

**Final Official Statement Dated November 6, 2017**

Subject to compliance by the Village with certain covenants, in the opinion of Miller, Canfield, Paddock and Stone, P.L.C., Bond Counsel, under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. Interest on the Bonds is not exempt from present State of Illinois income taxes. See "TAX MATTERS" herein for a more complete discussion.



**\$13,415,000**  
**VILLAGE OF OAK PARK**  
**Cook County, Illinois**  
**General Obligation Corporate Purpose Bonds, Series 2017A**

**Dated Date of Delivery****Book-Entry****Due November 1, as Detailed Herein**

The \$13,415,000 General Obligation Corporate Purpose Bonds, Series 2017A (the "Bonds"), are being issued by the Village of Oak Park, Cook County, Illinois (the "Village"). Interest on the Bonds is payable semiannually on May 1 and November 1 of each year, commencing May 1, 2018. Interest is calculated based on a 360-day year of twelve 30-day months. The Bonds will be issued using a book-entry system. The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Bonds. The ownership of one fully registered Bond for each maturity will be registered in the name of Cede & Co., as nominee for DTC and no physical delivery of Bonds will be made to purchasers. The Bonds will mature on November 1 as detailed below.

**AMOUNTS, MATURITIES, INTEREST RATES, YIELDS AND CUSIP NUMBERS**

Principal Amount	Due Nov. 1	Interest Rate	Yield	CUSIP(1) Number	Principal Amount	Due Nov. 1	Interest Rate	Yield	CUSIP(1) Number
\$680,000	2022	3.000%	1.850%	671579 H78	\$ 530,000	2031	3.125%	3.150%	671579 J84
320,000	2023	3.000%	2.000%	671579 H86	550,000	2032	3.125%	3.200%	671579 J92
710,000	2024	3.000%	2.150%	671579 H94	1,270,000	2033	3.125%	3.250%	671579 K25
920,000	2025	3.000%	2.300%	671579 J27	1,015,000	2034	3.250%	3.300%	671579 K33
615,000	2026*	3.000%	2.450%	671579 J35	1,355,000	2035	3.250%	3.350%	671579 K41
905,000	2027*	3.000%	2.550%	671579 J43	1,305,000	2036	3.375%	3.400%	671579 K58
*****	****	****	****	****	1,155,000	2037	3.375%	3.450%	671579 K66
490,000	2030	3.000%	3.100%	671579 J76					

\$1,595,000..... 3.000% Term Bonds due November 1, 2029; Yield..... 3.000% CUSIP Number 671579 J68(1)

For further details see "MANDATORY REDEMPTION" herein

\*These maturities have been priced to call.

**OPTIONAL REDEMPTION**

The Bonds due November 1, 2022-2025 are not subject to optional redemption. The Bonds due November 1, 2026-2037, inclusive, are callable in whole or in part on any date on or after November 1, 2025, at a price of par and accrued interest. If less than all the Bonds are called, they shall be redeemed in such principal amounts and from such maturities as determined by the Village and within any maturity by lot. See "OPTIONAL REDEMPTION" herein.

**PURPOSE, LEGALITY AND SECURITY**

The Bond proceeds will be used to finance various Village capital improvement projects, including streets and alley improvements, and to pay the costs of issuing the Bonds. See "THE PROJECT" herein.

In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., Bond Counsel, the Bonds will constitute valid and legally binding obligations of the Village payable both as to principal and interest from ad valorem taxes levied against all taxable property therein without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

The Village does not intend to designate the Bonds as "qualified tax-exempt obligations" pursuant to the small issuer exception provided by Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

This Final Official Statement is dated November 6, 2017, and has been prepared under the authority of the Village. An electronic copy of this Final Official Statement is available from the [www.speerfinancial.com](http://www.speerfinancial.com) web site under "Debt Auction Center/Competitive Official Statement Sales Calendar". Additional copies may be obtained from Mr. Steven E. Drazner, Chief Financial Officer/Treasurer, Village of Oak Park, 123 Madison Avenue, Oak Park, Illinois 60302.

**Baird**

(1) CUSIP numbers appearing in this Final Official Statement have been provided by the CUSIP Service Bureau, which is managed on behalf of the American Bankers Association by S&P Capital IQ, a part of McGraw Hill Financial Inc. The Village is not responsible for the selection of CUSIP numbers and makes no representation as to their correctness on the Bonds or as set forth on the cover of this Final Official Statement.

No dealer, broker, salesman or other person has been authorized by the Village to give any information or to make any representations with respect to the Bonds other than as contained in the Official Statement or the Final Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the Village. Certain information contained in the Official Statement and the Final Official Statement may have been obtained from sources other than records of the Village and, while believed to be reliable, is not guaranteed as to completeness. **THE INFORMATION AND EXPRESSIONS OF OPINION IN THE OFFICIAL STATEMENT AND THE FINAL OFFICIAL STATEMENT ARE SUBJECT TO CHANGE, AND NEITHER THE DELIVERY OF THE OFFICIAL STATEMENT OR THE FINAL OFFICIAL STATEMENT NOR ANY SALE MADE UNDER EITHER SUCH DOCUMENT SHALL CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE VILLAGE SINCE THE RESPECTIVE DATES THEREOF.**

References herein to laws, rules, regulations, ordinances, resolutions, agreements, reports and other documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein. Where full texts have not been included as appendices to the Official Statement or the Final Official Statement, they will be furnished on request. This Official Statement does not constitute an offer to sell, or solicitation of an offer to buy, any securities to any person in any jurisdiction where such offer or solicitation of such offer would be unlawful.

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## BOND ISSUE SUMMARY

This Bond Issue Summary is expressly qualified by the entire Final Official Statement which is provided for the convenience of potential investors and which should be reviewed in its entirety by potential investors.

<b>Issuer:</b>	Village of Oak Park, Cook County, Illinois.
<b>Issue:</b>	\$13,415,000 General Obligation Corporate Purpose Bonds, Series 2017A.
<b>Dated Date:</b>	Date of delivery, expected to be on or about November 21, 2017.
<b>Interest Due:</b>	Each May 1 and November 1, commencing May 1, 2018.
<b>Principal Due:</b>	November 1, commencing November 1, 2022 through 2027 and 2029 through 2037, as detailed on the cover page of this Final Official Statement.
<b>Optional Redemption:</b>	Bonds maturing on or after November 1, 2026, are callable at the option of the Village on any date on or after November 1, 2025, at a price of par plus accrued interest. See <b>“OPTIONAL REDEMPTION”</b> herein.
<b>Mandatory Redemption:</b>	The Bonds maturing on November 1, 2029 are subject to mandatory redemption. See <b>“MANDATORY REDEMPTION”</b> herein.
<b>Authorization:</b>	The Village is a home rule unit under the Illinois Constitution and as such has no debt limitation and is not required to seek referendum approval to issue the Bonds.
<b>Security:</b>	The Bonds are valid and legally binding obligations of the Village payable both as to principal and interest from ad valorem taxes levied against all taxable property therein without limitation as to rate or amount.
<b>Purpose:</b>	The Bond proceeds will be used to finance various Village capital improvement projects, including streets and alley improvements, and to pay the costs of issuing the Bonds. See <b>“THE PROJECT”</b> herein.
<b>Credit Ratings:</b>	The Bonds have been rated “A1” by Moody’s Investors Service and “AA/Stable” by S&P Global Ratings, a Division of the McGraw-Hill Companies.
<b>Tax Matters:</b>	Miller, Canfield, Paddock and Stone, P.L.C., Chicago, Illinois, will provide an opinion as to the tax exemption of the interest on the Bonds as discussed under <b>“TAX MATTERS”</b> in this Official Statement. Interest on the Bonds is not exempt from present State of Illinois income taxes.
<b>No Bank Qualification:</b>	The Bonds <b>are not</b> “qualified tax-exempt obligations” under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.
<b>Bond Registrar/Paying Agent:</b>	Amalgamated Bank of Chicago, Chicago, Illinois.
<b>Delivery:</b>	The Bonds are expected to be delivered on or about November 21, 2017.
<b>Book-Entry Form:</b>	The Bonds will be registered in the name of Cede & Co. as nominee for The Depository Trust Company (“DTC”), New York, New York. DTC will act as securities depository of the Bonds. See <b>APPENDIX B</b> herein.
<b>Denomination:</b>	\$5,000 or integral multiples thereof.
<b>Municipal Advisor:</b>	Speer Financial, Inc., Chicago, Illinois.

**VILLAGE OF OAK PARK**  
**Cook County, Illinois**

Anan Abu-Taleb  
*President*

**Trustees**

Deno J. Andrews  
Simone M. Boutet

Andrea Button  
Dan Moroney

James Taglia  
Robert Tucker

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**Officials**

Cara Pavlicek  
*Village Manager*

Vicki Scaman  
*Village Clerk*

Steven E. Drazner  
*Chief Financial Officer/Treasurer*

**AUTHORIZATION, PURPOSE AND SECURITY**

The General Obligation Corporate Purpose Bonds, Series 2017A (the “Bonds”), are being issued pursuant to the home-rule powers of the Village of Oak Park, Cook County, Illinois (the “Village”), under Section 6, Article VII of the 1970 Constitution of the State of Illinois. The Bonds are issuable pursuant to a bond ordinance adopted by the Village President and Board of Trustees of the Village on the 6<sup>th</sup> day of November, 2017 (the “Bond Ordinance”). Bond proceeds will be used to finance various Village capital improvement projects, including streets and alley improvements, and to pay the costs of issuing the Bonds. The Bonds constitute valid and legally binding full faith and credit general obligations of the Village, and are payable from any funds of the Village legally available for such purpose, and all taxable property in the Village is subject to the levy of taxes to pay the same without limitation as to rate or amount. The Bond Ordinance provides for the levy of ad valorem taxes, unlimited as to rate or amount, upon all taxable property within the Village in amounts sufficient to pay, as and when due, all principal of and interest on the Bonds. The Bond Ordinance will be filed with the County Clerk of Cook County, Illinois, and will serve as authorization to said County Clerk to extend and collect the property taxes as set forth in the Bond Ordinance.

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## **RISK FACTORS**

The purchase of the Bonds involves certain investment risks. Accordingly, each prospective purchaser of the Bonds should make an independent evaluation of the entirety of the information presented in this Final Official Statement and its appendices and exhibits in order to make an informed investment decision. Certain of the investment risks are described below. The following statements, however, should not be considered a complete description of all risks to be considered in the decision to purchase the Bonds, nor should the order of the presentation of such risks be construed to reflect the relative importance of the various risks. There can be no assurance that other risk factors are not material or will not become material in the future.

### **Construction Risks**

There are potential risks that could affect the ability of the Village to timely complete the Project. While preliminary costs have been projected by the Village's consulting architects, not all of the construction contracts have been let by the Village. No assurance can be given that the cost of completing the Project will not exceed available funds. Completion of the Project involves many risks common to large construction projects such as shortages or delays in the availability of materials and labor, work stoppages, labor disputes, contractual disputes with contractors or suppliers, weather interferences, construction accidents, delays in obtaining legal approvals, unforeseen engineering, archeological or environmental problems and unanticipated cost increases, any of which could give rise to significant delays or cost overruns.

### **Finances of the State of Illinois**

The State of Illinois (the "State") has experienced adverse fiscal conditions resulting in significant shortfalls between the State's general fund revenues and spending demands. In addition, the underfunding of the State's pension systems has contributed to the State's poor financial health. The State operated without a fully enacted budget for fiscal years ending June 30, 2016 and June 30, 2017. The General Assembly recently met in a special session and enacted a budget for the fiscal year ended June 30, 2018 ("Fiscal Year 2018"). Nonetheless, legislators have not yet addressed a substantial backlog of unpaid bills or significant pension liabilities. There may continue to be delays in payments of bills and the State's backlog of unpaid bills may continue to grow.

### **State Actions**

As part of the State's budget process, legislation was passed which made changes in the Local Government Distributive Fund ("LGDF"). There will be a 10% reduction in LGDF payments in State Fiscal Year 2018. Also beginning in State Fiscal Year 2018, 2% of home rule sales tax collections will be retained as an administrative fee by the Illinois Department of Revenue (the "Department"). Many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by State government. Past and future actions of the State may affect the overall financial condition of the Village, the taxable value of property within the Village, and the ability of the Village to levy property taxes. For example, Illinois legislators have introduced proposals to modify the Property Tax Extension Limitation Law, including freezing property taxes (the "Property Tax Freeze Proposal"). If the Property Tax Freeze Proposal or similar legislation were to become law, such reform may freeze the Village's local property tax revenue. The Village cannot predict whether, or in what form, any such change may be enacted into law, nor can the Village predict the effect of any such change on the Village's finances.

## **Local Economy**

The financial health of the Village is in part dependent on the strength of the local economy. Many factors affect the local economy, including rates of employment and economic growth and the level of residential and commercial development. It is not possible to predict to what extent any changes in economic conditions, demographic characteristics, population or commercial and industrial activity will occur and what impact such changes would have on the finances of the Village.

## **Loss or Change of Bond Rating**

The Bonds have received credit ratings from S&P Global Ratings, a Division of the McGraw-Hill Companies, New York, New York (“S&P”), and Moody’s Investors Service, New York, New York (“Moody’s”). The ratings can be changed or withdrawn at any time for reasons both under and outside the Village’s control. Any change, withdrawal or combination thereof could adversely affect the ability of investors to sell the Bonds or may affect the price at which they can be sold.

## **Secondary Market for the Bonds**

No assurance can be given that a secondary market will develop for the purchase and sale of the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. The Underwriter is not obligated to engage in secondary market trading or to repurchase any of the Bonds at the request of the owners thereof.

Prices of the Bonds as traded in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and other prevailing circumstances. No guarantee exists as to the future market value of the Bonds. Such market value could be substantially different from the original purchase price.

## **Continuing Disclosure**

A failure by the Village to comply with the Undertaking for continuing disclosure (see “**CONTINUING DISCLOSURE**” and “**THE UNDERTAKING**” herein) will not constitute an event of default on the Bonds. Any such failure must be reported in accordance with Rule 15c2-12 (the “Rule”) adopted by the Securities and Exchange Commission (the “Commission”) under the Securities Exchange Act of 1934, as amended (the “Exchange Act”), and may adversely affect the transferability and liquidity of the Bonds and their market price.

## **Suitability of Investment**

The interest rate borne by the Bonds is intended to compensate the investor for assuming the risk of investing in the Bonds. Each prospective investor should carefully examine this Final Official Statement and its own financial condition to make a judgment as to its ability to bear the economic risk of such an investment, and whether or not the Bonds are an appropriate investment for such investor.

## **Future Changes in Laws**

Various state and federal laws, regulations and constitutional provisions apply to the Village and to the Bonds. The Village can give no assurance that there will not be a change in, interpretation of, or addition to such applicable laws, provisions and regulations which would have a material effect, either directly or indirectly, on the Village, or the taxing authority of the Village. For example, many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by state government. Future actions of the State may affect the overall financial conditions of the Village, the taxable value of property within the Village, and the ability of the Village to levy property taxes or collect revenues for its ongoing operations.

## **Bankruptcy**

The rights and remedies of the Bondholders may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against local governments. The various opinions of counsel to be delivered with respect to the Bonds will be similarly qualified.

## **THE VILLAGE**

The Village is located in Cook County, Illinois, approximately eight miles west of Downtown Chicago. Oak Park was incorporated as a Village in 1902 and currently covers an area of 4.6 square miles with no area for territorial expansion. It is primarily a residential community with commercial and some industrial activity. The 1980 U.S. Census showed the population of the Village to be 54,887. The 1990 Census reported population at 53,648, the 2000 Census reported population at 52,524 and the 2010 Census reported a population of 51,878.

An excellent transportation network links the Village with Chicago and surrounding areas. The Eisenhower Expressway (Interstate 290) has two interchanges in the Village, one at Austin Avenue and the other at Harlem Avenue. The Metra commuter rail system has a station in downtown Oak Park. The Chicago Transit Authority (CTA) has two rail rapid transit lines with seven stations that serve the Village (four on the Green Line and three on the Blue Line.) Bus transit service and paratransit service is provided by the CTA and PACE (the suburban bus system).

The Village has been the home of several noted Americans: Ernest Hemingway, the Nobel and Pulitzer Prize winner for literature; Joseph Kewin, an astronaut on the first Skylab team; Frank Lloyd Wright, the famous architect; Edgar Rice Burroughs, the creator of Tarzan; and Percy Julian, the chemist whose research led to the development of the birth control pill and cortisone.

Two hospitals are in the Village and have a total of 556 beds. Rush Oak Park Hospital has 815 employees and 250 physicians on staff. West Suburban Medical Center has about 1,000 employees, being the largest employer in the Village, with 290 physicians on staff.

## **Government**

The Village, a home-rule community under the Illinois Constitution, is governed by a legislative body composed of a President and a six-member Board of Trustees, each of whom is elected at large for four-year terms. A Village referendum in 1952 created the post of Village Manager. The Manager is appointed by the President and Trustees and serves as the administrative head of the Village. The Manager is responsible for the appointment of staff members and supervision of the Village's 367 full-time employees. The police and fire departments are fully staffed and equipped. These departments respond to emergency services through an enhanced 911 communication system operated by the West Suburban Consolidated Dispatch Center. The police department has electronic data processing of records. The effectiveness of the fire department, which operates out of three stations with 66 firefighters, plus the excellent water distribution system, has enabled the Village to obtain a Class 2 fire insurance rating which is among the top one percent in the State. The Village currently has 9 recognized bargaining units comprising 75% of the workforce.

## **Services**

The Village distributes filtered Lake Michigan water purchased from the City of Chicago. Sewage collection is handled through Village mains and goes through interceptors to the Metropolitan Water Reclamation District of Greater Chicago which treats the sewage. Utility services are provided by Commonwealth Edison Company, NICOR (Northern Gas Company), and SBC.

The Village has an ordinance prohibiting overnight on-street parking on most Village streets. This ordinance facilitates the pick-up of leaves in the fall and the removal of snow from the streets in wintertime. The Village provides weekly street cleaning of residential areas as well as daily cleaning in the commercial areas. The Public Works Department has both a reforestation program and a program of trimming and spraying the many trees which line the 108 miles of paved streets. In recognition of the Village's outstanding forestry program, the Village has received the national honor of being designated a "Tree City, USA."

The Village, the Park District of Oak Park (the "Park District") (a separate municipal corporation) and the public schools work in concert to provide citizens of every age with leisure time activities. The Park District and the Village act together through an intergovernmental cooperation agreement for coordination of programs and use of facilities. The Park District has two outdoor Olympic size swimming pools, an enclosed ice skating rink and a variety of outdoor winter and summer facilities. Altogether there are 100 acres of parks and 16 school playgrounds. The Village also abuts one of Chicago's largest parks which includes a golf course on its 144 acres.

## **Education**

School District Number 97 is coterminous with the Village. Its facilities include eight kindergarten to sixth grade schools and two junior high schools. Enrollment is approximately 5,800 during the current school year.

High School District Number 200 serves the Village and the adjacent Village of River Forest. Among the facilities at the high school are a 6,000 seat football stadium (financed solely by public subscription) and boys' fieldhouse and girls' gymnasium. The high school estimates that of recent graduating classes, approximately 80% go on to two and four-year colleges. Estimated enrollment for the school year is approximately 3,200. There are also ten private schools within the Village, including Fenwick High School, a nationally recognized secondary school with a recent enrollment of approximately 1,200 students. Nearby opportunities for higher education are provided by Triton College, a two-year public community college in River Grove, and by Concordia University and Dominican University, both located in nearby River Forest. Additional higher education facilities are available in the Chicago metropolitan area.

## SOCIOECONOMIC INFORMATION

The following statistics principally pertain to the Village with additional comparisons with Cook County (the “County”) and the State of Illinois (the “State”).

### Employment

Following are lists of large employers located within the Village and in the surrounding area. Additional employment opportunities are available to Village residents throughout the Chicago metropolitan area.

#### Major Village Employers(1)

<u>Name</u>	<u>Product/Service</u>	<u>Approximate Employment</u>
West Suburban Medical Center.....	General Medical and Surgical Hospital.....	1,000
Rush Oak Park Hospital.....	General Medical and Surgical Hospital.....	816
School District Number 97.....	Education.....	600
High School District Number 200.....	Education.....	420
Aria Group Architects, Inc.....	Architectural Services.....	120
Citixens RX, LLC.....	Management Consulting Services.....	100
Focuscope, Inc.....	Commercial Market Research Services.....	80
Shaker Recruitment Advertising & Communications.....	Advertising Agency.....	80
NewSecure, LLC.....	Computer Integrated Systems Design.....	70
Oak Park Arms Retirement Community.....	Independent and Assisted Living.....	60
Community Bank of Oak Park River Forest.....	Commercial Bank.....	50
Sterlite Software USA, Inc.....	Prepackaged and Custom Software Development.....	50
CSR Roofing Contractors, Inc.....	Roofing Contractors.....	50

Note: (1) Source: 2017 Illinois Manufacturers Directory, 2017 Illinois Services Directory and a selective telephone survey.

#### Major Area Employers(1)

<u>Location</u>	<u>Name</u>	<u>Business/Product</u>	<u>Approximate Employment</u>
Maywood.....	Loyola University Health System.....	General Medical and Surgical Hospital.....	6,000
Melrose Park.....	Gottlieb Memorial Hospital.....	General Medical and Surgical Hospital.....	1,400
La Grange.....	Electro-Motive Diesel, Inc.....	Diesel and Electric Locomotives.....	1,300
Franklin Park.....	The Hill Group.....	Plumbing, Heating and Air-Conditioning.....	837
Franklin Park.....	Canadian Pacific.....	Railroad Yard and Repair.....	800
Melrose Park.....	Navistar, Inc.....	Diesel Engines.....	751
Franklin Park.....	Nestle USA Confections and Snacks Div.....	Sugar and Confectionery Products.....	750
Franklin Park.....	Sloan Valve, Co.....	Plumbing Fixture Fittings and Trim.....	723
Melrose Park.....	Westlake Hospital.....	General Medical and Surgical Hospital.....	700
La Grange.....	Grayhill, Inc.....	Relays and Industrial Controls.....	600
Franklin Park.....	Bretford, Inc.....	Corporate Headquarters and Office Furniture.....	500
Melrose Park.....	Fresenius Kabi USA, LLC.....	Pharmaceutical.....	500
Franklin Park.....	Transcendia, Inc.....	Manufacturer, Converter and Distributor of Plastic Film.....	500

Note: (1) Source: 2017 Illinois Manufacturers Directory, 2017 Illinois Services Directory and a selective telephone survey.

The following tables show employment by industry and by occupation for the Village, the County and the State as reported by the U.S. Census Bureau 2011-2015 American Community Survey 5-year estimated values.

### Employment By Industry(I)

Classification	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Agriculture, Forestry, Fishing and Hunting, and Mining	26	0.1%	4,575	0.2%	64,380	1.1%
Construction.....	575	2.1%	112,960	4.6%	313,232	5.1%
Manufacturing.....	1,510	5.6%	254,630	10.3%	765,301	12.6%
Wholesale Trade.....	695	2.6%	68,415	2.8%	184,522	3.0%
Retail Trade.....	1,843	6.8%	249,744	10.1%	668,523	11.0%
Transportation and Warehousing, and Utilities.....	997	3.7%	158,391	6.4%	358,122	5.9%
Information.....	944	3.5%	56,415	2.3%	123,286	2.0%
Finance and Insurance, and Real Estate and Rental and Leasing.....	2,079	7.7%	199,520	8.1%	446,219	7.3%
Professional, Scientific, and Management, and Administrative and Waste Management Services....	5,544	20.4%	342,325	13.9%	695,791	11.4%
Educational Services and Health Care and Social Assistance.....	8,709	32.1%	561,213	22.8%	1,396,976	23.0%
Arts, Entertainment and Recreation and Accommodation and Food Services.....	1,962	7.2%	243,193	9.9%	551,219	9.1%
Other Services, Except Public Administration.....	1,417	5.2%	123,729	5.0%	288,602	4.7%
Public Administration.....	854	3.1%	88,545	3.6%	230,053	3.8%
Total.....	27,155	100.0%	2,463,655	100.0%	6,086,226	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2011 to 2015.

### Employment By Occupation(I)

Classification	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Management, Business, Science and Arts .....	17,463	64.3%	943,691	38.3%	2,241,849	36.8%
Service .....	2,403	8.8%	447,279	18.2%	1,057,682	17.4%
Sales and Office .....	5,566	20.5%	601,574	24.4%	1,493,597	24.5%
Natural Resources, Construction, and Maintenance .....	524	1.9%	150,202	6.1%	444,435	7.3%
Production, Transportation, and Material Moving.....	1,199	4.4%	320,909	13.0%	848,663	13.9%
Total.....	27,155	100.0%	2,463,655	100.0%	6,086,226	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2011 to 2015.

### Unemployment Rates

As is shown in the following table, the Village has historically had a lower average annual unemployment rate than the County and the State.

### Annual Average Unemployment Rates(I)

Calendar Year	The Village	The County	The State
2007.....	3.4%	5.3%	5.0%
2008.....	4.3%	6.4%	6.3%
2009.....	7.3%	10.5%	10.2%
2010.....	8.3%	10.9%	10.4%
2011.....	8.0%	10.4%	9.7%
2012.....	7.6%	9.7%	9.0%
2013.....	7.6%	9.7%	9.1%
2014.....	5.8%	7.5%	7.1%
2015.....	4.8%	6.2%	5.9%
2016.....	4.7%	6.2%	5.9%
2017(2).....	4.2%	5.0%	4.6%

Notes: (1) Source: Illinois Department of Employment Security.  
 (2) Preliminary rates for the month of September 2017.

## Building Permits

The building permit valuations in the Village (the cost of the land is not included in the totals) are shown in the following table. The level of permits reflects the construction character of the Village.

### Value of Building Permits for Oak Park(I) (Excludes the Value of Land)

Calendar Year	Permit Valuations
2007.....	\$ 87,688,735
2008.....	64,975,019
2009.....	42,190,012
2010.....	48,449,587
2011.....	43,040,800
2012.....	53,858,374
2013.....	59,560,981
2014.....	64,481,506
2015.....	83,827,369
2016.....	175,495,468

Note: (1) Source: the Village.

## Housing

The U.S. Census Bureau 5-year estimated values reported that the median value of the Village's owner-occupied homes was \$353,100. This compares to \$218,700 for the County and \$173,800 for the State. The following table represents the five year average market value of specified owner-occupied units for the Village, the County and the State at the time of the 2011-2015 American Community Survey.

### Specified Owner-Occupied Units(I)

Value	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$50,000.....	240	1.9%	48,037	4.3%	240,110	7.6%
\$50,000 to \$99,999.....	658	5.1%	108,435	9.8%	518,898	16.3%
\$100,000 to \$149,999.....	806	6.3%	157,507	14.2%	533,593	16.8%
\$150,000 to \$199,999.....	1,139	8.9%	185,870	16.8%	527,923	16.6%
\$200,000 to \$299,999.....	2,051	16.0%	261,739	23.6%	648,006	20.4%
\$300,000 to \$499,999.....	4,597	35.9%	219,756	19.8%	473,931	14.9%
\$500,000 to \$999,999.....	3,027	23.6%	99,160	9.0%	188,536	5.9%
\$1,000,000 or more.....	291	2.3%	26,981	2.4%	46,708	1.5%
Total.....	12,809	100.0%	1,107,485	100.0%	3,177,705	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2011 to 2015.

### Mortgage Status(I)

	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Housing Units with a Mortgage.....	9,845	76.9%	756,665	68.3%	2,104,166	66.2%
Housing Units without a Mortgage..	2,964	23.1%	350,820	31.7%	1,073,539	33.8%
Total.....	12,809	100.0%	1,107,485	100.0%	3,177,705	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2011 to 2015.

**Income**

**Per Capita Personal Income  
 for the Highest Income Counties in the State(1)**

<u>Rank</u>		<u>2011 to 2015</u>
1	DuPage County	\$39,336
2	Lake County	39,299
3	McHenry County	33,735
4	Monroe County	32,889
5	Piatt County	32,724
6	Will County	31,310
7	McLean County	31,305
8	Kane County	31,056
9	Kendall County	31,053
10	Sangamon County	31,024
<b>11</b>	<b>Cook County</b>	<b>31,013</b>

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-Year Estimates 2011-2015.

The following shows a ranking of median family income for the Chicago metropolitan area from the 2011-2015 American Community Survey.

**Ranking of Median Family Income(1)**

<u>County</u>	<u>Family Income</u>	<u>Rank</u>
DuPage County	\$96,751	1
Lake County	93,668	2
Kendall County	91,612	3
McHenry County	89,768	4
Will County	87,950	5
Kane County	81,718	8
<b>Cook County</b>	<b>67,324</b>	<b>23</b>

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-Year Estimates 2011-2015.

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The U.S. Census Bureau 5-year estimated values reported that the Village had a median family income of \$113,919. This compares to \$67,324 for the County and \$71,546 for the State. The following table represents the distribution of family incomes for the Village, the County and the State at the time of the 2011-2015 American Community Survey.

**Family Income(1)**

Income	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$10,000.....	376	3.0%	64,458	5.4%	137,468	4.4%
\$10,000 to \$14,999.....	196	1.5%	39,120	3.3%	83,523	2.7%
\$15,000 to \$24,999.....	373	2.9%	98,161	8.3%	219,861	7.0%
\$25,000 to \$34,999.....	334	2.6%	103,925	8.8%	247,041	7.9%
\$35,000 to \$49,999.....	885	7.0%	140,772	11.9%	372,279	11.9%
\$50,000 to \$74,999.....	1,465	11.5%	200,807	16.9%	572,734	18.3%
\$75,000 to \$99,999.....	1,758	13.8%	156,377	13.2%	460,502	14.7%
\$100,000 to \$149,999.....	2,592	20.4%	190,625	16.1%	554,220	17.7%
\$150,000 to \$199,999.....	1,831	14.4%	87,173	7.4%	234,835	7.5%
\$200,000 or more.....	2,920	22.9%	103,439	8.7%	242,220	7.8%
Total.....	12,730	100.0%	1,184,857	100.0%	3,124,683	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2011 to 2015.

The U.S. Census Bureau 5-year estimated values reported that the Village had a median household income of \$80,196. This compares to \$55,251 for the County and \$57,574 for the State. The following table represents the distribution of household incomes for the Village, the County and the State at the time of the 2011-2015 American Community Survey.

**Household Income(1)**

Income	The Village		Cook County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$10,000.....	1,273	5.9%	166,690	8.6%	343,101	7.2%
\$10,000 to \$14,999.....	950	4.4%	95,443	4.9%	217,426	4.5%
\$15,000 to \$24,999.....	1,348	6.2%	201,757	10.4%	477,279	10.0%
\$25,000 to \$34,999.....	1,225	5.7%	183,447	9.4%	449,729	9.4%
\$35,000 to \$49,999.....	2,140	9.9%	241,142	12.4%	610,069	12.7%
\$50,000 to \$74,999.....	3,347	15.5%	328,904	16.9%	851,656	17.8%
\$75,000 to \$99,999.....	2,587	12.0%	231,125	11.9%	609,496	12.7%
\$100,000 to \$149,999.....	3,352	15.5%	258,409	13.3%	676,505	14.1%
\$150,000 to \$199,999.....	2,066	9.6%	109,676	5.6%	272,382	5.7%
\$200,000 or more.....	3,324	15.4%	126,366	6.5%	278,745	5.8%
Total.....	21,612	100.0%	1,942,959	100.0%	4,786,388	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2011 to 2015.

## Sales Tax History

The Village received sales taxes of \$6,326,908 including the 1.00% home-rule municipal sales, in fiscal year 2017.

The table below shows the distribution of the Village's portion of the Retailer's Occupation, Service Occupation and Use Tax ("Sales Tax") collected by the State Department of Revenue from retailers within the Village.

### Service Occupation and Use Tax(1)

<u>State Fiscal Year</u> <u>Ending June 30</u>	<u>State Sales Tax</u> <u>Distributions (2)</u>	<u>Annual Percentage</u> <u>Change + (-)</u>
2008 .....	\$3,217,239	(1.03%) (3)
2009 .....	3,073,948	(4.45%)
2010 .....	3,168,500	3.08%
2011 .....	3,310,505	4.48%
2012 .....	3,570,125	7.84%
2013 .....	3,447,131	(3.45%)
2014 .....	3,427,652	(0.57%)
2015 .....	3,466,018	1.12%
2016 .....	3,732,567	7.69%
2017 .....	3,908,333	4.71%

- Notes: (1) Source: Illinois Department of Revenue. This table does not include the 1.00% home-rule sales tax.
- (2) Tax distributions are based on records of the Illinois Department of Revenue relating to the 1% municipal portion of the Retailers' Occupation, Service Occupation and Use Tax, collected on behalf of the Village, less a State administration fee. The municipal 1% includes tax receipts from the sale of food and drugs which are not taxed by the State.
- (3) The 2008 percentage change is based on 2007 sales tax of \$3,250,832.

### Retailers' Occupation, Service Occupation and Use Tax(1)

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Municipal</u> <u>Tax</u>	<u>Municipal</u> <u>Home Rule</u> <u>Tax</u>	<u>Total</u> <u>State Sales</u> <u>Tax Distributions (2)</u>
2008 .....	\$3,217,239	\$2,116,905	\$5,334,144
2009 .....	3,073,948	1,969,439	5,043,386
2010 .....	3,168,500	2,073,200	5,241,700
2011 .....	3,310,505	2,222,720	5,533,225
2012 .....	3,570,125	2,442,695	6,012,820
2013 .....	3,447,131	2,312,883	5,760,014
2014 .....	3,427,652	2,352,730	5,780,382
2015 .....	3,466,018	2,387,156	5,853,174
2016 .....	3,732,567	2,400,387	6,132,954
2017 .....	3,908,333	2,418,575	6,326,908

- Notes: (1) Source: Illinois Department of Revenue.
- (2) Includes the 1.00% municipal home-rule sales tax.

**Sales Tax Receipts by Kind of Business(1)**  
 (For twelve months ended June 30, 2017)

	Amount Returned to the Village(2)	Percent
General Merchandise .....	\$ 57,865	1.48%
Food.....	995,806	25.48%
Drinking and Eating Places.....	861,025	22.03%
Apparel.....	104,362	2.67%
Furniture, Hardware and Radio.....	83,158	2.13%
Lumber, Building and Hardware.....	51,364	1.31%
Automotive and Filling Stations.....	566,135	14.49%
Drugs and Other Retail.....	858,361	21.96%
Agriculture and Extractive.....	276,780	7.08%
Manufacturers.....	<u>53,477</u>	<u>1.37%</u>
Total .....	\$3,908,333	100.00%

- Notes: (1) Source: State of Illinois, Department of Revenue. This table does not include the 1.00% home-rule sales tax. This is the most current available.
- (2) The amount returned to the Village is equal to 1% of taxable sales made at businesses located within the corporate limits of the Village.

**Investment in Oak Park**

The Village actively seeks new business development and is actively involved in promoting residential construction and rehabilitation. Factors contributing to the success of these development programs include a cooperative municipal government, the initiatives and expertise of the Oak Park Development Corporation and the convenient public transportation system. The Oak Park Development Corporation defines itself as a “private, not-for-profit organization created to stimulate and expand economic development in the community and to provide liaison between potential developers and local officials.”

The Village sold:

- \$3,000,000 General Obligation Corporate Purpose Bonds, Series 1982 and \$2,500,000 in 1985, were issued to fund low cost mortgages for acquisition, rehabilitation and redevelopment of multiple family dwellings, as well as to provide for related parking facilities.
- The \$1,500,000 Series 1992A and \$2,825,000 Series 1992B Bonds were sold to fund housing rehabilitation programs. Of the Series 1995A, 1995B and 1996 Bonds, \$4,000,000 was used to continue the housing rehabilitation program.
- The \$3,000,000 Series 1996B Bonds were sold to finance improvements to the Holly Court Parking Project.
- The \$3,500,000 Series 1998 Bonds were sold to finance various capital improvements throughout the Village.
- The \$5,500,000 Series 1999 Bonds were sold to finance capital improvements to the Village’s emergency telephone 911 system, to purchase a telephone system, to improve the Dole Learning Center and to construct major improvements to Austin Boulevard and Lake Street.

- The \$6,000,000 Series 2000 Bonds and \$10,000,000 Series 2001 Bonds were sold to finance the construction of a new library building and for additional improvements to the Dole Learning Center.
- The \$15,000,000 General Obligation Corporate Purpose Bonds, Series 2002 were sold to finance the completion of the library building project.
- The \$4,500,000 General Obligation Corporate Purpose Bonds, Series 2003 were sold to finance the construction of a public parking structure.
- The \$3,715,000 Taxable General Obligation Corporate Purpose Bonds, Series 2004A were sold to provide funds for a grant and loan for properties located near Barrie Park to be used for the purpose of environmental remediation and to refund a portion of the Village's outstanding Taxable General Obligation Corporate Purpose Bonds, Series 1996.
- The \$11,500,000 General Obligation Corporate Purpose Bonds, Series 2004B were sold to finance improvements to the Villages Water System, to construct general capital public improvements within the Village and to pay the costs of initial planning for a new public works facility. The \$8,804,536 General Obligation Corporate Purpose (Capital Appreciation) Bonds, Series 2005B were also sold to finance the construction of a portion of the new public works facility.
- The \$5,195,000 General Obligation Corporate Purpose Bonds, Series 2005A were issued to finance improvements to Madison Street and to construct a portion of a new public works facility.
- The \$5,000,000 General Obligation Corporate Purpose Bonds, Series 2006A were issued to finance public street and related streetscape improvements and a portion of a new public works facility. The \$13,495,649 General Obligation Corporate Purpose (Capital Appreciation) Bonds, Series 2006B were sold to finance a portion of said new public works facility.
- The \$2,700,000 General Obligation Corporate Purpose Bonds, Series 2007 were sold to finance public street and related streetscape improvements.
- The \$7,300,000 General Obligation Corporate Purpose Refunding Bonds, Series 2007A were used to advance refund a portion of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2000, due November 1, 2009 through 2014, and General Obligation Corporate Purpose Bonds, Series 2001, due November 1, 2015 through 2020. The \$10,330,000 General Obligation Refunding Bonds, Series 2010A were used to currently refund the November 1, 2010, maturity of and advance refunded the remainder of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2001, and currently refunded all of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2002.
- The \$7,695,000 Taxable General Obligation Refunding Bonds, Series 2010B were used to prepay two taxable sales tax revenue notes that were issued to purchase land for redevelopment.
- The \$13,315,000 General Obligation Refunding Bonds, Series 2010C were used to advance refund a portion of the Village's outstanding Parking Revenue Bonds, Series 2001, advance refunded a portion of the Village's outstanding Water Revenue Bonds, Series 2001, and currently refunded a portion of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2003.

- The \$5,030,000 General Obligation Corporate Purpose Project and Refunding Bonds, Series 2011B were used to finance public capital infrastructure improvements to the Village's Water System and advance refund a portion of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2004B.
- The \$9,615,000 General Obligation Corporate Purpose Bonds, Series 2012A were used to currently refund a portion of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2004B, advance refund a portion of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2005A, and advance refund a portion of the Village's outstanding General Obligation Corporate Purpose Bonds, Series 2006A. The \$1,310,000 Taxable General Obligation Corporate Purpose Refunding Bonds, Series 2012B were used to currently refund a portion of the Village's outstanding Taxable General Obligation Corporate Purpose Bonds, Series 2004A.
- The \$13,470,000 General Obligation Corporate Purpose Refunding Bonds, Series 2015A were issued to advance refund a portion of the Village's outstanding General Obligation Corporate Purpose (Capital Appreciation) Bonds, Series 2005B.
- The \$9,000,000 General Obligation Corporate Purpose Bonds, Series 2015B were issued to finance street and alley improvements, street lighting, equipment purchase, information technology and information systems.
- The \$20,300,000 General Obligation Corporate Purpose Refunding Bonds, Series 2016A Bond proceeds were issued to defease a portion of the November 1, 2016 maturity and to currently refund the remaining maturities of the Village's outstanding General Obligation Corporate Purpose (Capital Appreciation) Bonds, Series 2006B.
- The \$4,075,000 Taxable General Obligation Corporate Purpose Bonds, Series 2016B Bond proceeds were issued to finance a garage project.
- The \$2,845,000 Taxable General Obligation Corporate Purpose Bonds, Series 2016C Bond proceeds were issued to finance streetscape projects.
- The \$10,005,000 General Obligation Corporate Purpose Bonds, Series 2016D Bond proceeds were issued to finance street, alley and Village facility improvements.
- The \$10,395,000 General Obligation Corporate Purpose Bonds, Series 2016E Bond proceeds were issued to finance the acquisition of a public parking garage.

Prior to 1995, the Village issued \$8,900,000 of debt to finance improvements to its central business district which has been designated as a tax increment district. In 1995, the Village issued an additional \$5,500,000 for the tax increment district. In 2011, the Village issued \$4,900,000 General Obligation Corporate Purpose Bonds, Series 2011A, which were used to finance public capital infrastructure improvements within the Greater Downtown TIF District. Tax increment revenues are currently sufficient to support the total obligation.

## **Housing**

The Village is predominantly residential, and the principal construction since 1980 consists mainly of townhouses and multiple family homes. The Village has a history of planning its development and redevelopment. A strong housing code was adopted in 1958 and revised in 1981, 2015, and 2016. The building code and related property maintenance code require high standards in order to retain the value of the Village's many fine residential structures. The current zoning ordinance was adopted in 2002. The current Comprehensive Plan was adopted in 2014 and provided for the following approximate distribution of parcels: 79% single family; 5.2% two family; 5.4% multiple family; 4.2% commercial; 1.7% mixed use; 0.10% light industrial; 2.9% community facilities and 1.5% other/vacant/right of way. The commercial zoning code was reviewed in 2000 and 2001 and approved in 2002.

Zoning affecting apartment buildings includes: the number of dwelling units permitted are proportional to the lot size, building set back are required and a percentage of the lot must be kept open. In addition, at least two spaces of off-street parking for each single-family and two-family dwelling unit must be provided and off-street parking for multiple family is dependent on the number of bedrooms. Bi-annual elevator inspections are performed by a sub-contractor to ensure elevator maintenance and safety. All apartment buildings must obtain a license and are inspected at least once every four years, depending on inspection performance. The Village annually spends more than \$385,000 for code enforcement and property maintenance activities. The licensing practice is designed to assist in maintaining a good housing inventory in the Village.

## **THE PROJECT**

The Bond proceeds will be used to improve, construct, purchase and install alleys, streets, streetscapes, sidewalks, street lighting and related equipment, as well as the improvement and replacement of Village facilities, together with all necessary land and rights in land, professional, legal, engineering, electrical, financial and other services, costs of borrowing, reserves, and other related costs (the "2017A Capital Improvement Program").

## **DEFAULT RECORD**

The Village has no record of default and has met its debt repayment obligations promptly.

## **SHORT-TERM BORROWING**

The Village has not issued tax anticipation warrants or revenue anticipation notes during the last five years to meet its short-term current year cash flow requirements.

## DEBT INFORMATION

After issuance of the Bonds and the proposed refunding of certain outstanding Series 2007 and Series 2007A of the Village, to be completed prior to year-end 2017, the Village will have outstanding \$102,490,000\* principal amount of general obligation debt. The Village also has outstanding \$9,225,000 principal amount of Taxable Sales Tax Revenue Bonds.

The Village intends to issue additional debt within the next twelve months.

### General Obligation Debt Summary(1)

	<u>Amount</u> <u>Outstanding</u>	<u>Source of Payment</u>
Series 2007.....	\$ 1,400,000	Property Taxes
Series 2007A.....	2,795,000	Property Taxes
Series 2010C.....	5,140,000	Property Taxes
Series 2011A.....	1,980,000	TIF Revenues
Series 2011B.....	4,920,000	Property Taxes
Series 2012A.....	6,635,000	Property Taxes
Series 2015A.....	12,270,000	Property Taxes
Series 2015B.....	8,165,000	Property Taxes
Series 2016A.....	20,300,000	Property Taxes
Series 2016B.....	4,075,000	Property Taxes
Series 2016C.....	2,845,000	Property Taxes
Series 2016D.....	10,005,000	Property Taxes
Series 2016E.....	10,395,000	Property Taxes
Series 2017A.....	13,415,000	Property Taxes
Series 2017B.....	1,445,000(2)	Property Taxes
Less: Series 2007 Proposed to be Refunded.....	(1,400,000)	Property Taxes
Series 2017C.....	2,880,000(2)	Property Taxes
Less: Series 2007A Proposed to be Refunded.....	<u>(2,795,000)</u>	Property Taxes
Sub-Total.....	\$104,470,000(2)	
Less: Self Supporting.....	<u>(1,980,000)</u>	
Total.....	\$102,490,000(2)	

Notes: (1) Source: the Village. Excludes principal amounts due November 1, 2017 for which payment is available.  
 (2) Subject to change.

**General Obligation Bonded Debt(1)**  
 (Principal Only)  
 (Page 1 of 2)

Calendar Year	Series 2007	Series 2007A	Series 2010C	Series 2011A	Series 2011B	Series 2012A	Series 2015A	Series 2015B	Series 2016A	Taxable Series 2016B	Taxable Series 2016C
2018 .....	\$ 400,000	\$ 895,000	\$1,520,000	\$ 640,000	\$ 30,000	\$1,050,000	\$ 650,000	\$ 420,000	\$ 0	\$ 0	\$ 0
2019 .....	300,000	935,000	1,585,000	660,000	30,000	1,100,000	935,000	430,000	0	190,000	50,000
2020 .....	200,000	965,000	1,075,000	680,000	30,000	735,000	1,070,000	450,000	0	195,000	50,000
2021 .....	500,000	0	305,000	0	665,000	970,000	625,000	240,000	0	195,000	2,745,000
2022 .....	0	0	320,000	0	1,455,000	410,000	530,000	250,000	175,000	200,000	0
2023 .....	0	0	335,000	0	1,035,000	630,000	980,000	260,000	185,000	205,000	0
2024 .....	0	0	0	0	840,000	705,000	1,010,000	270,000	155,000	210,000	0
2025 .....	0	0	0	0	835,000	730,000	1,540,000	280,000	560,000	220,000	0
2026 .....	0	0	0	0	0	305,000	1,690,000	285,000	1,075,000	225,000	0
2027 .....	0	0	0	0	0	0	1,705,000	295,000	1,210,000	230,000	0
2028 .....	0	0	0	0	0	0	1,535,000	310,000	1,445,000	240,000	0
2029 .....	0	0	0	0	0	0	0	320,000	3,190,000	250,000	0
2030 .....	0	0	0	0	0	0	0	330,000	3,955,000	260,000	0
2031 .....	0	0	0	0	0	0	0	340,000	4,110,000	270,000	0
2032 .....	0	0	0	0	0	0	0	355,000	4,240,000	280,000	0
2033 .....	0	0	0	0	0	0	0	365,000	0	290,000	0
2034 .....	0	0	0	0	0	0	0	380,000	0	300,000	0
2035 .....	0	0	0	0	0	0	0	390,000	0	315,000	0
2036 .....	0	0	0	0	0	0	0	405,000	0	0	0
2037 .....	0	0	0	0	0	0	0	420,000	0	0	0
2038 .....	0	0	0	0	0	0	0	440,000	0	0	0
2039 .....	0	0	0	0	0	0	0	455,000	0	0	0
2040 .....	0	0	0	0	0	0	0	475,000	0	0	0
Total ..	\$1,400,000	\$2,795,000	\$5,140,000	\$1,980,000	\$4,920,000	\$6,635,000	\$12,270,000	\$8,165,000	\$20,300,000	\$4,075,000	\$2,845,000

Note: (1) Source: the Village.

(Continued on following page)

**General Obligation Bonded Debt(1)**  
 (Principal Only)  
 (Page 2 of 2)

Calendar Year	Series 2016D	Series 2016E	Series 2017A	Series 2017B(2)	Series 2007	Series 2007C(2)	Series 2007A	Total Outstanding Bonds (2)	Less: Self-Supporting TIF Bonds	Net Property Tax Supported Debt (2)	Cumulative Retirement(2)	
											Amount	Percent
2018	\$ 0	\$ 410,000	\$ 0	\$ 425,000	\$ (400,000)	\$ 950,000	\$ (895,000)	\$ 6,095,000	\$ 640,000	\$ 5,455,000	\$ 5,455,000	5.32%
2019	125,000	420,000	0	315,000	(300,000)	960,000	(935,000)	6,800,000	660,000	6,140,000	11,595,000	11.31%
2020	750,000	435,000	0	205,000	(200,000)	970,000	(965,000)	6,645,000	680,000	5,965,000	17,560,000	17.13%
2021	25,000	445,000	0	500,000	(500,000)	0	0	6,715,000	0	6,715,000	24,275,000	23.69%
2022	800,000	460,000	680,000	0	0	0	0	5,280,000	0	5,280,000	29,555,000	28.84%
2023	800,000	475,000	320,000	0	0	0	0	5,225,000	0	5,225,000	34,780,000	33.94%
2024	800,000	485,000	710,000	0	0	0	0	5,185,000	0	5,185,000	39,965,000	38.99%
2025	600,000	500,000	920,000	0	0	0	0	6,185,000	0	6,185,000	46,150,000	45.03%
2026	800,000	515,000	615,000	0	0	0	0	5,510,000	0	5,510,000	51,660,000	50.40%
2027	600,000	530,000	905,000	0	0	0	0	5,475,000	0	5,475,000	57,135,000	55.75%
2028	600,000	550,000	815,000	0	0	0	0	5,495,000	0	5,495,000	62,630,000	61.11%
2029	600,000	565,000	780,000	0	0	0	0	5,705,000	0	5,705,000	68,335,000	66.67%
2030	200,000	585,000	490,000	0	0	0	0	5,820,000	0	5,820,000	74,155,000	72.35%
2031	200,000	605,000	530,000	0	0	0	0	6,055,000	0	6,055,000	80,210,000	78.26%
2032	200,000	630,000	550,000	0	0	0	0	6,255,000	0	6,255,000	86,465,000	84.36%
2033	905,000	655,000	1,270,000	0	0	0	0	3,485,000	0	3,485,000	89,950,000	87.76%
2034	1,000,000	680,000	1,015,000	0	0	0	0	3,375,000	0	3,375,000	93,325,000	91.06%
2035	500,000	710,000	1,355,000	0	0	0	0	3,270,000	0	3,270,000	96,595,000	94.25%
2036	500,000	740,000	1,305,000	0	0	0	0	2,950,000	0	2,950,000	99,545,000	97.13%
2037	0	0	1,155,000	0	0	0	0	1,575,000	0	1,575,000	101,120,000	98.66%
2038	0	0	0	0	0	0	0	440,000	0	440,000	101,560,000	99.09%
2039	0	0	0	0	0	0	0	455,000	0	455,000	102,015,000	99.54%
2040	0	0	0	0	0	0	0	475,000	0	475,000	102,490,000	100.00%
<b>Total</b>	<b>\$10,005,000</b>	<b>\$10,395,000</b>	<b>\$13,415,000</b>	<b>\$1,445,000</b>	<b>\$(1,400,000)</b>	<b>\$2,880,000</b>	<b>\$(2,795,000)</b>	<b>\$104,470,000</b>	<b>\$1,980,000</b>	<b>\$102,490,000</b>		

Notes: (1) Source: the Village.  
 (2) Subject to change.

**Detailed Overlapping Bonded Debt(1)**  
 (As of October 3, 2017)

	<u>Outstanding Debt</u>	<u>Applicable to the Village</u>	
		<u>Percent (2)</u>	<u>Amount (3)</u>
<b>Schools:</b>			
School District No. 97 .....	\$ 16,520,000	100.00%	\$ 16,520,000
Oak Park-River Forest HS District No. 200.....	985,000	74.06%	729,491
Triton Community College District No. 504.....	45,205,000	17.10%	<u>7,730,055</u>
Total Schools.....			\$ 24,979,546
<b>Other:</b>			
Cook County.....	3,213,141,750	0.97%	\$ 31,167,475
Cook County Forest Preserve District.....	157,510,000	0.97%	1,527,847
Metropolitan Water Reclamation District.....	2,583,922,748	0.99%	25,580,835
Oak Park Park District.....	25,345,000	100.00%	<u>25,345,000</u>
Total Other.....			\$ 83,621,157
Total Overlapping Debt.....			\$108,600,703

- Notes: (1) Source: Cook County Clerk. Includes alternate revenue bonds.  
 (2) Overlapping debt percentages based on 2016 EAV, the most current available.  
 (3) Due to rounding, totals may not be exact sums.

**Statement of Bonded Indebtedness(1)**

	<u>Amount Applicable</u>	<u>Ratio To</u>		<u>Per Capita (2010 Census Pop. 51,878)</u>
		<u>Equalized Assessed</u>	<u>Estimated Actual</u>	
Village EAV of Taxable Property, 2016 .....	\$1,386,653,517	100.00%	33.33%	\$26,729.12
Estimated Actual Value, 2016.....	\$4,159,960,551	300.00%	100.00%	\$80,187.37
Village Direct Bonded Debt(2) .....	\$ 104,470,000	7.53%	2.51%	\$ 2,013.76
Less: Self-Supporting Debt.....	(1,980,000)	(0.14%)	(0.05%)	(38.17)
Total Direct Bonded Debt(2) .....	\$ 102,490,000	7.39%	2.46%	\$ 1,975.59
<b>Overlapping Bonded Debt(3):</b>				
Schools.....	\$ 24,979,546	1.80%	0.60%	\$ 481.51
All Others.....	<u>83,621,157</u>	<u>6.03%</u>	<u>2.01%</u>	<u>1,611.88</u>
Total Overlapping Bonded Debt .....	\$ <u>108,600,703</u>	<u>7.83%</u>	<u>2.61%</u>	<u>\$2,093.39</u>
Total Net Direct and Overlapping Bonded Debt(2)(3) .	\$ 211,090,703	15.22%	5.07%	\$4,068.98

- Notes: (1) Source: Cook County Clerk.  
 (2) Pursuant to the provisions of the 1970 Constitution of the State of Illinois, the Village is a home rule unit by virtue of its population and as such has no general obligation debt limit. In addition, the Village's home rule powers enable it to issue general obligation debt without a referendum. Includes the Bonds and the proposed Series 2017B and Series 2017C Bonds. Subject to change.  
 (3) As of October 3, 2017.

## PROPERTY ASSESSMENT AND TAX INFORMATION

For the 2016 levy year, the Village's EAV was comprised of 89.92% residential, 0.46% industrial, 9.56% commercial, and 0.06% railroad property valuations.

### Equalized Assessed Valuation(1)

Property Class	Levy Years				
	2012	2013	2014 (2)	2015	2016
Residential.....	\$1,268,623,126	\$1,177,616,951	\$1,245,449,945	\$1,199,866,188	\$1,246,938,421
Commercial.....	152,355,629	147,197,290	130,674,617	127,872,693	132,519,945
Industrial.....	48,602,242	43,727,696	6,194,369	5,900,388	6,391,541
Railroad.....	581,655	674,123	686,942	802,244	803,610
Total.....	\$1,470,162,652	\$1,369,216,060	\$1,383,005,873	\$1,334,441,513	\$1,386,653,517
Percentage Change +(-).....	(7.94%) (3)	(6.87%)	1.01%	(3.51%)	3.91%

- Notes: (1) Source: Cook County Clerk.  
 (2) Triennial reassessment year.  
 (3) Percentage change based on 2011 EAV of \$1,596,903,799.

### Representative Tax Rates(1) (Per \$100 of EAV)

	Levy Years				
	2012	2013	2014 (2)	2015	2016
<b>Village Rates:</b>					
Corporate.....	\$0.8682	\$0.9602	\$0.9879	\$1.0545	\$1.1315
Police Pension.....	0.2502	0.2924	0.2937	0.3452	0.3670
Fire Pension.....	0.2252	0.2426	0.2472	0.2759	0.4161
IMRF.....	0.0000	0.0000	0.0000	0.0000	0.0000
Purchase Agreement.....	0.0000	0.0000	0.0000	0.0000	0.0000
Bonds and Interest.....	0.2190	0.3032	0.3122	0.3864	0.3415
Total Village Rates.....	\$1.5626	\$1.7984	\$1.8410	\$2.0620	\$2.2561
Oak Park Library.....	0.6410	0.7150	0.7390	0.7500	0.6470
Cook County.....	0.5310	0.5600	0.5680	0.5520	0.5330
Cook County Forest Preserve District.....	0.0630	0.0690	0.0690	0.0690	0.0630
Consolidated Elections.....	0.0000	0.0310	0.0000	0.0340	0.0000
Oak Park Township(3).....	0.1960	0.2180	0.2230	0.2350	0.2300
Oak Park Mental Health District.....	0.1010	0.1090	0.1080	0.1120	0.1080
Suburban T.B Sanitarium District.....	0.0000	0.0000	0.0000	0.0000	0.0000
Metropolitan Water Reclamation Dist.....	0.3700	0.4170	0.4300	0.4260	0.4060
Des Plaines Mosquito Abatement Dist.....	0.0150	0.0160	0.0160	0.0170	0.0170
Park District of Oak Park.....	0.5790	0.6330	0.6390	0.6740	0.6540
School District Number 97.....	4.0160	4.3820	4.4030	4.5970	5.5820
High School District Number 200.....	3.2520	2.9510	2.9240	3.6340	3.5310
Community College District Number 504.....	0.2690	0.3250	0.3360	0.3520	0.3300
Total Rates(4).....	\$11.5956	\$12.2244	\$12.2960	\$13.5140	\$14.3571

- Notes: (1) Source: Cook County Clerk.  
 (2) Triennial reassessment year.  
 (3) Includes Road and Bridge and General Assistance.  
 (4) Representative tax rates for other government units are from Oak Park Township tax code 27001 which represents the largest portion of the Village's 2016 EAV, the most current available.

### Village Tax Extensions and Collections(1)

Levy Year	Collection Year	Taxes Extended	Total Collections	
			Amount (2)	Percent
2009.....	2010.....	\$20,703,295	\$20,384,868	98.46%
2010.....	2011.....	22,004,258	21,804,898	99.09%
2011.....	2012.....	22,694,817	21,835,143	96.21%
2012.....	2013.....	22,974,294	22,625,791	98.48%
2013.....	2014.....	24,624,892	24,286,997	98.63%
2014.....	2015.....	25,429,926	24,902,954	97.93%
2015.....	2016.....	27,516,184	26,848,808	97.57%
2016.....	2017(2).....	31,283,206	30,772,688	98.34%

- Notes: (1) Source: the Village's audited financial reports and the Village.  
 Includes collections in subsequent years.  
 (2) Total collections as of October 13, 2017.

### Major Village Taxpayers(1)

Taxpayer Name	Business/Service	2016 EAV(2)
MacNeal Hospital.....	Hospital.....	\$16,703,950
Greenplan Property MGMT.....	Property Management.....	10,861,781
HTA Rush LLC(3).....	Medical.....	10,249,116
Fox Partners LP.....	Real Estate Contractors.....	7,603,123
Ryan LLC(4).....	Residential Management.....	5,816,965
Oak Park Place Apartments.....	Apartments.....	5,805,228
Oak Park Residences Corp.....	Property Management.....	5,487,952
Shaker and Associates.....	Property Management.....	5,187,829
SDOP CORP Midamerica(5).....	Real Property.....	5,049,055
1120 Club LLC.....	Real Property.....	4,536,512
Total.....		\$77,301,511
Ten Largest Taxpayers as a Percent of Village's 2016 EAV (\$1,386,653,517).....		5.57%

- Notes: (1) Source: Cook County Clerk.  
 (2) Every effort has been made to seek out and report the largest taxpayer. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2016 EAV is the most current available.  
 (3) Formerly Maple AV MED and Bradley.  
 (4) Formerly Aimco TTA MS 235.  
 (5) Formerly The Taxman CORP.

## REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

### Real Property Assessment

The County Assessor (the "Assessor") is responsible for the assessment of all taxable real property within Cook County (the "County"), including that in the Village, except for certain railroad property and pollution control facilities, which are assessed directly by the Illinois Department of Revenue (the "Department of Revenue"). For triennial reassessment purposes, Cook County is divided into three districts: west and south suburbs (the "South Tri"), north and northwest suburbs (the "North Tri"), and the City of Chicago (the "City Tri"). The Village is located in the South Tri and was reassessed for the 2014 tax levy year.

Real property in the County is separated into classes for assessment purposes. After the County Assessor establishes the fair market value of a parcel of property, that value is multiplied by the appropriate classification percentage to arrive at the assessed valuation (the "Assessed Valuation") for the parcel. Prior to the 2009 tax levy year, the classification percentages ranged from 16% for certain residential, commercial and industrial property to 36% and 38%, respectively, for other industrial and commercial property. On September 17, 2008, the Cook County Board of Commissioners approved changes to the property classification ordinance. The changes reduced the percentages used to calculate the assessed value of real property in the County for real estate tax purposes. These reductions take effect in the 2009 tax levy year. Such new classification percentages range from 10% for certain residential, commercial and industrial property to 25% for other industrial and commercial property.

Property is classified for assessment into six basic categories, each of which is assessed (beginning with the 2009 tax levy year) at various percentages of fair market value as follows: Class 1) unimproved real estate - 10%; Class 2) residential - 10%; Class 3) rental-residential - 16%, in tax year 2009, 13% in assessment year 2010, and 10% in assessment year 2011 and subsequent years; Class 4) not-for-profit - 25%; Class 5a) commercial - 25%; Class 5b) industrial - 25%. There are also eight additional categories. Upon expiration of such classification, property so classified will revert to one of the basic six assessment classifications described above. Newly constructed industrial properties or substantially rehabilitated sections of existing industrial properties within the County may qualify for a Class 6b assessment level, which assessment level is 10% for the first 10 years and for any subsequent 10-year renewal periods. However, if the incentive is not renewed, the 6b assessment level is 15% in year 11 and 20% in year 12, hereafter reverting to Class 5b. Real estate, which is to be used for industrial or commercial purposes where such real estate has undergone environmental testing and remediation, may be eligible for a Class C assessment level. The Class C assessment level for industrial properties is 10% for the first 10 years, 15% in year 11 and 20% in year 12, thereafter reverting to Class 5b. Class C commercial properties are assessed at 10% for the first 10 years, 15% in year 11 and 20% in year 12, thereafter reverting to Class 5a. Commercial properties that are newly constructed or substantially rehabilitated and are within an area determined to be an area in need of commercial development may be classified as Class 7a or 7b property, and will then be assessed at a level of 10% for the first 10 years, 15% in year 11 and 20% in year 12, thereafter reverting to Class 5a. Newly constructed or rehabilitated commercial buildings and acquisition of abandoned property and rehabilitation of buildings thereon including the land upon which the buildings are situated and the land related to the rehabilitation may be classified as Class 7c, and will be assessed at a level of 10% for first 3 years and any 3 year renewal; if not renewed, 15% in year 4, 20% in year 5, thereafter reverting to Class 5a. Certain commercial and industrial properties located in zones determined to be in need of substantial revitalization or in an enterprise community could be eligible for Class 8 assessments. The Class 8 assessment level for industrial properties is 10% for the first 10 years and for any subsequent 10-year renewal periods. If the incentive is not renewed, the Class 8 assessment level for industrial properties is 15% in year 11 and 20% in year 12, thereafter reverting to Class 5b. The Class 8 assessment level for commercial properties is 10% for the first 10 years, 15% in year 11 and 20% in year 12, thereafter reverting to Class 5a. Substantially rehabilitated or new construction multi-family residential properties within certain target areas, empowerment or enterprise zones may be eligible for Class 9 categorization. The Class 9 assessment level is 10% for an initial 10-year period, renewable upon application for additional 10-year periods. When the Class 9 assessment level expires, the assessment level reverts to the applicable classification. Rental-residential (Class 3) properties subject to a Section 8 contract that has been renewed under the "Mark Up To Market" option may qualify for a Class S assessment level. The Class S assessment level is 10% for the term of the Section 8 contract renewal under the Mark Up To Market option, and for any additional terms of renewal of the Section 8 contract under the Mark Up To Market option. When the Class S assessment level expires, the assessment level reverts to Class 3. Substantially rehabilitated properties which are designated as Class 3, Class 4, Class 5a or Class 5b and which qualify as Landmark or Contributing buildings may qualify for a Class L assessment level. The Class L assessment level for Class 3, 4 or 5b properties is 10% for the first 10 years and for any subsequent 10-year renewal periods. If the incentive is not renewed, the Class L assessment level is 15% in year 11 and 20% in year 12, thereafter reverting to Class 3, 4 or 5b. Class L commercial properties are assessed at 10% for the first 10 years, 15% in year 11 and 20% in year 12, thereafter reverting to Class 5a.

The Assessor has established procedures enabling taxpayers to contest their proposed Assessed Valuations. Once the Assessor certifies its final Assessed Valuations, a taxpayer can seek review of its assessment by appealing to the Cook County Board of Review, which consists of three commissioners elected by the voters of the County. The Board of Review has the power to adjust the Assessed Valuations set by the Assessor.

Owners of both residential property having six or fewer units and owners of real estate other than residential property with six or fewer units are able to appeal decisions of the Board of Review to the Illinois Property Tax Appeal Board (the "PTAB"), a statewide administrative body. The PTAB has the power to determine the Assessed Valuation of real property based on equity and the weight of the evidence. Taxpayers may appeal the decision of PTAB to either the Circuit Court of Cook County or the Illinois Appellate Court under the Illinois Administrative Review Law.

As an alternative to seeking review of Assessed Valuations by PTAB, taxpayers who have first exhausted their remedies before the Board of Review may file an objection in the Circuit Court of Cook County similar to the previous judicial review procedure but with a different standard of proof than that previously required. In addition, in cases where the Assessor agrees that an assessment error has been made after tax bills have been issued, the Assessor can correct any factual error, and thus reduce the amount of taxes due, by issuing a Certificate of Error. Certificates of Error are not issued in cases where the only issue is the opinion of the valuation of the property.

## Equalization

After the County Assessor has established the Assessed Valuation for each parcel for a given year, and following any revisions by the Board of Review or PTAB, the Illinois Department of Revenue is required by statute to review the Assessed Valuations. The Illinois Department of Revenue establishes an equalization factor (the "Equalization Factor"), commonly called the "multiplier," for each county to make all valuations uniform among the 102 counties in the State. Under State law, the aggregate of the assessments within each county is to be equalized at 33-1/3% of the estimated fair cash value of real property located within the county prior to any applicable exemptions. One multiplier is applied to all property in Cook County, regardless of its assessment category, except for some farmland property which is not subject to equalization.

Once the Equalization Factor is established, the Assessed Valuation, as revised by the Board of Review or PTAB, is multiplied by the Equalization Factor to determine the equalized assessed valuation (the "EAV") of that parcel. The EAV for each parcel is the final property valuation used for determination of tax liability. The aggregate EAV for all parcels in any taxing body's jurisdiction, plus the valuation of property assessed directly by the State, constitutes the total real estate tax base for the taxing body and is the figure used to calculate tax rates (the "Assessment Base"). The following table sets forth the Equalization Factor for Cook County for the last 10 tax levy years.

<u>TAX LEVY YEAR</u>	<u>EQUALIZATION FACTOR</u>
2007	2.8439
2008	2.9786
2009	3.3701
2010	3.3000
2011	2.9706
2012	2.8056
2013	2.6621
2014	2.7253
2015	2.6685
2016	2.8032

## Exemptions

The Illinois Property Tax Code, as amended (the “Property Tax Code”), exempts certain property from taxation. Certain property is exempt from taxation on the basis of ownership and/or use, including, but not limited to, public parks, not-for-profit schools, public schools, churches, not-for-profit hospitals and public hospitals. In addition, the Property Tax Code provides a variety of homestead exemptions, which are discussed below.

An annual General Homestead Exemption provides that the EAV of certain property owned and used for residential purposes (“Residential Property”) may be reduced by the amount of any increase over the 1977 EAV, up to a maximum reduction of \$7,000 for tax year 2012 and thereafter.

The Long-Time Occupant Homestead Exemption limits the increase in EAV of a taxpayer’s homestead property to 10% per year if such taxpayer has owned the property for at least 10 years as of January 1 of the assessment year (or 5 years if purchased with certain government assistance) and has a household income of \$100,000 or less (“Qualified Homestead Property”). If the taxpayer’s annual income is \$75,000 or less, the EAV of the Qualified Homestead Property may increase by no more than 7% per year. There is no exemption limit for Qualified Homestead Properties.

The Homestead Improvement Exemption applies to Residential Property that has been improved and to properties that have been rebuilt in the two years following a catastrophic event, as defined in the Property Tax Code. The exemption is limited to \$75,000 per year, to the extent the Assessed Valuation is attributable solely to such improvements or rebuilding.

The Senior Citizens Homestead Exemption annually reduces the EAV on residences owned and occupied by senior citizens. Beginning with tax year 2013, the maximum exemption is \$5,000.

The Senior Citizens Assessment Freeze Homestead Exemption freezes property tax assessments for homeowners who are 65 and older, reside in their property as their principal place of residence and receive a household income not in excess of \$55,000. This exemption grants to qualifying senior citizens an exemption equal to the difference between (a) the current EAV of the residence and (b) the EAV of a senior citizen’s residence for the year prior to the year in which he or she first qualifies and applies for the exemption, plus the EAV of improvements since such year.

Beginning January 1, 2015 purchasers of certain single family homes and residences of one to six units located in certain distressed communities can apply for the Community Stabilization Assessment Freeze Pilot Program. To be eligible the purchaser must meet certain requirements for rehabilitating the property, including expenditures of at least \$5 per square foot, adjusted by CPI. Upon meeting the requirements, the assessed value of the improvements is reduced by (a) 90% in the first seven years, (b) 65% in the eighth year and (c) 35% in the ninth year. The program will be phased out by June 30, 2029.

The Natural Disaster Homestead Exemption (the “Natural Disaster Exemption”) applies to homestead properties containing a residential structure that has been rebuilt following a natural disaster occurring in taxable year 2012 or any taxable year thereafter. A natural disaster is an occurrence of widespread or severe damage or loss of property resulting from any catastrophic cause including but not limited to fire, flood, earthquake, wind, or storm. The Natural Disaster Exemption is equal to the equalized assessed value of the residence in the first taxable year for which the taxpayer applies for the exemption minus the base amount. To be eligible for the Natural Disaster Exemption, the residential structure must be rebuilt within two years after the date of the natural disaster, and the square footage of the rebuilt residential structure may not be more than 110% of the square footage of the original residential structure as it existed immediately prior to the natural disaster. The Natural Disaster Exemption remains at a constant amount until the taxable year in which the property is sold or transferred.

Three exemptions are available to veterans of the United States armed forces. The Disabled Veterans' Exemption exempts up to \$100,000 of the Assessed Valuation of property owned and used exclusively by veterans, their spouses or unmarried surviving spouses. Qualification for this exemption requires the veteran's disability to be of such a nature that the federal government has authorized payment for purchase of specially adapted housing under the U.S. Code as certified to annually by the Illinois Department of Veterans Affairs.

The Disabled Veterans' Standard Homestead Exemption provides an annual homestead exemption to veterans with a service-connected disability based on the percentage of such disability. If the veteran has a (a) service-connected disability of 30% or more but less than 50%, the annual exemption is \$2,500, (b) service-connected disability of 50% or more but less than 70%, the annual exemption is \$5,000, and (c) service-connected disability of 70% or more, the property is exempt from taxation.

The Returning Veterans' Homestead Exemption is available for property owned and occupied as the principal residence of a veteran in the assessment year, or the year following the assessment year, in which the veteran returns from an armed conflict while on active duty in the United States armed forces. This provision grants a one-time homestead exemption of \$5,000.

Finally, the Disabled Persons' Homestead Exemption provides an annual homestead exemption in the amount of \$2,000 for property that is owned and occupied by certain disabled persons who meet State-mandated guidelines.

## **Tax Levy**

As part of the annual budgetary process of governmental units (the "Units") with power to levy taxes in the County, proceedings are adopted by the designated body for each Unit each year in which it determines to levy real estate taxes. The administration and collection of real estate taxes is statutorily assigned to the County Clerk and the County Treasurer. After the Units file their annual tax levies, the County Clerk computes the annual tax rate for each Unit. The Cook County Clerk uses the prior year's EAV to compute the taxing district's maximum allowable levy. The maximum levy that can be raised for a Unit is the maximum tax rate for that Unit multiplied by the prior year, EAV for all property currently in the district. The prior year's EAV includes the prior year's EAV plus the EAV of any new property, the current year value of any annexed property, and any recovered tax increment value, minus any disconnected property for the current year under the Limitation Law. The tax rate for a Unit is computed by dividing the lesser of the maximum allowable levy or the actual levy by the current year's EAV.

## **Property Tax Extension Limitation Law**

The Property Tax Extension Limitation Law (the "Limitation Law") limits the amount of the annual increase in property taxes to be extended for certain Illinois non-home rule units of government. In general, the Limitation Law restricts the amount of such increases to the lesser of 5% or the percentage increase in the Consumer Price Index during the calendar year preceding the levy year. Currently, the Limitation Law applies only to and is a limitation upon all non-home rule taxing bodies in Cook County, the five collar counties (DuPage, Kane, Lake, McHenry and Will) and several downstate counties.

Home rule units, including the Village, are exempt from the limitations contained in the Limitation Law. If the Limitation Law were to apply in the future to the Village, the limitations set forth therein will not apply to any taxes levied by the Village to pay the principal of and interest on the Bonds.

## Extensions

The County Clerk then computes the total tax rate applicable to each parcel of real property by aggregating the tax rates of all of the Units having jurisdiction over the particular parcel. The County Clerk extends the tax by entering the tax (determined by multiplying the total tax rate by the EAV of that parcel for the current assessment year) in the books prepared for the County Collector (the “Warrant Books”) along with the tax rates, the Assessed Valuation and the EAV. The Warrant Books are the County Collector’s authority for the collection of taxes and are used by the County Collector as the basis for issuing tax bills to all property owners.

## Collections

Property taxes are collected by the County Collector, who is also the County Treasurer, who remits to each Unit its share of the collections. Taxes levied in one year become payable during the following year in two installments, the first due on March 1 and the second on the later of August 1 or 30 days after the mailing of the tax bills. A payment due is deemed to be paid on time if the payment is postmarked on the due date. The first installment is equal to one-half of the prior year’s tax bill; beginning in collection year 2010, this estimated amount was raised to 55% of the prior year’s tax bill. However, if a Certificate of Error is approved by a court or certified on or before November 30 of the preceding year and before the estimated tax bills are prepared, then the first installment is instead equal to one-half of the corrected prior year’s tax bill. The second installment is for the balance of the current year’s tax bill, and is based on the then current tax year levy, assessed value and Equalization Factor, and reflects any changes from the prior year in those factors. The following table sets forth the second installment penalty date for the last 10 tax levy years in Cook County; the first installment penalty date has been March 1 for all such years.

<u>TAX LEVY YEAR</u>	<u>SECOND INSTALLMENT PENALTY DATE</u>
2007	November 3, 2008
2008	December 1, 2009
2009	December 13, 2010
2010	November 1, 2011
2011	August 1, 2012
2012	August 1, 2013
2013	August 1, 2014
2014	August 3, 2015
2015	August 1, 2016
2016	August 1, 2017

It is possible that the changes to the assessment appeals process described above will cause delays similar to those experienced in past years in preparation and mailing of the second installment in future years. The County may provide for tax bills to be payable in four installments instead of two. However, the County has not required payment of tax bills in four installments. During the periods of peak collections, tax receipts are forwarded to each Unit on a weekly basis. Upon receipt of taxes from the County Collector, the Village promptly credits the taxes received to the funds for which they were levied.

At the end of each collection year, the County Collector presents the Warrant Books to the Circuit Court and applies for a judgment for all unpaid taxes. The court orders resulting from the application for judgment provides for an Annual Tax Sale (the "Annual Tax Sale") of unpaid taxes shown on that year's Warrant Books. A public sale is held, at which time successful tax buyers pay the unpaid taxes plus penalties. In each such public sale, the collector can use any "automated means." Unpaid taxes accrue penalties at the rate of 1.5% per month from their due date until the date of sale. Taxpayers can redeem their property by paying the amount paid at the sale, plus a maximum of 12% for each six-month period after the sale. If no redemption is made within the applicable redemption period (ranging from six months to two and one-half years depending on the type and occupancy of the property) and the tax buyer files a petition in the Circuit Court, notifying the necessary parties in accordance with the applicable law, the tax buyer receives a deed to the property. In addition, there are miscellaneous statutory provisions for foreclosure of tax liens.

If there is no sale of the tax lien on a parcel of property at the Annual Tax Sale, the taxes are forfeited and the property becomes eligible to be purchased at any time thereafter at an amount equal to all delinquent taxes and interest accrued to the date of purchase. Redemption periods and procedures are the same as applicable to the Annual Tax Sale.

The Scavenger Sale (the "Scavenger Sale"), like the Annual Tax Sale, is a sale of unpaid taxes. The Scavenger Sale is held every two years on all property on which two or more years' taxes are delinquent. The sale price of the unpaid taxes is the amount bid at such sale, which may be less than the amount of delinquent taxes. Redemption periods vary from six months to two and a half years depending upon the type and occupancy of the property.

Illinois legislators have introduced proposals to modify the Limitation Law, including freezing property taxes and extending tax caps to all taxing bodies in the State (the "Property Tax Freeze Proposal"). If the Property Tax Freeze Proposal or similar legislation were to become law, such reform may have a material impact on the finances of the Village and the ability of the Village to issue non-referendum bonds. The Village cannot predict whether, or in what form, any change to the Limitation Law, including the Property Tax Freeze Proposal, may be enacted into law, nor can the Village predict the effect of any such change on the Village's finances.

## **Truth in Taxation Law**

Legislation known as the Truth in Taxation Law (the "Law") limits the aggregate amount of certain taxes which can be levied by, and extended for, a taxing district to 105% of the amount of taxes extended in the preceding year unless specified notice, hearing and certification requirements are met by the taxing body. The express purpose of the Law is to require published disclosure of, and hearing upon, an intention to adopt a levy in excess of the specified levels.

## **FINANCIAL INFORMATION**

### **Investment Policy**

The investment objectives of the Village of Oak Park are to maximize interest revenue while insuring acceptable levels of risk and maintaining sufficient internal controls to safeguard the investments and provide timely and accurate reports. These objectives are to be pursued under the constraints imposed by State statute, a preference for use of local institutions and the prudent investor rule:

"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 probable safety of their capital as well as the probable income to be derived."

## **No Consent or Updated Information Requested of the Auditor**

The tables and excerpts (collectively, the “Excerpted Financial Information”) contained in this “**FINANCIAL INFORMATION**” section and in **APPENDIX A** are from the audited financial statements of the Village, including the audited financial statements for the fiscal year ended December 31, 2016 (the “2016 Audit”), which was approved by formal action of the Village Board. The Village has not requested the Auditor to update information contained in the Excerpted Financial Information; nor has the Village requested that the Auditor consent to the use of the Excerpted Financial Information in this Final Official Statement. Other than as expressly set forth in this Final Official Statement, the financial information contained in the Excerpted Financial Information has not been updated since the date of the 2016 Audit. The inclusion of the Excerpted Financial Information in this Final Official Statement in and of itself is not intended to demonstrate the fiscal condition of the Village since the date of the 2016 Audit. Questions or inquiries relating to financial information of the Village since the date of the 2016 Audit should be directed to the Village.

## **Financial Reports**

The Village’s financial statements are audited annually by certified public accountants. The Village’s financial statements are completed on a modified accrual basis of accounting consistent with generally accepted accounting principles applicable to governmental entities. See **APPENDIX A** for more detail.

## **Summary Financial Information**

The following tables are summaries and do not purport to be the complete audits, copies of which are available upon request. See **APPENDIX A** for excerpts of the Village’s 2016 fiscal year audit.

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## Statement of Net Position Governmental Activities

	Audited as of December 31				
	2012	2013	2014	2015(1)	2016(1)
<b>ASSETS:</b>					
Cash and Investments.....	\$ 6,198,879	\$ 12,804,119	\$ 12,585,782	\$ 16,102,903	\$ 29,995,742
Property Taxes, Net.....	22,443,672	25,122,766	26,833,369	27,249,385	31,653,797
Other Taxes.....	1,013,903	1,012,948	1,010,745	1,023,117	1,023,394
Accounts.....	1,109,660	1,091,175	1,102,567	1,155,847	1,214,254
Grants.....	0	26,628	8,766	18,228	4,506
Notes.....	5,779,567	5,548,170	5,207,864	5,085,859	3,060,968
Internal Balances.....	0	0	0	715,965	870,944
Due from Other Governments.....	4,120,586	15,084,268	12,977,258	10,593,029	7,317,172
Due to/from Other Funds.....	1,447,362	1,229,551	0	0	0
Due from Fiduciary Funds.....	4,184	0	0	0	0
Due to Fiduciary Funds.....	0	0	0	0	25,549
Due from Component Unit.....	1,045,147	0	0	0	0
Deposits.....	0	0	895,500	0	0
Prepaid Items.....	0	0	376,067	311,692	575,493
Advances to Other Funds.....	2,222,111	722,111	0	0	0
Property Held for Resale.....	16,604,766	16,604,766	16,604,766	10,967,448	4,921,610
Deferred Charges.....	0	0	0	0	0
Net Pension Asset.....	2,481,690	2,759,125	2,935,309	0	0
Capital Assets, Not Being Depreciated.....	15,462,598	16,318,609	18,013,344	18,243,354	14,916,158
Capital Assets, Net of Accumulated Depreciation.....	<u>93,294,003</u>	<u>89,681,326</u>	<u>87,053,070</u>	<u>87,043,692</u>	<u>93,877,462</u>
<b>Total Assets.....</b>	<b><u>\$173,228,128</u></b>	<b><u>\$188,005,562</u></b>	<b><u>\$185,604,407</u></b>	<b><u>\$178,510,519</u></b>	<b><u>\$189,457,049</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>					
Pension Related Amounts.....	\$ 0	\$ 0	\$ 0	\$ 44,895,974	\$ 41,279,414
Unamortized Loss on Refunding.....	660,802	730,547	635,605	856,190	738,809
<b>Total Assets and Deferred Outflows of Resources.....</b>	<b><u>\$173,888,930</u></b>	<b><u>\$188,736,109</u></b>	<b><u>\$186,240,012</u></b>	<b><u>\$224,262,683</u></b>	<b><u>\$231,475,272</u></b>
<b>LIABILITIES:</b>					
Accounts Payable.....	\$ 1,615,934	\$ 3,069,866	\$ 2,806,237	\$ 7,819,986	\$ 2,481,442
Accrued Payroll.....	1,351,346	1,481,132	1,385,716	631,820	801,652
Accrued Interest Payable.....	224,087	271,887	228,775	245,778	454,085
Due to Fiduciary Funds.....	0	0	808	0	0
Other Payables.....	411,078	456,737	462,592	785,420	836,021
Unearned Revenues.....	90,721	226,443	2,224,765	3,909,702	1,779,846
Claims Payable.....	3,292,897	3,625,805	3,637,867	0	0
Due To Other Governments.....	3,621,825	2,395	2,395	22,048	0
Noncurrent Liabilities.....	<u>72,012,141</u>	<u>79,588,475</u>	<u>74,732,466</u>	<u>247,133,518</u>	<u>269,471,735</u>
<b>Total Liabilities.....</b>	<b><u>\$ 82,620,029</u></b>	<b><u>\$ 88,722,740</u></b>	<b><u>\$ 85,481,621</u></b>	<b><u>\$260,548,272</u></b>	<b><u>\$275,824,781</u></b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>					
Deferred Property Taxes.....	\$ 22,443,127	\$ 25,022,819	\$ 25,959,325	\$ 27,122,858	\$ 31,598,880
Deferred Intergovernmental Revenue.....	0	3,619,430	1,656,970	0	0
Deferred Gain on Refunding.....	0	0	0	0	543,440
Pension Related Amounts.....	0	0	0	3,995,542	3,828,727
<b>Total Liabilities and Deferred Inflows of Resources.....</b>	<b><u>\$105,063,156</u></b>	<b><u>\$117,364,989</u></b>	<b><u>\$113,097,916</u></b>	<b><u>\$291,666,672</u></b>	<b><u>\$311,795,828</u></b>
<b>NET POSITION:</b>					
Invested In Capital Assets, Net.....	\$ 53,615,876	\$ 53,867,238	\$ 55,742,582	\$ 46,042,805	\$ 25,899,662
Restricted.....	15,695,253	13,789,491	15,461,474	18,113,844	11,310,314
Unrestricted.....	(485,355)	3,714,391	1,938,040	(131,560,638)	(117,530,532)
<b>Total Net Position.....</b>	<b><u>\$ 68,825,774</u></b>	<b><u>\$ 71,371,120</u></b>	<b><u>\$ 73,142,096</u></b>	<b><u>\$(67,403,989)</u></b>	<b><u>\$(80,320,556)</u></b>

Note: (1) Change in accounting principle.

## Statement of Activities Governmental Activities

	Audited as of December 31				
	2012	2013	2014	2015(1)	2016(1)
<b>Functions/Programs:</b>					
Governmental Activities:					
General Government.....	\$ (3,780,311)	\$ (3,188,791)	\$ (2,863,709)	\$ (10,256,663)	\$ (3,609,779)
Public Safety.....	(28,829,187)	(29,727,232)	(29,412,665)	(43,038,263)	(47,678,504)
Highways and Streets.....	(8,418,287)	(8,010,975)	(9,866,654)	(11,064,997)	(9,880,582)
Health.....	(370,965)	(760,032)	(739,534)	(2,981,375)	(1,019,441)
Economic and Community Development.....	(9,768,518)	(7,764,279)	(10,534,093)	(20,616,008)	(16,419,691)
Interest.....	<u>(3,167,680)</u>	<u>(3,126,599)</u>	<u>(3,023,197)</u>	<u>(3,170,606)</u>	<u>(3,634,875)</u>
Total Governmental Activities.....	<u>\$ (54,334,948)</u>	<u>\$ (52,577,908)</u>	<u>\$ (56,439,852)</u>	<u>\$ (91,127,912)</u>	<u>\$ (82,242,872)</u>
General Revenues:					
Taxes.....	\$ 53,261,563	\$ 49,850,747	\$ 53,690,533	\$ 54,830,592	\$ 60,112,809
Investment Income.....	14,348	33,853	(553,032)	15,577	44,420
Intergovernmental.....	4,558,385	4,942,954	4,966,998	5,519,985	5,050,013
Gain (Loss) On Disposal of Capital Assets.....	0	0	287,723	162,013	0
Transfers In (Out).....	(5,033,866)	(281,171)	(317,782)	(44,004)	1,440,604
Miscellaneous.....	<u>555,433</u>	<u>576,871</u>	<u>136,388</u>	<u>182,124</u>	<u>706,840</u>
Total General Revenues and Transfers.....	<u>\$ 53,355,863</u>	<u>\$ 55,123,254</u>	<u>\$ 58,210,828</u>	<u>\$ 60,666,287</u>	<u>\$ 67,354,686</u>
Change In Net Assets.....	\$ (979,085)	\$ 2,545,346	\$ 1,770,976	\$ (30,461,625)	\$ (14,888,186)
Net Position, Beginning.....	83,240,313	68,825,774	71,371,120	73,142,096	(67,403,989)
Prior Period Adjustment.....	<u>(13,435,454)</u>	<u>0</u>	<u>0</u>	<u>(110,084,460)</u>	<u>1,971,619</u>
Net Position, Ending.....	<u>\$ 68,825,774</u>	<u>\$ 71,371,120</u>	<u>\$ 73,142,096</u>	<u>\$ (67,403,989)</u>	<u>\$ (80,320,556)</u>

Note: (1) Change in accounting principle.

## General Fund Balance Sheet

	Audited as of December 31				
	2012	2013	2014	2015	2016
<b>ASSETS:</b>					
Cash and Investments.....	\$ 142,140	\$ 872,948	\$ 0	\$ 1,198,500	\$ 6,788,924
Taxes Receivable.....	19,943,642	21,370,718	22,451,342	23,087,971	27,321,543
Accounts Receivable.....	815,610	904,903	1,073,733	1,124,246	1,214,254
Due From Other Governmental Units.....	2,534,559	2,123,727	1,818,132	2,055,559	1,977,352
Notes Receivable.....	2,361,199	2,125,489	1,940,014	1,818,461	1,746,443
Deposits.....	0	0	895,500	0	0
Prepaid Items.....	0	0	153,323	21,099	258,645
Advances to Other Funds.....	2,222,111	722,111	0	0	0
Due from Other Funds.....	10,142,678	7,321,197	10,751,835	5,658,047	11,178,817
Due from Fiduciary Funds.....	<u>26,204</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets.....	<u>\$38,188,143</u>	<u>\$35,441,093</u>	<u>\$39,083,879</u>	<u>\$34,963,883</u>	<u>\$50,485,978</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES,              AND FUND BALANCES:</b>					
Liabilities:					
Accounts Payable.....	\$ 809,396	\$ 685,633	\$ 611,398	\$ 911,808	\$ 903,381
Accrued Payroll.....	1,321,269	1,450,240	1,358,428	625,911	789,907
Other/Intergovernmental Payables.....	411,078	456,737	462,592	785,420	836,021
Due to Other Funds.....	8,877,453	4,327,287	7,792,444	3,143,280	10,771,905
Due to Fiduciary Funds.....	22,020	0	808	0	0
Deferred Inflows of Resources.....	19,298,976	20,616,469	21,238,623	22,360,052	26,664,889
Fund Balances.....	<u>7,447,951</u>	<u>7,904,727</u>	<u>7,619,586</u>	<u>7,137,412</u>	<u>10,519,875</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances.....	<u>\$38,188,143</u>	<u>\$35,441,093</u>	<u>\$39,083,879</u>	<u>\$34,963,883</u>	<u>\$50,485,978</u>

## General Fund Revenues and Expenditures

	Audited Fiscal Year Ending December 31				
	2012	2013	2014	2015	2016
<b>REVENUES:</b>					
Property Tax (Net) .....	\$18,968,482	\$19,872,641	\$20,633,652	\$20,896,634	\$22,985,193
Other Taxes (1) .....	13,289,872	12,823,997	13,448,312	13,155,224	14,997,578
Licenses, Permits and Fees ....	2,299,706	2,444,591	2,745,828	2,897,130	2,941,167
Fines .....	2,523,936	2,463,571	2,217,829	2,088,735	1,889,054
Intergovernmental .....	6,141,426	6,521,180	6,678,688	7,098,690	6,675,897
Charges for Services .....	1,811,973	1,521,228	1,752,420	1,760,237	2,220,591
Investment Income .....	1,109	13,501	(317,696)	14,812	36,429
Miscellaneous .....	261,307	129,379	170,288	165,912	201,484
Total Revenues .....	<u>\$45,297,811</u>	<u>\$45,790,088</u>	<u>\$47,329,321</u>	<u>\$48,077,374</u>	<u>\$51,947,393</u>
<b>EXPENDITURES:</b>					
Public Safety .....	\$29,313,644	\$28,935,871	\$30,514,828	\$29,995,606	\$31,725,991
General Government .....	6,106,303	4,954,694	5,077,708	6,566,069	6,019,397
Highways and Streets .....	6,165,610	6,398,188	6,885,703	6,889,303	7,486,064
Health .....	692,891	802,302	774,163	739,140	708,740
Economic and Community Dev ....	3,342,640	3,951,620	5,000,960	5,904,433	4,743,309
Debt Service .....	0	0	43,271	173,083	422,065
Total Expenditures .....	<u>\$45,621,088</u>	<u>\$45,042,675</u>	<u>\$48,296,633</u>	<u>\$50,267,634</u>	<u>\$51,105,566</u>
<b>Other Financing Sources (Uses):</b>					
Sale of Capital Assets .....	\$ 0	\$ 24,293	\$ 103,319	\$ 27,394	\$ 0
Gain (Loss) on Sale of Property Held for Resale .....	276,086	0	0	0	0
Proceeds from Issuance of Loan/Notes .....	0	0	800,000	1,430,000	0
Proceeds from Sale of Assets ..	0	0	0	0	2,263,080
Net Transfers/Note Proceeds ...	<u>(373,000)</u>	<u>(314,930)</u>	<u>(221,148)</u>	<u>250,692</u>	<u>177,828</u>
Total Other Financing Sources (Uses) .....	\$ (96,914)	\$ (290,637)	\$ 682,171	\$ 1,708,086	\$ 2,440,908
Net Change In Fund Balance ....	\$ (420,191)	\$ 456,776	\$ (285,141)	\$ (482,174)	\$ 3,282,735
Fund Balance, Beginning of Year	\$ 7,868,142	\$ 7,447,951	\$ 7,904,727	\$ 7,619,586	\$ 7,137,412
Prior Period Adjustment .....	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>99,728</u> (2)
Fund Balance, End of Year .....	\$ 7,447,951	\$ 7,904,727	\$ 7,619,586	\$ 7,137,412	\$10,519,875

Notes: (1) Includes sales taxes, income taxes, real estate transfer taxes, hotel/motel taxes, utility taxes, liquor taxes, and user fees and charges.  
 (2) Investment restated.

**General Fund  
 Budget Financial Information**

	Budget Twelve Months Ending <u>12/31/2017</u>
<b>REVENUES:</b>	
Tax Revenues .....	\$48,667,370
Licenses and Permits .....	2,066,000
Fines .....	2,590,000
Charges for Services .....	2,066,400
Grants .....	195,560
Interfund Transfer Revenue .....	3,024,000
Financing and Investment Income .....	5,000
Miscellaneous .....	<u>1,200,000</u>
Total Revenues .....	\$59,814,330
<b>EXPENDITURES:</b>	
Personal Services .....	\$27,421,708
Fringe Benefits .....	18,546,429
Materials and Supplies .....	2,160,333
Contractual Services .....	7,754,413
Capital Outlay .....	637,900
Debt Service .....	671,046
Grants .....	2,082,500
Transfers .....	<u>540,000</u>
Total Expenditures .....	\$59,814,329
Excess (Deficiency) of Revenues Over (Under) Expenditures .....	\$ 1

For the General Fund, the Village expects to end fiscal year 2017 with a deficit of about \$162,000.

**PENSION AND RETIREMENT OBLIGATIONS**

The latest audited pension information is contained in **APPENDIX D** herein.

The police and fire pensions are subject to audit. Currently, the pensions are not fully funded. The state law provides for fully funding over an extended period. The Village annually funds the actuarially required contribution. In the event that contributions and investment revenue are insufficient for the pension obligation, the Village will be required to increase its contribution by increasing revenues or decreasing expenditures on other services.

The Illinois Municipal Retirement Fund (IMRF) is held by the State of Illinois, which sets the annual contribution by the Village. The full annual amount is funded each year.

**REGISTRATION, TRANSFER AND EXCHANGE**

See also **APPENDIX B** for information on registration, transfer and exchange of book-entry bonds. The Bonds will be initially issued as book-entry bonds.

The Village shall cause books (the "Bond Register") for the registration and for the transfer of the Bonds to be kept at the principal office maintained for the purpose by the Bond Registrar in Chicago, Illinois. The Village will authorize to be prepared, and the Bond Registrar shall keep custody of, multiple bond blanks executed by the Village for use in the transfer and exchange of Bonds.

Any Bond may be transferred or exchanged, but only in the manner, subject to the limitations, and upon payment of the charges as set forth in the Bond Ordinance. Upon surrender for transfer or exchange of any Bond at the principal office maintained for the purpose by the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by the registered owner or such owner's attorney duly authorized in writing, the Village shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the registered owner, transferee or transferees (as the case may be) a new fully registered Bond or Bonds of the same maturity and interest rate of authorized denominations, for a like aggregate principal amount.

The execution by the Village of any fully registered Bond shall constitute full and due authorization of such Bond, and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond, provided, however, the principal amount of outstanding Bonds of each maturity authenticated by the Bond Registrar shall not exceed the authorized principal amount of Bonds for such maturity less Bonds previously paid.

The Bond Registrar shall not be required to transfer or exchange any Bond following the close of business on the 15th day of the month next preceding any interest payment date on such Bond (known as the record date), nor to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, nor during a period of fifteen days next preceding mailing of a notice of redemption of any Bonds.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal or interest on any Bonds shall be made only to or upon the order of the registered owner thereof or such owner's legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the Village or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds except in the case of the issuance of a Bond or Bonds for the unredeemed portion of a bond surrendered for redemption.

## **TAX MATTERS**

In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., Bond Counsel, under existing law, the interest on the Bonds is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals and corporations. It should be noted, however, that with respect to corporations (as defined for federal income tax purposes) such interest is taken into account in determining adjusted current earnings for the purpose of computing the alternative minimum tax imposed on such corporations. Bond Counsel will express no opinion regarding any other federal or state tax consequences arising with respect to the Bonds and the interest thereon.

The opinion on federal tax matters is based on the accuracy of certain representations and certifications, and continuing compliance with certain covenants, of the Village contained in the transcript of proceedings and which are intended to evidence and assure the foregoing, including that the Bonds are and will remain obligations the interest on which is excludable from gross income for federal income tax purposes. The Village has covenanted to take the actions required of it for the interest on the Bonds to be and to remain excludable from gross income for federal income tax purposes, and not to take any actions that would adversely affect that exclusion. Bond Counsel's opinion assumes the accuracy of the Village's certifications and representations and the continuing compliance with the Village's covenants. Noncompliance with these covenants by the Village may cause the interest on the Bonds to be included in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. After the date of issuance of the Bonds, Bond Counsel will not undertake to determine (or to so inform any person) whether any actions taken or not taken, or any events occurring or not occurring, or any other matters coming to Bond Counsel's attention, may adversely affect the exclusion from gross income for federal income tax purposes of interest on the Bonds or the market prices of the Bonds.

The opinion of Bond Counsel is based on current legal authority and covers certain matters not directly addressed by such authority. It represents Bond Counsel's legal judgment as to the excludability of interest on the Bonds from gross income for federal income tax purposes but is not a guarantee of that conclusion. The opinion is not binding on the Internal Revenue Service ("IRS") or any court. Bond Counsel cannot give and has not given any opinion or assurance about the effect of future changes in the Internal Revenue Code of 1986, as amended (the "Code"), the applicable regulations, the interpretations thereof or the enforcement thereof by the IRS.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry the Bonds. Bond Counsel will express no opinion regarding any such consequences.

### **Tax Treatment Of Accruals On Original Issue Discount Bonds**

Under existing law, if the initial public offering price to the public (excluding bond houses and brokers) of a Bond is less than the stated redemption price of such Bonds at maturity, then such Bond is considered to have "original issue discount" equal to the difference between such initial offering price and the amount payable at maturity (such Bonds are referred to as "OID Bonds"). Such discount is treated as interest excludable from federal gross income to the extent properly allocable to each registered owner thereof. The original issue discount accrues over the term to maturity of each such OID Bonds on the basis of a constant interest rate compounded at the end of each six-month period (or shorter period) from the date of original issue with straight-line interpolations between compounding dates. The amount of original issue discount accruing during each period is added to the adjusted basis of such OID Bonds to determine taxable gain upon disposition (including sale, redemption or payment on maturity) of such OID Bonds.

The Code contains certain provisions relating to the accrual of original issue discount in the case of purchasers of OID Bonds who purchase such OID Bonds after the initial offering of a substantial amount thereof. Owners who do not purchase such OID Bonds in the initial offering at the initial offering prices should consult their own tax advisors with respect to the tax consequences of ownership of such OID Bonds.

All holders of the OID Bonds should consult their own tax advisors with respect to the allowance of a deduction for any loss on a sale or other disposition of an OID Bond to the extent such loss is attributable to accrued original issue discount.

### **Amortizable Bond Premium**

For federal income tax purposes, the excess of the initial offering price to the public (excluding bond houses and brokers) at which a Bond is sold over the amount payable at maturity thereof constitutes for the original purchasers of such Bonds (collectively, the "Original Premium Bonds") an amortizable bond premium. Bonds other than Original Premium Bonds may also be subject to an amortizable bond premium determined generally with regard to the taxpayer's basis (for purposes of determining loss on a sale or exchange) and the amount payable on maturity or, in certain cases, on an earlier call date (such bonds being referred to herein collectively with the Original Premium Bonds as the "Premium Bonds"). Such amortizable bond premium is not deductible from gross income. The amount of amortizable bond premium allocable to each taxable year is generally determined on the basis of the taxpayer's yield to maturity determined by using the taxpayer's basis (for purposes of determining loss on sale or exchange) of such Premium Bonds and compounding at the close of each six-month accrual period. The amount of amortizable bond premium allocable to each taxable year is deducted from the taxpayer's adjusted basis of such Premium Bonds to determine taxable gain upon disposition (including sale, redemption or payment at maturity) of such Premium Bonds.

All holders of the Premium Bonds should consult with their own tax advisors as to the amount and effect of the amortizable bond premium.

## **Market Discount**

The “market discount rules” of the Code apply to the Bonds. Accordingly, holders acquiring their Bonds subsequent to the initial issuance of the Bonds will generally be required to treat market discount recognized under the provisions of the Code as ordinary taxable income (as opposed to capital gain income). Holders should consult their own tax advisors regarding the application of the market discount provisions of the Code and the advisability of making any of the elections relating to market discount allowed by the Code.

## **Information Reporting And Backup Withholding**

Information reporting requirements apply to interest paid after March 31, 2007 on tax-exempt obligations, including the Bonds. In general, such requirements are satisfied if the interest recipient completes, and provides the payor with, a Form W-9, “Request for Taxpayer Identification Number and Certification,” or unless the recipient is one of a limited class of exempt recipients, including corporations. A recipient not otherwise exempt from information reporting who fails to satisfy the information reporting requirements will be subject to “backup withholding,” which means that the payor is required to deduct and withhold a tax from the interest payment, calculated in the manner set forth in the Code. For the foregoing purpose, a “payor” generally refers to the person or entity from whom a recipient receives its payments of interest or who collects such payments on behalf of the recipient.

If an owner purchasing the Bonds through a brokerage account has executed a Form W-9 in connection with the establishment of such account no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the Bonds from gross income for federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner’s federal income tax once the required information is furnished to the IRS.

## **Future Developments**

Bond Counsel’s engagement with respect to the Bonds ends with the issuance of the Bonds and, unless separately engaged, bond counsel is not obligated to defend the Village in the event of an audit examination by the IRS. The IRS has a program to audit tax-exempt obligations to determine whether the interest thereon is includible in gross income for federal income tax purposes. If the IRS does audit the Bonds, under current IRS procedures, the IRS will treat the Village as the taxpayer and the beneficial owners of the Bonds will have only limited rights, if any, to obtain and participate in judicial review of such audit.

NO ASSURANCE CAN BE GIVEN THAT ANY FUTURE LEGISLATION OR CLARIFICATIONS OR AMENDMENTS TO THE CODE, IF ENACTED INTO LAW, WILL NOT CONTAIN PROPOSALS WHICH COULD CAUSE THE INTEREST ON THE BONDS TO BE SUBJECT DIRECTLY OR INDIRECTLY TO FEDERAL INCOME TAXATION, ADVERSELY AFFECT THE MARKET PRICE OR MARKETABILITY OF THE BONDS, OR OTHERWISE PREVENT THE HOLDERS FROM REALIZING THE FULL CURRENT BENEFIT OF THE STATUS OF THE INTEREST THEREON. BOND COUNSEL EXPRESSES NO OPINION REGARDING ANY PENDING OR PROPOSED FEDERAL TAX LEGISLATION.

FURTHER, NO ASSURANCE CAN BE GIVEN THAT ANY ACTIONS OF THE INTERNAL REVENUE SERVICE, INCLUDING, BUT NOT LIMITED TO, SELECTION OF THE BONDS FOR AUDIT EXAMINATION, OR THE COURSE OR RESULT OF ANY EXAMINATION OF THE BONDS, OR OTHER BONDS WHICH PRESENT SIMILAR TAX ISSUES, WILL NOT AFFECT THE MARKET PRICE OF THE BONDS.

INVESTORS SHOULD CONSULT WITH THEIR TAX ADVISORS AS TO THE TAX CONSEQUENCES OF THEIR ACQUISITION, HOLDING OR DISPOSITION OF THE BONDS, INCLUDING THE IMPACT OF ANY PENDING OR PROPOSED FEDERAL TAX LEGISLATION.

### CONTINUING DISCLOSURE

The Village will enter into a Continuing Disclosure Undertaking (the “Undertaking”) for the benefit of the beneficial owners of the Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board (the “MSRB”) pursuant to the requirements of Section (b)(5) of Rule 15c2-12 (the “Rule”) adopted by the Securities and Exchange Commission (the “Commission”) under the Securities Exchange Act of 1934. No person, other than the Village, has undertaken, or is otherwise expected, to provide continuing disclosure with respect to the Bonds. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and a summary of other terms of the Undertaking, including termination, amendment and remedies, are set forth below under “**THE UNDERTAKING.**”

A failure by the Village to comply with the Undertaking will not constitute a default under the Ordinance and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. See “**THE UNDERTAKING - Consequences of Failure of the Village to Provide Information.**” The Village must report any failure to comply with the Undertaking in accordance with the Rule. Any broker, dealer or municipal securities dealer must consider such report before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

The Village failed to file its audited financial statement for fiscal year December 31, 2010 within the time period specified in prior continuing disclosure undertakings for base CUSIP numbers 671579, 671620 and 671647. As of the date of this Final Official Statement, the Village has filed such audited financial statement.

In the past five years there have been numerous rating actions reported by Moody’s Investors Service, Standard & Poor’s Rating Corporation and Fitch Ratings affecting the municipal bond insurance companies, some of which had insured bonds previously issued by the Village. Due to widespread knowledge of these rating actions, material event notices were not filed by the Village.

Moody’s Investors Service upgraded many of the Village’s outstanding bonds, as a result of its recalibration of US Municipal Ratings to its Global Rating Scale on April 16, 2010. Due to widespread knowledge of such recalibration, material event notices were not filed by the Village.

Bond Counsel expresses no opinion as to whether the Undertaking complies with the requirements of Section (b)(5) of the Rule.

## THE UNDERTAKING

The following is a brief summary of certain provisions of the Undertaking of the Village and does not purport to be complete. The statements made under this caption are subject to the detailed provisions of the Undertaking, a copy of which is available upon request from the Village.

### Annual Financial Information Disclosure

The Village covenants that it will disseminate its Annual Financial Information and its Audited Financial Statements, if any (as described below) to the MSRB in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information within 210 days after the last day of the Village's fiscal year (currently December 31). If Audited Financial Statements are not available when the Annual Financial Information is filed, the Village will file unaudited financial statements. The Village will submit Audited Financial Statements to the MSRB's Electronic Municipal Market Access ("EMMA") system within 30 days after availability to the Village. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports.

"Annual Financial Information" means:

1. The table under the heading of "**Retailers' Occupation, Service Occupation and Use Tax**" within this Final Official Statement;
2. All of the tables under the heading "**PROPERTY ASSESSMENT AND TAX INFORMATION**" within this Final Official Statement;
3. All of the tables under the heading "**DEBT INFORMATION**" within this Final Official Statement; and
4. All of the tables under the heading "**FINANCIAL INFORMATION**" (**Excluding Budget and Interim Financial Information**) within this Final Official Statement.

"Audited Financial Statements" means financial statements of the Village as audited annually by independent certified public accountants. Audited Financial Statements are expected to continue to be prepared according to Generally Accepted Accounting Principles as applicable to governmental units (i.e., as subject to the pronouncements of the Governmental Accounting Standards Board and subject to any express requirements of State law).

### Reportable Events Disclosure

The Village covenants that it will disseminate in a timely manner (not in excess of ten business days after the occurrence of the Reportable Event) Reportable Events Disclosure to the MSRB in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports. The "Events" are:

1. Principal and interest payment delinquencies
2. Non-payment related defaults, if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties
4. Unscheduled draws on credit enhancements reflecting financial difficulties
5. Substitution of credit or liquidity providers, or their failure to perform
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security
7. Modifications to the rights of security holders, if material
8. Bond calls, if material, and tender offers
9. Defeasances
10. Release, substitution or sale of property securing repayment of the securities, if material
11. Rating changes
12. Bankruptcy, insolvency, receivership or similar event of the Village\*
13. The consummation of a merger, consolidation, or acquisition involving the Village or the sale of all or substantially all of the assets of the Village, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material.

### **Consequences of Failure of the Village to Provide Information**

The Village shall give notice in a timely manner to the MSRB of any failure to provide disclosure of Annual Financial Information and Audited Financial Statements when the same are due under the Undertaking.

In the event of a failure of the Village to comply with any provision of the Undertaking, the beneficial owner of any Bond may seek mandamus or specific performance by court order, to cause the Village to comply with its obligations under the Undertaking. A default under the Undertaking shall not be deemed a default under the Bond Ordinance, and the sole remedy under the Undertaking in the event of any failure of the Village to comply with the Undertaking shall be an action to compel performance.

### **Amendment; Waiver**

Notwithstanding any other provision of the Undertaking, the Village by resolution or ordinance authorizing such amendment or waiver, may amend the Undertaking, and any provision of the Undertaking may be waived, if:

- (a) (i) The amendment or the waiver is made in connection with a change in circumstances that arises from a change in legal requirements, including, without limitation, pursuant to a “no-action” letter issued by the Commission, a change in law, or a change in the identity, nature, or status of the Village, or type of business conducted; or

*\*This event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Village in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Village, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Village.*

(ii) The Undertaking, as amended, or the provision, as waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of the beneficial owners of the Bonds, as determined by parties unaffiliated with the Village (such as Bond Counsel).

In the event that the Commission or the MSRB or other regulatory authority approves or requires Annual Financial Information or notices of a Reportable Event to be filed with a central post office, governmental agency or similar entity other than the MSRB or in lieu of the MSRB, the Village shall, if required, make such dissemination to such central post office, governmental agency or similar entity without the necessity of amending the Undertaking.

### **Termination of Undertaking**

The Undertaking shall be terminated if the Village shall no longer have any legal liability for any obligation on or relating to repayment of the Bonds under the Bond Ordinance. The Village shall give notice to the MSRB in a timely manner if this paragraph is applicable.

### **Additional Information**

Nothing in the Undertaking shall be deemed to prevent the Village from disseminating any other information, using the means of dissemination set forth in the Undertaking or any other means of communication, or including any other information in any Annual Financial Information or Audited Financial Statements or notice of occurrence of a Reportable Event, in addition to that which is required by the Undertaking. If the Village chooses to include any information from any document or notice of occurrence of a Reportable Event in addition to that which is specifically required by the Undertaking, the Village shall have no obligation under the Undertaking to update such information or include it in any future disclosure or notice of occurrence of a Reportable Event.

### **Dissemination of Information; Dissemination Agent**

When filings are required to be made with the MSRB in accordance with the Undertaking, such filings are required to be made through its EMMA system for municipal securities disclosure or through any other electronic format or system prescribed by the MSRB for purposes of the Rule.

The Village may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under the Undertaking, and may discharge any such Agent, with or without appointing a successor Dissemination Agent.

*The remainder of this page was left blank intentionally.*

### OPTIONAL REDEMPTION

The Bonds due November 1, 2022-2025 are not subject to optional redemption. The Bonds due November 1, 2026-2037, inclusive, are callable in whole or in part on any date on or after November 1, 2025, at a price of par and accrued interest. If less than all the Bonds are called, they shall be redeemed in such principal amounts and from such maturities as determined by the Village and within any maturity by lot.

The Bond Registrar will give notice of redemption, identifying the Bonds (or portions thereof) to be redeemed, by mailing a copy of the redemption notice by first class mail not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each Bond (or portion thereof) to be redeemed at the address shown on the registration books maintained by the Bond Registrar. Unless moneys sufficient to pay the redemption price of the Bonds to be redeemed are received by the Bond Registrar prior to the giving of such notice of redemption, such notice may, at the option of the Village, state that said redemption will be conditional upon the receipt of such moneys by the Bond Registrar on or prior to the date fixed for redemption. If such moneys are not received, such notice will be of no force and effect, the Village will not redeem such Bonds, and the Bond Registrar will give notice, in the same manner in which the notice of redemption has been given, that such moneys were not so received and that such Bonds will not be redeemed. Otherwise, prior to any redemption date, the Village will deposit with the Bond Registrar an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on the date.

Subject to the provisions for a conditional redemption described above, notice of redemption having been given as described above and in the Bond Ordinance, the Bonds or portions of Bonds so to be redeemed will, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the Village shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon surrender of such Bonds for redemption in accordance with said notice, such Bonds will be paid by the Bond Registrar at the redemption price.

### MANDATORY REDEMPTION

The Bonds maturing on November 1, 2029, are subject to mandatory redemption, in integral multiples of \$5,000 selected by lot by the Bond Registrar, at a redemption price of par plus accrued interest to the redemption date, on November 1 of the years and in the principal amounts as set forth below:

<u>Year</u>	<u>Principal Amount</u>
2028.....	\$815,000

The final principal amount of the Bonds maturing on November 1, 2029, is \$780,000.

All of the Bonds subject to mandatory sinking fund redemption shall be redeemed at a redemption price equal to the principal amount thereof to be redeemed. The Bond Registrar is authorized and directed to mail notice of mandatory sinking fund redemption of the Bonds in the manner provided in the Bond Ordinance.

The principal amounts of Bonds to be mandatorily redeemed in each year may be reduced through the earlier optional redemption thereof, with any partial optional redemptions of such Bonds credited against future mandatory redemption requirements in such order of the mandatory redemption dates as the Village may determine. In addition, on or prior to the 60th day preceding any mandatory redemption date, the Bond Registrar may, and if directed by the Village shall, purchase Bonds required to be retired on such mandatory redemption date. Any such Bonds so purchased shall be cancelled and the principal amount thereof shall be credited against the mandatory redemption required on such next mandatory redemption date.

The Bond Registrar will give notice of redemption, identifying the Bonds (or portions thereof) to be redeemed, by mailing a copy of the redemption notice by first class mail not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each Bond (or portion thereof) to be redeemed at the address shown on the registration books maintained by the Bond Registrar. Failure to give such notice by mail to any registered owner of the Bonds (or portion thereof) or any defect therein shall not affect the validity of any proceedings for the redemption of other Bonds (or portions thereof). All Bonds (or portions thereof) so called for redemption will cease to bear interest after the specified redemption date, provided funds for their redemption are on deposit at the place of payment at that time.

## **LITIGATION**

There is no litigation of any nature now pending or threatened restraining or enjoining the issuance, sale, execution or delivery of the Bonds, or in any way contesting or affecting the validity of the Bonds or any proceedings of the Village taken with respect to the issuance or sale thereof. There is no litigation now pending, or to the knowledge of the Village, threatened against the Village that is expected to materially impact the financial condition of the Village.

## **FINAL OFFICIAL STATEMENT AUTHORIZATION**

This Final Official Statement has been authorized for distribution to prospective purchasers of the Bonds. All statements, information, and statistics herein are believed to be correct but are not guaranteed by the consultants or by the Village, and all expressions of opinion, whether or not so stated, are intended only as such.

## **INVESTMENT RATINGS**

The Bonds have been rated "A1" by Moody's Investors Service and "AA/Stable" by S&P Global Ratings, a Division of the McGraw-Hill Companies. The Village has supplied certain information and material concerning the Bonds and the Village to the rating services shown on the cover page, including certain information and materials which may not have been included in this Final Official Statement, as part of its application for investment ratings on the Bonds. Ratings reflect only the views of the rating agencies assigning such ratings and an explanation of the significance of such ratings may be obtained from such rating agencies. Generally, such rating services base their ratings on such information and material, and also on such investigations, studies and assumptions that it may undertake independently. There is no assurance that such ratings will continue for any given period of time or that it may not be lowered or withdrawn entirely by such rating services if, in their judgment, circumstances so warrant. Any such downward change in or withdrawal of such ratings may have an adverse effect on the secondary market price of the Bonds. An explanation of the significance of the investment ratings may be obtained from the rating agencies: Moody's Investors Service, 7 World Trade Center at 250 Greenwich Street, New York, New York 10007, telephone 212-553-1658. S&P Global Ratings, 55 Water Street, New York, New York 10041, telephone 212-438-2000. The Village will provide appropriate periodic credit information to the rating service to maintain a rating on the Bonds.

## UNDERWRITING

The Bonds were offered for sale by the Village at a public, competitive sale on November 6, 2017. The best bid submitted at the sale was submitted by Robert W. Baird & Co., Inc., Milwaukee, Wisconsin (the “Underwriter”). The Village awarded the contract for sale of the Bonds to the Underwriter at a price of \$13,313,008.96 (reflecting the par amount of \$13,415,000, plus a reoffering premium of \$120,266.40, and less an Underwriter’s discount of \$222,257.44). The Underwriter has represented to the Village that the Bonds have been subsequently re-offered to the public initially at the yields or prices set forth in this Final Official Statement.

## MUNICIPAL ADVISOR

The Village has engaged Speer Financial, Inc. as municipal advisor (the “Municipal Advisor”) in connection with the issuance and sale of the Bonds. The Municipal Advisor is a Registered Municipal Advisor in accordance with the rules of the MSRB. The Municipal Advisor will not participate in the underwriting of the Bonds. The financial information included in this Final Official Statement has been compiled by the Municipal Advisor. Such information does not purport to be a review, audit or certified forecast of future events and may not conform with accounting principles applicable to compilations of financial information. The Municipal Advisor is not a firm of certified public accountants and does not serve in that capacity or provide accounting services in connection with the Bonds. The Municipal Advisor is not obligated to undertake any independent verification of or to assume any responsibility for the accuracy, completeness or fairness of the information contained in this Final Official Statement, nor is the Municipal Advisor obligated by the Village’s continuing disclosure undertaking.

## CERTIFICATION

We have examined this Final Official Statement dated November 6, 2017, for the \$13,415,000 General Obligation Corporate Purpose Bonds, Series 2017A, believe it to be true and correct and will provide to the purchaser of the Bonds at the time of delivery a certificate confirming to the purchaser that to the best of our knowledge and belief information in the Official Statement was at the time of acceptance of the bid for the Bonds and, including any addenda thereto, was at the time of delivery of the Bonds true and correct in all material respects and does not include any untrue statement of a material fact, nor does it omit the statement of any material fact required to be stated therein, or necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading.

/s/ **STEVEN E. DRAZNER**  
*Chief Financial Officer/Treasurer*  
VILLAGE OF OAK PARK  
Cook County, Illinois

/s/ **ANAN ABU-TALEB**  
*Village President*  
VILLAGE OF OAK PARK  
Cook County, Illinois

**APPENDIX A**

**VILLAGE OF OAK PARK  
COOK COUNTY, ILLINOIS**

**FISCAL YEAR 2016 AUDITED FINANCIAL STATEMENTS**



# Comprehensive Annual Financial Report

For Fiscal Year Ended December 31, 2016

**Village of Oak Park, Illinois**

VILLAGE OF OAK PARK, ILLINOIS

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For the Year Ended  
December 31, 2016

Prepared by Department of Finance

Steven Drazner  
Chief Financial Officer

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# The Village of Oak Park

Principal Officials  
December 31, 2016

LEGISLATIVE

*Village President*  
Anan Abu-Taleb

*Village Board of Trustees*

Deno Andrews Dan Moroney	Simone Boutet James Taglia	Andrea Button Bob Tucker
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*Village Clerk*  
Vicki Scaman

ADMINISTRATIVE

*Village Manager*  
Cara Pavlicek

*Deputy Village Manager*  
Lisa Shelley

*Chief Financial Officer*  
Steven Drazner

*Public Works Director*  
John P. Wielebnicki

*Development Customer Services Director*  
Tammie Grossman

*Communications Director*  
David Powers

*Village Attorney*  
Paul Stephanides

*Fire Department Chief*  
Thomas Ebsen

*Information Technology Director*  
Alvin Nepomuceno

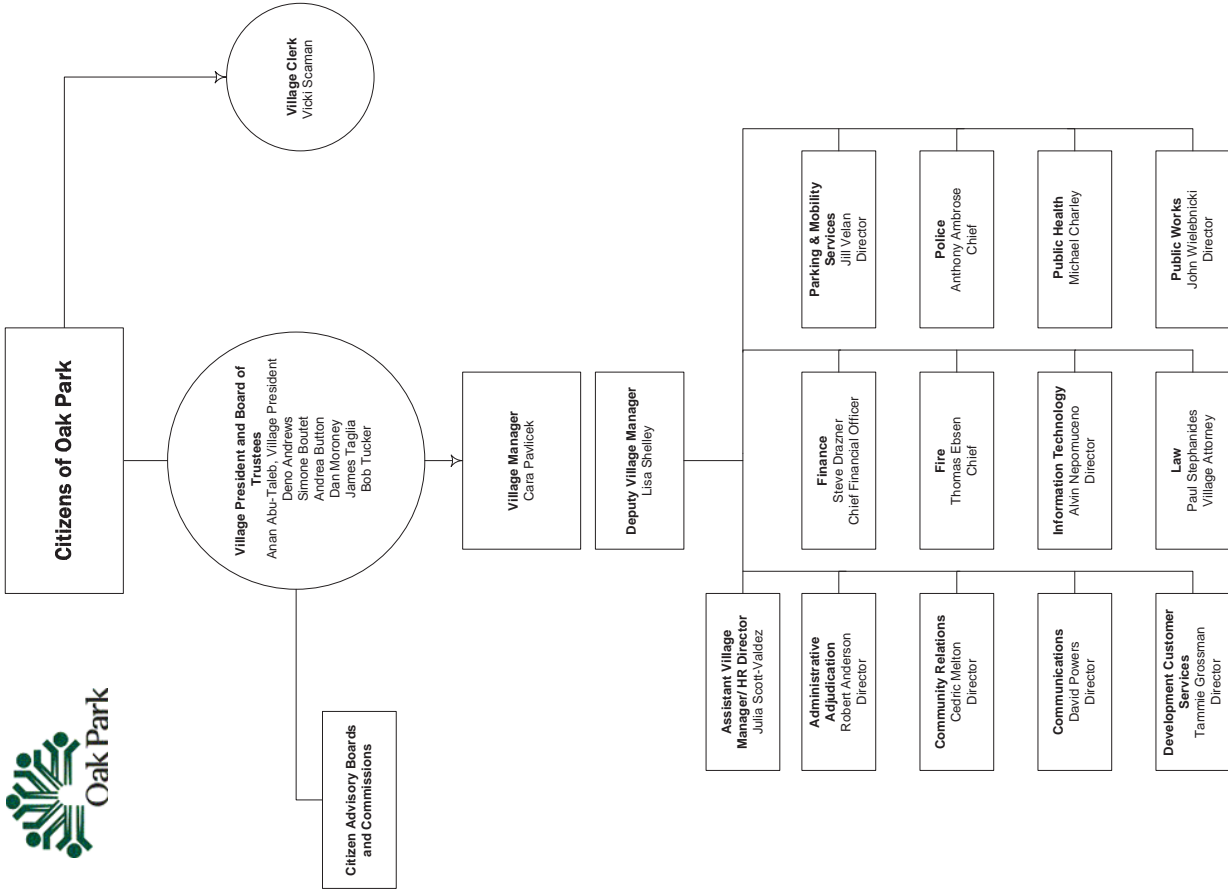
*Public Health Director*  
Mike Charley

*Human Resources Director*  
Julia Scott-Valdez

*Police Department Chief*  
Anthony Ambrose

*Administrative Adjudication Director*  
Robert H. Anderson

*Community Relations Director*  
Cedric V. Melton





Government Finance Officers Association

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

## Village of Oak Park Illinois

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2015**

Executive Director/CEO



The Village of Oak Park  
Village Hall  
123 Madison Street  
Oak Park, Illinois 60302

708.383.6400  
Fax 708.383.6692  
village@oak.park.us  
www.oak.park.us

June 13, 2017

Honorable Village President;  
Village Board Trustees;  
Village of Oak Park Citizens

The Comprehensive Annual Financial Report ("CAFR") of the Village of Oak Park (the "Village") for the year ended December 31, 2016 is hereby submitted. This report represents a comprehensive picture of the Village's financial activities during 2016 and the financial condition of its various funds on December 31, 2016. The Village is required to issue annually a report of its financial position and activity presented in conformance with generally-accepted accounting principles ("GAAP") and audited in accordance with generally-accepted auditing standards by an independent firm of certified public accountants. Although formally addressed to the elected officials and citizens of Oak Park, this financial report is also intended for the general public and interested parties, including bondholders, financial institutions, and other governmental entities.

Responsibility for both the accuracy of the data presented as well as the completeness and fairness of the presentation, including all disclosures, rests with Village Management. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position of the Village and the results of its operations as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial affairs have been included.

Sikich LLP has issued an unmodified ("clean") opinion on the Village of Oak Park's financial statements for the year ended December 31, 2016. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statement. MD&A portion is focused more on the technical accounting aspects of this report; it complements this letter of transmittal and should be read in conjunction with it.

Village of Oak Park  
Transmittal Letter

Village of Oak Park  
Transmittal Letter

**Profile of the Government**

The Village of Oak Park was incorporated in 1902 and operates under the council/manager form of government. This form of government was approved by referendum in 1953 and has been in effect since that time. The legislative body consists of the Village President and Board of six Trustees, all elected on an at-large basis to overlapping four-year terms. The Village Manager is responsible for the day-to-day operation of the Village.

The Village provides a full range of general governmental services. Specifically, the Village provides police and fire protection, health services, water and sewer utilities, street construction and maintenance, code enforcement, planning and zoning, and general administrative services.

The statements have been prepared in accordance with Statement No. 34 (Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments) of the Governmental Accounting Standards Board (“GASB”). The GASB is an organization that establishes accounting and financial reporting standards for state and local governments in the United States. Statement No. 34 significantly changed the required format for governmental statements in a number of ways. New for this year, the Village adopted GASB 68, *Accounting and Financial Reporting for Pension Plans*.

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*The Village is a home rule municipality as defined by the Illinois Constitution. Located approximately 8 miles west of the City of Chicago, in Cook County, the Village occupies a land area of 4.6 square miles and has a certified 2010 Census of 51,878. Additional demographic information may be found in the statistical section of this report.*

---

The most significant of these changes was to require that governments prepare government-wide financial statements in addition to the fund-based financial statements governments have traditionally prepared. The government-wide financial statements attempt to present a government’s financial position and results of operations in a manner similar to business. More information about this “financial reporting model” is provided in Management’s Discussion and Analysis (“MD&A”). The MD&A is located in the financial section of this report.

The financial reporting entity of the Village of Oak Park is comprised of all funds of the primary government (i.e., the Village of Oak Park as legally defined) and its pension trust funds: the Oak Park Police Pension Fund and the Oak Park Firefighters’ Pension Fund. These funds were determined to be pension trust funds due to their fiduciary and fiscal relationships with the Village as their sole purpose is to provide retirement benefits to the Village’s sworn police officers and firefighters. The Oak Park Public Library is no longer included as a discrete presentation since a separately elected board of trustees governs it. No other legally separate entity qualifies as a component unit of the Village.

**Accounting System and Budgetary Control**

The accounts of the Village are organized on the basis of funds, each of which is considered a separate and distinct accounting entity. The operations of each fund are accounted for with a separate set of “self-balancing” accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures.

Revenues are allocated to and accounted for in individual funds based upon the purpose for which they are to be expended and the means by which spending activities are controlled. In other words, each fund operates as its own “profit-and-loss center.”

The accounting records for general governmental operations are maintained on the modified accrual basis, with revenues being recorded when available and measurable, and expenditures being recorded when materials or services are received and the liability incurred. Accounting records for the Village’s enterprise funds, internal service funds and pension trust funds are maintained on the accrual basis of accounting.

In brief, the three major basis of accounting are:

**Cash**

The cash method recognizes revenues and expenses at the time physical cash is actually received or paid out.

**Accrual**

This accounting method measures the performance and position of an entity by recognizing economic events regardless of when cash transactions occur. The general idea is that economic events are recognized by matching revenues to expenses (the matching principle) at the time in which the transaction occurs rather than when payment is made (or received). This method allows the current cash inflows/outflows to be combined with future expected cash inflows/outflows to give a more accurate picture of a company’s current financial condition.

**Modified Accrual**

This accounting method commonly used by government agencies combines accrual-basis accounting with cash-basis accounting. Modified accrual accounting recognizes revenues when they become available and measurable and, with a few exceptions, recognizes expenditures when liabilities are incurred. This system divides available funds into separate entities within the organization to ensure that the money is being spent as it was intended.

Management of the Village is responsible for establishing and maintaining a system of internal accounting controls. These controls are designed to assure that the assets of the Village are safeguarded against any material loss, theft or misuse. These controls assure that the financial statements are in conformity with generally accepted accounting principles.

## Village of Oak Park Transmittal Letter

Internal accounting controls are designed to provide reasonable, but not absolute, assurances that control objectives will be met. The concept of reasonable assurances recognizes that (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits require estimates and judgment by Management.

The annual budget serves as the foundation for the Village's financial planning and control. State law requires that a municipality operating under the budget system adopt its annual budget prior to the start of its fiscal year. Through the budget, spending authority is conveyed by expenditure object. The legal level of budgetary control is the department level, or, where no departmental segregation of a fund exists, the fund level. An electronic copy of the annual budget can be found on the Village's website.

### **Local Economy and Economic Factors**

There are several measures of economic health for local governments. Perhaps four of the more objective measures or indicators are local employment levels, family income levels, construction activity, and retail sales. The overall outlook for the Village's economic market is strong given its stability in these key areas.

Employment levels in the Village have usually surpassed that of Cook County and the State of Illinois as a whole. As of December 31, 2016 the Village's unemployment rate was 4.1%. This compares to 5.6% for Cook County and 5.7% for the State of Illinois.

The most recent median household income figures demonstrate that the average income of Oak Park residents far exceeds county and state averages, \$111,257 compared to \$66,742 for Cook County and \$70,967 for the State of Illinois.

Properties within the Village are primarily residential although there is a fairly strong commercial component. As such, the Village has a strong dependence on property tax revenue, but sales tax is also a key revenue for supporting day-to-day Village operations. The property tax revenue derived from the residential, commercial, and industrial properties is based on the Village's annual tax levy and is extremely stable.

In 2016, the Retailers' Occupation Tax (ROT) generated \$3,866,241 which was \$262,546 greater than the prior year. The Village is a "built out" community and there are limited opportunities for bringing in substantial new sales tax dollars, especially from "big box" retailers. Therefore, any increase in this highly important revenue source must originate from increased sales from existing businesses or the opening of several smaller retail venues.

In addition to its large and diversified residential areas, Oak Park is home to multiple pockets of commercial districts and considered a hub for independent restaurants and eating/drinking establishments. This provides residents and visitors with options for both the quietness of a typical residential community along with the liveliness of a more urban environment. In essence, Oak Park residents have the best of both worlds within a relatively short distance.

## Village of Oak Park Transmittal Letter

In terms of expenditures, the majority of Village employees participate in one of nine collective bargaining agreements which often fix cost of living increases and certain benefits. There has been increasing pressure on the Village in recent years to be creative and enhance its revenue base without creating undue hardships for its residents and businesses. Due to a lack of "big box" retailers in the Village which typically generate a significant revenue stream in other comparable communities, more and more reliance has and will continue to be placed on the property tax for generating necessary operating revenues to maintain services within the community.

The Village currently maintains three separate tax increment financing districts (TIF). Incremental property tax generated within each of these three districts may only be used for TIF eligible expenses as dictated per State statute. TIFs have been successfully used by the Village over many years to regenerate and reinvigorate certain areas where growth may have been either stagnant or in decline. This benefits not only the Village but all the taxing districts within Oak Park boundaries.

### **Long-term Financial Planning & Financing**

The Village utilizes a five-year Capital Improvement Program (CIP) to address major capital and infrastructure improvements. For a project to be included in the CIP, it must involve the creation or purchase of a tangible asset with an original cost of at least \$25,000 and a useful life of more than one year.

Projects that are programmed for the first year of the CIP are most closely scrutinized in the capital planning process because associated funding must be provided in that budget. The Village has primarily followed a "pay-as-you-go" funding strategy for maintenance and replacement of assets and has only issued debt for major, new projects.

The Village issued bond Series 2016A, 2016B, 2016C, 2016D, and 2016E during the year. Bond series 2016A refunded the earlier bond series 2006B with an approximate net present value savings from that refunding at \$5.0 million. In addition, series 2016B and 2016C at a combined total of approximately \$6.9 million were issued to escrow the bonds proceeds for a parking garage and streetscape redevelopment project related to the Colt/Westgate site, series 2016D was issued for \$10.0 million to fund 2016 budgeted capital improvement projects, and series 2016E of approximately \$10.4 million was used to reimburse a developer for a redevelopment project related to the Lake & Forest Garage.

All of the Village's debt is fixed rate and thereby is not subject to fluctuations in the economy. More information regarding the Village's debt can be found in Note 6 of the Notes to the Financial Statements.

Village of Oak Park  
Transmittal Letter

Figure 1. Moody's rating structure

Rating	Description
Aaa	Best quality
Aa1, Aa2, Aa3	High quality, by all standards
A1, A2, A3	Upper medium grade
Baa1, Baa2, Baa3	Medium grade
Ba1, Ba2, Ba3	Has speculative elements
B1, B2, B3	Generally lacks characteristics of a desirable investment
Caa	Poor standing, may be in default
Ca	Speculative in a high degree, often in default
C	Lowest rated class of bonds; extremely poor prospects

Standard and Poor's rating structure

Rating	Description
AAA (+ or -)	Extremely strong
AA (+ or -)	Very strong
A (+ or -)	Strong
BBB (+ or -)	Adequate
BB (+ or -)	Probability of vulnerable
B (+ or -)	Higher probability of vulnerable
CCC (+ or -)	Highly vulnerable
CC (+ or -)	Highly vulnerable, default a "virtual certainty"
C (+ or -)	Highly vulnerable, default a "virtual certainty" with lower seniority to other debt
D (+ or -)	Distressed

**Pension Benefits** – As required under State statute, the Village sponsors two independent employer defined benefit pension plans known as the Police Pension Plan and Firefighters' Pension Plan. Each year, a certified actuary hired by the Village calculates the amount of the recommended annual contribution that the Village should levy for each pension plan to ensure that the plan will be able to fully meet its financial obligations to both active public safety employees accruing pension benefits as well as current retirees.

As a matter of policy, the Village of Oak Park fully funds each year's annual required contribution to the pension plan as determined by an independent actuary. As of December 31, 2016 funding levels were 51.0% and 37.1% of the actuarial accrued liabilities for the Police Pension and Firefighters' Pension, respectively. It is the full intention of the Village to gradually reduce the unfunded liabilities by levying additional pension amounts above and beyond the normal annual pension cost in order to pay down the unfunded pension obligations.

The Village also provides pension benefits for its non-public-safety employees. These benefits are provided through a state-wide plan managed by the Illinois Municipal Retirement Fund (IMRF) Board.

Village of Oak Park  
Transmittal Letter

Employees participating in IMRF are required to contribute 4.5% of their annual covered salary. The member rate is established by State statute. The Village's contribution requirements are established and amended by the IMRF Board of Trustees.

**Risk Management** - The Village's insurance coverage is outlined in the Notes to Financial Statements - Risk Management section. In summary, the Village is self-insured for general liability, auto liability and workers' compensation. The Village's retention for general liability is \$750,000.

In addition, the Village carries a policy for excess coverage for general and auto liability. Third-party coverage is currently maintained for property, auto comprehensive, boiler and machinery, construction equipment, and fidelity bonds.

The Village is self-funded for its health insurance. The prescription drug plans are part of either the PPO or HMO. The Village utilizes a third-party administrator to process claims.

**Awards and Acknowledgements**

The Village will submit its comprehensive annual financial report (CAFR) to the Government Finance Officers Association of the United States and Canada (GFOA) for the fiscal year ended December 31, 2016. In order to be awarded a Certificate of Achievement, the applicant must publish an easily readable and efficiently organized comprehensive annual financial report with contents that conform to program standards. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

Each certificate is only valid for one year. In order to qualify for the Certificate for the fiscal year ended December 31, 2016, the Village intends to submit an application for the award by the program deadline six months after fiscal year end. Based on the Village's commitment to and history of financial reporting excellence, we are confident that the herein submitted Comprehensive Annual Financial Report will qualify for the Certificate once again.

Finally, I would like to express my sincere appreciation to the entire finance team as well as other employees throughout the Village for their contributions during the audit process and for assisting as needed in the preparation of the Comprehensive Annual Financial Report. I also express a great deal of gratitude to the Village Manager, Village President, and Village Board of Trustees for their continued support during this process.

Respectfully submitted,



Steven Drazner  
Chief Financial Officer/Treasurer



1415 W. Diehl Road, Suite 400  
Naperville, Illinois 60563

630.566.8400 // www.sikich.com

Certified Public Accountants & Advisors  
Members of American Institute of Certified Public Accountants

## INDEPENDENT AUDITOR'S REPORT

### INDEPENDENT AUDITOR'S REPORT

The Honorable Village President  
Members of the Board of Trustees  
Village of Oak Park, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Oak Park, Illinois (the Village) as of and for the year ended December 31, 2016, and the related notes to financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

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

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

#### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

#### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Oak Park, Illinois, as of December 31, 2016, 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.

#### **Change in Accounting Principle**

As discussed in Note 14, the Village adopted GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, which established standards for recognizing employer pension contributions made after the measurement date of the net pension liability, due to a change in the recognition of the net pension liability. Our opinion is not modified with respect to this matter.

#### **Other Matters**

##### *Required Supplementary Information*

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

##### *Other 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 introductory section, combining and individual fund financial statements and schedules, and statistical section 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.

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

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 13, 2017, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

**Steich LLP**

Naperville, Illinois  
June 13, 2017



## MANAGEMENT'S DISCUSSION & ANALYSIS

DECEMBER 31, 2016

The Management Discussion and Analysis ("MD&A") is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify Village's financial position and ability to address future challenges, (4) identify material deviations from budget, and (5) identify concerns specific to individual funds.

Since the MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the Transmittal Letter and the Village's financial statements.

### GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

#### FINANCIAL HIGHLIGHTS

##### Net Position

- The Village's total net position in 2016 decreased by \$8,391,921, or 69.3%, from the fiscal year's beginning balance of \$12,170,457 to an ending balance of \$3,778,536.
- The governmental activities portion of net position decreased by 19.8%, or \$12,916,567, to \$(80,320,556).
- The business-type activities portion of net position increased by 5.7%, or \$4,524,646, to \$84,099,092.

##### Governmental Activities

- For the fiscal year ended December 31, 2016, revenues from Governmental Activities totaled \$76,436,871, a 6.9% increase, or \$4,963,195, from 2015.
- Property Taxes generated 51.5% of the Village's revenue stream or \$39,387,902. Other taxes of \$20,724,907 are primarily attributable to the Village's utility, sales, state income and real estate transfer taxes realizing an increase of \$1,874,091 from the 2015 fiscal year.
- For the fiscal year ended December 31, 2016, expenses from Governmental Activities totaled \$92,765,661, a \$9,169,640 decrease from the 2015 fiscal year predominately related to economic and community development as well as public works activities while slightly offset by increased public safety expense.

Village of Oak Park, Illinois  
Management Discussion & Analysis

Village of Oak Park, Illinois  
Management Discussion & Analysis

**Business Type Activities**

- Business-type activity total revenues increased by 5.0% or \$1,336,308 from FY 2015 for a total of \$27,844,567. Meanwhile, expenses also increased 3.0% in 2016 by \$666,892 for a total of \$22,455,338.

**General Fund – Fund Balance**

- In 2016, the Village's General Fund unassigned fund balance increased \$3,230,768 from \$5,278,056 to \$8,508,824.

In 2012, the Village Board formally adopted a fund balance policy with the stated goal to achieve an unassigned fund balance of ten to twenty percent of annual general fund expenses. While the policy sets an ideal level for reserves, as a practical matter this policy is unlikely to be and remain continuously attainable without a significant increase in property taxes, expanded and sustainable new retail developments, and/or noticeable reductions in services and capital projects.

**USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT**

In prior years, the primary focus of local government financial statements has been summarized by fund type information on a current financial resource basis. This approach has been modified, and the Village's Financial Statements present two kinds of statements, each with a different snapshot of the Village's finances.

The Financial Statements' focus is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major funds) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government), and enhance the Village's accountability.

**Government-Wide Financial Statements**

The Government-Wide Financial Statements are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns that add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the Village is improving or deteriorating.

The *Statement of Activities* presents information showing how the Village's net position changed during the most recent fiscal year and is focused on both the gross and net cost of various activities (including governmental and business-type), which are

supported by the Village's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including police, fire, public works, public health, highways and streets, community development, and general administration. Property taxes, shared state sales taxes, local utility and real estate transfer taxes, permits, fees and fines and shared state income taxes finance the majority of these activities. The Business-Type Activities reflect private sector-type operations (Waterworks Fund, Sewerage Fund, and Parking Funds), where the fee for service typically covers all or most of the cost of operation, including depreciation.

**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 Fund Financial Statement allows the demonstration of sources and uses and/or budgetary compliance associated therewith. Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is now on major funds, rather than (the previous model's) fund types. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds**

The Governmental Major Fund presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government entity. The focus of governmental funds is narrower than that of the Government-Wide Financial Statements.

The Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances necessitate reconciliations to facilitate the comparison between governmental funds and governmental activities. The Governmental Funds Total column requires reconciliation because of the different measurement focus (current financial resources versus total economic resources), which is reflected. The flow of current financing resources reflects bond proceeds and inter-fund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures.

The reconciliation eliminates these transactions and incorporates the capital assets and long-term obligations (bond and others) into the Governmental Activities column (in the Government-Wide Statements).

The Village maintains various individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances. The General, Special Tax Allocation, Madison Street TIF, General Obligation Debt Service, and

Capital improvement Funds are categorized as "major" Funds. Data from the other governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

#### **Proprietary Funds**

The Village maintains two different types of proprietary funds. The first, Enterprise Funds, are used to report the same functions presented in Business-Type Activities in the Government-Wide Financial Statements. The second, Internal Service Funds, are an accounting device used to accumulate and allocate costs internally among the Village's various functions.

The Village uses internal service funds to account for property/general liability/workers compensation insurance and employee health and life insurance programs. Whereas Internal Service Funds serve governmental rather than business-type functions they have been included with Governmental Activities in the Government-Wide Financial Statements.

Proprietary Fund Financial Statements provide the same type of information as the Government-Wide Financial Statements, only in more detail. The Water and Sewer and Parking Funds are considered to be major funds of the Village and are presented in separate columns in the Fund Financial Statements. The Solid Waste Fund is the Village's non-major enterprise fund. The Internal Service Funds are combined in a single, aggregate presentation in the Proprietary Fund Financial Statements. Individual fund data for the non-major enterprise and internal service funds are presented elsewhere in the report.

#### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because these assets are restricted in purpose and do not represent discretionary assets of the government. The Village maintains two independent fiduciary funds, the Police and Firefighters' Pension Funds.

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

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information including the major general and special revenue fund budgetary schedules and data concerning the Village's progress in funding its obligation to provide pension benefits to its employees.

The combining and individual fund statements referred to earlier in connection with major and non-major governmental, enterprise, internal service, pension trust, and component units funds are presented immediately following the required supplementary information on pensions.

### **Infrastructure Assets**

Historically, a government's largest group of assets (infrastructure - roads, bridges, storm sewers, etc.) have neither been reported nor depreciated in governmental financial statements. Government wide statements require that these assets be valued and reported within the Governmental activities column of the Government-Wide Statements. Additionally, the government must elect to either:

- (1) Depreciate these assets over their estimated useful life; or
- (2) Develop a system of asset management designed to maintain the service delivery potential to near perpetuity.

If the government develops the asset management system (the modified approach) that periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful life. If a road project is considered a recurring cost that does not extend the road's original useful life or expand its capacity, the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

Village of Oak Park, Illinois  
Management Discussion & Analysis

**GOVERNMENT-WIDE STATEMENTS**

**Statement of Net Position**

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Oak Park, assets exceed liabilities by \$3,778,536 as of December 31, 2016.

The following table reflects the condensed Statement of Net Position:

	Governmental Activities		Business-Type Activities		Primary Government	
	2016	2015	2016	2015	2016	2015
Current Assets	\$73,223,473	\$80,663,429	\$10,321,689	\$21,684,013	\$83,545,172	\$102,357,442
Capital Assets	105,287,046	108,793,620	85,996,064	87,423,223	191,283,110	196,216,843
Deferred Outflows of Resources	45,752,164	42,018,223	1,175,060	1,383,817	46,927,224	43,402,040
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$224,262,683</b>	<b>\$231,475,272</b>	<b>\$97,492,823</b>	<b>\$110,501,053</b>	<b>\$321,755,506</b>	<b>\$341,976,325</b>
Current Liabilities	\$13,414,754	\$6,353,046	\$3,199,202	\$2,923,089	\$16,613,956	\$9,276,135
Long-Term Liabilities	247,133,518	269,471,735	14,674,012	23,433,709	261,807,530	292,905,444
Deferred Inflows of Resources	31,118,400	35,971,047	45,163	45,163	31,163,563	36,016,210
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>\$291,666,672</b>	<b>\$311,795,828</b>	<b>\$17,918,377</b>	<b>\$26,401,961</b>	<b>\$309,585,049</b>	<b>\$338,197,789</b>
<b>Net Position</b>	<b>\$46,042,805</b>	<b>\$25,889,662</b>	<b>\$72,726,816</b>	<b>\$64,907,954</b>	<b>\$118,769,621</b>	<b>\$90,807,616</b>
Net Investment in Capital Assets						
Restricted	18,113,844	10,792,914	0	0	18,113,844	10,792,914
Unrestricted	(131,560,638)	(117,013,132)	6,847,630	19,191,138	(124,713,008)	(97,821,994)
<b>Total Net Position</b>	<b>(67,403,989)</b>	<b>(80,300,566)</b>	<b>\$79,574,446</b>	<b>\$84,099,092</b>	<b>\$12,170,457</b>	<b>\$3,778,536</b>

The Village's total net position for combined Governmental and Business Activities decreased by \$8,391,921 of which, \$10,939,561 of this decrease was due to current year operations while there was also an offsetting prior period adjustment of \$2,547,640.

(See Independent Auditors Report)  
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Village of Oak Park, Illinois  
Management Discussion & Analysis

*Changes in Net Position as of December 31, 2016*

The Statement of Changes in Net Position provides revenue and expense information for the entire fiscal year with comparisons to the prior fiscal year.

	Governmental Activities		Business-Type Activities		Primary Government	
	2016	2015	2016	2015	2016	2015
<b>Revenues</b>						
<i>Program Revenues</i>						
Charges for Services	\$6,706,522	\$6,347,268	\$26,468,473	\$27,597,358	\$33,174,985	\$33,844,626
Operating Grants	3,180,925	4,065,197	0	0	3,180,925	4,065,197
Capital Grants	919,942	110,324	0	0	919,942	110,324
Sub-total	\$10,807,389	\$10,522,789	\$26,468,473	\$27,597,358	\$37,275,852	\$38,120,147
<i>General Revenues</i>						
Property Taxes	\$35,979,776	\$39,387,902	\$0	\$0	\$35,979,776	\$39,387,902
Other Taxes	16,850,616	20,724,907	0	0	16,850,616	20,724,907
Other	5,879,699	5,801,273	39,766	247,209	5,919,465	6,046,452
Sub-total	\$60,710,291	\$65,914,082	\$39,766	\$247,209	\$60,750,077	\$66,161,291
<b>Total Revenues</b>	<b>\$71,517,680</b>	<b>\$76,436,871</b>	<b>\$26,508,259</b>	<b>\$27,844,567</b>	<b>\$98,025,929</b>	<b>\$104,281,438</b>
<b>Expenses</b>						
General Government	\$12,739,011	\$9,982,781	\$0	\$0	\$12,739,011	\$5,982,781
Public Safety	45,690,430	50,242,343	0	0	45,690,430	50,242,343
Highways and Streets	15,500,285	13,265,875	0	0	15,500,285	13,265,875
Health	3,194,937	1,243,133	0	0	3,194,937	1,243,133
Economic & Com Dev	21,640,032	18,054,103	0	0	21,640,032	18,054,103
Interest	3,170,606	3,967,426	0	0	3,170,606	3,967,426
Water and Sewer	0	0	12,933,659	13,405,319	12,933,659	13,405,319
Parking	0	0	5,743,479	5,941,015	5,743,479	5,941,015
Solid Waste	0	0	3,111,308	3,109,004	3,111,308	3,109,004
<b>Total Expenses</b>	<b>\$101,935,301</b>	<b>\$92,765,661</b>	<b>\$21,788,446</b>	<b>\$22,455,338</b>	<b>\$123,723,747</b>	<b>\$115,220,959</b>
Transfers In (Out)	(44,004)	1,440,604	44,004	(1,440,604)	0	0
Net Position Jan. 1	\$73,142,096	(\$67,403,989)	\$74,968,229	\$79,574,446	\$136,618,796	\$12,170,457
Prior period Adj.	(110,084,460)	1,971,619	(157,600)	(157,600)	(110,242,660)	2,547,640
Net Position Jan. 1, as restated	(\$36,942,364)	(\$65,432,370)	\$74,810,629	\$80,150,467	\$26,376,136	\$14,718,097
Chg. in Net Position	(30,461,625)	(14,888,186)	4,763,817	3,946,625	(25,697,608)	(10,939,561)
Net Position Dec. 31	(\$67,403,989)	(\$80,320,556)	\$79,574,446	\$84,099,092	\$12,170,457	\$3,778,536

(See Independent Auditors Report)  
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## FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

### **Governmental Funds**

At December 31, 2016 the Governmental Funds reported a combined fund balance of \$38,433,953, an increase of \$12,358,308 from the beginning of the year's balance of \$26,075,645.

The General Fund is the Village's primary operating fund and the largest funding source of day-to-day service delivery. The unassigned fund balance of the General Fund increased by \$3,230,768, to a total of \$8,508,824.

The Special Tax Allocation Fund recognized a decrease in its overall fund balance in fiscal year 2016 by \$193,664 to a total balance of \$3,689,191.

The Madison Street TIF Fund recognized an increase in its overall fund balance in fiscal year 2016 by \$463,687 to a total balance of \$12,746,212.

The General Obligation Debt Service Fund recognized an increase in its overall fund balance in fiscal year 2016 by \$8,766,273 to a total balance of \$9,332,964.

The Capital Improvement Fund recognized an increase in its overall fund balance in fiscal year 2016 by \$3,002,124 to a total balance of \$3,212,245 primarily due to interfund bond proceed revenue transferred in from the issuance of bonds.

### **Proprietary Funds**

At December 31, 2016 the Proprietary Funds' (for Business-type Activities) total net position increased by \$4,524,646 for a total of \$84,099,092. Overall operating revenue increased \$1,128,885 in 2016 to \$27,597,358 primarily from higher water/sewer rates. In total, operating income before depreciation and amortization was \$8,865,526, or a \$1,027,929 increase over the previous year.

The Water and Sewer Fund increased its overall net position in fiscal year 2016 by \$4,521,141 to a total balance of \$55,513,504.

The Parking Fund increased its overall net position in fiscal year 2016 by \$774,006 to a total balance of \$27,966,180.

The Environmental Services Fund decreased its overall net position in fiscal year 2016 by \$770,501 to a total balance of \$619,408.

### **DEBT**

The Village's outstanding debt for its Governmental and Business-Type Activities as of December 31, 2016 amounts to \$83,912,265 and \$21,672,735, respectively. This is an increase of \$14,745,163 for Governmental Activity debt and an increase of \$8,798,385 for Business Type Activity debt.

### **CAPITAL ASSETS**

The Village's investment in capital assets for its Governmental and Business-Type Activities as of December 31, 2016, amounts to \$196,216,843. The investment in capital assets includes land, buildings, equipment, and improvements other than buildings, underground systems, infrastructure, and construction in progress. Detailed information regarding the change in capital assets for Governmental and Business-Type Activities is included in Note 4 in the Notes to the Financial Statements.

### **BUDGETARY HIGHLIGHTS**

The Village adopts an annual modified accrual basis budget for each fiscal year. Departments submit budget requests to the Chief Financial Officer and Village Manager for input during the process. The budget is prepared by fund, function, and activity, and includes historical results, current year projections, and requested amounts for the subsequent fiscal year. The proposed budget is presented to the Village Board for review, at which time public hearings are held and the budget is then adopted. Detailed information on the Village's budget to actual results starts on page 98 of the report.

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

Thank you for taking an interest in the Village's finances and for your time reviewing this audit report. The report is designed to provide our residents, businesses, customers, investors, and creditors with a detailed overview of the Village's financial information and to illustrate financial accountability and transparency. The governing body prides itself for its open-style of communication with the public and always welcomes review and discussion.

Any questions concerning this report or requests for additional financial information should be addressed to: Village of Oak Park, Attention: Chief Financial Officer, 123 Madison Street, Oak Park, Illinois 60302 or [finance@oak-park.us](mailto:finance@oak-park.us). Electronic versions of this report as well as other pertinent financial information may also be found at <http://www.oak-park.us/Finance/index.html>

VILLAGE OF OAK PARK, ILLINOIS  
STATEMENT OF NET POSITION

December 31, 2016

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 29,294,428	\$ 18,236,836	\$ 47,531,264
Cash held at paying agent	701,314	66,070	767,384
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	31,653,797	-	31,653,797
Other taxes	1,023,394	-	1,023,394
Accounts	1,214,254	4,257,272	5,471,526
Grants	4,506	-	4,506
Notes	3,060,968	-	3,060,968
Internal balances	870,944	(870,944)	-
Due to fiduciary funds	25,519	-	25,519
Due from other governments	7,317,172	-	7,317,172
Prepaid expenses	575,493	4,779	580,272
Property held for resale	4,921,610	-	4,921,610
Capital assets not being depreciated	14,916,158	4,647,468	19,563,626
Capital assets (net of accumulated depreciation)	93,877,462	82,775,755	176,653,217
Total assets	189,457,049	109,117,236	298,574,285
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension related amounts	41,279,414	1,137,919	42,417,333
Unamortized loss on refunding	738,809	245,898	984,707
Total deferred outflows of resources	42,018,223	1,383,817	43,402,040
Total assets and deferred outflows of resources	231,475,272	110,501,053	341,976,325
<b>LIABILITIES</b>			
Accounts payable	2,481,442	1,827,552	4,308,994
Accrued payroll	801,652	41,383	843,035
Accrued interest payable	454,085	454,775	908,860
Other payables	836,021	28,252	864,273
Unearned revenue	1,779,846	571,127	2,350,973
Noncurrent liabilities			
Due within one year	5,920,297	1,682,934	7,603,231
Due in more than one year	263,551,438	21,750,775	285,302,213
Total liabilities	275,834,781	26,356,798	302,181,579
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension related amounts	3,828,727	45,163	3,873,890
Deferred gain on refunding	543,440	-	543,440
Deferred property taxes	31,598,880	-	31,598,880
Total deferred inflows of resources	35,971,047	45,163	36,016,210
Total liabilities and deferred inflows of resources	311,795,828	26,401,961	338,197,789

**BASIC FINANCIAL STATEMENTS**

(This statement is continued on the following page.)

VILLAGE OF OAK PARK, ILLINOIS  
STATEMENT OF NET POSITION (Continued)

December 31, 2016

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
<b>NET POSITION</b>			
Not invested in capital assets	\$ 25,899,662	\$ 64,907,954	\$ 90,807,616
Restricted for			
Public safety	663,173	-	663,173
Debt service	517,400	-	517,400
TIF projects	9,772,312	-	9,772,312
Highways and streets	357,429	-	357,429
Unrestricted (deficit)	(117,530,532)	19,191,138	(98,339,394)
<b>TOTAL NET POSITION</b>	<b>\$ (80,320,556)</b>	<b>\$ 84,099,092</b>	<b>\$ 3,778,536</b>

VILLAGE OF OAK PARK, ILLINOIS  
STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2016

FUNCTIONS/PROGRAMS PRIMARY GOVERNMENT	Expenses	Charges for Services	Program Revenues	
			Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities	\$ 5,992,781	\$ 2,155,709	\$ 227,293	\$ -
General government	50,242,343	2,171,454	392,385	-
Public safety	13,265,875	1,945,884	1,329,085	110,324
Highways and streets	1,243,133	-	223,692	-
Health	18,054,103	74,221	1,560,191	-
Economic and community development	3,967,426	-	332,551	-
Interest	-	-	-	-
Total governmental activities	92,765,661	6,347,268	4,065,197	110,324
Business-Type Activities	13,405,319	17,711,843	-	-
Water and Sewer	5,941,015	6,461,746	-	-
Parking system	3,109,004	3,423,769	-	-
Environmental services	-	-	-	-
Total business-type activities	22,455,338	27,597,358	-	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 115,220,999</b>	<b>\$ 33,944,626</b>	<b>\$ 4,065,197</b>	<b>\$ 110,324</b>

See accompanying notes to financial statements.

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

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (3,609,779)	\$ -	\$ (3,609,779)
(47,678,504)	-	(47,678,504)
(9,880,582)	-	(9,880,582)
(1,019,441)	-	(1,019,441)
(16,419,691)	-	(16,419,691)
(3,634,875)	-	(3,634,875)
(82,242,872)	-	(82,242,872)

-	4,306,524	4,306,524
-	520,731	520,731
-	314,765	314,765
-	5,142,020	5,142,020
(82,242,872)	5,142,020	(77,100,852)

General Revenues	39,387,902	-	39,387,902
Taxes	1,264,935	-	1,264,935
Property Replacement	5,126,275	-	5,126,275
Sales	2,401,271	-	2,401,271
Home rule sales	1,731,314	-	1,731,314
Utility	3,897,630	-	3,897,630
Real estate transfer	6,303,482	-	6,303,482
Other	5,050,013	-	5,050,013
Intergovernmental	44,420	209	44,629
Investment income	706,840	247,000	953,840
Miscellaneous	1,440,604	(1,440,604)	-
Transfers in (out)			
Total	67,354,686	(1,193,395)	66,161,291

**CHANGE IN NET POSITION**

(14,888,186)	3,948,625	(10,939,561)
(67,403,989)	79,574,446	12,170,457
1,971,619	576,021	2,547,640
(65,432,370)	80,150,467	14,718,097
\$ (80,320,556)	\$ 84,099,092	\$ 3,778,536

Prior period adjustment

NET POSITION, JANUARY 1, RESTATED

NET POSITION, DECEMBER 31

**VILLAGE OF OAK PARK, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2016

	General	Special Tax Allocation	Madison Street TIF	General Obligation Debt Service	Nonmajor Governmental Funds	Total
\$ 6,788,924	\$ 157,429	\$ 9,290,123	\$ -	\$ 47,064	\$ 13,057,952	\$ 29,294,428
-	654,250	-	-	-	-	701,314
26,669,596	-	34,479	4,758,918	210,804	31,653,797	
671,597	-	-	-	53,147	1,023,244	
1,214,254	-	-	-	4,506	1,218,760	
1,746,443	-	-	-	1,335,875	3,082,318	
11,178,817	2,100,000	-	10,483,249	9,436,859	33,198,925	
1,977,352	-	-	4,018,534	1,321,286	7,317,172	
258,645	-	-	-	11,521	270,166	
-	1,500,000	3,421,610	-	-	4,921,610	
\$ 50,485,978	\$ 4,411,679	\$ 12,746,212	\$ 19,307,765	\$ 25,730,250	\$ 112,681,884	

**ASSETS**

Cash and investments	
Cash held at paying agent	
Receivables (net, where applicable, of allowances for uncollectibles)	
Property taxes	
Other taxes	
Accounts receivable	
Grants	
Notes	
Due from other funds	
Due from other governments	
Prepaid items	
Property held for resale	
<b>TOTAL ASSETS</b>	

See accompanying notes to financial statements.

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

December 31, 2016

**FUND BALANCES OF GOVERNMENTAL FUNDS** \$ 38,433,953

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds 108,793,620

Deferred outflows of resources related to pensions are not a current financial resource and, therefore, are not reported in the governmental funds 41,279,414

Unamortized loss on bond refunding is shown as a deferred outflows of resources on the statement of net position 738,809

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds (86,539,255)

Unamortized premium on bonds is shown as a liability on the statement of net position (797,345)

Compensated absences are not due and payable in the current period and, therefore, are not reported in governmental funds (1,426,638)

Less internal service funds 7,101

Discount on bonds is shown as a liability on the statement of net position 372,708

Intergovernmental receivable from the Library is not unearned revenue on the statement of net position 3,421,308

Accrued interest on long-term liabilities is shown as a liability on the statement of net position (454,085)

The net pension liability of the Village's pension plans are included in the governmental activities in the statement of net position

Police Pension (89,169,216)

Fire Pension (79,580,117)

Illinois Municipal Retirement (5,537,485)

Net other postemployment benefits obligations is due and payable in the current period and, therefore, are not reported in the governmental funds (1,075,472)

Unamortized gain on bond refunding is shown as a deferred outflows of resources on the statement of net position (543,440)

Deferred inflows of resources related to pensions are not a current financial resource and, therefore, are not reported in the governmental funds (3,828,727)

Pollution remediation obligations are only reported in the governmental funds as goods and services are acquired to address the cleanup (1,600,000)

The unrestricted net position of the internal service fund is included in the governmental activities in the statement of net position (2,815,689)

**NET POSITION OF GOVERNMENTAL ACTIVITIES** \$ (80,320,556)

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES**

	General	Special Tax Allocation	Madison Street TIF	General Obligation Debt Service	Nonmajor Governmental Funds	Total
LIABILITIES						
Accounts payable	\$ 903,381	\$ -	\$ -	\$ -	\$ 976,127	\$ 1,879,508
Accrued payroll	799,907	-	-	-	10,272	800,179
Due to other funds	10,756,665	722,488	-	1,817,890	20,619,969	33,896,912
Other payables	836,021	-	-	-	1,779,846	2,615,867
Unearned revenue	-	-	-	-	-	1,779,846
Total liabilities	13,301,214	722,488	-	1,817,890	23,386,151	39,227,743
DEFERRED INFLOWS OF RESOURCES						
Unavailable property taxes	26,664,889	-	-	4,735,603	198,388	31,598,880
Unavailable intergovernmental revenue	-	-	-	3,421,208	-	3,421,208
Total deferred inflows of resources	26,664,889	-	-	8,156,811	198,388	35,020,188
Total liabilities and deferred inflows of resources	39,966,103	722,488	-	9,974,801	23,584,539	74,247,931

**FUND BALANCES**

Nonspendable	238,645	-	-	-	11,321	270,166
Prepaid items	1,746,443	-	-	-	-	1,746,443
Long-term receivables	-	-	-	-	683,173	683,173
Restricted	-	-	9,324,602	447,710	8,712,312	18,484,624
TIF projects	-	-	-	8,815,564	-	8,815,564
Capital projects	-	-	-	517,400	-	517,400
Debt	-	-	-	-	357,429	357,429
Highways and streets	-	-	-	-	257,105	257,105
Economic and community development	5,963	3,689,191	3,421,610	-	5,261,326	12,945,090
Unrestricted, assigned	-	-	-	-	(4,852,653)	(4,852,653)
Capital acquisition	8,508,824	-	-	-	-	8,508,824
Unassigned (deficit)	10,519,875	3,689,191	12,746,212	9,332,964	2,145,711	38,433,953
Total fund balances (deficit)	\$ 50,485,978	\$ 4,411,679	\$ 12,746,212	\$ 19,307,765	\$ 25,730,250	\$ 112,681,884

**TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES**

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 50,485,978	\$ 4,411,679	\$ 12,746,212	\$ 19,307,765	\$ 25,730,250	\$ 112,681,884
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See accompanying notes to financial statements.

VILLAGE OF OAK PARK, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

For the Year Ended December 31, 2016

	REVENUES					EXPENDITURES				
	General	Special Tax Allocation	Madison Street TIF	General Obligation Debt Service	Total Governmental Funds	Current	Capital and community development	Debt service	Principal retirement	Interest and fiscal charges
Property taxes	\$ 23,905,103	\$ 8,406,002	\$ 1,737,220	\$ 5,292,403	\$ 39,340,728	6,019,397	-	-	-	-
License, permits and fees	2,967,578	-	-	-	2,967,578	31,725,991	-	-	-	-
Intergovernmental	6,675,897	-	-	2,444,931	9,120,828	7,486,064	-	-	-	-
Fines and forfeits	1,889,054	-	30,290	-	1,919,344	4,743,209	3,124,141	372,465	-	-
Investment income	36,429	3,538	2,305	1,895	44,167	-	-	-	-	-
Miscellaneous	201,484	-	11,975	-	213,459	386,418	1,370,000	4,627,575	276,697	6,660,690
Total revenues	31,947,535	8,488,540	1,781,990	7,739,229	49,957,294	51,105,566	4,982,204	372,465	6,888,313	22,751,181
						841,827	3,506,336	1,409,525	850,916	(141,588,674)
										(7,550,070)

EXCESS (DEFICIENCY) OF REVENUES  
OVER EXPENDITURES

OTHER FINANCING SOURCES (USES)

Transfers in	\$ 3,020,604	\$ -	\$ -	\$ 835,772	\$ 18,873,849	\$ 22,730,225
Transfers out	(2,842,776)	(3,700,000)	-	(10,376,629)	(4,370,016)	(21,289,621)
Issuance of bonds	-	-	-	37,225,000	-	37,225,000
Proceeds from sale of assets	-	-	-	-	208,830	208,830
Payment to bond escrow agent	-	-	-	(19,997,126)	-	(19,997,126)
Premium on bonds	-	-	-	228,540	-	228,540
Land held for resale - change in value	-	-	(945,838)	-	-	(945,838)
Proceeds from sale of assets	2,265,080	-	-	-	28,346	2,293,426
Total other financing sources (uses)	2,440,908	(3,700,000)	(945,838)	7,915,857	14,756,009	20,446,436
NET CHANGE IN FUND BALANCES	3,282,735	(193,664)	463,687	8,766,273	577,335	12,896,366
FUND BALANCES, JANUARY 1	7,137,412	3,882,855	12,282,525	566,691	2,206,162	26,075,645
Investment restatement	99,728	-	-	-	-	99,728
Receivable restatement	-	-	-	-	(657,786)	(657,786)
Total restatements	99,728	-	-	-	(657,786)	(558,058)
FUND BALANCES, JANUARY 1, RESTATED	7,237,140	3,882,855	12,282,525	566,691	1,548,376	25,517,587
FUND BALANCES, DECEMBER 31	\$ 10,519,875	\$ 3,689,191	\$ 12,746,212	\$ 9,332,664	\$ 2,145,711	\$ 38,435,953

See accompanying notes to financial statements.  
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VILLAGE OF OAK PARK, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE  
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2016

NET CHANGE IN FUND BALANCES - \$ 12,896,366

TOTAL GOVERNMENTAL FUNDS 9,091,882

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

Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities (4,835)

Governmental funds report the proceeds of the sale of capital assets, while a gain or loss is reported in the statement of activities (2,112,788)

The receipt of debt service contributions from the Library is reported as revenue in the governmental funds but as a decrease of due from other governments in the statement of activities (37,225,000)

The issuance of long-term debt is reported as an other financing source in governmental fund but as an increase of principal outstanding in the statement of activities (543,440)

The deferred gain on refunding is deferred and amortized 19,997,126

Payments to an escrow agent in the course of a refunding are reported as other financing uses in the funds but as a decrease of the refunded liability in the statements of activities 243,091

The amortization of discount on long-term debt does not provide current financial resources, and, therefore, is not reported as revenue in the governmental funds (17,639,817)

The change in the net pension liability and related deferred inflows/outflows of resources is not a current financial resource and, therefore, is not reported in the governmental funds (129,916)

The amortization of premium on long-term debt does not provide current financial resources and, therefore, is not reported as revenue in the governmental funds 5,851,452

The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities (208,307)

Accrual of interest is reported as interest expense on the statement of activities 769,877

The decrease in the pollution remediation obligations is reported as an expense in the statement of activities

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds (5,580,473)

Depreciation of capital assets (117,381)

Amortization of deferred charge on refunding 281,787

The decrease in the compensated absences liability is an expense on the statement of activities (43,673)

The change in net other postemployment benefits obligations are reported only in the statement of activities (414,137)

The change in net position of certain activities of internal service funds is in governmental funds

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (14,888,186)

VILLAGE OF OAK PARK, ILLINOIS  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS

December 31, 2016

	Business-Type Activities			Governmental Activities
	Water and Sewer	Parking	Nonmajor Enterprise	
<b>CURRENT ASSETS</b>				
Cash and investments	\$ 3,912,964	\$ 13,909,186	\$ 414,686	\$ 18,236,836
Cash held at paying agent	66,070	-	-	66,070
Receivables	903,070	26,284	194,049	1,123,403
Accounts - billed	2,534,105	1,817,890	599,764	3,133,869
Accounts - unbilled	-	-	-	1,817,890
Due from other funds	5,529	1,250	-	2,133,014
Prepaid expenses	-	-	-	305,321
Total current assets	7,419,738	15,754,610	1,208,499	24,382,847
<b>NONCURRENT ASSETS</b>				
Capital assets not being depreciated	828,779	3,818,689	-	4,647,468
Capital assets being depreciated, at cost	91,482,223	46,840,568	25,341	138,488,132
Accumulated depreciation	(33,750,750)	(21,796,286)	(25,341)	(55,572,377)
Net noncurrent assets	58,560,252	28,862,971	-	87,423,223
Total assets	65,979,990	44,617,581	1,208,499	111,806,070
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension related amounts	547,756	453,521	136,642	1,137,919
Unamortized loss on refunding	123,451	122,447	-	245,898
Total deferred outflows of resources	671,207	575,968	136,642	1,383,817
Total assets and deferred outflows of resources	66,651,197	45,193,549	1,345,141	113,189,887

VILLAGE OF OAK PARK, ILLINOIS  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS

For the Year Ended December 31, 2016

	Business-Type Activities		Total	Governmental Activities
	Parking	Nonmajor Enterprise		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1771,843	\$ 3,423,769	\$ 27,597,358	\$ -
Contributions	-	-	-	9,398,321
Total operating revenues	1771,843	3,423,769	27,597,358	9,398,321
<b>OPERATING EXPENSES</b>				
Cost of water	1,005,083	689,130	1,118,010	70,695
Administration and maintenance	436,473	351,096	1,471,127	7,493
Materials and supplies	166,735	88,941	5,118	-
Contractual services	967,786	1,721,213	2,833,681	5,522,680
Cost of water	6,988,438	-	-	6,988,438
Materials and supplies	-	-	-	-
Administration and maintenance	750,000	750,000	-	1,500,000
Insurance and claims	1,050,000	-	-	1,050,000
Administrative charge	352,245	310,566	-	662,811
Capital outlay	-	-	-	-
Total operating expenses excluding depreciation	11,716,760	3,911,136	3,103,936	18,731,832
OPERATING INCOME (LOSS) BEFORE DEPRECIATION AND AMORTIZATION	5,995,083	2,512,633	319,833	(415,901)
Depreciation and amortization	1,460,265	1,305,513	5,068	2,770,846
OPERATING INCOME (LOSS)	4,534,818	1,245,097	314,765	(6,094,680)

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	Business-Type Activities		Total	Governmental Activities
	Parking	Nonmajor Enterprise		
<b>CURRENT LIABILITIES</b>				
Accounts payable	\$ 910,300	\$ 332,152	\$ 1,827,552	\$ 601,934
Accrued payroll	18,802	37,493	41,383	1,473
Accrued interest payable	80,307	374,468	454,775	-
Compensated absences payable	4,668	6,012	12,059	7,101
Bonds payable - current	642,190	1,028,685	1,670,875	-
Other payables	-	28,252	28,252	-
Claims payable	-	-	-	617,838
Due to other funds	2,688,834	-	2,688,834	524,607
Unearned revenue	-	571,127	571,127	-
Total current liabilities	4,345,101	2,358,589	7,294,857	1,752,853
<b>LONG-TERM LIABILITIES</b>				
Claims payable	-	-	-	3,501,077
Compensated absences payable	26,450	34,069	68,333	-
Net pension liability - IRRP	486,371	402,697	1,010,397	-
Net other postemployment benefits obligation	3,254	121,329	1,010,397	-
Bonds payable	6,222,777	14,375,719	20,598,496	-
Total long-term liabilities	6,770,852	14,850,780	21,750,775	3,501,077
Total liabilities	11,115,953	17,209,369	29,045,632	5,254,030
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension related amounts	21,740	18,000	5,423	45,163
Total liabilities and deferred inflows of resources	11,137,693	17,227,369	29,090,795	5,254,030
<b>NET POSITION</b>				
Net investment in capital assets	51,571,834	13,336,120	64,907,954	-
Unrestricted (deficit)	3,941,670	14,630,060	19,191,138	(2,815,689)
<b>TOTAL NET POSITION</b>	\$ 55,513,504	\$ 27,966,180	\$ 84,099,092	\$ (2,815,689)

See accompanying notes to financial statements.

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

For the Year Ended December 31, 2016

	Business-Type Activities			Governmental Activities
	Water and Sewer	Parking	Normal Enterprise	
Receipts from customers and users	\$ 17,652,233	\$ 6,357,640	\$ 3,477,160	\$ 27,487,033
Receipts from internal service transactions	-	-	-	36,787
Payments to suppliers	(9,090,704)	(2,805,388)	(2,844,119)	(14,740,211)
Payments to employees	(1,311,141)	(754,537)	(297,425)	(2,363,103)
Payments for internal services and interfund reimbursements	(1,800,000)	(351,196)	-	(2,151,196)
Miscellaneous non-operating receipts	106,865	140,135	-	247,000
Net cash from operating activities	5,557,253	2,581,654	335,616	8,474,523
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VILLAGE OF OAK PARK, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION  
PENSION TRUST FUNDS

December 31, 2016

	Business-Type Activities			Governmental Activities
	Water and Sewer	Parking	Nonmajor Enterprise	
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 4,534,818	\$ 1,245,097	\$ 314,765	\$ 6,094,680
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	1,460,265	1,305,513	5,068	2,770,846
Miscellaneous nonoperating receipts	106,865	140,135	-	247,000
(Increase)/decrease in				
Accounts receivable	(59,610)	(26,284)	53,391	(32,503)
Prepaid expenses	(3,529)	(1,250)	-	(4,779)
Deferred outflows of resources	(235,328)	(377,498)	(113,737)	(726,563)
Increase (decrease) in				
Accounts payable	(61,971)	166,933	(6,320)	(450,358)
Accrued payroll	4,524	8,526	1,221	11,271
Compensated absences payable	13,847	16,672	(4,220)	26,299
Net other postemployment benefits obligation	8,842	9,603	-	18,445
Net pension liability	333,357	276,007	83,158	692,522
Deferred inflows of resources	5,173	4,283	1,290	10,746
Claims payable	-	-	-	(82,822)
Unearned revenue	-	(100,261)	-	(100,261)
Deposit payable	-	-	-	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	\$ 5,557,253	\$ 2,581,654	\$ 335,616	\$ 8,474,523
<b>CASH AND INVESTMENTS</b>				
Cash and cash equivalents	\$ 3,912,964	\$ 13,909,186	\$ 414,686	\$ 18,236,836
Cash at paying agent	66,070	-	-	66,070
Investments	-	-	-	-
<b>TOTAL CASH AND INVESTMENTS</b>	\$ 3,979,034	\$ 13,909,186	\$ 414,686	\$ 18,302,906

See accompanying notes to financial statements.

<b>ASSETS</b>	
Cash and investments	\$ 129,017
Cash and short-term investments	20,252,427
Investments	1,001,422
U.S. Government and U.S. agency obligations	22,029,071
State and local obligations	76,049,992
Corporate bonds	7,721,343
Equities	4,489,932
Money market mutual funds	
Annuity contracts	131,673,204
Total cash and investments	311,256
Receivables	795
Accrued interest	
Prepaid expenses	312,051
Total receivables	131,985,255
Total assets	77,665
<b>LIABILITIES</b>	
Accounts payable	77,665
Total liabilities	77,665
<b>NET POSITION RESTRICTED FOR PENSION BENEFITS</b>	\$ 131,907,590

See accompanying notes to financial statements.

VILLAGE OF OAK PARK, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
PENSION TRUST FUNDS

For the Year Ended December 31, 2016

<b>ADDITIONS</b>	
Contributions	
Employer	\$ 8,515,171
Participants	1,563,108
	<u>10,078,279</u>
Total contributions	
Investment income	
Net appreciation in fair value	5,767,500
of investments	3,031,358
Interest earned	(366,897)
Less investment expenses	<u>8,431,961</u>
Net investment income	
Total additions	<u>18,510,240</u>
<b>DEDUCTIONS</b>	
Administrative	97,597
Pension benefits and refunds	13,652,323
	<u>13,749,920</u>
Total deductions	
NET INCREASE	4,760,320
<b>NET POSITION RESTRICTED FOR PENSION BENEFITS</b>	
January 1	127,147,270
December 31	<u>\$ 131,907,590</u>

VILLAGE OF OAK PARK, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Reporting Entity

The Village is a municipal corporation governed by an elected Village President and a six-member board of trustees. As required by GAAP, these financial statements present the Village (the primary government) and its component units.

The Village's financial statements include two pension trust funds.

Police Pension Employees Retirement System

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Firefighters' Pension Employees Retirement System

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

Based on the criteria of GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, there are no component units for which the Village is considered to be financially accountable.

b. Fund Accounting

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

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

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

Governmental funds are used to account for all or most of the Village's general activities. Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Capital projects funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Debt service funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest. The General Fund is used to account for all activities of the general government not accounted for in some other fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. When these assets are held under the terms of a formal trust agreement, a pension trust fund is used. The pension trust funds account for the assets of the Village's public safety employees' pension plans.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these financial statements. Interfund services provided and used are not eliminated on 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 statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

The Village reports the following major governmental funds:

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Special Tax Allocation Fund accounts for the receipts and disbursements of tax increment revenues and other financial resources restricted to the Downtown Oak Park Business District.

The Madison Street TIF Fund accounts for the receipt and disbursement of tax increment revenues and other financial resources received restricted to the Madison Street Business corridor.

The General Obligation Debt Service Fund accounts for the resources restricted for the payment of principal and interest on the Village's general obligation debt.

The Village reports the following major proprietary funds:

The Water and Sewer Fund accounts for the provision of water and sewer 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, financing of debt service, maintenance, billing and collection.

The Parking Fund accounts for the administration and operation of parking areas within the Village as well as the development of new parking areas. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance, financing of debt service and collection efforts.

Internal service funds account for operations that provide services to other departments or agencies of the Village, or to other governments, on a cost-reimbursement basis. The Village reports the Self-Insured Retention Fund and the Employee Health and Life Insurance Fund as internal service funds.

The Village reports the following fiduciary funds:

The Village reports Pension Trust Funds as fiduciary funds to account for the Police Pension Fund and Firefighters' Pension Fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable, available and earned). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Those revenues susceptible (within 60 days except sales, income and telecommunications tax which use 90 days) to accrual are property taxes, franchise taxes, licenses, interest revenue and charges for services. Sales taxes owed to the state at year end on behalf of the Village are also recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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

The Village reports unearned revenue and unavailable/deferred revenue on its financial statements. Unavailable revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period, under the modified accrual basis of accounting. Deferred revenues arise when property tax levies are intended to finance the next fiscal year. Unearned revenue arises when

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- d. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)
- a. revenue is measurable but not earned under the accrual basis of accounting. Unearned revenues also arise when resources are received by the Village before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the issuance of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability and deferred inflows of resource for unearned and unavailable/deferred revenue are removed from the financial statements and revenue is recognized.
- e. Cash and Investments
- For purposes of the statement of cash flows, the Village's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.
- f. Investments
- Investments with a maturity of one year or less when purchased and all nonnegotiable certificates of deposit are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are reported at fair value. All investments of the pension trust funds, regardless of length of maturity, are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Insurance separate accounts are valued at contract value as of December 31, 2016.

g. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the financial statements. Short-term interfund loans, if any, are classified as "interfund receivables/payables."

Advances between funds, if any, are offset by nonspendable fund balance in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- h. Prepaid Items/Expenses
- Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.
- i. Property Held for Resale
- Property held for resale is valued at the lower of cost or market. Reported property held for resale is equally offset by nonspendable fund balance or restricted fund balance if the proceeds would be restricted, which indicates that it does not constitute available spendable resources. The property held consists of numerous parcels, mostly within TIF Districts, that the Village owns and is holding until sold.
- j. Capital Assets
- Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm water), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.
- With regard to improvements to buildings and improvements to infrastructure, the expenditure must be significant and comprise an improvement to the property. The capitalization for building improvements shall be an amount in excess of \$75,000. The capitalization threshold for infrastructure improvements shall be in excess of \$100,000.

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. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets (Continued)

Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	40
Parking structures	10
Machinery and equipment	5
Vehicles	4
Roadways	24-50
Water and sewer mains	40-50

k. Compensated Absences

Vested or accumulated vacation and sick leave are only recorded as a liability and expenditure in the governmental funds for retirees or terminated employees. Vested or accumulated vacation and sick leave of proprietary funds at both levels and governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.

In accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that it is estimated will be taken as "terminal leave" prior to retirement.

l. Rebatable Arbitrage

The Village reports rebatable arbitrage as a reduction of revenue. Where applicable, any liability for rebatable arbitrage is reported in the fund in which the excess interest income was recorded.

m. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

m. Long-Term Obligations (Continued)

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

The Village has adopted GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, which prescribes the method for financial reporting and disclosure of a liability relating to pollution remediation. According to GASB Statement No. 49, the Village is required to estimate its expected outlays for pollution remediation and accrue for the corresponding liability if any obligating events requiring reporting and disclosure occur:

- The Village is compelled to take pollution remediation action because of an imminent endangerment.
- The Village violates a pollution prevention-related permit or license.
- The Village is named, or evidence indicates that it will be named, by a regulator as a responsible party or potentially responsible party for remediation, or as a governmental entity for sharing costs.
- The Village is named or evidence indicates that it will be named, in a lawsuit to compel participation in pollution remediation.
- The Village commences or legally obligates itself to commence pollution remediation.

The Village has identified underground storage tanks which have been removed, but has identified a pollution remediation liability in connection with the circumstances. Note 7 provides detail on the Village's pollution remediation obligation.

n. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Village Board. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village's Chief Finance Officer through the Village's fund balance policy. Any residual fund balance of the General Fund is reported as unassigned, which has a target of between 10% and 20%.

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

In the government-wide financial statements, restricted net positions are legally restricted by outside parties for a specific purpose. None of the Village's restricted net positions are restricted as a result of enabling legislation adopted by the Village. The Village's net investment in capital assets is the book value of the capital assets less the outstanding principal balance of long-term debt issued to construct or acquire the capital assets.

p. Interfund Transactions

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

q. Accounting Estimates

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

2. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except in certain restricted and special funds and pension trust funds. Each fund's portion of this pool is displayed on the financial statements as cash and investments.

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury, U.S. agency and U.S. instrumentality, money market mutual funds regulated by the SEC and whose portfolios consist only of domestic securities, investment-grade obligations of state, provincial and local governments and public authorities, certificates of deposits and other evidences of deposit at financial institutions, bankers' acceptances and commercial paper, rated in the highest tier by a nationally recognized rating agency, local government investment pools, either state-administered or through joint powers statutes and other intergovernmental agreement legislation.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 105% of all bank balances in excess of federal depository insurance. One of the Village's banks pledges collateral to a single institution collateral pool whereby collateral is pooled in one account at a separate bank acting for all public entity deposits in that bank.

The Village's deposits with financial institutions were covered by either FDIC or collateral pledged to the Village with exception of one financial institution for which approximately \$144,698 was exposed to custodial credit risk.

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

2. DEPOSITS AND INVESTMENTS (Continued)

Village Investments

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio so that securities mature concurrent with cash needs. The investment policy limits the maximum maturity length of investments to five years from date of purchase, unless specific authority is given to exceed. Investments in reserve funds may be purchased with maturities to match future projects or liability requirements. In addition, the policy requires the Village to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. Illinois Funds is rated AAA by Standard and Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Village's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Village's name. Illinois Funds and the money market mutual fund are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Village has a high percentage of their investments invested in one type of investment. The Village's investment policy limits the Village's investments to the safest types of securities, pre-qualifies financial institutions, broker/dealers, intermediaries, and advisors with which the Village does business and diversifies the investment portfolio so that potential losses on individual securities will be minimized. At December 31, 2016, the Village's only investments were in money market accounts.

3. RECEIVABLES

a. Property Taxes

Property taxes for 2016 attach as an enforceable lien on January 1, 2016, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2017 and October 1, 2017, and are payable in two installments, on or about March 1, 2017 and November 1, 2017. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 3% of the tax levy, to reflect actual collection experience. As the 2016 tax levy is intended to fund expenditures for the 2017 fiscal year, these taxes are reported as unavailable/deferred as of December 31, 2016.

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

3. RECEIVABLES (Continued)

b. Community Development Loans

The Village has several loan programs which provide loans to residents and certain housing development agencies for the rehabilitation of single-family and multi-family housing. Funding for the loans is from community development grants, the proceeds of general obligation bonds and the Equity Assurance Fund. The community development single-family loan program and single-family emergency loan program provide interest-bearing and 29-year deferred payment loans.

In addition, the Community Development Grant Fund financed short-term loans to certain housing development agencies. The housing bond multi-family loan program makes loans for 10 to 20-year terms. The equity assurance employee down payment loans are 12-year loans with payments deferred for the first three years and a balloon payment in the 12th year. Additionally, the Special Tax Allocation Fund provides retail rehabilitation loans.

The following is a summary of changes in notes receivable during the fiscal year:

Fund	Balances January 1	Issuances	Repayments	Balances December 31
Equity Assurance General Fund Subfund - loans bearing interest of 8.3% to 9.9%.	\$ 6,534	\$ -	\$ -	\$ 6,534
Community Development Block Grant - loans bearing interest of 0% to 5% due through 2023.	3,285,430	89,579	77,817	3,297,192
Animal care league non-interest-bearing loan due in annual installments of \$46,600 through 2007.	93,200	-	46,600	46,600
General Fund - loans bearing interest of 6.0% to 7.5% due through 2023.	67,296	-	10,418	56,878
General Fund - Barrie Park non-interest-bearing loans due upon sale of property.	875,541	-	15,000	860,541
Community Development Block Grant Fund-Oak Park Housing Authority non-interest-bearing loan due June 16, 2023.	70,000	-	20,000	50,000
Deferred Payment Housing Loan Funds	25,889	-	-	25,889
Oak Park Residence Corp.	750,000	-	-	750,000
Less allowance for losses on notes receivable	(88,031)	-	-	(88,031)
<b>TOTAL NOTES RECEIVABLE</b>	<b>\$ 5,085,859</b>	<b>\$ 89,579</b>	<b>\$ 169,835</b>	<b>\$ 5,005,603</b>

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

4. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2016 was as follows:

	Balances January 1	Increases	Decreases	Balances December 31
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated	\$ 2,060,267	\$ -	\$ -	\$ 2,060,267
Land	12,310,380	-	-	12,310,380
Land right of way	230,010	315,501	-	545,511
Construction in progress				
Total capital assets not being depreciated	14,600,657	315,501	-	14,916,158
Capital assets being depreciated				
Buildings and improvements	43,970,955	-	-	43,970,955
Machinery and equipment	6,177,997	300,477	-	6,478,474
Vehicles	8,226,188	1,140,199	305,026	9,061,361
Infrastructure	124,055,379	7,335,705	-	131,391,084
Total capital assets being depreciated	182,430,519	8,776,381	305,026	190,901,874
Less accumulated depreciation for				
Buildings and improvements	13,685,526	1,061,024	-	14,746,550
Machinery and equipment	4,856,409	400,815	-	5,257,224
Vehicles	6,843,177	582,798	300,191	7,125,784
Infrastructure	66,559,018	3,535,836	-	69,894,854
Total accumulated depreciation	91,744,130	5,580,473	300,191	97,024,412
Total capital assets being depreciated, net	90,686,389	3,195,908	4,835	93,877,462
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 105,287,046</b>	<b>\$ 3,511,409</b>	<b>\$ 4,835</b>	<b>\$ 108,793,620</b>

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

4. CAPITAL ASSETS (Continued)

	Balances January 1, Restated	Increases	Decreases	Balances December 31
<b>BUSINESS-TYPE ACTIVITIES</b>				
Capital assets not being depreciated	\$ 3,638,193	\$ -	\$ -	\$ 3,638,193
Land	370,620	1,009,274	370,619	1,009,275
Construction in progress				
Total capital assets not being depreciated	4,008,813	1,009,274	370,619	4,647,468
Capital assets being depreciated				
Land improvements	323,631	-	-	323,631
Buildings and improvements	837,490	-	-	837,490
Parking structures	41,738,696	392,517	-	42,131,213
Machinery and equipment	3,811,065	360,449	-	4,171,514
Vehicles	1,378,519	-	-	1,378,519
Public improvements	87,050,673	2,455,097	-	89,505,770
Total capital assets being depreciated	135,140,074	3,208,063	-	138,348,137
Less accumulated depreciation for				
Land improvements	323,632	-	-	323,632
Buildings and improvements	796,529	4,060	-	800,589
Parking structures	17,692,417	1,074,315	-	18,766,732
Machinery and equipment	2,479,781	234,808	-	2,714,589
Vehicles	1,276,552	59,669	-	1,336,221
Public improvements	30,232,625	1,397,994	-	31,630,619
Total accumulated depreciation	52,801,536	2,770,846	-	55,572,382
Total capital assets being depreciated, net	82,338,538	437,217	-	82,775,755
<b>BUSINESS-TYPE ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 86,347,351</b>	<b>\$ 1,446,491</b>	<b>\$ 370,619</b>	<b>\$ 87,423,223</b>

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

<b>GOVERNMENTAL ACTIVITIES</b>	
General government	\$ 452,225
Public safety	493,286
Highways and streets, including depreciation of general infrastructure assets	4,609,027
Health	4,895
Economic development	21,040
<b>TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES</b>	<b>\$ 5,580,473</b>

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

5. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and illnesses of employees. The Village has established a limited self-insurance program for workers' compensation and liability claims. The Village is self-insured for the first \$750,000 for liability claims and health insurance claims and \$1,000,000 for workers' compensation claims. Commercial insurance is carried for amounts in excess of the self-insured amounts. There has been no significant reduction in coverage in any program from coverage in the prior year. For all programs, settlement amounts have not exceeded insurance coverage for the current or three prior years. The Village's self-insurance activities are reported in the Self-Insurance Retention Fund which is an internal service fund. Premiums have been displayed as expenditures/ expenses in appropriate funds. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current or the three prior years.

Premiums are paid into the Self-Insurance Retention Fund by the departments of the General Fund and other funds based upon historical cost estimates. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Reported liabilities are actuarially determined and include an amount for claims that have been incurred but not reported. The total claims liability as of December 31, 2016 was \$4,118,915.

A reconciliation of claims liability for the current year and that of the preceding year follows:

	Workers' Compensation	General Liability	Health Insurance	Total
CLAIMS PAYABLE, DECEMBER 31, 2014	\$ 1,586,418	\$ 2,051,449	\$ -	\$ 3,637,867
Claims incurred - 2015	437,400	661,513	-	1,098,913
Claims payments - 2015	(65,750)	(1,211,276)	-	(1,277,026)
CLAIMS PAYABLE, DECEMBER 31, 2015, Restated	1,958,068	1,501,686	257,889	3,717,643
Claims incurred - 2016	665,083	587,538	5,080,160	6,332,781
Claims payments and adjustments - 2016	(1,110,310)	207,133	(5,028,332)	(5,931,509)
CLAIMS PAYABLE, DECEMBER 31, 2016	\$ 1,512,841	\$ 2,296,357	\$ 309,717	\$ 4,118,915

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

5. RISK MANAGEMENT (Continued)

Claims and Judgments

The Village is obligated under a judgment order dated December 8, 1987 to pay an annual pro-rata salary to two separated police officers on the attainment of the individuals' 50th birthdays based on prevailing wages at the date of initial distribution. The Village has purchased annuities valued at \$59,324 at December 31, 2016 to fund this liability. The actuarial calculated liability of this obligation at December 31, 2016 was \$905,845 and is included in claims payable.

6. LONG-TERM DEBT

a. Changes in Long-Term Liabilities

During the fiscal year, the following changes occurred in long-term liabilities:

	Balances January 1, Restated	Additions	Reductions	Balances December 31	Current Portion
GOVERNMENTAL ACTIVITIES	\$ 1,707,132	\$ 131,170	\$ 411,664	\$ 1,426,638	\$ 220,031
Compensated absences*	42,565,650	37,225,000	5,103,385	74,687,265	3,776,728
General obligation bonds	9,995,000	-	770,000	9,225,000	790,000
Revenue bonds	19,606,452	-	19,606,452	-	-
Capital appreciation bonds	2,041,191	-	385,560	1,655,631	161,075
Notes payable	954,540	203,830	187,011	971,359	231,131
Capital lease	667,429	228,540	98,624	797,345	-
Premium on bonds	(129,617)	252,720	(9,629)	(72,526)	-
Discount on bonds	3,459,754	1,562,339	903,178	4,118,915	-
Claims payable	2,369,877	-	769,877	1,600,000	741,332
Pollution remediation obligation	1,740,567	3,792,005	-	5,532,572	-
Net pension liability - IMRF	82,300,573	4,913	-	89,169,216	-
Net pension liability - SLEP	75,026,514	4,553,603	-	79,580,117	-
Net pension liability - Police	-	-	-	-	-
Net pension liability - Fire	-	-	-	-	-
Net other postemployment benefits obligation*	1,051,798	43,674	-	1,075,472	-
TOTAL GOVERNMENTAL ACTIVITIES	\$ 243,336,860	\$ 54,866,437	\$ 28,226,122	\$ 269,471,735	\$ 5,920,297

\* Compensated absences, net other postemployment benefits obligation are primarily liquidated by the General Fund.

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

6. LONG-TERM DEBT (Continued)

a. Changes in Long-Term Liabilities (Continued)

	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
<b>BUSINESS-TYPE ACTIVITIES</b>					
Compensated absences	\$ 54,093	\$ 30,519	\$ 4,220	\$ 80,392	\$ 12,059
General obligation bonds	12,874,350	10,395,000	1,596,615	21,672,735	1,670,875
Premium on bonds	680,072	-	83,436	596,636	-
Net pension liability - IMRF	317,875	692,522	-	1,010,396	-
Net other postemployment benefits obligation	55,104	18,445	-	73,549	-
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 13,981,494</b>	<b>\$ 11,136,486</b>	<b>\$ 1,684,271</b>	<b>\$ 23,433,709</b>	<b>\$ 1,682,934</b>

b. Governmental Activities

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

General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

	Fund Debt Retired By	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
<b>\$5,000,000 General Obligation Corporate Purpose Bonds Series 2006A</b>						
Purpose Bonds Series 2006A dated May 15, 2006 due in annual installments of \$80,000 to \$800,000 plus interest at 4.375% to 4.875% through November 1, 2026.	Debt Service	\$ 345,000	\$ -	\$ 135,000	\$ 210,000	\$ 210,000
<b>\$13,495,649 General Obligation Corporate Purpose Capital Appreciation Bonds Series 2006B</b>						
Purpose Bonds Series 2006B dated May 15, 2006 due in installments of \$383,165 to \$1,294,592 plus accreted interest at 4.18% to 5.33% commencing November 1, 2012 through November 1, 2032.	Debt Service	19,606,452	-	19,606,452	-	-

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

6. LONG-TERM DEBT (Continued)

b. Governmental Activities (Continued)

	Fund Debt Retired By	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
<b>\$2,700,000 General Obligation Corporate Purpose Bonds Series 2007</b>						
Purpose Bonds Series 2007 dated September 15, 2007, due in annual installments of \$100,000 to \$500,000 plus interest at 3.65% to 4.00% through November 1, 2021.	Debt Service	\$ 2,300,000	\$ -	\$ 500,000	\$ 1,800,000	\$ 400,000
<b>\$7,300,000 General Obligation Corporate Purpose Refunding Bonds Series 2007A</b>						
dated November 19, 2007, due in annual installments of \$45,000 to \$965,000 plus interest at 4% through November 1, 2020.	Debt Service	4,495,000	-	835,000	3,660,000	865,000
<b>\$10,330,000 General Obligation Corporate Purpose Refunding Bonds Series 2010A</b>						
dated October 27, 2010, due in annual installments of \$1,480,000 to \$1,910,000 plus interest at 3.40% to 3.95% through April 1, 2016.	Debt Service	1,480,000	-	1,480,000	-	-
<b>\$4,900,000 General Obligation Corporate Purpose Bonds Series 2011A</b>						
dated October 24, 2011, due in annual installments of \$50,000 to \$680,000 plus interest at 2% to 3% through January 1, 2020.	Special Tax Allocation	3,200,000	-	600,000	2,600,000	640,000
<b>\$2,094,783 General Obligation Corporate Purpose Project and Refunding Bonds Series 2011B</b>						
dated October 24, 2011, due in annual installments of \$25,000 to \$1,455,000 plus interest at 3.000% to 3.625% through January 1, 2025 (1).	Debt Service	2,073,961	-	12,480	2,061,481	12,500

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

6. LONG-TERM DEBT (Continued)

b. Governmental Activities (Continued)

	Fund Debt Retired By	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
\$7,303,375 General Obligation Corporate Purpose Refunding Bonds Series 2012A dated October 23, 2012, due in annual installments of \$75,000 to \$1,100,000 plus interest at 2% through November 1, 2026 (2).	Debt Service	\$ 6,201,689	\$ -	\$ 535,905	\$ 5,665,784	\$ 619,228
\$13,470,000 General Obligation Corporate Purpose Refunding Bonds Series 2015A dated November 12, 2015, due in annual installments of \$530,000 to \$1,705,000 plus interest at 2% to 3% through November 1, 2028.	Debt Service	13,470,000	-	570,000	12,900,000	630,000
\$9,000,000 General Obligation Corporate Purpose Bonds Series 2015B dated December 22, 2015, due in annual installments of \$240,000 to \$1,370,000 plus interest at 3.00% to 3.75% through November 1, 2040.	Debt Service	9,000,000	-	435,000	8,565,000	400,000
\$20,300,000 General Obligation Corporate Purpose Refunding Bonds Series 2016A dated March 28, 2016, due in annual installments of \$175,000 to \$4,240,000 plus interest at 3.000% to 3.375% through November 1, 2032.	Debt Service	-	20,300,000	-	20,300,000	-
\$10,005,000 General Obligation Corporate Purpose Bonds Series 2016D dated November 1, 2016, due in annual installments of \$25,000 to \$1,000,000 plus interest at 3.00% to 3.25% through November 1, 2036.	Debt Service	-	10,005,000	-	10,005,000	-

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

6. LONG-TERM DEBT (Continued)

b. Governmental Activities (Continued)

	Fund Debt Retired By	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
\$4,075,000 General Obligation Corporate Purpose Bonds Series 2016B dated March 30, 2016, due in annual installments of \$190,000 to \$315,000 plus interest at 1.6% to 4.0% through November 1, 2035.	Debt Service	\$ -	\$ 4,075,000	\$ -	\$ 4,075,000	\$ -
\$2,845,000 General Obligation Corporate Purpose Bonds Series 2016C dated March 30, 2016, due in annual installments of \$50,000 to \$2,845,000 plus interest at 1.70% to 2.25% through November 1, 2021.	Debt Service	-	2,845,000	-	2,845,000	-
TOTAL BONDS AND NOTES		\$ 62,172,102	\$ 37,225,000	\$ 24,709,857	\$ 74,687,265	\$ 3,776,728

(1) The General Obligation Corporate Purpose Project and Refunding Bonds Series 2011B outstanding at December 31, 2016 totaling \$4,950,000 are allocated \$2,061,481 to governmental activities and \$2,888,519 to business-type activities in the Enterprise - Water and Sewer Fund.

(2) The General Obligation Corporate Purpose Refunding Bonds Series 2012A outstanding at December 31, 2016 totaling \$7,460,000 are allocated \$5,665,784 to governmental activities and \$1,794,216 to business-type activities in the Enterprise - Water and Sewer Fund.

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

6. LONG-TERM DEBT (Continued)

b. Governmental Activities (Continued)

Revenue bonds are limited obligations and are payable solely from the revenue streams or trusts that are securing the obligations. Revenue bonds currently outstanding are as follows:

	Fund Debt Retired By	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
\$9,995,000 Sales Tax Revenue Bonds Series 2006C dated December 12, 2006, due in annual installments of \$770,000 to \$1,120,000 plus interest at 4.00% to 4.25% commencing December 1, 2016 through December 1, 2026.	Special Tax Allocation	\$ 9,995,000	\$ -	\$ 770,000	\$ 9,225,000	\$ 790,000
TOTAL		\$ 9,995,000	\$ -	\$ 770,000	\$ 9,225,000	\$ 790,000

The revenue bonds and interest thereon are limited obligations of the Village payable solely from the pledged sales taxes. Pledged taxes include distributions to the Village by the State of Illinois municipal retailers' occupation taxes or service occupation taxes and collections by the Village of any taxes imposed under its powers as a home rule unit. These pledges will remain until all bonds are retired or mature in 2026 as disclosed above. During the current fiscal year, the principal and interest on the bonds was approximately 16.4% of the pledged sales taxes (local and home rule).

c. Advance Refunding

On March 30, 2016, the Village issued \$20,300,000 in General Obligation Corporate Purpose Refunding Bonds, Series 2006A, due in annual installments of \$175,000 to \$4,240,000 plus interest at 3.000% to 3.375% through November 1, 2032 to advance refund a portion of the General Obligation Corporate Purpose Capital Appreciation Bonds, Series 2006B in the amount of \$19,540,724. The net proceeds of \$19,997,125 (after payment of \$361,585.06 in underwriting fees, insurance and other issuance costs) were used to purchase government securities.

A portion of the 2006B Bonds outstanding were callable, and therefore were refunded. The remainder, in the amount of \$381,697, will be paid from an escrow account created by depositing proceeds of \$381,697 into an irrevocable trust with an escrow agent to provide for all future debt service payments on the portion of the 2006B Bonds outstanding. As a result, the entire balance of the 2006B Bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net position.

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

6. LONG-TERM DEBT (Continued)

c. Advance Refunding (Continued)

Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the portion of the General Obligation Corporate Purpose Capital Appreciation Bonds, Series 2005B refunded. As a result, a portion of the General Obligation Corporate Purpose Capital Appreciation Bonds, Series 2005B are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net position. This transaction resulted in a decrease in future debt payments of \$4,982,844 and an economic gain of \$4,986,716.

d. Business-Type Activities

The Village issues bonds where the Village pledges income derived from the acquired or constructed assets to pay debt service. Bonds currently outstanding are as follows:

	Fund Debt Retired By	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
\$13,315,000 General Obligation Refunding Bonds Series 2010C dated August 17, 2010, due in annual installments of \$175,000 to \$1,585,000 plus interest at 3% to 4% through November 1, 2023 (1).	Water and Sewer Fund/ Parking Fund	\$ 8,005,000	\$ -	\$ 1,410,000	\$ 6,595,000	\$ 1,455,000
\$2,935,217 General Obligation Corporate Purpose Project and Refunding Bonds Series 2011B dated October 24, 2011, due in annual installments of \$25,000 to \$1,455,000 plus interest at 3.000% to 3.625% through January 1, 2025.	Water and Sewer Fund	2,906,039	-	17,520	2,888,519	17,500
\$2,311,625 General Obligation Corporate Purpose Refunding Bonds Series 2012A dated October 23, 2012, due in annual installments of \$75,000 to \$1,100,000 plus interest at 2% through November 1, 2026.	Water and Sewer Fund	1,963,311	-	169,095	1,794,216	198,375
\$10,395,000 General Obligation Corporate Purpose Bonds Series 2016E dated November 1, 2016, due in annual installments of \$410,000 to \$740,000 plus interest at 3% to 4% through November 1, 2036.	Debt Service	-	10,395,000	-	10,395,000	-
TOTAL		\$ 12,874,350	\$ 10,395,000	\$ 1,596,615	\$ 21,672,735	\$ 1,670,875

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

6. LONG-TERM DEBT (Continued)

d. Business-Type Activities (Continued)

(1) The General Obligation Refunding Bonds Series 2010C outstanding at December 31, 2016 totaling \$6,595,000 are allocated \$1,936,170 to business-type activities in the Enterprise - Water and Sewer Fund and \$4,658,830 to business-type activities in the Enterprise - Parking Fund.

e. Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2017	\$ 3,776,728	\$ 2,251,203	\$ 1,670,875	\$ 725,641
2018	3,815,045	2,139,732	2,200,073	692,876
2019	4,473,020	2,029,530	2,287,055	614,200
2020	5,196,867	1,904,829	1,704,273	532,384
2021	5,676,360	1,770,072	1,371,312	466,473
2022	2,700,060	1,628,130	1,727,598	416,398
2023	3,260,445	1,547,027	1,565,437	363,839
2024	3,317,744	1,451,695	1,144,692	314,390
2025	3,754,435	1,355,345	1,162,981	279,041
2026	4,306,561	1,241,695	588,439	251,698
2027	4,040,000	1,114,137	530,000	234,781
2028	4,130,000	991,788	550,000	218,219
2029	4,360,000	866,087	565,000	200,344
2030	4,745,000	733,013	585,000	181,275
2031	4,920,000	582,944	605,000	160,800
2032	5,075,000	421,769	630,000	136,600
2033	1,560,000	249,238	655,000	111,400
2034	1,680,000	196,581	680,000	85,200
2035	1,205,000	140,031	710,000	58,000
2036	905,000	97,531	740,000	29,600
2037	420,000	66,600	-	-
2038	440,000	51,375	-	-
2039	455,000	34,875	-	-
2040	475,000	17,813	-	-
<b>TOTAL</b>	<b>\$ 74,687,265</b>	<b>\$ 22,883,040</b>	<b>\$ 21,672,735</b>	<b>\$ 6,073,159</b>

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

6. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity (Continued)

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

Fiscal Year	Principal	Interest
2017	\$ 790,000	\$ 382,762
2018	820,000	351,163
2019	830,000	318,362
2020	845,000	285,163
2021	870,000	251,362
2022	920,000	215,475
2023	980,000	176,375
2024	1,000,000	134,725
2025	1,050,000	92,225
2026	1,120,000	47,600
<b>TOTAL</b>	<b>\$ 9,225,000</b>	<b>\$ 2,255,212</b>

f. Legal Debt Margin

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property ... (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: ... indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum ... shall not be included in the foregoing percentage amounts."

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

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

6. LONG-TERM DEBT (Continued)

g. Capital Leases

The Village is committed under leases for various vehicle and equipment purchases as follows:

Issue	Fund Debt Retired by	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
Vehicles	Fleet Replacement	\$ 954,540	\$ 203,830	\$ 187,011	\$ 971,359	\$ 231,131
TOTAL		\$ 954,540	\$ 203,830	\$ 187,011	\$ 971,359	\$ 231,131

The Village entered into a capital lease during the year ended December 31, 2010 for the purchase of two fire engines at a gross cost of \$794,234. The total lease payable was \$794,234 and is payable in eight annual payments of \$99,262 beginning in fiscal year 2011 after an initial payment of \$160,000 in fiscal year 2010 at 5.2% interest.

The Village entered into a capital lease during the year ended December 31, 2013 for the purchase of an ambulance at a gross cost of \$168,083. The total lease payable was \$168,083 and is payable in three annual payments of \$58,072 beginning in fiscal year 2013 at 2.476% interest.

The Village entered into a capital lease during the year ended December 31, 2014 for the purchase of fire trucks at a gross cost of \$795,294. The total lease payable was \$795,294 and is payable in ten annual payments of \$94,858 beginning in fiscal year 2014 at 3.34% interest.

The Village entered into a capital lease during the year ended December 31, 2016 for the purchase of an ambulance at a gross cost of \$203,830. The total lease payable was \$203,830 and is payable in three annual payments of \$71,783 beginning in fiscal year 2017 at 2.80% interest.

Annual debt service requirements to maturity under capital leases are as follows:

Year Ending December 31,	Total
2017	\$ 265,903
2018	265,903
2019	166,641
2020	94,858
2021	94,858
2022	94,861
2023	94,853
Total	1,077,877
Less: amount representing interest costs	(106,518)
PRESENT VALUE OF MINIMUM LEASE PAYMENTS	\$ 971,359

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

7. POLLUTION REMEDIATION OBLIGATION

The Village has recognized a pollution remediation liability for cleanup and remediation after the removal of six previously unidentified underground storage tanks in the amount of \$1,600,000. The estimate was calculated by performance of a site assessment to obtain an evaluation of the cost associated with correcting the environmental effects in accordance with the requirements of the Illinois Environmental Protection Agency IEPA. This liability is subject to changes due to price fluctuations, changes in technology, or application laws and regulations. An amount of estimated recoveries is not determinable.

8. CONTRACTUAL COMMITMENTS

Joint Venture

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

During fiscal 2016, the Village's allocated cost share totaled \$1,434,345 including operational expenses and acquisition of equipment.

9. INDIVIDUAL FUND DISCLOSURES

- a. Due To/From Other Funds
- Due from/to other funds are as follows:

	Due From	Due To
MAJOR GOVERNMENTAL FUNDS		
General		
Special Tax Allocation	\$ 722,488	\$ -
Nonmajor Governmental	7,242,888	8,638,891
Water and Sewer	2,688,834	-
Internal Service	524,607	2,133,014
Total General	11,178,817	10,771,905
Special Tax Allocation		
General	-	722,488
Nonmajor Governmental	2,100,000	-
Total Special Tax Allocation	2,100,000	722,488

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

9. INDIVIDUAL FUND DISCLOSURES (Continued)

a. Due To/From Other Funds (Continued)

Due from/to other funds are as follows:

	Due From	Due To
Debt Service Fund	-	1,817,890
Parking Fund	10,483,249	-
Nonmajor Governmental	10,483,249	1,817,890
Total Debt Service Fund		
NONMAJOR GOVERNMENTAL		
General	\$ 9,436,859	\$ 8,040,856
Debt Service Fund	-	10,483,249
Special Tax Allocation	-	2,100,000
Total Nonmajor Governmental	9,436,859	20,624,105

ENTERPRISE

Parking	1,817,890	-
Debt Service Fund	-	2,688,834
Water and Sewer	-	2,688,834
General	1,817,890	2,688,834
Total Enterprise		

INTERNAL SERVICE

General	2,133,014	524,607
Total Internal Service	2,133,014	524,607
TOTAL	\$ 37,149,829	\$ 37,145,630

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

- \$2,688,834 due to the General Fund from the Water Fund for payment of payroll and other various routine expenditures.
- Net due of \$7,242,888 to the various nonmajor governmental funds from the General Fund for grant administration, contractual services, police equipment, supplies, payroll, benefits of personnel and related to allocations for the Village's internal cash and investment pool.
- \$2,100,000 due to the Special Tax Allocation Fund from the various nonmajor governmental funds to refund an overpayment of interfund payments made during the calendar year by the Special Tax Allocation Fund to various nonmajor governmental funds.

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

9. INDIVIDUAL FUND DISCLOSURES (Continued)

a. Due To/From Other Funds (Continued)

- \$722,488 due to the General Fund from the Special Tax Allocation Fund to refund an overpayment of interfund payments made during the calendar year by the General Fund to the Special Tax Allocation Fund.

- Net due of \$1,608,407 to the Internal Service Funds from the General Fund for payroll, insurance claims and premium expenditures.

All payments are expected within one year.

b. Transfers

Interfund transfers during the year ended December 31, 2016 consisted of the following:

Fund	Transfers In	Transfers Out
Major Governmental Funds		
General	\$ 3,020,604	\$ 2,842,776
General Obligation Debt Service	835,772	10,376,829
Special Tax Allocation	-	3,700,000
Total Major Governmental Funds	3,856,376	16,919,605
Nonmajor Governmental Funds		
Foreign Fire Insurance	-	20,000
Emergency 9-1-1	1,077,000	-
Motor Fuel Tax	-	1,300,000
Special Service Area #1	700,000	-
Capital Improvements	11,526,837	3,050,016
Capital Building Improvements	520,004	-
Equipment Replacement	1,050,000	-
Fleet Replacement	1,000,008	-
Colt Westgate Redevelopment	3,000,000	-
Total Nonmajor Governmental Funds	18,873,849	4,370,016
Major Enterprise Funds		
Water	-	-
Parking	60,000	300,000
Total Major Enterprise Funds	60,000	300,000
Nonmajor Enterprise Funds		
Environmental Services	-	1,200,604
TOTAL	\$ 22,790,225	\$ 22,790,225

**9. INDIVIDUAL FUND DISCLOSURES (Continued)**

- b. Transfers (Continued)

The purpose of significant transfers is as follows:

- \$3,020,604 transfer to the General Fund:
- a. \$1,300,000 from the Motor Fuel Tax Fund for capital projects.
- b. \$500,004 from the Capital Improvements Fund for administration costs.
- c. \$1,220,600 from various other funds.
- \$835,772 transfer to the Debt Service Fund from the General Fund for reimbursement of routine annual debt service payments.
- \$1,077,000 transfer to the E911 Fund from the General Fund for contractual services.
- \$700,000 transfer to the Special Service Area #1 Fund from the DOWNTOWN TIF Fund for contractual services.
- \$520,004 transfer to the Capital Building Improvements Fund from the CIP Fund and various other funds for \$500,004 and \$20,000, respectively.
- \$1,050,000 transfer to the Equipment Replacement Fund from the CIP Fund for contractual services.
- \$1,000,008 transfer to the Fleet Replacement Fund from the CIP Fund for contractual services.
- \$11,526,837 transfer to the Capital Improvements Fund from the Debt Service and General Funds for \$10,376,829 and \$1,150,008, respectively.
- \$3,000,000 transfer to the Colt Westgate Redevelopment Fund from the DOWNTOWN TIF Fund for environmental contractual services.
- \$60,000 transfer to the Parking Fund from the General Fund for reimbursement of debt service expenses. Special Service Area #1

- c. Deficit Fund Balances

As of December 31, 2016, the Lake Forest Development Project Fund, Colt Westgate Redevelopment Fund, South Harlem Redevelopment Fund, Self-Insurance Retention Fund and Community Development Block Grant Fund had deficit fund balances of \$532,840, \$4,117,538, \$133,384, \$3,817,461 and \$20,124 respectively.

**10. CONTINGENT LIABILITIES**

- a. Litigation

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

- b. Grants

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

**11. EMPLOYEE RETIREMENT SYSTEMS**

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

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel

- a. Plan Description

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. 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.

**11. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

a. Plan Description (Continued)

Illinois Municipal Retirement Fund (Continued)

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.

Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer required contribution rate for calendar year 2016 was 11.59% for IMRF.

Sheriff's Law Enforcement Personnel

Sheriff's Law Enforcement Personnel (SLEP) provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, having accumulated at least 20 years of SLEP service and terminating IMRF participation on or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of their final rate of earnings, for each year of credited service up to 32 years or 80% of their final rate of earnings. For those SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies. 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 50 (reduced benefits) or after age 55 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of their final rate of earnings, for each year of credited service up to 30 years of service to a maximum of 75%. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. The employer required contribution rate for calendar year 2016 was 0% for SLEP.

**11. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

b. Plan Membership

At December 31, 2015, the IMRF membership consisted of:

	IMRF	SLEP
Inactive plan members currently receiving benefits	406	-
Inactive plan members entitled to but not yet receiving benefits	267	-
Active plan members	231	1
<b>TOTAL</b>	<b>904</b>	<b>1</b>

The IMRF data included in the table above includes membership of both the Village and the Oak Park Public Library (the Library).

c. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2015 using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2015
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Discount rate	7.49%
Cost of living adjustments	3.00%
Asset valuation method	Market

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

d. Discount Rate

The discount rate used to measure the IMRF total pension liability was 7.49%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was not projected to be available to make all projected future benefit payments of current plan members, and therefore was blended with the index rate of 3.57% for tax exempt general obligation municipal bonds rated AA or better at December 31, 2015 to arrive at a discount rate of 7.49% used to determine the total pension liability.

e. Changes in the Net Pension Liability

Illinois Municipal Retirement Fund

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2015	\$ 102,713,459	\$ 100,040,158	\$ 2,673,301
Changes for the period			
Service cost	1,564,589	-	1,564,589
Interest	7,544,503	-	7,544,503
Difference between expected and actual experience	(380,519)	-	(380,519)
Changes in assumptions	115,400	-	115,400
Employer contributions	-	2,036,764	(2,036,764)
Employee contributions	-	666,382	(666,382)
Net investment income	-	492,447	(492,447)
Benefit payments and refunds	(5,804,750)	(5,804,750)	-
Other (net transfer)	-	(175,681)	175,681
Net changes	3,039,223	(2,784,838)	5,824,061
BALANCES AT DECEMBER 31, 2015	\$ 105,752,682	\$ 97,255,320	\$ 8,497,362

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

e. Changes in the Net Pension Liability (Continued)

The table presented above includes amounts for both the Village and the Library. The Village's collective share of the net pension liability at January 1, 2015, the employer contributions and the net pension liability at December 31, 2015 was \$2,058,442, \$1,568,308 and \$6,542,969, respectively. The Library's collective share of the net pension liability at January 1, 2015, the employer contributions and the net pension liability at December 31, 2015 was \$614,859, \$468,456 and \$1,954,393, respectively. Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

Sheriff's Personnel Enforcement Fund

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2015	\$ -	\$ -	\$ -
Changes for the period			
Service cost	11,979	-	11,979
Interest	449	-	449
Difference between expected and actual experience	7,936	-	7,936
Changes in assumptions	-	-	-
Employer contributions	-	10,582	(10,582)
Employee contributions	-	5,538	(5,538)
Net investment income	-	40	(40)
Benefit payments and refunds	-	-	-
Other (net transfer)	-	(709)	709
Net changes	20,364	15,451	4,913
BALANCES AT DECEMBER 31, 2015	\$ 20,364	\$ 15,451	\$ 4,913

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

- f. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2016, the Village recognized pension expense of \$1,386,145 for the Village and \$443,411 for the Library.

At December 31, 2016, the Village and Library reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 379,825
Changes in assumption	1,179,513	-
Contributions made after measurement date	2,036,990	-
Net difference between projected and actual earnings on pension plan investments	6,304,388	-
<b>TOTAL</b>	<b>\$ 9,520,891</b>	<b>\$ 379,825</b>

The deferred outflows presented in the table above include amounts for both the Village and the Library. The Village's collective share of the deferred outflows of resources at December 31, 2016 was \$5,470,139. The Library's collective share of the deferred outflows of resources at December 31, 2016 was \$1,633,937.

At December 31, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to SLEP from the following sources:

	Deferred Outflows of Resources
Difference between expected and actual experience	\$ 6,678
Changes in assumption	-
Net difference between projected and actual earnings on pension plan investments	430
<b>TOTAL</b>	<b>\$ 7,108</b>

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

- f. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

\$2,036,990 reported as deferred outflows of resources related to pensions resulted from the Village and Library's contributions of \$1,606,157 and \$430,833, respectively, after the measurement date. These amounts will be recognized as a reduction of the net pension liability in the reporting year ending December 31, 2017.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized as pension expense by the Village as follows:

Year Ending December 31,	IMRF	SLEP
2017	\$ 1,939,970	\$ 1,366
2018	1,204,909	1,366
2019	1,264,558	1,366
2020	1,060,702	1,364
2021	-	1,258
2022	-	388
<b>TOTAL</b>	<b>\$ 5,470,139</b>	<b>\$ 7,108</b>

- g. Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 7.49% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.49%) or 1 percentage point higher (8.49%) than the current rate:

	1% Decrease (6.49%)	Current Discount Rate (7.49%)	1% Increase (8.49%)
Net pension liability (asset) (Village)	\$ 16,183,487	\$ 6,542,969	\$ (1,364,311)
Net pension liability (asset) (Library)	4,834,028	1,954,393	(407,522)
Net pension liability (SLEP)	7,305	4,913	2,845
<b>Net pension liability (asset) total</b>	<b>\$ 21,024,820</b>	<b>\$ 8,502,275</b>	<b>\$ (1,768,988)</b>

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan

a. Plan Administration

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (Chapter 40 - Article 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Police Pension Plan does not issue separate financial statements.

b. Plan Membership

At December 31, 2016 (date of last actuarial valuation), the Police Pension Plan membership consisted of:

Inactive plan members currently receiving benefits	130
Inactive plan members entitled to benefits but not yet receiving them	3
Active plan members	108

TOTAL

241

c. Benefits Provided

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a police officer 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 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 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% of the original pension and 3% compounded annually thereafter.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

c. Benefits Provided (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of 1/2 of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 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. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or 1/2 of the change in the Consumer Price Index for the preceding calendar year.

d. Contributions

Employees are required by ILCS 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 Police Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. The Village has been funding the plan at 100% and as result it is solvent. For the year ended December 31, 2016, the Village's contribution was 45.9% of covered payroll.

e. Investment Policy

ILCS limits the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

e. Investment Policy (Continued)

issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate bonds and Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities and real estate investment trusts. During the year, the following changes to the investment policy were approved by the Board of Trustees: allowing investments in real estate investment trusts and the global tactical asset allocation mutual fund. In addition, target allocations across asset classes were adjusted.

The Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed income	33-68%	1.11%
Domestic equities	20-65%	5.60%
International equities	20-65%	5.90%
Cash and cash equivalents	2-20%	0.00%

ILCS limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major assets class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates or arithmetic real rates of return excluding inflation for each major asset class included in the Fund's target asset allocation as of December 31, 2016 are listed in the table above.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

f. Investment Valuations

The Fund categorizes its fair value measurements within the fair value hierarchy established by general accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Illinois Funds, an investment pool created by the state legislature under the control of the State Treasurer, is a money market mutual fund that maintains a \$1 per share value.

g. Investment Concentrations

There are no significant investments (other than United States Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investments.

h. Investment Rate of Return

For the year ended December 31, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.95%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

i. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires all bank balances to be covered by federal depository insurance.

j. Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2016:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasuries	\$ 12,030,541	\$ 614,833	\$ 7,136,852	\$ 3,946,578	\$ 332,278
U.S. agencies	2,176,910	446,471	848,046	204,318	678,075
State, local and municipal bonds	1,001,422	117,597	189,049	296,519	398,257
Corporate bonds	13,704,033	920,953	7,892,422	4,651,377	239,281
TOTAL	\$ 28,912,906	\$ 2,099,854	\$ 16,066,369	\$ 9,098,792	\$ 1,647,891

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

j. Interest Rate Risk (Continued)

In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Fund.

k. Credit Risk

The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government, securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government and investment grade corporate bonds rated at or above BBB- by Standard and Poor's, Baa3 by Moody's and BBB- by Fitch by at least two of the three rating agencies. The fixed income securities are rated Baa3 to Aaa by Moody's.

l. Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Fund requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name. The money market mutual funds and equity mutual funds are not subject to custodial credit risk.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

m. Net Pension Liability

The components of the net pension liability of the Police Pension Plan as of December 31, 2016 were as follows:

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2016	\$ 166,243,636	\$ 83,943,327	\$ 82,300,309
Changes for the period and actual experience			
Service cost	1,565,071	-	1,565,071
Interest	11,221,445	-	11,221,445
Difference between expected and actual experience	(1,054,515)	-	(1,054,515)
Changes in assumptions	5,751,732	-	5,751,732
Employer contributions	-	4,735,676	(4,735,676)
Employee contributions	-	999,387	(999,387)
Net investment income	-	4,936,807	(4,936,807)
Benefit payments and refunds	(7,387,597)	(7,398,106)	10,509
Administrative expense	-	(46,535)	46,535
Net changes	10,096,136	3,227,229	6,868,907
BALANCES AT DECEMBER 31, 2016	\$ 176,339,772	\$ 87,170,556	\$ 89,169,216

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, disability rates, turnover rates and retirement rates.

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Police Pension Fund.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

n. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2016 using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2016
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	3.00%
Salary increases	2.75%
Discount rate	6.50%
Cost of living adjustments	3.00%
Asset valuation method	Market

Mortality rates were based on the RP-2014 Blue Collar headcount-weighted Mortality Table brought back to 2006, projected to 2016 using the MP2016; separate tables for males and females.

o. Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

p. Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.50% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net pension liability	\$ 115,579,985	\$ 89,169,216	\$ 67,865,165
Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources			

q. For the year ended December 31, 2016, the Village recognized police pension expense of \$7,531,120. At December 31, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to the police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 17,141,079	\$ 3,581,425
Changes in assumption	-	-
Net difference between projected and actual earnings on pension plan investments	4,457,158	-
<b>TOTAL</b>	<b>\$ 21,598,237</b>	<b>\$ 3,581,425</b>

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

- q. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the police pension will be recognized in pension expense as follows:

Year Ending December 31,	
2017	\$ 6,026,290
2018	6,026,290
2019	5,312,939
2020	651,293
2021	-
TOTAL	<u>\$ 18,016,812</u>

Firefighters' Pension Plan

- a. Plan Administration
- Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (Chapter 40 - Article 5/4) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a pension trust fund.
- The plan is governed by a five-member pension board. Two members are appointed by the Village's President, one member is elected by pension beneficiaries, and two members are elected by active police employees.
- b. Plan Membership
- At December 31, 2016, the Firefighters' Pension Plan membership consisted of:
- |                                                                  |            |
|------------------------------------------------------------------|------------|
| Inactive plan members currently receiving benefits               | 115        |
| Inactive plan members entitled to but not yet receiving benefits | -          |
| Active plan members                                              | <u>62</u>  |
| TOTAL                                                            | <u>177</u> |

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

- c. Benefits Provided

The Firefighters' 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 at the date of retirement. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten 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 covered employee 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% of the original pension and 3% 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 firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of 1/2 of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 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 firefighter shall be increased annually at age 60 on the January 1<sup>st</sup> after the firefighter retires or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or 1/2 of the change in the Consumer Price Index for the preceding calendar year.

- d. Contributions

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Firefighters' Pension Plan. The Village has been funding the plan at 100% and therefore it is solvent. For the year ended December 31, 2016, the Village's contribution was 76.1% of covered payroll.

**11. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

Firefighters' Pension Plan (Continued)

e. Investment Policy

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

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

The Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
U.S. fixed income	35%	2.5%
Global tactical	5%	8.5%
U.S. equities	32.5%	7.5%
International equities	20%	8.5%
Real estate	7.5%	4.5%

The long-term expected real rate of return is based on expected average returns over the foreseeable future for each asset class voting on arithmetic calculation.

**11. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

Firefighters' Pension Plan (Continued)

f. Investment Valuations

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

g. Investment Concentrations

Concentration of credit risk is the risk that the Fund has a high percentage of its investments invested in one type of investment. The Fund's investment policy requires diversification of investment to avoid unreasonable risk. No financial institution, except any securities custodians of the Fund, shall hold more than 10% of the Fund's portfolio at any time. Neither shall Illinois Funds hold more than 10% of the Fund's portfolio at any time. In addition, the following allocations are desired: depository accounts and money market mutual funds at 1% to 5%, fixed income securities at 40% to 44% and 55% in equity securities.

At December 31, 2016, there were no significant investments (other than United States Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investments.

h. Investment Rate of Return

For the year ended December 31, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.29%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

i. Custodial Credit Risk - Deposits with Financial Institutions

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

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

j. Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2016:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasuries	\$ 3,787,459	\$ 398,302	\$ 1,086,959	\$ 1,214,917	\$ 1,087,281
U.S. agencies	2,257,517	-	409,077	287,490	1,560,950
Corporate bonds	8,325,038	106,786	4,098,703	2,574,859	1,544,690
<b>TOTAL</b>	<b>\$ 14,370,014</b>	<b>\$ 505,088</b>	<b>\$ 5,594,739</b>	<b>\$ 4,077,266</b>	<b>\$ 4,192,921</b>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market with a minimum return of 7% desired during a market cycle. In addition, no investment in a fixed income security shall have a maturity of greater than 30 years from the time of purchase.

k. Credit Risk

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Fund limits its exposure to credit risk by investing U.S. Treasury obligations and other obligations which are rated AA or better by a national rating agency. The Fund's investment policy does not address the management of credit risk. The U.S. Treasuries and agencies, money market mutual funds, and Illinois Funds are rated AAA. The municipal bonds are rated AA2 to AAA. The corporate bonds are rated BAA3 to AAA, and comprise the primary investments of the plan's portfolio.

l. Custodial Credit Risk - Investments

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

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

m. Net Pension Liability

The components of the net pension liability of the Firefighters' Pension Plan as of December 31, 2016 were as follows:

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
<b>BALANCES AT</b>			
<b>JANUARY 1, 2016</b>	\$ 118,230,456	\$ 43,203,943	\$ 75,026,513
Changes for the period			
Service cost	1,121,758	-	1,121,758
Interest	7,980,556	-	7,980,556
Difference between expected and actual experience	(460,787)	-	(460,787)
Changes in assumptions	3,699,385	-	3,699,385
Employee contributions	-	3,779,495	(3,779,495)
Employee contributions	-	563,721	(563,721)
Net investment income	-	3,495,154	(3,495,154)
Benefit payments and refunds	(6,254,217)	(6,254,217)	-
Administrative expense	-	(51,062)	51,062
<b>Net changes</b>	<b>6,086,695</b>	<b>1,533,091</b>	<b>4,553,604</b>
<b>BALANCES AT</b>			
<b>DECEMBER 31, 2016</b>	<b>\$ 124,317,151</b>	<b>\$ 44,737,034</b>	<b>\$ 79,580,117</b>

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Fund.

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, disability rates, turnover rates and retirement rates.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

n. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2016 using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2016
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	3.00%
Salary increases	3.00%
Discount rate	6.50%
Cost of living adjustments	3.00%
Asset valuation method	Market

Mortality rates were based on the RP-2014 Blue Collar headcount-weighted Mortality Table brought back to 2006, projected to 2016 using the MP2016; separate tables for males and females.

o. Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

p. Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.50% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net pension liability	\$ 96,428,226	\$ 79,580,117	\$ 65,817,299

q. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2016, the Village recognized firefighters' pension expense of \$8,699,259. At December 31, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to the firefighter's pension from the following sources:

	Deferred Outflows of Resources
Difference between expected and actual experience	\$ 1,382,265
Changes in assumption	10,900,227
Net difference between projected and actual earnings on pension plan investments	1,160,736
<b>TOTAL</b>	<b>\$ 13,443,228</b>

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

- q. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the firefighters' pension will be recognized in pension expense as follows:

Year Ending December 31,	
2017	\$ 6,733,629
2018	5,687,166
2019	1,152,558
2020	(130,125)
TOTAL	\$ 13,443,228

12. OTHER POSTEMPLOYMENT BENEFITS

- a. Plan Description

In addition to providing the pension benefits described in Note 11, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual, except for the implicit subsidy which is governed by the State Legislature and ILCS. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's governmental and business-type activities and proprietary funds.

- b. Benefits Provided

The Village provides continued health insurance coverage at the active employee rates to all eligible retirees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance since the retiree does not pay an age adjusted premium. To be eligible for benefits, an employee must qualify for retirement under the Village's retirement plan.

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

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

- c. Membership

At December 31, 2016 (date of last actuarial valuation), membership consisted of:

Retirees and beneficiaries currently receiving benefits	89
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	53
Vested	248
Nonvested	
TOTAL	390
Participating employers	1

- d. Funding Policy

The Village provides the contribution percentages between the Village and employees through the union contracts and personnel policy. All retirees contribute 100% of the premium to the plan to cover the cost of providing the benefits to the retirees via the plan (pay as you go) which results in an implicit subsidy to the Village as defined by the GASB Statement No. 45.

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

- e. Annual OPEB Costs and Net OPEB Obligation

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

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2014	\$ 578,814	\$ 533,302	92.1%	\$ 958,808
2015	599,095	471,001	78.6%	1,086,902
2016	601,072	538,955	89.7%	1,149,019

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

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

The net OPEB obligation as of December 31, 2016, was calculated as follows:

Annual required contribution	\$ 593,826
Interest on net OPEB obligation	43,476
Adjustment to annual required contribution	(36,230)
Annual OPEB cost	601,072
Contributions made	(538,955)
Increase in net OPEB obligation	62,117
Net OPEB obligation, beginning of year	1,086,902
NET OPEB OBLIGATION, END OF YEAR	\$ 1,149,019

Funded Status and Funding Progress. The funded status of the plan as of December 31, 2016 (date of last actuarial valuation) was as follows:

Actuarial accrued liability (AAL)	\$ 10,445,065
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	10,445,065
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 26,045,660
UAAL as a percentage of covered payroll	40.10%

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 the actuarial accrued liabilities for benefits.

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

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

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

In the December 31, 2016 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a discount rate of 4.0% and an initial healthcare cost trend rate of 1.8% with an ultimate healthcare inflation rate of 5.5% in fiscal year 2023. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advanced funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2016 was 30 years.

13. PENSION TRUST FUNDS

Fiduciary Funds Summary Financial Information

The following is summary financial information for the Police Pension Plan and the Firefighters' Pension Plan and the Retiree Health Insurance Plan.

- a. Schedule of Net Position

	Police Pension	Firefighters' Pension	Total
<b>ASSETS</b>			
Cash and short-term investments	\$ 25,575	\$ 103,442	\$ 129,017
Investments			
U.S. Government and agency obligations	14,207,451	6,044,976	20,252,427
State and local obligations	1,001,422	-	1,001,422
Corporate bonds	13,704,033	8,325,038	22,029,071
Equities	55,320,087	20,729,905	76,049,992
Money market mutual funds	2,735,293	4,986,050	7,721,343
Annuity contracts	42,121	4,447,811	4,489,932
Total cash and investments	87,035,982	44,637,222	131,673,204
Receivables			
Accrued interest	192,675	118,581	311,256
Prepaid expenses	795	-	795
Total receivables	193,470	118,581	312,051
Total assets	87,229,452	44,755,803	131,985,255
<b>LIABILITIES</b>			
Accounts payable	58,896	18,769	77,665
Total liabilities	58,896	18,769	77,665
<b>NET POSITION</b>	<b>\$ 87,170,556</b>	<b>\$ 44,737,034</b>	<b>\$ 131,907,590</b>

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

13. PENSION TRUST FUNDS (Continued)

Fiduciary Funds Summary Financial Information (Continued)

b. Changes in Plan Net Position

	Police Pension	Firefighters' Pension	Total
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 4,735,676	\$ 3,779,495	\$ 8,515,171
Participants	999,387	563,721	1,563,108
Total contributions	5,735,063	4,343,216	10,078,279
Investment income			
Net appreciation in fair value of investments	3,197,962	2,569,538	5,767,500
Interest earned	1,998,538	1,032,820	3,031,358
Less investment expense	(259,693)	(107,204)	(366,897)
Net investment income	4,936,807	3,495,154	8,431,961
Total additions	10,671,870	7,838,370	18,510,240
<b>DEDUCTIONS</b>			
Administrative Contractual	46,535	51,062	97,597
Pension benefits and refunds	7,398,106	6,254,217	13,652,323
Total deductions	7,444,641	6,305,279	13,749,920
NET INCREASE	3,227,229	1,533,091	4,760,320
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>			
January 1	83,943,327	43,203,943	127,147,270
December 31	\$ 87,170,556	\$ 44,737,034	\$ 131,907,590

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

14. CHANGE IN ACCOUNTING PRINCIPLES AND PRIOR PERIOD ADJUSTMENTS

In 2015, the Village adopted Government Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27*. The new standard requires the Village to recognize a liability in its government-wide financial statements for the net pension liability associated with its pension plans.

In 2016, the Village made a determination to report information from the December 31, 2015 actuarial valuation for IMRF in order to continue its dedication to timely financial reporting. Therefore, the related accounts were restated for the prior year to reflect the net pension liabilities and deferred outflows from December 31, 2014.

Additionally, due to the requirements set forth in GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, the Village reported contributions made subsequent to the measurement date as deferred outflows. These amounts are part of the restatement disclosed in the following table.

Additionally, the Village discovered that a capital outlay expenditure had not been appropriately reported as a capital asset in the prior year. This adjustment affected the Parking Fund. Additionally, a receivable was overstated in the previous year in the Village's Capital Improvement Fund. Finally, the Village discovered common stock outstanding that was purchased many years ago by previous management. The Village is in the process of liquidating the stock since it is not an allowable investment under Illinois Compiled Statutes.

NET POSITION - GOVERNMENTAL ACTIVITIES  
AS PREVIOUSLY REPORTED, JANUARY 1, 2015

Deferred outflows - SLEP	(7,108)
Deferred outflows - IMRF	(1,081,097)
Net pension liability - IMRF	3,796,922
IMRF deferred inflows - IMRF	58,849
Receivable restatement	(637,786)
Investment restatement	99,728
Claims restatement	(257,889)
Total adjustments	1,971,619
<b>TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES, AS RESTATED, DECEMBER 31, 2015</b>	<b>\$ (65,432,370)</b>

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

<b>14. CHANGE IN ACCOUNTING PRINCIPLES AND PRIOR PERIOD ADJUSTMENTS</b> (Continued)	
NET POSITION - BUSINESS-TYPE ACTIVITIES, AS PREVIOUSLY REPORTED, DECEMBER 31, 2015	\$ 79,574,446
Water and Sewer Fund	
Deferred outflows - IMRF	(115,933)
Net pension liability - IMRF	218,512
Deferred inflows - IMRF	5,173
Total water and sewer fund	107,752
Parking Fund	
Deferred outflows - IMRF	(278,644)
Deferred outflows - IMRF	276,005
Deferred inflows - IMRF	4,283
Capital asset restatement	351,287
Total parking fund	352,931
Nonmajor Enterprise Funds	
Deferred outflows - IMRF	(83,953)
Net pension liability - IMRF	198,001
Deferred inflows - IMRF	1,290
Total nonmajor enterprise funds	115,338
TOTAL NET POSITION - BUSINESS-TYPE ACTIVITIES AS RESTATED, DECEMBER 31, 2015	\$ 80,150,467

**REQUIRED SUPPLEMENTARY INFORMATION**

VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Property taxes	\$ 22,098,788	\$ 22,098,788	\$ 22,985,193
Other taxes	14,259,611	14,259,611	14,997,578
Licenses, permits and fees	3,817,500	3,817,500	2,941,167
Intergovernmental	7,932,364	7,932,364	6,675,897
Charges for services	1,642,789	1,642,789	2,220,591
Fines and forfeits	2,710,913	2,710,913	1,889,054
Investment income	21,500	21,500	36,429
Miscellaneous	209,500	209,500	201,484
Total revenues	52,692,965	52,692,965	51,947,393
<b>EXPENDITURES</b>			
Current			
General government	7,024,966	7,048,184	6,019,397
Public safety	31,297,775	31,477,775	31,725,991
Highways and streets	8,055,927	8,060,927	7,486,064
Health	843,511	843,511	708,740
Economic and community development	7,058,697	7,059,845	4,743,309
Debt service	-	-	386,418
Principal retirement	-	-	35,647
Interest and fiscal charges	-	-	-
Total expenditures	54,280,876	54,490,242	51,105,566
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,587,911)	(1,797,277)	841,827
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	2,520,600	2,520,600	3,020,604
Transfers (out)	(2,842,763)	(2,842,763)	(2,842,776)
Issuance of loan	25,000	25,000	-
Proceeds from sale of capital assets	-	-	2,263,080
Total other financing sources (uses)	(297,163)	(297,163)	2,440,908
NET CHANGE IN FUND BALANCE	\$ (1,885,074)	\$ (2,094,440)	3,282,735
FUND BALANCE, JANUARY 1			7,137,412
Investment restatement			99,728
FUND BALANCE, JANUARY 1, RESTATED			7,237,140
<b>FUND BALANCE, DECEMBER 31</b>			<u>\$ 10,519,875</u>

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Incremental property taxes	\$ 7,600,000	\$ 8,485,002
Charges for services	65,000	-
Investment income	2,000	3,538
Total revenues	7,667,000	8,488,540
<b>EXPENDITURES</b>		
Current		
Economic and community development	5,000,000	3,124,141
Contractual services	-	1,370,000
Debt service	-	488,063
Principal	-	-
Interest	-	-
Total expenditures	5,000,000	4,982,204
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,667,000	3,506,336
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers (out)	(3,496,493)	(3,700,000)
Total other financing sources (uses)	(3,496,493)	(3,700,000)
NET CHANGE IN FUND BALANCE	\$ (829,493)	(193,664)
FUND BALANCE, JANUARY 1		3,882,855
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 3,689,191</u>

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MADISON STREET TIF FUND**

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Taxes			
Incremental property taxes	\$ 1,900,000	\$ 1,900,000	\$ 1,737,220
Charges for services	-	-	30,290
Investment income	-	-	2,505
Miscellaneous	50,000	50,000	11,975
Total revenues	1,950,000	1,950,000	1,781,990
<b>EXPENDITURES</b>			
Current			
Economic and community development			
Contractual services	8,576,500	8,676,500	326,637
Capital outlay	-	45,828	45,828
Total expenditures	8,576,500	8,722,328	372,465
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	(1,423,500)	(1,423,500)	-
Land held for resale - change in value	-	-	(945,838)
Total other financing sources (uses)	(1,423,500)	(1,423,500)	(945,838)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (8,050,000)</u>	<u>\$ (8,195,828)</u>	463,687
FUND BALANCE, JANUARY 1			<u>12,282,525</u>
<b>FUND BALANCE, DECEMBER 31</b>			<u>\$ 12,746,212</u>

(See independent auditor's report.)  
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**VILLAGE OF OAK PARK, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND AND**  
**SHERIFF'S LAW ENFORCEMENT PERSONNEL FUND**

Last Two Fiscal Years

FISCAL YEAR ENDED DECEMBER 31,	2015		2016	
	IMRF	SLEP	IMRF	SLEP
Actuarially determined contribution	\$ 1,568,308	\$ -	\$ 1,606,157	\$ -
Contributions in relation to the actuarially determined contribution	1,568,308	10,582	1,606,157	16,378
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<u>\$ -</u>	<u>\$ (10,582)</u>	<u>\$ -</u>	<u>\$ (16,378)</u>
Covered-employee payroll	\$ 11,067,809	\$ 73,846	\$ 13,858,360	\$ 73,846
Contributions as a percentage of covered-employee payroll	14.17%	14.33%	11.59%	22.18%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 28 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.5% annually, projected salary increases assumption of 4.4% to 16.0% compounded annually and postretirement benefit increases of 3.0% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
POLICE PENSION FUND

Last Three Fiscal Years

	2014	2015	2016
Actuarially determined contribution	\$ 3,887,534	\$ 3,943,863	\$ 4,471,964
Contributions in relation to the actuarially determined contribution	3,952,354	4,121,194	4,735,676
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ (64,820)</b>	<b>\$ (177,331)</b>	<b>\$ (263,712)</b>
Covered-employee payroll	\$ 10,168,700	\$ 10,197,328	\$ 10,309,444
Contributions as a percentage of covered-employee payroll	38.9%	40.4%	45.9%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 28 years; the asset valuation method was at the market value; and the significant actuarial assumptions were an investment rate of return at 6.75% annually, projected salary increases assumption of 2.75% compounded annually, and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
FIREFIGHTERS' PENSION FUND

Last Three Fiscal Years

	2014	2015	2016
Actuarially determined contribution	\$ 3,224,986	\$ 3,318,566	\$ 3,574,416
Contributions in relation to the actuarially determined contribution	3,283,111	3,473,103	3,779,495
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ (58,125)</b>	<b>\$ (154,537)</b>	<b>\$ (205,079)</b>
Covered-employee payroll	\$ 5,394,577	\$ 5,784,710	\$ 5,963,846
Contributions as a percentage of covered-employee payroll	60.9%	60.0%	63.4%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization period was level percent of pay, after closed and the amortization period was 28 years; the asset valuation method was at market value; and the significant actuarial assumptions were an investment rate of return at 6.75% annually, projected salary increases assumption of 5.00% compounded annually, and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF THE VILLAGES PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ILLINOIS MUNICIPAL RETIREMENT FUND

Last Two Fiscal Years

	MEASUREMENT DATE DECEMBER 31,	2014	2015
Employer's proportion of net pension liability		77.00%	77.00%
Employer's proportionate share of net pension liability	\$	2,058,442	\$ 6,542,969
Employer's covered-employee payroll		13,821,478	14,373,778
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll		14.89%	45.52%
Plan fiduciary net position as a percentage of the total pension liability		97.40%	91.96%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

VILLAGE OF OAK PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION OTHER POSTEMPLOYMENT BENEFIT PLAN

December 31, 2016

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAIL) (2)-(1)	(5) Covered Payroll	UAIL as a Percentage of Covered Payroll (4)/(5)
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	\$ -	\$ 6,771,826	0.00%	\$ 6,771,826	\$ 29,041,064	23.34%
2013	N/A	N/A	N/A	N/A	N/A	N/A
2014	-	7,547,632	0.00%	7,547,632	10,221,913	73.84%
2015	N/A	N/A	N/A	N/A	N/A	N/A
2016	-	10,445,065	0.00%	10,445,065	26,045,660	40.10%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2011	\$ 271,737	\$ 408,288	66.56%
2012	271,737	425,536	63.86%
2013	271,737	559,618	48.56%
2014	533,302	571,292	92.38%
2015	471,001	597,497	78.83%
2016	538,955	593,826	90.76%

(See independent auditor's report.)

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
SHERIFF'S LAW ENFORCEMENT PERSONNEL FUND

Fiscal Year

MEASUREMENT DATE DECEMBER 31,	2015 *
<b>TOTAL PENSION LIABILITY</b>	
Service cost	\$ 11,979
Interest	449
Plan participant contributions	-
Changes of benefit terms	-
Differences between expected and actual experience	7,936
Changes of assumptions	-
Benefit payments, including refunds of member contributions	-
Net change in total pension liability	20,364
Total pension liability - beginning	-
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 20,364</b>
<b>PLAN FIDUCIARY NET POSITION</b>	
Contributions - employer	\$ 10,582
Contributions - member	5,538
Net investment income	40
Benefit payments, including refunds of member contributions	-
Other	(709)
Net change in plan fiduciary net position	15,451
Plan fiduciary net position - beginning	-
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 15,451</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	
Plan fiduciary net position	75.9%
as a percentage of the total pension liability	
Covered-employee payroll	\$ 73,846
Employer's net pension liability	6.7%
as a percentage of the covered payroll	

\* 2015 was the first actuarial valuation performed for the plan.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
POLICE PENSION FUND

Last Three Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 2,369,707	\$ 3,389,390	\$ 1,565,071
Interest	8,732,015	10,006,303	11,221,445
Differences between expected and actual experience	1,225,725	(4,735,007)	(1,054,515)
Changes of assumptions	9,258,411	21,722,676	5,751,732
Benefit payments, including refunds of member contributions	(6,763,485)	(7,086,910)	(7,387,597)
Net change in total pension liability	14,822,373	23,296,452	10,096,136
Total pension liability - beginning	128,124,811	142,947,184	166,243,636
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 142,947,184</b>	<b>\$ 166,243,636</b>	<b>\$ 176,339,772</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 3,952,354	\$ 4,121,194	\$ 4,735,676
Contributions - member	982,182	1,019,683	999,387
Net investment income	4,536,080	(559,458)	4,936,807
Benefit payments, including refunds of member contributions	(6,763,485)	(7,094,339)	(7,398,106)
Administrative expense	(76,814)	(66,201)	(46,535)
Net change in plan fiduciary net position	2,630,317	(2,579,121)	3,227,229
Plan fiduciary net position - beginning	83,892,131	86,522,448	83,943,327
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 86,522,448</b>	<b>\$ 83,943,327</b>	<b>\$ 87,170,556</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>			
Plan fiduciary net position			
as a percentage of the total pension liability	60.5%	50.5%	49.4%
Covered-employee payroll	\$ 10,168,700	\$ 10,197,328	\$ 10,309,444
Employer's net pension liability			
as a percentage of covered payroll	18.0%	12.4%	11.6%

There was a change with respect to the actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, turnover rates and retirement rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF CHANGES IN THE EMPLOYER'S**  
**NET PENSION LIABILITY AND RELATED RATIOS**  
**FIREFIGHTERS' PENSION FUND**

Last Three Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 1,460,083	\$ 1,947,100	\$ 1,121,758
Interest	5,929,000	6,637,129	7,980,556
Differences between expected and actual experience	(117,555)	3,629,940	(460,787)
Changes of assumptions	5,591,482	17,181,861	3,699,385
Benefit payments, including refunds of member contributions	(5,493,754)	(5,981,707)	(6,254,217)
Net change in total pension liability	7,369,256	23,414,323	6,086,695
Total pension liability - beginning	87,446,877	94,816,133	118,230,456
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 94,816,133</b>	<b>\$ 118,230,456</b>	<b>\$ 124,317,151</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 3,283,111	\$ 3,473,103	\$ 3,779,495
Contributions - member	526,517	547,100	563,721
Net investment income	2,540,058	268,782	3,495,154
Benefit payments, including refunds of member contributions	(5,493,754)	(5,981,707)	(6,254,217)
Administrative expense	(66,812)	(76,329)	(51,062)
Net change in plan fiduciary net position	789,120	(1,769,051)	1,533,091
Plan fiduciary net position - beginning	44,183,874	44,972,994	43,203,943
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 44,972,994</b>	<b>\$ 43,203,943</b>	<b>\$ 44,737,034</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>			
Plan fiduciary net position			
as a percentage of the total pension liability	47.4%	36.5%	36.0%
Covered-employee payroll	\$ 5,394,577	\$ 5,784,710	\$ 5,963,846
Employer's net pension liability			
as a percentage of the covered payroll	10.8%	7.7%	7.5%

There was a change with respect to the actuarial assumptions from the prior year to reflect revised expencations with respect to mortality rates, turnover rates and retirement rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF INVESTMENT RETURNS**  
**POLICE PENSION FUND**

Last Three Fiscal Years

FISCAL YEAR ENDED DECEMBER 31,	2016	2015	2014
Annual money-weighted rate of return, net of investment expense	5.95%	0.65%	5.59%

Information for prior years is not available.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF INVESTMENT RETURNS**  
**FIREFIGHTERS' PENSION FUND**

Last Three Fiscal Years

<b>FISCAL YEAR ENDED DECEMBER 31,</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Annual money-weighted rate of return, net of investment expense	8.29%	0.61%	5.90%

Information for prior years is not available.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

**VILLAGE OF OAK PARK, ILLINOIS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

December 31, 2016

**BUDGETS**

All departments of the Village submit requests for appropriation to the Village's manager so that a budget may be prepared. Budgets are adopted on a modified accrual basis of accounting for all governmental funds and on an accrual basis for proprietary and pension trust funds.

The budget is prepared by fund, function and department and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Annual appropriated budgets are adopted for the general, special revenue (except the State RICO, Emergency Solutions Grant, and Special Service Area #7 Funds), debt service, capital projects (except the Lake Forest Development Project Fund and South Harlem Redevelopment), enterprise and internal service funds. Budgets for Enterprise Funds do not provide for depreciation, capital improvements are budgeted as expenses. All annual appropriations lapse at fiscal year end.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. The manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body. Expenditures may not legally exceed budgeted appropriations at the department level. During the year, several budget amendments were approved by the Village Board.

Budget amounts are as originally adopted or as amended by the Village Board of Trustees.

a. Excess of Actual Expenditures/Expenses Over Budget in Individual Funds

The following funds had an excess of actual expenditures/expenses (exclusive of depreciation and amortization) over budget at the department level for the fiscal year:

Fund	Excess
SPECIAL REVENUE Special Tax Allocation	\$ 26,441
DEBT SERVICE FUND	6,888,313
CAPITAL PROJECTS FUND Colt Westgate Redevelopment Fund	1,695,118
INTERNAL SERVICE Self-Insurance Retention	1,464,891

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**COMBINING BALANCE SHEET**  
**GENERAL FUND**

December 31, 2016

	General	Farmers Market	Sustainability	Eliminations	Total
<b>ASSETS</b>					
Cash and investments	\$ 6,016,064	\$ 114,727	\$ 658,133	\$ -	\$ 6,788,924
Receivables (net, where applicable, of allowances for uncollectibles)	-	-	-	-	-
Property taxes	26,649,596	-	-	-	26,649,596
Other taxes	646,439	-	25,508	-	671,947
Accounts	1,214,254	-	-	-	1,214,254
Notes	1,746,443	-	-	-	1,746,443
Due from other funds	12,095,127	-	-	(916,310)	11,178,817
Due from other governments	1,977,352	-	-	-	1,977,352
Prepaid items	258,645	-	-	-	258,645
<b>TOTAL ASSETS</b>	<b>\$ 50,603,920</b>	<b>\$ 114,727</b>	<b>\$ 683,641</b>	<b>\$ (916,310)</b>	<b>\$ 50,485,978</b>

**LIABILITIES, DEFERRED INFLOWS  
OF RESOURCES AND FUND BALANCES**

<b>LIABILITIES</b>					
Accounts payable	\$ 907,959	\$ (4,746)	\$ 168	\$ -	\$ 903,381
Accrued payroll	789,907	-	-	-	789,907
Due to other funds	11,574,705	113,510	-	(916,310)	10,771,905
Other payables	836,021	-	-	-	836,021
Total liabilities	14,108,592	108,764	168	(916,310)	13,301,214

**DEFERRED INFLOWS OF RESOURCES**

Unavailable property taxes	26,664,889	-	-	-	26,664,889
Total liabilities and deferred inflows of resources	40,773,481	108,764	168	(916,310)	39,966,103

**FUND BALANCES**

Nonspendable	-	-	-	-	-
Prepays	258,645	-	-	-	258,645
Long-term receivables	1,746,443	-	-	-	1,746,443
Restricted	-	5,963	-	-	5,963
Economic and community development	-	-	-	-	-
Unrestricted	7,825,351	-	683,473	-	8,508,824
Unassigned	-	-	-	-	-
Total fund balances	9,830,439	5,963	683,473	-	10,519,875

**TOTAL LIABILITIES, DEFERRED INFLOWS  
OF RESOURCES AND FUND BALANCES**

	\$ 50,603,920	\$ 114,727	\$ 683,641	\$ (916,310)	\$ 50,485,978
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**MAJOR GOVERNMENTAL FUNDS**

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

The Special Tax Allocation Fund accounts for the receipts and disbursements of tax increment revenues and other financial resources restricted to the Downtown Oak Park Business District.

The Madison Street TIF Fund accounts for the receipt and disbursement of tax increment revenues and other financial resources received restricted to the Madison Street Business corridor.

The General Obligation Debt Service Fund accounts for the resources restricted for the payment of principal and interest on the Village's general obligation debt.

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
GENERAL SUBFUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>PROPERTY TAXES</b>			
General	\$ 14,052,408	\$ 14,052,408	\$ 14,719,674
Police pension	4,471,964	4,471,964	4,597,661
Fire pension	3,574,416	3,574,416	3,667,858
Total property taxes	22,098,788	22,098,788	22,985,193
<b>OTHER TAXES</b>			
State sales/use tax	4,700,000	4,700,000	5,126,275
Liquor tax	596,667	596,667	601,333
Gas utility tax	220,000	220,000	822,240
Telecommunication tax	1,200,000	1,200,000	1,192,306
Real estate transfer tax	2,965,000	2,965,000	3,913,740
Hotel/motel tax	170,000	170,000	177,207
Vehicle license fees	1,707,944	1,707,944	1,647,391
Utility tax	2,700,000	2,700,000	1,517,086
Total other taxes	14,259,611	14,259,611	14,997,578
<b>LICENSES, PERMITS AND FEES</b>			
Dog licenses	-	-	32,128
Liquor licenses	125,000	125,000	131,069
Business licenses	329,000	329,000	321,644
Chauffeur license revenue	5,000	5,000	5,425
Cable TV franchise	1,050,000	1,050,000	1,008,301
Building permit fees	2,045,000	2,045,000	1,047,003
Building plan reviews	-	-	155,509
Inspection fees	-	-	51,062
Street opening fees	85,000	85,000	38,161
Multifamily dwelling licenses	140,500	140,500	149,385
Residential rental licenses	-	-	1,480
Other fees	38,000	38,000	-
Total licenses, permits and fees	3,817,500	3,817,500	2,941,167

(This schedule is continued on the following page.)

VILLAGE OF OAK PARK, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
GENERAL FUND

For the Year Ended December 31, 2016

	General	Farmers Market	Sustainability	Eliminations	Total
<b>REVENUES</b>					
Property taxes	\$ 22,985,193	\$ -	\$ -	\$ -	\$ 22,985,193
Other taxes	14,997,578	-	-	-	14,997,578
Licenses, permits and fees	2,941,167	-	-	-	2,941,167
Intergovernmental	6,675,897	-	-	-	6,675,897
Charges for services	1,794,964	24,863	400,764	-	2,220,591
Fines and forfeits	1,889,054	-	-	-	1,889,054
Investment income	36,429	-	-	-	36,429
Miscellaneous	201,484	-	-	-	201,484
Total revenues	51,521,766	24,863	400,764	-	51,947,393
<b>EXPENDITURES</b>					
Current					
General government	6,019,397	-	-	-	6,019,397
Public safety	31,725,991	-	-	-	31,725,991
Highways and streets	7,486,064	-	-	-	7,486,064
Health	708,740	-	-	-	708,740
Economic and community development	4,698,531	38,696	6,082	-	4,743,309
Debt service	386,418	-	-	-	386,418
Principal retirement	35,647	-	-	-	35,647
Interest and fiscal charges	-	-	-	-	-
Total expenditures	51,060,788	38,696	6,082	-	51,105,566
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>					
	460,978	(13,833)	394,682	-	841,827
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	2,800,004	-	220,600	-	3,020,604
Transfers (out)	(2,842,776)	-	-	-	(2,842,776)
Issuance of loan	-	-	-	-	-
Proceeds from sale of capital assets	2,263,080	-	-	-	2,263,080
Total other financing sources (uses)	2,220,308	-	220,600	-	2,440,908
<b>NET CHANGE IN FUND BALANCES</b>					
	2,681,286	(13,833)	615,282	-	3,282,735
<b>FUND BALANCES, JANUARY 1</b>					
Investment Restatement	99,728	-	-	-	99,728
FUND BALANCES, JANUARY 1, RESTATED	7,149,153	-	-	-	7,149,153
<b>FUND BALANCES, DECEMBER 31</b>					
	\$ 9,830,439	\$ 5,963	\$ 683,473	\$ -	\$ 10,519,875

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)**  
**GENERAL SUBFUND**

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>INTERGOVERNMENTAL</b>			
State income tax	\$ 5,400,000	\$ 5,400,000	\$ 5,050,013
Personal property replacement tax	1,400,000	1,400,000	1,264,935
CTA reimbursement	200,000	200,000	202,227
MFT rebate	9,000	9,000	8,238
Grants	523,364	523,364	150,484
<b>Total intergovernmental</b>	<b>7,532,364</b>	<b>7,532,364</b>	<b>6,675,897</b>
<b>CHARGES FOR SERVICES</b>			
Ambulance fees	1,000,000	1,000,000	1,125,094
Crossing guard reimbursement	175,000	175,000	175,000
Environmental services	-	-	7,095
Sale of liquid gas	62,000	62,000	32,376
Rental income	42,000	42,000	40,286
Charges for repair parts	45,000	45,000	47,261
Other	340,189	290,989	367,852
<b>Total charges for services</b>	<b>1,664,189</b>	<b>1,614,989</b>	<b>1,794,964</b>
<b>FINES AND FORFEITS</b>			
Fines - parking	2,555,000	2,555,000	1,811,064
Fines - other local ordinances	45,500	53,500	17,360
Fines - circuit court	102,413	102,413	60,630
<b>Total fines and forfeits</b>	<b>2,702,913</b>	<b>2,710,913</b>	<b>1,889,054</b>
<b>INVESTMENT INCOME</b>			
	21,500	21,500	36,429
<b>MISCELLANEOUS</b>			
Other revenue	209,500	209,500	201,484
<b>Total miscellaneous</b>	<b>209,500</b>	<b>209,500</b>	<b>201,484</b>
<b>TOTAL REVENUES</b>	<b>\$ 52,306,365</b>	<b>\$ 52,265,165</b>	<b>\$ 51,521,766</b>

(See independent auditor's report.)

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**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL SUBFUND**

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT</b>			
President and Board	\$ 80,308	\$ 80,308	\$ 79,505
Village Manager	1,093,829	1,093,829	957,530
Information technology	1,533,289	1,533,289	1,224,754
Law department	759,392	759,392	633,164
Human resources	496,166	496,166	334,944
Village Clerk	279,404	279,404	267,734
Office of communications	485,531	485,531	416,140
Finance department	1,786,455	1,786,673	1,619,138
Adjudication services	533,592	533,592	486,488
<b>Total general government</b>	<b>7,024,966</b>	<b>7,048,184</b>	<b>6,019,397</b>
<b>PUBLIC SAFETY</b>			
Police	19,421,212	19,421,212	19,397,333
Fire	11,876,563	12,056,563	12,328,658
<b>Total public safety</b>	<b>31,297,775</b>	<b>31,477,775</b>	<b>31,725,991</b>
<b>HIGHWAYS AND STREETS</b>			
Building maintenance	957,371	962,371	877,190
Engineering services	401,193	401,193	924,864
Public works administration	620,421	620,421	593,637
Street lighting	462,172	462,172	439,097
Street services	1,961,790	1,961,790	1,478,103
Forestry	1,776,142	1,776,142	1,522,900
Fleet operations	1,876,838	1,876,838	1,650,183
<b>Total highways and streets</b>	<b>8,065,927</b>	<b>8,060,927</b>	<b>7,486,064</b>
<b>HEALTH</b>			
Health department	843,511	843,511	708,740
<b>Total health</b>	<b>843,511</b>	<b>843,511</b>	<b>708,740</b>
<b>ECONOMIC AND COMMUNITY DEVELOPMENT</b>			
Planning and community development	1,858,430	1,823,430	1,389,951
Community relations	167,389	167,389	166,361
Code administration	1,906,837	1,907,985	1,694,058
Business services	616,551	651,551	519,909
Housing services	1,911,219	1,911,219	928,252
<b>Total economic and community development</b>	<b>6,460,426</b>	<b>6,461,574</b>	<b>4,698,531</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 53,682,605</b>	<b>\$ 53,891,971</b>	<b>\$ 50,638,723</b>

(See independent auditor's report.)

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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL  
GENERAL SUBFUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT</b>			
President and Board			
Personal services	\$ 54,000	\$ 54,000	\$ 61,874
Employee benefits	4,131	4,131	4,154
Contractual services	10,360	10,360	3,188
Materials and supplies	11,817	11,817	10,289
Total President and Board	80,308	80,308	79,505
Village Manager			
Personal services	392,641	392,641	394,797
Employee benefits	145,647	145,647	154,711
Contractual services	508,816	508,816	348,102
Materials and supplies	46,725	46,725	59,920
Total Village Manager	1,093,829	1,093,829	957,530
Information technology			
Personal services	597,288	597,288	593,487
Employee benefits	287,486	287,486	285,871
Contractual services	629,615	629,615	339,700
Materials and supplies	18,900	18,900	5,696
Total information technology	1,533,289	1,533,289	1,224,754
Law department			
Personal services	308,582	308,582	276,068
Employee benefits	130,515	130,515	109,202
Contractual services	313,275	313,275	241,984
Materials and supplies	7,020	7,020	5,910
Total law department	759,392	759,392	633,164
Human resources			
Personal services	172,221	172,221	141,943
Employee benefits	78,445	78,445	34,776
Contractual services	228,500	228,500	151,953
Materials and supplies	17,000	17,000	6,272
Total human resources	496,166	496,166	334,944

(This schedule is continued on the following pages.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)  
GENERAL SUBFUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT (Continued)</b>			
Village Clerk			
Personal services	\$ 176,357	\$ 176,357	\$ 175,339
Employee benefits	68,527	68,527	77,538
Contractual services	31,530	31,530	13,535
Materials and supplies	2,990	2,990	1,322
Total Village Clerk	279,404	279,404	267,734
Office of communications			
Personal services	221,493	221,493	207,544
Employee benefits	99,761	99,761	82,392
Contractual services	88,377	88,377	58,203
Materials and supplies	75,900	75,900	68,001
Total office of communications	485,531	485,531	416,140
Finance department			
Personal services	751,056	751,056	616,044
Employee benefits	346,126	346,126	312,727
Contractual services	617,159	633,784	641,617
Materials and supplies	49,114	55,707	48,750
Total finance department	1,763,455	1,786,673	1,619,138
Adjudication services			
Personal services	207,995	207,995	202,446
Employee benefits	71,125	71,125	93,356
Contractual services	210,172	210,172	167,472
Materials and supplies	44,300	44,300	23,214
Total adjudication services	533,592	533,592	486,488
Total general government	7,024,966	7,048,184	6,019,397

(This schedule is continued on the following pages.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)  
GENERAL SUBFUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>PUBLIC SAFETY</b>			
Police			
Personal services	\$ 11,841,749	\$ 11,841,749	\$ 11,342,090
Employee benefits	2,489,509	2,489,509	2,643,247
Pension fund contribution	4,471,964	4,471,964	4,735,676
Contractual services	450,390	450,390	516,180
Materials and supplies	164,600	164,600	159,263
Capital outlay	3,000	3,000	877
Total police	19,421,212	19,421,212	19,397,333
Fire			
Personal services	6,751,071	6,911,071	6,901,821
Employee benefits	1,259,957	1,259,957	1,320,848
Pension fund contribution	3,574,416	3,574,416	3,779,495
Contractual services	152,719	152,996	171,305
Materials and supplies	138,400	158,123	155,189
Total fire	11,876,563	12,056,563	12,328,658
Total public safety	31,297,775	31,477,775	31,725,991
<b>HIGHWAYS AND STREETS</b>			
Building maintenance			
Personal services	145,655	145,655	141,058
Employee benefits	71,771	71,771	55,468
Contractual services	679,400	668,400	598,709
Materials and supplies	60,400	76,400	81,895
Capital outlay	145	145	60
Total building maintenance	957,371	962,371	877,190
Engineering services Administration			
Personal services	274,801	274,801	631,159
Employee benefits	95,942	95,942	247,852
Contractual services	26,950	26,950	36,846
Materials and supplies	3,500	3,500	9,007
Total engineering services	401,193	401,193	924,864

(This schedule is continued on the following pages.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)  
GENERAL SUBFUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>HIGHWAYS AND STREETS (Continued)</b>			
Public works administration			
Personal services	\$ 387,901	\$ 387,901	\$ 383,495
Employee benefits	198,700	198,700	187,794
Contractual services	15,820	15,820	8,686
Materials and supplies	18,000	18,000	13,662
Total public works administration	620,421	620,421	593,637
Street lighting			
Personal services	163,904	163,904	168,517
Employee benefits	75,768	75,768	79,524
Contractual services	168,200	168,200	143,346
Materials and supplies	54,300	54,300	47,710
Total street lighting	462,172	462,172	439,097
Street services			
Personal services	672,463	672,463	617,607
Employee benefits	248,527	248,527	251,010
Contractual services	555,000	555,000	370,375
Materials and supplies	505,800	505,800	239,111
Total street services	1,961,790	1,961,790	1,478,103
Forestry			
Personal services	423,573	423,573	393,672
Employee benefits	189,144	189,144	194,432
Contractual services	1,151,225	1,151,225	924,235
Materials and supplies	12,200	12,200	10,651
Total forestry	1,776,142	1,776,142	1,522,990
Fleet operations			
Personal services	663,029	663,029	689,007
Employee benefits	307,841	307,841	334,501
Contractual services	137,228	167,228	138,290
Materials and supplies	768,740	738,740	488,385
Total fleet operations	1,876,838	1,876,838	1,650,183
Total highways and streets	8,055,927	8,060,927	7,486,064

(This schedule is continued on the following pages.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)  
GENERAL SUBFUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>HEALTH</b>			
Health department			
Personal services	\$ 425,786	\$ 425,786	\$ 376,518
Employee benefits	207,147	207,147	165,419
Contractual services	200,337	200,337	162,003
Utilities	10,241	10,241	4,800
Total health department	843,511	843,511	708,740
Total health	843,511	843,511	708,740

**ECONOMIC AND COMMUNITY DEVELOPMENT**

Planning and community development			
Personal services	464,905	464,905	290,531
Fringe benefits	135,749	135,749	128,312
Materials and supplies	11,800	11,800	8,779
Contractual services	1,245,976	1,210,976	962,329
Total planning and community development	1,858,430	1,823,430	1,389,951

**Community relations**

Personal services	113,149	113,149	107,950
Fringe benefits	32,590	32,590	34,035
Materials and supplies	300	300	1,106
Contractual services	21,350	21,350	23,270

**Total community relations**

	167,389	167,389	166,361
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**Code administration**

Personal services	384,915	384,915	462,857
Fringe benefits	163,197	163,197	221,624
Materials and supplies	500	500	1,639
Contractual services	1,358,225	1,359,373	1,007,938

**Total code administration**

	1,906,837	1,907,985	1,694,058
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**Business services**

Personal services	192,057	192,057	112,478
Fringe benefits	71,644	71,644	38,350
Materials and supplies	75,000	110,000	102,006
Contractual services	277,850	277,850	267,075

**Total business services**

	616,551	651,551	519,909
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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)  
GENERAL SUBFUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>ECONOMIC AND COMMUNITY DEVELOPMENT</b>			
(Continued)			
Housing services	\$ 703,231	\$ 703,231	\$ 320,847
Personal services	269,492	269,492	128,636
Fringe benefits	1,500	1,500	85
Materials and supplies	936,996	936,996	478,684
Contractual services			
Total housing services	1,911,219	1,911,219	928,252
Total economic and community development	6,460,426	6,461,574	4,698,531
<b>TOTAL EXPENDITURES</b>	\$ 53,682,605	\$ 53,891,971	\$ 50,638,723

(This schedule is continued on the following page.)

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Charges for services	\$ 27,800	\$ 27,800	\$ 24,863
Total revenues	27,800	27,800	24,863
<b>EXPENDITURES</b>			
Economic and community development			
Materials and supplies	50	50	8
Postage	9,000	9,000	5,206
Operational supplies			
Total materials and supplies	9,050	9,050	5,214
Contractual services			
External support	21,760	21,760	15,462
Bank charges	2,500	2,500	169
Crossing guard sharing program	10,500	10,500	11,750
Special events	900	900	519
Advertising/promotions	500	500	-
Rent	4,872	4,872	4,872
Printing	300	300	710
Total contractual services	41,332	41,332	33,482
Total expenditures	50,382	50,382	38,696
NET CHANGE IN FUND BALANCE	\$ (22,582)	\$ (22,582)	(13,833)
FUND BALANCE, JANUARY 1			19,796
<b>FUND BALANCE, DECEMBER 31</b>			\$ 5,963

(See independent auditor's report.)

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VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Intergovernmental - energy efficiency	\$ 400,000	\$ 400,000	\$ 400,764
Total revenues	400,000	400,000	400,764
<b>EXPENDITURES</b>			
Economic and community development			
Materials and supplies	100	100	-
Office supplies			
Total materials and supplies	100	100	-
Contractual services			
Conferences and training	1,000	1,000	-
External support	544,600	544,600	6,082
Printing	600	600	-
Membership dues	690	690	-
Postage	899	899	-
Total contractual services	547,789	547,789	6,082
Total expenditures	547,889	547,889	6,082
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(147,889)	(147,889)	394,682
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	220,600	220,600	220,600
Total other financing sources (uses)	220,600	220,600	220,600
NET CHANGE IN FUND BALANCE	\$ 72,711	\$ 72,711	615,282
FUND BALANCE, JANUARY 1			68,191
<b>FUND BALANCE, DECEMBER 31</b>			\$ 683,473

(See independent auditor's report.)

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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
SPECIAL TAX ALLOCATION FUND

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>ECONOMIC AND COMMUNITY DEVELOPMENT</b>		
Contractual services	\$ 5,000,000	\$ 3,123,377
TIF surplus distribution	-	764
Water charges	-	-
Total contractual services	5,000,000	3,124,141
Debt service	-	1,370,000
Principal retirement	-	488,063
Interest and fiscal charges	-	-
Total debt service	-	1,858,063
<b>TOTAL EXPENDITURES</b>	<b>\$ 5,000,000</b>	<b>\$ 4,982,204</b>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
MADISON STREET TIF FUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>ECONOMIC AND COMMUNITY DEVELOPMENT</b>			
Current	\$ 8,576,500	\$ 8,676,500	\$ 100,000
Economic development initiative	-	-	226,637
Contractual services	8,576,500	8,676,500	326,637
Total current	-	-	-
Capital outlay	-	45,828	45,828
Capital improvements	-	45,828	45,828
Total capital outlay	-	45,828	45,828
<b>TOTAL EXPENDITURES</b>	<b>\$ 8,576,500</b>	<b>\$ 8,722,328</b>	<b>\$ 372,465</b>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL OBLIGATION DEBT SERVICE FUND

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 4,222,874	\$ 5,292,403
Intergovernmental - library	-	2,444,931
Investment income	-	1,895
Total revenues	<u>4,222,874</u>	<u>7,739,229</u>
<b>EXPENDITURES</b>		
Debt service		
Principal retirement	-	4,627,575
Interest and fiscal charges	-	2,260,738
Total expenditures	<u>-</u>	<u>6,888,313</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>4,222,874</u>	<u>850,916</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Issuance of bonds	-	37,225,000
Payment to refunded bond escrow	-	(19,997,126)
Premium on bonds	-	228,540
Transfers in	4,162,880	835,772
Transfers (out)	-	(10,376,829)
Total other financing sources (uses)	<u>4,162,880</u>	<u>7,915,357</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 8,385,754</u>	<u>8,766,273</u>
<b>FUND BALANCE, JANUARY 1</b>		<u>566,691</u>
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 9,332,964</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The Foreign Fire Insurance Fund is used to account for a restricted tax on insurance premiums assessed on insurance companies located outside of the State of Illinois that provide coverage to homes and businesses within the Village.

The Community Development Loan Fund accounts for revenues and expenses of programs which provide rehabilitation loans to not-for-profit housing agencies and grants to qualified residents.

The State RICO Fund is used to account for restricted revenues from the State of Illinois related to the seizure of illegal drug assets by the Oak Park Police Department.

The Federal RICO Fund is used to account for restricted revenues from the U.S. Government related to the seizure of illegal drug assets by the Oak Park Police Department.

The Emergency 9-1-1 Fund is used to account for the operations of the Village's Emergency Communications Center. Restricted revenues are provided by a \$1.00 per month surcharge on telephone lines.

The Motor Fuel Tax Fund is used to account for street maintenance and improvements financed by the Village's restricted share of state gasoline taxes. All projects require the advance approval of the Illinois Department of Transportation.

The Harlem/Garfield TIF Fund is used to account for the receipt and disbursement of restricted tax increment revenues and other financial resources received related to the Harlem/Garfield Tax Increment Financing District.

The Emergency Solutions Grant Fund is used to account for the receipt and disbursement of restricted Emergency Solutions Grant Funds among village funded projects.

The Special Service Area #1 Fund is used to account for the operation of this special restricted taxing district located within Downton Oak Park.

(See independent auditor's report.)

**NONMAJOR GOVERNMENTAL FUNDS (Continued)**

**SPECIAL REVENUE FUNDS (Continued)**

The Community Development Block Grant Fund is used to account for the receipt and disbursement of restricted Community Development Block Grant Funds among village funded projects, its partner social service and development agencies and administrative overhead costs. Funds are received from the U.S. Department of Housing and Urban Development.

The Special Service Area #7 Fund is used to account for the special service area construction of streetscape improvements.

The Grants Fund is used to account for restricted grant revenues and expenditures of the Village's grant awards.

**CAPITAL PROJECTS FUNDS**

The Capital Improvements Fund accounts for the revenues and expenditures related to capital improvements specifically committed to general governmental improvements such as street repair and construction curb and gutter replacement, street lighting and tree replacements.

The Capital Building Improvements Fund is used to account for the revenues, expenditures and disbursement of operating transfers assigned for improvements to village facilities not funded by Enterprise Funds.

**NONMAJOR GOVERNMENTAL FUNDS (Continued)**

**CAPITAL PROJECTS FUNDS (Continued)**

The Lake Forest Development Project Fund is used to account for the revenues and expenditures assigned for improvements at the corner of Lake and Forest in downtown Oak Park.

The Equipment Replacement Fund is used to account for the receipts of operating transfers assigned for replacement of village equipment such as furniture, data processing equipment and other capital equipment not funded by Enterprise Funds.

The Fleet Replacement Fund is used to account for the receipts of operating transfers assigned for replacement of village vehicles not funded by Enterprise Funds.

The Colt Westgate Redevelopment Fund is used to account for the revenues and expenditures assigned for improvements to the Lake Street/Westgate/North Boulevard site in downtown Oak Park.

The South Harlem Redevelopment Fund is used to account for revenues and expenditures assigned for improvements to the South Harlem site in Oak Park.

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

December 31, 2016

	Nonmajor Special Revenue	Nonmajor Capital Projects	Total
<b>ASSETS</b>			
Cash and investments	\$ 7,442,766	\$ 5,615,186	\$ 13,057,952
Receivables			
Property taxes	210,804	-	210,804
Other taxes	179,717	171,730	351,447
Accounts			
Grants	4,506	-	4,506
Notes	1,335,875	-	1,335,875
Prepaid items	11,461	60	11,521
Due from other funds	-	9,436,859	9,436,859
Due from other governments	350,155	971,131	1,321,286
<b>TOTAL ASSETS</b>	<b>\$ 9,535,284</b>	<b>\$ 16,194,966</b>	<b>\$ 25,730,250</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 1,512	\$ 974,615	\$ 976,127
Accrued payroll	-	10,272	10,272
Due to other funds	5,887,451	14,732,455	20,619,906
Unearned revenues	1,779,846	-	1,779,846
Total liabilities	7,668,809	15,717,342	23,386,151
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property taxes	198,388	-	198,388
Total deferred inflows of resources	198,388	-	198,388
Total liabilities and deferred inflows of resources	7,867,197	15,717,342	23,584,539
<b>FUND BALANCES</b>			
Nonspendable - prepaid items	11,461	60	11,521
Restricted			
Public safety	663,173	-	663,173
TIF projects	447,710	-	447,710
Highways and streets	357,429	-	357,429
Economic and community development	257,105	-	257,105
Unrestricted			
Assigned			
Capital acquisition	-	5,261,326	5,261,326
Unassigned (deficit)	(68,791)	(4,783,762)	(4,852,553)
Total fund balances (deficit)	1,668,087	477,624	2,145,711
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 9,535,284</b>	<b>\$ 16,194,966</b>	<b>\$ 25,730,250</b>

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended December 31, 2016

	Nonmajor Special Revenue	Nonmajor Capital Projects	Total
<b>REVENUES</b>			
Property taxes	\$ 888,083	\$ -	\$ 888,083
Other taxes	3,470,203	-	3,470,203
Intergovernmental	3,329,017	211,332	3,540,349
Charges for services	537,480	38,023	575,503
Investment income	3,489	1,203	4,692
Miscellaneous	84,530	29,147	113,677
Total revenues	4,842,599	3,749,908	8,592,507
<b>EXPENDITURES</b>			
Current			
Public safety	1,876,716	-	1,876,716
Health	274,690	-	274,690
Highways and streets	-	970,267	970,267
Economic and community development	1,996,694	7,942,419	9,939,113
Capital outlay	12,969	9,350,572	9,363,541
Debt service	-	276,697	276,697
Principal	-	50,157	50,157
Interest	-	-	-
Total expenditures	4,161,069	18,590,112	22,751,181
<b>EXCESS (DEFICIENCY) OF REVENUES OVER DEFICIENCIES</b>	<b>681,530</b>	<b>(14,840,204)</b>	<b>(14,158,674)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,777,000	17,096,849	18,873,849
Transfers (out)	(1,320,000)	(3,050,016)	(4,370,016)
Issuance of loan	-	203,830	203,830
Proceeds from sale of capital assets	10,017	18,329	28,346
Total other financing sources (uses)	467,017	14,268,992	14,736,009
<b>NET CHANGE IN FUND BALANCES</b>	<b>1,148,547</b>	<b>(571,212)</b>	<b>577,335</b>
<b>FUND BALANCES, JANUARY 1</b>	<b>5,19,540</b>	<b>1,686,622</b>	<b>2,206,162</b>
Receivable restatement	-	(637,786)	(637,786)
<b>FUND BALANCES, JANUARY 1, RESTATED</b>	<b>5,19,540</b>	<b>1,048,836</b>	<b>1,568,376</b>
<b>FUND BALANCES, DECEMBER 31</b>	<b>\$ 1,668,087</b>	<b>\$ 477,624</b>	<b>\$ 2,145,711</b>

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS

December 31, 2016

	Foreign Fire Insurance	Community Development Loan	State RICO	Federal RICO	Emergency 9-1-1
Cash and investments	\$ 190,200	\$ 500,433	\$ 51,916	\$ 742,754	\$ -
Receivables	-	-	-	-	-
Property taxes	-	-	-	-	179,717
Other taxes	-	-	-	-	-
Grants	-	1,285,875	-	-	-
Notes	-	-	-	-	-
Prepaid items	11,461	-	-	-	-
Due from other governments	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 201,661</b>	<b>\$ 1,786,308</b>	<b>\$ 51,916</b>	<b>\$ 742,754</b>	<b>\$ 179,717</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ 67	\$ 999
Due to other funds	-	39,174	15,964	324,322	160,062
Unearned revenues	-	1,656,970	-	-	-
Total liabilities	-	1,696,144	15,964	324,389	161,061
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable property taxes	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
Total liabilities and deferred inflows of resources	-	1,696,144	15,964	324,389	161,061
<b>FUND BALANCES</b>					
Nonspendable - prepaid items	11,461	-	-	-	-
Restricted	-	-	-	-	-
Public safety	190,200	-	35,952	418,365	18,656
TIF projects	-	-	-	-	-
Highways and streets	-	-	-	-	-
Economic and community development	-	90,164	-	-	-
Unrestricted	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
Total fund balances (deficit)	201,661	90,164	35,952	418,365	18,656
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 201,661</b>	<b>\$ 1,786,308</b>	<b>\$ 51,916</b>	<b>\$ 742,754</b>	<b>\$ 179,717</b>

	Motor Fuel Tax	Harkm/ Garfield TIF	Emergency Solutions Grant	Special Service Area #1	Community Development Block Grant	Special Service Area #7	Cook County Lead Hazard Red	Grants	Total
	\$ 2,503,783	\$ 433,518	\$ 149,197	\$ 1,045,643	\$ 1,666,885	\$ 14,192	\$ 21,350	\$ 122,895	\$ 7,442,766
	-	-	-	203,378	-	7,426	-	-	210,804
	-	-	4,506	-	-	-	-	-	179,717
	-	-	-	-	50,000	-	-	-	4,506
	-	-	-	-	-	-	-	-	1,335,875
	-	-	-	-	-	-	-	-	11,461
	123,069	-	-	-	123,719	-	-	103,367	350,155
<b>TOTAL ASSETS</b>	<b>\$ 2,626,852</b>	<b>\$ 433,518</b>	<b>\$ 153,703</b>	<b>\$ 1,249,021</b>	<b>\$ 1,840,604</b>	<b>\$ 21,618</b>	<b>\$ 21,350</b>	<b>\$ 226,262</b>	<b>\$ 9,535,284</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 446	\$ 1,512
Due to other funds	2,269,423	-	153,703	941,118	1,859,395	-	21,350	102,940	5,887,451
Unearned revenues	-	-	-	-	-	-	-	122,876	1,779,846
Total liabilities	2,269,423	-	153,703	941,118	1,859,395	-	21,350	226,262	7,668,809
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable property taxes	-	-	-	190,962	-	7,426	-	-	198,388
Total deferred inflows of resources	-	-	-	190,962	-	7,426	-	-	198,388
Total liabilities and deferred inflows of resources	2,269,423	-	153,703	1,132,080	1,859,395	7,426	21,350	226,262	7,867,197
<b>FUND BALANCES</b>									
Nonspendable - prepaid items	-	-	-	-	-	-	-	-	11,461
Restricted	-	-	-	-	-	-	-	-	663,173
Public safety	-	-	-	-	-	-	-	-	447,710
TIF projects	-	433,518	-	-	-	14,192	-	-	357,429
Highways and streets	357,429	-	-	-	-	-	-	-	257,105
Economic and community development	-	-	-	116,941	50,000	-	-	-	-
Unrestricted	-	-	-	-	(68,791)	-	-	-	(68,791)
Unassigned (deficit)	-	-	-	-	(18,791)	14,192	-	-	1,668,087
Total fund balances (deficit)	357,429	433,518	-	116,941	(18,791)	14,192	-	-	1,668,087
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 2,626,852</b>	<b>\$ 433,518</b>	<b>\$ 153,703</b>	<b>\$ 1,249,021</b>	<b>\$ 1,840,604</b>	<b>\$ 21,618</b>	<b>\$ 21,350</b>	<b>\$ 226,262</b>	<b>\$ 9,535,284</b>

(This statement is continued on the following page.)

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2016

	Foreign Fire Insurance	Community Development Loan	State RICO	Federal RICO	Emergency 9-1-1
<b>REVENUES</b>					
Property taxes	-	-	-	-	-
Intergovernmental	95,096	-	2,922	292,712	-
Charges for services	-	-	-	-	537,480
Investment income	-	240	2	6	335
Miscellaneous	-	84,530	-	-	-
<b>Total revenues</b>	95,096	84,770	2,924	292,718	537,815
<b>EXPENDITURES</b>					
Current					
Public safety	101,732	-	13,569	295,064	1,464,081
Health	-	-	-	-	-
Economic and community development	-	390	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	101,732	390	13,569	295,064	1,464,081
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(6,636)	84,380	(10,645)	(2,346)	(926,266)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	1,077,000
Transfers (out)	(20,000)	-	-	-	-
Proceeds from sale of capital assets	-	-	-	10,017	-
<b>Total other financing sources (uses)</b>	(20,000)	-	-	10,017	1,077,000
<b>NET CHANGE IN FUND BALANCES</b>	(26,636)	84,380	(10,645)	7,671	150,734
<b>FUND BALANCES (DEFICIT), JANUARY 1</b>	228,297	5,784	46,597	410,694	(132,078)
<b>FUND BALANCES (DEFICIT), DECEMBER 31</b>	\$ 201,661	\$ 90,164	\$ 35,952	\$ 418,365	\$ 18,656

(This statement is continued on the following page.)

	Motor Fuel Tax	Harlem/ Garfield TIF	Emergency Solutions Grant	Special Service Area #1	Community Development Block Grant	Special Service Area #7	Cook County Lead Hazard Red	Grants	Total
	\$ -	\$ 174,251	-	\$ 706,719	\$ -	7,113	\$ -	\$ -	\$ 888,083
	1,320,847	-	112,696	-	1,214,815	-	21,350	268,579	3,320,017
	1,788	535	-	583	-	-	-	-	3,489
	-	-	-	-	-	-	-	-	84,530
	1,322,635	174,786	112,696	707,302	1,214,815	7,113	21,350	268,579	4,842,599
	-	-	-	-	-	-	-	2,270	1,876,716
	-	-	-	-	-	-	-	253,340	274,690
	-	-	112,696	650,002	1,233,606	-	-	-	1,996,604
	-	-	-	-	-	-	-	12,969	12,969
	-	-	112,696	650,002	1,233,606	-	21,350	268,579	4,161,069
	1,322,635	174,786	-	57,300	(18,791)	7,113	-	-	681,530
	-	-	-	700,000	-	-	-	-	1,777,000
	(1,300,000)	-	-	-	-	-	-	-	(132,000)
	(1,300,000)	-	-	700,000	-	-	-	-	10,017
	22,635	174,786	-	757,300	(18,791)	7,113	-	-	1,148,547
	334,794	258,732	-	(640,359)	-	7,079	-	-	519,540
	\$ 357,429	\$ 433,518	\$ -	\$ 116,941	\$ (18,791)	\$ 14,192	\$ -	\$ -	\$ 1,668,087

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
Intergovernmental	\$ 75,000	\$ 95,096
Annual allotment	-	-
Investment income	-	-
Total revenues	<u>75,000</u>	<u>95,096</u>
<b>EXPENDITURES</b>		
Public safety		
Contractual services	11,500	8,063
Cable television	13,791	7,271
General contractual		
Capital outlay	50,000	86,398
Equipment		
Total expenditures	<u>75,291</u>	<u>101,732</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(291)</u>	<u>(6,636)</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers (out)	-	(20,000)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (291)</u>	<u>(26,636)</u>
FUND BALANCE, JANUARY 1		<u>228,297</u>
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 201,661</u>

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VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
Investment income	\$ -	\$ 240
Miscellaneous	-	84,530
Total revenues	<u>-</u>	<u>84,770</u>
<b>EXPENDITURES</b>		
Economic and community development		
Contractual services	-	390
Capital outlay	175,000	-
Total expenditures	<u>175,000</u>	<u>390</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (175,000)</u>	<u>84,380</u>
FUND BALANCE, JANUARY 1		<u>5,784</u>
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 90,164</u>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Intergovernmental	\$ 150,000	\$ 150,000	\$ 292,712
Seized assets	50	50	6
Investment income			
Total revenues	150,050	150,050	292,718
<b>EXPENDITURES</b>			
Public safety			
Materials and supplies	9,000	32,095	32,425
Operational supplies			
Contractual services	2,750	2,750	2,208
Employee physicals	250	250	-
Reimbursements			
Capital outlay	17,500	17,500	53,943
Equipment	-	-	206,488
Vehicles			
Total expenditures	29,500	52,595	295,064
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	120,550	97,455	(2,346)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	(200,000)	(200,000)	-
Proceeds from sale of capital assets	10,000	10,000	10,017
Total other financing sources (uses)	(190,000)	(190,000)	10,017
NET CHANGE IN FUND BALANCE	\$ (69,450)	\$ (92,545)	7,671
FUND BALANCE, JANUARY 1			410,694
<b>FUND BALANCE, DECEMBER 31</b>			<u>\$ 418,365</u>

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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
EMERGENCY 9-1-1 FUND

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
Charges for services	\$ 560,000	\$ 537,480
Investment income	20	335
Total revenues	560,020	537,815
<b>EXPENDITURES</b>		
Public safety		
Contractual services	1,500,000	1,434,345
WSCDC contract	2,000	845
Repairs	35,067	8,154
General contractual	-	3,485
Telecommunication		
Capital outlay	58,500	17,252
Equipment		
Total expenditures	1,595,567	1,464,081
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,035,547)	(926,266)
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	1,077,000	1,077,000
Total other financing sources (uses)	1,077,000	1,077,000
NET CHANGE IN FUND BALANCE	\$ 41,453	150,734
FUND BALANCE (DEFICIT), JANUARY 1		(132,078)
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 18,656</u>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Intergovernmental			
Motor fuel tax allotments	\$ 1,800,000	\$ 1,800,000	\$ 1,320,847
Investment income	600	600	1,788
Total revenues	1,800,600	1,800,600	1,322,635
<b>EXPENDITURES</b>			
None	-	-	-
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	1,800,600	1,800,600	1,322,635
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	(1,800,000)	(1,300,000)	(1,300,000)
Total other financing sources (uses)	(1,800,000)	(1,300,000)	(1,300,000)
<b>NET CHANGE IN FUND BALANCE</b>	\$ 600	\$ 500,600	22,635
<b>FUND BALANCE, JANUARY 1</b>			334,794
<b>FUND BALANCE, DECEMBER 31</b>			\$ 357,429

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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
HARLEM/GARFIELD TIF FUND

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
Incremental property taxes	\$ 162,490	\$ 174,251
Investment income	265	535
Total revenues	162,755	174,786
<b>EXPENDITURES</b>		
Economic and community development	-	-
Contractual services	300,000	-
Capital outlay	-	-
Total expenditures	300,000	-
<b>NET CHANGE IN FUND BALANCE</b>	\$ (137,245)	174,786
<b>FUND BALANCE, JANUARY 1</b>		258,732
<b>FUND BALANCE, DECEMBER 31</b>		\$ 433,518

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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #1 FUND

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
Taxes	\$ 360,000	\$ 706,719
Property taxes	350	583
Investment income		
Total revenues	<u>360,350</u>	<u>707,302</u>
<b>EXPENDITURES</b>		
Economic and community development		
Contractual services	650,000	650,002
Public contributions		
Total expenditures	<u>650,000</u>	<u>650,002</u>
<b>OTHER FINANCING SOURCES</b>		
Transfers in	350,000	700,000
NET CHANGE IN FUND BALANCE	<u>\$ 60,350</u>	<u>757,300</u>
FUND BALANCE (DEFICIT), JANUARY 1		(640,359)
<b>FUND BALANCE, DECEMBER 31</b>		<u><u>\$ 116,941</u></u>

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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Intergovernmental Grant - CDBG	\$ 1,454,163	\$ 1,454,163	\$ 1,214,815
Total revenues	<u>1,454,163</u>	<u>1,454,163</u>	<u>1,214,815</u>
<b>EXPENDITURES</b>			
Economic and community development			
Personal services	1,231,500	1,231,500	261,458
Community programs	884,648	884,648	972,148
Total expenditures	<u>2,116,148</u>	<u>2,116,148</u>	<u>1,233,606</u>
NET CHANGE IN FUND BALANCE	<u>\$ (661,985)</u>	<u>\$ (661,985)</u>	<u>(18,791)</u>
FUND BALANCE, JANUARY 1			-
<b>FUND BALANCE (DEFICIT), DECEMBER 31</b>			<u><u>\$ (18,791)</u></u>

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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>ECONOMIC AND COMMUNITY DEVELOPMENT</b>			
Community programs			
Personal services			
Village administration	\$ 1,231,500	\$ 1,231,500	\$ 261,458
Contractual services			
Catholic Charities - accolade	3,150	3,150	4,200
Catholic Charities Grove Apts	3,750	3,750	4,110
Children's clinic	21,875	21,875	16,483
Community Support Services	8,079	8,079	-
Hephzibah	14,750	14,750	15,000
Housing Forward Emergency Shelter	11,750	11,750	-
Housing Forward Employment Readiness	15,000	15,000	-
Housing rehab property grants	-	-	2,374
Legal postings and document fees	-	-	273
Naam Metro Suburban	8,000	8,000	5,333
New Mom's Inc.	4,250	4,250	-
Oak Leyden Dev Services	14,250	14,250	-
Oak Park health department	-	-	9,923
Oak Park Housing Center Admin	96,000	96,000	60,669
Oak Park Housing Center Public Service	71,250	71,250	45,385
Oak Park neighborhood service property maintenance	-	-	25,000
OPRF Food Pantry	23,125	23,125	11,175
PADS - employment readiness	-	-	7,731
PADS - emergency shelter	-	-	3,747
Parentthesis - mothering	3,750	3,750	7,535
Parentthesis - parenten	7,500	7,500	6,142
Sarah's Inn emergency shelter	8,875	8,875	-
Section 108 Underwriting Consultation	17,500	17,500	77,365
SFR/SRR project implementation	80,000	80,000	30,000
Small rental rehab	96,250	96,250	19,000
UCP Seguin Services Facility Improvements	24,250	24,250	-
VOP Health Department	10,000	10,000	8,925
VOP Hsnt Prog Lead Haz Red	101,250	101,250	-
VOP Neighborhood Services Property Maintenance	70,000	70,000	218,975
VOP Public Works Infrastructure Alleys	-	-	95,000
VOP Public Works Infrastructure Streets & Sidewalks	37,500	37,500	137,695
VOP Public Works Infrastructure Sidewalks	112,500	112,500	142,500
VOP Public Works Infrastructure Sidewalks II	20,044	20,044	17,608
West Cook YMCA	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 2,116,148</b>	<b>\$ 2,116,148</b>	<b>\$ 1,233,606</b>

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS

December 31, 2016

ASSETS	Capital Building Improvements	Capital Building	Lake Forest Development Project	Equipment Replacement	Fleet Replacement	Cook Westgate Redevelopment	South Harlem Redevelopment	Total
Cash and investments	\$ 2,706,835	\$ 718,899	\$ 540,383	\$ 1,230,492	\$ 419,577	\$ -	\$ -	\$ 5,615,186
Accounts payable	17,131	-	-	-	-	-	-	17,131
Due from other governments	971,131	-	-	-	-	-	-	971,131
Due from other funds	-	-	9,436,859	-	-	-	-	9,436,859
Prepaid items	60	-	-	-	-	-	-	60
<b>TOTAL ASSETS</b>	<b>\$ 3,848,756</b>	<b>\$ 718,899</b>	<b>\$ 9,977,242</b>	<b>\$ 1,230,492</b>	<b>\$ 419,577</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 16,194,966</b>
<b>LIABILITIES AND FUND BALANCES</b>								
Accounts payable	\$ 636,239	\$ 168,155	\$ 26,833	\$ 48,710	\$ 102,962	\$ 1,716	\$ -	\$ 974,615
Accounts receivable	10,272	-	-	-	-	-	-	10,272
Due to other funds	-	-	10,483,249	-	-	4,115,822	133,384	14,732,455
Total liabilities	636,511	168,155	10,510,082	48,710	102,962	4,117,538	133,384	15,717,542
<b>FUND BALANCES</b>								
Assigned	60	-	-	-	-	-	-	60
Nonspendable - prepaid items	3,212,185	550,744	(532,840)	1,181,782	316,615	(6,117,538)	(133,384)	5,261,236
Capital acquisition	-	-	-	-	-	-	-	(4,033,026)
Unassigned (deficit)	3,212,245	\$50,744	(532,840)	1,181,782	316,615	(4,117,538)	(133,384)	477,624
Total fund balances (deficit)	\$ 3,848,756	\$ 718,899	\$ 9,977,242	\$ 1,230,492	\$ 419,577	\$ -	\$ -	\$ 16,194,966

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NON-MAJOR CAPITAL PROJECTS FUNDS

For the Year Ended December 31, 2016

	Capital Building Improvements		Lake Forest Development Project		Equipment Replacement		Fleet Replacement		Colt Westgate Redevelopment		South Harlem Redevelopment		Total
<b>REVENUES</b>													
Other uses	\$ 3,470,203	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,470,203
Investment income	211,332	-	-	-	-	-	-	-	-	-	-	-	211,332
Charges for services	38,023	-	-	-	-	-	-	-	-	-	-	-	38,023
Investment income	1,198	-	-	-	-	\$ 5	-	-	-	-	-	-	1,203
Miscellaneous	28,285	-	-	-	862	-	-	-	-	-	-	-	29,147
Total revenues	3,749,041	-	-	-	867	-	-	-	-	-	-	-	3,749,908
<b>EXPENDITURES</b>													
Current													
Economic and community development	-	1,596,097	136,197	-	-	-	-	6,165,888	-	44,237	-	-	7,942,419
Highways and streets	970,267	-	-	-	-	-	-	-	-	-	-	-	970,267
Capital outlay	7,615,685	-	-	-	708,363	1,026,524	-	-	-	-	-	-	9,350,572
Debt service	-	-	-	-	-	-	276,697	-	-	-	-	-	276,697
Principal	-	-	-	-	-	-	30,137	-	-	-	-	-	30,137
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	8,585,952	1,596,097	136,197	708,363	1,353,378	6,165,888	44,237	-	-	-	-	-	18,590,112
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,836,911)	(1,596,097)	(136,197)	(707,496)	(1,353,378)	(6,165,888)	(44,237)	-	-	-	-	-	(14,840,204)

	Capital Building Improvements		Development Project		Equipment Replacement		Fleet Replacement		Colt Westgate Redevelopment		South Harlem Redevelopment		Total
<b>OTHER FINANCING SOURCES (USES)</b>													
Proceeds from sale of capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,329	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,329
Issuance of capital lease	11,526,837	520,004	-	-	1,050,000	1,000,008	3,000,000	-	-	-	-	-	203,830
Transfers in	(3,050,016)	-	-	-	-	-	-	-	-	-	-	-	17,096,849
Transfers (out)	-	-	-	-	-	-	-	-	-	-	-	-	(3,050,016)
Total other financing sources (uses)	8,476,821	520,004	-	-	1,050,000	1,222,167	3,000,000	-	-	-	-	-	14,268,992
NET CHANGE IN FUND BALANCES	3,639,910	(1,076,093)	(136,197)	342,504	(131,211)	(3,165,888)	(44,237)	-	-	-	-	-	(571,212)
FUND BALANCES (DEFICIT), JANUARY 1	2,101,21	1,626,837	(396,643)	839,278	447,826	(951,650)	(89,147)	-	-	-	-	-	1,086,622
Receivable restatement	(637,786)	-	-	-	-	-	-	-	-	-	-	-	(637,786)
FUND BALANCES (DEFICIT), JANUARY 1, RESTATED	(427,665)	1,626,837	(396,643)	839,278	447,826	(951,650)	(89,147)	-	-	-	-	-	1,048,836
FUND BALANCES (DEFICIT), DECEMBER 31	\$ 321,2245	\$ 550,744	\$ (532,840)	\$ 1,181,782	\$ 316,615	\$ (4,117,538)	\$ (133,384)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 477,624

(See independent auditor's report.)  
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**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CAPITAL IMPROVEMENTS FUND**

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Other taxes	\$ 3,500,000	\$ 3,500,000	\$ 3,470,203
Charges for services	5,000	5,000	38,023
Intergovernmental	30,000	30,000	211,332
Investment income	1,200	1,200	1,198
Miscellaneous	25,000	25,000	28,285
Total revenues	<u>3,561,200</u>	<u>3,561,200</u>	<u>3,749,041</u>
<b>EXPENDITURES</b>			
Current			
Highways and streets			
Personal services	407,518	407,518	246,110
Salaries	152,197	152,197	87,726
Fringe benefits			
Contractual services			
Clothing	2,000	2,000	180
Conferences and training	10,900	10,900	1,437
External support	370,000	374,018	64,502
Legal advertisements	3,000	3,000	2,502
Membership dues	1,850	1,850	595
Office machine service	14,900	14,900	11,711
Office supplies	7,045	7,045	3,974
Operational supplies	2,000	2,000	1,993
Postage	2,400	2,400	1,213
Printing	5,000	5,000	4,468
Project engineering	1,633,000	1,975,600	531,365
Repairs	250	250	-
Software license updates	20,768	20,768	12,491
Landscape improvements	100,000	100,000	71,340
Miscellaneous	-	-	7,007
Capital outlay			
Alley improvements	2,700,000	2,717,518	2,425,513
Bicycle plan improvements	220,356	232,389	360,261
Capital improvements	1,014,498	1,014,498	76,393
Local street construction	3,646,000	4,276,165	3,083,565
Microsurfacing	300,000	300,000	301,332
Public art	100,000	100,000	30,607
Sidewalk improvements	170,000	229,306	125,162

(This schedule is continued on the following page.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)**  
**CAPITAL IMPROVEMENTS FUND**

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>EXPENDITURES (Continued)</b>			
Capital outlay (Continued)			
Street furnishings	\$ 10,000	\$ 10,000	\$ -
Streetscaping	7,628,760	7,892,987	144,311
Street lighting improvements	50,000	908,667	714,121
Sign replacement	10,000	10,000	-
Traffic calming improvements	25,000	25,000	30,220
Traffic signals	109,320	259,320	11,687
Tree replacement	200,000	251,174	234,166
Total expenditures	<u>18,916,762</u>	<u>21,306,470</u>	<u>8,585,952</u>
<b>EXCESS (DEFICIENCY) OF REVENUES</b>	<b>(15,355,562)</b>	<b>(17,745,270)</b>	<b>(4,836,911)</b>
<b>OVER EXPENDITURES</b>			
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of bonds, at par	10,400,000	10,400,000	-
Transfers in	7,525,000	7,525,000	11,526,837
Transfers (out)	(3,050,000)	(3,050,000)	(3,050,016)
Total other financing sources (uses)	<u>14,875,000</u>	<u>14,875,000</u>	<u>8,476,821</u>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (480,562)</b>	<b>\$ (2,870,270)</b>	<b>\$ 3,639,910</b>
<b>FUND BALANCE, JANUARY 1</b>			<b>210,121</b>
Receivable restatement			<u>(637,786)</u>
<b>FUND BALANCE (DEFICIT), JANUARY 1, RESTATED</b>			<b>(427,665)</b>
<b>FUND BALANCE, DECEMBER 31</b>			<b>\$ 3,212,245</b>

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
None	\$ -	\$ -	\$ -
Total revenues			
<b>EXPENDITURES</b>			
Current			
Economic and community development			
Contractual services	2,644,840	2,782,464	1,596,097
Total expenditures	2,644,840	2,782,464	1,596,097
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,644,840)	(2,782,464)	(1,596,097)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,923,500	1,923,500	520,004
Total other financing sources (uses)	1,923,500	1,923,500	520,004
NET CHANGE IN FUND BALANCE	\$ (721,340)	\$ (858,964)	(1,076,093)
FUND BALANCE, JANUARY 1			1,626,837
<b>FUND BALANCE, DECEMBER 31</b>			<u>\$ 550,744</u>

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Investment income	\$ -	\$ -	\$ 5
Miscellaneous	-	-	862
Total revenues	-	-	867
<b>EXPENDITURES</b>			
Contractual services	50,000	50,000	22,370
Capital outlay			
WAN equipment	507,597	507,597	49,075
Equipment replacement - software	460,000	681,948	392,430
Computer equipment	471,548	481,849	244,488
Total expenditures	1,489,145	1,721,394	708,363
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,489,145)	(1,721,394)	(707,496)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,050,000	1,050,000	1,050,000
Total other financing sources (uses)	1,050,000	1,050,000	1,050,000
NET CHANGE IN FUND BALANCE	\$ (439,145)	\$ (671,394)	342,504
FUND BALANCE, JANUARY 1			839,278
<b>FUND BALANCE, DECEMBER 31</b>			<u>\$ 1,181,782</u>

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
None	\$ -	\$ -	\$ -
Total revenues	-	-	-
<b>EXPENDITURES</b>			
Capital outlay	1,295,491	1,702,506	1,026,524
Debt service	-	-	276,697
Principal	-	-	50,157
Interest	-	-	-
Total expenditures	1,295,491	1,702,506	1,353,378
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,295,491)</b>	<b>(1,702,506)</b>	<b>(1,353,378)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from sale of capital assets	-	-	18,329
Issuance of capital lease	-	-	203,830
Transfers in	1,200,000	1,200,000	1,000,008
Total other financing sources (uses)	1,200,000	1,200,000	1,222,167
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (95,491)</b>	<b>\$ (502,506)</b>	<b>(131,211)</b>
FUND BALANCE, JANUARY 1			447,826
<b>FUND BALANCE, DECEMBER 31</b>			<b>\$ 316,615</b>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

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

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>REVENUES</b>		
None	\$ -	\$ -
Total revenues	-	-
<b>EXPENDITURES</b>		
Current		
Economic and community development	4,470,770	6,165,888
Contractual services	4,470,770	6,165,888
Total expenditures	8,941,540	12,331,776
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	-	3,000,000
Total other financing sources (uses)	-	3,000,000
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (4,470,770)</b>	<b>(3,165,888)</b>
FUND BALANCE (DEFICIT), JANUARY 1		(951,650)
<b>FUND BALANCE (DEFICIT), DECEMBER 31</b>		<b>\$ (4,117,538)</b>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
WATER & SEWER FUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>OPERATING REVENUES</b>			
Charges for services	\$ 17,011,649	\$ 17,011,649	\$ 17,711,843
Total operating revenues	17,011,649	17,011,649	17,711,843
<b>OPERATING EXPENSES</b>			
Costs of sales and service			
Personal services	847,174	901,232	1,005,083
Fringe benefits	426,177	454,330	456,473
Materials and supplies	195,780	195,780	166,735
Contractual services	985,862	1,108,276	967,786
Cost of water	7,120,000	7,120,000	6,988,438
Insurance and claims	750,000	750,000	750,000
Administrative charge	1,050,000	1,050,000	1,050,000
Capital outlay	8,046,859	8,040,639	3,394,261
Total operating expenses excluding depreciation	19,421,852	19,620,257	14,758,776
OPERATING INCOME (LOSS)	(2,410,203)	(2,608,608)	2,953,067
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Debt service			
Principal	-	-	(599,745)
Interest expense	-	-	(228,294)
Miscellaneous	14,500	14,500	106,865
Total non-operating revenues (expenses)	14,500	14,500	(721,174)
NET INCOME (LOSS) - BUDGET BASIS	(2,395,703)	(2,594,108)	2,231,893
<b>ADJUSTMENT TO GAAP BASIS</b>			
Assets capitalized	-	-	3,042,016
Depreciation	-	-	(1,460,265)
Principal paid	-	-	599,745
Total adjustments to GAAP basis	-	-	2,181,496
CHANGE IN NET POSITION	\$ (2,395,703)	\$ (2,594,108)	4,413,389
NET POSITION, JANUARY 1			50,992,363
Prior period adjustment			107,752
NET POSITION, JANUARY 1, RESTATED			51,100,115
NET POSITION, DECEMBER 31			\$ 55,513,504

**MAJOR ENTERPRISE FUNDS**

Water and Sewer Fund is used to account for the provision of water and sewer 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, financing of debt service, maintenance, billing and collection.

Parking Fund is used to account for the administration and operation of parking areas within the Village as well as the development of new parking areas. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance, financing of debt service and collection efforts.

(See independent auditor's report.)

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION - BUDGET AND ACTUAL**  
**PARKING FUND**

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>OPERATING REVENUES</b>			
Charges for services	\$ 6,503,000	\$ 6,503,000	\$ 6,461,746
Total operating revenues	<u>6,503,000</u>	<u>6,503,000</u>	<u>6,461,746</u>
<b>OPERATING EXPENSES</b>			
Costs of sales and service			
Personal services	879,134	879,134	689,130
Fringe benefits	404,059	404,059	351,196
Materials and supplies	127,600	127,600	88,941
Contractual services	2,162,500	2,162,500	1,721,213
Insurance and claims	750,000	750,000	750,000
Cook County parking tax	75,000	75,000	-
Capital outlay	12,698,221	12,729,669	1,115,353
Total operating expenses excluding depreciation	<u>17,096,514</u>	<u>17,127,962</u>	<u>4,715,833</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(10,593,514)</u>	<u>(10,624,962)</u>	<u>1,745,913</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Debt service			
Principal	(351,865)	(351,865)	(996,870)
Interest expense	(79,906)	(79,906)	(530,529)
Bond issuance costs	-	-	(193,837)
Investment income	-	-	209
Miscellaneous	-	-	140,135
Total non-operating revenues (expenses)	<u>(431,771)</u>	<u>(431,771)</u>	<u>(1,580,892)</u>
<b>NET INCOME (LOSS) BEFORE TRANSFERS</b>	<u>(11,025,285)</u>	<u>(11,056,733)</u>	<u>165,021</u>
<b>TRANSFERS</b>			
Transfers in	60,000	60,000	60,000
Transfers (out)	-	-	(300,000)
Total transfers	<u>60,000</u>	<u>60,000</u>	<u>(240,000)</u>
<b>NET INCOME (LOSS) - BUDGET BASIS</b>	<u>(10,965,285)</u>	<u>(10,996,733)</u>	<u>(74,979)</u>
<b>ADJUSTMENT TO GAAP BASIS</b>			
Assets capitalized	-	-	804,697
Depreciation and amortization	-	-	(1,305,513)
Principal paid	-	-	996,870
Total adjustments to GAAP basis	<u>-</u>	<u>-</u>	<u>496,054</u>
<b>CHANGE IN NET POSITION</b>	<u>\$ (10,965,285)</u>	<u>\$ (10,996,733)</u>	<u>421,075</u>
<b>NET POSITION, JANUARY 1</b>			27,192,174
Prior period adjustment			<u>352,931</u>
<b>NET POSITION, JANUARY 1, RESTATED</b>			<u>27,545,105</u>
<b>NET POSITION, DECEMBER 31</b>			<u>\$ 27,966,180</u>

**NONMAJOR ENTERPRISE FUND**

The Environmental Services Fund is used to account for the financial activity of the Village's solid waste hauling contract, disposal and recycling costs and the supporting overhead costs of the program.

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
ENVIRONMENTAL-SERVICES FUND

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>OPERATING REVENUES</b>		
Billings	\$ 3,545,545	\$ 3,423,769
Total operating revenues	<u>3,545,545</u>	<u>3,423,769</u>
<b>OPERATING EXPENSES</b>		
Costs of sales and service		
Personal services	150,610	118,010
Fringe benefits	146,304	147,127
Materials and supplies	10,500	5,118
Contractual services	3,067,962	2,833,681
Total operating expenses excluding depreciation	<u>3,375,376</u>	<u>3,103,936</u>
OPERATING INCOME	170,169	319,833
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Miscellaneous	2,000	-
Total non-operating revenues (expenses)	<u>2,000</u>	<u>-</u>
NET INCOME BEFORE TRANSFERS	172,169	319,833
<b>TRANSFERS</b>		
Transfers (out)	(500,600)	(1,200,604)
Total transfers	<u>(500,600)</u>	<u>(1,200,604)</u>
NET INCOME - BUDGET BASIS	(328,431)	(880,771)
<b>ADJUSTMENT TO GAAP BASIS</b>		
Depreciation and amortization	-	(5,068)
Total adjustments to GAAP basis	<u>-</u>	<u>(5,068)</u>
CHANGE IN NET POSITION	\$ (328,431)	(885,839)
NET POSITION, JANUARY 1		1,389,909
Prior period adjustment		<u>115,338</u>
NET POSITION, JANUARY 1, RESTATED		1,505,247
<b>NET POSITION, DECEMBER 31</b>		<u>\$ 619,408</u>

**INTERNAL SERVICE FUNDS**

The Self-Insurance Retention Fund is used to account for the financial activity of the Village's self-funding for excess general liability that is above retention levels of conventionally purchased insurance.

The Employee Health and Life Insurance Fund is used to account for the financial activity of the Village's funding for health, life and dental insurance.

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS

December 31, 2016

	Self-Insurance Retention	Employee Health and Life Insurance	Total
<b>CURRENT ASSETS</b>			
Cash and investments	\$ -	\$ -	\$ -
Due from other funds	-	2,133,014	2,133,014
Prepaid expenses	305,327	-	305,327
Total current assets	305,327	2,133,014	2,438,341
<b>CURRENT LIABILITIES</b>			
Accounts payable	12,020	589,914	601,934
Accrued payroll	1,473	-	1,473
Compensated absences payable	7,101	-	7,101
Due to other funds	524,607	-	524,607
Claims payable	571,380	46,458	617,838
Total current liabilities	1,116,581	636,372	1,752,953
<b>LONG-TERM LIABILITIES</b>			
Claims payable	3,237,818	263,259	3,501,077
Total long-term liabilities	3,237,818	263,259	3,501,077
Total liabilities	4,354,399	899,631	5,254,030
<b>NET POSITION</b>			
Unrestricted (deficit)	\$ (4,049,072)	\$ 1,233,383	\$ (2,815,689)

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS

For the Year Ended December 31, 2016

	Self-Insurance Retention	Employee Health and Life Insurance	Total
<b>OPERATING REVENUES</b>			
Contributions			
Employer	\$ 1,500,000	\$ 5,564,399	\$ 7,064,399
Employee	-	1,258,661	1,258,661
Outside agency	-	36,787	36,787
Pensioner	-	1,038,474	1,038,474
Total operating revenues	1,500,000	7,898,321	9,398,321
<b>OPERATING EXPENSES</b>			
Insurance and claims			
Personal services	64,796	5,899	70,695
Fringe benefits	-	7,493	7,493
Claims	2,204,874	-	2,204,874
Contractual services	642,994	6,888,166	7,531,160
Total operating expenses	2,912,664	6,901,558	9,814,222
OPERATING INCOME (LOSS)	(1,412,664)	996,763	(415,901)
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Investment income	1,764	-	1,764
Total non-operating revenues (expenses)	1,764	-	1,764
CHANGE IN NET POSITION	(1,410,900)	996,763	(414,137)
NET POSITION, JANUARY 1	(2,638,172)	494,509	(2,143,663)
Prior period adjustment	-	(257,889)	(257,889)
NET POSITION (DEFICIT), JANUARY 1, RESTATED	(2,638,172)	236,620	(2,401,552)
<b>NET POSITION (DEFICIT), DECEMBER 31</b>	<b>\$ (4,049,072)</b>	<b>\$ 1,233,383</b>	<b>\$ (2,815,689)</b>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL-SERVICE FUNDS

For the Year Ended December 31, 2016

	Self-Insurance Retention	Employee Health and Life Insurance	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers and users	\$ -	\$ 36,787	\$ 36,787
Receipts from internal services transactions	1,500,000	7,861,534	9,361,534
Payments to suppliers	(574,119)	(7,309,281)	(7,883,400)
Payments to employees	(2,267,929)	(14,423)	(2,282,352)
	(1,342,048)	574,617	(767,431)
Net cash from operating activities			
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Receipts from interfund loans	1,314,875	(574,617)	740,258
Net cash from noncapital financing activities	1,314,875	(574,617)	740,258
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
None	-	-	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received	1,764	-	1,764
Net cash from investing activities	1,764	-	1,764
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(25,409)	-	(25,409)
<b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>	25,409	-	25,409
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	\$ -	\$ -	\$ -

(This statement is continued on the following page.)

VILLAGE OF OAK PARK, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS (Continued)  
INTERNAL-SERVICE FUNDS

For the Year Ended December 31, 2016

	Self-Insurance Retention	Employee Health and Life Insurance	Total
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ (1,412,664)	\$ 996,763	\$ (415,901)
Adjustments to reconcile operating income (loss) to net cash from operating activities			
(Increase) decrease in Prepaid expenses	(14,734)	-	(14,734)
Increase (decrease) in Accounts payable	(265,835)	(472,943)	(738,778)
Due to other funds	-	-	-
Accrued payroll	447	(1,031)	(584)
Compensated absences payable	1,294	-	1,294
Claims payable	349,444	51,828	401,272
<b>NET CASH FROM OPERATING ACTIVITIES</b>	\$ (1,342,048)	\$ 574,617	\$ (767,431)

(See independent auditor's report.)

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
SELF-INSURANCE RETENTION FUND

For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual
<b>OPERATING REVENUES</b>			
Contributions	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
Total operating revenues	1,500,000	1,500,000	1,500,000
<b>OPERATING EXPENSES</b>			
Insurance and claims	63,139	63,139	64,796
Personal services	822,134	822,134	2,204,874
Claims	562,500	562,500	642,994
Contractual services			
Total operating expenses	1,447,773	1,447,773	2,912,664
OPERATING INCOME (LOSS)	52,227	52,227	(1,412,664)
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Investment income	-	-	1,764
Total non-operating revenues (expenses)	-	-	1,764
CHANGE IN NET POSITION	\$ 52,227	\$ 52,227	(1,410,900)
NET POSITION, JANUARY 1			(2,638,172)
<b>NET POSITION, DECEMBER 31</b>			<u>\$ (4,049,072)</u>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
EMPLOYEE HEALTH AND LIFE INSURANCE FUND

For the Year Ended December 31, 2016

	Original and Final Budget	Actual
<b>OPERATING REVENUES</b>		
Contributions	\$ 5,416,590	\$ 5,564,399
Employer	1,719,050	1,258,661
Employee	167,480	36,787
Outside agency	1,040,000	1,038,474
Pensioner		
Total operating revenues	8,343,120	7,898,321
<b>OPERATING EXPENSES</b>		
Insurance and claims	-	5,899
Personal services	-	7,493
Fringe benefits	7,703,311	6,888,166
Contractual services		
Total operating expenses	7,703,311	6,901,558
CHANGE IN NET POSITION	\$ 639,809	996,763
NET POSITION, JANUARY 1		494,509
Prior period adjustment		(257,889)
NET POSITION, JANUARY 1, RESTATED		236,620
<b>NET POSITION, DECEMBER 31</b>		<u>\$ 1,233,383</u>

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

COMBINING STATEMENT OF NET POSITION  
PENSION TRUST FUNDS

For the Year Ended December 31, 2016

**FIDUCIARY FUNDS**

Fiduciary Funds are used to account for assets held by the Village in a fiduciary capacity. The following funds are currently established:

**PENSION TRUST FUNDS**

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

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

	Police Pension	Firefighters' Pension	Total
<b>ASSETS</b>			
Cash and investments	\$ 25,575	\$ 103,442	\$ 129,017
Cash and short-term investments			
Investments			
U.S. Government and U.S. agency obligations	14,207,451	6,044,976	20,252,427
State and local obligations	1,001,422	-	1,001,422
Corporate bonds	13,704,033	8,325,038	22,029,071
Equities	55,320,087	20,729,905	76,049,992
Money market mutual funds	2,735,293	4,986,050	7,721,343
Annuity contracts	42,121	4,447,811	4,489,932
Total cash and investments	87,035,982	44,637,222	131,673,204
Receivables			
Accrued interest	192,675	118,581	311,256
Prepaid expenses	795	-	795
Total assets	87,229,452	44,755,803	131,985,255
<b>LIABILITIES</b>			
Accounts payable	58,896	18,769	77,665
Total liabilities	58,896	18,769	77,665
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>			
	\$ 87,170,556	\$ 44,737,034	\$ 131,907,590

(See independent auditor's report.)  
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VILLAGE OF OAK PARK, ILLINOIS

COMBINING STATEMENT OF CHANGES IN NET POSITION  
PENSION TRUST FUNDS

For the Year Ended December 31, 2016

	Police Pension	Firefighters' Pension	Total
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 4,735,676	\$ 3,779,495	\$ 8,515,171
Participants	999,387	563,721	1,563,108
Total contributions	5,735,063	4,343,216	10,078,279
Investment income			
Net appreciation in fair value of investments	3,197,962	2,569,538	5,767,500
Interest earned	1,998,538	1,032,820	3,031,358
Less investment expenses	(259,693)	(107,204)	(366,897)
Net investment income	4,936,807	3,495,154	8,431,961
Total additions	10,671,870	7,838,370	18,510,240
<b>DEDUCTIONS</b>			
Administration			
Contractual	46,535	51,062	97,597
Pension benefits and refunds	7,398,106	6,254,217	13,652,323
Total deductions	7,444,641	6,305,279	13,749,920
NET INCREASE	3,227,229	1,533,091	4,760,320
<b>NET POSITION RESTRICTED FOR PENSION BENEFITS</b>			
January 1	83,943,327	43,203,943	127,147,270
December 31	\$ 87,170,556	\$ 44,737,034	\$ 131,907,590

STATISTICAL SECTION

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

Contents	Page(s)
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	147-158
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	159-162
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	163-166
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	167
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	168-171

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

VILLAGE OF OAK PARK, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>GOVERNMENTAL ACTIVITIES</b>										
Net investment in capital assets	\$ 59,829,503	\$ 62,146,605	\$ 64,035,585	\$ 63,822,117	\$ 66,229,600	\$ 53,615,876	\$ 53,867,238	\$ 55,742,582	\$ 46,042,805	\$ 25,899,662
Restricted	29,240,247	24,875,979	33,183,002	30,001,024	15,479,168	15,695,253	13,789,491	15,461,474	18,113,844	11,310,314
Unrestricted	(2,614,918)	(4,073,151)	(14,499,226)	(9,681,208)	1,531,545	(485,355)	3,714,391	1,938,040	(131,560,638)	(117,530,532)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	\$ 86,454,832	\$ 82,949,433	\$ 82,719,361	\$ 84,141,933	\$ 83,240,313	\$ 68,825,774	\$ 71,371,120	\$ 73,142,096	\$ (67,403,989)	\$ (80,320,556)
<b>BUSINESS-TYPE ACTIVITIES</b>										
Net investment in capital assets	\$ 56,305,331	\$ 60,698,503	\$ 62,709,742	\$ 64,308,643	\$ 65,029,568	\$ 66,860,884	\$ 68,264,641	\$ 67,780,048	\$ 72,726,816	\$ 64,907,954
Restricted	1,577,807	938,488	950,463	617,801	254,125	-	-	-	-	-
Unrestricted	(8,914,790)	(7,427,267)	(7,760,770)	(5,516,165)	(5,002,177)	1,266,830	2,856,100	7,188,181	6,847,630	19,191,138
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	\$ 48,968,348	\$ 54,229,724	\$ 55,899,435	\$ 59,410,279	\$ 60,281,516	\$ 68,127,714	\$ 71,120,741	\$ 74,968,229	\$ 79,574,446	\$ 84,099,092
<b>PRIMARY GOVERNMENT</b>										
Net investment in capital assets	\$ 116,134,834	\$ 122,845,108	\$ 126,745,327	\$ 128,130,760	\$ 131,259,168	\$ 120,476,760	\$ 122,131,879	\$ 123,522,630	\$ 118,769,621	\$ 90,807,616
Restricted	30,818,054	25,834,467	34,133,465	30,618,825	15,733,293	15,695,253	13,789,491	15,461,474	18,113,844	11,310,314
Unrestricted	(11,529,708)	(11,500,418)	(22,259,996)	(15,197,373)	(3,470,632)	781,475	6,570,491	9,126,221	(124,713,008)	(98,339,394)
<b>TOTAL PRIMARY GOVERNMENT</b>	\$ 135,423,180	\$ 137,179,157	\$ 138,618,796	\$ 143,532,212	\$ 143,521,829	\$ 136,953,488	\$ 142,491,861	\$ 148,110,325	\$ 12,170,457	\$ 3,778,536

Note: The Village implemented GASB Statement No. 68 for the fiscal year ended December 31, 2015.

Data Source

Audited Financial Statements

VILLAGE OF OAK PARK, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>EXPENSES</b>										
Governmental activities										
General government	\$ 11,437,918	\$ 8,066,840	\$ 5,743,592	\$ 6,889,455	\$ 7,368,702	\$ 5,900,634	\$ 5,537,004	\$ 5,616,383	\$ 12,739,011	\$ 5,992,781
Public safety	25,500,388	24,133,175	31,464,189	28,284,102	30,797,361	31,348,787	31,896,281	31,880,563	45,690,430	50,242,343
Highways and streets	11,591,802	13,876,175	13,669,799	11,819,670	5,267,146	12,122,952	12,146,222	15,660,120	15,500,285	13,265,875
Health	1,406,042	1,193,561	1,267,038	1,378,832	1,157,316	1,078,014	1,146,704	1,056,036	3,194,937	1,243,133
Economic and community development	11,688,271	12,837,331	10,632,008	14,965,836	21,651,959	11,572,707	12,146,864	12,539,117	21,640,032	18,054,103
Interest	3,767,129	3,529,346	3,613,002	3,680,817	3,081,344	3,167,680	3,126,599	3,023,197	3,170,606	3,967,426
Total governmental activities expenses	65,391,530	63,636,428	66,389,628	67,018,712	69,323,828	65,190,774	65,999,674	69,775,416	101,935,301	92,765,661
Business-type activities										
Water and Sewer	6,080,465	5,732,273	6,566,085	7,318,695	7,203,446	8,826,627	11,317,067	12,667,716	12,933,659	13,405,319
Sewer	1,411,594	1,541,676	1,545,462	1,802,471	2,307,480	2,555,940	-	-	-	-
Parking system	5,107,866	2,777,337	4,171,947	4,627,557	4,475,965	4,458,836	5,220,096	5,107,593	5,743,479	5,941,015
Environmental services	2,261,186	2,279,956	2,522,457	2,544,081	2,818,572	2,824,616	2,969,179	3,013,303	3,111,308	3,109,004
On-street parking	290,971	-	-	-	-	-	-	-	-	-
Total business-type activities expenses	15,152,082	12,331,242	14,805,951	16,292,804	16,805,463	18,666,019	19,506,342	20,788,612	21,788,446	22,455,338
<b>TOTAL PRIMARY GOVERNMENT EXPENSES</b>	<b>\$ 80,543,632</b>	<b>\$ 75,967,670</b>	<b>\$ 81,195,579</b>	<b>\$ 83,311,516</b>	<b>\$ 86,129,291</b>	<b>\$ 83,856,793</b>	<b>\$ 85,506,016</b>	<b>\$ 90,564,028</b>	<b>\$ 123,723,747</b>	<b>\$ 115,220,999</b>
<b>PROGRAM REVENUES</b>										
Governmental activities										
Charges for services	\$ 2,903,009	\$ 1,881,597	\$ 1,577,868	\$ 1,787,538	\$ 1,716,278	\$ 1,828,110	\$ 1,829,674	\$ 2,179,945	\$ 2,196,116	\$ 2,155,709
Public safety	1,726,289	1,628,571	1,588,901	1,622,839	1,668,586	2,130,873	1,859,212	2,104,509	2,116,524	2,171,454
Highways and streets	4,568,312	4,147,082	4,266,889	3,823,373	2,161,765	2,429,974	2,388,978	2,138,399	2,217,776	1,945,884
Health	74,001	30,433	33,000	33,000	33,512	-	-	-	-	-
Economic and community development	638,083	395,456	364,646	275,368	191,696	171,752	174,509	134,170	176,106	74,221
Operating grants and contributions	5,142,448	4,324,377	4,913,676	4,969,044	4,425,658	4,295,117	6,929,935	4,902,947	3,180,925	4,065,197
Capital grants and contributions	32,847	11,445,000	-	-	15,209	-	239,458	1,875,594	919,942	110,324
Total governmental activities program revenues	15,084,989	12,407,516	12,756,425	12,511,162	10,212,704	10,855,826	13,421,766	13,335,564	10,807,389	10,522,789
Business-type activities										
Charges for services	5,804,669	7,050,864	7,212,468	8,274,537	8,040,368	9,342,156	13,249,130	14,717,350	16,691,651	17,711,843
Water and Sewer	2,166,412	2,653,328	2,705,216	3,067,625	3,057,757	3,080,621	-	-	-	-
Sewer	2,930,408	4,139,820	4,511,286	5,115,044	5,422,082	5,699,331	5,813,773	6,045,322	6,375,503	6,461,746
Parking system	2,465,658	2,772,441	2,843,486	2,935,124	2,969,103	3,092,237	3,115,019	3,172,257	3,401,319	3,423,769
Environmental services	593,670	77,309	45,884	169,116	-	248,091	-	325,968	-	-
On-street parking	846,163	-	1,295,298	-	-	-	-	-	-	-
Operating grants and contributions	14,806,980	16,693,762	18,613,638	19,561,446	19,489,310	21,462,436	22,177,922	24,260,897	26,468,473	27,597,358
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	29,891,969	29,101,278	31,370,063	32,072,608	29,702,014	32,318,262	35,599,688	37,596,461	37,275,862	38,120,147
<b>TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES</b>	<b>\$ 29,891,969</b>	<b>\$ 29,101,278</b>	<b>\$ 31,370,063</b>	<b>\$ 32,072,608</b>	<b>\$ 29,702,014</b>	<b>\$ 32,318,262</b>	<b>\$ 35,599,688</b>	<b>\$ 37,596,461</b>	<b>\$ 37,275,862</b>	<b>\$ 38,120,147</b>

VILLAGE OF OAK PARK, ILLINOIS  
CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>NET REVENUE (EXPENSE)</b>										
Governmental activities	\$ (50,306,561)	\$ (51,228,912)	\$ (53,633,203)	\$ (54,507,530)	\$ (59,111,124)	\$ (54,334,948)	\$ (52,577,908)	\$ (56,439,852)	\$ (91,127,912)	\$ (82,242,872)
Business-type activities	(345,102)	4,362,520	3,807,687	3,268,642	2,683,847	2,796,417	2,671,580	3,472,285	4,680,027	5,142,020
<b>NET REVENUE (EXPENSE)</b>	<b>\$ (50,651,663)</b>	<b>\$ (46,866,392)</b>	<b>\$ (49,825,516)</b>	<b>\$ (51,238,908)</b>	<b>\$ (56,427,277)</b>	<b>\$ (51,538,531)</b>	<b>\$ (49,906,328)</b>	<b>\$ (52,967,567)</b>	<b>\$ (86,447,885)</b>	<b>\$ (77,100,852)</b>
<b>GENERAL REVENUES AND OTHER CHANGES IN NET POSITION</b>										
Governmental activities										
Taxes										
Property	\$ 24,468,532	\$ 26,344,732	\$ 30,051,357	\$ 31,215,365	\$ 32,714,127	\$ 33,506,400	\$ 31,115,950	\$ 33,992,132	\$ 35,979,776	\$ 39,387,902
Replacement	1,483,470	1,461,352	1,232,844	1,329,286	1,171,380	1,173,533	1,300,964	1,339,184	1,263,351	1,264,935
Income	4,648,935	4,972,132	4,269,097	4,133,751	4,095,982	4,558,385	4,942,954	4,966,998	5,519,985	5,050,013
Sales	3,978,586	3,890,452	3,764,095	4,004,841	4,273,813	4,269,978	4,383,127	4,473,774	4,757,561	5,126,275
Home rule sales	2,132,608	2,085,775	2,013,314	2,210,517	2,406,956	2,351,809	2,351,489	2,398,122	2,374,857	2,401,271
Telecommunication	396,357	389,637	379,719	358,850	349,993	339,037	309,334	261,698	-	-
Utility	5,306,481	5,089,471	4,526,893	4,575,376	4,423,531	4,071,816	4,060,357	4,129,038	3,690,075	1,731,314
Real estate transfer	3,442,800	2,437,083	1,932,296	1,887,970	1,627,224	3,089,201	2,492,336	2,942,978	2,767,200	3,897,630
Other	1,817,983	2,302,303	2,420,977	3,624,999	4,773,484	4,459,789	3,837,190	4,153,607	5,997,772	6,303,482
Investment earnings	1,196,941	168,816	89,194	52,393	34,831	14,348	33,853	(553,032)	15,577	44,420
Miscellaneous	467,468	106,036	666,939	1,159,661	496,454	555,433	576,871	136,388	182,124	706,840
Gain (loss) on sale of capital assets	-	(60,881)	1,009,120	-	-	-	-	287,723	162,013	-
Contribution from component unit	-	-	-	-	-	-	-	-	-	-
Transfers	-	(1,150,586)	2,198,895	95,327	1,841,729	(5,033,866)	(281,171)	(317,782)	(44,004)	1,440,604
Total governmental activities	49,340,161	48,036,322	54,554,740	54,648,336	58,209,504	53,355,863	55,123,254	58,210,828	60,666,287	67,354,686
Business-type activities										
Investment earnings	386,044	72,012	4,030	578	109	3	-	11	249	209
Miscellaneous	10,966	26,042	12,491	336,951	29,010	24,039	30,279	42,350	33,330	247,000
Gain (loss) on sale of capital assets	-	(349,784)	44,398	-	-	-	9,997	15,060	6,207	-
Transfers	-	1,150,586	(2,198,895)	(95,327)	(1,841,729)	5,033,866	281,171	317,782	44,004	(1,440,604)
Total business-type activities	397,010	898,856	(2,137,976)	242,202	(1,812,610)	5,057,908	321,447	375,203	83,790	(1,193,395)
<b>TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION</b>	<b>\$ 49,737,171</b>	<b>\$ 48,935,178</b>	<b>\$ 52,416,764</b>	<b>\$ 54,890,538</b>	<b>\$ 56,396,894</b>	<b>\$ 58,413,771</b>	<b>\$ 55,444,701</b>	<b>\$ 58,586,031</b>	<b>\$ 60,750,077</b>	<b>\$ 66,161,291</b>
<b>CHANGE IN NET POSITION</b>										
Governmental activities	\$ (966,400)	\$ (3,192,590)	\$ 921,337	\$ 140,786	\$ (901,620)	\$ (979,085)	\$ 2,545,346	\$ 1,770,976	\$ (30,461,625)	\$ (14,888,186)
Business-type activities	51,908	5,261,376	1,669,711	3,510,844	871,237	7,854,325	2,993,027	3,847,488	4,763,817	3,948,625
<b>TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION</b>	<b>\$ (914,492)</b>	<b>\$ 2,068,786</b>	<b>\$ 2,591,248</b>	<b>\$ 3,651,630</b>	<b>\$ (30,383)</b>	<b>\$ 6,875,240</b>	<b>\$ 5,538,373</b>	<b>\$ 5,618,464</b>	<b>\$ (25,697,808)</b>	<b>\$ (10,939,561)</b>

Data Source

Audited Financial Statements

VILLAGE OF OAK PARK, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2007	2008	2009	2010
<b>GENERAL FUND</b>				
Reserved	\$ 11,199,696	\$ 5,042,910	\$ 4,666,646	\$ 4,304,585
Unreserved	(2,934,009)	1,537,071	1,393,110	4,886,211
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>TOTAL GENERAL FUND</b>	<b>\$ 8,265,687</b>	<b>\$ 6,579,981</b>	<b>\$ 6,059,756</b>	<b>\$ 9,190,796</b>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>				
Reserved, reported in	\$ 34,238,692	\$ 28,953,608	\$ 35,728,379	\$ 32,246,400
Special Revenue Funds	2,281,623	267,552	(1,659,080)	(3,329,407)
Debt Service Funds	(1,759,129)	-	-	-
Capital Project Funds	(1,851,818)	(2,324,538)	(1,397,373)	(1,424,599)
Permanent Funds	(60,209)	(59,503)	(59,503)	(59,503)
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned (deficit)	-	-	-	-
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<b>\$ 32,849,159</b>	<b>\$ 26,837,119</b>	<b>\$ 32,612,423</b>	<b>\$ 27,432,891</b>

Note: The Village implemented GASB Statement No. 54 in 2011, resulting in the change of terminology related to fund balance classifications.

Data Source

Audited Financial Statements

	2011	2012	2013	2014	2015	2016
\$	-	-	-	-	-	-
5,837,109	4,583,310	2,847,600	2,093,337	1,839,560	2,005,088	
295,608	97,095	90,882	31,408	19,796	5,963	
-	261,000	251,000	512,000	-	-	
1,735,425	2,506,546	4,454,245	4,982,481	5,278,056	8,508,824	
<b>\$ 7,868,142</b>	<b>\$ 7,447,951</b>	<b>\$ 7,643,727</b>	<b>\$ 7,619,226</b>	<b>\$ 7,137,412</b>	<b>\$ 10,519,875</b>	
\$	-	-	-	-	-	-
15,773,742	70,000	70,000	-	-	11,521	
15,183,560	28,745,124	25,179,237	27,169,039	18,094,048	27,493,784	
838,606	175,674	303,006	-	-	-	
663,672	449,015	663,221	2,702,867	2,913,941	5,261,326	
(8,337,845)	(5,779,814)	(271,248)	(3,654,118)	(2,279,877)	(4,852,553)	
<b>\$ 24,141,735</b>	<b>\$ 23,659,999</b>	<b>\$ 25,944,216</b>	<b>\$ 26,217,788</b>	<b>\$ 18,728,112</b>	<b>\$ 27,914,078</b>	

VILLAGE OF OAK PARK, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>REVENUES</b>										
Taxes	\$ 46,639,260	\$ 49,322,608	\$ 50,874,139	\$ 53,750,304	\$ 49,672,805	\$ 51,162,392	\$ 47,628,717	\$ 51,392,164	\$ 52,583,220	\$ 57,855,682
Licenses and permits	2,741,479	2,276,017	1,854,550	2,019,803	2,134,259	2,299,706	2,444,591	2,745,828	2,897,130	2,941,167
Intergovernmental	6,545,849	3,980,412	4,770,005	5,788,515	9,640,797	10,248,621	15,623,355	15,333,885	13,626,131	12,661,177
Charges for services	2,315,516	2,364,533	2,622,088	2,383,484	2,211,392	2,647,179	2,264,886	2,445,464	2,503,311	2,826,384
Fines and forfeitures	3,528,395	3,084,962	3,179,029	2,737,864	2,264,092	2,523,936	2,463,571	2,217,829	2,088,735	1,889,054
Investment income	1,196,937	167,491	89,194	52,393	34,831	14,348	33,853	(553,032)	24,098	49,059
Miscellaneous	1,457,714	459,282	702,700	331,808	622,303	349,373	507,529	198,761	436,493	327,136
Total revenues	64,425,150	61,655,305	64,091,705	67,064,171	66,580,479	69,245,555	70,966,502	73,780,899	74,159,118	78,549,659
<b>EXPENDITURES</b>										
General government	9,290,029	7,950,336	5,416,015	6,409,819	6,891,800	6,147,145	4,983,273	5,105,712	6,590,355	6,019,397
Public safety	26,257,348	24,724,940	31,441,873	27,409,726	31,693,794	31,668,103	31,100,002	32,597,856	31,473,984	33,602,707
Highways and streets	7,528,097	8,287,029	6,854,745	6,399,296	7,371,145	6,708,642	7,020,228	7,550,701	7,821,881	8,456,331
Health	1,374,352	1,218,225	1,246,704	1,341,096	1,191,777	1,058,136	1,130,884	1,060,521	986,358	983,430
Economic and community development	11,694,398	13,530,180	10,319,443	14,837,214	16,658,951	11,403,014	11,968,347	12,391,101	21,902,072	18,179,028
Capital outlay	28,210,864	8,460,818	4,309,449	3,248,192	8,081,848	3,650,673	3,115,438	6,926,240	14,433,404	9,363,541
Debt service										
Principal	2,505,034	4,407,346	3,726,756	17,135,822	4,052,204	8,131,944	7,244,412	8,111,864	8,321,876	6,660,690
Interest	2,282,846	2,249,901	2,237,586	2,361,704	1,645,986	1,654,680	1,582,825	1,433,964	1,459,196	2,834,605
Other charges	39,729	-	-	-	-	-	-	-	-	-
Total expenditures	89,182,697	70,828,775	65,552,571	79,142,869	77,587,505	70,422,337	68,145,409	75,177,959	92,989,126	86,099,729
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(24,757,547)	(9,173,470)	(1,460,866)	(12,078,698)	(11,007,026)	(1,176,782)	2,821,093	(1,397,060)	(18,830,008)	(7,550,070)

VILLAGE OF OAK PARK, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (Continued)

Last Ten Fiscal Years

Fiscal Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>OTHER FINANCING RESOURCES (USES)</b>										
Transfers in	\$ 4,539,746	\$ 6,993,290	\$ 10,066,081	\$ 7,384,523	\$ 14,318,024	\$ 6,616,645	\$ 6,823,360	\$ 8,659,326	\$ 6,265,656	\$ 22,730,225
Transfers (out)	(4,539,746)	(8,143,876)	(7,867,186)	(7,289,196)	(12,476,295)	(10,749,487)	(7,104,531)	(8,977,108)	(6,309,660)	(21,289,621)
Bonds issued	3,221,250	-	-	-	6,994,783	8,613,375	-	-	22,470,000	37,225,000
Issuance of note	-	-	-	-	-	-	-	-	1,430,000	-
Issuance line of credit	1,700,000	3,000,000	3,911,790	7,695,000	-	-	-	-	-	-
Issuance of loan	-	-	-	-	-	-	-	800,000	-	-
Issuance of capital lease	-	-	-	-	-	123,346	168,083	795,294	-	203,830
Premium on bonds issued	8,467	-	-	935,770	-	-	-	-	278,461	228,540
Payments to bond escrow agent	(520,178)	-	-	-	156,869	211,671	-	-	(13,411,954)	(19,997,126)
Discount on bonds issued	(9,720)	-	-	-	(2,128,776)	(5,293,597)	-	-	-	-
Gain (loss) on sale of land held for resale	-	-	(252,251)	2,946	(93,923)	276,086	-	-	-	-
Land held for resale - change in value	-	-	-	-	-	-	-	-	-	(945,838)
Proceeds from sale of capital assets	424,464	(60,881)	1,009,120	19,377	(377,466)	18,256	32,988	291,741	162,013	2,291,426
Total other financing sources (uses)	4,824,283	1,788,533	6,867,554	8,748,420	6,393,216	(183,705)	(80,100)	1,569,253	10,884,516	20,446,436
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ (19,933,264)</b>	<b>\$ (7,384,937)</b>	<b>\$ 5,406,688</b>	<b>\$ (3,330,278)</b>	<b>\$ (4,613,810)</b>	<b>\$ (1,360,487)</b>	<b>\$ 2,740,993</b>	<b>\$ 172,193</b>	<b>\$ (7,945,492)</b>	<b>\$ 12,896,366</b>
<b>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>	7.85%	10.67%	9.74%	25.69%	8.46%	14.41%	13.42%	13.43%	11.20%	9.97%

Note: Debt service expenditures in 2010 include the current refinancing of tax revenue notes and line of credit.

Data Source

Audited Financial Statements

VILLAGE OF OAK PARK, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Railroad Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2006	\$ 1,229,516,467	\$ 203,874,642	\$ 28,320,767	\$ 277,437	\$ -	\$ 1,461,989,313	1.640	\$ 4,385,967,939	33.333%
2007	1,310,732,421	178,904,541	47,998,005	304,493	-	1,537,939,260	1.640	4,613,817,780	33.333%
2008	1,474,657,614	219,500,534	46,099,803	343,524	-	1,740,601,475	1.563	5,221,804,425	33.333%
2009	1,595,699,486	204,683,802	43,319,081	399,947	-	1,844,102,316	1.567	5,532,306,948	33.333%
2010	1,625,220,687	176,379,919	48,566,359	485,843	-	1,850,649,808	1.640	5,551,949,424	33.333%
2011	1,383,444,292	158,040,103	54,880,906	538,498	-	1,596,903,799	1.979	4,790,711,397	33.333%
2012	1,268,623,126	152,355,629	48,602,242	581,655	-	1,470,162,652	2.204	4,410,487,956	33.333%
2013	1,177,616,951	147,197,200	43,727,696	674,123	-	1,369,216,060	1.799	4,107,648,180	33.333%
2014	1,245,449,945	130,674,617	6,194,369	686,942	-	1,383,005,873	1.841	4,149,017,619	33.333%
2015	1,199,866,188	127,872,693	5,900,388	802,244	-	1,334,441,513	2.062	4,003,324,539	33.333%

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

Data Source:

Office of the County Clerk

VILLAGE OF OAK PARK, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>VILLAGE DIRECT RATES</b>										
Corporate	0.666	0.672	0.611	0.633	0.650	0.776	0.868	0.960	0.988	1.055
Bonds & Interest	0.142	0.150	0.184	0.153	0.146	0.230	0.219	0.303	0.312	0.386
Police Pension	0.159	0.157	0.166	0.170	0.219	0.224	0.250	0.292	0.294	0.345
Fire Pension	0.152	0.152	0.146	0.167	0.174	0.191	0.225	0.243	0.247	0.276
Village of Oak Park Total	1.119	1.131	1.107	1.123	1.189	1.421	1.562	1.798	1.841	2.062
<b>TOTAL VILLAGE DIRECT RATES</b>										
	1.119	1.131	1.107	1.123	1.189	1.421	1.562	1.798	1.841	2.062
<b>OVERLAPPING RATES</b>										
Cook County	0.500	0.446	0.415	0.394	0.423	0.462	0.531	0.560	0.568	0.552
Cook County Health Facilities	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Cook County Forest Preserve District	0.057	0.053	0.051	0.049	0.051	0.058	0.063	0.069	0.069	0.069
Consolidated Elections	0.000	0.012	0.012	0.002	0.000	0.025	0.000	0.031	0.000	0.034
Suburban TB Sanitarium	0.005	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Township	0.154	0.124	0.120	0.115	0.119	0.142	0.164	0.183	0.188	0.199
General assistance - Township	0.000	0.050	0.025	0.024	0.024	0.029	0.032	0.035	0.035	0.036
Metropolitan Water Reclamation District	0.284	0.263	0.252	0.261	0.274	0.320	0.370	0.417	0.430	0.426
Des Plaines Mosquito Abatement	0.012	0.012	0.020	0.011	0.011	0.014	0.015	0.016	0.016	0.017
School districts	6.281	6.131	5.638	5.338	5.786	6.911	7.537	7.688	7.663	8.583
Park District of Oak Park	0.435	0.447	0.412	0.424	0.436	0.518	0.579	0.633	0.639	0.674
Oak Park Public Library	0.521	0.510	0.456	0.444	0.451	0.537	0.641	0.715	0.739	0.750
Oak Park Mental Health District	0.087	0.084	0.077	0.074	0.077	0.095	0.101	0.109	0.108	0.112
<b>TOTAL OVERLAPPING RATES</b>	8.336	8.112	7.578	7.116	7.682	9.129	10.033	10.426	10.455	11.452

Data Source:

Office of the County Clerk

VILLAGE OF OAK PARK, ILLINOIS  
PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation
Oak Park Hospital	\$ 10,393,997	1	0.75%	\$ 10,333,400	1	0.71%
Vanguard Health System	9,283,058	2	0.67%	-	-	0.00%
Ryan LLC	4,794,838	3	0.35%	-	-	0.00%
Shaker and Associates	4,506,934	4	0.33%	3,748,068	10	0.25%
1120 Club	4,018,986	5	0.29%	-	-	0.00%
OPP Apts	3,977,371	6	0.29%	-	-	0.00%
Greenplan Property Management, Inc.	3,426,604	7	0.25%	7,475,439	3	0.50%
US Reef Park	2,668,785	8	0.19%	-	-	0.00%
SDOP Corp	2,372,739	9	0.17%	-	-	0.00%
Hanlen Real Estate LLC	2,081,956	10	0.15%	-	-	0.00%
RK Management	-	-	0.00%	3,807,850	9	0.26%
AIMCO - Holly Court Terrace	-	-	0.00%	5,280,110	8	0.36%
R.P. Fox & Associates, Inc.	-	-	0.00%	5,467,003	7	0.37%
Mira Realty	-	-	0.00%	5,655,418	6	0.38%
CSI Retirement	-	-	0.00%	5,737,552	5	0.39%
Oak Park Residence Corp	-	-	0.00%	5,778,828	4	0.39%
McCollum Realty	-	-	0.00%	7,619,642	2	0.51%
	<b>\$ 47,525,248</b>		<b>3.44%</b>	<b>\$ 61,103,310</b>		<b>4.12%</b>

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Data Source

Office of the County Clerk

VILLAGE OF OAK PARK, ILLINOIS  
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years		Total Collections to Date	Percentage of Levy
		Amount	Percentage of Levy	Amount	Years		
2006	\$ 16,350,346	\$ 15,690,900	95.97%	\$ 332,123	\$ 16,023,023	98.00%	
2007	17,377,716	16,393,437	94.34%	666,998	17,060,435	98.17%	
2008	19,270,178	18,582,542	96.43%	285,585	18,868,127	97.91%	
2009	20,703,295	20,095,532	97.06%	289,336	20,384,868	98.46%	
2010	22,004,258	21,530,147	97.85%	274,751	21,804,898	99.09%	
2011	22,694,817	21,659,448	95.44%	175,695	21,835,143	96.21%	
2012	22,974,294	22,625,791	98.48%	-	22,625,791	98.48%	
2013	24,624,892	24,286,997	98.63%	-	24,286,997	98.63%	
2014	25,429,926	24,902,954	97.93%	-	24,902,954	97.93%	
2015	27,516,631	27,506,917	99.96%	-	27,506,917	99.96%	

Data Source

Office of the County Clerk

VILLAGE OF OAK PARK, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds*	Less: Amounts Reserved for Debt Service	Total	Percentage of Estimated Actual Taxable Value of Property**	Per Capita
2007	\$ 56,189,241	\$ (1,759,129)	\$ 57,948,370	3.91%	\$ 1,103.27
2008	51,844,020	2,288,961	49,555,059	3.39%	943.47
2009	47,638,756	7,713,756	39,925,000	2.60%	760.13
2010	63,822,820	3,879,422	59,943,398	3.44%	1,141.26
2011	63,755,393	5,851,114	57,904,279	3.13%	1,111.32
2012	57,316,685	372,922	56,943,763	3.57%	1,092.89
2013	49,547,305	618,031	48,929,274	3.33%	939.07
2014	47,906,376	437,718	47,468,658	3.47%	911.04
2015	62,172,102	566,691	61,605,411	4.45%	1,182.35
2016	75,111,902	8,815,564	66,296,338	4.97%	1,277.93

\* Library outstanding debt included in 2013 with implementation of GASB Statement No. 61.

\*\* See the Schedule of Assessed Value and Actual Value of Taxable Property on page 160 for property value data.

Note: Details of the Village's outstanding debt can be found in the notes to financial statements. Beginning in 2013, the Oak Park Public Library is included in the Governmental Activities, General Obligation Bonds. Prior to 2013, the Oak Park Public Library was reported as a component unit of the Village. They are no longer included in this report.

VILLAGE OF OAK PARK, ILLINOIS  
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage Personal Income**	Per Capita**	
	General Obligation Bonds*	Sales Tax Revenue Bonds	Capital Lease	Notes Payable	Revenue Bonds	Obligation Bonds	Notes Payable	Revenue Bonds				
2007	\$ 16,398,151	\$ 13,869,935	\$ 24,146,935	\$ 7,690,000	\$ 3,977,911	\$ -	\$ -	\$ 9,791,037	\$ 13,556,900	\$ 118,399,913	6.39%	\$ 2,354.03
2008	42,321,733	13,855,467	25,373,111	7,600,000	6,901,265	-	-	9,523,827	12,658,000	115,284,963	6.04%	2,184.90
2009	38,398,209	13,499,598	26,661,803	7,600,000	6,900,000	-	-	9,240,547	11,806,000	114,000,557	5.98%	2,172.35
2010	44,209,441	13,069,238	28,016,200	-	-	684,442	-	19,613,379	550,000	106,125,990	5.56%	2,020.47
2011	43,851,623	12,981,609	26,449,665	-	-	617,951	-	19,223,588	150,000	106,387,096	5.38%	2,044.89
2012	43,851,623	11,453,122	31,488,884	-	-	613,638	-	16,780,760	-	93,100,949	3.97%	1,786.83
2013	32,710,924	10,787,329	32,595,701	-	-	1,167,400	762,796	15,195,432	-	93,219,602	3.98%	1,789.11
2014	42,565,650	9,995,000	19,606,432	-	-	954,540	2,041,191	13,544,222	-	88,377,235	3.79%	1,702.70
2015	75,111,902	9,225,000	-	-	-	971,360	1,653,631	22,995,711	-	109,233,264	4.66%	2,162.38

\* Library outstanding debt included in 2013 with implementation of GASB Statement No. 61.

\*\* See the schedule of Demographic and Economic Information on page 168 for personal income and population data.

Note: Details of the Village's outstanding debt can be found in the notes to financial statements. Beginning in 2013, the Oak Park Public Library is included in the Governmental Activities, General Obligation Bonds. Prior to 2013, the Oak Park Public Library was reported as a component unit of the Village. They are no longer included in this report.

VILLAGE OF OAK PARK, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

December 31, 2016

Governmental unit	Gross Debt (1) (3)	Percentage Debt Applicable to the Village (2)	The Village's Share of Debt
Village	\$ 75,111,902	100.00%	\$ 75,111,902
Cook County	3,313,286,750	1.00%	33,132,868
Cook County Forest Preserve	165,330,000	1.00%	1,653,300
Metropolitan Water Reclamation District	2,629,938,992	1.02%	26,825,378
Community College District 504	46,835,000	17.77%	8,322,580
School District No. 97	17,100,000	100.00%	17,100,000
School District No. 200	3,320,000	73.89%	2,453,148
Park District of Oak Park	26,530,000	100.00%	26,530,000
	<u>6,202,340,742</u>		<u>116,017,274</u>
	<u>\$ 6,277,452,644</u>		<u>\$ 191,129,176</u>

(1) Amount of village outstanding general obligation principal as December 31, 2016 (see page 36). Other balances as of September 16, 2016 or as recently as publicly available.

(2) Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

(3) Beginning in 2013, the Oak Park Public Library is included in the Governmental Activities, General Obligation Bonds. Prior to 2013, the Oak Park Public Library was reported as a component unit of the Village. They are no longer included in this report.

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

December 31, 2016

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

VILLAGE OF OAK PARK, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2007	52,524	\$ 2,097,561,070	\$ 39,935	3.50%
2008	52,524	2,097,561,070	39,935	4.50%
2009	52,524	2,097,561,070	39,935	7.50%
2010	51,878	2,097,561,070	40,433	6.20%
2011	51,878	2,342,291,700	45,150	6.50%
2012	51,878	2,342,291,700	45,150	6.20%
2013	51,878	2,342,291,700	45,150	6.00%
2014	51,878	2,342,291,700	45,150	4.30%
2015	51,878	2,342,291,700	45,150	4.30%
2016	51,878	2,342,291,700	45,150	4.10%

Data Sources

U.S. Census Bureau and U.S. Bureau of Labor Statistics  
 Illinois Department of Employment (IDES)

VILLAGE OF OAK PARK, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2016			2007		
	Employees	Rank	% of Total City Population	Employees	Rank	% of Total City Population
West Suburban Hospital Medical Center	1,341	1	2.57%	N/A	N/A	N/A
Rush Oak Park Hospital	980	2	1.88%	N/A	N/A	N/A
School District 97	733	3	1.41%	N/A	N/A	N/A
School District 200	636	4	1.22%	N/A	N/A	N/A
Village of Oak Park	375	5	0.72%	N/A	N/A	N/A
Park District of Oak Park	350	6	0.67%	N/A	N/A	N/A
Jewel/Osco	258	7	0.50%	N/A	N/A	N/A
West Cook YMCA	183	8	0.35%	N/A	N/A	N/A
United States Postal Service	154	9	0.30%	N/A	N/A	N/A
Hephzibah Children's Association	134	10	0.26%	N/A	N/A	N/A
<b>TOTAL</b>	<b>5,144</b>		<b>9.88%</b>	<b>N/A</b>		<b>N/A</b>

N/A - Information not available

Data Source

Oak Park Development Corporation

VILLAGE OF OAK PARK, ILLINOIS  
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>GENERAL GOVERNMENT</b>										
<b>PUBLIC SAFETY</b>										
Police	241	226	177	170	163	166	158	153	152	151
Officers and personnel	180	165	156	139	143	136	138	143	142	143
Fire										
Firefighters and officers	72	65	60	60	62	62	62	58	58	60
Data Source:										
Village Department of Finance										

VILLAGE OF OAK PARK, ILLINOIS  
OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>PUBLIC SAFETY</b>										
Police	1,466	1,168	1,498	1,560	1,468	1,647	1,370	1,192	1,024	982
Physical arrests	13,653	14,364	13,668	14,940	15,300	15,704	13,692	15,286	13,720	13,043
Citations issued										
Fine/penalties calls	3,601	3,564	3,483	3,719	3,657	3,724	3,570	3,895	4,199	4,132
Fires calls	2,313	2,551	2,419	2,669	2,591	2,452	2,437	2,524	2,503	2,580
<b>PUBLIC WORKS</b>										
Quality street repairs (line miles)	15	17	5	7	8	6	6	9	10	10
Streetlights	22,000	10,841	30,000	27,600	24,000	23,000	7,840	5,429	4,000	4,850
<b>BUILDING AND PERMITS</b>										
Residential construction (number of units)	5,104	5,295	5,761	5,388	5,354	5,892	6,642	6,381	6,429	6,420
Commercial construction (number of units)	420	413	667	507	386	391	443	417	362	435
<b>LIBRARY</b>										
Number of books	47,617	43,067	40,820	57,245	565,000	546,174	46,549	44,543	238,001	242,558
Number of registered borrowers	62,908	62,541	64,086	67,854	65,296	66,964	65,535	104,791	56,118	57,544
<b>MUNICIPAL WATER DISTRIBUTION SYSTEM (a)</b>										
Number of Consumer Accounts	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600
Number of fire hydrants	Unavailable	Unavailable	Unavailable	Unavailable	Unavailable	Unavailable	Unavailable	Unavailable	Unavailable	Unavailable
Total Annual Pumpage (gallons in millions)	1,71	1,81	1,71	1,93	1,95	2,03	2,00	2,03	1,90	1,82
Daily Average Pumpage (gallons in thousands)	Unavailable	Unavailable	Unavailable	5,29	5,33	5,57	5,48	5,55	5,21	4,98
Daily Average Per Capita Pumpage (gallons)	Unavailable	Unavailable	Unavailable	101	103	107	106	107	100	100
Daily Pumpage Capacity (gallons in thousands)	15,84	15,84	15,84	15,84	15,84	15,84	15,84	15,84	15,84	15,84

(a) Public work's data is not available for years before 2009.

Data Source:

Various Village Departments

VILLAGE OF OAK PARK, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>PUBLIC SAFETY</b>										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	46	46	46	46	46	48	49	49	49	49
Fire										
Fire stations	3	3	3	3	3	3	3	3	3	3
Fire engines	6	7	8	10	10	10	10	10	10	10
<b>PUBLIC WORKS</b>										
Aerial streets (miles)	N/A	59	59	59	59	59	59	59	59	59
Residential streets (miles)	N/A	188	188	188	188	188	188	188	188	188
Streetslights	5,136	5,136	5,136	5,136	5,136	5,136	5,136	5,136	5,136	5,136
Traffic signals	40	40	40	40	40	40	40	40	40	40
<b>WATER</b>										
Water mains (miles)	113	113	113	113	113	113	113	113	113	113
Fire hydrants	1,306	1,306	1,306	1,306	1,306	1,306	1,306	1,306	1,306	1,306
Storage capacity (gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>WASTEWATER</b>										
Sanitary and storm sewers (miles)	110	110	111	112	113	113	113	113	113	113
Treatment capacity (gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Data Source

Various village departments



Village Hall  
 123 Madison Street  
 Oak Park, Illinois 60302  
 708.383.6400  
[www.oak-park.us](http://www.oak-park.us)

## APPENDIX B

### DESCRIBING BOOK-ENTRY-ONLY ISSUANCE

1. The Depository Trust Company (“DTC”), New York, New York, will act as securities depository for the Bonds (the “Securities”). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for each issue of the Securities, each in the aggregate principal amount of such issue, and will be deposited with DTC.

2. DTC, the world’s largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a Standard & Poor’s rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com).

3. Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC’s records. The ownership interest of each actual purchaser of each Security (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

4. To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

6. Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

7. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Village as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

8. Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Village or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the Village, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Village or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

9. A Beneficial Owner shall give notice to elect to have its Securities purchased or tendered, through its Participant, to any Tender/Remarketing Agent, and shall effect delivery of such Securities by causing the Direct Participant to transfer the Participant's interest in the Securities, on DTC's records, to any Tender/Remarketing Agent. The requirement for physical delivery of Securities in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Securities are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Securities to any Tender/Remarketing Agent's DTC account.

10. DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the Village or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.

11. The Village may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.

12. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Village believes to be reliable, but the Village takes no responsibility for the accuracy thereof.

**APPENDIX C**

**PROPOSED FORM OF OPINION OF BOND COUNSEL**

November 21, 2017

We hereby certify that we have examined a certified copy of the proceedings (the “**Proceedings**”) of the President and Board of Trustees of the Village of Oak Park, Cook County, Illinois (the “**Village**”), passed preliminary to the issue by the Village of its fully registered General Obligation Corporate Purpose Bonds, Series 2017A to the amount of \$13,415,000 (the “**Bonds**”), dated November 21, 2017, due serially on November 1 of the years, in the amounts and bearing interest at the rates percent per annum as follows:

2022	\$680,000	3.000%
2023	320,000	3.000%
2024	710,000	3.000%
2025	920,000	3.000%
2026	615,000	3.000%
2027	905,000	3.000%
***	***	***
2029	1,595,000	3.000%
2030	490,000	3.000%
2031	530,000	3.125%
2032	550,000	3.125%
2033	1,270,000	3.125%
2034	1,015,000	3.250%
2035	1,355,000	3.250%
2036	1,305,000	3.375%
2037	1,155,000	3.375%

The Bonds maturing on November 1, 2029 (the “**Term Bonds**”) are subject to mandatory sinking fund redemption on the following dates and in the amounts set forth below at a redemption price equal to 100% of the principal amount plus accrued interest to the redemption date. As and for a sinking fund for the redemption of the Term Bonds, the Village shall cause to be deposited in the Bond Fund a sum that is sufficient to redeem the following principal amounts of such Term Bonds plus accrued interest to the redemption date:

**TERM BOND DUE NOVEMBER 1, 2029**

<u>Redemption Dates</u>	<u>Principal Amounts</u>
November 1, 2028	\$815,000
November 1, 2029 (maturity)	780,000

The Bonds coming due on and after November 1, 2026, are also subject to redemption prior to maturity at the option of the Village on November 1, 2025, and any date thereafter, from any available monies, in whole or in part, and if in part in such principal amounts and from such maturities as the Village shall determine and within any maturity by lot, at a redemption price of par, plus accrued interest to the date fixed for redemption.

We are of the opinion that the Proceedings show lawful authority for said issue under the laws of the State of Illinois now in force.

We further certify that we have examined the form of bond prescribed for said issue and find the same in due form of law, and in our opinion said issue, to the amount named, is valid and legally binding upon the Village, and all taxable property in the Village is subject to the levy of taxes to pay the same without limitation as to rate or amount.

It is to be understood that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally and by equitable principles, whether considered at law or in equity.

We are of the opinion, under existing law, that the interest on the Bonds (a) is excludable from gross income for federal income tax purposes and (b) is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals and corporations. Further, with respect to corporations (as defined for federal income tax purposes), the interest is taken into account in determining adjusted current earnings for the purpose of computing the alternative minimum tax imposed on such corporations. The opinion set forth in clause (a) above is subject to the condition that the Village comply with all requirements of the Internal Revenue Code of 1986, as amended (the "**Code**"), that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be (or continue to be) excludable from gross income for federal income tax purposes. The Village has covenanted to comply with all such requirements. Failure to comply with certain of such requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds.

Except as stated in the preceding paragraph, we express no opinion regarding other federal or state consequences arising with respect to the Bonds and the interest thereon.

We express no opinion herein as to the accuracy, adequacy or completeness of any information furnished to any person in connection with any offer or sale of the Bonds.

In rendering this opinion, we have relied upon certifications of the Village with respect to certain material facts solely within the Village's knowledge. Our opinion represents our legal judgment based upon our review of the law and the facts that we deem relevant to render such opinion and is not a guarantee of a result. This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

**APPENDIX D**

**VILLAGE OF OAK PARK  
COOK COUNTY, ILLINOIS**

**EXCERPTS OF FISCAL YEAR 2016 AUDITED FINANCIAL STATEMENTS  
RELATING TO THE VILLAGE'S PENSION PLANS**

**10. CONTINGENT LIABILITIES**

- a. Litigation
- The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.
- b. Grants
- Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

**11. EMPLOYEE RETIREMENT SYSTEMS**

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

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel

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

**11. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

- Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)
- a. Plan Description (Continued)
- Illinois Municipal Retirement Fund (Continued)
- 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.
- Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer required contribution rate for calendar year 2016 was 11.59% for IMRF.

Sheriff's Law Enforcement Personnel

Sheriff's Law Enforcement Personnel (SLEP) provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, having accumulated at least 20 years of SLEP service and terminating IMRF participation on or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of their final rate of earnings, for each year of credited service up to 32 years or 80% of their final rate of earnings. For those SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies. 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 50 (reduced benefits) or after age 55 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of their final rate of earnings, for each year of credited service up to 30 years of service to a maximum of 75%. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. The employer required contribution rate for calendar year 2016 was 0% for SLEP.

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

b. Plan Membership

At December 31, 2015, the IMRF membership consisted of:

	IMRF	SLEP
Inactive plan members currently receiving benefits	406	-
Inactive plan members entitled to but not yet receiving benefits	267	-
Active plan members	231	1
<b>TOTAL</b>	<b>904</b>	<b>1</b>

The IMRF data included in the table above includes membership of both the Village and the Oak Park Public Library (the Library).

c. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2015 using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2015
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Discount rate	7.49%
Cost of living adjustments	3.00%
Asset valuation method	Market

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

d. Discount Rate

The discount rate used to measure the IMRF total pension liability was 7.49%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was not projected to be available to make all projected future benefit payments of current plan members and therefore was blended with the index rate of 3.57% for tax exempt general obligation municipal bonds rated AA or better at December 31, 2015 to arrive at a discount rate of 7.49% used to determine the total pension liability.

e. Changes in the Net Pension Liability

Illinois Municipal Retirement Fund

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2015	\$ 102,713,459	\$ 100,040,158	\$ 2,673,301
Changes for the period			
Service cost	1,564,589	-	1,564,589
Interest	7,544,503	-	7,544,503
Difference between expected and actual experience	(380,519)	-	(380,519)
Changes in assumptions	115,400	-	115,400
Employer contributions	-	2,036,764	(2,036,764)
Employee contributions	-	666,382	(666,382)
Net investment income	-	492,447	(492,447)
Benefit payments and refunds	(5,804,750)	(5,804,750)	-
Other (net transfer)	-	(175,681)	175,681
Net changes	3,039,223	(2,784,838)	5,824,061
BALANCES AT DECEMBER 31, 2015	\$ 105,752,682	\$ 97,255,320	\$ 8,497,362

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

e. Changes in the Net Pension Liability (Continued)

The table presented above includes amounts for both the Village and the Library. The Village's collective share of the net pension liability at January 1, 2015, the employer contributions and the net pension liability at December 31, 2015 was \$2,058,442, \$1,568,308 and \$6,542,969, respectively. The Library's collective share of the net pension liability at January 1, 2015, the employer contributions and the net pension liability at December 31, 2015 was \$614,859, \$468,456 and \$1,954,393, respectively. Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

Sheriff's Personnel Enforcement Fund

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2015	\$ -	\$ -	\$ -
Changes for the period			
Service cost	11,979	-	11,979
Interest	449	-	449
Difference between expected and actual experience	7,936	-	7,936
Changes in assumptions	-	-	-
Employer contributions	-	10,582	(10,582)
Employee contributions	-	5,538	(5,538)
Net investment income	-	40	(40)
Benefit payments and refunds	-	-	-
Other (net transfer)	-	(709)	709
Net changes	20,364	15,451	4,913
BALANCES AT DECEMBER 31, 2015	\$ 20,364	\$ 15,451	\$ 4,913

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

f. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2016, the Village recognized pension expense of \$1,386,145 for the Village and \$443,411 for the Library.

At December 31, 2016, the Village and Library reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 379,825
Changes in assumption	1,179,513	-
Contributions made after measurement date	2,036,990	-
Net difference between projected and actual earnings on pension plan investments	6,304,388	-
TOTAL	\$ 9,520,891	\$ 379,825

The deferred outflows presented in the table above include amounts for both the Village and the Library. The Village's collective share of the deferred outflows of resources at December 31, 2016 was \$5,470,139. The Library's collective share of the deferred outflows of resources at December 31, 2016 was \$1,633,937.

At December 31, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to SLEP from the following sources:

	Deferred Outflows of Resources
Difference between expected and actual experience	\$ 6,678
Changes in assumption	-
Net difference between projected and actual earnings on pension plan investments	430
TOTAL	\$ 7,108

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund and Sheriff's Law Enforcement Personnel (Continued)

f. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

\$2,036,990 reported as deferred outflows of resources related to pensions resulted from the Village and Library's contributions of \$1,606,157 and \$430,833, respectively, after the measurement date. These amounts will be recognized as a reduction of the net pension liability in the reporting year ending December 31, 2017.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized as pension expense by the Village as follows:

Year Ending December 31,	IMRF	SLEP
2017	\$ 1,939,970	\$ 1,366
2018	1,204,909	1,366
2019	1,264,558	1,366
2020	1,060,702	1,364
2021	-	1,258
2022	-	388
<b>TOTAL</b>	<b>\$ 5,470,139</b>	<b>\$ 7,108</b>

g. Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 7.49% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.49%) or 1 percentage point higher (8.49%) than the current rate:

	1% Decrease (6.49%)	Current Discount Rate (7.49%)	1% Increase (8.49%)
Net pension liability (asset) (Village)	\$ 16,183,487	\$ 6,542,969	\$ (1,364,311)
Net pension liability (asset) (Library)	4,834,028	1,954,393	(407,522)
Net pension liability (SLEP)	7,305	4,913	2,845
<b>Net pension liability (asset) total</b>	<b>\$ 21,024,820</b>	<b>\$ 8,502,275</b>	<b>\$ (1,768,988)</b>

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan

a. Plan Administration

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (Chapter 40 - Article 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Police Pension Plan does not issue separate financial statements.

b. Plan Membership

At December 31, 2016 (date of last actuarial valuation), the Police Pension Plan membership consisted of:

Inactive plan members currently receiving benefits	130
Inactive plan members entitled to benefits but not yet receiving them	3
Active plan members	108
<b>TOTAL</b>	<b>241</b>

c. Benefits Provided

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a police officer 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 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 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% of the original pension and 3% compounded annually thereafter.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

c. Benefits Provided (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of 1/2 of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 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. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or 1/2 of the change in the Consumer Price Index for the preceding calendar year.

d. Contributions

Employees are required by ILCS 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 Police Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. The Village has been funding the plan at 100% and as result it is solvent. For the year ended December 31, 2016, the Village's contribution was 45.9% of covered payroll.

e. Investment Policy

ILCS limits the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

e. Investment Policy (Continued)

issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate bonds and Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities and real estate investment trusts. During the year, the following changes to the investment policy were approved by the Board of Trustees: allowing investments in real estate investment trusts and the global tactical asset allocation mutual fund. In addition, target allocations across asset classes were adjusted.

The Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed income	33-68%	1.11%
Domestic equities	20-65%	5.60%
International equities	20-65%	5.90%
Cash and cash equivalents	2-20%	0.00%

ILCS limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major assets class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates or arithmetic real rates of return excluding inflation for each major asset class included in the Fund's target asset allocation as of December 31, 2016 are listed in the table above.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

f. Investment Valuations

The Fund categorizes its fair value measurements within the fair value hierarchy established by general accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Illinois Funds, an investment pool created by the state legislature under the control of the State Treasurer, is a money market mutual fund that maintains a \$1 per share value.

g. Investment Concentrations

There are no significant investments (other than United States Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investments.

h. Investment Rate of Return

For the year ended December 31, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.95%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

i. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires all bank balances to be covered by federal depository insurance.

j. Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2016:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasuries	\$ 12,030,541	\$ 614,833	\$ 7,136,852	\$ 3,946,578	\$ 332,278
U.S. agencies	2,176,910	446,471	848,046	204,318	678,075
State, local and municipal bonds	1,001,422	117,597	189,049	296,519	398,257
Corporate bonds	13,704,033	920,953	7,892,422	4,651,377	239,281
TOTAL	\$ 28,912,906	\$ 2,099,854	\$ 16,066,369	\$ 9,098,792	\$ 1,647,891

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

j. Interest Rate Risk (Continued)

In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Fund.

k. Credit Risk

The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government, securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government and investment grade corporate bonds rated at or above BBB- by Standard and Poor's, Baa3 by Moody's and BBB- by Fitch by at least two of the three rating agencies. The fixed income securities are rated Baa3 to Aaa by Moody's.

l. Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Fund requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name. The money market mutual funds and equity mutual funds are not subject to custodial credit risk.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

m. Net Pension Liability

The components of the net pension liability of the Police Pension Plan as of December 31, 2016 were as follows:

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2016	\$ 166,243,636	\$ 83,943,327	\$ 82,300,309
Changes for the period			
Service cost	1,565,071	-	1,565,071
Interest	11,221,445	-	11,221,445
Difference between expected and actual experience	(1,054,515)	-	(1,054,515)
Changes in assumptions	5,751,732	-	5,751,732
Employer contributions	-	4,735,676	(4,735,676)
Employee contributions	-	999,387	(999,387)
Net investment income	-	4,936,807	(4,936,807)
Benefit payments and refunds	(7,387,597)	(7,398,106)	10,509
Administrative expense	-	(46,535)	46,535
Net changes	10,096,136	3,227,229	6,868,907
BALANCES AT DECEMBER 31, 2016	\$ 176,339,772	\$ 87,170,556	\$ 89,169,216

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, disability rates, turnover rates and retirement rates.

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Police Pension Fund.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

n. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2016 using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2016
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	3.00%
Salary increases	2.75%
Discount rate	6.50%
Cost of living adjustments	3.00%
Asset valuation method	Market

Mortality rates were based on the RP-2014 Blue Collar headcount-weighted Mortality Table brought back to 2006, projected to 2016 using the MP2016; separate tables for males and females.

o. Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

p. Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.50% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net pension liability	\$ 115,579,985	\$ 89,169,216	\$ 67,865,165

q. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2016, the Village recognized police pension expense of \$7,531,120. At December 31, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to the police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 17,141,079	\$ 3,581,425
Changes in assumption	-	-
Net difference between projected and actual earnings on pension plan investments	4,457,158	-
<b>TOTAL</b>	<b>\$ 21,598,237</b>	<b>\$ 3,581,425</b>

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police Pension Plan (Continued)

q. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the police pension will be recognized in pension expense as follows:

Year Ending December 31,	
2017	\$ 6,026,290
2018	6,026,290
2019	5,312,939
2020	651,293
2021	-
<b>TOTAL</b>	<b>\$ 18,016,812</b>

Firefighters' Pension Plan

a. Plan Administration

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (Chapter 40 - Article 5/4) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a pension trust fund.

The plan is governed by a five-member pension board. Two members are appointed by the Village's President, one member is elected by pension beneficiaries, and two members are elected by active police employees.

b. Plan Membership

At December 31, 2016, the Firefighters' Pension Plan membership consisted of:

Inactive plan members currently receiving benefits	115
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	62
<b>TOTAL</b>	<b>177</b>

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

c. Benefits Provided

The Firefighters' 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 at the date of retirement. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten 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 covered employee 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% of the original pension and 3% 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 firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of 1/2 of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 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 firefighter shall be increased annually at age 60 on the January 1<sup>st</sup> after the firefighter retires or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or 1/2 of the change in the Consumer Price Index for the preceding calendar year.

d. Contributions

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Firefighters' Pension Plan. The Village has been funding the plan at 100% and therefore it is solvent. For the year ended December 31, 2016, the Village's contribution was 76.1% of covered payroll.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

e. Investment Policy

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

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

The Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
U.S. fixed income	35%	2.5%
Global tactical	5%	8.5%
U.S. equities	32.5%	7.5%
International equities	20%	8.5%
Real estate	7.5%	4.5%

The long-term expected real rate of return is based on expected average returns over the foreseeable future for each asset class voting on arithmetic calculation.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

f. Investment Valuations

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

g. Investment Concentrations

Concentration of credit risk is the risk that the Fund has a high percentage of its investments invested in one type of investment. The Fund's investment policy requires diversification of investment to avoid unreasonable risk. No financial institution, except any securities custodians of the Fund, shall hold more than 10% of the Fund's portfolio at any time. Neither shall Illinois Funds hold more than 10% of the Fund's portfolio at any time. In addition, the following allocations are desired: depository accounts and money market mutual funds at 1% to 5%, fixed income securities at 40% to 44% and 55% in equity securities.

At December 31, 2016, there were no significant investments (other than United States Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investments.

h. Investment Rate of Return

For the year ended December 31, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.29%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

i. Custodial Credit Risk - Deposits with Financial Institutions

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

j. Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2016:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasuries	\$ 3,787,459	\$ 398,302	\$ 1,086,959	\$ 1,214,917	\$ 1,087,281
U.S. agencies	2,257,517	-	409,077	287,490	1,560,950
Corporate bonds	8,325,038	106,786	4,098,703	2,574,859	1,544,690
<b>TOTAL</b>	<b>\$ 14,370,014</b>	<b>\$ 505,088</b>	<b>\$ 5,594,739</b>	<b>\$ 4,077,266</b>	<b>\$ 4,192,921</b>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market with a minimum return of 7% desired during a market cycle. In addition, no investment in a fixed income security shall have a maturity of greater than 30 years from the time of purchase.

k. Credit Risk

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Fund limits its exposure to credit risk by investing U.S. Treasury obligations and other obligations which are rated AA or better by a national rating agency. The Fund's investment policy does not address the management of credit risk. The U.S. Treasuries and agencies, money market mutual funds, and Illinois Funds are rated AAA. The municipal bonds are rated AA2 to AAA. The corporate bonds are rated BAA3 to AAA, and comprise the primary investments of the plan's portfolio.

l. Custodial Credit Risk - Investments

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

m. Net Pension Liability

The components of the net pension liability of the Firefighters' Pension Plan as of December 31, 2016 were as follows:

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2016	\$ 118,230,456	\$ 43,203,943	\$ 75,026,513
Changes for the period			
Service cost	1,121,758	-	1,121,758
Interest	7,980,556	-	7,980,556
Difference between expected and actual experience	(460,787)	-	(460,787)
Changes in assumptions	3,699,385	-	3,699,385
Employer contributions	-	3,779,495	(3,779,495)
Employee contributions	-	563,721	(563,721)
Net investment income	-	3,495,154	(3,495,154)
Benefit payments and refunds	(6,254,217)	(6,254,217)	-
Administrative expense	-	(51,062)	51,062
Net changes	6,086,695	1,533,091	4,553,604
BALANCES AT DECEMBER 31, 2016	\$ 124,317,151	\$ 44,737,034	\$ 79,580,117

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Fund.

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, disability rates, turnover rates and retirement rates.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

n. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2016 using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2016
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	3.00%
Salary increases	3.00%
Discount rate	6.50%
Cost of living adjustments	3.00%
Asset valuation method	Market

Mortality rates were based on the RP-2014 Blue Collar headcount-weighted Mortality Table brought back to 2006, projected to 2016 using the MP2016; separate tables for males and females.

o. Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Firefighters' Pension Plan (Continued)

p. Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.50% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net pension liability	\$ 96,428,226	\$ 79,580,117	\$ 65,817,299

q. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2016, the Village recognized firefighters' pension expense of \$8,699,259. At December 31, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to the firefighter's pension from the following sources:

	Deferred Outflows of Resources
Difference between expected and actual experience	\$ 1,382,265
Changes in assumption	10,900,227
Net difference between projected and actual earnings on pension plan investments	1,160,736
<b>TOTAL</b>	<b>\$ 13,443,228</b>

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

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

The net OPEB obligation as of December 31, 2016, was calculated as follows:

Annual required contribution	\$ 593,826
Interest on net OPEB obligation	43,476
Adjustment to annual required contribution	<u>(36,230)</u>
Annual OPEB cost	601,072
Contributions made	<u>(538,955)</u>
Increase in net OPEB obligation	62,117
Net OPEB obligation, beginning of year	1,086,902
<b>NET OPEB OBLIGATION, END OF YEAR</b>	<b>\$ 1,149,019</b>

Funded Status and Funding Progress. The funded status of the plan as of December 31, 2016 (date of last actuarial valuation) was as follows:

Actuarial accrued liability (AAL)	\$ 10,445,065
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	10,445,065
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 26,045,660
UAAL as a percentage of covered payroll	40.10%

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 the actuarial accrued liabilities for benefits.

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

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

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At December 31, 2016 (date of last actuarial valuation), membership consisted of:

Retirees and beneficiaries currently receiving benefits	89
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	53
Vested	248
Nonvested	<u>390</u>
<b>TOTAL</b>	<b>390</b>

Participating employers

d. Funding Policy

The Village provides the contribution percentages between the Village and employees through the union contracts and personnel policy. All retirees contribute 100% of the premium to the plan to cover the cost of providing the benefits to the retirees via the plan (pay as you go) which results in an implicit subsidy to the Village as defined by the GASB Statement No. 45.

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

e. Annual OPEB Costs and Net OPEB Obligation

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

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2014	\$ 578,814	\$ 533,302	92.1%	\$ 958,808
2015	599,095	471,001	78.6%	1,086,902
2016	601,072	538,955	89.7%	1,149,019

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

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

In the December 31, 2016 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a discount rate of 4.0% and an initial healthcare cost trend rate of 1.8% with an ultimate healthcare inflation rate of 5.5% in fiscal year 2023. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2016 was 30 years.

13. PENSION TRUST FUNDS

Fiduciary Funds Summary Financial Information

The following is summary financial information for the Police Pension Plan and the Firefighters' Pension Plan and the Retiree Health Insurance Plan.

- a. Schedule of Net Position

	Police Pension	Firefighters' Pension	Total
<b>ASSETS</b>			
Cash and short-term investments	\$ 25,575	\$ 103,442	\$ 129,017
Investments			
U.S. Government and agency obligations	14,207,451	6,044,976	20,252,427
State and local obligations	1,001,422	-	1,001,422
Corporate bonds	13,704,033	8,325,038	22,029,071
Equities	55,320,087	20,729,905	76,049,992
Money market mutual funds	2,735,293	4,986,050	7,721,343
Annuity contracts	42,121	4,447,811	4,489,932
Total cash and investments	87,035,982	44,637,222	131,673,204
Receivables			
Accrued interest	192,675	118,581	311,256
Prepaid expenses	795	-	795
Total receivables	193,470	118,581	312,051
Total assets	87,229,452	44,755,803	131,985,255
<b>LIABILITIES</b>			
Accounts payable	58,896	18,769	77,665
Total liabilities	58,896	18,769	77,665
<b>NET POSITION</b>	<b>\$ 87,170,556</b>	<b>\$ 44,737,034</b>	<b>\$ 131,907,590</b>

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

13. PENSION TRUST FUNDS (Continued)

Fiduciary Funds Summary Financial Information (Continued)

- b. Changes in Plan Net Position

	Police Pension	Firefighters' Pension	Total
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 4,735,676	\$ 3,779,495	\$ 8,515,171
Participants	999,387	563,721	1,563,108
Total contributions	5,735,063	4,343,216	10,078,279
Investment income			
Net appreciation in fair value of investments	3,197,962	2,569,538	5,767,500
Interest earned	1,998,538	1,032,820	3,031,358
Less investment expense	(259,693)	(107,204)	(366,897)
Net investment income	4,936,807	3,495,154	8,431,961
Total additions	10,671,870	7,838,370	18,510,240
<b>DEDUCTIONS</b>			
Administrative Contractual	46,535	51,062	97,597
Pension benefits and refunds	7,398,106	6,254,217	13,652,323
Total deductions	7,444,641	6,305,279	13,749,920
<b>NET INCREASE</b>	<b>3,227,229</b>	<b>1,533,091</b>	<b>4,760,320</b>
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>			
January 1	83,943,327	43,203,943	127,147,270
December 31	\$ 87,170,556	\$ 44,737,034	\$ 131,907,590

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND AND**  
**SHERIFF'S LAW ENFORCEMENT PERSONNEL FUND**

Last Two Fiscal Years

FISCAL YEAR ENDED DECEMBER 31,	2015		2016	
	IMRF	SLEP	IMRF	SLEP
Actuarially determined contribution	\$ 1,568,308	\$ -	\$ 1,606,157	\$ -
Contributions in relation to the actuarially determined contribution	1,568,308	10,582	1,606,157	16,378
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$(10,582)</b>	<b>\$ -</b>	<b>\$(16,378)</b>
Covered-employee payroll	\$ 11,067,809	\$ 73,846	\$ 13,858,360	\$ 73,846
Contributions as a percentage of covered-employee payroll	14.17%	14.33%	11.59%	22.18%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 28 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.5% annually, projected salary increases assumption of 4.4% to 16.0% compounded annually and postretirement benefit increases of 3.0% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**POLICE PENSION FUND**

Last Three Fiscal Years

FISCAL YEAR ENDED DECEMBER 31,	2014	2015	2016
	Actuarially determined contribution	\$ 3,887,534	\$ 3,943,863
Contributions in relation to the actuarially determined contribution	3,952,354	4,121,194	4,735,676
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ (64,820)</b>	<b>\$(177,331)</b>	<b>\$(263,712)</b>
Covered-employee payroll	\$ 10,168,700	\$ 10,197,328	\$ 10,309,444
Contributions as a percentage of covered-employee payroll	38.9%	40.4%	45.9%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 28 years; the asset valuation method was at the market value; and the significant actuarial assumptions were an investment rate of return at 6.75% annually, projected salary increases assumption of 2.75% compounded annually, and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

**VILLAGE OF OAK PARK, ILLINOIS**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**FIREFIGHTERS' PENSION FUND**

Last Three Fiscal Years

	<b>FISCAL YEAR ENDED DECEMBER 31,</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
Actuarially determined contribution	\$	3,224,986	\$ 3,318,566	\$ 3,574,416
Contributions in relation to the actuarially determined contribution		3,283,111	3,473,103	3,779,495
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$</b>	<b>(58,125)</b>	<b>\$ (154,537)</b>	<b>\$ (205,079)</b>
Covered-employee payroll	\$	5,394,577	\$ 5,784,710	\$ 5,963,846
Contributions as a percentage of covered-employee payroll		60.9%	60.0%	63.4%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization period was level percent of pay, after closed and the amortization period was 28 years; the asset valuation method was at market value; and the significant actuarial assumptions were an investment rate of return at 6.75% annually, projected salary increases assumption of 5.00% compounded annually, and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is

**VILLAGE OF OAK PARK, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**OTHER POSTEMPLOYMENT BENEFIT PLAN**

December 31, 2016

Schedule of Funding Progress

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAA) (2)-(1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4)/(5)
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	\$ -	\$ 6,777,826	0.00%	\$ 6,777,826	\$ 29,041,064	23.34%
2013	N/A	N/A	N/A	N/A	N/A	N/A
2014	-	7,547,632	0.00%	7,547,632	10,221,913	73.84%
2015	N/A	N/A	N/A	N/A	N/A	N/A
2016	-	10,445,065	0.00%	10,445,065	26,045,660	40.10%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2011	\$ 271,737	\$ 408,288	66.56%
2012	271,737	425,536	63.86%
2013	271,737	559,618	48.56%
2014	533,302	577,292	92.38%
2015	471,001	597,497	78.83%
2016	538,955	593,826	90.76%

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Two Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2014	2015 *
Employer's proportion of net pension liability	77.00%	77.00%
Employer's proportionate share of net pension liability	\$ 2,058,442	\$ 6,542,969
Employer's covered-employee payroll	13,821,478	14,373,778
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	14.89%	45.52%
Plan fiduciary net position as a percentage of the total pension liability	97.40%	91.96%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYERS' NET PENSION LIABILITY AND RELATED RATIOS  
SHERIFF'S LAW ENFORCEMENT PERSONNEL FUND

Fiscal Year

MEASUREMENT DATE DECEMBER 31,	2015 *
<b>TOTAL PENSION LIABILITY</b>	
Service cost	\$ 11,979
Interest	449
Plan participant contributions	-
Changes of benefit terms	-
Differences between expected and actual experience	7,936
Changes of assumptions	-
Benefit payments, including refunds of member contributions	-
Net change in total pension liability	20,364
Total pension liability - beginning	-
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 20,364</b>
<b>PLAN FIDUCIARY NET POSITION</b>	
Contributions - employer	\$ 10,582
Contributions - member	5,538
Net investment income	40
Benefit payments, including refunds of member contributions	-
Other	(709)
Net change in plan fiduciary net position	15,451
Plan fiduciary net position - beginning	-
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 15,451</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	<b>\$ 4,913</b>
Plan fiduciary net position as a percentage of the total pension liability	75.9%
Covered-employee payroll	\$ 73,846
Employer's net pension liability as a percentage of the covered payroll	6.7%

\* 2015 was the first actuarial valuation performed for the plan.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

VILLAGE OF OAK PARK, ILLINOIS  
SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
POLICE PENSION FUND

Last Three Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 2,369,707	\$ 3,389,390	\$ 1,565,071
Interest	8,732,015	10,006,303	11,221,445
Differences between expected and actual experience	1,225,725	(4,735,007)	(1,054,515)
Changes of assumptions	9,258,411	21,722,676	5,751,732
Benefit payments, including refunds of member contributions	(6,763,485)	(7,086,910)	(7,387,597)
Net change in total pension liability	14,822,373	23,296,452	10,096,136
Total pension liability - beginning	128,124,811	142,947,184	166,243,636
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 142,947,184</b>	<b>\$ 166,243,636</b>	<b>\$ 176,339,772</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 3,952,354	\$ 4,121,194	\$ 4,735,676
Contributions - member	982,182	1,019,683	999,387
Net investment income	4,536,080	(559,458)	4,936,807
Benefit payments, including refunds of member contributions	(6,763,485)	(7,094,339)	(7,398,106)
Administrative expense	(76,814)	(66,201)	(46,535)
Net change in plan fiduciary net position	2,630,317	(2,579,121)	3,227,229
Plan fiduciary net position - beginning	83,892,131	86,522,448	83,943,327
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 86,522,448</b>	<b>\$ 83,943,327</b>	<b>\$ 87,170,556</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>			
Plan fiduciary net position as a percentage of the total pension liability	60.5%	50.5%	49.4%
Covered-employee payroll	\$ 10,168,700	\$ 10,197,328	\$ 10,309,444
Employer's net pension liability as a percentage of covered payroll	18.0%	12.4%	11.6%

There was a change with respect to the actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates, turnover rates and retirement rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

VILLAGE OF OAK PARK, ILLINOIS  
SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
FIREFIGHTERS' PENSION FUND

Last Three Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 1,460,083	\$ 1,947,100	\$ 1,121,758
Interest	5,929,000	6,637,129	7,980,556
Differences between expected and actual experience	(117,555)	3,629,940	(460,787)
Changes of assumptions	5,591,482	17,181,861	3,699,385
Benefit payments, including refunds of member contributions	(5,493,754)	(5,981,707)	(6,254,217)
Net change in total pension liability	7,369,256	23,414,323	6,086,695
Total pension liability - beginning	87,446,877	94,816,133	118,230,456
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 94,816,133</b>	<b>\$ 118,230,456</b>	<b>\$ 124,317,151</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 3,283,111	\$ 3,473,103	\$ 3,779,495
Contributions - member	526,517	547,100	563,721
Net investment income	2,540,058	268,782	3,495,154
Benefit payments, including refunds of member contributions	(5,493,754)	(5,981,707)	(6,254,217)
Administrative expense	(66,812)	(76,329)	(51,062)
Net change in plan fiduciary net position	789,120	(1,769,051)	1,533,091
Plan fiduciary net position - beginning	44,183,874	44,972,994	43,203,943
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 44,972,994</b>	<b>\$ 43,203,943</b>	<b>\$ 44,737,034</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>			
Plan fiduciary net position as a percentage of the total pension liability	47.4%	36.5%	36.0%
Covered-employee payroll	\$ 5,394,577	\$ 5,784,710	\$ 5,963,846
Employer's net pension liability as a percentage of the covered payroll	10.8%	7.7%	7.5%

There was a change with respect to the actuarial assumptions from the prior year to reflect revised expencations with respect to mortality rates, turnover rates and retirement rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS  
POLICE PENSION FUND

Last Three Fiscal Years

FISCAL YEAR ENDED DECEMBER 31,	2016	2015	2014
--------------------------------	------	------	------

Annual money-weighted rate of return, net of investment expense	5.95%	0.65%	5.59%
--------------------------------------------------------------------	-------	-------	-------

Information for prior years is not available.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

VILLAGE OF OAK PARK, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS  
FIREFIGHTERS' PENSION FUND

Last Three Fiscal Years

FISCAL YEAR ENDED DECEMBER 31,	2016	2015	2014
--------------------------------	------	------	------

Annual money-weighted rate of return, net of investment expense	8.29%	0.61%	5.90%
--------------------------------------------------------------------	-------	-------	-------

Information for prior years is not available.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

**APPENDIX E**

**CONTINUING DISCLOSURE UNDERTAKING  
FOR THE PURPOSE OF PROVIDING  
CONTINUING DISCLOSURE INFORMATION  
UNDER SECTION (B)(5) OF RULE 15C2-12**

**CONTINUING DISCLOSURE UNDERTAKING  
FOR THE PURPOSE OF PROVIDING  
CONTINUING DISCLOSURE INFORMATION  
UNDER SECTION (B)(5) OF RULE 15C2-12**

This Continuing Disclosure Undertaking (the “*Agreement*”) is executed and delivered by the Village of Oak Park, Cook County, Illinois (the “*Village*”) in connection with the issuance of \$13,415,000 General Obligation Corporate Purpose Bonds, Series 2017A (the “*Bonds*”). The Bonds are being issued pursuant to a Bond Ordinance adopted by the President and Board of Trustees of the Village on the 6th day of November, 2017 (the “*Ordinance*”).

In consideration of the issuance of the Bonds by the Village and the purchase of such Bonds by the beneficial owners thereof, the Village covenants and agrees as follows:

**1. PURPOSE OF THIS AGREEMENT.** This Agreement is executed and delivered by the Village as of the date set forth below, for the benefit of the beneficial owners of the Bonds and in order to assist the Participating Underwriters in complying with the requirements of the Rule (as defined below). The Village represents that it will be the only obligated person with respect to the Bonds at the time the Bonds are delivered to the Participating Underwriters and that no other person is expected to become so committed at any time after issuance of the Bonds. The Village further represents that it is in compliance with each and every other continuing disclosure undertaking it has delivered to date.

**2. DEFINITIONS.** The terms set forth below shall have the following meanings in this Agreement, unless the context clearly otherwise requires.

*Annual Financial Information* means the financial information and operating data described in Exhibit I.

*Annual Financial Information Disclosure* means the dissemination of disclosure concerning Annual Financial Information and the dissemination of the Audited Financial Statements as set forth in Section 4.

*Audited Financial Statements* means the Audited Financial Statements of the Village prepared pursuant to the standards and as described in Exhibit I.

*Bondholders* shall mean the registered owner of any Bond or any person (a) with the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bond (including any person holding a Bond through a nominee, depository or other intermediary) or (b) treated as the owner of any Bond for federal income tax purposes.

*Commission* means the Securities and Exchange Commission.

*EMMA* shall mean the MSRB’s Electronic Municipal Market Access System, or such other system, Internet Web site, or repository hereafter prescribed by the MSRB for the submission of electronic filings pursuant to the Rule.

**Exchange Act** means the Securities Exchange Act of 1934, as amended.

**Material Event** means the occurrence of any of the Events with respect to the Bonds set forth in Exhibit II that is material, as materiality is interpreted under the Exchange Act.

**Material Events Disclosure** means dissemination of a notice of a Material Event as set forth in Section 5.

**MSRB** means the Municipal Securities Rulemaking Board.

**Participating Underwriter** means each broker, dealer or municipal securities dealer acting as an underwriter in the primary offering of the Bonds.

**Rule** means Rule 15c2-12 adopted by the Commission under the Exchange Act, as the same may be amended from time to time.

**State** means the State of Illinois.

**Undertaking** means the obligations of the Village pursuant to Sections 4 and 5.

**3. CUSIP NUMBER/FINAL OFFICIAL STATEMENT.** The CUSIP Numbers of the Bonds are set forth in Exhibit III attached hereto. The Final Official Statement relating to the Bonds is dated November 6, 2017 (the “**Final Official Statement**”).

**4. ANNUAL FINANCIAL INFORMATION DISCLOSURE.** Subject to Section 9 of this Agreement, the Village hereby covenants that it will disseminate its Annual Financial Information and its Audited Financial Statements (in the form and by the dates set forth in Exhibit I) to the MSRB through EMMA. The Village is required to deliver such information in such manner and by such time so that such entities receive the information by the dates specified. All documents provided to the MSRB through EMMA shall be accompanied by the identifying information prescribed by the MSRB. The Village shall also disseminate such information to any repository designated by the State of Illinois as a state depository, a “**SID**.”

If any part of the Annual Financial Information can no longer be generated because the operations to which it is related have been materially changed or discontinued, the Village will disseminate a statement to such effect as part of its Annual Financial Information for the year in which such event first occurs.

If any amendment is made to this Agreement, the Annual Financial Information for the year in which such amendment is made (or in any notice or supplement provided to the MSRB through EMMA) shall contain a narrative description of the reasons for such amendment and its impact on the type of information being provided.

If the fiscal year of the Village is changed, the Village shall send a notice of such change to the MSRB through EMMA, prior to the earlier of the ending date of the fiscal year prior to such change or the ending date of the fiscal year as changed.

**5. MATERIAL EVENTS DISCLOSURE.** Subject to Section 8 of this Agreement, the Village hereby covenants that it will disseminate in a timely manner Material Events Disclosure to the MSRB through EMMA, and to any SID, in an electronic format as prescribed by the MSRB, in a timely manner not in excess of ten (10) business days after the occurrence of the event. Notwithstanding the foregoing, notice of optional or unscheduled redemption of any Bonds or defeasance of any Bonds need not be given under this Agreement any earlier than the notice (if any) of such redemption or defeasance is given to the Bondholders pursuant to the Ordinance. MSRB Rule 6-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents filed with EMMA, including financial statements and other externally prepared reports.

**6. CONSEQUENCES OF FAILURE OF THE VILLAGE TO PROVIDE INFORMATION.** The Village agrees to provide or cause to be provided, in a timely manner, to the MSRB through EMMA, in an electronic format as prescribed by the MSRB, and to any SID notice of a failure by the Village to provide the annual financial information with respect to the Village described in Section 4 above on or prior to the dates set forth in Section 4 above. The Village agrees that its determination of whether any event listed in Exhibit II is material shall be made in accordance with federal securities laws. In the event of a failure of the Village to comply with any provision of this Agreement, the beneficial owner of any Bond may seek mandamus or specific performance by court order, to cause the Village to comply with its obligations under this Agreement. A default under this Agreement shall not be deemed a default under the Ordinance, and the sole remedy under this Agreement in event of any failure of the Village to comply with this Agreement shall be an action to compel performance.

**7. AMENDMENTS; WAIVER.** Amendments may be made in the specific types of information provided or the format of the presentation of such information to the extent deemed necessary or appropriate in the judgment of the Village, provided that the Village agrees that any such amendment will be adopted procedurally and substantively in a manner consistent with the Rule, including any interpretations thereof by the SEC, which, to the extent applicable, are incorporated herein by reference. Such interpretations currently include the requirements that (a) the amendment may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the Village or the type of activities conducted thereby, (b) the undertaking, as amended, would have complied with the requirements of the Rule at the time of the primary offering of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances, and (c) the amendment does not materially impair the interests of Bondholders, as determined by parties unaffiliated with the Village (such as independent legal counsel), but such interpretations may be changed in the future. If the accounting principles to be followed by the Village in the preparing of the Audited Financial Statements are modified, the annual financial information for the year in which the change is made shall present a comparison between the financial statements as prepared on the prior basis and the statements as prepared on the new basis, and otherwise shall comply with the requirements of the Rule, in order to provide information to investors to enable them to evaluate the ability of the Village to meet its obligations. A notice of the change in accounting principles shall be sent to the MSRB through EMMA. If the fiscal year of the Village is changed, the Village shall send notice of such change to the MSRB through EMMA, prior to the earlier of the ending date of the fiscal year prior to such change or the ending date of the fiscal year as changed.

**8. TERMINATION OF UNDERTAKING.** The Undertaking of the Village shall be terminated hereunder if the Village shall no longer have any legal liability for any obligation on or relating to repayment of the Bonds under the Ordinance. The Village shall give notice in a timely manner if this Section is applicable to the MSRB through EMMA, and to any SID.

**9. DISSEMINATION AGENT.** The Village may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Agreement, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent.

**10. ADDITIONAL INFORMATION.** Nothing in this Agreement shall be deemed to prevent the Village from disseminating any other information, using the means of dissemination set forth in this Agreement or any other means of communication, or including any other information in any Annual Financial Information Disclosure or notice of occurrence of a Material Event, in addition to that which is required by this Agreement. If the Village chooses to include any information from any document or notice of occurrence of a Material Event in addition to that which is specifically required by this Agreement, the Village shall have no obligation under this Agreement to update such information or include it in any future disclosure or notice of occurrence of a Material Event.

**11. BENEFICIARIES.** This Agreement has been executed in order to assist the Participating Underwriters in complying with the Rule; however, this Agreement shall inure solely to the benefit of the Village, the Dissemination Agent, if any, and Bondholders and the beneficial owners of the Bonds, and shall create no rights in any other person or entity.

**12. RECORDKEEPING.** The Village shall maintain records of all Financial Information Disclosure and Material Events Disclosure, including the content of such disclosure, the names of the entities with whom such disclosure was filed and the date of filing such disclosure.

**13. ASSIGNMENT.** The Village shall not transfer its obligations under the Ordinance unless the transferee agrees to assume all obligations of the Village under this Agreement or to an Undertaking under the Rule.

**14. CONTACT PERSON.** The Village shall designate a contact person from whom Annual Financial Information Disclosure and Material Events Disclosure can be obtained. The initial contact person is:

Title:	Village Clerk
Address:	Village of Oak Park 123 Madison Street Oak Park, Illinois 60302
Telephone:	(708) 358-5462

**15. GOVERNING LAW.** This Agreement shall be governed by the laws of the State of Illinois.

**VILLAGE OF OAK PARK**  
Cook County, Illinois

By: \_\_\_\_\_  
Its: Village Manager

Date: November 21, 2017

## EXHIBIT I

### ANNUAL FINANCIAL INFORMATION AND TIMING AND AUDITED FINANCIAL STATEMENTS

*“Annual Financial Information”* means:

1. The table under the heading of **“Retailers’ Occupation, Service Occupation and Use Tax”** within the Official Statement;
2. All of the tables under the heading **“PROPERTY ASSESSMENT AND TAX INFORMATION”** within the Official Statement;
3. All of the tables under the heading **“DEBT INFORMATION”** within the Official Statement; and
4. All of the tables under the heading **“FINANCIAL INFORMATION” (Excluding Budget and Interim Financial Information)** within the Official Statement.

All or a portion of the Annual Financial Information and the Audited Financial Statements as set forth below may be included by reference to other documents which have been submitted to the public through EMMA or filed with the Commission. If the information included by reference is contained in a Final Official Statement, the Final Official Statement must be available from the MSRB through EMMA. The Issuer shall clearly identify each such item of information included by reference.

Annual Financial Information exclusive of Audited Financial Statements will be provided to the MSRB through EMMA, in an electronic format as prescribed by the MSRB, by 210 days after the last day of the Issuer’s fiscal year (currently December 31). Audited Financial Statements as described below should be filed at the same time as the Annual Financial Information. If Audited Financial Statements are not available when the Annual Financial Information is filed, unaudited financial statements shall be included.

Audited Financial Statements will be prepared annually by independent certified public accountants. Audited Financial Statement will be prepared according to Generally Accepted Accounting Principles as applicable to governmental units (i.e., as subject to the pronouncements of the Governmental Standards Accounting Board and subject to any express requirements of State law). Audited Financial Statements will be provided to the MSRB through EMMA, in an electronic format as prescribed by the MSRB, within 30 days after availability to Issuer.

If any change is made to the Annual Financial Information as permitted by Section 4 of the Agreement, the Issuer will disseminate a notice of such change as required by Section 4.

**EXHIBIT II**  
**EVENTS WITH RESPECT TO THE BONDS FOR WHICH**  
**MATERIAL EVENTS DISCLOSURE IS REQUIRED**

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
7. Modifications to rights of holders of the Bonds, if material;
8. Bond calls, if material, and tender offers;
9. Defeasances;
10. Release, substitution, or sale of property securing repayment of the Bonds, if material;
11. Rating changes;
12. Bankruptcy, insolvency, receivership or similar event of the Village, which is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Village in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Village, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Village;
13. The consummation of a merger, consolidation, or acquisition involving the Village or the sale of all or substantially all of the assets of the Village, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; or
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material.

**EXHIBIT III  
CUSIP NUMBERS**

**Series 2017A Bonds**

<b>YEAR OF MATURITY</b>	<b>CUSIP NUMBER</b>
(November 1)	(671579)
2022	H78
2023	H86
2024	H94
2025	J27
2026	J35
2027	J43
***	***
2029	J68
2030	J76
2031	J84
2032	J92
2033	K25
2034	K33
2035	K41
2036	K58
2037	K66