Village of Bolingbrook, Illinois

Annual Financial Report

April 30, 2014

Wolf & Company LLP
Certified Public Accountants
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## REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

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</tr>
<tr>
<td>Police Pension Fund</td>
<td>72</td>
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<tr>
<td>Firefighters’ Pension Fund</td>
<td>72</td>
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<td>Other Post-Employment Benefits</td>
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## COMBINING FINANCIAL STATEMENTS

### GOVERNMENTAL FUND TYPES

### NONMAJOR GOVERNMENTAL FUNDS

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<th>Combining Balance Sheet</th>
<th>PAGE</th>
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</table>

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<tr>
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### FIDUCIARY FUNDS

<table>
<thead>
<tr>
<th>Combining Statement of Fiduciary Net Position – Pension Trust Funds</th>
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<tbody>
<tr>
<td></td>
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</table>

<table>
<thead>
<tr>
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<th>PAGE</th>
</tr>
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<tbody>
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</tr>
</tbody>
</table>
INDEPENDENT AUDITOR’S REPORT
INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Board of Trustees
Village of Bolingbrook, Illinois
Bolingbrook, Illinois

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

Management’s Responsibility for the Financial Statements

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

Auditor’s Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 from material misstatement.

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

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

Opinions

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that budgetary comparison information for the General Fund and major Special Revenue funds (pages 67-69), and analysis of funding progress and employer contributions for the Village's defined benefit pension plans (pages 70-72) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s response to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management’s discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Bolingbrook, Illinois’ basic financial statements. The combining financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining financial statements 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 financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 22, 2015, on our consideration of the Village of Bolingbrook, Illinois’ 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 Village of Bolingbrook, Illinois’ internal control over financial reporting and compliance.

Oakbrook Terrace, Illinois
January 22, 2015

Wolf & Company LLP
BASIC FINANCIAL STATEMENTS
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Net Position

April 30, 2014

(See Following Page)
### VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Net Position

April 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash, Cash Equivalents and Investments</td>
<td>$62,101,518</td>
<td>12,727,922</td>
<td>74,829,440</td>
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<tr>
<td>Property Tax Receivable</td>
<td>17,755,877</td>
<td></td>
<td>17,755,877</td>
</tr>
<tr>
<td>Other Taxes Receivable</td>
<td>10,781,139</td>
<td></td>
<td>10,781,139</td>
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<tr>
<td>Accounts Receivable, Net of Allowances</td>
<td>2,229,143</td>
<td>306,511</td>
<td>2,535,654</td>
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<tr>
<td>Accrued Interest Receivable</td>
<td>19,803</td>
<td>37,542</td>
<td>57,345</td>
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<tr>
<td>Intergovernmental Receivable</td>
<td>343,637</td>
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<tr>
<td>Internal Balances</td>
<td>10,221,721</td>
<td>(10,221,721)</td>
<td></td>
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<tr>
<td>Prepaid Expenses</td>
<td>94,200</td>
<td></td>
<td>94,200</td>
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<tr>
<td>Inventories</td>
<td>32,323</td>
<td>332,354</td>
<td>364,677</td>
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<tr>
<td><strong>Total Current Assets</strong></td>
<td>103,485,161</td>
<td>3,276,808</td>
<td>106,761,969</td>
</tr>
<tr>
<td><strong>Noncurrent Assets</strong></td>
<td></td>
<td></td>
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<tr>
<td>Other Assets</td>
<td>5,400</td>
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<tr>
<td><strong>Capital Assets</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Assets Not Being Depreciated</td>
<td>189,194,002</td>
<td>73,791,410</td>
<td>262,985,412</td>
</tr>
<tr>
<td>Capital Assets Being Depreciated, Net</td>
<td>130,208,247</td>
<td>121,251,140</td>
<td>251,459,387</td>
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<tr>
<td><strong>Total Noncurrent Assets</strong></td>
<td>319,402,249</td>
<td>195,047,550</td>
<td>514,450,199</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>422,887,410</td>
<td>198,324,758</td>
<td>621,212,168</td>
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</table>

Deferred Outflows of Resources

Unamortized Loss on Refunding

4,846,619

See accompanying Notes to the Financial Statements.
## Liabilities

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<thead>
<tr>
<th>Current Liabilities</th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts Payable</td>
<td>$9,382,398</td>
<td>351,714</td>
<td>9,734,112</td>
</tr>
<tr>
<td>Accrued Payroll</td>
<td>547,195</td>
<td>109,763</td>
<td>656,958</td>
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<tr>
<td>Claims Payable</td>
<td>542,666</td>
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<tr>
<td>Deposits Payable</td>
<td>2,657,666</td>
<td>990,821</td>
<td>3,648,487</td>
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<tr>
<td>Interest Payable</td>
<td>1,495,012</td>
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<tr>
<td>Other Payables</td>
<td>315,956</td>
<td>21,827</td>
<td>337,783</td>
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<tr>
<td>Due to Pension Funds</td>
<td>2,204,898</td>
<td></td>
<td>2,204,898</td>
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<tr>
<td>Deferred Revenue</td>
<td>216,929</td>
<td>243,375</td>
<td>460,304</td>
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<tr>
<td>Other Liabilities</td>
<td>301,237</td>
<td>169,035</td>
<td>470,272</td>
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<thead>
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<th>Noncurrent Liabilities</th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
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<tbody>
<tr>
<td>Compensated Absences</td>
<td>3,360,508</td>
<td>171,107</td>
<td>3,531,615</td>
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<tr>
<td>Property Tax Refund Payable</td>
<td>209,246</td>
<td>209,246</td>
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<tr>
<td>Bonds Payable</td>
<td>3,280,000</td>
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<td>Capital Lease Payable</td>
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<thead>
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<th>Total Noncurrent Liabilities</th>
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<tr>
<td></td>
<td>24,513,711</td>
<td>2,201,912</td>
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### Total Liabilities

<table>
<thead>
<tr>
<th></th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
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<tbody>
<tr>
<td></td>
<td>263,665,523</td>
<td>2,630,365</td>
<td>266,295,888</td>
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## Deferred Inflows of Resources

<table>
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<th>Business-Type Activities</th>
<th>Total</th>
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<tbody>
<tr>
<td>Deferred Property Taxes</td>
<td>9,938,293</td>
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## Net Position

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<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
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<tbody>
<tr>
<td>Net Investment in Capital Assets</td>
<td>121,663,710</td>
<td>194,590,913</td>
<td>316,254,623</td>
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<tr>
<td>Restricted for Streets</td>
<td>7,598,185</td>
<td>7,598,185</td>
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<tr>
<td>Restricted for Public Safety</td>
<td>1,002,242</td>
<td>1,002,242</td>
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<tr>
<td>Restricted for Debt Service</td>
<td>17,316,051</td>
<td>17,316,051</td>
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<td>Restricted for Capital Projects</td>
<td>71,685</td>
<td>71,685</td>
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<td>Restricted for Refuse</td>
<td>1,383,910</td>
<td>1,383,910</td>
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<tr>
<td>Unrestricted</td>
<td>5,094,430</td>
<td>1,103,480</td>
<td>6,197,910</td>
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</tbody>
</table>

| Total Net Position | | |
|--------------------|-------------------------|--------------------------|-------|
|                   | $ 154,130,213            | 195,694,393              | 349,824,606 |
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Activities

Year Ended April 30, 2014

<table>
<thead>
<tr>
<th>Functions/Programs</th>
<th>Expenses</th>
<th>Program Revenues</th>
<th></th>
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<tr>
<td></td>
<td></td>
<td>Operating</td>
<td>Capital</td>
<td></td>
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<td></td>
<td></td>
<td>Charges for</td>
<td></td>
<td>Grants and Contributions</td>
<td>Grants and Contributions</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Services</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>General Government</td>
<td>$ 8,726,567</td>
<td>3,968,169</td>
<td>400,111</td>
<td></td>
<td></td>
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<tr>
<td>Public Safety</td>
<td>39,826,197</td>
<td>2,868,192</td>
<td>822,479</td>
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<td>Public Works</td>
<td>14,362,241</td>
<td>1,564,899</td>
<td>2,592,956</td>
<td>9,426,713</td>
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<tr>
<td>Sanitation</td>
<td>5,247,479</td>
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<td></td>
<td></td>
<td></td>
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<tr>
<td>Culture and Recreation</td>
<td>2,645,647</td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Economic Development</td>
<td>4,924,951</td>
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<td></td>
<td></td>
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<tr>
<td>Interest on Long-Term Debt</td>
<td>14,707,683</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td><strong>Total Government Activities</strong></td>
<td><strong>90,440,765</strong></td>
<td><strong>8,401,260</strong></td>
<td><strong>3,415,435</strong></td>
<td><strong>9,826,824</strong></td>
<td></td>
</tr>
<tr>
<td>Waterworks and Sewerage</td>
<td>7,868,432</td>
<td>4,445,390</td>
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<tr>
<td>Golf Course</td>
<td>8,409,609</td>
<td>7,488,940</td>
<td></td>
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</tr>
<tr>
<td>Americana Estates</td>
<td>62,100</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Airport</td>
<td>694,829</td>
<td>320,418</td>
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<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Business-Type Activities</strong></td>
<td><strong>17,034,970</strong></td>
<td><strong>12,254,748</strong></td>
<td><strong>-</strong></td>
<td><strong>-</strong></td>
<td></td>
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<tr>
<td><strong>Total Primary Government</strong></td>
<td><strong>$ 107,475,735</strong></td>
<td><strong>20,656,008</strong></td>
<td><strong>3,415,435</strong></td>
<td><strong>9,826,824</strong></td>
<td></td>
</tr>
</tbody>
</table>

General Revenues
- Taxes
  - Property Taxes Levied for General Purpose
  - Property Taxes Levied for Debt Service
  - Property Taxes Levied for TIF
  - Telecommunication
  - Other Taxes
- Intergovernmental
  - Sales Tax
  - Income Tax
- Unrestricted Investment Earnings
- Miscellaneous Revenues
  - Total General Revenues

Change in Net Position
- Net Position
  - May 1
  - April 30

See accompanying Notes to the Financial Statements.
### Net (Expense) Revenue and Changes in Net Position

<table>
<thead>
<tr>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>(4,358,287)</td>
<td>(4,358,287)</td>
<td></td>
</tr>
<tr>
<td>(36,135,526)</td>
<td>(36,135,526)</td>
<td></td>
</tr>
<tr>
<td>(777,673)</td>
<td>(777,673)</td>
<td></td>
</tr>
<tr>
<td>(5,247,479)</td>
<td>(5,247,479)</td>
<td></td>
</tr>
<tr>
<td>(2,645,647)</td>
<td>(2,645,647)</td>
<td></td>
</tr>
<tr>
<td>(4,924,951)</td>
<td>(4,924,951)</td>
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<tr>
<td>(14,707,683)</td>
<td>(14,707,683)</td>
<td></td>
</tr>
<tr>
<td>(68,797,246)</td>
<td>-</td>
<td>(68,797,246)</td>
</tr>
</tbody>
</table>

|                      | (3,423,042)             | (3,423,042) |
|                      | (920,669)               | (920,669)   |
|                      | (62,100)                | (62,100)    |
|                      | (374,411)               | (374,411)   |
|                      | -                       | (4,780,222) |
|                      | (68,797,246)            | (4,780,222) |
|                      | (73,577,468)            |             |

|                      | 8,743,974               | 8,743,974   |
|                      | 8,058,024               | 8,058,024   |
|                      | 133,381                 | 133,381     |
|                      | 2,368,697               | 2,368,697   |
|                      | 11,500,232              | 11,500,232  |
|                      | 29,373,644              | 29,373,644  |
|                      | 8,408,991               | 8,408,991   |
|                      | 147,850                 | 148,258     |
|                      | 631,326                 | 631,462     |
|                      | 69,366,119              | 544         |
|                      | 69,366,663              |             |
|                      | 568,873                 | (4,779,678) |
|                      | (4,210,805)             |             |
|                      | 153,561,340             | 200,474,071 |
|                      | 354,035,411             |             |
|                      | 154,130,213             | 195,694,393 |
|                      | 349,824,606             |             |

6
### Balance Sheet - Governmental Funds

**April 30, 2014**

<table>
<thead>
<tr>
<th></th>
<th>General Fund</th>
<th>Refuse and Recycling Fund</th>
<th>2007 Debt Service Fund</th>
<th>2007 Bond Fund</th>
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<tr>
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<td></td>
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<td>6,757,072</td>
<td>2,289,221</td>
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<td>1,383,910</td>
<td>16,778,731</td>
<td>14,494,890</td>
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<tr>
<td><strong>Total Liabilities, Deferred Inflows of Resources and Fund Balances</strong></td>
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<td>5,234,881</td>
<td>16,994,051</td>
<td>17,287,256</td>
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See accompanying Notes to the Financial Statements.
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<th>Nonmajor Governmental Funds</th>
<th>Total Governmental Funds</th>
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<td>27,446,559</td>
<td>121,644,961</td>
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<td>547,195</td>
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<td>1,268,208</td>
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<td>2,204,898</td>
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<td>216,929</td>
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<td>301,237</td>
<td>301,237</td>
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<td>23,951,839</td>
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<td>9,938,293</td>
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<td>3,834,618</td>
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<tr>
<td>995,583</td>
<td>13,772,911</td>
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<td>18,980,937</td>
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<td>10,490,199</td>
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<td>21,353,106</td>
<td>83,920,211</td>
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<tr>
<td>27,446,559</td>
<td>121,644,961</td>
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</table>
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

April 30, 2014

Total Fund Balances - Governmental Funds $ 83,920,211

Amounts reported for governmental activities in the Statement of Net Position are different because:

- Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.
  - Capital Assets, at Cost 409,006,781
  - Accumulated Depreciation (89,604,532)
  - Net Capital Assets 319,402,249

- Some liabilities reported in the Statement of Net Position do not require the use of current financial resources and, therefore, are not reported as a liability in governmental funds. These liabilities consist of:
  - General Obligation Bonds Payable (221,494,410)
  - Net Retirement Obligations (17,330,094)
  - Compensated Absences (6,758,569)
  - Property Tax Refund Payable (1,495,012)
  - Interest Payable (418,493)
  - Total Long-Term Liabilities (247,496,578)

- Losses on refunding are not recognized in the governmental funds, but are capitalized and amortized over the life of the refunded bond in the Statement of Net Position. 4,846,619

- Some of the tax revenues from the State will be collected after year end but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds. 3,834,618

- Claims liability is not due and payable in the current period and, therefore, is not reported in governmental funds. (207,441)

- Internal service funds are used to manage the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position. (10,169,465)

Net Position of Governmental Activities $ 154,130,213

See accompanying Notes to the Financial Statements.
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances –
Governmental Funds

For the Year Ended April 30, 2014

(See Following Page)
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds

Year Ended April 30, 2014

<table>
<thead>
<tr>
<th>Fund</th>
<th>General Fund</th>
<th>Refuse and Recycling Fund</th>
<th>2007 Bond Fund</th>
<th>Debt Service Fund</th>
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<tr>
<td>Revenues</td>
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<td>16,778,731</td>
<td>14,494,890</td>
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</table>

See accompanying Notes to the Financial Statements.
<table>
<thead>
<tr>
<th>Nonmajor Governmental Funds</th>
<th>Total Governmental Funds</th>
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<td>(29,895,055)</td>
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<tr>
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<td>(197,608)</td>
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<tr>
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<td>23,693,547</td>
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<td>21,353,106</td>
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</table>
**VILLAGE OF BOLINGBROOK, ILLINOIS**

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

**Year Ended April 30, 2014**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td><strong>Net Change in Fund Balances - Total Governmental Funds</strong></td>
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</tr>
<tr>
<td><strong>Amounts reported for governmental activities in the Statement of Activities are different because:</strong></td>
<td></td>
</tr>
<tr>
<td>Governmental funds report capital outlays as expenditures while governmental activities capitalize them and report depreciation expense to allocate those expenditures over the life of the assets.</td>
<td></td>
</tr>
<tr>
<td>Capital Outlay</td>
<td>12,254,606</td>
</tr>
<tr>
<td>Depreciation</td>
<td>(7,777,978)</td>
</tr>
<tr>
<td>Depreciation in Excess of Capital Outlay</td>
<td>4,476,628</td>
</tr>
<tr>
<td>Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.</td>
<td>2,650,000</td>
</tr>
<tr>
<td>The net effect of disposals of capital assets is not recognized in the governmental fund statements.</td>
<td>(50,865)</td>
</tr>
<tr>
<td>The reduction of a long-term liability in the Statement of Net Position is reported as an expenditure in the governmental funds.</td>
<td>209,246</td>
</tr>
<tr>
<td>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.</td>
<td>(24,929)</td>
</tr>
<tr>
<td>The issuance of long-term debt provides current financial resources to governmental funds, however has no effect on net position.</td>
<td>(29,899,257)</td>
</tr>
<tr>
<td>The payment to the refunded bond escrow agent is reported as an other financing use in the governmental funds.</td>
<td>29,895,055</td>
</tr>
<tr>
<td>The premium on bonds issued is reported as an other financing source in governmental funds, but is amortized over the life of the bond in the Statement of Activities</td>
<td>(686,997)</td>
</tr>
<tr>
<td>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not recorded in the governmental funds.</td>
<td></td>
</tr>
<tr>
<td>Increase in Compensated Absences</td>
<td>(722,852)</td>
</tr>
<tr>
<td>Amortization of Discounts</td>
<td>(23,997)</td>
</tr>
<tr>
<td>Amortization of Bond Premiums</td>
<td>60,661</td>
</tr>
<tr>
<td>Amortization of Deferred Loss on Refunding</td>
<td>(262,076)</td>
</tr>
<tr>
<td>Increase in Net Pension Obligation</td>
<td>(2,025,053)</td>
</tr>
<tr>
<td>Increase in Other Post-Employment Benefits Obligation</td>
<td>(1,518,587)</td>
</tr>
<tr>
<td>Decrease in Accrued Interest on Debt</td>
<td>392,575</td>
</tr>
<tr>
<td>(4,099,329)</td>
<td></td>
</tr>
<tr>
<td><strong>Change in Net Position of Governmental Activities</strong></td>
<td></td>
</tr>
<tr>
<td>(738,210)</td>
<td></td>
</tr>
<tr>
<td><strong>The decrease in the claims payable liability is not shown as an expenditure in the governmental funds.</strong></td>
<td>32,586</td>
</tr>
<tr>
<td><strong>The accretion of interest on long-term debt is not reported in the governmental funds; however, it results in an increase in debt principal payable in the Statement of Net Position.</strong></td>
<td>(5,472,417)</td>
</tr>
<tr>
<td><strong>Change in Net Position of Governmental Activities</strong></td>
<td>$ 568,873</td>
</tr>
</tbody>
</table>

See accompanying Notes to the Financial Statements.
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Net Position – Proprietary Funds

April 30, 2014

(See Following Page)
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Net Position - Proprietary Funds

April 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Waterworks Fund</th>
<th>Golf Course Fund</th>
<th>Airport Fund</th>
<th>Americana Estates Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and Cash Equivalents</td>
<td>$8,487,618</td>
<td>601,705</td>
<td>355,990</td>
<td>3,282,609</td>
</tr>
<tr>
<td>Accounts Receivable, Net of Allowances</td>
<td>153,065</td>
<td>127,907</td>
<td>25,539</td>
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<tr>
<td>Accrued Interest Receivable</td>
<td>37,542</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Due from Other Funds</td>
<td>200</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Prepaid Expenses</td>
<td></td>
<td>94,200</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inventories</td>
<td></td>
<td>332,354</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td>8,678,425</td>
<td>1,156,166</td>
<td>381,529</td>
<td>3,282,609</td>
</tr>
<tr>
<td><strong>Noncurrent Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Assets</td>
<td></td>
<td>5,400</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Assets Not Being Depreciated</td>
<td>35,735,841</td>
<td>18,826,330</td>
<td>10,006,723</td>
<td>9,222,516</td>
</tr>
<tr>
<td>Capital Assets, Net of Accumulated Depreciation</td>
<td>95,218,384</td>
<td>21,394,224</td>
<td>4,299,782</td>
<td>338,750</td>
</tr>
<tr>
<td><strong>Total Noncurrent Assets</strong></td>
<td>130,954,225</td>
<td>40,225,954</td>
<td>14,306,505</td>
<td>9,561,266</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>139,632,650</td>
<td>41,382,120</td>
<td>14,688,034</td>
<td>12,843,875</td>
</tr>
</tbody>
</table>

See accompanying Notes to the Financial Statements.
<table>
<thead>
<tr>
<th>Internal Service Fund</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>12,727,922</td>
<td></td>
</tr>
<tr>
<td>306,511</td>
<td>2,851</td>
</tr>
<tr>
<td>37,542</td>
<td></td>
</tr>
<tr>
<td>200</td>
<td></td>
</tr>
<tr>
<td>94,200</td>
<td></td>
</tr>
<tr>
<td>332,354</td>
<td></td>
</tr>
<tr>
<td>13,498,729</td>
<td>2,851</td>
</tr>
<tr>
<td>5,400</td>
<td></td>
</tr>
<tr>
<td>73,791,410</td>
<td></td>
</tr>
<tr>
<td>121,251,140</td>
<td></td>
</tr>
<tr>
<td>195,047,950</td>
<td>-</td>
</tr>
<tr>
<td>208,546,679</td>
<td>2,851</td>
</tr>
</tbody>
</table>
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Net Position - Proprietary Funds (Cont.)

April 30, 2014

<table>
<thead>
<tr>
<th>Liabilities</th>
<th>Waterworks Fund</th>
<th>Golf Course Fund</th>
<th>Airport Fund</th>
<th>Americana Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Liabilities</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts Payable</td>
<td>93,447</td>
<td>257,946</td>
<td>321</td>
<td></td>
</tr>
<tr>
<td>Accrued Payroll</td>
<td>22,981</td>
<td>86,782</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits Payable</td>
<td></td>
<td>980,321</td>
<td>10,500</td>
<td></td>
</tr>
<tr>
<td>Interest Payable</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deferred Revenue</td>
<td></td>
<td></td>
<td>243,375</td>
<td></td>
</tr>
<tr>
<td>Advances from Other Funds</td>
<td>2,570,560</td>
<td>4,304,166</td>
<td>3,347,195</td>
<td></td>
</tr>
<tr>
<td>Other Payables</td>
<td>375</td>
<td>21,452</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Claims Payable</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Liabilities</td>
<td></td>
<td></td>
<td>169,035</td>
<td></td>
</tr>
<tr>
<td>Long-Term Obligations, Due Within One Year</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Compensated Absences</td>
<td>171,107</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Leases Payable</td>
<td></td>
<td>144,270</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Current Liabilities</strong></td>
<td>2,858,470</td>
<td>6,207,347</td>
<td>3,358,016</td>
<td>-</td>
</tr>
</tbody>
</table>

| Noncurrent Liabilities | | | | |
| Compensated Absences | 121,086 | | | |
| Capital Leases Payable | | 307,367 | | |
| **Total Noncurrent Liabilities** | 121,086 | 307,367 | - | - |

| **Total Liabilities** | 2,979,556 | 6,514,714 | 3,358,016 | - |

Net Position

| Net Investment in Capital Assets | 130,954,225 | 39,768,917 | 14,306,505 | 9,561,266 |
| Unrestricted | 5,698,869 | (4,901,511) | (2,976,487) | 3,282,609 |
| **Total Net Position** | $ 136,653,094 | 34,867,406 | 11,330,018 | 12,843,875 |

See accompanying Notes to the Financial Statements.
<table>
<thead>
<tr>
<th>Internal Service Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total</td>
</tr>
<tr>
<td>351,714</td>
</tr>
<tr>
<td>109,763</td>
</tr>
<tr>
<td>990,821</td>
</tr>
<tr>
<td>243,375</td>
</tr>
<tr>
<td>10,221,921</td>
</tr>
<tr>
<td>21,827</td>
</tr>
<tr>
<td>169,035</td>
</tr>
<tr>
<td>171,107</td>
</tr>
<tr>
<td>144,270</td>
</tr>
<tr>
<td>12,423,833</td>
</tr>
<tr>
<td>10,172,316</td>
</tr>
<tr>
<td>121,086</td>
</tr>
<tr>
<td>307,367</td>
</tr>
<tr>
<td>428,453</td>
</tr>
<tr>
<td>12,852,286</td>
</tr>
<tr>
<td>10,172,316</td>
</tr>
<tr>
<td>194,590,913</td>
</tr>
<tr>
<td>1,103,480</td>
</tr>
<tr>
<td>195,694,393</td>
</tr>
<tr>
<td>(10,169,465)</td>
</tr>
</tbody>
</table>
## VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Revenues, Expenses and Changes in
Net Position - Proprietary Funds

**Year Ended April 30, 2014**

<table>
<thead>
<tr>
<th>Major Enterprise Funds</th>
<th>Nonmajor Enterprise Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Waterworks and Sewerage Fund</strong></td>
<td><strong>Golf Course Fund</strong></td>
</tr>
<tr>
<td>Operating Revenues</td>
<td></td>
</tr>
<tr>
<td>Charges for Services</td>
<td>$ 4,445,390</td>
</tr>
<tr>
<td>Operating Expenses, Excluding Depreciation</td>
<td></td>
</tr>
<tr>
<td>Administrative Division</td>
<td>1,716,644</td>
</tr>
<tr>
<td>Sewer Division</td>
<td>1,126,783</td>
</tr>
<tr>
<td>Reclamation Division</td>
<td>1,857,712</td>
</tr>
<tr>
<td>Golf Course</td>
<td></td>
</tr>
<tr>
<td>Airport</td>
<td></td>
</tr>
<tr>
<td>Americana Estates</td>
<td></td>
</tr>
<tr>
<td>Internal Service Expenses</td>
<td></td>
</tr>
<tr>
<td>Total Operating Expenses, Excluding Depreciation and Amortization</td>
<td></td>
</tr>
<tr>
<td></td>
<td>4,701,139</td>
</tr>
<tr>
<td>Operating Income (Loss) before Depreciation</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(255,749)</td>
</tr>
<tr>
<td>Depreciation</td>
<td></td>
</tr>
<tr>
<td></td>
<td>3,167,293</td>
</tr>
<tr>
<td>Operating Loss</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(3,423,042)</td>
</tr>
<tr>
<td>Nonoperating Revenues (Expenses)</td>
<td></td>
</tr>
<tr>
<td>Loss on Disposal of Property</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(29,410)</td>
</tr>
<tr>
<td>Interest Income</td>
<td></td>
</tr>
<tr>
<td>Interest Expense</td>
<td></td>
</tr>
<tr>
<td>Miscellaneous</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
</tr>
<tr>
<td>Changes in Net Position</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(3,423,042)</td>
</tr>
<tr>
<td>Net Position</td>
<td></td>
</tr>
<tr>
<td>May 1</td>
<td>$140,076,136</td>
</tr>
<tr>
<td>April 30</td>
<td>$136,653,094</td>
</tr>
</tbody>
</table>

See accompanying Notes to the Financial Statements.
<table>
<thead>
<tr>
<th>Total Fund</th>
<th>Internal Service Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>12,254,748</td>
<td>8,950,876</td>
</tr>
<tr>
<td>1,716,644</td>
<td></td>
</tr>
<tr>
<td>1,126,783</td>
<td></td>
</tr>
<tr>
<td>1,857,712</td>
<td></td>
</tr>
<tr>
<td>7,578,985</td>
<td></td>
</tr>
<tr>
<td>533,652</td>
<td></td>
</tr>
<tr>
<td>35,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td>9,688,724</td>
</tr>
<tr>
<td>12,848,776</td>
<td>9,688,724</td>
</tr>
<tr>
<td>(594,028)</td>
<td>(737,848)</td>
</tr>
<tr>
<td>4,140,920</td>
<td></td>
</tr>
<tr>
<td>(4,734,948)</td>
<td>(737,848)</td>
</tr>
<tr>
<td>(29,410)</td>
<td></td>
</tr>
<tr>
<td>408</td>
<td>(362)</td>
</tr>
<tr>
<td>(15,864)</td>
<td></td>
</tr>
<tr>
<td>136</td>
<td></td>
</tr>
<tr>
<td>(44,730)</td>
<td>(362)</td>
</tr>
<tr>
<td>(4,779,678)</td>
<td>(738,210)</td>
</tr>
<tr>
<td>200,474,071</td>
<td>(9,431,255)</td>
</tr>
<tr>
<td>195,694,393</td>
<td>(10,169,465)</td>
</tr>
</tbody>
</table>
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Cash Flows - Proprietary Funds

Year Ended April 30, 2014

<table>
<thead>
<tr>
<th>Major Enterprise Funds</th>
<th>Nonmajor Enterprise Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Waterworks and Sewerage Fund</td>
<td>Golf Course Fund</td>
</tr>
</tbody>
</table>

### Cash Flows from Operating Activities
- **Receipts from Customers**: 
  - Waterworks Fund: $4,885,352
  - Golf Course Fund: $7,543,123
  - Airport Fund: $493,018

- **Other Operating Receipts**: 
  - Waterworks Fund: 136

- **Payments to Suppliers**: 
  - Waterworks Fund: (3,789,625)
  - Golf Course Fund: (4,796,643)
  - Airport Fund: (534,604)
  - Americana Estates Fund: (35,000)

- **Payments to Employees**: 
  - Waterworks Fund: (1,102,652)
  - Golf Course Fund: (2,679,111)
  - Airport Fund: (6,925)
  - Americana Estates Fund: (41,450)

### Cash Flows from Non-Capital Financing Activities
- **Interfund Borrowings, Net**: 
  - Waterworks Fund: 1,828,666
  - Golf Course Fund: 219,770
  - Airport Fund: 26,917
  - Americana Estates Fund: (35,000)

### Cash Flows from Capital and Related Financing Activities
- **Interest Payment on Debt**: 
  - Waterworks Fund: (15,864)

- **Principal Payments on Capital Lease**: 
  - Waterworks Fund: (139,475)

- **Purchases of Capital Assets**: 
  - Waterworks Fund: (215,253)
  - Golf Course Fund: (155,339)
  - Airport Fund: (11,723)

### Cash Flows from Investing Activities
- **Interest**: 
  - Waterworks Fund: 1,866
  - Golf Course Fund: 87
  - Airport Fund: 321

### Net Increase (Decrease) in Cash and Cash Equivalents
- **May 1**: 
  - Waterworks Fund: 6,879,264
  - Golf Course Fund: 469,905
  - Airport Fund: 382,159
  - Americana Estates Fund: 3,352,288

- **April 30**: 
  - Waterworks Fund: $8,487,618
  - Golf Course Fund: 601,705
  - Airport Fund: 355,990
  - Americana Estates Fund: 3,282,609

See accompanying Notes to the Financial Statements.
<table>
<thead>
<tr>
<th></th>
<th>Internal Service Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total</strong></td>
<td><strong>12,921,493</strong></td>
</tr>
<tr>
<td></td>
<td><strong>8,953,740</strong></td>
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<tr>
<td></td>
<td><strong>136</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(9,155,872)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(8,633,893)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(3,781,763)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(16,006)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>319,847</strong></td>
</tr>
<tr>
<td></td>
<td><strong>2,040,353</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(4,564,600)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>2,040,353</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(4,564,600)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(15,864)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(139,475)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(226,976)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(382,315)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>-</strong></td>
</tr>
<tr>
<td></td>
<td><strong>2,274</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(362)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>1,644,306</strong></td>
</tr>
<tr>
<td></td>
<td><strong>(4,245,115)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>11,083,616</strong></td>
</tr>
<tr>
<td></td>
<td><strong>4,245,115</strong></td>
</tr>
<tr>
<td></td>
<td><strong>12,727,922</strong></td>
</tr>
</tbody>
</table>
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Cash Flows - Proprietary Funds (Cont.)

Year Ended April 30, 2014

<table>
<thead>
<tr>
<th>Major Enterprise Funds</th>
<th>Nonmajor Enterprise Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Waterworks and Sewerage Fund</td>
<td>Golf Course Fund</td>
</tr>
<tr>
<td>Operating Loss $ (3,423,042)</td>
<td>(875,395)</td>
</tr>
<tr>
<td>Adjustment to Reconcile Operating Loss to Net Cash Provided by (Used in) Operating Activities</td>
<td>3,167,293</td>
</tr>
<tr>
<td>Depreciation and Amortization</td>
<td>(13,135)</td>
</tr>
<tr>
<td>Other Operating Receipts</td>
<td>160</td>
</tr>
<tr>
<td>Changes in Assets and Liabilities (Increase) Decrease in Receivables, Net</td>
<td>439,962</td>
</tr>
<tr>
<td>Decrease in Inventory</td>
<td>16,889</td>
</tr>
<tr>
<td>Increase in Prepaid and Other Assets</td>
<td></td>
</tr>
<tr>
<td>Decrease in Deferred Revenue</td>
<td>(191,138)</td>
</tr>
<tr>
<td>Increase (Decrease) in Payables and Accruals</td>
<td></td>
</tr>
<tr>
<td>Increase in Deposits Payable</td>
<td></td>
</tr>
<tr>
<td>Net Cash Provided by (Used in) Operating Activities $ (6,925)</td>
<td>67,369</td>
</tr>
</tbody>
</table>

See accompanying Notes to the Financial Statements.
<table>
<thead>
<tr>
<th>Total</th>
<th>Internal Service Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>(4,734,948)</td>
<td>(737,848)</td>
</tr>
<tr>
<td>4,140,920</td>
<td></td>
</tr>
<tr>
<td>136</td>
<td></td>
</tr>
<tr>
<td>538,328</td>
<td>2,864</td>
</tr>
<tr>
<td>16,889</td>
<td></td>
</tr>
<tr>
<td>(13,135)</td>
<td></td>
</tr>
<tr>
<td>(32,150)</td>
<td></td>
</tr>
<tr>
<td>(92,613)</td>
<td>1,054,831</td>
</tr>
<tr>
<td>160,567</td>
<td></td>
</tr>
<tr>
<td>(16,006)</td>
<td>319,847</td>
</tr>
</tbody>
</table>
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Fiduciary Net Position - Pension Trust and Agency Funds

April 30, 2014

<table>
<thead>
<tr>
<th>Assets</th>
<th>Pension Trust Funds</th>
<th>Agency Fund Rd TIF</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and Cash Equivalents</td>
<td>$ 2,623,972</td>
<td>1,109,345</td>
</tr>
<tr>
<td>Investments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Certificate of Deposit</td>
<td></td>
<td></td>
</tr>
<tr>
<td>U.S. Treasury Securities</td>
<td>14,155,489</td>
<td></td>
</tr>
<tr>
<td>U.S. Agency Securities</td>
<td>21,120,430</td>
<td></td>
</tr>
<tr>
<td>Municipal Bonds</td>
<td>3,327,951</td>
<td></td>
</tr>
<tr>
<td>Corporate Bonds</td>
<td>7,614,715</td>
<td></td>
</tr>
<tr>
<td>Mutual Funds</td>
<td>27,099,607</td>
<td></td>
</tr>
<tr>
<td>Common and Preferred Stock</td>
<td>18,529,334</td>
<td></td>
</tr>
<tr>
<td>Accrued Interest Receivable</td>
<td>397,890</td>
<td></td>
</tr>
<tr>
<td>Due from Village</td>
<td>2,204,898</td>
<td></td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>97,074,286</td>
<td>1,109,345</td>
</tr>
</tbody>
</table>

| Liabilities                         |                     |                    |
| Other Payables                      | 70,759              | 1,109,345          |

| Net Position                         |                     |                    |
| Held in Trust for Pension Benefits   | $ 97,003,527        | -                  |

See accompanying Notes to the Financial Statements.
VILLAGE OF BOLINGBROOK, ILLINOIS

Statement of Changes in Fiduciary Net Position - Pension Trust Funds

Year Ended April 30, 2014

<table>
<thead>
<tr>
<th>Description</th>
<th>Pension Trust Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Additions</td>
<td></td>
</tr>
<tr>
<td>Contributions</td>
<td></td>
</tr>
<tr>
<td>Employer</td>
<td>$3,220,845</td>
</tr>
<tr>
<td>Plan Members</td>
<td>1,945,832</td>
</tr>
<tr>
<td></td>
<td>5,166,677</td>
</tr>
<tr>
<td>Investment Earnings</td>
<td></td>
</tr>
<tr>
<td>Investment Income</td>
<td>6,118,676</td>
</tr>
<tr>
<td>Investment Fees</td>
<td>(458,986)</td>
</tr>
<tr>
<td></td>
<td>5,659,690</td>
</tr>
<tr>
<td>Total Additions</td>
<td>10,826,367</td>
</tr>
<tr>
<td>Deductions</td>
<td></td>
</tr>
<tr>
<td>Benefits and Refunds</td>
<td>6,327,735</td>
</tr>
<tr>
<td>Administration</td>
<td>140,619</td>
</tr>
<tr>
<td></td>
<td>6,468,354</td>
</tr>
<tr>
<td>Total Deductions</td>
<td></td>
</tr>
<tr>
<td>Change in Net Position</td>
<td>4,358,013</td>
</tr>
<tr>
<td>Net Position Held in Trust for Pension Benefits</td>
<td></td>
</tr>
<tr>
<td>May 1</td>
<td>92,645,514</td>
</tr>
<tr>
<td>April 30</td>
<td>$97,003,527</td>
</tr>
</tbody>
</table>

See accompanying Notes to the Financial Statements.
1. Summary of Significant Accounting Policies

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

A. Financial Reporting Entity

The Village's basic financial statements include all organizations, activities, functions, funds and component units for which the Village is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's Board, and either: (1) the Village's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the Village.

Blended within the reporting entity are:

Police and Firefighters' Pension Employees Retirement System - The Village's police and firefighter employees participate in the Police Pension Employees Retirement System (PPERS) and the Firefighters' Pension Employees Retirement System (FPERS). PPERS functions for the benefit of employees and is governed by a five-member pension Board. Two members are appointed by the Mayor, two are elected from the active members, and one from the retired members. FPERS is governed by a nine-member Board. The following comprise the FPERS Board: the Mayor, Village Clerk, Village Attorney, Fire Chief, Village Treasurer and four elected officers (three active members and one retired member). The Village, PPERS and FPERS are obligated to fund all PPERS and 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.

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements

The government-wide Statement of Net Position and Statement of Activities report the overall financial activity of the Village. Eliminations have been made to minimize the double-counting of internal activities of the Village. Interfund services provided and used are not eliminated in the process of consolidation. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Net Position presents the Village's non-fiduciary assets and liabilities with the differences reported in three categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position results when constraints placed on net position's use is either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position that does not meet the criteria of the two preceding categories.
1. Summary of Significant Accounting Policies (Cont.)

B. Government-wide and Fund Financial Statements (Cont.)

Government-wide Financial Statements (Cont.)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e. general government, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary Funds are excluded from the government-wide financial statements.

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (pension) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village’s funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds.

The Village administers the following major governmental funds:

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

Refuse and Recycling Fund – This fund is a special revenue fund that accounts for the collection of property taxes and expenditures for waste collection services.

2007 Bond Fund – This fund is a capital projects fund that accounts for the receipt and expenditure of the portion of the Series 2007 bond proceeds designated for capital improvements.

Debt Service Fund – This fund is a debt service fund used to account for the accumulation of resources for, and the payment of principal, interest and related costs of general obligation bonds.

The Village administers the following major proprietary (enterprise) funds:

Waterworks and Sewerage Fund – This fund accounts for the provision of wastewater services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and billing and collections.

Golf Course Fund – This fund accounts for the operation activities of a municipal golf course. Activities include, but are not limited to, course construction, including clubhouse and maintenance facilities, operations, maintenance and financing.

Airport Fund – Accounts for the operational activities of the municipal airport. Activities include, but are not limited to, administration, operations, construction, and maintenance.
1. Summary of Significant Accounting Policies (Cont.)

B. Government-wide and Fund Financial Statements (Cont.)

Fund Financial Statements (Cont.)

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

Trust Funds – The Village has two pension trust funds. These funds account for the activities of the Police Pension Employees Retirement System and the Firefighters’ Pension Employees Retirement System, both of which accumulate resources for pension benefit payments to qualified public safety employees.

Agency Fund – The Village’s Weber Road TIF Fund is used to account for assets held to pay future debt service for the Weber Road TIF District.

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

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

Debt Service Funds – Accounts for the Village’s accumulation of resources for, and the payment of, long-term debt, principal, interest, and related costs.

Capital Projects Funds – Accounts for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

The Village also has the following proprietary funds which are not considered major:

Americana Estates Fund – Accounts for the operational activities of Americana Estates. Activities include, but are not limited to, real estate development, marketing, sales, and administration.

Internal Service Fund – Accounts for the financing of goods or services provided by one department or agency to other departments or agencies of the government, on a cost-reimbursement basis. This fund reports the Village’s activity for employee/retiree health care and workers’ compensation.

C. Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Non-exchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, State-shared revenues and various State, Federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, State-shared revenues, and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.
1. Summary of Significant Accounting Policies (Cont.)

C. Measurement Focus and Basis of Accounting and Financial Statement Presentation (Cont.)

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred as under accrual accounting. However, compensated absences are recorded only when payment is due (upon employee retirement or termination). General capital asset acquisitions are reported as expenditures in governmental funds.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first; the unrestricted resources are used as they are needed. The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

D. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Village's proprietary fund types consider as cash equivalents all highly liquid investments with an original maturity of three months or less when purchased.

E. Investments

Investments are reported at fair value. Fair value is based on quoted market prices.

F. Inventory and Prepaid Expenses

Inventories are accounted for at cost using the first-in, first-out method. Inventories are accounted for under the consumption method whereby acquisitions are recorded in inventory accounts initially and charged as expenditures when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses under the consumption method.
1. Summary of Significant Accounting Policies (Cont.)

G. Capital Assets

Capital assets which include property, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Village defines capital assets as assets with an estimated useful life in excess of one year and an initial individual cost of more than:

- $75,000 Sanitary Sewer Network
- $50,000 Roadway Network
- $50,000 Storm Sewer Network
- $25,000 Software
- $25,000 Land
- $20,000 Building improvements
- $20,000 Land improvements
- $15,000 Buildings
- $5,000 Equipment

All purchased capital assets are recorded at cost where historical records are available or at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets’ lives is not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the phase of capital assets of business-type activities is capitalized.

All reported capital assets except land, site improvements, and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. The following estimated useful lives are used to compute depreciation on a straight-line basis:

- Land Improvements: 50 years
- Infrastructure: 40 years
- Buildings: 50 years
- Machinery and Equipment: 5-20 years

Gains or losses from sales or retirements of capital assets are included in operating expenses on the Statement of Activities.

H. Vacation and Sick Leave

Vacation and sick leave are recorded in governmental funds when due (upon employee retirement or termination). Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, an expenditure/expense is reported and a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as “terminal leave” at retirement.

I. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, pension and other obligations, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed in the period incurred.
1. Summary of Significant Accounting Policies (Cont.)

I. Long-Term Obligations (Cont.)

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

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Enterprise funds individually account for and service the applicable debt that benefits those funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year.

J. Golf Course Fund Deposits Payable/Deferred Revenue

The Golf Course Fund liabilities include deposits held for future outings or events totaling $980,321 at April 30, 2014, and deferred revenue related to annual passes, gift certificates and the training facility totaling $126,182, $95,294 and $21,899, respectively.

K. Deferred Outflows/Inflows of Resources

The Village reports deferred outflows of resources on its Statement of Net Position and governmental fund balance sheet. Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village only has one item that qualifies for reporting in this category; it is the unamortized loss on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price.

The Village reports deferred inflows of resources on its Statement of Net Position. Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village has only one type of item that qualifies for reporting in this category. Accordingly, the item, unavailable property taxes, is reported in the Statement of Net Position and the governmental funds Balance Sheet. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

L. Fund Equity/Net Position

There are five classifications of fund balance:

(1) Nonspendable – amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

(2) Restricted – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government) through constitutional provisions or by enabling legislation.
1. Summary of Significant Accounting Policies (Cont.)

L. Fund Equity/Net Position (Cont.)

(3) Committed – amounts constrained to specific purpose by a government itself, using its highest level of decision-making authority (the passage of an ordinance). To be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action (the passage of another ordinance) to remove or change the constraint.

(4) Assigned – amounts a government intends to use for a specific purpose. Intent can be expressed by the Finance Director.

(5) Unassigned – amounts that are available for any purpose. These amounts are only reported in the General Fund.

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

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

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

The Village did not report any committed or assigned fund balance at April 30, 2014.

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

<table>
<thead>
<tr>
<th>Fund</th>
<th>Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Internal Service Fund</td>
<td>$9,683,570</td>
</tr>
<tr>
<td>Road and Bridge Fund (Nonmajor Special Revenue)</td>
<td>365,898</td>
</tr>
<tr>
<td>Community Development Block Grant Fund (Nonmajor Special Revenue)</td>
<td>4,167</td>
</tr>
<tr>
<td>2002 Bond Fund (Nonmajor Capital Projects)</td>
<td>1,394,051</td>
</tr>
</tbody>
</table>

M. Accounting Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.
1. Summary of Significant Accounting Policies (Cont.)

N. Interfund Transactions

The Village has the following types of transactions between funds:

**Loans** are amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings, and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide Statement of Net Position, except for amounts between similar activities, which have been eliminated.

**Services provided and used** are sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund Balance Sheets or as internal balances in the government-wide Statement of Net Position.

**Reimbursements** are repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

**Transfers** are flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

2. Legal Compliance

Budgets

All departments of the Village submit requests for appropriation to the Village’s Budget Manager so that a budget may be prepared. The budget is prepared by fund, function and activity, 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, Debt Service (except the Westside Storm Sewer Management Fund), Waterworks and Sewerage, Golf Course, and Pension Trust Funds. Budgets are adopted on a basis consistent with generally accepted accounting principles.

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 Budget Officer is authorized to transfer budgeted amounts between departments within any fund; however, the governing body must approve any revisions that alter the total expenditures of any fund.

The budget may be amended by the governing body and was amended during the year.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, a supplementary appropriation was necessary.
3. Deposits and Investments

State statutes authorize the Village to make deposits and investments in obligations of the United States Treasury and certain of its agencies, federally insured commercial banks, insured credit unions located within the State, repurchase agreements, short-term obligations (180 days) of corporations organized in the U.S. with assets exceeding $500 million and rated within the three highest classifications by at least two standard rating services at the time of purchase, a Public Treasurer's Investment Pool created under Section 17 of the State Treasurer Act, a fund managed, operated and administered by a bank, subsidiary of a bank, or subsidiary of a bank holding company, obligations of the State of Illinois and its political subdivisions and money market mutual funds registered under the Investment Company Act of 1940, provided the portfolio of such funds is limited to obligations described above. Pension funds may also invest in certain non-U.S. obligations and Illinois life insurance company general and separate accounts and domestic equities.

The Illinois Funds Money Market Fund is an external investment pool developed and implemented in 1975 by the Illinois General Assembly under the jurisdiction of the Illinois State Treasurer, who has regulatory oversight for the pool. The Fund is not registered with the SEC and has an affirmed AAAm Standard & Poor's credit quality rating. The fair value of the positions in the pool is the same as the value of the pool shares. The yield on the Fund was .012% at April 30, 2014. The Fund issues a publicly available financial report. That report may be obtained by writing to the Office of the State Treasurer, Illinois Funds Administrative Office, 300 W. Jefferson Street, Springfield, Illinois 62702.

The Illinois Metropolitan Investment Fund (IMET) Convenience Fund is a short-term money market instrument developed and implemented in 2003 by public entities as a cooperative endeavor under the jurisdiction of the IMET Board of Trustees. The Board controls the Fund and is responsible for policy formation and administrative oversight. The Fund is not registered with the SEC or rated by a credit rating agency. All pool shares are either FDIC insured or collateralized at 110%. The collateral is held in the name of IMET at the Federal Reserve Bank of New York. The fair value of the positions in the pool is the same as the value of the pool shares. The yield on the Fund was .34% at April 30, 2014. IMET issues a publicly available financial report. That report may be obtained at www.investimet.com or by writing IMET, 1220 Oak Brook Road, Oak Brook, Illinois 60523.

A. Deposits

The carrying amount of cash deposits at financial institutions, excluding the Pension Trust and Agency Funds, was $12,974,874 at April 30, 2014, while the bank balances were $12,957,456. All of the bank balances, except for $609,755, were either insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized with securities of the U.S. government or with letters of credit issued by the Federal Home Loan Bank held in the Village's name by financial institutions acting as the Village's agent. Cash on hand at April 30, 2014 was $23,266.

At April 30, 2014, the Weber Road TIF Agency Fund's carrying amount of cash and cash equivalents and the related bank balances were $1,109,345. $859,256 of the bank balance was not insured by the Federal Deposit Insurance Corporation (FDIC) nor collateralized with securities of the U.S. government or with letters of credit issued by the Federal Home Loan Bank held in the Village's name by financial institutions acting as the Village's agent.

At April 30, 2014, the Police and Firefighters’ Pension Trust Funds' carrying amount of cash deposits with banks were $924,230 and $1,699,742, respectively. The bank balances were $927,908 and $1,703,078, respectively. All of the bank balances were either insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized with securities of the U.S. government or with letters of credit issued by the Federal Home Loan Bank held in the Village's name by financial institutions acting as the Village's agent.
3. Deposits and Investments (Cont.)

A. Deposits (Cont.)

Certificates of Deposit

Certificates of deposits, excluding the Pension Trust Funds, totaled $3,529,544 at April 30, 2014. The certificates of deposits, except for $1,142 from the Village certificates of deposits, were fully collateralized.

B. Investments (Excluding Pension Trust Funds)

Statutes authorize the Village to make deposits or invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or by 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, and the Illinois Funds. Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporation's tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivision, stocks, mutual funds, and Illinois insurance companies' general and separate accounts.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Village's investments at April 30, 2014.

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Value</th>
<th>One Year</th>
<th>Years</th>
<th>Years</th>
<th>10 Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Treasury Securities</td>
<td>$ 4,997,571</td>
<td>1,557,505</td>
<td>3,440,066</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal Farm Credit Bank</td>
<td>882,441</td>
<td>882,441</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal National Mortgage Association</td>
<td>4,288,236</td>
<td>753,172</td>
<td>2,917,660</td>
<td>3,027</td>
<td>614,377</td>
</tr>
<tr>
<td>Federal Home Loan Bank</td>
<td>4,835,072</td>
<td>986,684</td>
<td>3,848,388</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal Home Loan Mortgage Corporation</td>
<td>2,705,810</td>
<td>546,458</td>
<td>1,161,121</td>
<td>279,506</td>
<td>718,725</td>
</tr>
<tr>
<td>Government National Mortgage Association</td>
<td>10,175,273</td>
<td>537,430</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Government Backed Securities</td>
<td>787,498</td>
<td>250,068</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Investments</td>
<td>28,671,901</td>
<td>4,976,328</td>
<td>11,904,665</td>
<td>282,533</td>
<td>11,508,375</td>
</tr>
<tr>
<td>Investments Not Sensitive to Interest Rate Risk - Money Market Funds</td>
<td>29,629,855</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

$ 58,301,756
B. Investments (Excluding Pension Trust Funds) (Cont.)

**Interest Rate Risk** – This is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Village's investment policy does not specifically address interest rate risk. However, the Village structures its investment portfolio so that securities mature to meet cash requirements for ongoing operations and special projects, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter term securities, money market mutual funds, or similar investment pools.

**Credit Risk** – Generally, credit risk is the risk that an issuer of a debt type instrument will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. Government securities or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk exposure.

The Village's general investment policy is to apply the prudent-person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital and, in general, avoid speculative investments.

Credit ratings for the Village's investments in debt securities as described by Standard & Poor's and Moody's at April 30, 2014 are as follows:

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Standard and Poor's Rating</th>
<th>Moody's Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Treasury Securities</td>
<td>N/A</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Farm Credit Bank</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal National Mortgage Association</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Home Loan Bank</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Home Loan Mortgage Corporation</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Government National Mortgage Association</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
</tbody>
</table>

**Custodial Credit Risk** – For investments, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Village's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Village investment. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization.

C. Police Pension Fund's Investments

The Police Pension Fund is authorized to invest in bonds, notes, and other obligations of the U.S. government; corporate debentures and obligations; insured mortgage notes and loans; common and preferred stocks; stock options; and other investment vehicles as set forth in the Illinois Compiled Statutes.

The Police Pension Fund's policy is to provide for liquidity requirements, while protecting the principal of the fund and achieving the greatest rate of return while investing in permitted assets.
3. Deposits and Investments (Cont.)

C. Police Pension Fund's Investments (Cont.)

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Police Pension Fund’s investments at April 30, 2014:

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Fair Value</th>
<th>Less Than 1 Year</th>
<th>1 to 5 Years</th>
<th>6 to 10 Years</th>
<th>More Than 10 Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Treasury Securities</td>
<td>$ 8,071,854</td>
<td>1,361,169</td>
<td>5,720,097</td>
<td>550,302</td>
<td>440,286</td>
</tr>
<tr>
<td>Government National Mortgage Association</td>
<td>19,472</td>
<td>19,472</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal National Mortgage Association</td>
<td>3,605,199</td>
<td>3,119,212</td>
<td>485,987</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal Farm Credit Bank</td>
<td>4,466,098</td>
<td>522,097</td>
<td>2,036,864</td>
<td>1,627,919</td>
<td>279,218</td>
</tr>
<tr>
<td>Federal Home Loan Mortgage Corporation</td>
<td>3,148,813</td>
<td>1,243,041</td>
<td>1,905,772</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal Home Loan Bank</td>
<td>6,445,461</td>
<td>557,904</td>
<td>2,471,455</td>
<td>3,170,911</td>
<td>245,191</td>
</tr>
<tr>
<td>Municipal Bonds</td>
<td>2,973,155</td>
<td>1,483,196</td>
<td>1,227,472</td>
<td>262,487</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>28,730,052</strong></td>
<td><strong>2,441,170</strong></td>
<td><strong>16,093,337</strong></td>
<td><strong>8,968,363</strong></td>
<td><strong>1,227,182</strong></td>
</tr>
</tbody>
</table>

Investments Not Sensitive to Interest Rate Risk -
Mutual Funds                             | 17,436,568 |
Common and Preferred Stock               | 3,615,381  |
**Total Investments**                    | **49,782,001** |

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

**Credit Risk** – The Police Pension Fund's policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provision of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. Government or any agency or instrumentality thereof, or to corporate and municipal issues. The Board, at its discretion, may impose a higher standard on an individual investment manager basis as circumstances and objectives dictate.
3. Deposits and Investments (Cont.)

C. Police Pension Fund’s Investments (Cont.)

Credit Risk (Cont.) –

Credit ratings for the Fund’s investments in debt securities as described by Standard & Poor’s and Moody’s at April 30, 2014 are as follows:

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Standard and Poor’s Rating</th>
<th>Moody’s Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Treasury Securities</td>
<td>N/A</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Government National Mortgage Association</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal National Mortgage Association</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Farm Credit Bank</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Home Loan Mortgage Corporation</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Home Loan Bank</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Municipal Bonds</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
</tbody>
</table>

Custodial Credit Risk – For investments, this is the risk that, in the event of failure of the counterparty, the Police Pension Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Police Pension Fund’s investment policy does not address custodial credit risk.

D. Firefighters’ Pension Fund’s Investments

The Firefighters’ Pension Fund is authorized to invest in bonds, notes and other obligations of the U.S. Government; corporate debentures and obligations; insured mortgage notes and loans; common and preferred stocks; stock options; and other investment vehicles as set forth in the Illinois Compiled Statutes.

The Firefighters’ Pension Fund’s policy is to provide for liquidity requirements, while protecting the principal of the fund and achieving the greatest rate of return while investing in authorized assets.
3. Deposits and Investments (Cont.)

D. Firefighters’ Pension Fund’s Investments (Cont.)

The following schedule reports the fair value and maturities (using the segmented time distribution method) for the Firefighters’ Pension Fund investments at April 30, 2014:

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Fair Value</th>
<th>Less Than 1 Year</th>
<th>1 to 5 Years</th>
<th>6 to 10 Years</th>
<th>More Than 10 Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Treasury Securities</td>
<td>$6,083,635</td>
<td>1,014,075</td>
<td>3,058,266</td>
<td>1,834,848</td>
<td>176,446</td>
</tr>
<tr>
<td>Government National Mortgage Association</td>
<td>175,183</td>
<td></td>
<td>3,647</td>
<td>3,238</td>
<td>168,298</td>
</tr>
<tr>
<td>Federal Home Loan Mortgage Corporation</td>
<td>681,762</td>
<td>101,013</td>
<td>275,926</td>
<td>304,823</td>
<td></td>
</tr>
<tr>
<td>Federal National Mortgage Association</td>
<td>2,578,442</td>
<td>945,993</td>
<td>980,838</td>
<td>125,231</td>
<td>526,380</td>
</tr>
<tr>
<td>Municipal Bonds</td>
<td>354,796</td>
<td></td>
<td>275,898</td>
<td>78,898</td>
<td></td>
</tr>
<tr>
<td>Corporate Bonds</td>
<td>7,614,715</td>
<td>652,056</td>
<td>3,785,105</td>
<td>2,726,872</td>
<td>450,682</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>17,488,533</strong></td>
<td><strong>2,713,137</strong></td>
<td><strong>8,379,680</strong></td>
<td><strong>5,073,910</strong></td>
<td><strong>1,321,806</strong></td>
</tr>
</tbody>
</table>

Investments Not Sensitive to Interest Rate Risk - Mutual Funds

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Fair Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mutual Funds</td>
<td>9,663,039</td>
</tr>
</tbody>
</table>

**Total Investments** $42,065,525

The following limits as to maturity have been established related to fixed income securities by the Firefighters’ Pension Fund’s investment policy:

<table>
<thead>
<tr>
<th>Maturity</th>
<th>Percent of Portfolio</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 - 1 Year</td>
<td>9% - 20%</td>
</tr>
<tr>
<td>1 - 5 Years</td>
<td>10% - 40%</td>
</tr>
<tr>
<td>6 - 10 Years</td>
<td>20% - 60%</td>
</tr>
<tr>
<td>10+ Years</td>
<td>5% - 25%</td>
</tr>
</tbody>
</table>

The intention of the adoption of these ranges is to provide guidelines and be accomplished as the market conditions permit. As of April 30, 2014, 15.51% of the portfolio was less than one year, 47.92% of the portfolio was between 1-5 years, 29.01% of the portfolio was between 6-10 years, and 7.56% of the portfolio was over 10 years.
3. Deposits and Investments (Cont.)

D. Firefighters’ Pension Fund’s Investments (Cont.)

**Interest Rate Risk** – This is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Firefighters’ Pension Fund’s investment policy states that to minimize the risk of large losses caused by highly volatile changes in interest rates, a proper diversification of maturities should occur by laddering the fixed income portfolio.

**Credit Risk** – The Firefighters’ Pension Fund's policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provision of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. Government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality, i.e., at the time of purchases, rated no lower than "BBB" by Standard & Poor's. The Board, at its discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

Credit ratings for the Firefighters’ Pension Fund's investments in debt securities as described by Standard & Poor's and Moody's at April 30, 2014 are as follows:

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Standard and Poor's Rating</th>
<th>Moody's Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Treasury Securities</td>
<td>N/A</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Government National Mortgage Association</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Farm Credit Bank</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal Home Loan Mortgage Corporation</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Federal National Mortgage Association</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>HUD Bond</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Other U.S. Government Agencies</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
<tr>
<td>Municipal Bonds</td>
<td>AA+</td>
<td>AAA/Aaa</td>
</tr>
</tbody>
</table>

Corporate Bond investments held by the Firefighters’ Pension Fund are each individually rated greater than “BBB” by Standard and Poor’s.

**Custodial Credit Risk** – For investments, this is the risk that, in the event of failure of the counterparty, the Firefighters’ Pension Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Firefighters' Pension Fund's investment policy does not address custodial credit risk. As of April 30, 2014, the Fire Pension Fund has $42,062,525 of uncollateralized investments.
3. Deposits and Investments (Cont.)

E. Reconciliation of Footnotes to Statements

<table>
<thead>
<tr>
<th>Account</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Village Cash Deposits</td>
<td>$12,974,874</td>
</tr>
<tr>
<td>Village Cash on Hand</td>
<td>23,266</td>
</tr>
<tr>
<td>Village Certificates of Deposits</td>
<td>3,529,544</td>
</tr>
<tr>
<td>Village Investments</td>
<td>28,671,901</td>
</tr>
<tr>
<td>Village Money Market Funds</td>
<td>29,629,855</td>
</tr>
<tr>
<td>Agency Fund Cash Deposits</td>
<td>1,109,345</td>
</tr>
<tr>
<td>Pension Cash Deposits</td>
<td>2,623,972</td>
</tr>
<tr>
<td>Police Pension Fund Investments</td>
<td>49,782,001</td>
</tr>
<tr>
<td>Firefighters’ Pension Fund Investments</td>
<td>42,065,525</td>
</tr>
<tr>
<td><strong>Total Per Footnote</strong></td>
<td><strong>$170,410,283</strong></td>
</tr>
</tbody>
</table>

Cash and Investments Per Statement of Net Position

<table>
<thead>
<tr>
<th>Account</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Agency Fund Cash</td>
<td>$74,829,440</td>
</tr>
<tr>
<td>Pension Cash and Investments</td>
<td>94,471,498</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$170,410,283</strong></td>
</tr>
</tbody>
</table>

4. Property Taxes

Property taxes for 2013 attach as an enforceable lien on January 1, 2013 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2014, and are payable in two installments on or about June 1, 2014 and September 1, 2014. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 2% of the tax levy, to reflect actual collection experience. The property tax revenue in the current year financial statements represents collection of the 2012 property tax levy.
## 5. Capital Assets

### A. Governmental Activities

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

<table>
<thead>
<tr>
<th></th>
<th>Balances May 1</th>
<th>Additions</th>
<th>Deletions</th>
<th>Balances April 30</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Capital Assets Not Being Depreciated</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land</td>
<td>$186,116,608</td>
<td></td>
<td></td>
<td>$186,116,608</td>
</tr>
<tr>
<td>Construction in Progress</td>
<td>8,196,836</td>
<td>1,593,941</td>
<td>6,713,383</td>
<td>3,077,394</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>194,313,444</td>
<td>1,593,941</td>
<td>6,713,383</td>
<td>189,194,002</td>
</tr>
<tr>
<td><strong>Capital Assets Being Depreciated</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land Improvements</td>
<td>14,659,455</td>
<td></td>
<td></td>
<td>14,659,455</td>
</tr>
<tr>
<td>Infrastructure</td>
<td>135,478,609</td>
<td>14,669,051</td>
<td></td>
<td>150,147,660</td>
</tr>
<tr>
<td>Buildings</td>
<td>45,240,781</td>
<td></td>
<td></td>
<td>45,240,781</td>
</tr>
<tr>
<td>Machinery and Equipment</td>
<td>16,580,774</td>
<td>2,704,997</td>
<td>401,135</td>
<td>18,884,636</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>211,959,619</td>
<td>17,374,048</td>
<td>401,135</td>
<td>228,932,532</td>
</tr>
<tr>
<td>Accumulated Depreciation</td>
<td>(91,296,577)</td>
<td>(7,777,978)</td>
<td>350,270</td>
<td>(98,724,285)</td>
</tr>
<tr>
<td><strong>Total Capital Assets Being Depreciated, Net</strong></td>
<td>120,663,042</td>
<td>9,596,070</td>
<td>50,865</td>
<td>130,208,247</td>
</tr>
<tr>
<td><strong>Governmental Activities Capital Assets, Net</strong></td>
<td>$314,976,486</td>
<td>11,190,011</td>
<td>6,764,248</td>
<td>319,402,249</td>
</tr>
</tbody>
</table>
5. Capital Assets (Cont.)

B. Business-Type Activities

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

<table>
<thead>
<tr>
<th></th>
<th>Balances May 1</th>
<th>Additions</th>
<th>Deletions</th>
<th>Balances April 30</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital Assets Not Being Depreciated</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land</td>
<td>$57,349,769</td>
<td></td>
<td></td>
<td>$57,349,769</td>
</tr>
<tr>
<td>Construction in Progress</td>
<td>16,214,665</td>
<td>226,976</td>
<td></td>
<td>16,441,641</td>
</tr>
<tr>
<td></td>
<td>73,564,434</td>
<td>226,976</td>
<td>-</td>
<td>73,791,410</td>
</tr>
<tr>
<td>Capital Assets Being Depreciated</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land Improvements</td>
<td>2,527,732</td>
<td></td>
<td></td>
<td>2,527,732</td>
</tr>
<tr>
<td>Infrastructure</td>
<td>135,248,442</td>
<td></td>
<td></td>
<td>135,248,442</td>
</tr>
<tr>
<td>Buildings</td>
<td>42,613,735</td>
<td></td>
<td></td>
<td>42,613,735</td>
</tr>
<tr>
<td>Equipment</td>
<td>15,530,137</td>
<td>147,051</td>
<td></td>
<td>15,383,086</td>
</tr>
<tr>
<td>Vehicles</td>
<td>979,871</td>
<td></td>
<td></td>
<td>979,871</td>
</tr>
<tr>
<td></td>
<td>196,899,917</td>
<td>-</td>
<td>147,051</td>
<td>196,752,866</td>
</tr>
<tr>
<td>Accumulated Depreciation</td>
<td>(71,478,448)</td>
<td>(4,140,920)</td>
<td></td>
<td>(75,501,726)</td>
</tr>
<tr>
<td>Total Capital Assets Being Depreciated, Net</td>
<td>125,421,469</td>
<td>(4,140,920)</td>
<td>29,409</td>
<td>121,251,140</td>
</tr>
<tr>
<td>Business-Type Activities Capital Assets, Net</td>
<td>$198,985,903</td>
<td>(3,913,944)</td>
<td>29,409</td>
<td>195,042,550</td>
</tr>
</tbody>
</table>

C. Depreciation Charged to Functions/Activities

Depreciation was charged to functions/activities as follows:

<table>
<thead>
<tr>
<th></th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Government</td>
<td>$378,575</td>
<td></td>
</tr>
<tr>
<td>Public Safety</td>
<td>1,261,087</td>
<td></td>
</tr>
<tr>
<td>Public Works</td>
<td>6,138,316</td>
<td></td>
</tr>
<tr>
<td>Waterworks and Sewerage</td>
<td></td>
<td>3,167,293</td>
</tr>
<tr>
<td>Golf Course</td>
<td></td>
<td>785,350</td>
</tr>
<tr>
<td>Airport</td>
<td></td>
<td>161,177</td>
</tr>
<tr>
<td>Americana Estates</td>
<td></td>
<td>27,100</td>
</tr>
<tr>
<td></td>
<td>$7,777,978</td>
<td>4,140,920</td>
</tr>
</tbody>
</table>
VILLAGE OF BOLINGBROOK, ILLINOIS

Notes to the Financial Statements
April 30, 2014

5. Capital Assets (Cont.)

D. Commitments

The Village has certain contracts for construction projects which were in progress as of April 30, 2014. The remaining commitments are as follows:

- Route 126 Interchange: $311,527
- Lily Cache (Quadrangle-Schmidt): $855,595
- Lily Cache (Creekside-Veterans): $422,357

6. Long-Term Obligations

The following is a summary of changes to the Village’s long-term debt for the fiscal year:

<table>
<thead>
<tr>
<th>Description</th>
<th>May 1</th>
<th>Additions</th>
<th>Accretion</th>
<th>Reductions</th>
<th>April 30</th>
<th>One Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Governmental Activities</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1995A General Obligation Bonds</td>
<td>$375,000</td>
<td></td>
<td>180,000</td>
<td>195,000</td>
<td>195,000</td>
<td></td>
</tr>
<tr>
<td>1999B Capital Appreciation Bonds</td>
<td>7,411,018</td>
<td>9,631</td>
<td>7,420,649</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1999C Capital Appreciation Bonds</td>
<td>30,244,877</td>
<td>1,619,840</td>
<td>665,000</td>
<td>31,199,717</td>
<td>935,000</td>
<td></td>
</tr>
<tr>
<td>2002B Capital Appreciation Bonds</td>
<td>39,900,314</td>
<td>1,674,264</td>
<td>12,500,730</td>
<td>29,073,848</td>
<td>15,000</td>
<td></td>
</tr>
<tr>
<td>2006A General Obligation Bonds</td>
<td>47,730,000</td>
<td></td>
<td>4,910,000</td>
<td>42,820,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2006B Capital Appreciation Bonds</td>
<td>18,363,341</td>
<td>890,680</td>
<td>2,507,558</td>
<td>16,746,463</td>
<td>1,875,000</td>
<td></td>
</tr>
<tr>
<td>2007 General Obligation Bonds</td>
<td>41,815,000</td>
<td></td>
<td></td>
<td>41,815,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2010A General Obligation Bonds</td>
<td>23,200,000</td>
<td></td>
<td></td>
<td>23,200,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2010B General Obligation Bonds</td>
<td>4,235,000</td>
<td></td>
<td>190,000</td>
<td>4,045,000</td>
<td>260,000</td>
<td></td>
</tr>
<tr>
<td>2013A General Obligation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current Interest Bonds</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Appreciation Bonds</td>
<td>22,644,257</td>
<td>1,278,001</td>
<td>23,922,258</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bond Discount</td>
<td>(593,813)</td>
<td>(23,997)</td>
<td>(569,816)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bond Premium</td>
<td>1,165,604</td>
<td>686,997</td>
<td>1,791,940</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Compensated Absences</td>
<td>6,035,717</td>
<td>3,521,355</td>
<td>6,758,569</td>
<td>3,360,508</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net Pension Obligation - IMRF</td>
<td>159,738</td>
<td>3,416</td>
<td>163,154</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net Pension Obligations - Other</td>
<td>8,137,547</td>
<td>2,021,637</td>
<td>10,159,184</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net Post-retirement Obligation</td>
<td>5,489,169</td>
<td>1,518,587</td>
<td>7,007,756</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Property Tax Refund Payable</td>
<td>627,739</td>
<td>209,246</td>
<td>418,493</td>
<td>209,246</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td><strong>$ 234,296,251</strong></td>
<td><strong>37,651,249</strong></td>
<td><strong>5,472,416</strong></td>
<td><strong>31,418,350</strong></td>
<td><strong>246,001,566</strong></td>
<td><strong>6,849,754</strong></td>
</tr>
</tbody>
</table>

Business-Type Activities

<table>
<thead>
<tr>
<th>Description</th>
<th>May 1</th>
<th>Additions</th>
<th>Accretion</th>
<th>Reductions</th>
<th>April 30</th>
<th>One Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital Leases Payable</td>
<td>$591,111</td>
<td></td>
<td>139,474</td>
<td>451,637</td>
<td>144,270</td>
<td></td>
</tr>
<tr>
<td>Compensated Absences</td>
<td>343,122</td>
<td>133,971</td>
<td>184,900</td>
<td>292,193</td>
<td>171,107</td>
<td></td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td><strong>$ 934,233</strong></td>
<td><strong>133,971</strong></td>
<td></td>
<td><strong>324,374</strong></td>
<td><strong>743,830</strong></td>
<td><strong>315,377</strong></td>
</tr>
</tbody>
</table>

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6. Long-Term Obligations (Cont.)

A. General Obligation/Capital Appreciation Bonds

On March 3, 2010, the Village issued $23,200,000 of General Obligation Refunding Bonds, Series 2010A. The balance outstanding at April 30, 2014 is $23,200,000. The bonds are to be retired in annual installments ranging from $770,000 to $3,485,000 commencing January 1, 2022 and continuing through January 1, 2035. Interest is payable semiannually at rates ranging from 4.00% to 5.00%. The bonds are to be paid out of the Debt Service Fund.

On March 3, 2010, the Village issued $4,235,000 of General Obligation Bonds, Series 2010B. The balance outstanding at April 30, 2014 is $4,045,000. The bonds are to be retired in annual installments ranging from $260,000 to $975,000 commencing January 1, 2015 and continuing through January 1, 2021. Interest is payable semiannually at rates ranging from 3.25% to 4.00%. The bonds are to be paid out of the Debt Service Fund.

On December 27, 2007, the Village issued $41,815,000 of General Obligation Bonds. The bonds are to be retired in annual installments ranging from $3,880,000 to $5,365,000, beginning January 1, 2029 through January 1, 2037. Interest is payable semiannually at 5.00%. The bonds are payable from the Debt Service Fund.

On June 15, 2006, the Village issued $47,730,000 of General Obligation Bonds Series 2006A. On June 6, 2013, a portion of these bonds totaling $4,910,000 was refunded with proceeds from the General Obligation Bonds, Series 2013A. The remaining outstanding bonds totaling $42,820,000 at April 30, 2014 are to be retired in annual installments ranging from $200,000 to $20,000,000, beginning January 1, 2024 through January 1, 2038. Interest is payable semiannually with interest ranging from 4.625% to 5.00%. The bonds are payable from the Debt Service Fund.

On June 15, 2006, the Village issued $13,808,210 of General Obligation Capital Appreciation Bonds Series 2006B. On June 6, 2013, a portion of these bonds totaling $907,558 was refunded with proceeds from the General Obligation Bonds, Series 2013A. The remaining outstanding bonds totaling $16,746,463 at April 30, 2014 are to be retired in annual installments ranging from $1,875,000 to $2,230,000, beginning January 1, 2015 through January 1, 2024. Interest is payable semiannually with interest ranging from 4.10% to 5.13%. The bonds are payable from the Debt Service Fund.

On April 1, 2002, the Village issued $60,719,292 of General Obligation Corporate Purpose Capital Appreciation Bonds. On June 15, 2006, a portion of these bonds totaling $35,385,000 was refunded with proceeds from the General Obligation Bonds, Series 2006A. On March 3, 2010, a portion of the bonds totaling $3,405,000 was refunded with proceeds from the General Obligation Refunding Bonds Series 2010A. On June 6, 2013, a portion of the bonds totaling $12,485,730 was refunded with proceeds from the General Obligation Refunding Bonds Series 2013A. The remaining outstanding bonds totaling $29,073,482 at April 30, 2014 are to be retired in annual installments ranging from $15,000 to $15,085,000, beginning January 1, 2015 and continuing through January 1, 2034. Interest accrues and is added to the principal balance due semiannually at rates ranging from 5.42% to 6.03%. The bonds are payable from the Debt Service Fund.

On May 1, 1999, the Village issued $14,345,924 of Capital Appreciation Bonds Series 1999C. The bonds, totaling $31,199,717 at April 30, 2014, are to be retired in annual installments ranging from $935,000 to $6,730,000, beginning January 1, 2015 through January 1, 2029. Interest accrues semiannually and is added to the principal balance due at rates ranging from 5.1% to 5.4%. The bonds are payable from the Debt Service Fund.
6. Long-Term Obligations (Cont.)

A. General Obligation/Capital Appreciation Bonds (Cont.)

On June 6, 2013, the Village issued $29,899,257 of General Obligation Refunding (Current Interest and Capital Appreciation) Bonds Series 2013A. The remaining outstanding bonds totaling $31,177,258 at April 30, 2014, are to be retired in annual installments ranging from $50,000 to $22,300,000, beginning January 1, 2019 through January 1, 2037. Interest is payable semiannually and is added to the principal balance due at rates ranging from 3.00% to 5.00%. The bonds are payable from the Debt Service Fund. Additional information regarding this refunding can be found in note 6F.

B. Compensated Absences

Compensated absences will be paid as they come due. They represent the amount outstanding for sick and vacation time at April 30, 2014, and will be paid from the fund where the employee's salary is paid.

C. General Obligation Tax Increment Financing Bonds

The Village also issues bonds when it pledges incremental tax income derived from a separately created tax increment financing district. These bonds are a direct obligation of the Village and are secured by the full faith and credit of the government. General obligation tax increment financing bonds current outstanding are as follows:

On May 25, 1995, the Village issued $2,000,000 of Beaconridge Tax Increment Revenue Bonds, Series 1995A, partially refunded with proceeds of 2010 bonds. The bonds, with a balance of $195,000 at April 30, 2014, are to be retired in the next fiscal year and are payable from the Debt Service Fund. Interest is payable semiannually at 6.0%.

D. Debt Service Requirements to Maturity – General Obligation Bonds

Annual debt service requirements to maturity for all governmental bond issues, excluding capital appreciation bonds, are as follows:

<table>
<thead>
<tr>
<th>Due in Fiscal Year</th>
<th>Principal</th>
<th>Interest</th>
<th>Total Debt Service</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>$ 455,000</td>
<td>4,473,334</td>
<td>4,928,334</td>
</tr>
<tr>
<td>2016</td>
<td>340,000</td>
<td>4,551,794</td>
<td>4,891,794</td>
</tr>
<tr>
<td>2017</td>
<td>440,000</td>
<td>5,703,234</td>
<td>6,143,234</td>
</tr>
<tr>
<td>2018</td>
<td>545,000</td>
<td>5,681,498</td>
<td>6,226,498</td>
</tr>
<tr>
<td>2019</td>
<td>720,000</td>
<td>5,654,575</td>
<td>6,374,575</td>
</tr>
<tr>
<td>2020-2024</td>
<td>6,220,000</td>
<td>27,612,097</td>
<td>33,832,097</td>
</tr>
<tr>
<td>2025-2029</td>
<td>20,640,000</td>
<td>24,930,094</td>
<td>45,570,094</td>
</tr>
<tr>
<td>2030-2034</td>
<td>39,980,000</td>
<td>17,607,318</td>
<td>57,587,318</td>
</tr>
<tr>
<td>2035-2038</td>
<td>49,990,000</td>
<td>7,218,125</td>
<td>57,208,125</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 119,330,000</strong></td>
<td><strong>103,432,069</strong></td>
<td><strong>222,762,069</strong></td>
</tr>
</tbody>
</table>
6. Long-Term Obligations (Cont.)

D. Debt Service Requirements to Maturity – General Obligation Bonds (Cont.)

Future payments and annual accretions for the Capital Appreciation Bonds for each of the next five fiscal years and in five-year increments thereafter are as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Accretion</td>
<td>Principal</td>
<td>Accretion</td>
</tr>
<tr>
<td>2015</td>
<td>$1,666,182</td>
<td>935,000</td>
<td>1,763,693</td>
</tr>
<tr>
<td>2016</td>
<td>1,699,855</td>
<td>1,225,000</td>
<td>1,863,051</td>
</tr>
<tr>
<td>2017</td>
<td>1,719,152</td>
<td>1,530,000</td>
<td>1,956,380</td>
</tr>
<tr>
<td>2018</td>
<td>1,722,140</td>
<td>1,860,000</td>
<td>2,044,985</td>
</tr>
<tr>
<td>2019</td>
<td>1,706,221</td>
<td>2,215,000</td>
<td>2,127,321</td>
</tr>
<tr>
<td>2020-2024</td>
<td>7,469,483</td>
<td>17,310,000</td>
<td>11,559,550</td>
</tr>
<tr>
<td>2025-2029</td>
<td>2,817,250</td>
<td>24,925,000</td>
<td>11,260,293</td>
</tr>
<tr>
<td>2030-2034</td>
<td></td>
<td></td>
<td>6,580,879</td>
</tr>
<tr>
<td></td>
<td>$18,800,283</td>
<td>50,000,000</td>
<td>39,156,152</td>
</tr>
</tbody>
</table>

Accreted Value at April 30, 2014: 31,199,717

Accreted Value at April 30, 2014:

<table>
<thead>
<tr>
<th>Fiscal Year Ending April 30,</th>
<th>2013A</th>
<th>Total Capital Appreciation Bonds</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Accretion</td>
<td>Principal</td>
</tr>
<tr>
<td>2015</td>
<td>$1,260,397</td>
<td>5,479,271</td>
</tr>
<tr>
<td>2016</td>
<td>1,326,567</td>
<td>5,628,115</td>
</tr>
<tr>
<td>2017</td>
<td>1,396,709</td>
<td>5,750,009</td>
</tr>
<tr>
<td>2018</td>
<td>1,470,246</td>
<td>5,843,697</td>
</tr>
<tr>
<td>2019</td>
<td>1,547,678</td>
<td>5,907,434</td>
</tr>
<tr>
<td>2020-2024</td>
<td>9,052,900</td>
<td>29,332,521</td>
</tr>
<tr>
<td>2025-2029</td>
<td>11,640,902</td>
<td>25,718,445</td>
</tr>
<tr>
<td>2030-2034</td>
<td>12,140,252</td>
<td>18,721,131</td>
</tr>
<tr>
<td>2035-2037</td>
<td>2,742,091</td>
<td>2,742,091</td>
</tr>
<tr>
<td></td>
<td>$42,577,742</td>
<td>105,122,714</td>
</tr>
</tbody>
</table>

Accreted Value at April 30, 2014: 23,922,258

Accreted Value at April 30, 2014: 100,942,286

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6. Long-Term Obligations (Cont.)

E. Junior Lien Tax Increment Variable Rate Demand Revenue Bonds – Non-commitment Debt

The Village issues bonds where it pledges incremental tax income derived from a separately created Weber Road Tax Increment Financing District.

On October 5, 2005, the Village issued $8,880,000 of Tax Increment Revenue Variable Rate Demand Revenue bonds. The bonds are to be retired in annual installments ranging from $475,000 to $1,045,000, beginning January 1, 2015 through January 1, 2025. Interest is payable semiannually at a variable rate.

At the discretion of the Village, with the consent of the developer and the bank, the Series 2005 bonds may bear interest at a weekly or flexible mode period. The length of the flexible mode will be set by the Village and must: (a) be at least one month long, and (b) end on the day preceding the first business day of a calendar month (or the final maturity of the Series 2005 bonds if the flexible period extends to the final maturity date), interest on the Series 2005 bonds in a weekly mode is payable on the first business day of each month. Interest on the Series 2005 bonds in a flexible mode period of at least six calendar months is payable on: (a) the first day of the sixth calendar month following, but including the month of, the conversion date, (b) the first day of each successive sixth calendar month, and (c) the business day following the end of such flexible period (or the final maturity of the Series 2005 bonds if the flexible period extends to the final maturity of the Series 2005 bonds). If a flexible mode period is shorter than six calendar months, interest is payable on the first business day of the calendar month immediately following the flexible mode period (or the final maturity of the Series 2005 bonds if the flexible period extends to the final maturity of the Series 2005 bonds). If applicable, interest is also payable on any date on which the Series 2005 bonds may become due.

The Village has appointed a remarketing agent for the Series 2005 bonds that resets the interest rate on the Series 2005 bonds based on current market conditions and the length of the flexible mode period. The remarketing agent uses its best efforts to resell the Series 2005 bonds at favorable interest rates following either an optional or mandatory tender.

In the event the remarketing agent is unable to resell the Series 2005 bonds, the Village has obtained an irrevocable direct pay letter of credit (LOC) supporting the payment of the Series 2005 bonds which may be drawn upon to pay interest in the amount of $52,816, and to pay principal for a stated amount of $6,120,000. The LOC securing the Series 2005 bonds terminates, unless extended, on the earliest of September 28, 2012 or upon redemption of the Series 2005 bonds. As of April 30, 2014, there were no amounts drawn and the amount of $6,172,816 was outstanding on the LOC for the Series 2005 bonds.

The variable interest rate is based on the Bond Market Association Municipal Swap Index. The bonds are payable from the Weber Road TIF Debt Service Fund. At April 30, 2014, there were $6,800,000 bonds payable outstanding. These bonds are not an obligation of the Village and are secured only by the incremental revenues generated by the district. The Village does collect taxes and makes payments on behalf of the Developer at the request of the Developer.
VILLAGE OF BOLINGBROOK, ILLINOIS

Notes to the Financial Statements
April 30, 2014

6. Long-Term Obligations (Cont.)

F. Advance Refunding - General Obligation Bonds

On June 6, 2013, the Village issued $29,899,257 in General Obligation Refunding Bonds with interest rates ranging from 3.0% to 5.0%. The proceeds were used to current refund $7,420,649 of outstanding Series 1999B Bonds which had interest rates of 5.25% to 5.60%, to current refund $12,485,730 of outstanding Series 2002B Bonds which had interest rates of 5.42% to 6.30%, to advance refund $4,910,000 of outstanding Series 2006A Bonds which had interest rates of 4.625% to 5.00%, and to advance refund $907,558 of outstanding Series 2006B Bonds which had interest rates of 4.10% to 5.13%. The net proceeds of $29,895,055 (including a $686,997 premium and after payment of $441,028 in underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide fund for future debt service payments on the refunded bonds. As a result, the above referenced bonds are considered defeased and the liability for those bonds has been removed from the statement of net position.

The Village advance refunded the above-referenced Bonds to reduce its total debt service payments over twenty two years by $3,604,827 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $3,420,420.

In prior years, the Village has defeased $4,661,141 of the General Obligation Series 1997 and $5,500,000 of the General Obligation Series 1999A by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in trust funds. The investments and fixed earnings for the investment are sufficient to fully service the defeased debt until the debt matures. For financial reporting purposes, the debt has been considered defeased; therefore, the above listed debt was removed from the Village's financial statements. The outstanding balance as of April 30, 2014 for the Series 1997 bonds was $4,505,000 and for the 1999A Series bonds was $5,500,000.

In prior years, the Village defeased $35,385,000 of the General Obligation Series 2002A by creating an irrevocable trust fund. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in trust funds. The investments and fixed earnings for the investment are sufficient to fully service the defeased debt until the debt matures. For financial reporting purposes, the debt has been considered defeased; therefore, the above listed debt was removed from the Village's financial statements. The outstanding balance as of April 30, 2014 for the Series 2002A bonds was $35,385,000.

In the prior year, the Village defeased $5,937,136 of the General Obligation Series 1999B debt by creating a separate irrevocable trust fund. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in trust funds. The investments and fixed earnings for the investment are sufficient to fully service the defeased debt until the debt matures. For financial reporting purposes, the debt has been considered defeased; therefore, the above listed debt was removed from the Village's financial statements. The outstanding balance as of April 30, 2014 for the Series 1999B bonds was $5,937,136.
6. Long-Term Obligations (Cont.)

G. Special Service Area Bonds

During fiscal year 2003, the Village issued $4,530,000 Special Tax Bonds, Series 2003A and $11,000,000 Special Tax Bonds, Series 2002. These bonds were issued to finance the Bloomfield West Project (Special Service Area No. 2001-2) and the Augusta Village Project (Special Service Area No. 2002-1). These bonds are not general obligations of the Village and neither the full faith and credit nor the general taxing power of the Village is pledged to the payment of these bonds.

H. Capital Leases Payable

On November 19, 2012, the Village entered into a lease-purchase agreement for golf carts and other equipment. The lease will expire in fiscal year 2017. The assets under the capital lease in the amount of $867,193 were capitalized at the inception of the lease. As of April 30, 2014, the accumulated depreciation balance relating to these assets is $202,369. Total principal due as of April 30, 2014 is $138,951.

On April 25, 2013, the Village entered into a lease-purchase agreement for a new phone system. The lease will expire in fiscal year 2018 and requires future minimum payments of $5,321 for each fiscal year through 2018. The asset under the capital lease in the amount of $25,987 was capitalized in fiscal year 2013. As of April 30, 2014, the accumulated depreciation balance related to this asset is $2,598. Total principal due as of April 30, 2014 is $5,319.

I. Operating Lease

On March 27, 2013, the Village entered into a lease agreement for computer and copier equipment. The lease will expire in fiscal year 2017. The Village made payments totaling $35,280 on the lease in the current fiscal year. As of April 30, 2014, remaining payments due are $35,280 in fiscal years 2015 and 2016 and $5,880 in fiscal year 2017. Total remaining amount due as of April 30, 2014 is $76,440.

J. Refundable Property Taxes

In the prior fiscal year, the Village received a court order stating that the Village must repay property taxes received from Bolingbrook Adventist Hospital in previous years as it was determined that the Hospital was not required to pay these taxes. The Hospital allowed for the taxing bodies (including the Village of Bolingbrook) to repay the amounts over the course of three years interest-free. The Village paid $209,246 of the obligation during the current fiscal year. The Village is required to repay a total of $418,493 over the next two fiscal years. Repayment amounts of $209,246 and $209,247 are expected to be repaid in fiscal years 2015 and 2016, respectively.

7. Commitments and Contingent Liabilities

The Village has entered into economic development agreements with various retail establishments in the Village to provide sales tax rebates. The Village paid and/or accrued a total of $4,924,951 related to these agreements during fiscal year 2014. The Village recorded a liability of $3,532,861 related to sales tax rebates at April 30, 2014. These agreements are set to expire in fiscal year 2029.
7. Commitments and Contingent Liabilities (Cont.)

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. However, the Village expects such amounts, if any, to be immaterial.

The Village enters into contractual commitments for various construction projects throughout the year as budgeted for annually.

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.

8. Lease Agreement

The Village is the lessor in an agreement to lease a Village-owned building to American Sports, Ltd for the operation of the Rocket Ice Arena. Under the agreement, the Village receives 1% of gross revenues of the Arena. During the current fiscal year, the Village received $18,165. Subsequent to fiscal year end, the Village amended the agreement to extend the 1% of gross revenues lease payment until June 1, 2024. Subsequent to June 1, 2024, the lease payment will increase to 3% of gross revenues.

9. Risk Management

The Village is exposed to various risks related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disasters. The Village has purchased general liability insurance and workers’ compensation insurance from private insurance companies. Premiums for these coverages have been reported as expenditures or expenses in the appropriate funds. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There was no significant reduction in insurance coverage during the fiscal years ended April 30, 2014, 2013 and 2012.

The Village has established a Self-Insurance Fund (internal service fund): one sub-fund is for workers’ compensation claims prior to May 1, 1998 and one sub-fund is for medical risks. The Village has also purchased excess coverage policies.

Liabilities of the funds are reported when it is probable that a loss has occurred and that the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts and other economic and social factors. Changes in the balances of claims liabilities during the past three fiscal years are as follows:

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Claims Payable, Beginning of Year</td>
<td>$401,994</td>
<td>347,681</td>
<td>462,454</td>
</tr>
<tr>
<td>Incurred Claims (Including IBNRs)</td>
<td>6,202,491</td>
<td>6,828,496</td>
<td>6,342,094</td>
</tr>
<tr>
<td>Claims Payable</td>
<td>(6,269,260)</td>
<td>(6,774,183)</td>
<td>(6,456,867)</td>
</tr>
<tr>
<td>Claims Payable, End of Year</td>
<td>$335,225</td>
<td>401,994</td>
<td>347,681</td>
</tr>
</tbody>
</table>
9. Risk Management (Cont.)

The Village has also established a limited self-insurance program for general liability claims. The Village is self-insured for the first $50,000 for liability 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 year. The Village's self-insurance activities for general liability are reported in the General Fund.

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.

A reconciliation of general claims liability for the past three fiscal years follows:

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Claims Payable, Beginning of Year</td>
<td>$240,027</td>
<td>$235,420</td>
<td>$363,096</td>
</tr>
<tr>
<td>Claims Incurred</td>
<td>$311,767</td>
<td>$232,301</td>
<td>$301,470</td>
</tr>
<tr>
<td>Claim Payments</td>
<td>(344,353)</td>
<td>(227,694)</td>
<td>(429,146)</td>
</tr>
<tr>
<td>Claims Payable, End of Year</td>
<td>$207,441</td>
<td>$240,027</td>
<td>$235,420</td>
</tr>
</tbody>
</table>

Pursuant to State Statute, the Village is required to pay 100% of the health insurance premium for disabled pensioners for life. See additional information regarding Other Post-Employment Benefits in Note 12.

10. Interfund Transactions

A. Due from/to Other Funds

<table>
<thead>
<tr>
<th>Receivable Fund</th>
<th>Payable Fund</th>
<th>Due From</th>
</tr>
</thead>
<tbody>
<tr>
<td>General</td>
<td>Refuse and Recycling</td>
<td>$1,268,008</td>
</tr>
<tr>
<td>Waterworks and Sewerage</td>
<td>General</td>
<td>200</td>
</tr>
<tr>
<td>Police Pension</td>
<td>General</td>
<td>980,029</td>
</tr>
<tr>
<td>Fire Pension</td>
<td>General</td>
<td>1,224,869</td>
</tr>
<tr>
<td></td>
<td>Total Fiduciary Funds</td>
<td>2,204,898</td>
</tr>
<tr>
<td></td>
<td></td>
<td>$3,473,106</td>
</tr>
</tbody>
</table>

The outstanding balances between funds result mainly from the time lag between the dates that: (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) collections of revenues in a fund not yet transferred to the fund where it is recognized.
10. Interfund Transactions (Cont.)

B. Advances from/to Other Funds

<table>
<thead>
<tr>
<th>Receivable Fund</th>
<th>Payable Fund</th>
<th>Due From</th>
</tr>
</thead>
<tbody>
<tr>
<td>General</td>
<td>Waterworks and Sewerage</td>
<td>$ 2,570,560</td>
</tr>
<tr>
<td>General</td>
<td>Golf Course</td>
<td>4,283,415</td>
</tr>
<tr>
<td>General</td>
<td>Airport</td>
<td>763,737</td>
</tr>
<tr>
<td>General</td>
<td>Internal Service</td>
<td>8,138,311</td>
</tr>
<tr>
<td>General</td>
<td>Nonmajor Governmental</td>
<td>1,866,913</td>
</tr>
<tr>
<td></td>
<td>Total General Fund</td>
<td>17,622,936</td>
</tr>
<tr>
<td>Debt Service</td>
<td>Airport</td>
<td>2,289,221</td>
</tr>
<tr>
<td>2007 Bond</td>
<td>General</td>
<td>6,757,072</td>
</tr>
<tr>
<td></td>
<td></td>
<td>9,046,293</td>
</tr>
<tr>
<td>Nonmajor Governmental</td>
<td>General</td>
<td>132,147</td>
</tr>
<tr>
<td>Nonmajor Governmental</td>
<td>Golf Course</td>
<td>20,751</td>
</tr>
<tr>
<td>Nonmajor Governmental</td>
<td>Airport</td>
<td>294,237</td>
</tr>
<tr>
<td></td>
<td>Total Nonmajor Governmental</td>
<td>447,155</td>
</tr>
<tr>
<td></td>
<td></td>
<td>$ 27,116,364</td>
</tr>
</tbody>
</table>

Significant advance balances include the Health Insurance Sub-Fund of $7,652,416. The Village is self-insured and pays all medical and dental claims after a stop loss per employee. The stop loss for the calendar year 2014 was at $90,000. Although the employee contributes via monthly premiums, the actual claims have exceeded the employee and employer premiums and the $7,652,416 is a cumulative balance since inception of the self-insured plan.

Other advances are due to the timing of reimbursing to or from the General Corporate Fund not made as of April 30, 2014.

C. Transfers

<table>
<thead>
<tr>
<th>Fund</th>
<th>Transfer In</th>
<th>Transfer Out</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>$ 55,608</td>
<td>142,000</td>
</tr>
<tr>
<td>Nonmajor Governmental Funds</td>
<td>142,000</td>
<td>55,608</td>
</tr>
<tr>
<td></td>
<td>$ 197,608</td>
<td>197,608</td>
</tr>
</tbody>
</table>

The purpose of the interfunds transfers were 1) reimbursement to the General Corporate Fund for administering the CDBG; and) reimbursement to the 911 Emergency Fund for the amount paid by the General Corporate Fund to purchase the Microwave Alarm Monitoring System.
11. Defined Benefit Pension Plans

The Village participates in three contributory retirement plans. The Illinois Municipal Retirement Fund (a State-wide plan) covers substantially all full-time employees, except law enforcement officers and firefighters. Law enforcement officers are covered under the Police Pension Fund and firefighters are covered under the Firefighters’ Pension Plan.

A. Illinois Municipal Retirement Fund

Plan Description

The Village’s defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan, provides retirement, disability, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Village maintains accounts for regular employees and for Sheriff’s Law Enforcement Personnel (SLEP) which provides benefits solely to a former police chief. The Illinois Pension Code establishes the benefit provisions of the plan which can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org/pubsl or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Plan Descriptions, Provisions, and Funding Policy

All employees 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, 2012, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after 8 years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with 8 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2012, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% each year thereafter.

As set by State statute, Regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village annual required contribution rate for calendar year 2013 was 12.71% of annual covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute. For the SLEP Plan, members are required to contribute 7.50% of their annual covered salary. The employer rate for calendar year 2013 was 13.77%.
11. Defined Benefit Pension Plans (Cont.)

A. Illinois Municipal Retirement Fund (Cont.)

*Annual Pension Cost, Net Pension Obligation and Actuarial Assumptions*

For 2010 and 2011, IMRF offered members the option of paying less than the annual required contribution. The Village elected this option for both years. As such, the Village reports a net pension obligation at April 30, 2014.

For December 31, 2013, the Village’s actual contributions were $1,278,981. The annual pension cost was $1,278,981. For the SLEP Plan, the annual pension cost and actual contributions were $55,665. The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age actuarial cost method.

The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative and direct investment expenses); (b) projected salary increases of 4% a year attributable to inflation; (c) additional projected salary increases ranging from .4% to 10% per year, depending on age and service attributable to seniority/merit; and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF plan assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer 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 the December 31, 2011 valuation was 30 years.

As of December 31, 2013, the most recent actuarial valuation date, the Regular Plan was 82.64% funded. The actuarial accrued liability was $32,819,642 and the actuarial value of assets was $27,123,644, resulting in an unfunded actuarial accrued liability of $5,695,998. The covered payroll for 2013 was $10,062,794 and the ratio of the UAAL to the covered payroll was 56.60%. In conjunction with the December 2012 actuarial valuation, the market value of investments was determined using techniques that spread the effect of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. In 2013, the unfunded actuarial accrued liability is being amortized on a level of percentage of projected payroll on an open 30 year basis.

The SLEP Plan was 0% funded. Actuarial accrued liability was $105,198 and actuarial value of assets was $(362,791), resulting in an underfunded actuarial liability of $467,989.

The Schedule of Funding Progress for the Regular and SLEP plans, presented as Required Supplementary Information following the Notes to the Financial Statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

*Three-Year Trend Information for the Regular Plan*

<table>
<thead>
<tr>
<th>Fiscal Year Ending</th>
<th>Annual Pension Cost (APC)</th>
<th>Percentage of APC Contributed</th>
<th>Net Pension Obligation</th>
</tr>
</thead>
<tbody>
<tr>
<td>12/31/2013</td>
<td>$1,278,981</td>
<td>100.00%</td>
<td>163,154</td>
</tr>
<tr>
<td>12/31/2012</td>
<td>1,463,392</td>
<td>100.00%</td>
<td>159,738</td>
</tr>
<tr>
<td>12/31/2011</td>
<td>1,309,684</td>
<td>98.27%</td>
<td>156,393</td>
</tr>
</tbody>
</table>
VILLAGE OF BOLINGBROOK, ILLINOIS

Notes to the Financial Statements
April 30, 2014

11. Defined Benefit Pension Plans (Cont.)

A. Illinois Municipal Retirement Fund (Cont.)

Computation of Net Pension Obligation at April 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Regular Employees</th>
</tr>
</thead>
<tbody>
<tr>
<td>Annual Required Contribution</td>
<td>$1,278,981</td>
</tr>
<tr>
<td>Interest on Net Pension Obligation</td>
<td>11,980</td>
</tr>
<tr>
<td>Adjustments to ARC</td>
<td>(8,564)</td>
</tr>
<tr>
<td></td>
<td></td>
</tr>
<tr>
<td>Annual Pension Cost (APC)</td>
<td>1,282,397</td>
</tr>
<tr>
<td>Contributions Made</td>
<td>1,278,981</td>
</tr>
<tr>
<td>Increase in the Net Pension Obligation</td>
<td>3,416</td>
</tr>
<tr>
<td>Net Pension Obligation, May 1</td>
<td>159,738</td>
</tr>
<tr>
<td>Net Pension Obligation, April 30</td>
<td>$163,154</td>
</tr>
</tbody>
</table>

In addition, certain public safety employees were previously covered by the IMRF Sheriff’s Law Enforcement Personnel (SLEP) Plan. The Village has not been required to contribute to this Plan since 2008. At December 31, 2013, the Unfunded Actuarial Liability for this Plan was $467,989.

B. Police Pension

Plan Description and Provisions

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

The Police Pension Plan provides retirement benefits, as well as death and disability benefits. Employees hired before January 1, 2011 attaining the age of 50, with 20 or more years of creditable service, are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank held in the police service at the date of retirement. The monthly pension shall be increased by 2.5% of such monthly salary for each additional year of service over 30 years of service to a maximum of 75% of such monthly salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit.

The monthly pension 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 originally granted pension.
11. Defined Benefit Pension Plans (Cont.)

B. Police Pension (Cont.)

Plan Description and Provisions (Cont.)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at $106,800, plus the lesser of one-half 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 10 years may retire at or after age 50 and receive a reduced benefit (i.e., .5% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1 of the year 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 one-half of the change in the Consumer Price Index for the proceeding calendar year.

The Village's payroll for employees covered by the Police Pension Plan for the year ended April 30, 2014 was $10,314,129. At April 30, 2014, the Police Pension Plan's membership consisted of:

| Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but Not Yet Receiving Them | 56 |
| Current Employees | 85 |
| Vested | 24 |
| Nonvested |  |
| Total | 165 |

Summary Significant Accounting Policies

Basis of Accounting – The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Methods Used to Value Investments – Fixed income securities are reported at fair value. Short-term investments are reported at fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed income securities are recognized on the trade date. Fair values are derived from published sources.
11. Defined Benefit Pension Plans (Cont.)

B. Police Pension (Cont.)

Summary Significant Accounting Policies (Cont.)

Contributions – The Fund's funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, accumulate assets gradually over time so that sufficient assets will be available to pay benefits when due.

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

Concentration of Investments – The Police Pension Fund has the following investments (other than U.S. government and U.S. government guaranteed obligations) in any one organization that represents 5% or more of net position available for benefits:

<table>
<thead>
<tr>
<th>Plan</th>
<th>Organization</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Police Pension</td>
<td>T. Rowe Price</td>
<td>$3,114,075</td>
</tr>
<tr>
<td>Police Pension</td>
<td>Vanguard 500 Index</td>
<td>2,969,231</td>
</tr>
</tbody>
</table>

C. Firefighters’ Pension Plan

Plan Description and Provisions

The Village contributes to the Firefighters' Pension Plan, a single-employer defined benefit pension plan covering fire sworn personnel. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contribution 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 Firefighters' Pension Plan does not issue a separate stand-alone financial report.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit equal to one-half the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension is increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75% of such monthly salary. Employees with at least 10 years, but less than 20 years, of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter who retires with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age of 55, by 3% of the original pension and 3% annually thereafter.
11. Defined Benefit Pension Plans (Cont.)

C. Firefighters' Pension Plan (Cont.)

*Plan Description and Provisions (Cont.)*

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at $106,800, plus the lesser of one-half 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 10 years may retire at or after age 50 and receive a reduced benefit (i.e., .5% 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 one-half of the change in the Consumer Price Index for the proceeding calendar year.

The Village's payroll for employees covered by the Firefighters' Pension Plan for the year ended April 30, 2014 was $7,558,524. At April 30, 2014, the Firefighters' Pension Plan's membership consisted of:

<table>
<thead>
<tr>
<th>Category</th>
<th>Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Retirees and Beneficiaries</td>
<td>61</td>
</tr>
<tr>
<td>and Terminated Employees Entitled to</td>
<td></td>
</tr>
<tr>
<td>Benefits but Not Yet Receiving Them</td>
<td></td>
</tr>
<tr>
<td>Current Employees</td>
<td></td>
</tr>
<tr>
<td>Vested</td>
<td>61</td>
</tr>
<tr>
<td>Nonvested</td>
<td>25</td>
</tr>
<tr>
<td>Total</td>
<td>147</td>
</tr>
</tbody>
</table>

*Summary Significant Accounting Policies*

**Basis of Accounting** – The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

**Methods Used to Value Investments** – Fixed income securities are reported at fair value. Short-term investments are reported at fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed income securities are recognized on the trade date. Fair values are derived from published sources.
11. Defined Benefit Pension Plans (Cont.)

C. Firefighters' Pension Plan (Cont.)

Summary Significant Accounting Policies (Cont.)

Contributions – The Fund’s funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, accumulate assets gradually over time so that sufficient assets will be available to pay benefits when due.

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 interest. The Village is required to contribute the remaining amounts necessary to finance the Plan, as actuarially determined by an enrolled actuary. By the year 2040, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is 90% funded.

Concentrations of Investments – The Firefighters' Pension Fund has one investment (other than U.S. Government and U.S. Government guaranteed obligations) in any one organization that represents 5% or more of net position available for benefits. This investment is Cohen & Steers Institutional Realty Fund for $2,548,113.

D. Summary of Significant Accounting Policies and Plan Asset Matters

The financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

Computation of Net Pension Obligation at April 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Illinois Municipal Retirement</th>
<th>Police Pension</th>
<th>Firefighters' Pension</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Annual Required Contribution</td>
<td>$1,278,981</td>
<td>2,643,917</td>
<td>2,300,086</td>
<td>6,222,984</td>
</tr>
<tr>
<td>Interest on the NPO</td>
<td>11,980</td>
<td>225,396</td>
<td>384,920</td>
<td>622,296</td>
</tr>
<tr>
<td>Adjustments to the ARC</td>
<td>(8,564)</td>
<td>(148,281)</td>
<td>(253,228)</td>
<td>(410,073)</td>
</tr>
<tr>
<td>Annual Pension Cost</td>
<td>1,282,397</td>
<td>2,721,032</td>
<td>2,431,778</td>
<td>6,435,207</td>
</tr>
<tr>
<td>Contributions Made</td>
<td>1,278,981</td>
<td>1,773,304</td>
<td>1,357,869</td>
<td>4,410,154</td>
</tr>
<tr>
<td>Increase in the Net Pension Obligation</td>
<td>3,416</td>
<td>947,728</td>
<td>1,073,909</td>
<td>2,025,053</td>
</tr>
<tr>
<td>Net Pension Obligation at May 1</td>
<td>159,738</td>
<td>3,005,277</td>
<td>5,132,270</td>
<td>8,297,285</td>
</tr>
<tr>
<td>Net Pension Obligation at April 30</td>
<td>$163,154</td>
<td>3,953,005</td>
<td>6,206,179</td>
<td>10,322,338</td>
</tr>
</tbody>
</table>

59
11. Defined Benefit Pension Plans (Cont.)

D. Summary of Significant Accounting Policies and Plan Asset Matters (Cont.)

Statement of Net Position

<table>
<thead>
<tr>
<th>Assets</th>
<th>Police Pension</th>
<th>Firefighters' Pension</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash, Cash Equivalents and Investments</td>
<td>$ 50,706,231</td>
<td>43,765,267</td>
</tr>
<tr>
<td>Interest Receivable</td>
<td>255,440</td>
<td>142,450</td>
</tr>
<tr>
<td>Due from Village</td>
<td>1,224,869</td>
<td>980,029</td>
</tr>
<tr>
<td>Total Assets</td>
<td>52,186,540</td>
<td>44,887,746</td>
</tr>
</tbody>
</table>

| Liabilities                  |                |                       |
| Other Payables               | 50,580         | 20,179                |

Net Position

| Held in Trust for Pension Benefits | $ 52,135,960 | 44,867,567 |

Statement of Changes in Net Position

<table>
<thead>
<tr>
<th>Additions</th>
<th>Police Pension</th>
<th>Firefighters' Pension</th>
</tr>
</thead>
<tbody>
<tr>
<td>Contributions</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employer</td>
<td>1,733,255</td>
<td>1,487,590</td>
</tr>
<tr>
<td>Plan Members</td>
<td>1,241,446</td>
<td>704,386</td>
</tr>
<tr>
<td>Total Additions</td>
<td>2,974,701</td>
<td>2,191,976</td>
</tr>
</tbody>
</table>

| Investment Income              |                |                       |
| Interest, Dividends and Net Appreciation in Fair Value of Investments | 2,897,539 | 3,221,137 |
| Investment Fees                | (230,806)      | (228,180)             |
| Total Additions                | 2,666,733      | 2,992,957             |

| Deductions                     |                |                       |
| Administration                 | 96,126         | 44,493                |
| Pension Benefits and Refunds   | 3,127,799      | 3,199,936             |
| Total Deductions               | 3,223,925      | 3,244,429             |

Change in Net Position

| 2,417,509                      | 1,940,504      |

Net Position, Held in Trust for Pension Benefits

| May 1                          | 49,718,451     | 42,927,063 |
| April 30                       | $ 52,135,960   | 44,867,567 |
11. Defined Benefit Pension Plans (Cont.)

E. Significant Actuarial Assumptions

The information presented in the notes and the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation is as follows:

<table>
<thead>
<tr>
<th></th>
<th>Illinois Municipal Retirement</th>
<th>Police Pension</th>
<th>Firefighters' Pension</th>
</tr>
</thead>
<tbody>
<tr>
<td>Actuarial Valuation Date</td>
<td>December 31, 2013</td>
<td>April 30, 2014</td>
<td>April 30, 2014</td>
</tr>
<tr>
<td>Actuarial Cost Method</td>
<td>Entry Age Normal</td>
<td>Entry Age Normal</td>
<td>Entry Age Normal</td>
</tr>
<tr>
<td>Asset Valuation Method</td>
<td>Market Value</td>
<td>Market Value</td>
<td>Market Value</td>
</tr>
<tr>
<td>Amortization Method</td>
<td>Level Percentage of Projected Payroll - Open Basis</td>
<td>Level Percentage of Projected Payroll - Closed Basis</td>
<td>Level Percentage of Projected Payroll - Closed Basis</td>
</tr>
</tbody>
</table>

Significant Actuarial Assumptions

(a) Remaining Amortization Period

(b) Rate of Return on Investment of Present and Future Assets

(c) Projected Salary Increases - Attributable to Inflation

(d) Additional Projected Salary Increases - Attributable to Seniority/Merit

(e) Postretirement Benefit Increases

<table>
<thead>
<tr>
<th></th>
<th>Illinois Municipal Retirement</th>
<th>Police Pension</th>
<th>Firefighters' Pension</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) Remaining Amortization Period</td>
<td>30 Years</td>
<td>27 Years</td>
<td>27 Years</td>
</tr>
<tr>
<td>(b) Rate of Return on Investment of Present and Future Assets</td>
<td>7.50% Compounded Annually</td>
<td>7.50% Compounded Annually</td>
<td>7.50% Compounded Annually</td>
</tr>
<tr>
<td>(c) Projected Salary Increases - Attributable to Inflation</td>
<td>4.00% Compounded Annually</td>
<td>5.00% Compounded Annually</td>
<td>5.00% Compounded Annually</td>
</tr>
<tr>
<td>(d) Additional Projected Salary Increases - Attributable to Seniority/Merit</td>
<td>0.4% to 10.0% (Note: Separate Information for (c) and (d) not available)</td>
<td>3.00% Compounded Annually</td>
<td>3.00% Compounded Annually</td>
</tr>
<tr>
<td>(e) Postretirement Benefit Increases</td>
<td>3.00% Compounded Annually</td>
<td>3.00% Compounded Annually</td>
<td>3.00% Compounded Annually</td>
</tr>
</tbody>
</table>
11. Defined Benefit Pension Plans (Cont.)

F. Funding Status at April 30, 2014

<table>
<thead>
<tr>
<th>Plan</th>
<th>Actuarial Value of Assets</th>
<th>Actuarial Accrued Liability (AAL)</th>
<th>Unfunded (Overfunded) AAL</th>
<th>Funded Ratio (a/b)</th>
<th>Covered Payroll (c)</th>
<th>UAAL as a Percentage of Covered Payroll (b-a)/c</th>
</tr>
</thead>
<tbody>
<tr>
<td>Illinois Municipal Retirement Fund</td>
<td>$27,123,644</td>
<td>32,819,642</td>
<td>5,695,998</td>
<td>82.64%</td>
<td>10,062,794</td>
<td>56.60%</td>
</tr>
<tr>
<td>IMRF - SLEP</td>
<td>(362,791)</td>
<td>105,198</td>
<td>467,989</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Police Pension</td>
<td>51,982,153</td>
<td>95,362,630</td>
<td>43,380,477</td>
<td>54.51%</td>
<td>10,314,129</td>
<td>420.59%</td>
</tr>
<tr>
<td>Firefighters' Pension</td>
<td>44,738,115</td>
<td>76,990,168</td>
<td>32,252,053</td>
<td>58.11%</td>
<td>7,558,524</td>
<td>426.70%</td>
</tr>
</tbody>
</table>

The Schedule of Funding Progress, presented as Required Supplementary Information following the Notes to the Financial Statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

G. Trend Information

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Illinois Municipal Retirement</th>
<th>Police Pension</th>
<th>Firefighters' Pension</th>
</tr>
</thead>
<tbody>
<tr>
<td>Annual Pension Cost</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2014</td>
<td>$1,282,397</td>
<td>2,721,032</td>
<td>2,431,778</td>
</tr>
<tr>
<td>2013</td>
<td>1,463,392</td>
<td>2,622,948</td>
<td>2,273,639</td>
</tr>
<tr>
<td>2012</td>
<td>1,384,541</td>
<td>2,830,272</td>
<td>2,513,305</td>
</tr>
</tbody>
</table>

| Percent Contributed |                               |                |                       |
| 2014    | 99.74%                        | 65.20%         | 55.80%                |
| 2013    | 100.00%                       | 63.60%         | 55.40%                |
| 2012    | 98.00%                        | 49.00%         | 45.00%                |

| Net Pension Obligation |                               |                |                       |
| 2014    | 163,154                       | 3,953,005      | 6,206,179             |
| 2013    | 159,738                       | 3,005,277      | 5,132,270             |
| 2012    | 156,393                       | 2,049,777      | 4,118,106             |

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12. Other Post-Employment Benefits

Health Insurance Plan for Retired Employees

The Village provides limited healthcare insurance coverage for its eligible retired employees. The Village accounts for the plan in the government-wide financial statements. The plan does not issue a stand-alone financial report. The Fund pays 100% of the health insurance premium to age 65 for qualified members.

As of April 30, 2014 (consistent with the actuarial valuation date), the Health Insurance Plan for Retired Employees membership consisted of:

- Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but Not Yet Receiving Them: 66
- Terminated Plan Members Entitled to but Not Yet Receiving Them: 0
- Active Plan Members: 232
- Total: 298

Summary of Significant Accounting Policies

Contributions - The Village contributes at an annual rate of 3.30% as determined by an enrolled actuary. The plan members are required to contribute an amount established by collective bargaining agreements with the employer's union employees. Current employee contribution rates are 1.25% for Police and Fire personnel and 1.00% for all non-emergency personnel. By the year 2039, the Village contributions must accumulate to the point where the past service cost is fully funded.

Annual OPEB Costs and Net OPEB Obligation

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

<table>
<thead>
<tr>
<th>Fiscal Year End</th>
<th>Annual OPEB Cost</th>
<th>Employer Contributions</th>
<th>Percentage of Annual OPEB Cost Contributions</th>
<th>Net OPEB Obligation</th>
</tr>
</thead>
<tbody>
<tr>
<td>April 30, 2014</td>
<td>$2,905,366</td>
<td>1,386,779</td>
<td>47.7%</td>
<td>7,007,756</td>
</tr>
<tr>
<td>April 30, 2013</td>
<td>2,928,130</td>
<td>1,272,274</td>
<td>43.5%</td>
<td>5,489,169</td>
</tr>
<tr>
<td>April 30, 2012</td>
<td>1,536,176</td>
<td>737,580</td>
<td>48.0%</td>
<td>3,833,313</td>
</tr>
</tbody>
</table>
12. Other Post-Employment Benefits (Cont.)

Health Insurance Plan for Retired Employees (Cont.)

Annual OPEB Costs and Net OPEB Obligation (Cont.)

The net OPEB Obligation (NOPEBO) at April 30, 2014 was calculated as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Annual Required Contribution</td>
<td>$ 2,980,830</td>
</tr>
<tr>
<td>Interest on Net OPEB Obligation</td>
<td>$ 247,012</td>
</tr>
<tr>
<td>Adjustment to Annual Required Contribution</td>
<td>(322,476)</td>
</tr>
<tr>
<td><strong>Annual OPEB Cost</strong></td>
<td><strong>$ 2,905,366</strong></td>
</tr>
<tr>
<td>Contributions Made</td>
<td>$ 1,386,779</td>
</tr>
<tr>
<td>Increase in Net OPEB Obligation</td>
<td>$ 1,518,587</td>
</tr>
<tr>
<td>Net OPEB Obligation, May 1</td>
<td>$ 5,489,169</td>
</tr>
<tr>
<td><strong>Net OPEB Obligation, April 30</strong></td>
<td><strong>$ 7,007,756</strong></td>
</tr>
</tbody>
</table>

Funded Status and Funding Progress

The funded status of the plan as of April 30, 2014 was as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Actuarial Accrued Liability (AAL)</td>
<td>$ 31,315,316</td>
</tr>
<tr>
<td>Actuarial Value of Plan Assets</td>
<td>$ 31,315,316</td>
</tr>
<tr>
<td>Unfunded Actuarial Accrued Liability (UAAL)</td>
<td>31,315,316</td>
</tr>
<tr>
<td>Funded Ratio (Actuarial Value of Plan Assets/AAL)</td>
<td>20,800,176</td>
</tr>
<tr>
<td>Covered Payroll (Active Plan Members)</td>
<td>150.6%</td>
</tr>
</tbody>
</table>

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the ARCs of the employer are subject to continual revision as actuarial results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as Required Supplementary Information following the Notes to the Financial Statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

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

Health Insurance Plan for Retired Employees (Cont.)

Actuarial Methods and Assumptions (Cont.)

In the April 30, 2014 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included 4.5% investment rate of return (net of administrative expenses) and an initial annual healthcare cost trend rate of 8% reduced by 1% each year to arrive at an ultimate rate of 5%. Both rates include a 2.5% inflation assumption. 100% of employees are projected to elect the benefit, and a 3% annual salary increase is used. The actuarial value of assets was $0. The plan’s unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis. The remaining amortization period at April 30, 2014 was 30 years.


During fiscal year 2003, the Village completed an asset swap agreement with Illinois-American Water Company. Under the terms of the agreement, the Village relinquished its rights to its water capital assets in exchange for the rights to Illinois-American Water Company’s sewer capital assets. This activity was represented as both additions and deletions to the capital assets. In addition to the sewer assets, the Village received scheduled cash payments from Illinois-American Water Company through fiscal year 2014. These payments have been made in full during the current fiscal year.

In further consideration for the conveyance of the water system, Illinois-American Water Company will pay the Village $550 for each new water customer who connects to the system and resides in the Village. The total number of payments will not exceed 8,000 connections. Illinois-American Water Company made a minimum payment to the Village equal to $500 new customers each year until fiscal year 2008. If the actual number of connections is less than 500, the excess can be used to reduce payments after fiscal year 2008.

14. Future Pronouncements

In June 2012, the GASB issued Statement No. 67, Financial Reporting for Pensions. This Statement replaces the requirements of Statements No. 25, Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans, and No. 50, Pension Disclosures, as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. The requirements of Statements 25 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement and to defined contribution plans that provide postemployment benefits other than pensions.

In June 2012, the GASB issued Statement No. 68, Accounting and Financial Reporting for Pensions. This Statement replaces the requirements of Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, and Statement No. 50, Pension Disclosures, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement No. 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information. The provisions of this Statement are effective for the Village’s financial year ending April 30, 2016. Management has not determined what impact, if any, this GASB statement might have on its financial statements.
15. Subsequent Events

As of the report date, the Village was planning on issuing $54,320,000 of General Obligation Refund Bond, Series 2015A to pay some or all of the costs of (i) the current refunding of the Village's outstanding General Obligation Bonds Series 2006-A and Capital Appreciation Bonds Series 2006-B, and (ii) paying expenses incurred in connection with the issuance of the Bonds. The Bonds are expected to be paid over a 23 years with a final maturity date of January 1, 2038. The official closing date of the issuance is expected to be in January 2015.

Management has evaluated subsequent events through January 22, 2015, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet date that requires disclosure in the financial statements.
REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)
VILLAGE OF BOLINGBROOK, ILLINOIS

Required Supplemental Information

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Fund
Year Ended April 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Original and Final Budget</th>
<th>Variance With Final Budget (Over (Under)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Actual</td>
<td>Over (Under)</td>
</tr>
<tr>
<td>Revenues</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Taxes</td>
<td>$ 12,367,144</td>
<td>2,011,623</td>
</tr>
<tr>
<td>Licenses and Permits</td>
<td>1,436,750</td>
<td>695,486</td>
</tr>
<tr>
<td>Charges for Services</td>
<td>3,425,352</td>
<td>836,630</td>
</tr>
<tr>
<td>Fines and Forfeitures</td>
<td>915,101</td>
<td>177,213</td>
</tr>
<tr>
<td>Contributions</td>
<td>550,000</td>
<td>510,044</td>
</tr>
<tr>
<td>Intergovernmental</td>
<td>38,283,109</td>
<td>3,105,120</td>
</tr>
<tr>
<td>Interest</td>
<td>20,000</td>
<td>35,907</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>97,500</td>
<td>537,841</td>
</tr>
<tr>
<td>Total Revenues</td>
<td>$57,094,956</td>
<td>7,909,864</td>
</tr>
<tr>
<td>Expenditures</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current</td>
<td></td>
<td></td>
</tr>
<tr>
<td>General Government</td>
<td>9,433,973</td>
<td>(913,979)</td>
</tr>
<tr>
<td>Public Safety</td>
<td>33,610,773</td>
<td>1,487,268</td>
</tr>
<tr>
<td>Highways and Streets</td>
<td>7,362,359</td>
<td>502,978</td>
</tr>
<tr>
<td>Culture and Recreation</td>
<td>2,341,771</td>
<td>287,397</td>
</tr>
<tr>
<td>Economic Development</td>
<td>4,504,800</td>
<td>420,151</td>
</tr>
<tr>
<td>Total Expenditures</td>
<td>$57,253,676</td>
<td>1,783,815</td>
</tr>
<tr>
<td>Excess (Deficiency) of Revenues over Expenditures</td>
<td>(158,720)</td>
<td>6,126,049</td>
</tr>
<tr>
<td>Other Financing Sources (Uses)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sale of Assets</td>
<td>10,000</td>
<td>32,235</td>
</tr>
<tr>
<td>Transfers In</td>
<td>505,720</td>
<td>(450,112)</td>
</tr>
<tr>
<td>Transfers Out</td>
<td>(357,000)</td>
<td>215,000</td>
</tr>
<tr>
<td>Total Other Financing Sources (Uses)</td>
<td>158,720</td>
<td>(202,877)</td>
</tr>
<tr>
<td>Net Change in Fund Balance</td>
<td>$ -</td>
<td>5,923,172</td>
</tr>
<tr>
<td>Fund Balance</td>
<td></td>
<td></td>
</tr>
<tr>
<td>May 1</td>
<td>23,986,402</td>
<td></td>
</tr>
<tr>
<td>April 30</td>
<td>29,909,574</td>
<td></td>
</tr>
</tbody>
</table>

See accompanying Note to the Required Supplementary Information.
# VILLAGE OF BOLINGBROOK, ILLINOIS

**Required Supplemental Information**

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Refuse and Recycling Fund

**Year Ended April 30, 2014**

<table>
<thead>
<tr>
<th>Revenues</th>
<th>Original and Final Budget</th>
<th>Actual</th>
<th>Variance With Final Budget Over (Under)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Taxes</td>
<td>$ 5,100,975</td>
<td>5,635,801</td>
<td>534,826</td>
</tr>
<tr>
<td>Interest</td>
<td></td>
<td>369</td>
<td>369</td>
</tr>
<tr>
<td>Total Revenues</td>
<td>5,100,975</td>
<td>5,636,170</td>
<td>535,195</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Expenditures</th>
<th>Current Sanitation</th>
<th>Original and Final Budget</th>
<th>Actual</th>
<th>Variance With Final Budget Over (Under)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$ 5,100,975</td>
<td>5,216,118</td>
<td>115,143</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Net Change in Fund Balance</th>
<th>Original and Final Budget</th>
<th>Actual</th>
<th>Variance With Final Budget Over (Under)</th>
</tr>
</thead>
<tbody>
<tr>
<td>$</td>
<td></td>
<td>420,052</td>
<td>420,052</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Fund Balance</th>
<th>Original and Final Budget</th>
<th>Actual</th>
<th>Variance With Final Budget Over (Under)</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 1</td>
<td></td>
<td>963,858</td>
<td></td>
</tr>
<tr>
<td>April 30</td>
<td></td>
<td>1,383,910</td>
<td></td>
</tr>
</tbody>
</table>

See accompanying Note to the Required Supplementary Information.
Legal Compliance and Accountability

Budgets

The General Fund budget is adopted on a basis that is not consistent with generally accepted accounting principles in that the Village does not budget for pension fund property tax revenues or the Village’s share of pension expenditures. The amount of unbudgeted revenues equals the amount of unbudgeted expenditures, thus no adjustment to budgetary basis fund balance is required.

All departments of the Village submit requests for appropriation to the Village's Budget Officer so that a budget may be prepared. The budget is prepared by fund, function, and activity and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year. The budget is prepared on a basis consistent with GAAP.

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 Budget Officer 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.

The budget may be amended by the Village Board of Trustees.

Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, (except the Westside Storm Sewer Management Fund), Waterworks and Sewerage, Golf Course, Internal Service, and Pension Trust Funds. All annual appropriations lapse at fiscal year end.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, supplementary appropriations were approved in various funds. In addition, expenditures exceeded appropriations in the General Fund in the amount of $1,783,815 and in the Refuse and Recycling Fund in the amount of $115,143.
VILLAGE OF BOLINGBROOK, ILLINOIS

Required Supplemental Information
Schedules of Funding Progress
April 30, 2014

Illinois Municipal Retirement Fund

<table>
<thead>
<tr>
<th>Actuarial Valuation Date</th>
<th>Actuarial Value of Assets</th>
<th>Actuarial Accrued Liability (AAL) - Entry Age</th>
<th>Unfunded AAL (UAAL)</th>
<th>Funded Ratio</th>
<th>Covered Payroll</th>
<th>UAAL as a Percentage of Covered Payroll</th>
</tr>
</thead>
<tbody>
<tr>
<td>12/31/2013</td>
<td>$27,123,644</td>
<td>32,819,642</td>
<td>5,695,998</td>
<td>82.64%</td>
<td>10,062,794</td>
<td>56.60%</td>
</tr>
<tr>
<td>12/31/2012</td>
<td>26,401,727</td>
<td>32,555,514</td>
<td>6,153,787</td>
<td>81.10%</td>
<td>9,749,450</td>
<td>63.12%</td>
</tr>
<tr>
<td>12/31/2011</td>
<td>23,527,172</td>
<td>30,719,257</td>
<td>7,192,085</td>
<td>76.59%</td>
<td>9,862,157</td>
<td>72.93%</td>
</tr>
<tr>
<td>12/31/2010</td>
<td>22,843,707</td>
<td>29,204,429</td>
<td>6,360,722</td>
<td>78.22%</td>
<td>10,783,026</td>
<td>58.99%</td>
</tr>
<tr>
<td>12/31/2009</td>
<td>23,256,098</td>
<td>29,352,976</td>
<td>6,096,878</td>
<td>79.23%</td>
<td>11,936,820</td>
<td>51.08%</td>
</tr>
<tr>
<td>12/31/2008</td>
<td>21,711,710</td>
<td>28,320,683</td>
<td>6,608,973</td>
<td>76.66%</td>
<td>12,351,219</td>
<td>53.51%</td>
</tr>
<tr>
<td>12/31/2007</td>
<td>23,456,937</td>
<td>25,254,036</td>
<td>1,797,099</td>
<td>92.88%</td>
<td>11,739,121</td>
<td>15.31%</td>
</tr>
<tr>
<td>12/31/2006</td>
<td>21,186,457</td>
<td>23,193,397</td>
<td>2,006,940</td>
<td>91.35%</td>
<td>10,694,663</td>
<td>18.77%</td>
</tr>
<tr>
<td>12/31/2005</td>
<td>18,720,320</td>
<td>21,305,843</td>
<td>2,585,523</td>
<td>87.86%</td>
<td>10,297,342</td>
<td>25.11%</td>
</tr>
<tr>
<td>12/31/2004</td>
<td>16,875,099</td>
<td>20,475,297</td>
<td>3,600,198</td>
<td>82.42%</td>
<td>10,275,619</td>
<td>35.04%</td>
</tr>
</tbody>
</table>

On a market value basis, the actuarial value of assets as of December 31, 2013 is $32,064,896. On a market basis, the funded ratio would be 97.70%.

Illinois Municipal Retirement Fund - Sheriff’s Law Enforcement Personnel

<table>
<thead>
<tr>
<th>Actuarial Valuation Date</th>
<th>Actuarial Value of Assets</th>
<th>Actuarial Accrued Liability (AAL) - Entry Age</th>
<th>Unfunded AAL (UAAL)</th>
<th>Funded Ratio</th>
<th>Covered Payroll</th>
<th>UAAL as a Percentage of Covered Payroll</th>
</tr>
</thead>
<tbody>
<tr>
<td>12/31/2013</td>
<td>$ (362,791)</td>
<td>105,198</td>
<td>467,989</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
</tr>
<tr>
<td>12/31/2012</td>
<td>(420,026)</td>
<td>98,729</td>
<td>518,755</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
</tr>
<tr>
<td>12/31/2011</td>
<td>(432,349)</td>
<td>92,788</td>
<td>525,137</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
</tr>
<tr>
<td>12/31/2010</td>
<td>(420,842)</td>
<td>81,983</td>
<td>502,825</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
</tr>
<tr>
<td>12/31/2009</td>
<td>(396,031)</td>
<td>76,334</td>
<td>472,365</td>
<td>0.00%</td>
<td>105,747</td>
<td>0.00%</td>
</tr>
<tr>
<td>12/31/2008</td>
<td>(381,627)</td>
<td>55,786</td>
<td>437,413</td>
<td>0.00%</td>
<td>129,521</td>
<td>413.64%</td>
</tr>
<tr>
<td>12/31/2007</td>
<td>(326,523)</td>
<td>26,090</td>
<td>352,613</td>
<td>0.00%</td>
<td>123,765</td>
<td>272.24%</td>
</tr>
<tr>
<td>12/31/2006</td>
<td>(364,108)</td>
<td>52</td>
<td>364,160</td>
<td>0.00%</td>
<td>10,297,342</td>
<td>294.24%</td>
</tr>
<tr>
<td>12/31/2005</td>
<td>(398,043)</td>
<td>(20,038)</td>
<td>378,005</td>
<td>0.00%</td>
<td>10,275,619</td>
<td>3.67%</td>
</tr>
<tr>
<td>12/31/2004</td>
<td>(408,048)</td>
<td></td>
<td>408,048</td>
<td>0.00%</td>
<td>9,236,766</td>
<td>3.97%</td>
</tr>
</tbody>
</table>

On a market value basis, the actuarial value of assets as of December 31, 2013 is $(292,658). On a market basis, the funded ratio would be 0%.
# VILLAGE OF BOLINGBROOK, ILLINOIS

Required Supplemental Information

## Schedules of Funding Progress

### April 30, 2014

### Police Pension Fund

<table>
<thead>
<tr>
<th>Actuarial Valuation Date</th>
<th>Actuarial Value of Assets</th>
<th>Actuarial Accrued Liability (AAL) - Entry Age</th>
<th>Unfunded AAL (UAAL)</th>
<th>Funded Ratio</th>
<th>Covered Payroll</th>
<th>UAAL as a Percentage of Covered Payroll</th>
</tr>
</thead>
<tbody>
<tr>
<td>4/30/2014</td>
<td>$ 51,982,153</td>
<td>95,362,630</td>
<td>43,380,477</td>
<td>54.51%</td>
<td>10,314,129</td>
<td>420.59%</td>
</tr>
<tr>
<td>4/30/2013</td>
<td>49,552,385</td>
<td>90,286,019</td>
<td>40,733,634</td>
<td>54.88%</td>
<td>10,553,738</td>
<td>385.96%</td>
</tr>
<tr>
<td>4/30/2012</td>
<td>46,625,166</td>
<td>81,342,068</td>
<td>34,716,902</td>
<td>57.32%</td>
<td>9,880,330</td>
<td>351.37%</td>
</tr>
<tr>
<td>4/30/2011</td>
<td>44,989,343</td>
<td>76,723,174</td>
<td>31,733,831</td>
<td>58.64%</td>
<td>9,937,854</td>
<td>319.32%</td>
</tr>
<tr>
<td>4/30/2010</td>
<td>41,647,408</td>
<td>72,059,344</td>
<td>30,411,936</td>
<td>57.80%</td>
<td>9,873,606</td>
<td>308.01%</td>
</tr>
</tbody>
</table>

### Firefighters' Pension Fund

<table>
<thead>
<tr>
<th>Actuarial Valuation Date</th>
<th>Actuarial Value of Assets</th>
<th>Actuarial Accrued Liability (AAL) - Entry Age</th>
<th>Unfunded AAL (UAAL)</th>
<th>Funded Ratio</th>
<th>Covered Payroll</th>
<th>UAAL as a Percentage of Covered Payroll</th>
</tr>
</thead>
<tbody>
<tr>
<td>4/30/2014</td>
<td>$ 44,738,115</td>
<td>76,990,168</td>
<td>32,252,053</td>
<td>58.11%</td>
<td>7,558,524</td>
<td>426.70%</td>
</tr>
<tr>
<td>4/30/2013</td>
<td>42,789,299</td>
<td>72,193,319</td>
<td>29,404,020</td>
<td>59.27%</td>
<td>7,390,704</td>
<td>397.85%</td>
</tr>
<tr>
<td>4/30/2012</td>
<td>40,530,193</td>
<td>66,309,081</td>
<td>25,778,888</td>
<td>61.12%</td>
<td>7,237,771</td>
<td>356.17%</td>
</tr>
<tr>
<td>4/30/2011</td>
<td>40,129,190</td>
<td>62,813,300</td>
<td>22,684,110</td>
<td>63.89%</td>
<td>7,084,251</td>
<td>320.20%</td>
</tr>
<tr>
<td>4/30/2010</td>
<td>36,292,563</td>
<td>58,958,918</td>
<td>22,666,355</td>
<td>61.56%</td>
<td>7,249,181</td>
<td>312.67%</td>
</tr>
<tr>
<td>4/30/2009</td>
<td>31,294,102</td>
<td>55,657,814</td>
<td>24,363,712</td>
<td>56.23%</td>
<td>7,332,257</td>
<td>332.28%</td>
</tr>
<tr>
<td>4/30/2008</td>
<td>35,545,076</td>
<td>51,153,399</td>
<td>15,608,323</td>
<td>69.49%</td>
<td>6,997,301</td>
<td>223.06%</td>
</tr>
<tr>
<td>4/30/2007</td>
<td>33,872,830</td>
<td>46,690,674</td>
<td>12,817,844</td>
<td>72.55%</td>
<td>6,312,513</td>
<td>203.05%</td>
</tr>
<tr>
<td>4/30/2006</td>
<td>30,669,759</td>
<td>42,664,396</td>
<td>11,994,637</td>
<td>71.89%</td>
<td>5,887,772</td>
<td>203.72%</td>
</tr>
<tr>
<td>4/30/2005</td>
<td>26,691,150</td>
<td>37,297,901</td>
<td>10,606,751</td>
<td>71.56%</td>
<td>5,650,711</td>
<td>187.71%</td>
</tr>
</tbody>
</table>

### Other Post-Employment Benefits

<table>
<thead>
<tr>
<th>Actuarial Valuation Date</th>
<th>Actuarial Value of Assets</th>
<th>Actuarial Accrued Liability (AAL) - Entry Age</th>
<th>Unfunded AAL (UAAL)</th>
<th>Funded Ratio</th>
<th>Covered Payroll</th>
<th>UAAL as a Percentage of Covered Payroll</th>
</tr>
</thead>
<tbody>
<tr>
<td>4/30/2014</td>
<td>$ 31,315,316</td>
<td>31,315,316</td>
<td>0.00%</td>
<td>20,800,176</td>
<td>150.55%</td>
<td></td>
</tr>
<tr>
<td>4/30/2013</td>
<td>30,080,189</td>
<td>30,080,189</td>
<td>0.00%</td>
<td>20,194,345</td>
<td>148.95%</td>
<td></td>
</tr>
<tr>
<td>4/30/2012</td>
<td>27,845,244</td>
<td>27,845,244</td>
<td>0.00%</td>
<td>20,932,493</td>
<td>133.02%</td>
<td></td>
</tr>
<tr>
<td>4/30/2011</td>
<td>19,201,364</td>
<td>19,201,364</td>
<td>0.00%</td>
<td>20,557,521</td>
<td>93.40%</td>
<td></td>
</tr>
<tr>
<td>4/30/2010</td>
<td>20,187,594</td>
<td>20,187,594</td>
<td>0.00%</td>
<td>21,365,785</td>
<td>94.49%</td>
<td></td>
</tr>
</tbody>
</table>

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### Illinois Municipal Retirement Fund

<table>
<thead>
<tr>
<th>Year Ended Date</th>
<th>Annual Required Contribution</th>
<th>Percentage Contributed</th>
</tr>
</thead>
<tbody>
<tr>
<td>12/31/2013</td>
<td>$1,278,981</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2012</td>
<td>1,463,392</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2011</td>
<td>1,309,694</td>
<td>98%</td>
</tr>
<tr>
<td>12/31/2010</td>
<td>1,384,541</td>
<td>90%</td>
</tr>
<tr>
<td>12/31/2009</td>
<td>1,230,686</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2008</td>
<td>1,289,467</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2007</td>
<td>1,272,521</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2006</td>
<td>1,230,956</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2005</td>
<td>1,121,888</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2004</td>
<td>1,085,105</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2003</td>
<td>805,446</td>
<td>100%</td>
</tr>
</tbody>
</table>

### Sheriff's Law Enforcement Personnel

<table>
<thead>
<tr>
<th>Year Ended Date</th>
<th>Annual Required Contribution</th>
<th>Percentage Contributed</th>
</tr>
</thead>
<tbody>
<tr>
<td>12/31/2013</td>
<td>$55,665</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2012</td>
<td>39,980</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2011</td>
<td></td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2010</td>
<td>100%</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2009</td>
<td>100%</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2008</td>
<td>41,214</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2007</td>
<td>44,905</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2006</td>
<td>37,134</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2005</td>
<td>34,756</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2004</td>
<td>33,575</td>
<td>100%</td>
</tr>
<tr>
<td>12/31/2003</td>
<td>30,152</td>
<td>100%</td>
</tr>
</tbody>
</table>

### Police Pension Fund

<table>
<thead>
<tr>
<th>Year Ended Date</th>
<th>Annual Required Contribution</th>
<th>Percentage Contributed</th>
</tr>
</thead>
<tbody>
<tr>
<td>4/30/2014</td>
<td>$2,643,917</td>
<td>48%</td>
</tr>
<tr>
<td>4/30/2013</td>
<td>2,567,891</td>
<td>48%</td>
</tr>
<tr>
<td>4/30/2012</td>
<td>2,829,341</td>
<td>49%</td>
</tr>
<tr>
<td>4/30/2011</td>
<td>2,846,039</td>
<td>48%</td>
</tr>
<tr>
<td>4/30/2010</td>
<td>2,221,986</td>
<td>77%</td>
</tr>
<tr>
<td>4/30/2009</td>
<td>1,607,852</td>
<td>98%</td>
</tr>
<tr>
<td>4/30/2008</td>
<td>1,498,617</td>
<td>100%</td>
</tr>
<tr>
<td>4/30/2007</td>
<td>1,385,263</td>
<td>100%</td>
</tr>
<tr>
<td>4/30/2006</td>
<td>1,385,263</td>
<td>100%</td>
</tr>
<tr>
<td>4/30/2005</td>
<td>1,385,263</td>
<td>89%</td>
</tr>
<tr>
<td>4/30/2004</td>
<td>1,310,138</td>
<td>100%</td>
</tr>
</tbody>
</table>

### Firefighters' Pension Fund

<table>
<thead>
<tr>
<th>Year Ended Date</th>
<th>Annual Required Contribution</th>
<th>Percentage Contributed</th>
</tr>
</thead>
<tbody>
<tr>
<td>4/30/2014</td>
<td>$2,300,086</td>
<td>43%</td>
</tr>
<tr>
<td>4/30/2013</td>
<td>2,163,026</td>
<td>43%</td>
</tr>
<tr>
<td>4/30/2012</td>
<td>2,424,815</td>
<td>45%</td>
</tr>
<tr>
<td>4/30/2011</td>
<td>2,489,557</td>
<td>43%</td>
</tr>
<tr>
<td>4/30/2010</td>
<td>1,913,830</td>
<td>73%</td>
</tr>
<tr>
<td>4/30/2009</td>
<td>1,919,985</td>
<td>100%</td>
</tr>
<tr>
<td>4/30/2008</td>
<td>1,763,708</td>
<td>100%</td>
</tr>
<tr>
<td>4/30/2007</td>
<td>1,352,616</td>
<td>98%</td>
</tr>
<tr>
<td>4/30/2006</td>
<td>1,352,616</td>
<td>98%</td>
</tr>
<tr>
<td>4/30/2005</td>
<td>1,352,616</td>
<td>83%</td>
</tr>
<tr>
<td>4/30/2004</td>
<td>1,181,498</td>
<td>100%</td>
</tr>
</tbody>
</table>

### Other Post-Employment Benefits

<table>
<thead>
<tr>
<th>Year Ended Date</th>
<th>Annual Required Contribution</th>
<th>Percentage Contributed</th>
</tr>
</thead>
<tbody>
<tr>
<td>4/30/2014</td>
<td>$2,980,830</td>
<td>48%</td>
</tr>
<tr>
<td>4/30/2013</td>
<td>2,928,130</td>
<td>44%</td>
</tr>
<tr>
<td>4/30/2012</td>
<td>1,536,176</td>
<td>48%</td>
</tr>
<tr>
<td>4/30/2011</td>
<td>1,754,022</td>
<td>42%</td>
</tr>
<tr>
<td>4/30/2010</td>
<td>1,737,359</td>
<td>43%</td>
</tr>
</tbody>
</table>
COMBINING FINANCIAL STATEMENTS
NONMAJOR GOVERNMENTAL FUNDS – COMBINING STATEMENTS
VILLAGE OF BOLINGBROOK, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet
April 30, 2014

(See Following Page)
### Village of Bolingbrook, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2014

<table>
<thead>
<tr>
<th>Special Revenue Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motor Fuel Tax Fund</td>
</tr>
<tr>
<td>----------------------</td>
</tr>
<tr>
<td>Assets</td>
</tr>
<tr>
<td>Cash, Cash Equivalents and Investments</td>
</tr>
<tr>
<td>Property Taxes Receivable</td>
</tr>
<tr>
<td>Accounts Receivables, Net of Allowances</td>
</tr>
<tr>
<td>Accrued Interest Receivable</td>
</tr>
<tr>
<td>Intergovernmental Receivable</td>
</tr>
<tr>
<td>Advances to Other Funds</td>
</tr>
<tr>
<td>Total Assets</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities</th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts Payable</td>
<td>$201,958</td>
<td></td>
<td>28,932</td>
</tr>
<tr>
<td>Accrued Payroll</td>
<td>14,714</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advances from Other Funds</td>
<td>456,720</td>
<td></td>
<td>377,731</td>
</tr>
<tr>
<td>Deferred Revenue</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Payables</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Liabilities</td>
<td></td>
<td>301,237</td>
<td></td>
</tr>
<tr>
<td>Total Liabilities</td>
<td>$673,392</td>
<td>301,237</td>
<td>28,932</td>
</tr>
</tbody>
</table>

Deferred Inflows of Resources

Unavailable Property Taxes

Fund Balance

Nonspendable

Advances | 20,751 | 67,809 |

Restricted for

Streets | 7,598,185 |

Public Safety | 1,002,242 |

Debt Service | |

Capital Projects | |

Unassigned | (4,167) | (365,898) |

Total Fund Balances | $7,618,936 | (4,167) | 1,070,051 | (365,898) |

Total Liabilities, Deferred Inflows of Resources and Fund Balances | $8,292,328 | 297,070 | 1,098,983 | 11,833 |
<table>
<thead>
<tr>
<th>Debt Service Fund</th>
<th>Capital Projects Funds</th>
<th>East Side Special Service Area Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>1995 Beaconridge TIF Bond Fund</td>
<td>1988 Bond Fund</td>
<td>2002 Bond Fund</td>
</tr>
<tr>
<td>5,058,253</td>
<td>624,471</td>
<td>589,464</td>
</tr>
<tr>
<td>1,047,712</td>
<td></td>
<td></td>
</tr>
<tr>
<td>64,338</td>
<td></td>
<td></td>
</tr>
<tr>
<td>6,170,303</td>
<td>624,471</td>
<td>589,464</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1,983,515</td>
<td></td>
<td></td>
</tr>
<tr>
<td>367,287</td>
<td></td>
<td></td>
</tr>
<tr>
<td>144,775</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>512,062</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>995,583</td>
<td></td>
<td></td>
</tr>
<tr>
<td>64,338</td>
<td></td>
<td></td>
</tr>
<tr>
<td>5,110,382</td>
<td>112,409</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>(1,394,051)</td>
</tr>
<tr>
<td>5,174,720</td>
<td>112,409</td>
<td>(1,394,051)</td>
</tr>
<tr>
<td>6,170,303</td>
<td>624,471</td>
<td>589,464</td>
</tr>
</tbody>
</table>

(Cont.)
**VILLAGE OF BOLINGBROOK, ILLINOIS**

Nonmajor Governmental Funds

**Combining Balance Sheet (Cont.)**

**April 30, 2014**

<table>
<thead>
<tr>
<th>Capital Projects Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mortgage Revenue</td>
</tr>
<tr>
<td>Westside Storm Sewer</td>
</tr>
<tr>
<td>Capital Improvement</td>
</tr>
<tr>
<td>Fund</td>
</tr>
<tr>
<td>Fund</td>
</tr>
<tr>
<td>1997 Bond</td>
</tr>
<tr>
<td>Fund</td>
</tr>
<tr>
<td>2004 Bond</td>
</tr>
<tr>
<td>Fund</td>
</tr>
</tbody>
</table>

**Assets**

| Cash, Cash Equivalents and Investments | $1,013,449 |
| Property Taxes Receivable              | 170,635    |
| Accounts Receivables, Net of Allowances | 29,010 |
| Accrued Interest Receivable            |            |
| Intergovernmental Receivable           |            |
| Advances to Other Funds                | 294,237    |
| **Total Assets**                       | $2,022,818 |

**Liabilities**

| Accounts Payable                  | $          |
| Accrued Payroll                   |            |
| Advances from Other Funds         | 82,596     |
| Deferred Revenue                  |            |
| Other Payables                    |            |
| Other Liabilities                 |            |
| **Total Liabilities**             | 82,596     |

**Deferred Inflows of Resources**

| Unavailable Property Taxes         |            |

**Fund Balance**

<table>
<thead>
<tr>
<th>Nonspendable</th>
</tr>
</thead>
<tbody>
<tr>
<td>Advances</td>
</tr>
<tr>
<td>Restricted for Streets</td>
</tr>
<tr>
<td>Public Safety</td>
</tr>
<tr>
<td>Debt Service</td>
</tr>
<tr>
<td>Capital Projects</td>
</tr>
<tr>
<td>Unassigned</td>
</tr>
<tr>
<td><strong>Total Fund Balances</strong></td>
</tr>
</tbody>
</table>

**Total Liabilities, Deferred Inflows of Resources and Fund Balances**

| $1,013,449 | 170,635 | 29,010 | 2,022,818 |
### Capital Projects Funds

<table>
<thead>
<tr>
<th>2006 A &amp; B Bond Fund</th>
<th>Capital Improvement Fund</th>
<th>Total Nonmajor Government Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>6,343,697</td>
<td>20</td>
<td>25,556,686</td>
</tr>
<tr>
<td></td>
<td></td>
<td>11,833</td>
</tr>
<tr>
<td></td>
<td></td>
<td>1,098,167</td>
</tr>
<tr>
<td></td>
<td></td>
<td>7,580</td>
</tr>
<tr>
<td></td>
<td></td>
<td>325,158</td>
</tr>
<tr>
<td></td>
<td></td>
<td>447,135</td>
</tr>
<tr>
<td>6,343,697</td>
<td>20</td>
<td>27,446,559</td>
</tr>
<tr>
<td>555,826</td>
<td>20</td>
<td>2,770,231</td>
</tr>
<tr>
<td>582,579</td>
<td></td>
<td>14,714</td>
</tr>
<tr>
<td></td>
<td></td>
<td>1,866,913</td>
</tr>
<tr>
<td></td>
<td></td>
<td>144,775</td>
</tr>
<tr>
<td></td>
<td></td>
<td>301,237</td>
</tr>
<tr>
<td>1,138,405</td>
<td></td>
<td>5,097,870</td>
</tr>
<tr>
<td></td>
<td></td>
<td>995,583</td>
</tr>
</tbody>
</table>

447,135

| 5,205,292            | 20                       | 8,959,278                       |
|                      |                          | 5,110,382                       |
|                      |                          | 1,764,116                       |
|                      |                          | (1,764,116)                     |
| 5,205,292            | 20                       | 21,353,106                      |
| 6,343,697            | 20                       | 27,446,559                      |

76
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended April 30, 2014

<table>
<thead>
<tr>
<th>Special Revenue Funds</th>
<th>Motor Fuel Tax Fund</th>
<th>Community Development Fund</th>
<th>911 Emergency Fund</th>
<th>Road and Bridge Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Taxes</td>
<td>$ 82,594</td>
<td>267,922</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Intergovernmental</td>
<td>2,510,362</td>
<td>316,732</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>(21,318)</td>
<td>43</td>
<td>583</td>
<td></td>
</tr>
<tr>
<td><strong>Total Revenues</strong></td>
<td>2,571,638</td>
<td>316,775</td>
<td>268,505</td>
<td>23,351</td>
</tr>
</tbody>
</table>

| **Expenditures**      |                     | 15,000                     | 5,472             | 307,582              |
| Current               |                     | 1,946,910                  |                   |                      |
| General Government    |                     |                             |                   |                      |
| Public Safety         |                     |                             |                   |                      |
| Highways and Streets  |                     |                             |                   |                      |
| Capital Outlay        |                     |                             |                   |                      |
| Debt Service          |                     |                             |                   |                      |
| Principal Payments    |                     |                             |                   |                      |
| Interest Payments     |                     |                             |                   |                      |
| **Total Expenditures**| 1,946,910           | 200,833                    | 307,582           | -                    |

| **Excess (Deficiency) of Revenues over Expenditures** | 624,728 | 115,942 | (39,077) | 23,351 |

| **Other Financing Sources (Uses)**                   | 142,000 | (55,608) | 142,000 | - |
| Transfers In                                          |         |         |         |     |
| Transfers Out                                         |         |         |         |     |
| **Total Other Financing Sources (Uses)**              |         |         |         |     |

| **Net Change in Fund Balances**                      | 624,728 | 60,334  | 102,923 | 23,351 |

<p>| <strong>Fund Balance</strong>                                     |         |         |         |     |
| May 1                                                | 6,994,208 | (64,501) | 967,128 | (389,249) |
| April 30                                             | $ 7,618,936 | (4,167) | 1,070,051 | (365,898) |</p>
<table>
<thead>
<tr>
<th>Debt Service Fund</th>
<th>Capital Projects Funds</th>
<th>East Side Special Service Area Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>1995 Beaconridge</td>
<td>1988 Bond Fund</td>
<td>2002 Bond Fund</td>
</tr>
</tbody>
</table>

<p>| | | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>133,381</td>
<td>309</td>
<td>554</td>
<td>(2,463)</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>75</td>
</tr>
<tr>
<td>133,690</td>
<td>554</td>
<td>(2,463)</td>
<td>75</td>
</tr>
</tbody>
</table>

<p>| | | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>2,424,756</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>180,000</th>
<th>22,500</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>202,500</td>
<td></td>
<td>2,424,756</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>(68,810)</th>
<th>554</th>
<th>(2,427,219)</th>
<th>75</th>
</tr>
</thead>
<tbody>
<tr>
<td>(68,810)</td>
<td></td>
<td>(2,427,219)</td>
<td>75</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>5,243,530</th>
<th>111,855</th>
<th>1,033,168</th>
<th>782,403</th>
</tr>
</thead>
<tbody>
<tr>
<td>5,174,720</td>
<td>112,409</td>
<td>(1,394,051)</td>
<td>782,478</td>
</tr>
</tbody>
</table>

(Cont.)
## VILLAGE OF BOLINGBROOK, ILLINOIS

**Nonmajor Governmental Funds**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Cont.)

**Year Ended April 30, 2014**

<table>
<thead>
<tr>
<th>Capital Projects Funds</th>
<th>Mortgage Revenue Capital Improvement Fund</th>
<th>Westside Storm Sewer Management Fund</th>
<th>1997 Fund</th>
<th>2004 Bond Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Taxes</td>
<td>$</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Charges for Services Intergovernmental Interest</td>
<td>685</td>
<td>17</td>
<td>3</td>
<td>1,460</td>
</tr>
<tr>
<td><strong>Total Revenues</strong></td>
<td>685</td>
<td>17</td>
<td>3</td>
<td>1,460</td>
</tr>
</tbody>
</table>

| **Expenditures**                |                                          |                                     |           |               |
| Current                         |                                          |                                     |           |               |
| General Government              |                                          |                                     |           |               |
| Public Safety                   |                                          |                                     |           |               |
| Highways and Streets            |                                          |                                     |           |               |
| Capital Outlay                  |                                          |                                     |           |               |
| Debt Service                    |                                          |                                     |           |               |
| Principal Payments              |                                          |                                     |           |               |
| Interest Payments               |                                          |                                     |           |               |
| **Total Expenditures**          |                                          |                                     |           |               |

| **Excess (Deficiency) of Revenues over Expenditures** | 685 | 17 | 3 | 1,460 |

| **Other Financing Sources (Uses)** |                                          |                                     |           |               |
| Transfers In                     |                                          |                                     |           |               |
| Transfers Out                    |                                          |                                     |           |               |
| **Total Other Financing Sources (Uses)** | - | - | - | - |

| **Net Change in Fund Balances** | 685 | 17 | 3 | 1,460 |

<p>| <strong>Fund Balances</strong>               |                                          |                                     |           |               |
| May 1                            | 1,012,764 | 170,618 | 29,007 | 1,938,762 |
| April 30                         | $ 1,013,449 | 170,635 | 29,010 | 1,940,222 |</p>
<table>
<thead>
<tr>
<th>2006 A &amp; B Bond Fund</th>
<th>Capital Improvement Fund</th>
<th>Total Nonmajor Government Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>156,732</td>
<td>350,516</td>
<td>2,827,094</td>
</tr>
<tr>
<td>6,280</td>
<td></td>
<td>(13,772)</td>
</tr>
<tr>
<td>6,280</td>
<td></td>
<td>3,320,570</td>
</tr>
<tr>
<td>15,000</td>
<td>313,054</td>
<td>1,946,910</td>
</tr>
<tr>
<td>664,822</td>
<td></td>
<td>3,269,939</td>
</tr>
<tr>
<td>180,000</td>
<td>22,500</td>
<td>5,747,403</td>
</tr>
<tr>
<td>664,822</td>
<td></td>
<td>(2,426,833)</td>
</tr>
<tr>
<td>(658,542)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>142,000</td>
<td>(55,608)</td>
<td>86,392</td>
</tr>
<tr>
<td>(658,542)</td>
<td></td>
<td>(2,340,441)</td>
</tr>
<tr>
<td>5,863,834</td>
<td>20</td>
<td>23,693,547</td>
</tr>
<tr>
<td>5,205,292</td>
<td>20</td>
<td>21,353,106</td>
</tr>
</tbody>
</table>
FIDUCIARY FUNDS
### VILLAGE OF BOLINGBROOK, ILLINOIS

Fiduciary Funds

Combining Statement of Fiduciary Net Position - Pension Trust Funds

April 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Police Pension Fund</th>
<th>Firefighters' Pension Fund</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and Cash Equivalents</td>
<td>$ 924,230</td>
<td>1,699,742</td>
<td>2,623,972</td>
</tr>
<tr>
<td>Investments</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>U.S. Treasury Securities</td>
<td>8,071,854</td>
<td>6,083,635</td>
<td>14,155,489</td>
</tr>
<tr>
<td>U.S. Agency Securities</td>
<td>17,685,043</td>
<td>3,435,387</td>
<td>21,120,430</td>
</tr>
<tr>
<td>Municipal Bonds</td>
<td>2,973,155</td>
<td>761,715</td>
<td>3,327,951</td>
</tr>
<tr>
<td>Corporate Bonds</td>
<td>17,436,568</td>
<td>9,663,039</td>
<td>27,099,607</td>
</tr>
<tr>
<td>Mutual Funds</td>
<td>3,615,381</td>
<td>14,913,953</td>
<td>18,529,334</td>
</tr>
<tr>
<td>Common and Preferred Stock</td>
<td>255,440</td>
<td>142,450</td>
<td>397,890</td>
</tr>
<tr>
<td>Accrued Interest Receivable</td>
<td>1,224,869</td>
<td>980,029</td>
<td>2,204,898</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>52,186,540</td>
<td>44,887,746</td>
<td>97,074,286</td>
</tr>
</tbody>
</table>

| **Liabilities**       |                     |                            |             |
| Other Payables        | 50,580              | 20,179                     | 70,759      |

| **Net Position**      |                     |                            |             |
| Held in Trust for Pension Benefits | $ 52,135,960 | 44,867,567               | 97,003,527  |
VILLAGE OF BOLINGBROOK, ILLINOIS

Fiduciary Funds

Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds
Year Ended April 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Police Pension Fund</th>
<th>Firefighters' Pension Fund</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Additions</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employer</td>
<td>$1,733,255</td>
<td>1,487,590</td>
<td>3,220,845</td>
</tr>
<tr>
<td>Plan Members</td>
<td>1,241,446</td>
<td>704,386</td>
<td>1,945,832</td>
</tr>
<tr>
<td><strong>Total Contributions</strong></td>
<td><strong>2,974,701</strong></td>
<td><strong>2,191,976</strong></td>
<td><strong>5,166,677</strong></td>
</tr>
<tr>
<td>Investment Earnings</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investment Income</td>
<td>2,897,539</td>
<td>3,221,137</td>
<td>6,118,676</td>
</tr>
<tr>
<td>Investment Fees</td>
<td>(230,806)</td>
<td>(228,180)</td>
<td>(458,986)</td>
</tr>
<tr>
<td><strong>Total Investment Earnings</strong></td>
<td><strong>2,666,733</strong></td>
<td><strong>2,992,957</strong></td>
<td><strong>5,659,690</strong></td>
</tr>
<tr>
<td><strong>Total Additions</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>5,641,434</td>
<td>5,184,933</td>
<td>10,826,367</td>
</tr>
</tbody>
</table>

|                      |                     |                             |             |
| **Deductions**       |                     |                             |             |
| Benefits and Refunds | 3,127,799           | 3,199,936                   | 6,327,735   |
| Administration       | 96,126              | 44,493                      | 140,619     |
| **Total Deductions** |                     |                             |             |
|                      | 3,223,925           | 3,244,429                   | 6,468,354   |

|                      |                     |                             |             |
| **Change in Net Position** | **2,417,509** | **1,940,504** | **4,358,013** |

|                      |                     |                             |             |
| **Net Position, Held in Trust for Pension Benefits** |                     |                             |             |
| May 1                | 49,718,451          | 42,927,063                  | 92,645,514  |
| April 30             | $52,135,960         | 44,867,567                  | 97,003,527  |