

VILLAGE OF STICKNEY, ILLINOIS

ANNUAL FINANCIAL REPORT

Year Ended April 30, 2014

VILLAGE OF STICKNEY, ILLINOIS

Year Ended April 30, 2014

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INDEPENDENT AUDITOR'S REPORT

To the Honorable President and Board of Trustees
Village of Stickney, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Stickney (the "Village"), as of and for the year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Village's Police Pension Fund, the Village's fiduciary component unit. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Police Pension Fund, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

A handwritten signature in black ink that reads "Crowe Horwath LLP". The script is cursive and fluid, with the letters "C", "H", and "L" being particularly large and stylized.

Crowe Horwath LLP

Oak Brook, Illinois
December 22, 2014

VILLAGE OF STICKNEY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended April 30, 2014

As management of the Village of Stickney ("Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2014. Since the Management's Discussion and Analysis ("MD&A") is designed to focus on the current year's activities, resulting changes, and currently known facts, it should be read in conjunction with the Village's financial statements. An overview and analysis of the financial activities of the Village's component unit, the Police Pension Fund, can be found in the Police Pension Fund's separately issued financial statements.

Financial Highlights

The assets of the Village of Stickney exceeded its liabilities at the close of the fiscal year by \$12,551,035 (net position). Of this amount, \$2,653,725 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net position decreased by \$128,057 during the fiscal year ended April 30, 2014 (FY14). The governmental net position decreased by \$67,785 and the business-type activities net position increased by \$60,272.

As of the close of the current fiscal year, the Village of Stickney's governmental funds reported combined ending fund balances of \$2,944,413, a decrease of \$88,015 in comparison with the prior year. Approximately \$1,661,036 is available for spending at the government's discretion (unassigned fund balance).

At the end of the current fiscal year, the Village's Capital Projects Fund had a positive fund balance of \$458,524.

Overview of the Financial Statements

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

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The statement of net position presents information on all of the Village's assets, liabilities, and deferred inflows with the difference reported as net position. Over time increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The statement of activities presents information showing how the Village's net position changed during the 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.

The Governmental Activities reflect the Village's basic services, including administration, public safety, highways and streets, and culture and recreation. Property taxes, shared state taxes, and local utility taxes finance the majority of these services. The Business-Type Activities reflect private sector-type operations where the fee for service typically covers all or most of the cost of operations, including depreciation.

VILLAGE OF STICKNEY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended April 30, 2014

Fund Financial Statements

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

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

The Village maintains four individual major governmental funds:

- General Fund
- Debt Service Fund
- Capital Projects Fund
- Motor Fuel Tax Fund

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 funds listed above, all of which are considered to be major funds. Information from the Village's other governmental funds are combined into a single column presentation. Individual fund information for these nonmajor governmental funds is provided elsewhere in the report.

The Village maintains one type of proprietary fund (enterprise). 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 and sewer operations. Proprietary funds provide the same type of information as the government-wide financial statements. The proprietary fund financial statements provide information for the water fund.

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

VILLAGE OF STICKNEY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended April 30, 2014

Notes to Financial Statements

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

Other Information

In addition to the basic financial statements this report also includes certain required supplementary information related to budgetary information and the Village's progress in funding its obligation to provide pension and other benefits to its employees. Nonmajor fund information can be found following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The following chart reflects the condensed Statement of Net Position (in millions):

	Total Governmental Activities		Business-Type Activities		Primary Government	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Assets						
Current and other assets	\$ 5.0	\$ 5.0	\$ 1.3	\$ 1.6	\$ 6.3	\$ 6.6
Capital assets	<u>16.2</u>	<u>16.6</u>	<u>1.9</u>	<u>1.6</u>	<u>18.1</u>	<u>18.2</u>
Total assets	21.2	21.6	3.2	3.2	24.4	24.8
Liabilities						
Other liabilities	0.9	0.8	0.2	0.2	1.1	1.0
Long-term liabilities	<u>9.2</u>	<u>9.6</u>	<u>0.0</u>	<u>0.0</u>	<u>9.2</u>	<u>9.6</u>
Total liabilities	10.1	10.4	0.2	0.2	10.3	10.6
Deferred Inflows						
Property taxes	1.5	1.5	0.0	0.0	1.5	1.5
Net Position						
Net Investment in capital assets	7.4	7.4	1.9	1.6	9.3	9.0
Restricted	0.6	0.5	0.0	0.0	0.6	0.5
Unrestricted	<u>1.6</u>	<u>1.8</u>	<u>1.1</u>	<u>1.4</u>	<u>2.7</u>	<u>3.2</u>
Total net position	\$ 9.6	\$ 9.7	\$ 3.0	\$ 3.0	\$ 12.6	\$ 12.7

The largest portion of the Village's net position reflects the investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that are still outstanding. The Village of Stickney uses the capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended April 30, 2014

A much smaller portion of net position reflects the Village's resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$2.7 million) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current and prior fiscal year, the Village is able to report a positive balance in total net position.

The following chart reflects the condensed Statement of Activities (in millions):

	Governmental Activities		Business-Type Activities		Total Government	
	2014	2013	2014	2013	2014	2013
REVENUES						
Program revenues:						
Charges for services	\$ 1.3	\$ 1.2	\$ 2.9	\$ 2.9	\$ 4.2	\$ 4.1
Oper. grants/contrib.	0.2	0.2	0.0	0.0	0.2	0.2
Cap. grants/contrib.	0.0	0.0	0.0	0.0	--	--
General revenues:						
Property taxes	3.2	2.8	0.0	0.0	3.2	2.8
Other taxes	2.8	2.7	0.0	0.0	2.8	2.7
Other	0.0	0.0	0.0	0.0	0.0	0.0
Total revenues	7.5	6.9	2.9	2.9	10.4	9.8
EXPENSES						
General government	1.1	1.1	0.0	0.0	1.1	1.1
Public safety	4.5	4.6	0.0	0.0	4.5	4.6
Public works	1.4	1.1	0.0	0.0	1.4	1.1
Culture and recreation	0.2	0.1	0.0	0.0	0.2	0.1
Interest long-term debt	0.4	0.4	0.0	0.0	0.4	0.4
Water	0.0	0.0	2.9	2.6	2.9	2.6
Total expenses	7.6	7.3	2.9	2.6	10.5	9.9
Change in net position	(0.1)	(0.4)	0.0	0.3	(0.1)	(0.1)
Ending net position	\$ 9.6	\$ 9.7	\$ 3.0	\$ 3.0	\$ 12.6	\$ 12.7

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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, unreserved 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 roughly \$3 million, a decrease of \$88 thousand in comparison with the prior year. Approximately half of this amount, \$1.7 million, constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is restricted to indicate that it is not available for new spending.

VILLAGE OF STICKNEY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended April 30, 2014

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 \$1.7 million, while the total fund balance reached \$1.7 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and the total fund balance to total fund expenditures.

The fund balance of the Village's General Fund increased by \$82 thousand during the current fiscal year. Total revenues remained consistent while expenditures increased modestly.

The following three revenues represented the largest source of funds for the general fund during FY14:

Property Taxes \$2.4 million
Intergovernmental Revenues \$1.7 million
Other Taxes \$1.1 million

The following three expenditures represented the largest use of funds for the general fund during FY14:

Police Department \$2.3 million
Fire Department \$1.2 million
Sanitation Department \$590 thousand

The fund balance of the Village's Debt Service Fund remained consistent with the prior year. The Village's property tax collection for the Debt Service Fund roughly equaled the amount of principal and interest paid on the Village's debt.

The fund balance of the Village's Capital Projects Fund decreased by \$289,708 during the current fiscal year.

The fund balance of the Village's Motor Fuel Tax Fund increased by \$109,259 during the current fiscal year.

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 year amounted to \$2,962,075, a decrease of \$60,272 from the prior year.

VILLAGE OF STICKNEY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended April 30, 2014

GENERAL FUND BUDGETARY HIGHLIGHTS

The following chart reflects the condensed Budgetary Comparison Schedule (in millions):

General Fund	<u>Adopted Budget</u>	<u>Actual</u>
Revenues:		
Taxes	\$ 3,563,045	\$ 3,510,528
Other	<u>2,962,459</u>	<u>2,982,372</u>
Total	6,525,504	6,492,900
 Expenditures:	 <u>6,901,570</u>	 <u>6,411,859</u>
Total	6,901,570	6,411,859
 Other financing sources (uses)		
Transfers In (out):	<u>(173,934)</u>	<u>1,066</u>
Total	<u>(173,934)</u>	<u>1,066</u>
 Change in fund balance	 <u>\$ (550,000)</u>	 <u>\$ 82,107</u>

Revenues came in under budget mainly due to a negative variance for property taxes (32k under budget).

The Village remains committed to fiscal responsibility and again was able to keep expenditures below budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The largest portion of the Village of Stickney's net position reflects its investments in capital assets (e.g., land, buildings, land improvements and equipment) less any related debts used to acquire those assets that are still outstanding. Capital assets are used to provide services to users of the Village and are not available for future spending.

As of April 30, 2014, the Village had capital assets net of depreciation of \$16,237,450 for governmental funds and \$1,873,333 for the Water Fund. Annual depreciation was \$756,407 and \$111,980, respectively.

The Village invested roughly \$400 thousand in capital assets during the year. The largest investment (\$170 thousand) was made to update the Village's police department.

For more detailed information related to capital assets, see note 7 to the financial statements.

VILLAGE OF STICKNEY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended April 30, 2014

Debt Administration

At April 30, 2014, the Village had outstanding debt as follows:

Capital Leases	\$ 35,087
General Obligation Bonds Series 2004	945,000
General Obligation Bonds Series 2008	6,055,000
General Obligation Bonds Series 2011	1,835,000
Police Time Due Payable	108,684
IMRF Net Pension Obligation	50,332
Police Net Pension Obligation	332,554
Net OPEB Obligation	<u>259,692</u>
Total General Obligation Bonds	<u>\$ 9,621,349</u>

Bond debt principal paid during the year was \$410,000 while interest expense was \$362,086. There were no changes in credit ratings and/or any debt limitations that may affect the financing of planned facilities or services. For more detailed information related to long-term debt, see Note 8 to the financial statements.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances. Questions concerning this report or requests for additional financial information should be directed to the Village Treasurer, Village of Stickney, 6533 Pershing Road, Stickney, Illinois, 60402.

VILLAGE OF STICKNEY, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2014

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Current			
Cash, cash equivalents, and investments	\$ 2,705,125	\$ 878,423	\$ 3,583,548
Property taxes receivable	1,538,318	-	1,538,318
Other governmental receivables	449,000	-	449,000
Accounts receivable	172,119	411,823	583,942
Other assets	129,555	-	129,555
Non-current			
Capital assets not being depreciated	1,299,348	25,575	1,324,923
Capital assets being depreciated, net	14,938,102	1,847,758	16,785,860
Total assets	21,231,567	3,163,579	24,395,146
Liabilities			
Current			
Accounts payable	116,537	176,238	292,775
Accrued payroll	212,853	25,266	238,119
Accrued interest payable	145,919	-	145,919
Current portion - leases payable	35,087	-	35,087
Current portion - bonds payable	415,000	-	415,000
Non-current			
Bonds payable	8,420,000	-	8,420,000
Net pension obligation - IMRF	50,332	-	50,332
Net pension obligation - police	332,554	-	332,554
Net OPEB obligation	259,692	-	259,692
Time-due payable	108,684	-	108,684
Total liabilities	10,096,658	201,504	10,298,162
Deferred inflow of resources			
Property taxes	1,545,949	-	1,545,949
Net position			
Net investment in capital assets	7,402,450	1,873,333	9,275,783
Restricted net position			
Special revenue	283,071	-	283,071
Debt service	338,456	-	338,456
Unrestricted	1,564,983	1,088,742	2,653,725
Total net position	\$ 9,588,960	\$ 2,962,075	\$ 12,551,035

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS

STATEMENT OF ACTIVITIES
Year Ended April 30, 2014

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		
				Governmental Activities	Business-Type Activities	Total
Primary government						
Governmental activities						
General government	\$ 1,136,174	\$ 545,288	\$ -	\$ (590,886)	\$ -	\$ (590,886)
Public safety	4,577,894	469,742	-	(4,060,652)	-	(4,060,652)
Public works	1,400,289	301,337	167,531	(931,421)	-	(931,421)
Parks & recreation	171,486	29,847	-	(141,639)	-	(141,639)
Interest on long-term debt	357,136	-	-	(357,136)	-	(357,136)
Total government activities	7,642,979	1,346,214	167,531	(6,081,734)	-	(6,081,734)
Business-type activities						
Water	2,969,089	2,908,664	-	-	(60,425)	(60,425)
Total business-type activities	2,969,089	2,908,664	-	-	(60,425)	(60,425)
Total primary government	\$ 10,612,068	\$ 4,254,878	\$ 167,531	(6,081,734)	(60,425)	(6,142,159)
General revenues						
Taxes						
Property taxes, levied for general purposes						
Public service taxes				3,174,006	-	3,174,006
Unrestricted investment earnings				2,839,685	-	2,839,685
Total general revenues				258	153	411
				6,013,949	153	6,014,102
Change in net position				(67,785)	(60,272)	(128,057)
Net position - beginning				9,656,745	3,022,347	12,679,092
Net position - ending				\$ 9,588,960	\$ 2,962,075	\$ 12,551,035

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS

GOVERNMENTAL FUNDS
BALANCE SHEET
April 30, 2014

	Major Funds	
	General Fund	Debt Service Fund
Assets		
Cash	\$ 1,039,003	\$ 334,685
Investments	588,177	-
Property taxes receivable	1,176,168	362,150
Other governmental receivables	436,490	-
Other receivables	158,139	-
IRMA deposits	129,555	-
Interfund receivable	-	-
Total assets	\$ 3,527,532	\$ 696,835
Liabilities, deferred inflows of resources and fund balance		
Liabilities		
Accounts payable	\$ 94,165	\$ -
Accrued payroll	212,853	-
Interfund payable	-	-
Total liabilities	307,018	-
Deferred inflows of resources		
Unavailable tax revenue	1,356,152	358,379
Total deferred inflows of resources	1,356,152	358,379
Fund balance		
Unassigned	1,734,807	-
Restricted for capital projects	-	-
Restricted for recreation	-	-
Restricted for debt service	-	338,456
Restricted for streets	-	-
Restricted for police activities	-	-
Nonspendable for IRMA	129,555	-
Total fund balance	1,864,362	338,456
Total liabilities, deferred inflows of resources and fund balance	\$ 3,527,532	\$ 696,835

See accompanying notes to financial statements.

STATEMENT 3

Major Funds		Nonmajor Governmental Funds		Total
Capital Projects Fund	Motor Fuel Tax Fund			
\$ 8,530	\$ 12,635	\$ 35,055	\$	1,429,908
360,707	326,333	-		1,275,217
-	-	-		1,538,318
-	12,510	-		449,000
-	-	13,980		172,119
-	-	-		129,555
90,000	-	-		90,000
<u>\$ 459,237</u>	<u>\$ 351,478</u>	<u>\$ 49,035</u>	<u>\$</u>	<u>5,084,117</u>
\$ 713	\$ 11,752	\$ 9,907	\$	116,537
-	-	-		212,853
-	-	90,000		90,000
<u>713</u>	<u>11,752</u>	<u>99,907</u>		<u>419,390</u>
-	-	5,783		1,720,314
-	-	5,783		1,720,314
-	-	(75,571)		1,659,236
458,524	-	-		458,524
-	-	1,800		1,800
-	-	-		338,456
-	339,726	-		339,726
-	-	17,116		17,116
-	-	-		129,555
<u>458,524</u>	<u>339,726</u>	<u>(56,655)</u>		<u>2,944,413</u>
<u>\$ 459,237</u>	<u>\$ 351,478</u>	<u>\$ 49,035</u>	<u>\$</u>	<u>5,084,117</u>

VILLAGE OF STICKNEY, ILLINOIS

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO STATEMENT OF NET POSITION
April 30, 2014

Total fund balances - governmental funds	\$ 2,944,413
Amounts reported for governmental activities in the statement of net position differ because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	16,237,450
Other long-term assets are not available to pay for current period expenditures and are unavailable in the funds:	
Intergovernmental receivables	174,365
Some liabilities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities in the governmental funds. These liabilities consist of:	
General obligation bonds	(8,835,000)
Leases payable	(35,087)
Accrued interest on general obligation bonds	(145,919)
Time-due payable	(108,684)
Net OPEB obligation	(259,692)
Net pension obligations	(382,886)
Net position of governmental activities	<u>\$ 9,588,960</u>

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended April 30, 2014

	Major Funds	
	General Fund	Debt Service Fund
Revenues		
Property taxes	\$ 2,394,637	\$ 779,369
Intergovernmental revenues	1,665,608	-
Other taxes	1,115,891	-
Licenses & permits	273,683	-
Fines & fees	695,260	-
Other revenue	-	-
Motor fuel tax allotments	-	-
Special events	28,392	-
Miscellaneous	271,809	-
Program revenue	-	-
Grant revenue	47,500	-
Investment income	120	-
Total revenues	<u>6,492,900</u>	<u>779,369</u>
Expenditures		
Current		
Executive & legislative	67,900	-
Administration	239,618	-
Professional services	151,816	-
Police department	2,316,392	-
Fire department	1,224,708	-
Public works	407,746	-
Public buildings & grounds	231,319	-
Miscellaneous	9,271	-
Sanitation department	585,335	-
Insurance	182,380	-
Auditing	20,000	-
Municipal retirement	308,894	-
Contributions to pension fund	583,263	-
Parks & recreation	83,217	-
Capital projects	-	-
Program expenditures	-	-
Debt service		
Principal	-	410,000
Interest	-	362,086
Total expenditures	<u>6,411,859</u>	<u>772,086</u>
Excess (deficiency) of revenues over (under) expenditures	<u>81,041</u>	<u>7,283</u>
Other financing sources (uses)		
Transfers in (out)	<u>1,066</u>	-
Total other financing sources (uses)	<u>1,066</u>	-
Net changes in fund balances	82,107	7,283
Fund balance at beginning of year	<u>1,782,255</u>	<u>331,173</u>
Fund balance at end of year	<u>\$ 1,864,362</u>	<u>\$ 338,456</u>

See accompanying notes to financial statements.

Major Fund		Nonmajor	
Capital Projects Fund	Motor Fuel Tax Fund	Governmental Funds	Total
\$ -	\$ -	\$ -	\$ 3,174,006
-	-	-	1,665,608
-	-	70,685	1,186,576
-	-	-	273,683
-	-	-	695,260
-	-	6,375	6,375
-	167,531	-	167,531
-	-	-	28,392
8,250	-	-	280,059
-	-	29,847	29,847
-	32,598	-	80,098
86	52	-	258
<u>8,336</u>	<u>200,181</u>	<u>106,907</u>	<u>7,587,693</u>
-	-	-	67,900
-	-	-	239,618
-	-	-	151,816
-	-	-	2,316,392
-	-	-	1,224,708
-	-	-	407,746
-	-	-	231,319
-	-	-	9,271
-	-	-	585,335
-	-	-	182,380
-	-	-	20,000
-	-	-	308,894
-	-	-	583,263
-	-	-	83,217
298,044	-	-	298,044
-	90,922	102,797	193,719
-	-	-	410,000
-	-	-	362,086
<u>298,044</u>	<u>90,922</u>	<u>102,797</u>	<u>7,675,708</u>
(289,708)	109,259	4,110	(88,015)
-	-	(1,066)	-
-	-	(1,066)	-
(289,708)	109,259	3,044	(88,015)
<u>748,232</u>	<u>230,467</u>	<u>(59,699)</u>	<u>3,032,428</u>
\$ <u>458,524</u>	\$ <u>339,726</u>	\$ <u>(56,655)</u>	\$ <u>2,944,413</u>

VILLAGE OF STICKNEY, ILLINOIS

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

Amounts reported in the governmental activities in the statement of activities differ due to the following reasons:

Net changes in fund balance - total governmental funds \$ (88,015)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlays exceeded depreciation in the current period is shown below

Capital outlay	\$ 373,259	
Depreciation	<u>(756,407)</u>	(383,148)

Various tax revenues in the statement of activities that do not provide current financial resources are unavailable in the fund statements.

The change from the prior fiscal year totals: (12,499)

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal consumes the current financial resources. Neither transaction, however, has any effect on net position. Also, governmental funds report of the effect premiums, discounts, and similar items when the debt is issued, whereas these amounts are amortized in the statement of activities. This amount is the net effect of those differences in the treatment of long term debt.

Principal Repayment	410,000	
Change in leases payable	33,172	
Change in Accrued Interest	<u>4,950</u>	448,122

The increase in future salary obligations will not be paid with current financial resources and therefore is not recorded in the fund statements

Change in time due payable	(1,101)	
Change in net OPEB obligation	(82,028)	
Change in IMRF net pension obligation	(7,802)	
Change in police net pension obligation	<u>58,686</u>	(32,245)

Change in net position - statement of activities \$ (67,785)

VILLAGE OF STICKNEY, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUND
April 30, 2014

	<u>Water Fund</u>
Assets	
Current assets	
Cash and cash equivalents	\$ 878,423
Accounts receivable (net of allowances)	<u>411,823</u>
Total current assets	<u>1,290,246</u>
Noncurrent assets	
Capital assets not being depreciated	25,575
Capital assets being depreciated, net	<u>1,847,758</u>
Total noncurrent assets	<u>1,873,333</u>
Total assets	<u>3,163,579</u>
Current liabilities	
Accounts payable	176,238
Accrued payroll	<u>25,266</u>
Total current liabilities	<u>201,504</u>
Net position	
Net investment in capital assets	1,873,333
Unrestricted	<u>1,088,742</u>
Total net position	<u>\$ 2,962,075</u>

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 Year Ended April 30, 2014

	<u>Water Fund</u>
Operating revenues	
Charges for services	\$ 2,908,664
Total operating revenues	<u>2,908,664</u>
Operating expenses	
Water purchases	1,935,456
Water administration	921,653
Depreciation	111,980
Total operating expenses	<u>2,969,089</u>
Operating income (loss)	<u>(60,425)</u>
Nonoperating revenues (expenses)	
Investment income	153
Total nonoperating revenues (expenses)	<u>153</u>
Net income (loss)	(60,272)
Net position at beginning of year	<u>3,022,347</u>
Net position at end of year	<u>\$ 2,962,075</u>

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUND
 Year Ended April 30, 2014

	<u>Water Fund</u>
Increase (decrease) in cash and cash equivalents	
Cash flows from operating activities	
Cash received from customers	\$ 2,770,238
Cash payments to suppliers for goods and services	(1,913,662)
Cash payments to employees for services	(917,674)
Net cash provided (used) by operating activities	<u>(61,098)</u>
Cash flows from capital and related financing activities	
Acquisition and construction of capital assets	(394,768)
Net cash provided (used) by capital and related financing activities	<u>(394,768)</u>
Cash flows from investing activities	
Interest and dividends on investments	153
Net cash provided (used) by investing activities	<u>153</u>
Net increase (decrease) in cash and cash equivalents	(455,713)
Cash and cash equivalents at beginning of year	1,334,136
Cash and cash equivalents at end of year	<u>\$ 878,423</u>
Reconciliation of operating income to net cash provided by operating activities	
Operating income (loss)	\$ (60,425)
Adjustment to reconcile operating income to net cash provided by operating activities	
Depreciation	111,980
Changes in net assets and liabilities	
(Increase) decrease in accounts receivable	(138,426)
Increase (decrease) in payables	21,794
Increase (decrease) in accrued payroll	3,979
Total adjustments	<u>(673)</u>
Net cash provided by operating activities	<u>\$ (61,098)</u>

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 April 30, 2014

	<u>Pension</u> <u>Trust Fund</u> <u>Police</u> <u>Pension Fund</u>
Assets	
Cash & cash equivalents	\$ 676,001
Investments	
US Government and Agency Obligations	995,536
Corporate Obligations	1,395,565
Equity Mutual Funds	2,038,127
Accrued interest	<u>34,219</u>
Total assets	<u>5,139,448</u>
Liabilities	
Accounts payable	<u>950</u>
Total liabilities	<u>950</u>
Net position	
Held in trust for pension benefits	<u>5,138,498</u>
Total net position	<u>\$ 5,138,498</u>

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
Year Ended April 30, 2014

	<u>Police Pension Fund</u>
Additions	
Contributions	
Employer	\$ 583,263
Plan members	<u>121,126</u>
Total contributions	<u>704,389</u>
Investment earnings	
Interest income	131,842
Net change in fair value	<u>(34,083)</u>
	97,759
Less investment expenses	<u>(15,005)</u>
Total investment earnings	<u>82,754</u>
Total additions	<u>787,143</u>
Deductions	
Administration	14,091
Benefits and refunds	<u>736,451</u>
Total deductions	<u>750,542</u>
Change in net position	36,601
Net position - beginning of year	<u>5,101,897</u>
Net position - end of year	<u>\$ 5,138,498</u>

See accompanying notes to financial statements.

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies of the Village of Stickney, Illinois are described below to enhance the usefulness of the financial statements to the readers.

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

Reporting Entity: The Village has adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 61, The Financial Reporting Entity, under which the financial statements include all the organizations, activities, functions, and component units for which the Village is financially accountable. Financial accountability is defined as an appointment of a voting majority of the component units board and either (1) the Village's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the Village.

Because of the nature of the relationship of the Village and the Police Pension Fund, the Village has included the Police Pension Fund as a component unit within the Village's basic financial statements. A financial report that includes financial statements and required supplementary information for the Police Pension Fund is available from the Village of Stickney, 6533 West Pershing Road, Stickney, Illinois 60402.

Basis of Presentation: The Village's basic financial statements consist of Village-wide statements, including a statement of net position, statement of activities, and fund financial statements, which provide a more detailed level of financial information. The Village-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.

Village-Wide Financial Statements – The statement of net position and the statement of activities display information about the Village as a whole. In the Village-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 Village-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.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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, liabilities, deferred inflows and deferred outflows, 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 on 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. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

Measurement Focus and Basis of Presentation

Village-Wide Financial Statements – The Village-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 and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, 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 60 days of the end of the current fiscal period. Revenues accrued at the end of the year include real estate tax, state sales tax, state income tax, and motor fuel tax. All other revenue items are considered to be measurable and available only when cash is received by the government. Non-exchange transactions, in which the Village receives value without directly giving equal value in return, include taxes, grants, and donations. 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.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unavailable revenue is reported on the governmental fund balance sheet. Unavailable revenues arise when potential revenue does not meet both the measurable and available criteria. Unavailable revenues also arise when resources are received prior to the government having a legal claim to them. In a subsequent period, when both recognition criteria are met or when the government has a legal claim to the resources, the liability is removed and the revenue recognized.

Proprietary funds separate all activity into two categories: operating revenues and expenses 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.

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 Village-wide financial statements are prepared that are 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 Village-wide statements and the statements for governmental funds.

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.

Debt Service Fund: To account for the accumulation of resources for and the payment of general long-term debt principal and interest.

Capital Projects Fund: To account for financial resources to be used for the acquisition or construction of major capital facilities that are not financed by Proprietary and Trust Funds.

Motor Fuel Tax Fund: To account for activity of the Village's Motor Fuel Tax Allotments from the State of Illinois. This activity generally includes road resurfacing and other infrastructure improvements. The main revenue stream relates to funding from Motor Fuel Tax allotments.

In addition to the fund types mentioned above, the Village uses the following nonmajor governmental fund types:

Special Revenue Funds: To account for the proceeds of specific revenue sources (other than debt service or major capital expenditures) that are legally restricted to expenditures for specified purposes.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Funds

Proprietary funds account for operations that are (a) 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 are 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 fund:

Water Fund: The fund accounts for the provision of waste water services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and, therefore, cannot be used to support the Village's own programs.

Police Pension Trust Fund: The fund accounts for assets held by the Village as a trustee. The pension trust fund has resources that are required to be held in trust for the members and beneficiaries of the pension plan.

Cash and Investments

Cash and Cash Equivalents: For purposes of the statement of cash flows, the government's proprietary fund types consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments: Investments are stated at fair value in accordance with GASB 31. Fair values for Illinois Funds are the same as the value of the pool shares. State statute requires these funds to comply with the Illinois Public Funds Investment Act (30 ILCS 235).

Short-Term Receivables/Payable: During the course of operations, transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "advances from other funds" or "advances to other funds" on the balance sheet. Short-term interfund loans, if any, are classified as "interfund receivables/payables."

Any residual balances outstanding between the governmental activities and the business-type activities are reported in the Village-wide financial statements as "internal balances."

Capital Assets: Capital assets, which include land, property, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the village-wide financial statements. As allowed by GASB Statement 34, the Village, as a phase-three government, has elected to report governmental infrastructure assets acquired subsequent to May 1, 2004. Capital assets are defined by the Village as assets with a useful life of more than one year and an initial individual cost of more than \$5,000.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

Land improvements	20	Years
Buildings	15-40	Years
Furniture and office equipment	5-10	Years
Equipment	10	Years
Vehicles	3-20	Years
Waterworks system	50	Years
General infrastructure assets	40	Years

Compensated Absences Payable: An ordinance adopted by the Village Board of Trustees provides a written policy for sick leave and vacation for salaried and hourly-paid employees of the Village. In accordance with this ordinance, vacations must be taken in the year earned or forfeited. Sick pay is allowable in accordance with the allowable days provided in the ordinance. Sick pay can be accumulated or accrued, but will not be paid out upon an employee's termination or retirement. Consequently, no liability for accrued vacations and sick leave has been provided for in these financial statements. However, police officers earn comp time, which the Village is liable to pay should the officer leave the Village. Therefore, this amount of comp time earned but not used or paid is recorded in the Village-wide financial statements as Time Due Payable.

Long-Term Obligations: In the Village-wide financial statements and in the proprietary fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the effective interest rate method. Bonds payable are reported net of the applicable bond premium or discount. In the fund financial statements, governmental fund types recognize bond premiums and discounts, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as a debt service expenditure in the year incurred.

Fund Equity/Net Position: In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The components of fund balance include the following line items:

- a. Nonspendable fund balance is inherently nonspendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must be maintained intact.
- b. Restricted fund balance is externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation.
- c. Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. For the Village, the Board of Trustees is the highest level of decision making. As of April 30, 2014, the Village does not have any commitments of fund balance.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- d. Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the Board of Trustees designated for that purpose. The intended use is established by an official designated for that purpose. The Board of Trustees has not designated any members of management for this purpose.
- e. Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. In addition, negative fund balance in other funds, besides the General Fund, is shown as unassigned.

If there is an expenditure incurred for purposes for which committed, assigned, or unassigned fund balance classifications could be used, then the Village will consider committed fund balance to be spent first, then assigned fund balance and finally unassigned fund balance. The Village will also consider restricted fund balance to be spent before unrestricted.

Net position represents the difference between assets and liabilities. Net position investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances for any borrowing used for the acquisition construction of 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. At year end, the Village's emergency telephone system fund had a negative fund balance of \$75,571.

Property Taxes: Property taxes that have been levied but not collected during the year are recorded as property taxes receivable and Unavailable revenue to the extent they will not be available to finance current operations. Property taxes are levied and attach as an enforceable lien on property on January 1 and are payable in two installments on March 1 and (normally) August 1 subsequent to the year of levy. Property taxes are recognized as revenue when they are available to finance operations (within 60 days of year end). This method of recognizing property tax revenue resulted in unavailable 2013 tax revenue since this amount will not be collected within 60 days of year end and will not be available to finance operations until the succeeding year.

Use of Estimates: Management has made a number of estimates and assumptions relating to the reporting of assets and liabilities to prepare these financial statements in conformity with generally accepted accounting principles. Actual results could differ.

Commitments: The Village has no significant commitments at year end relating to construction projects.

NOTE 2 - DEPOSITS AND INVESTMENTS

Village

Cash

The carrying amount of cash, excluding the Pension Trust Fund, was \$1,604,958 at April 30, 2014, while the bank balances were \$1,632,402. Of the total bank balances, \$250,000 was insured by the Federal Deposit Insurance Corporation (FDIC). The remaining \$1,332,713 was fully collateralized as of year end.

Investments (excluding Pension Trust Fund)

Illinois statutes authorized the Village to invest in obligations of the U.S. Treasury, U.S. agencies, and banks and savings and loan associations covered by federal depositary insurance.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

The following schedule reports the fair values for the Village's investments at April 30, 2014. All investments mature in less than one year:

<u>Investment Type</u>	<u>Fair Value</u>
Illinois Funds – State Treasurer	\$ 1,978,590

The value of the Illinois Funds equates to the number of shares owned as of April 30, 2014.

Interest Rate Risk – The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – The Village's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. Illinois Funds are rated AAA by Standard & Poor's.

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 investments or collateral securities that are in the possession of an outside party. The Village's investments are fully collateralized as of April 30, 2014.

Concentration of Credit Risk – The Village places no limit on the amount the Village may invest in any one issuer. More than 5% of the Village's investments are in Illinois Funds. These investments are 100% of the Village's investments.

Police Pension Fund

Deposits, Investments, and Concentrations – The deposits and investments of the Pension Fund are held separately from those of other Village funds. Statutes authorize the Pension Fund to make deposits/invest in interest-bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; and general accounts of life insurance companies and separate accounts of life insurance. Pension funds with net position of 2.5 million or more may invest up to 45% of plan net position in separate account of life insurance companies and mutual funds. In addition, pension funds with a net position of at least 5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan's net position in common and preferred stocks that meet specific restrictions.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

Police Pension Fund (Continued):

Deposits – At year end, the carrying amount and bank balance of the Pension Fund's deposits totaled \$676,001 and 613,964, respectively.

Investments – At year end, the Pension Fund has the following investments and maturities (using the time segmented distribution method):

Investment Type	Fair	Less Than			More Than
	Value	1	1-5	6-10	10
U.S. Govt and Agency Obligations	\$ 995,536	206,280	161,600	302,779	324,877
Corporate Obligations	<u>1,395,565</u>	<u>787,673</u>	<u>318,403</u>	<u>262,587</u>	<u>26,902</u>
Total	<u>\$2,391,101</u>	<u>\$ 993,953</u>	<u>\$ 480,003</u>	<u>\$ 565,366</u>	<u>\$ 351,779</u>

The difference between the fair value total above of 2,391,101 and the amount on the Statement of Fiduciary Net Position of \$4,429,228 is due to investments without finite maturity dates. These investments include equity mutual funds in the amount of \$2,038,127.

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

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

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Pension Fund helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Pension Fund's investment policy establishes criteria for allowable investments; those criteria follow the requirements of the Illinois Pension Code. The Investments in the securities of U.S. government agencies were all rated triple A by Standard & Poor's or by Moody's Investors Services. The Pension Fund's investment policy also prescribes to the "prudent person" rule, which states,

“Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the primary objective of safety as well as the secondary objective of the attainment of market rates return.”

Custodial Credit Risk – Deposits: In the case of deposits, the risk is that in the event of a bank failure, the Pension Fund's deposits may not be returned. At April 30, 2014, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Pension Fund's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance.

Custodial Credit Risk – Investments: For an investment, the risk is that, in the event of the failure of the counterparty, the Pension Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Money market mutual funds and equity mutual funds are not subject to custodial credit risk. The Pension Fund limits its exposure to custodial credit risk by using an independent third-party institution, selected by the Pension Fund, to act as custodian for its securities and collateral.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

Police Pension Fund (Continued):

Concentration of Credit Risk – The risk is loss attributed to the magnitude of the Fund's investment in a single issuer. At April 30, 2014, the Pension Fund has no investments over 5% of net plan assets that are required to be disclosed by GASB.

NOTE 3 - DEFINED BENEFIT PENSION PLAN

Plan Description - The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

NOTE 3 - DEFINED BENEFIT PENSION PLAN (Continued)

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier I benefits. For Tier I employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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

Funding Policy - As set by statute, your employer regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2013 was 11.28% of annual covered payroll and for 2014 the rate is 11.23%. The employer annual required contribution rate for calendar year 2013 was 12.03%. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost - For the fiscal year ending April 30, 2014, the employer's annual contribution of \$160,096 for the regular plan was paid. It was less than the required contribution which was \$167,034.

Annual Required Contribution	\$ 167,034
Interest on NPO	3,190
Adjustment to annual required contribution	<u>(2,326)</u>
Annual Pension Cost	167,898
Actual Contribution	<u>160,096</u>
Increase in net pension obligation	7,802
Net pension obligation at May 1, 2013	<u>42,530</u>
Net pension obligation at April 30, 2014	<u><u>\$ 50,332</u></u>

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 3 - DEFINED BENEFIT PENSION PLAN (Continued)

Fiscal Year Date	TREND INFORMATION - IMRF				Net Pension Obligation
	Annual pension Cost (APC)	Actual Contribution	Percentage of APC Contributed		
4/30/2014	\$ 167,898	\$ 160,096	95%	\$	50,332
4/30/2013	150,112	138,088	92%		42,530
4/30/2012	139,437	127,564	91%		30,506

The required contribution for FY14 was determined as part of the December 31, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of your employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer Regular plan's unfunded actuarial accrued liability at December 31, 2010 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress – As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 86.37 percent funded. The actuarial accrued liability for benefits was \$3,578,486 and the actuarial value of plan assets was \$3,090,608, resulting in an underfunded actuarial accrued liability (UAAL) of the \$487,818. The covered payroll for the calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,379,548 and the ration of the UAAL to the covered payroll was 35 percent.

The Schedule of funding progress, presented in the Required Supplementary Information section following the notes to the financial statements which presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability	Unfunded	Funded	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b- a)/c)
		(AAL) - Entry Age (b)	AAL (UAAL) (b-a)	Ratio (a/b)		
12/31/2013	\$ 3,090,668	\$ 3,578,486	\$ 487,818	86.37%	\$ 1,379,548	35.36%
12/31/2012	2,609,499	3,266,625	657,126	79.88%	1,263,298	52.02%
12/31/2011	2,349,060	3,201,807	852,747	73.37%	1,343,658	63.46%

NOTE 4 - PENSION FUND COMMITMENTS

Police Pension

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The Police Pension Plan provides retirement, disability, and death benefits, as well as automatic annual cost of living adjustments, to plan members and their beneficiaries. Although this is a single employer pension plan the defined benefits and contribution requirements of the plan members

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 4 - PENSION FUND COMMITMENTS (Continued)

and the Village are governed by Illinois State Statutes and may only be amended by the Illinois legislature. Administrative costs are financed through investment earnings.

At April 30, 2014, the date of the latest actuarial valuation, the Police Pension plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	16
Active Plan Members	<u>15</u>
Total	<u><u>31</u></u>

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

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

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

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, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2040 the Village's contributions must accumulate to the point where the past service cost for the Policy Pension Plan is 90% funded.

Funding Status and Progress: The amount shown below as the "net pension obligation" is the cumulative difference between annual pension cost and the employer's contribution.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 4 - PENSION FUND COMMITMENTS (Continued)

The net pension benefit obligation was computed as part of an actuarial valuation performed as of April 30, 2013. Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 7% a year compounded annually, (b) projected salary increases that are due to inflation of 5.5% a year compounded annually, and (c) 3.0% per year postretirement benefit increase.

	4/30/2014	4/30/2013
Annual required contribution	\$ 523,703	\$ 574,171
Interest on net pension obligation	27,387	31,400
Adjustment to annual required contribution	(16,557)	(18,472)
Annual pension cost	534,533	587,099
Contributions made	593,219	644,436
Increase (decrease) in net pension obligation	(58,686)	(57,337)
Net pension obligation, beginning of year	391,240	448,577
Net pension obligation, end of year	<u>\$ 332,554</u>	<u>\$ 391,240</u>

Three Year Trend Information

Fiscal Year End	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
4/30/2014	\$ 534,533	111.0%	\$ 332,554
4/30/2013	587,099	109.8%	391,240
4/30/2012	578,461	94.3%	448,577

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

Actuarial Valuation Date	Actuarial Value of Assets (a)	Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Percentage of Covered Payroll ((b-a)/c)
4/30/2013	\$5,101,898	\$ 13,772,317	\$ 8,670,419	37.0%	\$ 1,062,489	816.0%
4/30/2012	4,894,030	13,026,374	8,132,344	37.6%	1,069,149	760.6%
4/30/2011	4,818,074	12,840,460	8,022,386	37.5%	1,079,512	743.1%

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

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 5 – OTHER POST EMPLOYMENT BENEFIT PLAN

Plan Description. The Village provides limited health care insurance coverage for its eligible retired employees in a single employer plan. Employer provided benefit is 100% of health premiums for life for eligible disabled employees, police, and dispatch with 25 years of service, 100% of single premium to age 65. At April 30, 2014 (the most recent actuarial valuation date), the OPEB plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	8
Terminated plan members entitled to but not yet receiving benefits	-
Active vested plan members	20
Active nonvested plan members	<u>17</u>
Total	<u><u>45</u></u>

Funding Policy. Funding is provided by the Village on a pay-as-you-go basis. Retirees and their dependents may continue coverage under The Village's group health program. The Village's contribution on behalf of the employees to the insurance provider was \$137,594 for 2014.

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the *Entry Age actuarial method*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The following table shows the components of the Village's annual OPEB cost for fiscal year 2014, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation:

<u>Annual OPEB Cost and Net OPEB Obligation</u>	<u>April 30, 2014</u>
Annual required contribution	\$ 218,437
Interest on net OPEB obligation	7,107
Adjustment to annual required contribution	<u>(5,922)</u>
Annual OPEB cost	219,622
Contributions made	<u>137,594</u>
Increase (decrease) in net OPEB obligation	82,028
Net OPEB obligation beginning of year	177,664
Net OPEB obligation end of year	<u><u>\$ 259,692</u></u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 was as follows:

<u>Fiscal Year End</u>	<u>OPEB Cost</u>	<u>Annual OPEB Cost</u>	<u>OPEB Obligation</u>
4/30/2014	\$ 219,622	62.70%	\$ 259,692
4/30/2013	171,651	74.60%	177,664
4/30/2012	172,256	74.40%	134,118

Funded Status and Funding Progress. As of April 30, 2013 (the most recent actuarial valuation date), the plan was unfunded. The actuarial accrued liability for benefits was approximately \$3 million.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 5 – OTHER POST EMPLOYMENT BENEFIT PLAN (Continued)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2013	\$ -	\$ 2,977,055	\$ 2,977,055	0.0%	\$ 1,263,298	235.7%
4/30/2011	-	2,681,522	2,681,522	0.0%	1,343,658	199.6%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

NOTE 6 – IRS SECTION 457 COMPENSATION PLANS

The Village offers its employees two compensation plans created in accordance with Internal Revenue Code Section 457 and administered by two outside providers. The plans permit eligible employees to delay a portion of their salary until future years. The compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The plan complies with subsection (g)(1) of the Internal Revenue Code Section 457, which requires that all assets and income of the plan described in subsection (b)(6) be held in trust for the exclusive benefit of the participants and their beneficiaries. As a result, the Village no longer acts in a fiduciary capacity; thus, the plan is no longer required to be reported in the financial statements of the Village.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 7 - CAPITAL ASSETS

A summary of changes in the Village's Governmental capital assets for the period May 1, 2013 through April 30, 2014 follows:

	Balance May 1, 2013	Additions	Retirements	Balance April 30, 2014
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 1,299,348	\$ -	\$ -	\$ 1,299,348
Capital assets being depreciated:				
Land improvements	733,249	20,133	-	753,382
Buildings	9,623,721	-	-	9,623,721
Furniture and office equipment	107,806	-	-	107,806
Equipment	1,083,554	168,769	36,605	1,215,718
Vehicles and trucks	2,734,387	132,440	127,825	2,739,002
Infrastructure	7,577,623	51,917	-	7,629,540
Subtotal	<u>21,860,340</u>	<u>373,259</u>	<u>164,430</u>	<u>22,069,169</u>
Accumulated Depreciation				
Land improvements	494,852	31,787	-	526,639
Buildings	2,790,781	253,112	-	3,043,893
Furniture and office equipment	61,008	7,687	-	68,695
Equipment	653,956	87,497	36,605	704,848
Vehicles and trucks	1,831,967	185,586	127,825	1,889,728
Infrastructure	706,526	190,738	-	897,264
Subtotal	<u>6,539,090</u>	<u>756,407</u>	<u>164,430</u>	<u>7,131,067</u>
Total capital assets being depreciated, net	<u>15,321,250</u>	<u>(383,148)</u>	<u>-</u>	<u>14,938,102</u>
Total governmental capital assets, net	<u>\$ 16,620,598</u>	<u>\$ (383,148)</u>	<u>\$ -</u>	<u>\$ 16,237,450</u>

Depreciation expense of the governmental activities was allocated as shown below.

General government	\$ 73,872
Public safety	381,972
Public works	255,223
Culture and recreation	45,340
	<u>\$ 756,407</u>

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 7 - CAPITAL ASSETS (Continued)

A summary of changes in the Village's Business-type capital assets for the period from May 1, 2013 through April 30, 2014 follows:

	Balance <u>May 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>April 30, 2014</u>
Business-type activities				
Capital assets not being depreciated				
Land	\$ 25,575	\$ -	\$ -	\$ 25,575
Capital assets being depreciated:				
Pumping station and tower	572,271	394,768	-	967,039
Water works system	949,000	-	-	949,000
Office equipment	59,216	-	-	59,216
Trucks & accessories	171,975	-	-	171,975
Improvements to system	1,920,033	-	-	1,920,033
Buildings	789,049	-	-	789,049
Subtotal	<u>4,461,544</u>	<u>394,768</u>	<u>-</u>	<u>4,856,312</u>
Accumulated Depreciation				
Pumping station and tower	217,063	18,649	-	235,712
Water works system	723,251	11,343	-	734,594
Office equipment	44,615	3,650	-	48,265
Trucks & accessories	168,092	485	-	168,577
Improvements to system	1,187,689	38,401	-	1,226,090
Buildings	555,864	39,452	-	595,316
Subtotal	<u>2,896,574</u>	<u>111,980</u>	<u>-</u>	<u>3,008,554</u>
Total capital assets being depreciated, net	<u>1,564,970</u>	<u>282,788</u>	<u>-</u>	<u>1,847,758</u>
Total business-type capital assets, net	<u>\$ 1,590,545</u>	<u>\$ 282,788</u>	<u>\$ -</u>	<u>\$ 1,873,333</u>

All depreciation from business-type activities is charged to the water fund.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 8 - LONG-TERM DEBT

The following is a summary of changes in the Village's long-term debt:

	Balance May 1, 2013	Issued	Retired	Balance April 30, 2014	Current
G.O. Bonds Series 2004	\$ 1,080,000	\$ -	\$ 135,000	\$ 945,000	\$ 140,000
G.O. Bonds Series 2008	6,155,000	-	100,000	6,055,000	100,000
G.O. Bonds Series 2011	2,010,000	-	175,000	1,835,000	175,000
Total GO Bonds	9,245,000	-	410,000	8,835,000	415,000
Capital Lease Payable	68,259	-	33,172	35,087	35,087
IMRF NPO	42,530	7,802	-	50,332	-
Police Pension NPO	391,240	-	58,686	332,554	-
OPEB Obligation	177,664	82,028	-	259,692	-
Police Time Due Payable	107,583	1,101	-	108,684	-
Total Long Term Liabilities	\$ 10,032,276	\$ 90,931	\$ 501,858	\$ 9,621,349	\$ 450,087

Interest paid during the year on the Series 2004, 2008, and 2011 General Obligation Bonds was \$362,086. All bonds are paid from the Debt Service Fund. All other debt is expected to be paid from the General Fund.

On July 6, 2004, the Village issued \$2,000,000 of debt. The issuance was used to fund capital expenditures within the Village including construction of a new police station. Interest payments are due every six months starting on June 1, 2006, with interest rates varying from 3.5% to 4.4%. Principal payments are due annually on December 1, beginning with the first principal payment due on December 1, 2006. The bond is schedule to mature on December 1, 2019.

On September 25, 2008, the Village issued General Obligation Bonds Series 2008 in the amount of \$6,400,000. The proceeds from the bonds were used for various capital projects within the Village. Interest payments are due every six months starting with interest rates varying from 3.0% to 4.5%. Principal payments are due annually on December 1. The bond is schedule to mature on December 1, 2028.

On September 7, 2011, the Village issued General Obligation Bonds Series 2011 for \$2,390,000. These funds were used to currently refund (pay in full) the Series 2001 bond issuance in order to reduce the Village's interest expense. The rate of interest on the Series 2011 ranges from 2.0 to 3.75%. This refinancing resulted in the bond is scheduled to mature through December 1, 2023.

Debt Service Requirements Until Maturity

<u>Fiscal Year</u>	<u>GO Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2015	\$ 415,000	\$ 350,206
2016	435,000	337,996
2017	450,000	324,811
2018	475,000	309,843
2019	505,000	292,970
2020-2024	2,795,000	1,163,850
2025-2029	3,760,000	517,600
Total	<u>\$ 8,835,000</u>	<u>\$ 3,297,276</u>

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 9 - INSURANCE

Intergovernmental Risk Management Agency: The Village has entered into a contractual agreement with the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in northeastern Illinois that have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members. The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. The Village assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

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

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

Should a claim be paid by IRMA for which these reserves proved inadequate, the Village would be responsible for paying a portion of such deficiency. However, at April 30, 2014, management knows of no claim, asserted or unasserted, which if asserted and paid would have a materially adverse effect on the financial position of the various funds of the Village at April 30, 2014. The amount of settlements has not exceeded coverage during the past three fiscal years.

Health Insurance: The Village has purchased medical insurance through the State of Illinois Local Government Health Plan to cover its employees. The amount of coverage has neither decreased nor has the amount of settlements exceeded coverage during the past three fiscal years.

NOTE 10 - LEASE CONTRACTS

The Village previously entered into a five year capital lease contract for street sweeping equipment. The Village will pay \$37,120 each year starting December 3, 2010 with final payment on December 3, 2014. Interest rate on the lease is 5.79% with total interest costs of \$28,338 over the life of the lease.

NOTE 11 – INTERFUND ACTIVITY

During the year the police badge program fund transferred \$1,066 to the general fund, and the police seizure and forfeiture fund transferred \$8,575 to the police revenue sharing fund. At year end, the emergency telephone system fund owes the capital projects fund \$90,000.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 12 – NEW GOVERNMENTAL ACCOUNTING STANDARDS

In March 2013, the GASB issued GASB Statement 66, *Technical Corrections – 2013, an amendment of GASB Statements No. 10 and No. 62*. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of an entity's risk financing activities to the general fund and the internal service fund type. As a result, governments should base their decisions about fund type classification on the nature of the activity to be reported, as required in Statement 54 and Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*. This Statement also amends Statement 62 by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straightline basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate. These changes clarify how to apply Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases*, and result in guidance that is consistent with the requirements in Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, respectively. The provisions of this Statement are effective for the Village's fiscal year ended April 30, 2014. This standard was implemented with no material impact.

In June 2013, the GASB issued Statement 67, *Financial Reporting for Pension Plans*. This Statement replaces the requirements of Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans* and Statement 50 as they relate to pension plans that are administered through trusts or similar arrangements meeting certain criteria. The Statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. Statement 67 enhances note disclosures and RSI for both defined benefit and defined contribution pension plans. Statement 67 also requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules. The provisions of this Statement are effective for the Village's Police Pension Fund fiscal year ending April 30, 2015. Management has determined that this GASB statement will have a significant change in the notes to the financial statements.

In June 2013, the GASB issued Statement 68, *Accounting and Financial Reporting for Pensions*. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* and Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI). The provisions of this Statement are effective for the Village's financial year ending April 30, 2016. Management has determined this GASB statement will have a material impact on its financial statements.

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2014

NOTE 12 – NEW GOVERNMENTAL ACCOUNTING STANDARDS (Continued)

In January 2014, the GASB issued Statement 69, Government Combinations and Disposals of Government Operations. The objective of this Statement is to improve accounting and financial reporting for U.S. state and local governments' combinations and disposals of government operations. Government combinations include mergers, acquisitions, and transfers of operations. A disposal of government operations can occur through a transfer to another government or a sale. The new standard provides guidance for:

- Determining whether a specific government combination is a government merger, a government acquisition, or a transfer of operations;
- Using carrying values (generally, the amounts recognized in the pre-combination financial statements of the combining governments or operations) to measure the assets, deferred outflows of resources, liabilities, and deferred inflows of resources combined in a government merger or transfer of operations;
- Measuring acquired assets, deferred outflows of resources, liabilities, and deferred inflows of resources based upon their acquisition values in a government acquisition; and
- Reporting the disposal of government operations that have been transferred or sold.

This Statement is effective for the Village's financial period ending April 30, 2015. Management has determined this GASB statement will not have an impact on its financial statements.

In April 2014, the GASB issued Statement 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. The objective of this Statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees. This Statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. This liability should be reported until legally released as an obligor. This Statement also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. When released as an obligor, the government should recognize revenue as a result of being relieved of the obligation. This Statement also provides additional guidance for intra-entity nonexchange financial guarantees involving blended component units by specifying the information required to be disclosed by governments that extend nonexchange financial guarantee as well as new information to be disclosed by governments that receive nonexchange financial guarantees. The provisions of this Statement are effective for the Village's fiscal year ended April 30, 2015, with earlier application being encouraged. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

In November 2013, the GASB issued Statement 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement 68. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement 68 and are effective for the Village's fiscal year ended April 30, 2016. Management has not determined what impact, if any, this statement will have on its financial statements.

VILLAGE OF STICKNEY, ILLINOIS

GENERAL FUND
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	Original and Final Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property taxes	\$ 2,431,045	\$ 2,394,637	\$ (36,408)
Intergovernmental revenues	1,710,000	1,665,608	(44,392)
Other taxes	1,122,000	1,115,891	(6,109)
Intergovernmental revenues	248,650	273,683	25,033
Fines and fees	697,800	695,260	(2,540)
Special events	37,000	28,392	(8,608)
Miscellaneous	230,909	271,809	40,900
Grant revenue	47,500	47,500	-
Investment income	600	120	(480)
Total revenues	<u>6,525,504</u>	<u>6,492,900</u>	<u>(32,604)</u>
Expenditures			
Executive & legislative	68,200	67,900	300
Administration	255,000	239,618	15,382
Professional services	275,600	151,816	123,784
Police department	2,386,850	2,316,392	70,458
Fire department	1,344,800	1,224,708	120,092
Public works	371,120	407,746	(36,626)
Public building & grounds	218,000	231,319	(13,319)
Miscellaneous	50,000	9,271	40,729
Sanitation department	656,500	585,335	71,165
Insurance	216,000	182,380	33,620
Auditing	20,000	20,000	-
Municipal retirement	322,000	308,894	13,106
Contributions to pension fund	600,000	583,263	16,737
Parks & recreation	117,500	83,217	34,283
Total expenditures	<u>6,901,570</u>	<u>6,411,859</u>	<u>489,711</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(376,066)</u>	<u>81,041</u>	<u>457,107</u>
Other financing sources (uses)			
Transfers in (out)	<u>(173,934)</u>	<u>1,066</u>	<u>(175,000)</u>
Net changes in fund balance	<u>\$ (550,000)</u>	<u>82,107</u>	<u>\$ 282,107</u>
Fund Balance at beginning of year		<u>1,782,255</u>	
Fund Balance at end of year		<u>\$ 1,864,362</u>	

See accompanying notes to required supplementary information.

VILLAGE OF STICKNEY, ILLINOIS

MOTOR FUEL TAX FUND
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	Original and Final Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Motor fuel tax allotments	\$ 160,000	\$ 167,531	\$ 7,531
Grants	30,240	32,598	2,358
Investment income	160	52	(108)
Total revenues	<u>190,400</u>	<u>200,181</u>	<u>9,781</u>
Expenditures			
Maintenance - salt	75,000	37,005	37,995
Maintenance - engineering	1,000	2,000	(1,000)
Engineering	60,000	51,917	8,083
Construction	180,000	-	180,000
Total expenditures	<u>316,000</u>	<u>90,922</u>	<u>225,078</u>
Net change in fund balance	<u>\$ (125,600)</u>	109,259	<u>\$ 234,859</u>
Fund balance at beginning of year		<u>230,467</u>	
Fund balance at end of year		<u>\$ 339,726</u>	

See accompanying notes to required supplementary information.

VILLAGE OF STICKNEY, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS
April 30, 2014

IMRF

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL Percentage of Annual Covered Payroll ((b-a)/c)
12/31/2013	\$ 3,090,668	\$ 3,578,486	\$ 487,818	86.4%	\$ 1,379,548	35.36%
12/31/2012	2,609,499	3,266,625	657,126	79.9%	1,263,298	52.02%
12/31/2011	2,349,060	3,201,807	852,747	73.4%	1,343,658	63.46%

On a market value basis, the actuarial value of assets as of December 31, 2012 is \$2,701,942.

On a market basis, the funded ratio would be 83%.

Police Pension Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL Percentage of Annual Covered Payroll (b-a)/(c)
04/30/2013	\$ 5,101,898	\$ 13,772,317	\$ 8,670,419	37.0%	\$ 1,062,489	816.0%
04/30/2012	4,894,030	13,026,374	8,132,344	37.6%	1,069,149	760.6%
04/30/2011	4,818,074	12,840,460	8,022,386	37.5%	1,079,512	743.1%
04/30/2010	4,605,386	12,096,754	7,491,368	38.1%	1,020,609	734.0%
04/30/2009	4,234,527	11,861,813	7,627,286	35.7%	1,079,126	706.8%
04/30/2008	4,634,527	11,539,513	6,904,986	40.2%	1,007,332	685.5%

OPEB

Actuarial Valuation Date	Actuarial Value of A (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL Percentage of Annual Covered Payroll (b-a)/(c)
04/30/2013	\$ -	\$ 2,977,055	\$ 2,977,055	0.0%	\$ 2,402,420	123.9%
04/30/2011	-	2,681,422	2,681,422	0.0%	2,423,170	110.7%

Information presented for the years it is available for the OPEB plan.

VILLAGE OF STICKNEY, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF EMPLOYER CONTRIBUTIONS
 April 30, 2014

IMRF

<u>Fiscal Year Ending</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
04/30/2014	\$ 160,096	\$ 167,034	96%
04/30/2013	138,088	149,549	92%
04/30/2012	127,564	139,038	92%

Police Pension Fund

<u>Fiscal Year Ending</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
04/30/2014	\$ 593,219	\$ 523,703	113%
04/30/2013	644,436	574,171	112%
04/30/2012	545,414	570,682	96%
04/30/2011	480,691	512,159	94%
04/30/2010	452,267	435,418	104%
04/30/2009	429,325	427,887	100%

OPEB

<u>Fiscal Year Ending</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
04/30/2014	\$ 137,594	\$ 218,437	63%
04/30/2013	128,105	171,651	75%
04/30/2012	128,105	170,757	75%

VILLAGE OF STICKNEY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Year Ended April 30, 2014

NOTE 1 - LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets:

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the following funds:

- | | |
|--------------------------------------|-------------------------------|
| - General Fund | - Police Badge Fund |
| - Motor Fuel Tax Fund | - Debt Service Fund |
| - Emergency Telephone System Fund | - Capital Projects Fund |
| - Police Seizure and Forfeiture Fund | - Family Day Fund |
| - Water Fund | - Police Revenue Sharing Fund |

All annual appropriations lapse at fiscal year end.

The appropriated budget is prepared by fund and department. The legal level of budgetary control (i.e., the level at which expenditures may not exceed appropriations) is the fund level.

The budget may be amended during the year by the Village's Board of Trustees. During the year, no supplementary appropriations were necessary.

The following funds had expenditures over appropriations:

Family Day Fund	\$23,062
Debt Service Fund	6,879

VILLAGE OF STICKNEY, ILLINOIS

COMBINING NONMAJOR FUNDS BALANCE SHEET

April 30, 2014

	Emergency Telephone System Fund	Police Seizure and Forfeiture Fund	Police Badge Program Fund	Family Day Fund	Police Great Fund	Total
Assets						
Cash	\$ 16,139	\$ 8,541	\$ -	\$ 1,800	\$ 8,575	\$ 35,055
Other receivable	13,980	-	-	-	-	13,980
Total assets	\$ 30,119	\$ 8,541	\$ -	\$ 1,800	\$ 8,575	\$ 49,035
Liabilities, deferred inflows of resources and fund balance						
Liabilities						
Accounts payable	\$ 9,907	\$ -	\$ -	\$ -	\$ -	\$ 9,907
Interfund payable	90,000	-	-	-	-	90,000
Total Liabilities	99,907	-	-	-	-	99,907
Deferred inflows of resources						
Unavailable tax revenue	5,783	-	-	-	-	5,783
Total deferred inflows of resources	5,783	-	-	-	-	5,783
Fund balance						
Restricted for police activities	-	8,541	-	-	8,575	17,116
Restricted for recreation	-	-	-	1,800	-	1,800
Unassigned	(75,571)	-	-	-	-	(75,571)
Total fund balance	(75,571)	8,541	-	1,800	8,575	(56,655)
Total liabilities, deferred inflows of resources and fund balance	\$ 30,119	\$ 8,541	\$ -	\$ 1,800	\$ 8,575	\$ 49,035

VILLAGE OF STICKNEY, ILLINOIS

COMBINING NONMAJOR FUNDS STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

Year Ended April 30, 2014

	Emergency Telephone System Fund	Police Seizure and Forfeiture Fund	Police Badge Program Fund	Family Day Fund	Police Great Fund	Total
Revenues						
911 Surcharge	\$ 70,685	\$ -	\$ -	\$ -	\$ -	\$ 70,685
Other revenue	-	6,375	-	-	-	6,375
Program revenue	-	-	-	29,847	-	29,847
Total revenues	<u>70,685</u>	<u>6,375</u>	<u>-</u>	<u>29,847</u>	<u>-</u>	<u>106,907</u>
Expenditures						
Program expenditures	36,181	3,554	-	63,062	-	102,797
Total expenditures	<u>36,181</u>	<u>3,554</u>	<u>-</u>	<u>63,062</u>	<u>-</u>	<u>102,797</u>
Excess (deficiency) of revenues over (under) expenditures	<u>34,504</u>	<u>2,821</u>	<u>-</u>	<u>(33,215)</u>	<u>-</u>	<u>4,110</u>
Other financing sources (uses)						
Transfers in (out)	-	(8,575)	(1,066)	-	8,575	(1,066)
Total other financing sources (uses)	<u>-</u>	<u>(8,575)</u>	<u>(1,066)</u>	<u>-</u>	<u>8,575</u>	<u>(1,066)</u>
Net changes in fund balances	34,504	(5,754)	(1,066)	(33,215)	8,575	3,044
Fund balances at beginning of year	<u>(110,075)</u>	<u>14,295</u>	<u>1,066</u>	<u>35,015</u>	<u>-</u>	<u>(59,699)</u>
Fund balances at end of year	<u>\$ (75,571)</u>	<u>\$ 8,541</u>	<u>\$ -</u>	<u>\$ 1,800</u>	<u>\$ 8,575</u>	<u>\$ (56,655)</u>

VILLAGE OF STICKNEY, ILLINOIS

GENERAL FUND
BALANCE SHEET
April 30, 2014

Assets	
Cash	\$ 1,039,003
Investments	588,177
Property taxes receivable	1,176,168
Other governmental receivables	436,490
Other receivables	158,139
IRMA deposits	<u>129,555</u>
Total assets	<u>\$ 3,527,532</u>
Liabilities, deferred inflows of resources and fund balance	
Liabilities	
Accounts payable	\$ 94,165
Accrued payroll	<u>212,853</u>
Total liabilities	<u>307,018</u>
Deferred inflows of resources	
Unavailable tax revenue	<u>1,356,152</u>
Total deferred inflows of resources	<u>1,356,152</u>
Fund balance	
Unassigned	1,734,807
Nonspendable for IRMA	<u>129,555</u>
Total fund balance	<u>1,864,362</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 3,527,532</u>

VILLAGE OF STICKNEY, ILLINOIS

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 Year Ended April 30, 2014

Revenues	
Property taxes	\$ 2,394,637
Intergovernmental revenues	1,665,608
Other taxes	1,115,891
Licenses and permits	273,683
Fines & fees	695,260
Special events	28,392
Miscellaneous	271,809
Grant revenue	47,500
Investment income	120
Total revenues	<u>6,492,900</u>
Expenditures	
Executive & legislative	67,900
Administration	239,618
Professional services	151,816
Police department	2,316,392
Fire department	1,224,708
Public works	407,746
Public building & grounds	231,319
Miscellaneous	9,271
Sanitation department	585,335
Insurance	182,380
Auditing	20,000
Municipal retirement	308,894
Contributions to pension fund	583,263
Parks & recreation	83,217
Total expenditures	<u>6,411,859</u>
Excess (deficiency) of revenues over (under) expenditures	<u>81,041</u>
Other financing sources	
Transfers in	<u>1,066</u>
Net changes in fund balance	82,107
Fund balance at beginning of year	<u>1,782,255</u>
Fund balance at end of year	<u>\$ 1,864,362</u>

VILLAGE OF STICKNEY, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Property taxes			
Property tax revenue	\$ 2,421,045	\$ 2,388,082	\$ (32,963)
Road and bridge tax	10,000	6,555	(3,445)
Total property taxes	<u>2,431,045</u>	<u>2,394,637</u>	<u>(36,408)</u>
Intergovernmental revenues			
Personal property replacement tax	135,000	134,468	(532)
State income tax	800,000	780,097	(19,903)
State sales tax	<u>775,000</u>	<u>751,043</u>	<u>(23,957)</u>
Total intergovernmental revenues	<u>1,710,000</u>	<u>1,665,608</u>	<u>(44,392)</u>
Other taxes			
Race track - admission	7,000	5,713	(1,287)
Race track - parking tax	7,000	6,151	(849)
Utility tax - electricity	325,000	314,464	(10,536)
Utility tax - gas	390,000	413,645	23,645
Utility tax - telephone	225,000	197,234	(27,766)
Franchise tax	62,000	61,418	(582)
Real estate transfer tax	70,000	66,603	(3,397)
Video gaming tax	<u>36,000</u>	<u>50,663</u>	<u>14,663</u>
Total other taxes	<u>1,122,000</u>	<u>1,115,891</u>	<u>(6,109)</u>
Licenses and permits			
Licenses - business	87,000	84,222	(2,778)
Licenses - liquor	12,000	13,900	1,900
Licenses - cigarette	350	300	(50)
Licenses - tank	19,000	18,640	(360)
Licenses - truck	15,000	15,625	625
Licenses - animal	3,000	3,235	235
Licenses - amusement/machines	16,000	28,150	12,150
Permits - building	40,000	49,587	9,587
Licenses - auto	56,000	59,704	3,704
License - motorcycle	<u>300</u>	<u>320</u>	<u>20</u>
Total licenses and permits	<u>248,650</u>	<u>273,683</u>	<u>25,033</u>
Fines and fees			
Garbage disposal fees	270,000	262,543	(7,457)
Police fines	260,000	290,079	30,079
Real estate exempt fees	1,800	2,025	225
Ambulance fees	150,000	131,058	(18,942)
Entertainment fees	12,000	5,400	(6,600)
Real estate inspection fees	<u>4,000</u>	<u>4,155</u>	<u>155</u>
Total fines and fees	<u>697,800</u>	<u>695,260</u>	<u>(2,540)</u>

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
 GENERAL FUND
 SCHEDULE OF REVENUES - BUDGET AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Special events			
Special events	\$ 12,000	\$ 9,357	\$ (2,643)
Parks and recreation	25,000	19,035	(5,965)
Total special events	<u>37,000</u>	<u>28,392</u>	<u>(8,608)</u>
Miscellaneous			
Miscellaneous	65,909	116,528	50,619
Rental of tower	119,000	119,260	260
Reimbursement sidewalk program	6,000	2,041	(3,959)
Miscellaneous - police department	20,000	20,536	536
Miscellaneous - fire department	20,000	13,444	(6,556)
Total miscellaneous	<u>230,909</u>	<u>271,809</u>	<u>40,900</u>
Grant revenue	<u>47,500</u>	<u>47,500</u>	<u>-</u>
Investment income	<u>600</u>	<u>120</u>	<u>(480)</u>
Transfers In	<u>1,066</u>	<u>1,066</u>	<u>-</u>
Total revenues and transfers	<u>\$ 6,526,570</u>	<u>\$ 6,493,966</u>	<u>\$ (32,604)</u>

VILLAGE OF STICKNEY, ILLINOIS

GENERAL FUND
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 Year Ended April 30, 2014

Expenditures	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Executive & legislative			
Salary - village president	\$ 21,500	\$ 21,500	\$ -
Salary - trustees	43,200	42,900	300
Salary - liquor commissioner	3,500	3,500	-
Total executive and legislative	<u>68,200</u>	<u>67,900</u>	<u>300</u>
Administration			
Salary - village clerk	17,000	17,000	-
Salary - treasurer/collector	43,000	43,000	-
Salary - office clerks	54,000	57,281	(3,281)
Salary - building inspector	30,000	23,701	6,299
Compensation electrical inspector	5,000	7,125	(2,125)
Compensation police and fire board of commissioners	6,000	5,750	250
Police and fire board of commissioners expenses	7,500	1,657	5,843
Postage, stationary, and supplies	10,000	9,163	837
Purchase of license supplies	7,000	5,845	1,155
Membership and expenses IL Municipal League	2,000	1,235	765
Printing and publishing	9,500	8,551	949
Cost of preparing and publishing financial statements	1,800	1,585	215
Employee Insurance	10,000	9,845	155
Computer maintenance and service	10,000	13,104	(3,104)
Zoning board of appeals	2,000	115	1,885
Revision and recodification of ordinances	5,000	2,514	2,486
Salary - computer service	2,500	515	-
Plumbing inspection service	3,200	3,200	-
WCMC membership and expenses	12,000	10,932	1,068
Expenses of IMRA safety committee	17,500	17,500	-
Total administration	<u>255,000</u>	<u>239,618</u>	<u>13,397</u>
Professional services			
Retainer for village attorney	6,000	5,988	12
Legal services	200,000	83,856	116,144
Village prosecutor	21,600	17,100	4,500
Other professional fees	42,000	40,161	1,839
Engineering services	6,000	4,711	1,289
Total professional services	<u>275,600</u>	<u>151,816</u>	<u>123,784</u>
Police department			
Salary - police chief	101,100	101,223	(123)
Salary - deputy police	86,700	86,743	-
Salary - police sergeants	266,000	264,368	1,632
Salary - patrolmen	790,000	785,541	4,459
Salary - special police	150,000	170,679	(20,679)

(Continued)

VILLAGE OF STICKNEY, ILLINOIS

GENERAL FUND
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Salary - radio clerks	\$ 255,000	\$ 228,844	\$ 26,156
Salary ordinance officer	31,000	30,870	130
Maintenance motor equipment	35,000	42,730	(7,730)
Maintenance communications equipment	25,000	13,934	11,066
Office supplies	6,500	4,623	1,877
Equipment/supplies	25,000	15,833	9,167
Motor fuel	70,000	59,936	10,064
Education and training	20,000	15,898	4,102
Employee insurance	350,000	333,367	16,633
Maintenance of gun range	3,000	1,995	1,005
Clothing allowance	17,650	16,975	675
Adjudication	37,000	44,462	(7,462)
Maintenance and services	15,000	9,784	5,216
Animal control contractual service	1,000	98	902
Adjudication hearing officer	10,800	9,800	1,000
Police officers holiday pay	85,000	74,574	10,426
Salary - police corporal	2,200	2,200	-
Salary - leads supervisor	1,400	1,400	-
Salary - computer service	2,500	515	1,985
Total police department	<u>2,386,850</u>	<u>2,316,392</u>	<u>70,501</u>
Fire department			
Salary - fire chief	67,000	67,000	-
Salary - firemen	950,000	890,133	59,867
Salary - Fire inspector	38,000	33,466	4,534
MABAS Division XI Dues	10,000	10,000	-
Stationary, printing and office supplies	5,000	2,252	2,748
Motor fuel	17,000	18,702	(1,702)
Maintenance motor equipment	30,000	22,214	7,786
Maintenance communications equipment	12,000	10,485	1,515
Operating supplies	24,000	24,232	(232)
Education and training cost	15,000	6,126	8,874
Purchase of fire fighting clothing	28,000	4,239	23,761
Purchase of operating equipment	24,000	19,950	4,050
Emergency vehicle priority system	1,000	704	296
Medical examinations	12,000	8,065	3,935
Computer maintenance and services	12,000	11,882	118
Ambulance billing service	18,000	14,167	3,833
Breathing apparatus	8,000	8,188	(188)
Fire equipment grants	50,000	51,044	(1,044)
Employee insurance	21,300	21,344	(44)
Salary - computer service	2,500	515	1,985
Total fire department	<u>1,344,800</u>	<u>1,224,708</u>	<u>120,092</u>
Public works			
Salary - village supervisor	43,000	43,979	(979)
Office supplies	1,000	846	154
Material repairing streets	10,000	15,221	(5,221)
Material repairing alleys	5,000	-	5,000

(Continued)

VILLAGE OF STICKNEY, ILLINOIS

GENERAL FUND
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Repairing public walks	\$ 17,000	\$ 4,399	\$ 12,601
Repairing public walks 50/50	17,000	4,857	12,143
Trimming and removal of trees	100,000	203,819	(103,819)
Maintenance motor equipment	28,000	16,645	11,355
Sweeper lease agreement	37,120	37,120	-
Traffic regulations and street signals	8,000	5,829	2,171
Material street snow removal	5,000	4,721	279
Maintenance supplies	5,000	1,946	3,054
Maintenance equipment	10,000	5,208	4,792
Energy maintenance, alley repair and street lights	85,000	63,156	21,844
Total public works	<u>371,120</u>	<u>407,746</u>	<u>(36,626)</u>
Public building & grounds			
Salary - buildings and grounds	38,000	29,989	8,011
Heat/electric - village hall	10,000	7,676	2,324
Telephone services	60,000	77,485	(17,485)
Maintenance and repair of building	70,000	85,309	(15,309)
Supplies	8,000	6,244	1,756
Security and fire system	22,000	21,349	651
Employee insurance	10,000	3,267	6,733
Total public building & grounds	<u>218,000</u>	<u>231,319</u>	<u>(13,319)</u>
Miscellaneous	<u>50,000</u>	<u>9,271</u>	<u>40,729</u>
Sanitation department			
Salaries - public works	370,000	362,705	7,295
Maintenance and repair of motorized equipment	65,000	64,067	933
Motor fuel	35,000	34,405	595
Materials and supplies	3,500	2,932	568
Disposal services	60,000	-	60,000
Uniforms	11,000	9,801	1,199
Employee insurance	95,000	97,069	(2,069)
Medical examinations	2,000	2,084	(84)
Containers and recycling bins	15,000	12,272	2,728
Total Sanitation Department	<u>656,500</u>	<u>585,335</u>	<u>71,165</u>
Insurance	<u>216,000</u>	<u>182,380</u>	<u>33,620</u>
Auditing	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Municipal retirement			
Municipal retirement	115,000	110,476	4,524
FICA and Medicare tax	177,000	167,023	9,977
Unemployment tax	30,000	31,395	(1,395)
Total municipal retirement	<u>322,000</u>	<u>308,894</u>	<u>13,106</u>
Contributions to pension fund	<u>600,000</u>	<u>583,263</u>	<u>16,737</u>

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
 GENERAL FUND
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Parks & recreation			
Salaries-parks & recreation	\$ 15,000	\$ 6,825	\$ 8,175
Salaries-park patrol	12,000	518	11,482
Maintenance & supplies	30,000	51,212	(21,212)
Activities	30,000	13,717	16,283
Equipment	20,000	2,945	17,055
Stickney baseball association	2,500	2,500	-
Stickney golden agers	1,500	1,500	-
Stickney senior citizens	1,500	1,500	-
Stickney soccer	2,500	-	2,500
Stickney youth football	2,500	2,500	-
Total parks & recreation	<u>117,500</u>	<u>83,217</u>	<u>34,283</u>
Transfer to capital projects fund	<u>175,000</u>	<u>-</u>	<u>175,000</u>
Total expenditures	<u>\$ 7,076,570</u>	<u>\$ 6,411,859</u>	<u>\$ 662,469</u>

VILLAGE OF STICKNEY, ILLINOIS

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

April 30, 2014

	Motor Fuel Tax Fund	Emergency Telephone System Fund	Police Seizure and Forfeiture Fund	Police Badge Program Fund	Family Day Fund	Police Revenue Sharing Fund	Total
Assets							
Cash	\$ 12,635	\$ 16,139	\$ 8,541	\$ -	\$ 1,800	\$ 8,575	\$ 47,690
Investments	326,333	-	-	-	-	-	326,333
Other governmental receivables	12,510	-	-	-	-	-	12,510
Other receivable	-	13,980	-	-	-	-	13,980
Total assets	\$ 351,478	\$ 30,119	\$ 8,541	\$ -	\$ 1,800	\$ 8,575	\$ 400,513
Liabilities, deferred inflows of resources and fund balance							
Liabilities							
Accounts payable	\$ 11,752	\$ 9,907	\$ -	\$ -	\$ -	\$ -	\$ 21,659
Interfund payable	-	90,000	-	-	-	-	90,000
Total liabilities	11,752	99,907	-	-	-	-	111,659
Deferred inflows of resources							
Unavailable tax revenue	-	5,783	-	-	-	-	5,783
Total deferred inflows of resources	-	5,783	-	-	-	-	5,783
Fund balance							
Restricted for streets	339,726	-	-	-	-	-	339,726
Restricted for police activities	-	-	8,541	-	-	8,575	17,116
Restricted for recreation	-	-	-	-	1,800	-	1,800
Unassigned	-	(75,571)	-	-	-	-	(75,571)
Total fund balance	339,726	(75,571)	8,541	-	1,800	8,575	283,071
Total liabilities, deferred inflows of resources and fund balance	\$ 351,478	\$ 30,119	\$ 8,541	\$ -	\$ 1,800	\$ 8,575	\$ 400,513

VILLAGE OF STICKNEY, ILLINOIS

SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended April 30, 2014

	Motor Fuel Tax Fund	Emergency Telephone System Fund	Police Seizure and Forfeiture Fund	Police Badge Program Fund	Family Day Fund	Police Revenue Sharing Fund	Total
Revenues							
911 Surcharge	\$ -	\$ 70,685	\$ -	\$ -	\$ -	\$ -	\$ 70,685
Other revenue	-	-	6,375	-	-	-	6,375
Motor fuel tax allotments	167,531	-	-	-	-	-	167,531
Program revenue	-	-	-	-	29,847	-	29,847
Grant revenue	32,598	-	-	-	-	-	32,598
Investment income	52	-	-	-	-	-	52
Total revenues	<u>200,181</u>	<u>70,685</u>	<u>6,375</u>	<u>-</u>	<u>29,847</u>	<u>-</u>	<u>307,088</u>
Expenditures							
Program expenditures	90,922	36,181	3,554	-	63,062	-	193,719
Total expenditures	<u>90,922</u>	<u>36,181</u>	<u>3,554</u>	<u>-</u>	<u>63,062</u>	<u>-</u>	<u>193,719</u>
Excess (deficiency) of revenues over (under) expenditures	<u>109,259</u>	<u>34,504</u>	<u>2,821</u>	<u>-</u>	<u>(33,215)</u>	<u>-</u>	<u>113,369</u>
Other financing sources (uses)							
Transfers in (out)	-	-	(8,575)	(1,066)	-	8,575	(1,066)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(8,575)</u>	<u>(1,066)</u>	<u>-</u>	<u>8,575</u>	<u>(1,066)</u>
Net changes in fund balances	109,259	34,504	(5,754)	(1,066)	(33,215)	8,575	112,303
Fund balances at beginning of year	230,467	(110,075)	14,295	1,066	35,015	-	170,768
Fund balances at end of year	<u>\$ 339,726</u>	<u>\$ (75,571)</u>	<u>\$ 8,541</u>	<u>\$ -</u>	<u>\$ 1,800</u>	<u>\$ 8,575</u>	<u>\$ 283,071</u>

VILLAGE OF STICKNEY, ILLINOIS
MOTOR FUEL TAX FUND
BALANCE SHEET
April 30, 2014

Assets

Cash	\$	12,635
Investments		326,333
Other governmental receivable		<u>12,510</u>

Total assets	\$	<u>351,478</u>
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Liabilities

Accounts payable	\$	<u>11,752</u>
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Total liabilities		<u>11,752</u>
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Fund balance

Restricted for streets		<u>339,726</u>
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Total fund balance		<u>339,726</u>
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Total liabilities and fund balance	\$	<u>351,478</u>
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VILLAGE OF STICKNEY, ILLINOIS

MOTOR FUEL TAX FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	Original and Final Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Motor fuel tax allotments	\$ 160,000	\$ 167,531	\$ 7,531
Grant revenue	30,240	32,598	2,358
Investment income	160	52	(108)
Total revenues	190,400	200,181	9,781
Expenditures			
Maintenance - salt	75,000	37,005	37,995
Maintenance - engineering	1,000	2,000	(1,000)
Engineering	60,000	51,917	8,083
Construction	180,000	-	180,000
Total expenditures	316,000	90,922	225,078
Net change in fund balance	\$ (125,600)	109,259	\$ 234,859
Fund balance at beginning of year		230,467	
Fund balance at end of year		\$ 339,726	

VILLAGE OF STICKNEY, ILLINOIS

EMERGENCY TELEPHONE SYSTEM FUND
BALANCE SHEET
April 30, 2014

Assets

Cash	\$	16,139
Other receivable		<u>13,980</u>

Total assets	\$	<u>30,119</u>
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Liabilities

Accounts payable	\$	9,907
Interfund payable		<u>90,000</u>

Total liabilities		<u>99,907</u>
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Deferred inflows of resources

Unavailable tax revenue		<u>5,783</u>
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Total deferred inflows of resources		<u>5,783</u>
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Fund balance

Unassigned		<u>(75,571)</u>
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Total liabilities, deferred inflows of resources and fund balance	\$	<u>30,119</u>
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VILLAGE OF STICKNEY, ILLINOIS

EMERGENCY TELEPHONE SYSTEM FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
911 Surcharge	\$ 80,000	\$ 70,685	\$ (9,315)
Total revenues	<u>80,000</u>	<u>70,685</u>	<u>(9,315)</u>
Expenditures			
Maintenance of systems	<u>44,000</u>	<u>36,181</u>	<u>7,819</u>
Total expenditures	<u>44,000</u>	<u>36,181</u>	<u>7,819</u>
Net change in fund balance	<u>\$ 36,000</u>	34,504	<u>\$ (1,496)</u>
Fund balance at beginning of year		<u>(110,075)</u>	
Fund balance at end of year		<u>\$ (75,571)</u>	

VILLAGE OF STICKNEY, ILLINOIS

POLICE SEIZURE AND FORFEITURE FUND
BALANCE SHEET
April 30, 2014

Assets	
Cash	\$ 8,541
Total assets	\$ 8,541
Liabilities	\$ -
Total liabilities	-
Fund balance	
Restricted for police activities	8,541
Total liabilities and fund balance	\$ 8,541

VILLAGE OF STICKNEY, ILLINOIS

POLICE SEIZURE AND FORFEITURE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Director of Illinois state	\$ 1,950	\$ 175	\$ (1,775)
Seizures	<u>5,550</u>	<u>6,200</u>	<u>650</u>
Total revenues	<u>7,500</u>	<u>6,375</u>	<u>(1,125)</u>
Expenditures			
Equipment	3,000	-	3,000
Equipment	2,500	2,045	455
Supplies	1,000	1,389	(389)
Investigation expenses	<u>1,000</u>	<u>120</u>	<u>880</u>
Total expenditures	<u>7,500</u>	<u>3,554</u>	<u>3,946</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>2,821</u>	<u>2,821</u>
Other financing sources (uses)			
Transfers out	<u>(8,576)</u>	<u>(8,575)</u>	<u>1</u>
Total other financing sources (uses)	<u>(8,576)</u>	<u>(8,575)</u>	<u>1</u>
Net change in fund balance	<u>\$ (8,576)</u>	<u>(5,754)</u>	<u>\$ 2,822</u>
Fund balance at beginning of year		<u>14,295</u>	
Fund balance at end of year		<u>\$ 8,541</u>	

VILLAGE OF STICKNEY, ILLINOIS

POLICE BADGE PROGRAM FUND
BALANCE SHEET
April 30, 2014

Assets

Cash	\$	-
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Total assets	\$	-
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Fund balance

Restricted	\$	-
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Total fund balance	\$	-
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VILLAGE OF STICKNEY, ILLINOIS

POLICE BADGE PROGRAM FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Grant revenue	\$ -	\$ -	\$ -
Total revenues	-	-	-
Expenditures			
Project expenses	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Transfers out	(1,066)	(1,066)	-
Total other financing sources (uses)	(1,066)	(1,066)	-
Net change in fund balance	<u>\$ (1,066)</u>	<u>(1,066)</u>	<u>\$ -</u>
Fund balance at beginning of year		<u>1,066</u>	
Fund balance at end of year		<u>\$ -</u>	

VILLAGE OF STICKNEY, ILLINOIS

EXHIBIT 17

FAMILY DAY FUND
BALANCE SHEET
April 30, 2014

Assets

Cash	\$	<u>1,800</u>
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Total assets	\$	<u><u>1,800</u></u>
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Fund balance

Restricted for recreation	\$	<u>1,800</u>
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Total fund balance	\$	<u><u>1,800</u></u>
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VILLAGE OF STICKNEY, ILLINOIS

EXHIBIT 18

FAMILY DAY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Program revenues	<u>\$ 25,000</u>	<u>\$ 29,847</u>	<u>\$ 4,847</u>
Total revenues	<u> 25,000</u>	<u> 29,847</u>	<u> 4,847</u>
Expenditures			
Program expenditures	<u> 40,000</u>	<u> 63,062</u>	<u> (23,062)</u>
Net change in fund balance	<u>\$ (15,000)</u>	<u>(33,215)</u>	<u>\$ (18,215)</u>
Fund balance at beginning of year		<u> 35,015</u>	
Fund balance at end of year		<u>\$ 1,800</u>	

VILLAGE OF STICKNEY, ILLINOIS

POLICE REVENUE SHARING FUND
BALANCE SHEET
April 30, 2014

Assets

Cash	\$	<u>8,575</u>
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Total assets	\$	<u>8,575</u>
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Fund balance

Restricted for police activities	\$	<u>8,575</u>
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Total fund balance	\$	<u>8,575</u>
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VILLAGE OF STICKNEY, ILLINOIS

POLICE REVENUE SHARING FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Program revenues	\$ 25,000	\$ -	\$ (25,000)
Total revenues	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>
Expenditures			
Program expenditures	<u>33,576</u>	<u>-</u>	<u>33,576</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,576)</u>	<u>-</u>	<u>8,576</u>
Other financing sources (uses)			
Transfers in	<u>8,576</u>	<u>8,575</u>	<u>(1)</u>
Total other financing sources (uses)	<u>8,576</u>	<u>8,575</u>	<u>(1)</u>
Net change in fund balance	<u>\$ -</u>	<u>8,575</u>	<u>\$ 8,575</u>
Fund balance at beginning of year		<u>-</u>	
Fund balance at end of year		<u>\$ 8,575</u>	

VILLAGE OF STICKNEY, ILLINOIS

DEBT SERVICE FUND
BALANCE SHEET
Year Ended April 30, 2014

Assets	
Cash	\$ 334,685
Property taxes receivable	<u>362,150</u>
Total assets	<u>\$ 696,835</u>
Liabilities, deferred inflows of resources and fund balance	
Liabilities	
Total liabilities	<u>\$ -</u>
Deferred inflows of resources	
Unavailable tax revenue	<u>358,379</u>
Total deferred inflows of resources	<u>358,379</u>
Fund balance	
Restricted for debt service	<u>338,456</u>
Total fund balance	<u>338,456</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 696,835</u>

VILLAGE OF STICKNEY, ILLINOIS

DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Property taxes	\$ 765,207	\$ 779,369	\$ 14,162
Total revenues	<u>765,207</u>	<u>779,369</u>	<u>14,162</u>
Expenditures			
Principal	415,000	410,000	5,000
Interest	<u>350,207</u>	<u>362,086</u>	<u>(11,879)</u>
Total expenditures	<u>765,207</u>	<u>772,086</u>	<u>(6,879)</u>
Net change in fund balance	<u>\$ -</u>	7,283	<u>\$ 7,283</u>
Fund balance at beginning of year		<u>331,173</u>	
Fund balance at end of year		<u>\$ 338,456</u>	

VILLAGE OF STICKNEY, ILLINOIS

CAPITAL PROJECTS FUND
BALANCE SHEET
April 30, 2014

Assets

Cash	\$	8,530
Investments		360,707
Interfund receivable		<u>90,000</u>

Total assets	\$	<u>459,237</u>
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Liabilities and fund balance

Liabilities

Accounts Payable	\$	<u>713</u>
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Total liabilities		<u>713</u>
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Fund balance

Restricted for capital projects		<u>458,524</u>
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Total fund balance		<u>458,524</u>
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Total liabilities and fund balance	\$	<u>459,237</u>
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VILLAGE OF STICKNEY, ILLINOIS

CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Grants	\$ 129,100	\$ -	\$ (129,100)
Investment income	100	86	(14)
Miscellaneous	<u>-</u>	<u>8,250</u>	<u>8,250</u>
Total revenues	<u>129,200</u>	<u>8,336</u>	<u>(120,864)</u>
Expenditures			
Equipment and other capital expenditures	<u>850,000</u>	<u>298,044</u>	<u>551,956</u>
Total expenditures	<u>850,000</u>	<u>298,044</u>	<u>551,956</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(720,800)</u>	<u>(289,708)</u>	<u>431,092</u>
Other financing sources (uses)			
Transfers in	<u>175,000</u>	<u>-</u>	<u>(175,000)</u>
Total other financing sources (uses)	<u>175,000</u>	<u>-</u>	<u>(175,000)</u>
Net change in fund balance	<u>\$ (545,800)</u>	<u>(289,708)</u>	<u>\$ 256,092</u>
Fund balance at beginning of year		<u>748,232</u>	
Fund balance at end of year		<u>\$ 458,524</u>	

VILLAGE OF STICKNEY, ILLINOIS

WATER FUND
 SCHEDULE OF NET POSITION
 April 30, 2014

Assets	
Current assets	
Cash and cash equivalents	\$ 878,423
Accounts receivable, (net of allowances)	411,823
Total current assets	1,290,246
Noncurrent assets	
Capital assets not being depreciated	25,575
Capital assets being depreciated, net	<u>1,847,758</u>
Total noncurrent assets	<u>1,873,333</u>
Total assets	<u>\$ 3,163,579</u>
Liabilities and fund equity	
Current liabilities	
Accounts payable	\$ 176,238
Accrued payroll	<u>25,266</u>
Total current liabilities	<u>201,504</u>
Net position	
Net investment in capital assets	1,873,333
Unrestricted	<u>1,088,742</u>
Total net position	<u>2,962,075</u>
Total liabilities and net position	<u>\$ 3,163,579</u>

VILLAGE OF STICKNEY, ILLINOIS
WATER FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - BUDGET (BUDGET BASIS) AND ACTUAL
Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Operating revenues			
Charges for services			
Water - residential	\$ 990,000	\$ 802,135	\$ (187,865)
Water - commercial	330,000	269,001	(60,999)
Water - industrial	1,980,000	1,766,785	(213,215)
Miscellaneous	19,300	68,859	49,559
Recycling revenue	2,000	1,884	(116)
Total operating revenues	<u>3,321,300</u>	<u>2,908,664</u>	<u>(412,636)</u>
Operating expenses			
Purchase of water	2,000,000	1,935,456	64,544
Electric power reservoir	36,000	32,592	3,408
Meters and connections	40,000	10,625	29,375
Materials and supplies	20,000	6,873	13,127
Contractual rep system	90,000	134,044	(44,044)
Salary - supervisor	36,000	34,691	1,309
Computer upgrade	15,000	3,941	11,059
Salary - water department	175,000	176,435	(1,435)
Salary - treasurer/collector	48,000	48,000	-
Salary - office clerk	95,000	98,213	(3,213)
Office supplies, postage	6,000	5,135	865
Telephone services	13,500	12,000	1,500
Maintenance - office equipment	5,000	1,473	3,527
Maintenance - pump station	50,000	35,601	14,399
Auditing services	12,000	12,000	-
Operating equipment	3,000	-	3,000
Motor fuel costs	4,200	3,497	703
Maintenance - motor equipment	5,000	284	4,716
Insurance	54,000	45,000	9,000
Heating fuel	3,000	2,350	650
Rental - sanitary district	200	200	-
Premium life, health, accident insurance	75,000	72,100	2,900
IL Municipal Retirement	50,000	49,921	79
Contingencies	10,000	575	9,425
Fire hydrants	40,000	31,840	8,160
Maintenance - computer	8,000	3,339	4,661
Lead treat/water sample	9,000	6,977	2,023
Radio service contract	3,000	590	2,410
Unemployment tax	3,000	2,848	152
FICA/Medicare tax	33,000	33,732	(732)
Sewer cleaning	45,000	1,400	43,600
Water main repairs	50,000	313	49,687
Repairs to water tank	450,000	-	450,000
Sewer repairs/maintenance	60,000	55,064	4,936
Depreciation	100,000	111,980	(11,980)
Total operating expenses	<u>3,646,900</u>	<u>2,969,089</u>	<u>677,811</u>

(Continued)

VILLAGE OF STICKNEY, ILLINOIS
WATER FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - BUDGET (BUDGET BASIS) AND ACTUAL
Year Ended April 30, 2014

	<u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Operating income (loss)	\$ (325,600)	\$ (60,425)	\$ 265,175
Nonoperating revenues (expenses)			
Investment income	<u>600</u>	<u>153</u>	<u>(447)</u>
Total nonoperating revenues (expenses)	<u>600</u>	<u>153</u>	<u>(447)</u>
Net income (loss)	<u>\$ (325,000)</u>	<u>(60,272)</u>	<u>\$ 264,728</u>
Net position at beginning of year		<u>3,022,347</u>	
Net position at end of year		<u>\$ 2,962,075</u>	

VILLAGE OF STICKNEY, ILLINOIS

SCHEDULE OF CASH FLOWS
 PROPRIETARY FUND TYPE
 Year Ended April 30, 2014

	<u>Water Fund</u>
Increase (decrease) in cash and cash equivalents	
Cash flows from operating activities	
Cash received from customers	\$ 2,770,238
Cash payments to suppliers for goods and services	(1,913,662)
Cash payments to employees for services	(917,674)
Net cash provided (used) by operating activities	<u>(61,098)</u>
Cash flows from capital and related financing activities	
Acquisition and construction of capital assets	(394,768)
Net cash (used) by capital and related financing activities	<u>(394,768)</u>
Cash flows from investing activities	
Interest and dividends on investments	153
Net cash provided (used) by investing activities	<u>153</u>
Net increase (decrease) in cash and cash equivalents	(455,713)
Cash and cash equivalents at beginning of year	<u>1,334,136</u>
Cash and cash equivalents at end of year	<u>\$ 878,423</u>
Reconciliation of operating income to net cash provided by operating activities	
Operating income (loss)	\$ (60,425)
Adjustment to reconcile operating income to net cash provided by operating activities	
Depreciation	111,980
Changes in assets and liabilities	
(Increase) decrease in accounts receivable	(138,426)
Increase (decrease) in payables	21,794
Increase (decrease) in accrued payroll	3,979
Total adjustments	<u>(673)</u>
Net cash provided by operating activities	<u>\$ (61,098)</u>
