	<b>Final</b>		<b>Positive (Negative)</b>	<b>Positive (Negative)</b>	
<b>Expenditures (continued)</b>						
<b>Capital outlay (continued)</b>						
Fire Department						
Building Acquisition/Const/Imprvmnts	\$ -	\$ -	\$ -	\$ -	\$ -	
Equipment - Communications	\$ 2,200	\$ 1,400	\$ 1,363		37	
Equipment - Data Processing	\$ 2,200	\$ 1,200	\$ 1,131		69	
Equipment - Public Safety	\$ -	\$ 2,300	\$ 2,300		-	
Equipment - Vehicles	\$ -	\$ -	\$ -		-	
Equipment - Other	\$ 550	\$ 50	\$ -		50	
<b>Total Fire Department</b>	<b>\$ 4,950</b>	<b>\$ 4,950</b>	<b>\$ 4,794</b>	<b>\$ 156</b>		
Public Works Department						
Building Acquisition/Const/Imprvmnts	\$ -	\$ -	\$ -	\$ -	-	
Street System Construction/Imprvmnts	\$ -	\$ -	\$ -		-	
Equipment - Construction	\$ -	\$ -	\$ -		-	
Equipment - Maintenance	\$ -	\$ -	\$ -		-	
Equipment - Vehicles	\$ -	\$ -	\$ -		-	
<b>Total Public Works Department</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>		
Recreation Programs						
Equipment - Playground	\$ -	\$ -	\$ -	\$ -	-	
<b>Total Recreation Programs</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>		
Park Maintenance						
Equipment - Maintenance	\$ 440	\$ 440	\$ -	\$ 440		
Equipment - Playground	\$ 4,950	\$ 4,950	\$ -	\$ 4,950		
<b>Total Park Maintenance</b>	<b>\$ 5,390</b>	<b>\$ 5,390</b>	<b>\$ -</b>	<b>\$ 5,390</b>		
Senior Center Maintenance						
Building Acquisition/Const/Imprvmnts	\$ 46,200	\$ 200	\$ -	\$ 200		
Equipment - Data Processing	\$ -	\$ 680	\$ 680		-	
Equipment - Other	\$ 27,500	\$ 26,820	\$ 24,494		2,326	
<b>Total Senior Center Maintenance</b>	<b>\$ 73,700</b>	<b>\$ 27,700</b>	<b>\$ 25,174</b>	<b>\$ 2,526</b>		
<b>Total capital outlay</b>	<b>\$ 197,505</b>	<b>\$ 178,660</b>	<b>\$ 140,804</b>	<b>\$ 37,856</b>		
<b>Total expenditures</b>	<b>\$ 4,634,164</b>	<b>\$ 4,630,234</b>	<b>\$ 4,090,182</b>	<b>\$ 540,052</b>		
Excess (deficiency) of revenues over (under) expenditures	\$ (487,984)	\$ (484,054)	\$ 247,106	\$ 731,160		

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**Village of South Chicago Heights, Illinois**

**General Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014**

(With comparative totals for the fiscal year ended April 30, 2006)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>		<b>Positive (Negative)</b>	<b>Positive (Negative)</b>
<b>Other financing sources and uses</b>					
Transfers in	\$ 200,000	\$ 200,000	\$ 50,000	\$ (150,000)	-
Proceeds From Capital Leases	\$ -	\$ -	\$ -	\$ -	-
Proceeds From Sale of Capital Assets	\$ 5,000	\$ 5,000	\$ 2,700	\$ (2,300)	-
Transfers out	\$ (232,500)	\$ (232,500)	\$ (261,045)	\$ (28,545)	-
<b>Total other financing sources and uses</b>	<b>\$ (27,500)</b>	<b>\$ (27,500)</b>	<b>\$ (208,345)</b>	<b>\$ (180,845)</b>	-
Net change in fund balances	\$ (515,484)	\$ (511,554)	\$ 38,761	\$ 550,315	-
Fund balances, January 1	\$ 572,304	\$ 572,304	\$ 572,304	\$ -	-
<b>Fund balances, December 31</b>	<b>\$ 56,820</b>	<b>\$ 60,750</b>	<b>\$ 611,065</b>	<b>\$ 550,315</b>	-

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**Village of South Chicago Heights, Illinois**

**Special Revenue - Non-home Rule Sales Tax Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
State shared taxes				
Non-home rule sales tax	\$ 425,000	\$ 425,000	\$ 475,163	\$ 50,163
Total state shared taxes	\$ 425,000	\$ 425,000	\$ 475,163	\$ 50,163
<b>Total revenues</b>	<b>\$ 425,000</b>	<b>\$ 425,000</b>	<b>\$ 475,163</b>	<b>\$ 50,163</b>
Excess (deficiency) of revenues over (under) expenditures	\$ 425,000	\$ 425,000	\$ 475,163	\$ 50,163
<b>Other financing sources and uses</b>				
Transfers out	\$ (230,000)	\$ (230,000)	\$ (50,000)	\$ 180,000
<b>Total other financing sources and uses</b>	<b>\$ (230,000)</b>	<b>\$ (230,000)</b>	<b>\$ (50,000)</b>	<b>\$ 180,000</b>
Net change in fund balances	\$ 195,000	\$ 195,000	\$ 425,163	\$ 230,163
Fund balances, January 1	\$ 1,614,305	\$ 1,614,305	\$ 1,614,305	\$ -
<b>Fund balances, December 31</b>	<b>\$ 1,809,305</b>	<b>\$ 1,809,305</b>	<b>\$ 2,039,468</b>	<b>\$ 230,163</b>

**Village of South Chicago Heights, Illinois**

**Special Revenue - Tax Increment Financing Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts		Variance with Final Budget Positive (Negative)
	Original	Final	Original	Final	
<b>Revenues</b>					
Local taxes					
TIF #1 increment	\$ 220,000	\$ 220,000	\$ 214,719	\$ (5,281)	
Total local taxes	\$ 220,000	\$ 220,000	\$ 214,719	\$ (5,281)	
Interest					
Interest from deposits	\$ 2,250	\$ 2,250	\$ 3,203	\$ 953	
Total interest	\$ 2,250	\$ 2,250	\$ 3,203	\$ 953	
<b>Total revenues</b>	<b>\$ 222,250</b>	<b>\$ 222,250</b>	<b>\$ 217,922</b>	<b>\$ (4,328)</b>	
<b>Expenditures</b>					
General government					
Contractual services					
Professional services					
Consulting	\$ 11,000	\$ 11,000	\$ 3,540	\$ 7,460	
Legal - review	1,100	1,100	-	1,100	
Other professional services	2,200	2,600	2,590	10	
Total professional services	\$ 14,300	\$ 14,700	\$ 6,130	\$ 8,570	
Other contractual					
Bank fees & charges	\$ -	\$ 30	\$ 30	\$ -	
Community development grants	156,200	156,200	148,992	7,208	
Purchased program services	27,500	27,070	-	27,070	
Total other contractual	\$ 183,700	\$ 183,300	\$ 149,022	\$ 34,278	
Total contractual services	\$ 198,000	\$ 198,000	\$ 155,152	\$ 42,848	
Total general government	\$ 198,000	\$ 198,000	\$ 155,152	\$ 42,848	
Capital outlay					
Land acquisition	\$ 27,500	\$ 27,500	\$ -	\$ 27,500	
Equipment - other	5,500	5,500	-	5,500	
Total capital outlay	\$ 33,000	\$ 33,000	\$ -	\$ 33,000	
<b>Total expenditures</b>	<b>\$ 231,000</b>	<b>\$ 231,000</b>	<b>\$ 155,152</b>	<b>\$ 75,848</b>	
Excess (deficiency) of revenues over (under) expenditures	\$ (8,750)	\$ (8,750)	\$ 62,770	\$ 71,520	
<b>Other financing sources and uses</b>					
Transfers out	(162,500)	(162,500)	(106,300)	56,200	
<b>Total other financing sources and uses</b>	<b>\$ (162,500)</b>	<b>\$ (162,500)</b>	<b>\$ (106,300)</b>	<b>\$ 56,200</b>	
Net change in fund balances	\$ (171,250)	\$ (171,250)	\$ (43,530)	\$ 127,720	
Total fund balances, January 1,	\$ 434,389	\$ 434,389	\$ 434,389	\$ -	
<b>Fund balances, December 31</b>	<b>\$ 263,139</b>	<b>\$ 263,139</b>	<b>\$ 390,859</b>	<b>\$ 127,720</b>	

## Village of South Chicago Heights, Illinois

### Required Supplementary Information

#### Schedule of Funding Progress

#### Illinois Municipal Retirement Fund

#### Last six valuation years

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Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Ratio of Unfunded Actuarial Accrued Liability to Annual Covered Payroll
12/31/2009	\$ 1,330,854	\$ 2,316,789	\$ 985,935	57.44%	\$ 845,380	116.63%
12/31/2010	\$ 1,548,642	\$ 2,460,051	\$ 911,409	62.95%	\$ 784,727	116.14%
12/31/2011	\$ 1,602,078	\$ 2,953,737	\$ 1,351,659	54.24%	\$ 812,130	166.43%
12/31/2012	\$ 1,914,286	\$ 3,223,407	\$ 1,309,121	59.39%	\$ 808,022	162.02%
12/31/2013	\$ 1,941,661	\$ 3,077,552	\$ 1,135,891	63.09%	\$ 760,241	149.41%
12/31/2014	\$ 2,079,805	\$ 3,355,915	\$ 1,276,110	61.97%	\$ 758,378	168.27%

#### Notes:

Actuarial cost method -	Entry age
Asset valuation method -	Market related with 5 year smoothing within 20% corridor
Assumed inflation rate -	4.00 percent
Assumed investment return -	7.50 percent, net of administrative expenses
Assumed projected salary increases -	0.4 to 10.0 percent depending on age and service attributable to seniority / merit
Assumed postretirement benefit increases -	3.00 percent of the original amount of benefit
Amortization method -	Level percent of payroll, open period
Amortization period -	30 years
Digest of assumption changes -	The actuarial assumptions used to determine the actuarial accrued liability for 2012 are based on the 2010 Experience Study.
Market value -	On a market value basis, the actuarial value of assets as of December 31, 2014 is \$2,497,421 On a market value basis, the funded ratio would be 74.42%.

## Village of South Chicago Heights, Illinois

### Required Supplementary Information

#### Schedule of Employer Contributions

#### Illinois Municipal Retirement Fund

#### Last six fiscal years

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Fiscal Year	Annual Pension Cost (APC)	Employer Contributions	Percentage of APC Recognized as Contributions from Employers	Net Pension Obligation
4/30/2010	\$ 115,610	\$ 114,197	98.78%	\$ 1,413
12/31/2010	\$ 82,099	\$ 78,935	96.15%	\$ 4,577
12/31/2011	\$ 118,412	\$ 118,314	99.92%	\$ 4,675
12/31/2012	\$ 116,536	\$ 116,436	99.91%	\$ 4,775
12/31/2013	\$ 132,992	\$ 132,890	99.92%	\$ 4,877
12/31/2014	\$ 136,537	\$ 136,432	99.92%	\$ 4,982

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
 Schedule of Funding Progress  
 Police Pension Fund  
 Last six valuation years

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Ratio of Unfunded Actuarial Accrued Liability to Annual Covered Payroll
4/30/2007	\$ 3,283,542	\$ 3,639,458	\$ 355,916	90.22%	\$ 352,851	100.87%
4/30/2008	\$ 3,351,547	\$ 3,981,499	\$ 629,952	84.18%	\$ 293,738	214.46%
4/30/2010	\$ 3,295,320	\$ 4,451,888	\$ 1,156,568	74.02%	\$ 316,775	365.11%
12/31/2011	\$ 3,259,483	\$ 4,525,331	\$ 1,265,848	72.03%	\$ 343,987	367.99%
12/31/2013	\$ 3,506,058	\$ 5,044,356	\$ 1,538,298	69.50%	\$ 366,009	420.29%
12/31/2014	\$ 3,505,698	\$ 5,492,486	\$ 1,986,788	63.83%	\$ 325,427	610.52%

Notes:	Actuarial cost method -	Entry age normal cost - for years prior to 1/1/2011
	Asset valuation method -	Projected unit credit cost - for years beginning on or after 1/1/2011
	Assumed inflation rate -	5 year Average Market Value (required by Public Act 096-1495)
	Assumed investment return -	3.00 percent
	Assumed projected salary increases -	7.00 percent
	Assumed postretirement benefit increases -	5.5 percent
	Amortization method -	3.00 percent of the original amount of benefit
	Amortization period -	Level percent of payroll, closed period
	Digest of assumption changes -	26 years
		No changes from the prior year

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
 Schedule of Employer Contributions  
 Police Pension Fund  
 Last six fiscal years

Fiscal Year	Annual Pension Cost (APC)	Employer Contributions	Percentage of APC Recognized as Contributions from Employers	Net Pension Obligation
4/30/2010	\$ 79,927	\$ 83,778	104.82%	\$ (3,851)
12/31/2010	\$ 79,927	\$ 30,569	38.25%	\$ (3,851)
12/31/2011	\$ 115,095	\$ 99,060	86.07%	\$ 12,184
12/31/2012	\$ 115,095	\$ 96,810	84.11%	\$ 12,184
12/31/2013	\$ 108,115	\$ 98,436	91.05%	\$ 21,863
12/31/2014	\$ 134,168	\$ 117,183	87.34%	\$ 38,848

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
Schedule of Employer Contributions  
Police Pension Fund  
December 31, 2014

Fiscal Year Ending	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
12/31/2014	\$ 107,793	\$ 117,183	\$ 9,390	\$ 325,427	36.01%

Notes:	Actuarial valuation date -	December 31, 2014
	Actuarial cost method -	Aggregate entry age normal.
	Amortization method -	Level percent of payroll, closed period.
	Remaining amortization period -	26 year closed period
	Asset valuation method -	5 year smoothed market; 20 percent corridor.
	Price inflation -	3.00 percent
	Salary increases -	5.50 percent
	Investment rate of return -	7.00 percent.
	Retirement age -	50 -70
	Mortality -	Mortality rates based on the RP-2000 CHBCA Mortality Table. The actuarial assumptions used in the December 31, 2014 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.
	Other information -	There were no benefit changes during the year.

This information is formatted to comply with the requirements of GASB Statement No. 67

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
Schedule of Investment Returns  
Police Pension Fund  
December 31, 2014

Fiscal Year End	Average Money-Weighted Rate of Return, net of Investment Expenses
12/31/2014	1.88%

**Village of South Chicago Heights, Illinois**

Required Supplementary Information  
 Schedule of Changes in the Employer's Net Pension Liability  
 Police Pension Fund  
 December 31, 2014

	<u>2014</u>
<b>Total pension liability</b>	
Service cost	\$ 98,719
Interest on the total pension liability	345,737
Changes in benefit terms	-
Difference between expected and actual experience of the total pension liability	(189,062)
Changes of assumptions	403,248
Benefit payments, including refunds of employee contributions	<u>(210,512)</u>
	448,130
Net change in total pension liability	<u>5,044,356</u>
Total pension liability - beginning	<u>5,492,486</u>
<b>Total pension liability - ending</b>	<u><b>\$ 5,492,486</b></u>
<b>Plan fiduciary net position</b>	
Contributions - employer	\$ 117,183
Contributions - employee	32,865
Net investment income	64,722
Benefit payments, including refunds of employee contributions	(210,512)
Administrative expense	(4,618)
Other (net transfer)	<u>-</u>
	(360)
Net change in plan fiduciary net position	<u>3,506,058</u>
Plan fiduciary net position - beginning	<u>3,505,698</u>
<b>Plan fiduciary net position - ending</b>	<u><b>\$ 3,505,698</b></u>
<b>Net pension liability (asset)</b>	<u><b>\$ 1,986,788</b></u>
<b>Plan fiduciary net position as a percentage of total pension liability</b>	<b>63.83%</b>
Covered valuation payroll	\$ 325,427
<b>Net pension liability as a percentage of covered valuation payroll</b>	<b>610.52%</b>

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
 Schedule of Funding Progress  
 Firefighters Pension Fund  
 Last six valuation years

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Ratio of Unfunded Actuarial Accrued Liability to Annual Covered Payroll
4/30/2007	\$ 142,381	\$ 283,555	\$ 141,174	50.21%	\$ -	0.00%
4/30/2008	\$ 132,848	\$ 248,657	\$ 115,809	53.43%	\$ -	0.00%
4/30/2010	\$ 106,091	\$ 247,482	\$ 141,391	42.87%	\$ -	0.00%
12/31/2011	\$ 83,668	\$ 246,460	\$ 162,792	33.95%	\$ -	0.00%
12/31/2013	\$ 59,612	\$ 247,384	\$ 187,772	24.10%	\$ -	0.00%
12/31/2014	\$ 47,381	\$ 264,210	\$ 216,829	17.93%	\$ -	0.00%

Notes:	Actuarial cost method -	Entry age normal cost - for years prior to 1/1/2011
	Asset valuation method -	Projected unit credit cost - for years beginning on or after 1/1/2011
	Assumed inflation rate -	5 year Average Market Value (required by Public Act 096-1495)
	Assumed investment return -	3.00 percent
	Assumed projected salary increases -	7.00 percent
	Assumed postretirement benefit increases -	5.5 percent
	Amortization method -	3.00 percent of the original amount of benefit
	Amortization period -	Level percent of payroll, closed period
	Digest of assumption changes -	26 years
		No changes from the prior year

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
 Schedule of Employer Contributions  
 Firefighters Pension Fund  
 Last six fiscal years

Fiscal Year	Annual Pension Cost (APC)	Employer Contributions	Percentage of APC Recognized as Contributions from Employers	Net Pension Obligation (Asset)
4/30/2010	\$ 6,016	\$ 5,273	87.65%	\$ 273
12/31/2010	\$ 5,134	\$ 2,638	51.38%	\$ 2,769
12/31/2011	\$ 7,663	\$ 9,357	122.11%	\$ 1,075
12/31/2012	\$ 7,663	\$ 9,689	126.44%	\$ (951)
12/31/2013	\$ 7,095	\$ 9,884	139.31%	\$ (3,740)
12/31/2014	\$ 8,542	\$ 10,921	127.85%	\$ (6,119)

## Village of South Chicago Heights, Illinois

### Required Supplementary Information

#### Schedule of Employer Contributions

#### Firefighters Pension Fund

December 31, 2014

Fiscal Year Ending	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
12/31/2014	\$ 7,121	\$ 10,921	\$ 3,800	\$ -	0.00%

Notes:

Actuarial valuation date -	December 31, 2014
Actuarial cost method -	Aggregate entry age normal.
Amortization method -	Level percent of payroll, closed period.
Remaining amortization period -	26 year closed period
Asset valuation method -	5 year smoothed market; 20 percent corridor.
Price inflation -	3.00 percent
Salary increases -	5.50 percent
Investment rate of return -	7.00 percent.
Retirement age -	50 -70
Mortality -	Mortality rates based on the RP-2000 CHBCA Mortality Table. The actuarial assumptions used in the December 31, 2014 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.
Other information -	There were no benefit changes during the year.

This information is formatted to comply with the requirements of GASB Statement No. 67

## Village of South Chicago Heights, Illinois

### Required Supplementary Information

#### Schedule of Investment Returns

#### Firefighters Pension Fund

December 31, 2014

Fiscal Year End	Average Money-Weighted Rate of Return, net of Investment Expenses
12/31/2014	0.01%

**Village of South Chicago Heights, Illinois**

**Required Supplementary Information**

**Schedule of Changes in the Employer's Net Pension Liability**

**Firefighters Pension Fund**

**December 31, 2014**

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	<u>2014</u>
<b>Total pension liability</b>	
Service cost	\$ -
Interest on the total pension liability	16,524
Changes in benefit terms	-
Difference between expected and actual experience of the total pension liability	4,154
Changes of assumptions	18,792
Benefit payments, including refunds of employee contributions	<u>(22,645)</u>
	16,825
Net change in total pension liability	<u>247,384</u>
	<b>\$ 264,209</b>
<b>Total pension liability - beginning</b>	
<b>Total pension liability - ending</b>	<b><u>\$ 264,209</u></b>
 <b>Plan fiduciary net position</b>	
Contributions - employer	\$ 10,921
Contributions - employee	-
Net investment income	7
Benefit payments, including refunds of employee contributions	(22,645)
Other (net transfer)	<u>(514)</u>
	(12,231)
Net change in plan fiduciary net position	<u>59,612</u>
	<b><u>\$ 47,381</u></b>
<b>Plan fiduciary net position - beginning</b>	
<b>Plan fiduciary net position - ending</b>	<b><u>\$ 47,381</u></b>
 <b>Net pension liability (asset)</b>	
<b>Plan fiduciary net position as a percentage of total pension liability</b>	<b>17.93%</b>
Covered valuation payroll	\$ -
<b>Net pension liability as a percentage of covered valuation payroll</b>	<b>0.00%</b>

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
 Schedule of Funding Progress  
 Retiree Health Insurance Plan  
 Last six valuation years

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Ratio of Unfunded Actuarial Accrued Liability to Annual Covered Payroll
4/30/2010	\$ -	\$ 3,012,056	\$ 3,012,056	0.00%	\$ 926,094	325.24%
12/31/2011	\$ -	\$ 3,374,049	\$ 3,374,049	0.00%	\$ 990,513	340.64%
12/31/2013	\$ -	\$ 4,669,750	\$ 4,669,750	0.00%	\$ 1,010,089	462.31%
12/31/2014	\$ -	\$ 4,669,750	\$ 4,669,750	0.00%	\$ 1,034,571	451.37%

Notes:

Actuarial cost method -	Entry age
Asset valuation method -	Market value
Assumed inflation rate -	3.00 percent
Assumed investment return -	4.00 percent
Assumed projected salary increases -	4.0 percent
Assumed healthcare inflation rate -	8.00 percent initial, 6.00% ultimate
Amortization method -	Level percent of payroll, open period
Amortization period -	30 years
Digest of assumption changes -	The Village of South Chicago Heights implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Information for prior years is not available. The Village is required to have an actuarial study performed triennially.

## Village of South Chicago Heights, Illinois

Required Supplementary Information  
 Schedule of Employer Contributions  
 Retiree Health Insurance Plan  
 Last six fiscal years

Fiscal Year	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed from Employers	Net OPEB Obligation (Asset)
4/30/2010	\$ 241,240	\$ 68,244	28.29%	\$ 172,996
12/31/2010	\$ 153,885	\$ 43,978	28.58%	\$ 282,903
12/31/2011	\$ 241,604	\$ 68,244	28.25%	\$ 346,356
12/31/2012	\$ 265,849	\$ 52,783	19.85%	\$ 559,422
12/31/2013	\$ 263,813	\$ 75,635	28.67%	\$ 747,600
12/31/2014	\$ 335,565	\$ 79,666	23.74%	\$ 1,003,499

## **OTHER SUPPLEMENTARY INFORMATION**

**Village of South Chicago Heights, Illinois**

**Debt Service Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

	Budgeted Amounts			Actual Amounts	Variance with Final Budget Positive (Negative)
	Original		Final		
<b>Revenues</b>					
Local taxes					
Property tax - bond & interest	\$	-	\$	\$ (1,155)	\$ (1,155)
Property tax - purchase agreement				\$ (145)	
Total local taxes	\$	-	\$	\$ (1,300)	\$ (1,300)
<b>Total revenues</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>\$ (1,300)</b>	<b>\$ (1,300)</b>
<b>Expenditures</b>					
Debt service					
Contractual services					
Other contractual					
Bank service fee		-	1,040	1,036	4
Total other contractual	\$	-	\$ 1,040	\$ 1,036	\$ 4
Total contractual services	\$	-	\$ 1,040	\$ 1,036	\$ 4
Principal					
Principal - 2004 street improvement note	\$ 119,405		\$ 119,405	\$ 119,385	\$ 20
Principal - ambulance note	13,330		13,330	13,327	3
Principal - fire truck note	19,568		19,568	19,563	5
Principal - 2013 auto loans	7,400		7,400	7,400	-
Total principal	\$ 159,703		\$ 159,703	\$ 159,675	\$ 28
Interest					
Interest - 2004 street improvement note	\$ 2,870		\$ 5,760	\$ 5,530	\$ 230
Interest - ambulance note	645		645	642	3
Interest - fire truck note	7,045		7,045	7,042	3
Interest - 2013 auto loans	901		901	901	-
Total interest	\$ 11,461		\$ 14,351	\$ 14,115	\$ 236
Total debt service	\$ 171,164		\$ 175,094	\$ 174,826	\$ 268
<b>Total expenditures</b>	<b>\$ 171,164</b>		<b>\$ 175,094</b>	<b>\$ 174,826</b>	<b>\$ 268</b>
Excess (deficiency) of revenues over (under) expenditures	(171,164)		(175,094)	(176,126)	(1,032)
<b>Other financing sources and uses</b>					
Transfers in	\$ 171,175		\$ 171,175	\$ 174,825	\$ 3,650
<b>Total other financing sources and uses</b>	<b>\$ 171,175</b>		<b>\$ 171,175</b>	<b>\$ 174,825</b>	<b>\$ 3,650</b>
Net change in fund balances	\$ 11		\$ (3,919)	\$ (1,301)	\$ 2,618
Fund balances, January 1	\$ 9,116		\$ 9,116	\$ 9,116	\$ -
<b>Fund balances, December 31</b>	<b>\$ 9,127</b>		<b>\$ 5,197</b>	<b>\$ 7,815</b>	<b>\$ 2,618</b>

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**Village of South Chicago Heights, Illinois**

**Nonmajor Governmental Funds**

**Combining Balance Sheet**

December 31, 2014

	Special Revenue Funds				<b>Total</b>
	<b>Motor Fuel Tax Fund</b>	<b>E911 Services Fund</b>	<b>CDBG Project Fund</b>		
<b>Assets</b>					
Assets					
Cash and cash equivalents	\$ 40,494	\$ 32	\$ 4,366	\$ 44,892	
Accounts / vouchers receivable	10,423	598	160,000	171,021	
Prepaid items	-	15,803	-	15,803	
Inventory	3,355	-	-	3,355	
<b>Total assets</b>	<b>\$ 54,272</b>	<b>\$ 16,433</b>	<b>\$ 164,366</b>	<b>\$ 235,071</b>	
<b>Liabilities, deferred inflows of resources and fund balances</b>					
Liabilities					
Accounts / vouchers payable	\$ 50,120	\$ 1,016	\$ 4,285	\$ 55,421	
Due to other funds	-	-	-	-	
<b>Total liabilities</b>	<b>\$ 50,120</b>	<b>\$ 1,016</b>	<b>\$ 4,285</b>	<b>\$ 55,421</b>	
Deferred inflows of resources					
Grants	\$ -	\$ -	\$ 160,000	160,000	
<b>Total deferred inflows of resources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 160,000</b>	<b>\$ 160,000</b>	
Fund Balances					
Nonspendable	\$ 3,355	\$ 15,803	\$ -	19,158	
Restricted for highways & streets	797	-	81	\$ 878	
Unassigned	-	(386)	-	(386)	
<b>Total fund balances</b>	<b>\$ 4,152</b>	<b>\$ 15,417</b>	<b>\$ 81</b>	<b>\$ 19,650</b>	
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 54,272</b>	<b>\$ 16,433</b>	<b>\$ 164,366</b>	<b>\$ 235,071</b>	

<u>Capital Project Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ 44,892
-	171,021
-	15,803
-	<u>3,355</u>
<u>\$ -</u>	<u>\$ 235,071</u>

\$ -	\$ 55,421
<u>9,600</u>	<u>9,600</u>
<u>\$ 9,600</u>	<u>\$ 65,021</u>
<u>\$ -</u>	<u>\$ 160,000</u>
<u>\$ -</u>	<u>\$ 160,000</u>
\$ -	\$ 19,158
-	878
<u>(9,600)</u>	<u>(9,986)</u>
<u>\$ (9,600)</u>	<u>\$ 10,050</u>
<u>\$ -</u>	<u>\$ 235,071</u>

**Village of South Chicago Heights, Illinois**

**Nonmajor Governmental Funds**

**Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
For the Year Ended December 31, 2014**

	Special Revenue Funds				<b>Total</b>
	<b>Motor Fuel Tax Fund</b>	<b>E911 Services Fund</b>	<b>CDBG Project Fund</b>		
<b>Revenues</b>					
Local taxes	\$ -	\$ 9,755	\$ -	\$ 9,755	
State shared taxes	102,535	-	-	102,535	
Grants	34,480	-	-	34,480	
Interest	19	154	-	173	
<b>Total revenues</b>	<b>\$ 137,034</b>	<b>\$ 9,909</b>	<b>\$ -</b>	<b>\$ 146,943</b>	
<b>Expenditures</b>					
Current					
General government	\$ -	\$ -	\$ -	\$ -	
Public safety	-	184,971	-	184,971	
Highways and streets	48,764	-	20,685	69,449	
<b>Total current expenditures</b>	<b>\$ 48,764</b>	<b>\$ 184,971</b>	<b>\$ 20,685</b>	<b>\$ 254,420</b>	
Capital outlay	\$ 55,561	\$ -	\$ -	\$ 55,561	
<b>Total expenditures</b>	<b>\$ 104,325</b>	<b>\$ 184,971</b>	<b>\$ 20,685</b>	<b>\$ 309,981</b>	
Excess (deficiency) of revenues over (under) expenditures	\$ 32,709	\$ (175,062)	\$ (20,685)	\$ (163,038)	
<b>Other financing sources and uses</b>					
Transfers in	\$ -	\$ 190,450	\$ 20,685	\$ 211,135	
Transfers out	(124,915)	-	-	(124,915)	
<b>Total other financing sources and uses</b>	<b>\$ (124,915)</b>	<b>\$ 190,450</b>	<b>\$ 20,685</b>	<b>\$ 86,220</b>	
Net change in fund balances	\$ (92,206)	\$ 15,388	\$ -	\$ (76,818)	
Fund balances, January 1	\$ 96,358	\$ 29	\$ 81	\$ 96,468	
<b>Fund balances, December 31</b>	<b>\$ 4,152</b>	<b>\$ 15,417</b>	<b>\$ 81</b>	<b>\$ 19,650</b>	

<u>Capital Project Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ 9,755
-	102,535
-	34,480
-	173
<hr/>	<hr/>
<b>\$ -</b>	<b>\$ 146,943</b>
\$ 9,600	\$ 9,600
-	184,971
-	69,449
<hr/>	<hr/>
<b>\$ 9,600</b>	<b>\$ 264,020</b>
<hr/>	<hr/>
<b>\$ -</b>	<b>\$ 55,561</b>
<hr/>	<hr/>
<b>\$ 9,600</b>	<b>\$ 319,581</b>
\$ (9,600)	\$ (172,638)
\$ -	\$ 211,135
-	(124,915)
<hr/>	<hr/>
<b>\$ -</b>	<b>\$ 86,220</b>
<hr/>	<hr/>
<b>\$ (9,600)</b>	<b>\$ (86,418)</b>
<hr/>	<hr/>
<b>\$ -</b>	<b>\$ 96,468</b>
<hr/>	<hr/>
<b>\$ (9,600)</b>	<b>\$ 10,050</b>

**Village of South Chicago Heights, Illinois**

**Special Revenue - Motor Fuel Tax Fund**

**Schedule of Revenues, Expenditures**

and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
State shared taxes				
Motor fuel tax	\$ 100,000	\$ 100,000	\$ 102,535	\$ 2,535
Total state shared taxes	\$ 100,000	\$ 100,000	\$ 102,535	\$ 2,535
Grants				
State grants	\$ 17,000	\$ 17,000	\$ 34,480	\$ 17,480
Total grants	\$ 17,000	\$ 17,000	\$ 34,480	\$ 17,480
Interest				
Interest from deposits	\$ 50	\$ 50	\$ 19	\$ (31)
Total interest	\$ 50	\$ 50	\$ 19	\$ (31)
<b>Total revenues</b>	<b>\$ 117,050</b>	<b>\$ 117,050</b>	<b>\$ 137,034</b>	<b>\$ 19,984</b>
<b>Expenditures</b>				
Highway & streets				
Contractual services				
Professional services				
Engineering & architectural	\$ 16,500	\$ 25,825	\$ 25,823	\$ 2
Testing labs	-	5,980	5,976	4
Total professional services	\$ 16,500	\$ 31,805	\$ 31,799	\$ 6
Repair & maintenance				
R&M - street lights & signals	\$ 8,580	\$ 8,580	\$ 4,170	\$ 4,410
Total repair & maintenance	\$ 8,580	\$ 8,580	\$ 4,170	\$ 4,410
Other contractual				
Forestry & landscaping services	1,100	1,100	-	1,100
Total other contractual	\$ 1,100	\$ 1,100	\$ -	\$ 1,100
Total contractual services	\$ 26,180	\$ 41,485	\$ 35,969	\$ 5,516
Commodities				
Street materials - salt	\$ 16,500	\$ 16,500	\$ 12,795	\$ 3,705
Total commodities	\$ 16,500	\$ 16,500	\$ 12,795	\$ 3,705
Total highway & streets	\$ 42,680	\$ 57,985	\$ 48,764	\$ 9,221
Capital outlay				
Street system const/improvements	\$ 60,500	\$ 45,195	\$ 55,561	\$ (10,366)
Total capital outlay	\$ 60,500	\$ 45,195	\$ 55,561	\$ (10,366)
<b>Total expenditures</b>	<b>\$ 103,180</b>	<b>\$ 103,180</b>	<b>\$ 104,325</b>	<b>\$ (1,145)</b>
Excess (deficiency) of revenues over (under) expenditures	\$ 13,870	\$ 13,870	\$ 32,709	\$ 18,839

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**Village of South Chicago Heights, Illinois**

**Special Revenue - Motor Fuel Tax Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Other financing sources and uses</b>				
Transfers out	\$ (122,275)	\$ (122,275)	\$ (124,915)	\$ (2,640)
<b>Total other financing sources and uses</b>	<b>\$ (122,275)</b>	<b>\$ (122,275)</b>	<b>\$ (124,915)</b>	<b>\$ (2,640)</b>
Net change in fund balances	\$ (108,405)	\$ (108,405)	\$ (92,206)	\$ 16,199
Fund balances, January 1	\$ 96,358	\$ 96,358	\$ 96,358	\$ -
<b>Fund balances, December 31</b>	<b>\$ (12,047)</b>	<b>\$ (12,047)</b>	<b>\$ 4,152</b>	<b>\$ 16,199</b>

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Village of South Chicago Heights, Illinois

Special Revenue - E-911 Services Fund

Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Local taxes				
E-911 surcharge	\$ 7,500	\$ 7,500	\$ 9,755	\$ 2,255
Total local taxes	\$ 7,500	\$ 7,500	\$ 9,755	\$ 2,255
Interest				
Interest From Deposits	\$ 50	\$ 50	\$ 154	\$ 104
Total interest	\$ 50	\$ 50	\$ 154	\$ 104
<b>Total revenues</b>	<b>\$ 7,550</b>	<b>\$ 7,550</b>	<b>\$ 9,909</b>	<b>\$ 2,359</b>
<b>Expenditures</b>				
Public safety				
Contractual services				
Repair & maintenance				
R&M - communications equipment	\$ 6,336	\$ 6,336	\$ 6,272	\$ 64
Total repair & maintenance	\$ 6,336	\$ 6,336	\$ 6,272	\$ 64
Other contractual				
Intergovernmental service contracts	\$ 203,280	\$ 203,020	\$ 177,782	\$ 25,238
Telephones & pagers	660	920	917	3
Total other contractual	\$ 203,940	\$ 203,940	\$ 178,699	\$ 25,241
Total contractual services	\$ 210,276	\$ 210,276	\$ 184,971	\$ 25,305
Total public safety	\$ 210,276	\$ 210,276	\$ 184,971	\$ 25,305
<b>Total expenditures</b>	<b>\$ 210,276</b>	<b>\$ 210,276</b>	<b>\$ 184,971</b>	<b>\$ 25,305</b>
Excess (deficiency) of revenues over (under) expenditures	\$ (202,726)	\$ (202,726)	\$ (175,062)	\$ 27,664
<b>Other financing sources and uses</b>				
Transfers in	\$ 183,600	\$ 183,600	\$ 190,450	\$ 6,850
<b>Total other financing sources and uses</b>	<b>\$ 183,600</b>	<b>\$ 183,600</b>	<b>\$ 190,450</b>	<b>\$ 6,850</b>
Net change in fund balances	\$ (19,126)	\$ (19,126)	\$ 15,388	\$ 34,514
Fund balances, January 1	\$ 29	\$ 29	\$ 29	\$ -
<b>Fund balances, December 31</b>	<b>\$ (19,097)</b>	<b>\$ (19,097)</b>	<b>\$ 15,417</b>	<b>\$ 34,514</b>

**Village of South Chicago Heights, Illinois**

**Special Revenue - Community Development Block Grant Project Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Grants				
County grants	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)
Total grants	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)
<b>Total revenues</b>	<b>\$ 100,000</b>	<b>\$ 100,000</b>	<b>\$ -</b>	<b>\$ (100,000)</b>
<b>Expenditures</b>				
Highways & streets				
Contractual services				
Professional services				
Engineering & architectural	\$ -	\$ 20,700	\$ 20,685	\$ 15
Total professional services	\$ -	\$ 20,700	\$ 20,685	\$ 15
Total contractual services	\$ -	\$ 20,700	\$ 20,685	\$ 15
Total highways & streets	\$ -	\$ 20,700	\$ 20,685	\$ 15
Capital outlay				
Street system construction	\$ 110,000	\$ 89,300	\$ -	\$ 89,300
Total capital outlay	\$ 110,000	\$ 89,300	\$ -	\$ 89,300
<b>Total expenditures</b>	<b>\$ 110,000</b>	<b>\$ 110,000</b>	<b>\$ 20,685</b>	<b>\$ 89,315</b>
Excess (deficiency) of revenues over (under) expenditures	\$ (10,000)	\$ (10,000)	\$ (20,685)	\$ (10,685)
<b>Other financing sources and uses</b>				
Transfers in	\$ -	\$ -	\$ 20,685	\$ 20,685
<b>Total other financing sources and uses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 20,685</b>	<b>\$ 20,685</b>
Net change in fund balances	\$ (10,000)	\$ (10,000)	\$ -	\$ 10,000
Fund balances, January 1	\$ 81	\$ 81	\$ 81	\$ -
<b>Fund balances, December 31</b>	<b>\$ (9,919)</b>	<b>\$ (9,919)</b>	<b>\$ 81</b>	<b>\$ 10,000</b>

**Village of South Chicago Heights, Illinois**

**Capital Project - Capital Project Fund**

**Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual**  
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget	
	Original	Final		Positive (Negative)	Positive (Negative)
<b>Expenditures</b>					
General government					
Contractual services					
Professional services					
Consulting	\$ 10,000	\$ 10,000	\$ -	\$ 10,000	\$ 10,000
Engineering & architectural	40,000	40,000	3,535	36,465	
Legal - review	10,000	10,000	-	10,000	
Other professional services	25,000	25,000	6,065	18,935	
Total professional services	\$ 85,000	\$ 85,000	\$ 9,600	\$ 75,400	
Other contractual					
Bank fees & charges	\$ 5,000	\$ 5,000	\$ -	\$ 5,000	
Printing & copying services	1,000	1,000	-	1,000	
Purchased program services	50,000	50,000	-	50,000	
Total other contractual	\$ 56,000	\$ 56,000	\$ -	\$ 56,000	
Total contractual services	\$ 141,000	\$ 141,000	\$ 9,600	\$ 131,400	
Contingencies	\$ 50,000	\$ 50,000	\$ -	\$ 50,000	
Total general government	\$ 191,000	\$ 191,000	\$ 9,600	\$ 181,400	
<b>Capital outlay</b>					
Land Acquisition and Improvements	\$ 400,000	\$ 400,000	\$ -	\$ 400,000	
Building Acquisition/Const/Imprvmnts	1,200,000	1,200,000	-	1,200,000	
Park Construction / Improvements	100,000	100,000	-	100,000	
Total capital outlay	\$ 1,700,000	\$ 1,700,000	\$ -	\$ 1,700,000	
<b>Total expenditures</b>	<b>\$ 1,891,000</b>	<b>\$ 1,891,000</b>	<b>\$ 9,600</b>	<b>\$ 1,881,400</b>	
Excess (deficiency) of revenues over (under) expenditures	\$ (1,891,000)	\$ (1,891,000)	\$ (9,600)	\$ 1,881,400	
<b>Other financing sources and uses</b>					
Proceeds from sale of long-term bonds	2,000,000	2,000,000	-	(2,000,000)	
<b>Total other financing sources and uses</b>	<b>\$ 2,000,000</b>	<b>\$ 2,000,000</b>	<b>\$ -</b>	<b>\$ (2,000,000)</b>	
Net change in fund balances	\$ 109,000	\$ 109,000	\$ (9,600)	\$ (118,600)	
Fund balances, January 1	\$ -	\$ -	\$ -	\$ -	
<b>Fund balances, December 31</b>	<b>\$ 109,000</b>	<b>\$ 109,000</b>	<b>\$ (9,600)</b>	<b>\$ (118,600)</b>	

**Village of South Chicago Heights, Illinois**

**Enterprise - Water Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Operating revenues</b>				
Charges for Services				
Water Sales	\$ 930,000	\$ 930,000	\$ 915,392	\$ (14,608)
Water Meter Installation / Replacement	5,000	5,000	4,147	(853)
Water Turn On Fees	2,250	2,250	2,010	(240)
Water / Sewer Tap Fees	-	-	1,100	1,100
Total Charges for Services	<u>\$ 937,250</u>	<u>\$ 937,250</u>	<u>\$ 922,649</u>	<u>\$ (14,601)</u>
Fines and Forfeitures				
Late Payment Penalty	\$ 18,500	\$ 18,500	\$ 16,994	\$ (1,506)
Total Fines and Forfeitures	<u>\$ 18,500</u>	<u>\$ 18,500</u>	<u>\$ 16,994</u>	<u>\$ (1,506)</u>
Reimbursements				
Expense Reimbursement	\$ -	\$ -	\$ 150	\$ 150
Insurance Reimbursement	-	-	5,624	5,624
Total Reimbursements	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,774</u>	<u>\$ 5,774</u>
<b>Total operating revenues</b>	<u><b>\$ 955,750</b></u>	<u><b>\$ 955,750</b></u>	<u><b>\$ 945,417</b></u>	<u><b>\$ (10,333)</b></u>
<b>Operating expenses</b>				
Administrative				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 21,926	\$ 21,926	\$ 21,498	\$ 428
Wages - Full Time Hourly	45,504	45,504	44,631	873
Wages - Part Time Hourly	<u>19,954</u>	<u>19,954</u>	<u>11,770</u>	<u>8,184</u>
Total Compensation	<u>\$ 87,384</u>	<u>\$ 87,384</u>	<u>\$ 77,899</u>	<u>\$ 9,485</u>
Benefits				
Employer FICA / Medicare	\$ 6,754	\$ 6,754	\$ 5,942	\$ 812
Employer IMRF	15,433	15,433	13,257	2,176
Insurance - Group Life and AD&D	441	441	189	252
Insurance - Group Medical	14,940	14,940	12,149	2,791
Insurance - Group Dental	1,398	1,398	1,314	84
Insurance - Workers Compensation	7,063	6,993	6,811	182
Insurance - Unemployment Compensation	<u>542</u>	<u>542</u>	<u>-</u>	<u>542</u>
Total Benefits	<u>\$ 46,571</u>	<u>\$ 46,501</u>	<u>\$ 39,662</u>	<u>\$ 6,839</u>
Total Personal Services	<u>\$ 133,955</u>	<u>\$ 133,885</u>	<u>\$ 117,561</u>	<u>\$ 16,324</u>
Contractual Services				
Professional Services				
Data Processing	<u>\$ 11,000</u>	<u>\$ 11,000</u>	<u>\$ 9,965</u>	<u>\$ 1,035</u>
Total Professional Services	<u>\$ 11,000</u>	<u>\$ 11,000</u>	<u>\$ 9,965</u>	<u>\$ 1,035</u>
Repair and Maintenance				
R & M - Data Processing Equipment	<u>\$ 1,650</u>	<u>\$ 1,650</u>	<u>\$ -</u>	<u>\$ 1,650</u>
Total Repair and Maintenance	<u>\$ 1,650</u>	<u>\$ 1,650</u>	<u>\$ -</u>	<u>\$ 1,650</u>

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**Village of South Chicago Heights, Illinois**

**Enterprise - Water Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance - Favorable (Unfavorable)</b>
<b>Operating expenses (continued)</b>				
Administrative (continued)				
Contractual Services (continued)				
Other Contractual				
Liability Insurance	\$ 33,000	\$ 33,000	\$ 30,000	\$ 3,000
Printing and Copying Services	4,400	4,400	3,105	1,295
Telephone - Local, LD, Wireless, Pager	660	660	622	38
Total Other Contractual	\$ 38,060	\$ 38,060	\$ 33,727	\$ 4,333
Total Contractual Services	\$ 50,710	\$ 50,710	\$ 43,692	\$ 7,018
Commodities				
Computer Supplies	\$ -	\$ 250	\$ 242	\$ 8
Office Supplies	275	275	61	214
Postage	6,050	5,800	5,572	228
Total Commodities	\$ 6,325	\$ 6,325	\$ 5,875	\$ 450
Total Administrative	\$ 190,990	\$ 190,920	\$ 167,128	\$ 23,792
 Cost of Sales and Services				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 27,601	\$ 27,601	\$ 26,308	\$ 1,293
Wages - Full Time Hourly	90,188	90,188	82,217	7,971
Wages - Part Time Hourly	11,761	3,761	2,276	1,485
Wages - Overtime	6,408	14,408	14,387	21
Total Compensation	\$ 135,958	\$ 135,958	\$ 125,188	\$ 10,770
Benefits				
Employer FICA / Medicare	\$ 10,401	\$ 10,401	\$ 9,612	\$ 789
Employer IMRF	23,098	23,098	18,322	4,776
Insurance - Group Life and AD&D	1,203	1,203	569	634
Insurance - Group Medical	52,375	52,175	46,551	5,624
Insurance - Group Dental	3,296	3,496	3,473	23
Insurance - Workers Compensation	10,877	10,947	10,946	1
Insurance - Unemployment Compensation	812	812	-	812
Total Benefits	\$ 102,062	\$ 102,132	\$ 89,473	\$ 12,659
Total Personal Services	\$ 238,020	\$ 238,090	\$ 214,661	\$ 23,429
 Contractual Services				
Professional Services				
Engineering and Architectural	\$ 2,200	\$ 2,200	\$ 1,063	\$ 1,137
Testing Labs	3,300	3,300	800	2,500
Total Professional Services	\$ 5,500	\$ 5,500	\$ 1,863	\$ 3,637

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**Village of South Chicago Heights, Illinois**

**Enterprise - Water Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Operating expenses (continued)</b>				
Cost of Sales and Services (continued)				
Contractual Services (continued)				
Repair and Maintenance				
R & M - Vehicles	\$ 550	\$ 550	\$ 393	\$ 157
R & M - Water & Sewer System Equipment	<u>19,800</u>	<u>5,800</u>	<u>5,733</u>	<u>67</u>
Total Repair and Maintenance	<u>\$ 20,350</u>	<u>\$ 6,350</u>	<u>\$ 6,126</u>	<u>\$ 224</u>
Other Contractual				
Equipment Rental	\$ 3,850	\$ 5,175	\$ 5,167	\$ 8
Purchased Program Services	<u>27,500</u>	<u>87,500</u>	<u>87,490</u>	<u>10</u>
Utilities Location Service	<u>990</u>	<u>915</u>	<u>903</u>	<u>12</u>
Total Other Contractual	<u>\$ 32,340</u>	<u>\$ 93,590</u>	<u>\$ 93,560</u>	<u>\$ 30</u>
Total Contractual Services	<u>\$ 58,190</u>	<u>\$ 105,440</u>	<u>\$ 101,549</u>	<u>\$ 3,891</u>
Commodities				
Fuel	\$ 11,000	\$ 11,875	\$ 11,875	\$ -
Landscaping Supplies	275	275	115	160
Program Supplies	660	900	899	1
Protective Clothing & Equipment	275	275	-	275
Service & Repair Parts	550	550	46	504
Small Tools	1,100	1,440	1,439	1
Street Materials - Aggregate	2,750	8,815	8,815	-
Street Materials - Bituminous	825	2,990	2,988	2
Utilities - Village Buildings	880	2,945	2,944	1
Utilities - Public Way	24,200	24,200	16,026	8,174
Water Purchases	<u>517,000</u>	<u>481,000</u>	<u>480,701</u>	<u>299</u>
Water & Sewer System Supplies	7,700	7,675	6,259	1,416
Water & Sewer System Repair Parts	<u>42,900</u>	<u>19,900</u>	<u>18,986</u>	<u>914</u>
Total Commodities	<u>\$ 610,115</u>	<u>\$ 562,840</u>	<u>\$ 551,093</u>	<u>\$ 11,747</u>
Travel				
Local Mileage, Parking and Tolls	\$ -	\$ 25	\$ 23	\$ 2
Total travel	<u>\$ -</u>	<u>\$ 25</u>	<u>\$ 23</u>	<u>\$ 2</u>
Total Cost of Sales and Services	<u>\$ 906,325</u>	<u>\$ 906,395</u>	<u>\$ 867,326</u>	<u>\$ 39,069</u>
Depreciation				
Depreciation Expense	\$ -	\$ -	\$ 125,702	\$ (125,702)
Total depreciation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 125,702</u>	<u>\$ (125,702)</u>
<b>Total operating expenses</b>	<b><u>\$ 1,097,315</u></b>	<b><u>\$ 1,097,315</u></b>	<b><u>\$ 1,160,156</u></b>	<b><u>\$ (62,841)</u></b>
Operating income (loss)	<u>\$ (141,565)</u>	<u>\$ (141,565)</u>	<u>\$ (214,739)</u>	<u>\$ (73,174)</u>

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**Village of South Chicago Heights, Illinois**

**Enterprise - Water Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Nonoperating revenue (expenses)</b>				
Local taxes				
Property Tax	\$ 4,695	\$ 4,695	\$ 7,015	\$ 2,320
Property tax - bond & interest	<u>478,400</u>	<u>478,400</u>	<u>469,321</u>	<u>(9,079)</u>
Total local taxes	<u>\$ 483,095</u>	<u>\$ 483,095</u>	<u>\$ 476,336</u>	<u>\$ (6,759)</u>
Capital outlay				
Equipment - Other	\$ -	\$ -	\$ (1,680)	\$ 1,680
Total capital outlay	<u>-</u>	<u>-</u>	<u>(1,680)</u>	<u>1,680</u>
Debt service				
Principal				
Principal - 1998B GO bonds	\$ (485,000)	\$ (485,000)	\$ -	\$ (485,000)
Principal - 2001 Water System Imprvmnt Note	<u>(44,558)</u>	<u>(44,558)</u>	<u>-</u>	<u>(44,558)</u>
Principal - 2010 Auto Loans	<u>(15,047)</u>	<u>(15,047)</u>	<u>-</u>	<u>(15,047)</u>
Total principal	<u>\$ (544,605)</u>	<u>\$ (544,605)</u>	<u>\$ -</u>	<u>\$ (544,605)</u>
Interest expense				
Interest - 1998B GO bonds	\$ -	\$ -	\$ (100,569)	\$ 100,569
Interest - 2001 Water System Imprvmnt Note	<u>(6,763)</u>	<u>(6,763)</u>	<u>(6,699)</u>	<u>(64)</u>
Interest - 2010 Auto Loans	<u>(887)</u>	<u>(887)</u>	<u>(397)</u>	<u>(490)</u>
Total interest expense	<u>\$ (7,650)</u>	<u>\$ (7,650)</u>	<u>\$ (107,665)</u>	<u>\$ 100,015</u>
Total debt service	<u>\$ (552,255)</u>	<u>\$ (552,255)</u>	<u>\$ (107,665)</u>	<u>\$ (444,590)</u>
<b>Total nonoperating revenue (expenses)</b>	<b><u>\$ (69,160)</u></b>	<b><u>\$ (69,160)</u></b>	<b><u>\$ 366,991</u></b>	<b><u>\$ (436,151)</u></b>
Change in net position	(210,725)	(210,725)	152,252	362,977
Total net position, January 1	<u>\$ (27,178)</u>	<u>\$ (27,178)</u>	<u>\$ (27,178)</u>	<u>\$ -</u>
<b>Total net position, December 31</b>	<b><u>\$ (237,903)</u></b>	<b><u>\$ (237,903)</u></b>	<b><u>\$ 125,074</u></b>	<b><u>\$ 362,977</u></b>

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**Village of South Chicago Heights, Illinois**

**Enterprise - Sewer Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Operating revenues</b>				
Charges for Services				
Sewer Charges	\$ 110,000	\$ 110,000	\$ 119,869	\$ 9,869
Thorn Creek Sewer Charge	200,000	200,000	-	(200,000)
Thorn Creek Meter Reading Charge	14,500	14,500	16,381	1,881
Total Charges for Services	<u>324,500</u>	<u>324,500</u>	<u>136,250</u>	<u>(188,250)</u>
Fines and Forfeitures				
Late Payment Penalty	\$ 4,700	\$ 4,700	\$ 2,213	\$ (2,487)
Total Fines and Forfeitures	<u>4,700</u>	<u>4,700</u>	<u>2,213</u>	<u>(2,487)</u>
<b>Total operating revenues</b>	<b>\$ 329,200</b>	<b>\$ 329,200</b>	<b>\$ 138,463</b>	<b>\$ (190,737)</b>
<b>Operating expenses</b>				
Administrative				
Contractual Services				
Professional Services				
Data Processing	\$ 286	\$ 286	\$ -	\$ 286
Total Professional Services	<u>\$ 286</u>	<u>\$ 286</u>	<u>\$ -</u>	<u>\$ 286</u>
Other Contractual				
Advertising & Legal Publishing	\$ 330	\$ 330	\$ -	\$ 330
Printing and Copying Services	550	550	334	216
Thorn Creek Sewer Pass-thru	220,000	193,450	-	\$ 193,450
Total Other Contractual	<u>\$ 220,880</u>	<u>\$ 194,330</u>	<u>\$ 334</u>	<u>\$ 193,996</u>
Contractual Services	<u>\$ 221,166</u>	<u>\$ 194,616</u>	<u>\$ 334</u>	<u>\$ 194,282</u>
Commodities				
Postage	\$ 275	\$ 275	\$ -	\$ 275
Total Commodities	<u>\$ 275</u>	<u>\$ 275</u>	<u>\$ -</u>	<u>\$ 275</u>
Total Administration	<u>\$ 221,441</u>	<u>\$ 194,891</u>	<u>\$ 334</u>	<u>\$ 194,557</u>
Cost of Sales and Services				
Contractual Services				
Professional Services				
Engineering and Architectural	\$ 16,500	\$ 16,500	\$ 3,540	\$ 12,960
Total Professional Services	<u>\$ 16,500</u>	<u>\$ 16,500</u>	<u>\$ 3,540</u>	<u>\$ 12,960</u>
Repair and Maintenance				
R & M - Water & Sewer System Equipment	\$ 5,500	\$ 5,500	\$ -	\$ 5,500
Total Repair and Maintenance	<u>\$ 5,500</u>	<u>\$ 5,500</u>	<u>\$ -</u>	<u>\$ 5,500</u>
Other Contractual				
Intergovernmental Fees and Dues	\$ 1,100	\$ 1,100	\$ 1,000	\$ 100
Purchased Program Services	11,000	37,550	37,538	12
Total Other Contractual	<u>\$ 12,100</u>	<u>\$ 38,650</u>	<u>\$ 38,538</u>	<u>\$ 112</u>
Total contractual services	<u>\$ 34,100</u>	<u>\$ 60,650</u>	<u>\$ 42,078</u>	<u>\$ 18,572</u>

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**Village of South Chicago Heights, Illinois**

**Enterprise - Sewer Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Operating expenses (continued)</b>				
Cost of Sales and Services (continued)				
Commodities				
Service & Repair Parts	\$ 550	\$ 550	\$ -	\$ 550
Small Tools	275	275	-	275
Street Materials - Manhole Cvs & Structures	2,750	2,750	362	2,388
Utilities - Public Way	1,320	1,320	51	1,269
Water & Sewer System Supplies	1,100	1,100	-	1,100
Water & Sewer System Repair Parts	1,100	1,100	-	1,100
Total Commodities	\$ 7,095	\$ 7,095	\$ 413	\$ 6,682
Total Cost of Sales and Services	\$ 41,195	\$ 67,745	\$ 42,491	\$ 25,254
Depreciation				
Depreciation Expense	\$ -	\$ -	\$ 66,357	\$ (66,357)
Total depreciation	\$ -	\$ -	\$ 66,357	\$ (66,357)
<b>Total operating expenses</b>	<b>\$ 262,636</b>	<b>\$ 262,636</b>	<b>\$ 109,182</b>	<b>\$ 153,454</b>
Operating income (loss)	\$ 66,564	\$ 66,564	\$ 29,281	\$ (37,283)
<b>Nonoperating revenue (expenses)</b>				
Property tax	\$ 4,695	\$ 4,695	\$ 7,015	\$ 2,320
Capital outlay	(137,500)	(137,500)	-	137,500
<b>Total nonoperating revenue (expenses)</b>	<b>\$ (132,805)</b>	<b>\$ (132,805)</b>	<b>\$ 7,015</b>	<b>\$ 139,820</b>
Income (loss) before transfers and contributions	\$ (66,241)	\$ (66,241)	\$ 36,296	\$ 102,537
Transfers in	\$ 30,000	\$ 30,000	\$ -	\$ (30,000)
Change in net position	\$ (36,241)	\$ (36,241)	\$ 36,296	\$ 72,537
<b>Total net position, January 1</b>	<b>\$ 1,475,123</b>	<b>\$ 1,475,123</b>	<b>\$ 1,475,123</b>	<b>\$ -</b>
<b>Total net position, December 31</b>	<b>\$ 1,438,882</b>	<b>\$ 1,438,882</b>	<b>\$ 1,511,419</b>	<b>\$ 72,537</b>

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**Village of South Chicago Heights, Illinois**

**Enterprise - Property Management Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Operating revenues</b>				
Rent				
Building Rentals	\$ 51,300	\$ 51,300	\$ 3,550	\$ (47,750)
Total Rent	<u>51,300</u>	<u>51,300</u>	<u>3,550</u>	<u>(47,750)</u>
<b>Total operating revenues</b>	<b>\$ 51,300</b>	<b>\$ 51,300</b>	<b>\$ 3,550</b>	<b>\$ (47,750)</b>
<b>Operating expenses</b>				
Nondepartmental				
Contractual Services				
Professional Services				
Legal - Review	\$ -	\$ -	\$ -	\$ -
Other Professional Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Professional Services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Repair and Maintenance				
R & M - Buildings & Grounds	\$ 1,100	\$ 1,100	\$ -	\$ 1,100
Total Repair and Maintenance	<u>\$ 1,100</u>	<u>\$ 1,100</u>	<u>\$ -</u>	<u>\$ 1,100</u>
Other Contractual				
Forestry & Landscaping Services	\$ -	\$ -	\$ -	\$ -
Intergovernmental Fees and Dues	99,000	99,000	65,019	33,981
Purchased Program Services	908	908	-	908
Telephone - Local, LD, Wireless, Pager	660	660	304	356
Total Other Contractual	<u>\$ 100,568</u>	<u>\$ 100,568</u>	<u>\$ 65,323</u>	<u>\$ 35,245</u>
Total contractual services	<u>\$ 101,668</u>	<u>\$ 101,668</u>	<u>\$ 65,323</u>	<u>\$ 36,345</u>
Commodities				
Program Supplies	\$ 550	\$ 550	\$ -	\$ 550
Service & Repair Parts	550	550	-	550
Utilities - Village Buildings	<u>13,200</u>	<u>13,200</u>	<u>8,322</u>	<u>4,878</u>
Total Commodities	<u>\$ 14,300</u>	<u>\$ 14,300</u>	<u>\$ 8,322</u>	<u>\$ 5,978</u>
Total Cost of Sales and Services	<u>\$ 115,968</u>	<u>\$ 115,968</u>	<u>\$ 73,645</u>	<u>\$ 42,323</u>
Depreciation				
Depreciation Expense	\$ -	\$ -	\$ 18,112	\$ (18,112)
Total depreciation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,112</u>	<u>\$ (18,112)</u>
<b>Total operating expenses</b>	<b>\$ 115,968</b>	<b>\$ 115,968</b>	<b>\$ 91,757</b>	<b>\$ 24,211</b>
Operating income (loss)	<u>\$ (64,668)</u>	<u>\$ (64,668)</u>	<u>\$ (88,207)</u>	<u>\$ (23,539)</u>

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**Village of South Chicago Heights, Illinois**

**Enterprise - Property Management Fund**

**Schedule of Revenues, Expenses and Changes  
in Fund Net Position - Budget and Actual  
For the Year Ended December 31, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Nonoperating revenue (expenses)</b>				
Capital outlay				
Building Acquisition/Const/Imprvmnts	\$ (5,500)	\$ (5,500)	\$ -	\$ (5,500)
Total capital outlay	<u>(5,500)</u>	<u>(5,500)</u>	<u>-</u>	<u>(5,500)</u>
Debt service				
Principal				
Principal - 2010 TIF Note	\$ (97,230)	\$ (97,230)	\$ -	\$ (97,230)
Total principal	<u>\$ (97,230)</u>	<u>\$ (97,230)</u>	<u>\$ -</u>	<u>\$ (97,230)</u>
Interest expense				
Interest - 2010 TIF Note	\$ (9,060)	\$ (9,060)	\$ (8,852)	\$ (208)
Total interest expense	<u>\$ (9,060)</u>	<u>\$ (9,060)</u>	<u>\$ (8,852)</u>	<u>\$ (208)</u>
Total debt service	<u>\$ (106,290)</u>	<u>\$ (106,290)</u>	<u>\$ (8,852)</u>	<u>\$ (97,438)</u>
<b>Total nonoperating revenue (expenses)</b>	<u><b>\$ (111,790)</b></u>	<u><b>\$ (111,790)</b></u>	<u><b>\$ (8,852)</b></u>	<u><b>\$ (102,938)</b></u>
Income (loss) before transfers and contributions	\$ (176,458)	\$ (176,458)	\$ (97,059)	\$ 79,399
Transfers in	<u>\$ 162,500</u>	<u>\$ 162,500</u>	<u>\$ 106,300</u>	<u>\$ (56,200)</u>
Change in net position	<u>\$ (13,958)</u>	<u>\$ (13,958)</u>	<u>\$ 9,241</u>	<u>\$ 23,199</u>
Total net position, January 1,	<u>\$ 265,202</u>	<u>\$ 265,202</u>	<u>\$ 265,202</u>	<u>\$ -</u>
<b>Total net position, December 31</b>	<b><u>\$ 251,244</u></b>	<b><u>\$ 251,244</u></b>	<b><u>\$ 274,443</u></b>	<b><u>\$ 23,199</u></b>

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**Village of South Chicago Heights, Illinois**

**Fiduciary Funds**

**Combining Schedule of Fiduciary Net Position**

December 31, 2014

	Pension Trust Funds			<b>Total</b>	
			<b>Police Pension Fund</b>		
	<b>Firefighters Pension Fund</b>				
<b>Assets</b>					
Cash and cash equivalents	\$ 657,085	\$ 47,381	\$ 704,466		
Investments, at fair value:					
US Treasury securities	201,207	-	201,207		
US government agency securities	150,910	-	150,910		
State and municipal securities	225,358	-	225,358		
Asset backed securities	139,563	-	139,563		
Equity mutual funds	721,592	-	721,592		
Corporate bonds	821,121	-	821,121		
Annuities	572,598	-	572,598		
Interest receivable	17,438	-	17,438		
<b>Total assets</b>	<b>\$ 3,506,872</b>	<b>\$ 47,381</b>	<b>\$ 3,554,253</b>		
<b>Liabilities</b>					
Accounts / vouchers payable	\$ 1,174	\$ -	\$ 1,174		
<b>Total liabilities</b>	<b>\$ 1,174</b>	<b>\$ -</b>	<b>\$ 1,174</b>		
<b>Net position</b>					
Held in trust for pension benefits	\$ 3,505,698	\$ 47,381	\$ 3,553,079		
<b>Total net position</b>	<b>\$ 3,505,698</b>	<b>\$ 47,381</b>	<b>\$ 3,553,079</b>		

**Village of South Chicago Heights, Illinois**

**Fiduciary Funds**

**Combining Schedule of Changes in Fiduciary Net Position**  
**For the Year Ended December 31, 2014**

	<b>Police Pension Fund</b>	<b>Firefighters Pension Fund</b>	<b>Total</b>
<b>Additions:</b>			
Contributions			
Employer	\$ 117,183	\$ 10,921	\$ 128,104
Plan member	<u>32,865</u>	<u>-</u>	<u>32,865</u>
Total contributions	<u>\$ 150,048</u>	<u>\$ 10,921</u>	<u>\$ 160,969</u>
Investment income			
Net appreciation in fair value of investments	\$ (93,353)	\$ -	\$ (93,353)
Interest	<u>95,402</u>	<u>7</u>	<u>95,409</u>
Dividends	<u>76,934</u>	<u>-</u>	<u>76,934</u>
Total investment income	<u>\$ 78,983</u>	<u>\$ 7</u>	<u>\$ 78,990</u>
Less investment expense	<u>14,261</u>	<u>-</u>	<u>14,261</u>
Net investment income	<u>\$ 64,722</u>	<u>\$ 7</u>	<u>\$ 64,729</u>
<b>Total additions</b>	<b><u>\$ 214,770</u></b>	<b><u>\$ 10,928</u></b>	<b><u>\$ 225,698</u></b>
<b>Deductions:</b>			
Benefits	\$ 210,512	\$ 22,645	\$ 233,157
Administrative expense	<u>4,618</u>	<u>514</u>	<u>5,132</u>
<b>Total deductions</b>	<b><u>\$ 215,130</u></b>	<b><u>\$ 23,159</u></b>	<b><u>\$ 238,289</u></b>
Change in net position	<u>\$ (360)</u>	<u>\$ (12,231)</u>	<u>\$ (12,591)</u>
<b>Net position held in trust for pension benefits</b>			
January 1	<u>\$ 3,506,058</u>	<u>\$ 59,612</u>	<u>\$ 3,565,670</u>
December 31	<b><u>\$ 3,505,698</u></b>	<b><u>\$ 47,381</u></b>	<b><u>\$ 3,553,079</u></b>

**Village of South Chicago Heights, Illinois**

**Long-Term Debt Requirements**

**Series 1998B General Obligation (Capital Appreciation) Bonds**  
**Partial Refunding and Water System Improvements**

**December 31, 2014**

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Date of Maturity: 11/1/2018  
Authorization Issue: \$ 1,347,702  
Interest Rate: 4.50% - 4.75%

**Current and Future Principal and Interest Requirements**

<b>Fiscal Year Ending December 31</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2015	412,115	82,885	495,000
2016	441,324	63,676	505,000
2017	472,150	42,850	515,000
2018	504,692	20,308	525,000
<b>Totals</b>	<b>\$ 1,830,281</b>	<b>\$ 209,719</b>	<b>\$ 2,040,000</b>