

VILLAGE OF ELWOOD, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



Village of Elwood

• *Established 1889* •

Proud of our past, Building our future.

FOR THE FISCAL YEAR ENDED
APRIL 30, 2015

VILLAGE OF ELWOOD, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
APRIL 30, 2015**

Prepared by Finance Department:

**Jasen Melahn
Treasurer - Interim**

VILLAGE OF ELWOOD, ILLINOIS

TABLE OF CONTENTS

	PAGE
<u>INTRODUCTORY SECTION</u>	
List of Principal Officials	i
Organization Chart.....	ii
Transmittal Letter	iii - vi
Certificate of Achievement for Excellence in Financial Reporting	vii
<u>FINANCIAL SECTION</u>	
INDEPENDENT AUDITORS' REPORT	1 - 2
MANAGEMENT'S DISCUSSION AND ANALYSIS	MD&A 1 - 15
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	3 - 4
Statement of Activities	5 - 6
Fund Financial Statements	
Balance Sheet – Governmental Funds	7 - 8
Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities.....	9
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	10 - 11
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	12
Statement of Net Position – Proprietary Funds	13 - 14
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds	15
Statement of Cash Flows – Proprietary Funds	16
Notes to the Financial Statements.....	17 - 42
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Funding Progress and Employer Contributions	
Illinois Municipal Retirement Fund.....	43
Other Post-Employment Benefit Plan	44
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund	45

VILLAGE OF ELWOOD, ILLINOIS

TABLE OF CONTENTS

	PAGE
<u>FINANCIAL SECTION – Continued</u>	
OTHER SUPPLEMENTARY INFORMATION	
Schedule of Revenues – Budget and Actual – General Fund	46 - 47
Schedule of Expenditures – Budget and Actual – General Fund	48 - 51
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Capital Construction Bond – Capital Projects Fund.....	52
Combining Balance Sheet – Nonmajor Governmental Funds.....	53
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	
Nonmajor Governmental Funds	54
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Motor Fuel Tax – Special Revenue Fund	55
Park – Special Revenue Fund	56
Schedule of Expenditures – Budget and Actual – Park – Special Revenue Fund	57
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Special Service Area – Special Revenue Fund.....	58
Schedule of Expenditures – Budget and Actual – Special Service Area – Special Revenue Fund.....	59
Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual	
Debt Service Fund	60
Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual	
Water and Sewer – Enterprise Fund	61
Schedule of Operating Revenues – Budget and Actual – Water and Sewer Fund	62
Schedule of Operating Expenses – Budget and Actual – Water and Sewer Fund	63 - 64
Schedules of Revenues, Expenses and Changes in Net Position – Budget and Actual	
Garbage – Enterprise Fund	65
SUPPLEMENTAL SCHEDULES	
Long-Term Debt Requirements	
General Obligation Bonds of 2005	66
General Obligation Refunding Bonds of 2010A	67
General Obligation Refunding Bonds of 2010B	68

VILLAGE OF ELWOOD, ILLINOIS

TABLE OF CONTENTS

	PAGE
<u>STATISTICAL SECTION (Unaudited)</u>	
Net Position by Component – Last Ten Fiscal Years.....	69 - 70
Changes in Net Position – Last Ten Fiscal Years.....	71 - 72
Fund Balances of Governmental Funds – Last Ten Fiscal Years.....	73 - 74
General Governmental Revenues by Source – Last Ten Fiscal Years	75 - 76
General Governmental Expenditures by Function – Last Ten Fiscal Years	77 - 78
Changes in Fund Balances for Governmental Funds – Last Ten Fiscal Years.....	79 - 80
Assessed Value and Actual Value of Taxable Property – Last Ten Tax Levy Years	81 - 82
Direct and Overlapping Property Tax Rates – Last Ten Tax Levy Years.....	83 - 84
Principal Property Tax Payers – Current Fiscal Year and Nine Fiscal Years Ago	85
Property Tax Levies and Collections – Last Ten Fiscal Years	86
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	87 - 88
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	89
Schedule of Direct and Overlapping Bonded Debt	90
Schedule of Legal Debt Margin.....	91
Pledged-Revenue Coverage – Last Ten Fiscal Years.....	92
Demographic and Economic Statistics – Last Ten Fiscal Years	93
Principal Employers – Current Fiscal Year and Nine Fiscal Years Ago.....	94
Full-Time Equivalent Village Government Employees by Function – Last Ten Fiscal Years	95 - 96
Operating Indicators by Function/Program – Last Ten Fiscal Years	97 - 98
Capital Asset Statistics by Function/Program – Last Ten Fiscal Years	99

INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Elwood, Illinois including:

- List of Principal Officials
- Organization Chart
- Transmittal Letter
- Certificate of Achievement for Excellence in Financial Reporting

VILLAGE OF ELWOOD, ILLINOIS

List of Principal Officials
April 30, 2015

VILLAGE PRESIDENT

William Offerman

VILLAGE BOARD OF TRUSTEES

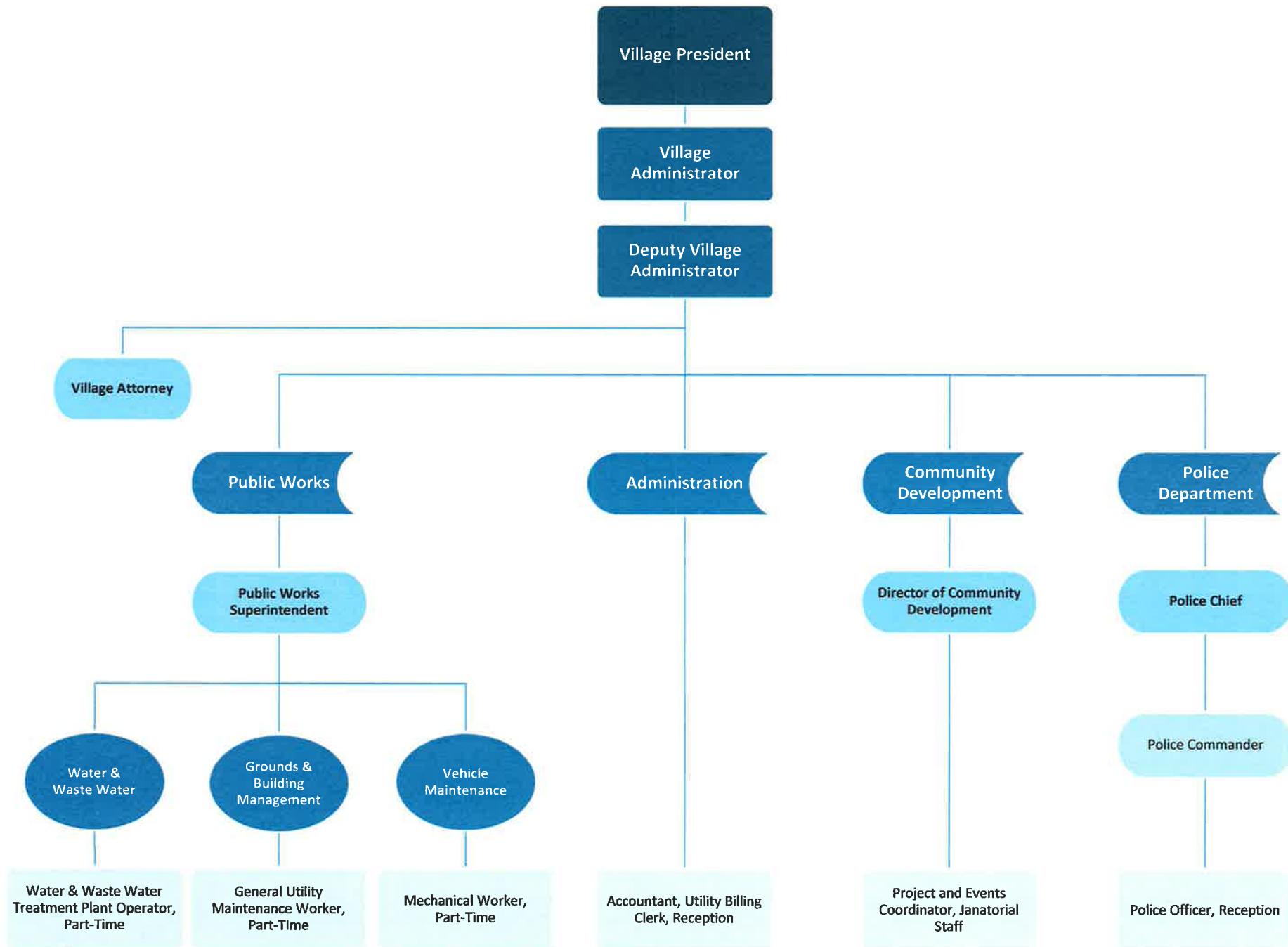
Doug Jenco	Mary Matichak
Bud Jones	Dean Lowrance
Don LaPaglia	Jasen Melahn

VILLAGE CLERK

Vacant

DEPARTMENT HEADS

(Interim) Village Administrator	Nicholas Narducci
(Interim) Village Treasurer	Jasen Melahn
Chief of Police	Fred Hayes
Director of Public Works	Max Bosso





Village of Elwood

• Established 1889 •

Proud of our past, Building our future.

401 E. Mississippi Ave., P.O. Box 435, Elwood, IL 60421 • (815) 423-5011 • Fax: (815) 423-6861

December 16, 2015

To the Citizens of the Village of Elwood:

We submit to you the Comprehensive Annual Financial Report of the Village of Elwood for the fiscal year ended April 30, 2015. The responsibility for the accuracy of the data and the completeness and fairness of the presentation, including disclosures, rests with the Village of Elwood, Administrative Department. To the best of our knowledge, the enclosed data is accurate in all material respects and gives an accurate representation of the financial position and results of operations of the various funds of the Village. All disclosures necessary to enable the reader to understand funds and account groups of the Village are included. All disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and is meant to be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

The Village provides a full range of services. These services include:

- Administration
- Legal
- Community development
- Police protection
- Construction and maintenance of roads, streets and infrastructure
- Water distribution
- Wastewater treatment

ECONOMIC CONDITION AND OUTLOOK

The Village is located in the western portion of Will County, which is ranked as one of the top growth areas in the nation. It is located approximately thirty-five miles southwest of Chicago. Construction in the past (5) five-year has slowed similar to the entire country however, the Village has seen some positive changes in the economic future. In addition, the largest inter-modal/industrial park in the nation is located in a tax increment financing district within the Village's western border.

The estimated actual value of property in the Village has decreased by 0.0376% for tax levy year 2014. The Village has experienced some of the reduction in EAV seen across the nation. Current projections anticipate a leveling in 2015 based on preliminary assessment information. From tax levy year 2005 to tax levy year 2014, the Village's EAV has increased 5.73%. There is property in the Village still to be developed, future development will occur on a planned basis.

In FYE 2015, income tax revenue increased by \$29,110 or 10.9%. This compares to a \$1,261 decrease during the previous fiscal year. Utility tax provided approximately 33% of the total General Fund operating revenue in FYE 2015 as compared with 32% in FYE 2014.

OTHER ECONOMIC CONDITIONS EXPECTED

Housing developments as throughout the nation have stalled and the Village has reported an \$11,205 decrease in building permits for FYE 2015. In addition, warehouses continue to be developed both in and outside the industrial park.

Currently, unemployment in Will County (7.3%) is slightly higher than the state (6.0%), and slightly higher than the nation (5.5%) as of April 2015. However, the Village with a population of 2,239 has an additional 3,800 employees enter the intermodal on a daily basis to service the nearly 17,000 vehicles that do business in the facility.

MAJOR INITIATIVES

The Village has accomplished many major initiatives during FYE 2015. Some of the accomplishments that the elected officials and staff are most proud of are described in the following. The Village received a favorable ruling from the Illinois Commerce Commission in closing a dangerous rail crossing and secondary entrance to the Elwood International Port. This ruling provided a safer travel for passenger traffic along with respecting funeral processions to and from the Abraham Lincoln National Veterans Cemetery. The Village consistently addressed safety issues caused by the increase in truck traffic.

DEPARTMENT FOCUS

A major focus to address all aspects of the management of the industrial park by the all Village departments and functions to improve safety, reduce truck traffic, and enhance business operations in Deer Run Industrial Park. The Police Department has certified all officers in truck enforcement and established procedures to monitor activity in the industrial park. The Public Works Department conducted all the activities mentioned above in the “Major Initiative” section. Also the Administration has addressed all safety issues presented over the past fiscal year.

FINANCIAL INFORMATION

Management of the Village is responsible for establishing and maintaining an internal control structure. This structure is designed to ensure that the assets of the Village are protected from loss, theft or misuse. It is also designed to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

The Village's accounting records for governmental funds are maintained on a modified accrual basis, which means revenues are recorded when they become measurable and available and expenditures are recorded when the fund liability is incurred. Accounting records for the Village's enterprise funds are maintained on a full accrual basis.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

BUDGETING CONTROLS In addition the Village maintains budgetary controls. The objective of the budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Village Board. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, certain Capital Projects Funds, Enterprise Funds and Tax Increment Financing Funds are included in the annual operational budget. Project length financial plans are prepared for the Capital Projects Funds and are published in a separate document. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established at the individual fund level.

As demonstrated by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management.

GENERAL FUND BALANCE The fund balance in the General Fund increased in FYE 2015 by \$1,429. The fund balance is still well above the target of 25% (67% for FYE 2015) of expenditures showing increasing financial stability and a slight improvement in the economy.

INDEPENDENT AUDIT

State statute requires an annual audit by independent certified public accountants. The Village selected the accounting firm of Lauterbach & Amen, LLP. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

AWARDS

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governmental entities for their Comprehensive Annual Financial Report (CAFR) for each fiscal year. In order to be awarded a Certificate of Achievement, the Village must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. The Village received this award for the past nine years.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

ACKNOWLEDGEMENTS

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire administrative staff. Each member has our sincere appreciation for the contributions made in preparation of this report.

In addition, the Village wishes to recognize the staff of the firm of Lauterbach & Amen, LLP whose professionalism and cooperation is sincerely appreciated. In closing, we would like to thank the members of the Board of Trustees for their interest and support in planning and conducting the financial operations of the Village in a responsible and progressive manner. Without their leadership and ongoing support, preparation of this report would not have been possible.

Sincerely,

Nicholas J. Narducci

Nicholas J. Narducci
Village Administrator



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Village of Elwood
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2014

A handwritten signature in black ink that reads "Jeffrey P. Evans". The signature is fluid and cursive, with "Jeffrey" on the top line and "P. Evans" on the bottom line.

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Village's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

December 16, 2015

The Honorable Village President
Members of the Board of Trustees
Village of Elwood, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Elwood, Illinois, as of and for the year ended April 30, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Elwood, Illinois, as of April 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Elwood, Illinois', financial statements as a whole. The introductory section, combining and individual fund financial statements and budgetary comparison schedules, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Lauterbach + Amen LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

Our discussion and analysis of the Village of Elwood's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2015. Please read it in conjunction with the transmittal letter that begins on page iii and the Village's financial statements, which begin on page 3.

FINANCIAL HIGHLIGHTS

- **Excluding all TIF related activity, the Village reported a decrease in net position of \$1,893,943 for the governmental activities.**
 - Total assets decreased \$693,731. The Village's current and other assets decreased \$753,212 and also **reported an increase to the Village's capital assets of \$59,481.**
 - Total liabilities increased \$1,172,890 due primarily to an increase in long term debt outstanding.
 - The increase in liabilities was not offset by the \$693,731 decrease in assets, resulting in the overall \$1,893,943 decrease to net position for the governmental activities.
- Net position for the business-type activities decreased \$914,856.
- **The General Fund reported an ending fund balance of \$1,239,273, which reflects a \$1,429, or less than one percent increase for the year.**

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 3 - 6) provide information about the activities of the Village of Elwood as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 7. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village of Elwood's operation in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village of Elwood's finances, in a manner similar to a private-sector business. The government wide financial statements can be found on pages 3 - 6 of this report.

The Statement of Net Position reports information on all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Consideration of other non-financial factors, such as changes in the Village's property tax base and the condition of the Village's roads, is needed to assess the overall health of the Village of Elwood.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2015

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements – Continued

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, public works, and parks and recreation. The business-type activities of the Village include water, sewer, and garbage operations.

Fund Financial Statements

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

Governmental Funds

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

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

The Village of Elwood maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Deer Run TIF Fund, and the Capital Construction Bond Fund, all of which are considered major funds.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2015

USING THIS ANNUAL REPORT - Continued

Fund Financial Statements - Continued

Governmental Funds – Continued

Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village of Elwood adopts an annual appropriated budget for all of the governmental funds, except the Deer Run Tax Increment Financing Fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 7 - 12 of this report.

Proprietary Funds

The Village maintains one type of proprietary fund, an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village utilizes enterprise funds to account for its water and sewer, and garbage operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund and the Garbage Fund. The Water and Sewer Fund is considered to be a major proprietary fund of the Village, while the Garbage Fund is considered to be a non-major fund. The basic proprietary fund financial statements can be found on pages 13 - 16 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 - 42 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's I.M.R.F. employee pension obligation and other postemployment benefit obligation, as well as the budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 43 - 45 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on the pension. Combining and individual fund statements and schedules can be found on pages 46 - 65 of this report.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Government-Wide Activities Excluding TIF Activity

The repayment of the TIF related long-term liabilities are secured solely by the incremental taxes received within the Tax Increment Financing District of the Village. As such, it is important to remove the TIF related activity from the Village's entity-wide statements to reflect true Village operations. The following table provides the breakdown of net position for the Village excluding all TIF related activities:

	Net Position - Excluding TIF Related Activity					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	\$ 8,855,666	9,608,878	(2,817,054)	(2,460,449)	6,038,612	7,148,429
Capital Assets	32,521,086	32,461,605	19,129,609	19,563,827	51,650,695	52,025,432
Total Assets	41,376,752	42,070,483	16,312,555	17,103,378	57,689,307	59,173,861
Long-Term Debt Outstanding	16,052,031	16,024,709	9,623,002	9,794,374	25,675,033	25,819,083
Other Liabilities/Deferred Outflows	1,891,462	718,572	1,270,602	975,197	3,162,064	1,693,769
Total Liabilities/Deferred Outflows	17,943,493	16,743,281	10,893,604	10,769,571	28,837,097	27,512,852
Net Position						
Net Investment in Capital Assets	20,107,534	19,918,053	11,208,917	11,475,448	31,316,451	31,393,501
Restricted	1,996,603	1,969,900	-	-	1,996,603	1,969,900
Unrestricted (Deficit)	1,329,122	3,439,249	(5,789,966)	(5,141,641)	(4,460,844)	(1,702,392)
Total Net Position	23,433,259	25,327,202	5,418,951	6,333,807	28,852,210	31,661,009

By far the largest portion of the Village of Elwood's net position reflects its investment in capital assets of \$31.3 million (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village of Elwood uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Elwood's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The Village's net investment in capital assets decreased \$77,050 primarily as a result of various capital improvements being less than the depreciation expense for the year.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Excluding TIF Activity – Continued

An additional portion or \$2.0 million of the Village of Elwood's net position represents resources that are subject to external restrictions on how they may be used, including restrictions for the use of motor fuel tax allotments and special service area taxes.

The following table provides the breakdown of changes in net position for the Village excluding all TIF related activities:

	Changes in Net Position - Excluding TIF Related Activity					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program Revenues						
Charges for Services	\$ 534,338	474,759	949,613	945,559	1,483,951	1,420,318
Operating Grants/Contrib.	62,887	70,334	-	-	62,887	70,334
Capital Grants/Contrib.	-	79,824	-	-	-	79,824
General Revenues						
Property Taxes	1,287,960	1,278,954	-	-	1,287,960	1,278,954
Utility Taxes	608,208	597,230	-	-	608,208	597,230
Sales Taxes	148,733	206,567	-	-	148,733	206,567
Income Taxes	295,594	266,484	-	-	295,594	266,484
Other General Revenues	2,257,493	2,294,849	15,498	16,063	2,272,991	2,310,912
Total Revenues	5,195,213	5,269,001	965,111	961,622	6,160,324	6,230,623
Expenses						
General Government	2,189,888	1,111,439	-	-	2,189,888	1,111,439
Public Safety	1,618,937	1,621,037	-	-	1,618,937	1,621,037
Public Works	2,309,125	2,052,121	-	-	2,309,125	2,052,121
Parks and Recreation	138,880	144,163	-	-	138,880	144,163
Interest on Long-Term Debt	832,326	805,944	-	-	832,326	805,944
Water and Sewer	-	-	1,696,473	1,809,632	1,696,473	1,809,632
Garbage	-	-	183,494	176,382	183,494	176,382
Total Expenses	7,089,156	5,734,704	1,879,967	1,986,014	8,969,123	7,720,718
Change in Net Position						
Before Transfers	(1,893,943)	(465,703)	(914,856)	(1,024,392)	(2,808,799)	(1,490,095)
Transfers	-	265,930	-	(265,930)	-	-
Change in Net Position	(1,893,943)	(199,773)	(914,856)	(1,290,322)	(2,808,799)	(1,490,095)
Net Position-Beginning	25,327,202	25,526,975	6,333,807	7,624,129	31,661,009	33,151,104
Net Position-Ending	23,433,259	25,327,202	5,418,951	6,333,807	28,852,210	31,661,009

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

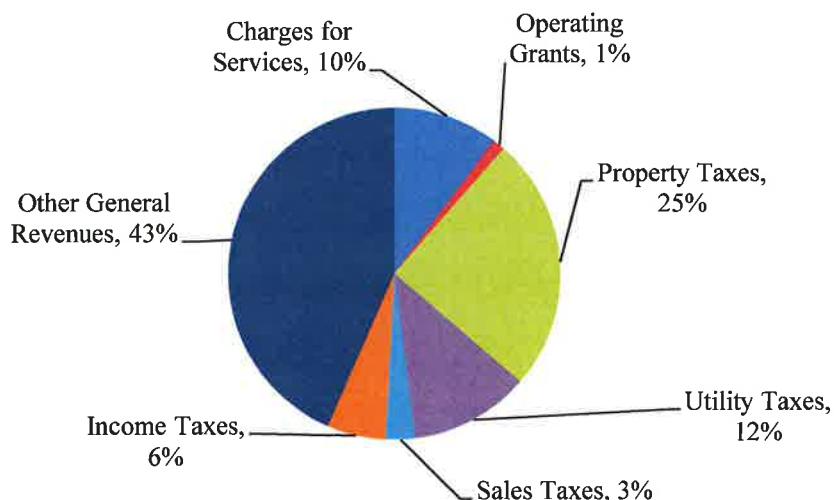
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Excluding TIF Activity – Continued

In removing all TIF related activity from the entity-wide statements, including capital assets, long-term debt, TIF incremental property taxes, etc. the Village is able to analyze true operational net position and changes in net position. **Excluding the TIF activity, the Village reported a decrease to governmental activities net position of \$1,893,943** primarily as the result of increased expenses in general government and public works. Furthermore, as reflected on page MD&A 4, **the Village was able to report positive balances for all categories of net position for the governmental activities for the years ended April 30, 2015 and April 30, 2014.**

Revenues for governmental and business-type activities were \$6.2 million for the year, with the largest portion of revenue coming from other general revenues (\$2.3 million). Revenues for the year decreased \$70,299, which includes a decrease of \$73,788 for the governmental activities and an increase of \$3,489 for the business-type activities. Revenues decreased from both sales and home rule sales taxes (changes in the economy and in the Village's industrial park are the main reason for the reduction.) In addition, the Village received a larger amount in miscellaneous revenue due to some lease agreements on previous developments paid to the Village. In 2015 the business-type activities reported a decrease in the net position of \$914,856 due to increased depreciation and interest costs. Total business-type activities expenses for the year were \$1.9 million, reflecting a 5 percent decrease from the prior year. The Village Board and management worked diligently during the year to maintain costs in light of the still recovering economy. The Village reported a \$2,808,799 decrease to total net position for the year. This is in comparison to a decrease of \$1,490,095 in the prior year, due primarily to additional capital improvement required when we took over management of the water and sewer treatment plants. The following chart shows the diversification of the Village's revenue sources for the year ended April 30, 2015:

Revenues by Source - Governmental Activities at April 30, 2015



VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Elwood, liabilities/deferred inflows exceeded assets by \$80.5 million due in large part to the current year accretion expense of \$15,392,869 on the capital appreciation bonds and total outstanding accretion of \$56,083,171. The following table represents the activity of the Village including all TIF related activity:

	Net Position					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	\$ 22,628,923	22,244,286	(2,817,054)	(2,460,449)	19,811,869	19,783,837
Capital Assets	122,465,303	124,654,427	19,129,609	19,563,827	141,594,912	144,218,254
Total Assets	145,094,226	146,898,713	16,312,555	17,103,378	161,406,781	164,002,091
Long-Term Debt Outstanding	145,273,768	153,437,049	9,623,002	9,794,374	154,896,770	163,231,423
Other Liabilities	85,764,302	70,062,858	1,270,602	975,197	87,034,904	71,038,055
Total Liabilities/Deferred Outflows	231,038,070	223,499,907	10,893,604	10,769,571	241,931,674	234,269,478
Net Position						
Net Investment in Capital Assets	9,784,755	5,827,985	11,208,917	11,475,448	20,993,672	17,303,433
Restricted	1,996,603	1,969,900	-	-	1,996,603	1,969,900
Unrestricted (Deficit)	(97,725,202)	(84,399,079)	(5,789,966)	(5,141,641)	(103,515,168)	(89,540,720)
Total Net Position	(85,943,844)	(76,601,194)	5,418,951	6,333,807	(80,524,893)	(70,267,387)

By far the largest portion of the Village of Elwood's net position reflects its investment in capital assets of \$21.0 million (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village of Elwood uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Elwood's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The Village's net investment in capital assets increased \$3,690,239 as a result of debt retirements of \$6,315,894 on long-term debt, offset by \$1,617,507 in additions to capital assets and depreciation expense of \$4,399,044. Unrestricted net position decreased \$13,974,488 due primarily to \$15,392,869 in accretion expense particularly on the TIF related debt as well as additions to the liabilities for compensated absences and the net other postemployment benefits.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

An additional portion or \$2.0 million of the Village of Elwood's net position represents resources that are subject to external restrictions on how they may be used, including restrictions for the use of motor fuel tax allotments and special service area taxes. The following table represents the activity of the Village including all TIF related activity:

	Changes in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program Revenues						
Charges for Services	\$ 534,338	474,759	949,613	945,559	1,483,951	1,420,318
Operating Grants/Contrib.	62,887	70,334	-	-	62,887	70,334
Capital Grants/Contrib.	-	79,824	-	-	-	79,824
General Revenues						
Property Taxes	10,926,895	9,939,894	-	-	10,926,895	9,939,894
Utility Taxes	608,208	597,230	-	-	608,208	597,230
Sales Taxes	148,733	206,567	-	-	148,733	206,567
Income Taxes	295,594	266,484	-	-	295,594	266,484
Other General Revenues	2,260,890	2,297,647	15,498	16,063	2,276,388	2,313,710
Total Revenues	<u>14,837,545</u>	<u>13,932,739</u>	<u>965,111</u>	<u>961,622</u>	<u>15,802,656</u>	<u>14,894,361</u>
Expenses:						
General Government	2,194,352	1,128,996	-	-	2,194,352	1,128,996
Public Safety	1,618,937	1,621,037	-	-	1,618,937	1,621,037
Public Works	4,557,730	4,300,726	-	-	4,557,730	4,300,726
Parks and Recreation	138,880	144,163	-	-	138,880	144,163
Interest on Long-Term Debt	15,670,296	16,176,010	-	-	15,670,296	16,176,010
Water and Sewer	-	-	1,696,473	1,809,632	1,696,473	1,809,632
Garbage	-	-	183,494	176,382	183,494	176,382
Total Expenses	<u>24,180,195</u>	<u>23,370,932</u>	<u>1,879,967</u>	<u>1,986,014</u>	<u>26,060,162</u>	<u>25,356,946</u>
Change in Net Position Before Transfers	(9,342,650)	(9,438,193)	(914,856)	(1,024,392)	(10,257,506)	(10,462,585)
Transfers	-	265,930	-	(265,930)	-	-
Change in Net Position	(9,342,650)	(9,172,263)	(914,856)	(1,290,322)	(10,257,506)	(10,462,585)
Net Position-Beginning	<u>(76,601,194)</u>	<u>(67,428,931)</u>	<u>6,333,807</u>	<u>7,624,129</u>	<u>(70,267,387)</u>	<u>(59,804,802)</u>
Net Position-Ending	<u>(85,943,844)</u>	<u>(76,601,194)</u>	<u>5,418,951</u>	<u>6,333,807</u>	<u>(80,524,893)</u>	<u>(70,267,387)</u>

Net position of the Village of Elwood's governmental activities decreased by \$9,342,650 (negative \$85.9 million compared to negative \$76.6 million). This deficit arose primarily due to the current year accretion on the Capital Appreciation Bonds outstanding amounting to \$15,392,869 and depreciation expense of \$3,806,631, which was offset by long-term debt retirements of \$21,234,526.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

Net position of business-type activities decreased by \$.9 million (\$5.4 million compared to \$6.3 million) due to depreciation of \$592,413 and interest costs. The Village of Elwood generally can only use this net position to finance the continuing operations of the utility operations.

Governmental Activities

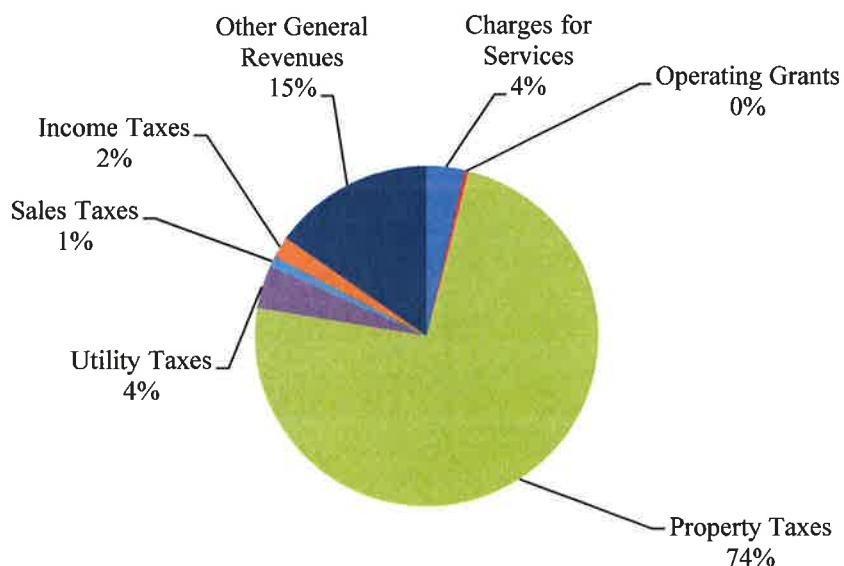
Revenues for governmental activities were \$14.8 million for the year, with the largest portion of revenue coming from property taxes (\$10.9 million), 88.2% of which is collected for retirement of the TIF bonds. Total expenses for the year were \$24.2 million with the largest portion coming from the interest expense on long-term (TIF) debt (\$15.7 million).

Revenues for the governmental activities increased \$904,806, or 6.5%. Major highlights of the changes in revenues include:

- Charges for services totaled \$534,338 at April 30, 2015, an increase of \$59,579.
- Property taxes increased \$987,001, or 9.9%, due primarily to stable EAV.
- Income taxes increased \$29,110.

Expenses for the governmental activities increased from the prior year. Total expenses in FY2014 were \$23,370,932, while expenses for FY2015 were \$24,180,195, reflecting an \$809,263 increase. General government expenses increased \$1,065,356 due to additional roadway improvements.

Revenues by Source - Governmental Activities at April 30, 2015



VILLAGE OF ELWOOD, ILLINOIS

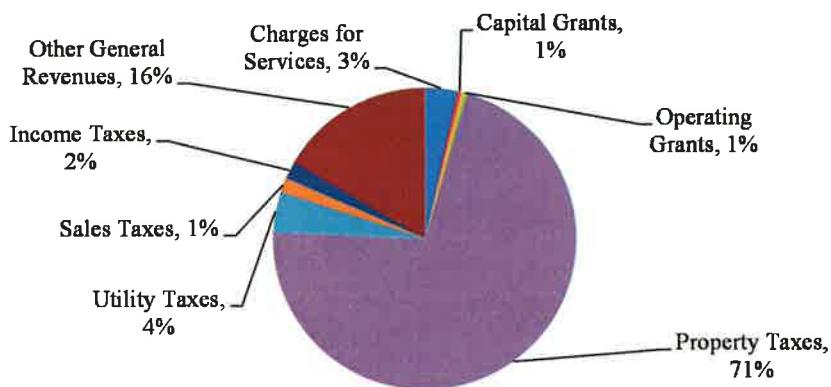
Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

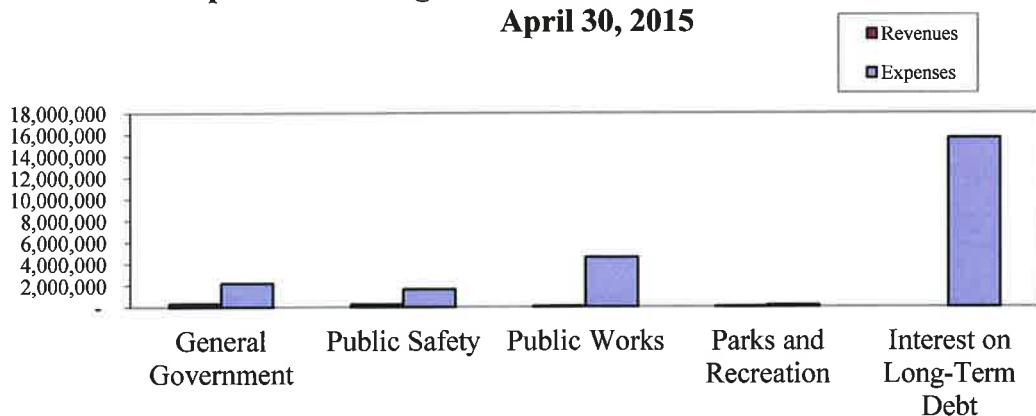
Governmental Activities – Continued

**Revenues by Source - Governmental Activities at
April 30, 2014**



The 'Revenues by Source' Tables graphically depict the major revenue sources of the Village of Elwood for 2014 and 2014. It depicts very clearly the reliance of property taxes "88.2% from the TIF district" to fund governmental activities. It also clearly identifies the minor percentage the Village receives from sales taxes (1%). Under the Board's leadership and the cooperation of the industrial park, there continues to be an effort to develop and expand the TIF District and develop capital infrastructure improvements to assist in that effort.

**Expenses and Program Revenues - Governmental Activities at
April 30, 2015**



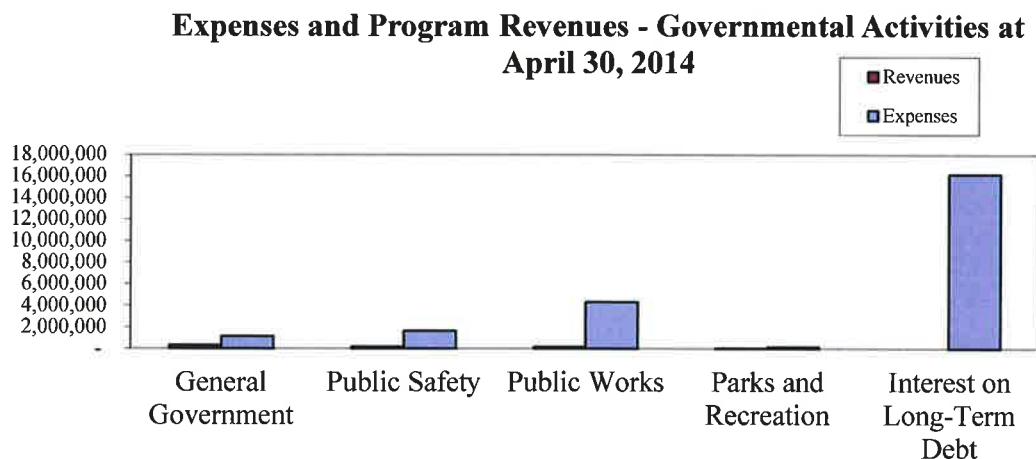
VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

Governmental Activities – Continued

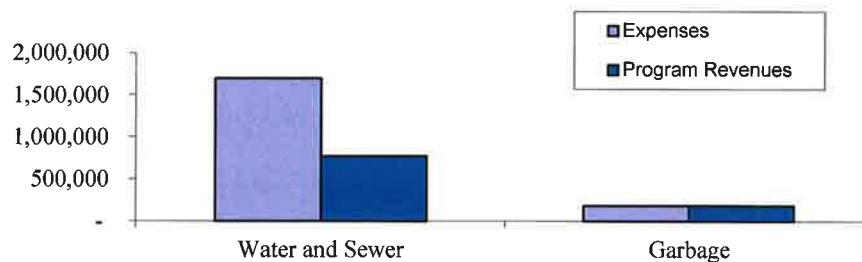


The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues. From the table, it can be noted that the general government function has enough revenues to meet program expenses.

Business-Type Activities

Total revenues of the Village's business-type activities were \$1.0 million, while expenses were \$1.9 million, resulting in a decrease in net position at the end of the year. The table below compares program revenues and expenses for the Water and Sewer Fund and the Garbage Fund.

Expenses and Program Revenues - Business-Type Activities at April 30, 2015



VILLAGE OF ELWOOD, ILLINOIS

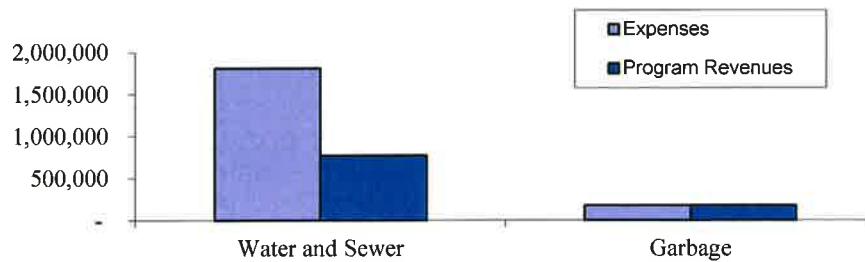
Management's Discussion and Analysis April 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

Business-Type Activities – Continued

Expenses and Program Revenues - Business-Type Activities at April 30, 2014



The above graphs compare program revenues to expenses for water and sewer operations, and garbage operations. From the tables it can be noted that the Garbage function is charging the appropriate service charge to cover the garbage expenses.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of a deficit of \$39,504,055, which is \$12,980,938 less than the prior year governmental fund balances deficit of \$26,523,117. **Excluding the Deer Run TIF Fund, the governmental funds would have reported a \$1,514,280 decrease to fund balances.** A deficit of \$11,466,658 in the Deer Run TIF Fund due to TIF debt retirements exceeding the incremental property taxes collected during the year contributed to the total decrease in fund balance of \$12,980,938. **The General Fund reported a total surplus of \$1,429. The cost controlling measures contributed to the overall increase of \$1,429 in fund balance.**

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2015

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Governmental Funds – Continued

The Village spent \$2,935,066 in the Capital Construction Bond. These reductions were planned, budgeted and expected because balances at the beginning of this year included previous capital related proceeds. Although these and other capital expenditures reduce available fund balances, they create new assets as reported in the Statement of Net Position and as discussed in Note 3 to the financial statements.

Proprietary Funds

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

The Village reports the Water and Sewer Fund as a major proprietary fund. This fund accounts for all of the operations of the municipal water and sewer system. Water and Sewer fees are charged to all municipal customers at a combined flat rate of \$40.28 for first 2,000 gallons and \$7.09 per thousand gallons thereafter. The spread between purchase and sale rates is intended to finance the operations of the waterworks and sewerage system, including labor costs, supplies, and infrastructure maintenance.

The Village intends to run the fund at a breakeven rate. For the FY2015 the Water and Sewer Fund reported a deficit of \$912,700, which includes \$594,726 in non-cash depreciation expense and \$365,321 in interest expense on outstanding Water and Sewer Fund debt.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no amendments made to the General Fund budget during the year. The General Fund expenditures were \$4,034 higher than the budgeted amount of \$1,697,033, due to the general government and public safety coming in over budget and being offset by the public works function coming in under budget.

The General Fund revenues were \$188,852 under the budgeted amount of \$1,838,496, due primarily to intergovernmental revenues being \$119,205 lower than budgeted.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village of Elwood's investment in capital assets for its governmental and business-type activities as of April 30, 2015 was \$141.6 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The total decrease in the Village's investment in capital assets for the current fiscal year was \$2,623,342, which was the result of \$1,617,507 in additions to capital assets offset by \$4,399,044 reported for depreciation expense.

	Capital Assets - Net of Accumulated Depreciation					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$ 3,458,233	3,458,233	1,909,500	1,909,500	5,367,733	5,367,733
Construction in Progress	456,300	1,499,433	-	-	456,300	1,499,433
Buildings and Improvements	4,954,787	5,165,019	8,521,129	8,795,058	13,475,916	13,960,077
Machinery & Equipment	436,277	341,182	199,207	138,193	635,484	479,375
Infrastructure	113,159,706	114,190,560	8,499,773	8,721,076	121,659,479	122,911,636
Total	122,465,303	124,654,427	19,129,609	19,563,827	141,594,912	144,218,254

This year's major additions included:

Machinery and Equipment	\$ 228,500
Infrastructure	<u>1,389,007</u>
<u>1,617,507</u>	

Additional information on the Village's capital assets can be found in note 3 on pages 28 - 29 of this report.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2015

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration

At year-end, the Village had total outstanding bonded debt of \$176.7 million as compared to \$182.7 million the previous year, resulting in a \$6.0 million decrease from the prior year. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Village Supported Debt						
General Obligation Bonds	\$ 6,225,000	6,355,000	7,955,000	8,125,000	14,180,000	14,480,000
General Obligation Capital Appreciation Bonds	6,188,552	6,188,552	-	-	6,188,552	6,188,552
Accretion - General Obligation Capital Appreciation Bonds	4,099,857	3,544,958	-	-	4,099,857	3,544,958
Total Village Supported Debt	16,513,409	16,088,510	7,955,000	8,125,000	24,468,409	24,213,510
TIF Supported Debt						
TIF Notes Payable	100,266,996	106,282,890	-	-	100,266,996	106,282,890
Accretion - TIF Notes Payable	51,983,314	52,233,976	-	-	51,983,314	52,233,976
Total TIF Supported Debt	152,250,310	158,516,866	-	-	152,250,310	158,516,866
Total	168,763,719	174,605,376	7,955,000	8,125,000	176,718,719	182,730,376

The Village of Elwood had previously been rated by Standard & Poor's at BBB+ for general obligation debt, but this rating was upgraded to single A during 2010. As a home-rule unit, no legal limit exists on the amount of debt that can be outstanding.

Additional information on the Village's long-term debt can be found in Note 3 on pages 31 - 34 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2016 appropriation, tax rates, and fees that will be charged for its governmental and business-type activities. One of those factors is the economy. Unemployment rates remain high and it is likely that revenues will remain stagnant into the coming year. These indicators were taken into account when adopting the General Fund budget for 2016.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Elwood's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Finance Office, Village of Elwood, P.O. Box 435, Elwood, Illinois, 60421.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Net Position

April 30, 2015

See Following Page

VILLAGE OF ELWOOD, ILLINOIS

Statement of Net Position

April 30, 2015

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 9,293,911	5,247	9,299,158
Receivables - Net of Allowances	10,356,988	128,376	10,485,364
Due from Other Governments	5,300	-	5,300
Internal Balances	2,954,620	(2,954,620)	-
Prepays	18,104	3,943	22,047
Total Current Assets	22,628,923	(2,817,054)	19,811,869
Noncurrent Assets			
Capital Assets			
Nondepreciable	3,914,533	1,909,500	5,824,033
Depreciable	152,773,216	23,967,373	176,740,589
Accumulated Depreciation	(34,222,446)	(6,747,264)	(40,969,710)
Total Noncurrent Assets	122,465,303	19,129,609	141,594,912
Total Assets	145,094,226	16,312,555	161,406,781

The notes to the financial statements are an integral part of this statement.

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 51,887,234	118,699	52,005,933
Accrued Payroll	48,111	6,244	54,355
Deposits Payable	-	41,303	41,303
Accrued Interest Payable	45,170	928,067	973,237
Current Portion of Long-Term Debt	23,586,154	176,289	23,762,443
Total Current Liabilities	75,566,669	1,270,602	76,837,271
Noncurrent Liabilities			
Compensated Absences Payable	70,324	5,157	75,481
Net Other Post-Employment Benefit Payable	8,298	-	8,298
Unearned Tap-On Revenues	-	1,872,153	1,872,153
General Obligation Bonds Payable - Net	5,685,000	7,745,692	13,430,692
General Obligation Capital Appreciation Bonds Payable	6,188,552	-	6,188,552
Accretion - General Obligation Capital Appreciation Bonds Payable	4,099,857	-	4,099,857
TIF Notes Payable	91,673,995	-	91,673,995
Accretion - TIF Notes Payable	37,547,742	-	37,547,742
Total Noncurrent Liabilities	145,273,768	9,623,002	154,896,770
Total Liabilities	220,840,437	10,893,604	231,734,041
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	10,197,633	-	10,197,633
Total Liabilities and Deferred Inflows of Resources	231,038,070	10,893,604	241,931,674
NET POSITION			
Net Investment in Capital Assets	9,784,755	11,208,917	20,993,672
Restricted - Highways and Streets	1,996,603	-	1,996,603
Unrestricted (Deficit)	(97,725,202)	(5,789,966)	(103,515,168)
Total Net Position	(85,943,844)	5,418,951	(80,524,893)

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Activities
For the Fiscal Year Ended April 30, 2015

	Program Revenues		
	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
	Expenses		
Primary Government			
Governmental Activities			
General Government	\$ 2,194,352	292,152	-
Public Safety	1,618,937	224,971	-
Public Works	4,557,730	-	62,887
Parks and Recreation	138,880	17,215	-
Interest on Long-Term Debt	15,670,296	-	-
Total Governmental Activities	24,180,195	534,338	62,887
Business-Type Activities			
Water and Sewer	1,696,473	768,299	-
Garbage	183,494	181,314	-
Total Business-Type Activities	1,879,967	949,613	-
Total Primary Government	26,060,162	1,483,951	62,887

General Revenues
Taxes
 Property Taxes
 Utility Taxes
 Intergovernmental - Unrestricted
 Sales Taxes
 Income Taxes
 Interest Income
 Miscellaneous

Change in Net Position

Net Position - Beginning

Net Position - Ending

The notes to the financial statements are an integral part of this statement.

Net (Expense)/Revenue		
Governmental Activities	Business-Type Activities	Totals
(1,902,200)	-	(1,902,200)
(1,393,966)	-	(1,393,966)
(4,494,843)	-	(4,494,843)
(121,665)	-	(121,665)
(15,670,296)	-	(15,670,296)
<u>(23,582,970)</u>	<u>-</u>	<u>(23,582,970)</u>
-	(928,174)	(928,174)
-	(2,180)	(2,180)
<u>-</u>	<u>(930,354)</u>	<u>(930,354)</u>
<u>(23,582,970)</u>	<u>(930,354)</u>	<u>(24,513,324)</u>
10,926,895	-	10,926,895
608,208	-	608,208
148,733	-	148,733
295,594	-	295,594
14,147	15,498	29,645
2,246,743	-	2,246,743
<u>14,240,320</u>	<u>15,498</u>	<u>14,255,818</u>
(9,342,650)	(914,856)	(10,257,506)
(76,601,194)	6,333,807	(70,267,387)
<u>(85,943,844)</u>	<u>5,418,951</u>	<u>(80,524,893)</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Balance Sheet - Governmental Funds April 30, 2015

General

ASSETS

Cash and Investments	\$ 1,198,605
Receivables - Net of Allowances	
Property Taxes	269,530
Accounts	159,355
Due from Other Governments	-
Due from Other Funds	-
Prepays	<u>12,581</u>
 Total Assets	 1,640,071

LIABILITIES

Accounts Payable	104,591
Accrued Payroll	26,677
Due to Other Funds	-
Total Liabilities	131,268

DEFERRED INFLOWS OF RESOURCES

Property Taxes 269,530
Total Liabilities and Deferred Inflows of Resources 400,798

FUND BALANCES

Nonspendable	12,581
Restricted	-
Assigned	-
Unassigned	1,226,692
Total Fund Balances	1,239,273

Total Liabilities, Deferred Inflows of Resources and Fund Balances

1,640,071

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects		
Deer Run TIF	Capital Construction Bond	Nonmajor	Totals
3,845,154	2,222,315	2,027,837	9,293,911
9,928,103	-	-	10,197,633
-	-	-	159,355
-	-	5,300	5,300
-	2,954,620	75,764	3,030,384
-	-	5,523	18,104
<u>13,773,257</u>	<u>5,176,935</u>	<u>2,114,424</u>	<u>22,704,687</u>
50,916,164	415,733	450,746	51,887,234
-	2,205	19,229	48,111
-	-	75,764	75,764
<u>50,916,164</u>	<u>417,938</u>	<u>545,739</u>	<u>52,011,109</u>
9,928,103	-	-	10,197,633
<u>60,844,267</u>	<u>417,938</u>	<u>545,739</u>	<u>62,208,742</u>
-	-	5,523	18,104
-	-	1,996,603	1,996,603
-	4,758,997	-	4,758,997
(47,071,010)	-	(433,441)	(46,277,759)
(47,071,010)	4,758,997	1,568,685	(39,504,055)
<u>13,773,257</u>	<u>5,176,935</u>	<u>2,114,424</u>	<u>22,704,687</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities

April 30, 2015

Total Governmental Fund Balances	\$ (39,504,055)
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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.	122,465,303
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Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.

Compensated Absences Payable	(87,905)
Net Other Post-Employment Benefit Obligation Payable	(8,298)
General Obligation Bonds Payable	(6,225,000)
General Obligation Capital Appreciation Bonds Payable	(6,188,552)
Accretion - General Obligation Capital Appreciation Bonds Payable	(4,099,857)
TIF Notes Payable	(100,266,996)
Accretion - TIF Notes Payable	(51,983,314)
Accrued Interest Payable	<u>(45,170)</u>

Net Position of Governmental Activities	<u>(85,943,844)</u>
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VILLAGE OF ELWOOD, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2015**

See Following Page

VILLAGE OF ELWOOD, ILLINOIS**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2015**

	<u>General</u>
Revenues	
Taxes	\$ 868,753
Intergovernmental	444,327
Charges for Services	254,351
Licenses and Permits	37,801
Fines and Forfeits	224,971
Interest Income	1,468
Miscellaneous	6,825
Total Revenues	<u>1,838,496</u>
Expenditures	
Current	
General Government	402,291
Public Safety	697,541
Public Works	601,235
Parks and Recreation	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>1,701,067</u>
Excess (Deficiency) of Revenues	
Over (Under) Expenditures	<u>137,429</u>
Other Financing Sources (Uses)	
Transfers In	-
Transfers Out	<u>(136,000)</u>
Net Change in Fund Balances	<u>1,429</u>
Fund Balances - Beginning	<u>1,237,844</u>
Fund Balances - Ending	<u>1,239,273</u>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects			
Deer Run TIF	Capital Construction	Bond	Nonmajor	Totals
9,638,935	-	1,027,415		11,535,103
-	-	62,887		507,214
-	-	17,215		271,566
-	-	-		37,801
-	-	-		224,971
3,397	6,946	2,336		14,147
-	2,239,668	250		2,246,743
<u>9,642,332</u>	<u>2,246,614</u>	<u>1,110,103</u>		<u>14,837,545</u>
4,464	2,935,066	-		3,341,821
-	-	858,548		1,556,089
-	-	248,881		850,116
-	-	138,880		138,880
-	-	418,703		418,703
6,015,894	-	130,000		6,145,894
<u>15,088,632</u>	<u>-</u>	<u>278,348</u>		<u>15,366,980</u>
<u>21,108,990</u>	<u>2,935,066</u>	<u>2,073,360</u>		<u>27,818,483</u>
<u>(11,466,658)</u>	<u>(688,452)</u>	<u>(963,257)</u>		<u>(12,980,938)</u>
-	-	544,348		544,348
-	(408,348)	-		(544,348)
<u>-</u>	<u>(408,348)</u>	<u>544,348</u>		<u>-</u>
<u>(11,466,658)</u>	<u>(1,096,800)</u>	<u>(418,909)</u>		<u>(12,980,938)</u>
<u>(35,604,352)</u>	<u>5,855,797</u>	<u>1,987,594</u>		<u>(26,523,117)</u>
<u>(47,071,010)</u>	<u>4,758,997</u>	<u>1,568,685</u>		<u>(39,504,055)</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

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

For the Fiscal Year Ended April 30, 2015

Net Change in Fund Balances - Total Governmental Funds \$ (12,980,938)

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

Governmental funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	1,617,507
Depreciation Expense	(3,806,631)

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

Increase to Compensated Absences Payable	(13,717)
Increase to Net Other Post-Employment Benefit Obligation Payable	(1,449)
Retirement of Debt	6,145,894
Increase to Accretion - General Obligation Capital Appreciation Bonds	(554,899)
Increase to Accretion - TIF Notes Payable	(14,837,970)
Retirement of Accretion - TIF Notes Payable	15,088,632

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

921

Changes in Net Position of Governmental Activities

(9,342,650)

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2015

See Following Page

VILLAGE OF ELWOOD, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2015

		Business-Type Activities - Enterprise		
		Water and Sewer	Nonmajor Garbage	Totals
ASSETS				
Current Assets				
Cash and Investments	\$	-	5,247	5,247
Receivables - Net of Allowances				
Accounts		99,995	28,381	128,376
Prepays		3,943	-	3,943
Total Current Assets		103,938	33,628	137,566
Noncurrent Assets				
Capital Assets				
Nondepreciable		1,909,500	-	1,909,500
Depreciable		23,967,373	-	23,967,373
Accumulated Depreciation		(6,747,264)	-	(6,747,264)
Total Noncurrent Assets		19,129,609	-	19,129,609
Total Assets		19,233,547	33,628	19,267,175

The notes to the financial statements are an integral part of this statement.

Business-Type Activities - Enterprise			
	Water and Sewer	Nonmajor Garbage	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 103,104	15,595	118,699
Accrued Payroll	6,244	-	6,244
Deposits Payable	41,303	-	41,303
Due to Other Funds	2,954,620	-	2,954,620
Accrued Interest Payable	928,067	-	928,067
Compensated Absences Payable	1,289	-	1,289
General Obligation Bonds Payable	175,000	-	175,000
 Total Current Liabilities	 4,209,627	 15,595	 4,225,222
Noncurrent Liabilities			
Compensated Absences Payable	5,157	-	5,157
Unearned Tap-On Revenues	1,872,153	-	1,872,153
General Obligation Bonds Payable - Net	7,745,692	-	7,745,692
 Total Noncurrent Liabilities	 9,623,002	 -	 9,623,002
 Total Liabilities	 13,832,629	 15,595	 13,848,224
NET POSITION			
Net Investment in Capital Assets	11,208,917	-	11,208,917
Unrestricted (Deficit)	(5,807,999)	18,033	(5,789,966)
 Total Net Position	 5,400,918	 18,033	 5,418,951

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended April 30, 2015

	Business-Type Activities - Enterprise Funds		
	Water and Sewer	Nonmajor Garbage	Totals
Operating Revenues			
Charges for Services	\$ 768,299	181,314	949,613
Operating Expenses			
Water Operations	343,628	-	343,628
Sewer Operations	392,798	-	392,798
Garbage Operations	-	183,494	183,494
Depreciation and Amortization	594,726	-	594,726
Total Operating Expenses	1,331,152	183,494	1,514,646
Operating Income (Loss)	(562,853)	(2,180)	(565,033)
Nonoperating Revenues (Expenses)			
Interest Income	15,474	24	15,498
Interest and Fiscal Charges	(365,321)	-	(365,321)
	(349,847)	24	(349,823)
Change in Net Position	(912,700)	(2,156)	(914,856)
Net Position - Beginning	6,313,618	20,189	6,333,807
Net Position - Ending	5,400,918	18,033	5,418,951

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended April 30, 2015

	Business-Type Activities - Enterprise Funds		
	Water and Sewer	Nonmajor Garbage	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 770,126	180,158	950,284
Payments to Employees	(201,281)	-	(201,281)
Payments to Suppliers	(259,020)	(174,935)	(433,955)
	<u>309,825</u>	<u>5,223</u>	<u>315,048</u>
Cash Flows from Noncapital Financing Activities			
Interfunds	<u>368,217</u>	-	<u>368,217</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(158,195)	-	(158,195)
Principal Paid	(170,000)	-	(170,000)
Interest Paid	(365,321)	-	(365,321)
	<u>(693,516)</u>	-	<u>(693,516)</u>
Cash Flows from Investing Activities			
Interest Received	<u>15,474</u>	<u>24</u>	<u>15,498</u>
Net Change in Cash and Cash Equivalents			
	-	5,247	5,247
Cash and Cash Equivalents - Beginning			
	-	-	-
Cash and Cash Equivalents - Ending			
	-	5,247	5,247
Reconciliation of Operating Income to Net Cash			
Provided (Used) by Operating Activities			
Operating Income (Loss)	(562,853)	(2,180)	(565,033)
Adjustments to Reconcile Operating Income to			
Net Income to Net Cash			
Provided by (Used in) Operating Activities:			
Depreciation and Amortization Expense	594,726	-	594,726
(Increase) Decrease in Current Assets	1,827	(1,156)	671
Increase (Decrease) in Current Liabilities	276,125	8,559	284,684
	<u>872,678</u>	<u>7,403</u>	<u>880,081</u>
Net Cash Provided by (Used in) Operating			
Activities	<u>309,825</u>	<u>5,223</u>	<u>315,048</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements **April 30, 2015**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Elwood, Illinois, is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, water, sewer and garbage services and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Elwood
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water, sewer and garbage services are classified as business-type activities.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.).

The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds.

The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

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. The General Fund is a major fund.

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The Village maintains one major debt service fund, the Deer Run TIF Fund, which accounts for revenues received from incremental property taxes and expenditures for debt service payments related to tax increment financing bonds.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains one major capital projects fund, the Capital Construction Bond Fund, which accounts for revenues received from general obligation bond proceeds and expenditures for road improvements and reconstruction.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary fund of the Village:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund, the Water and Sewer Fund, which accounts for revenues and expenses relative to the operation of the water and sewer utilities.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement Focus

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

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

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Prepays

Prepays are valued at cost, which approximates market. The cost of governmental fund-type prepays are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepays in both the government-wide and fund financial statements.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report utility charges as their major receivables.

Capital Assets

Capital assets purchased or acquired with an original cost of \$500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	10 - 40 Years
Machinery and Equipment	3 - 10 Years
Infrastructure	25 - 50 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

Deferred Inflows of Resources

Deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. Prior to April 30, the Village Clerk submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to July 31, the budget is legally enacted through passage of an ordinance. The Village does not budget for the Deer Run TIF Fund.

The Village’s management is authorized to transfer budgeted amounts between departments within any fund; however, the Village Board must approve revisions that alter the total expenditures of any fund. Formal budgetary integration is employed at a management control device during the year for the General Fund. Budgeted amounts are as originally adopted by the Board of Trustees. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year there were no supplementary appropriations.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget for the fiscal year:

Fund	Excess
General	\$ 4,034
Motor Fuel Tax	8,520
Special Service Area	180,632

DEFICIT FUND BALANCE

The following funds had a deficit fund balance for the fiscal year:

Fund	Deficit
Deer Run TIF	\$ 47,071,010
Park	1,691
Special Service Area	114,555
Brandon/Noel Road Improvements	311,672

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments – Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and Illinois Funds.

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits and Investments. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$9,220,825 and the bank balances totaled \$9,258,073. Also at year-end, the Village has \$78,333 invested in the Illinois Funds.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy limits interest rate risk by attempting to obtain the highest interest rate available while ensuring the maximum safety of principal and maintaining a portfolio that is sufficiently liquid to meet all operating costs which may be reasonably anticipated. The Village's investment in the Illinois Funds has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village does not have a formal written policy with regards to credit risk. At year-end, the Village's investment in the Illinois Funds is rated AAAm by Standard and Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy states that at all times funds on deposit (checking accounts, certificates of deposit, etc.) in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held at an independent, third party institution in the name of the municipality. At April 30, 2015, the entire amount of the bank balance of deposits were covered by federal depository or equivalent insurance.

For an investment, 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 investments or collateral. The Village does not have a formal written policy with regards to custodial credit risk for investments. At April 30, 2015, the Village's investment in the Illinois Funds is not subject to custodial credit risk.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village does not have a formal written policy with regards to concentration credit risk for investments. At April 30, 2015, the Village has no investments over 5 percent of the total cash and investment portfolio.

PROPERTY TAXES

Property taxes for 2014 attach as an enforceable lien on January 1, 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 Will County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 3,458,233	-	-	3,458,233
Construction in Progress	1,499,433	-	1,043,133	456,300
	<u>4,957,666</u>	<u>-</u>	<u>1,043,133</u>	<u>3,914,533</u>
Depreciable Capital Assets				
Buildings and Improvements	6,585,182	-	-	6,585,182
Machinery and Equipment	1,530,262	228,500	254,544	1,504,218
Infrastructure	142,251,676	2,432,140	-	144,683,816
	<u>150,367,120</u>	<u>2,660,640</u>	<u>254,544</u>	<u>152,773,216</u>
Less Accumulated Depreciation				
Buildings and Improvements	1,420,163	210,232	-	1,630,395
Machinery and Equipment	1,189,080	133,405	254,544	1,067,941
Infrastructure	28,061,116	3,462,994	-	31,524,110
	<u>30,670,359</u>	<u>3,806,631</u>	<u>254,544</u>	<u>34,222,446</u>
Total Net Depreciable Capital Assets	119,696,761	(1,145,991)	-	118,550,770
Total Net Capital Assets	124,654,427	(1,145,991)	1,043,133	122,465,303

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 226,372
Public Safety	62,848
Public Works	<u>3,517,411</u>
	<u>3,806,631</u>

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,909,500	-	-	1,909,500
Depreciable Capital Assets				
Buildings and Improvements	12,679,708	51,382	-	12,731,090
Machinery and Equipment	307,840	106,813	-	414,653
Infrastructure	10,821,630	-	-	10,821,630
	23,809,178	158,195	-	23,967,373
Less Accumulated Depreciation				
Buildings and Improvements	3,884,650	325,311	-	4,209,961
Machinery and Equipment	169,647	45,799	-	215,446
Infrastructure	2,100,554	221,303	-	2,321,857
	6,154,851	592,413	-	6,747,264
Total Net Depreciable Capital Assets	17,654,327	(434,218)	-	17,220,109
Total Net Capital Assets	19,563,827	(434,218)	-	19,129,609

Depreciation expense was charged to business-type as follows:

Water and Sewer \$ 592,413

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND BALANCES

Interfund balances at year-end consisted of the following:

Receivable Fund	Payable Fund	Amount
Capital Construction Bond	Water and Sewer	\$ 2,954,620
Nonmajor Governmental	Nonmajor Governmental	<u>75,764</u>
		<u><u>3,030,384</u></u>

Interfund balances are advances in anticipation of receipts.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Nonmajor Governmental	General	\$ 136,000
Nonmajor Governmental	Capital Construction Bond	<u>408,348</u>
		<u><u>544,348</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

General Obligation Bonds Payable

Governments issue general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bonds of 2005, due in annual installments of \$115,000 to \$165,000, plus interest at 4.20% to 4.50% through March 1, 2023.	\$ 6,355,000	-	130,000	6,225,000
General Obligation Refunding Bonds of 2010A, due in annual installments of \$165,000 to \$310,000, plus interest at 2.00% to 5.10% through March 1, 2030.	3,625,000	-	170,000	3,455,000
General Obligation Refunding Bonds of 2010B, due in one payment of \$4,500,000, plus interest at 3.99% on September 8, 2020.	4,500,000	-	-	4,500,000
	<hr/>	<hr/>	<hr/>	<hr/>
	14,480,000	-	300,000	14,180,000

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Capital Appreciation Bonds Payable

Governments issue general obligation capital appreciation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation capital appreciation bonds are direct obligations and pledge the full faith and credit of the government. General obligation capital appreciation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Capital Appreciation Bonds of 2006, due in annual installments of \$729,226 to \$1,052,838 through March 1, 2030.	\$ 6,188,552	-	-	6,188,552

TIF Notes Payable

Tax increment financing notes currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Tax Increment Financing Note of 2003.	\$ 106,282,890	-	6,015,894	100,266,996

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 74,188	27,434	13,717	87,905	17,581
Net Other Post-Employment Benefit Obligation Payable	6,849	1,449	-	8,298	-
General Obligation Bonds	6,355,000	-	130,000	6,225,000	540,000
General Obligation Capital Appreciation Bonds	6,188,552	-	-	6,188,552	-
Accretion - General Obligation Capital Appreciation Bonds	3,544,958	554,899	-	4,099,857	-
TIF Notes Payable	106,282,890	-	6,015,894	100,266,996	8,593,001
Accretion - TIF Notes Payable	52,233,976	14,837,970	15,088,632	51,983,314	14,435,572
	174,686,413	15,421,752	21,248,243	168,859,922	23,586,154
Business-Type Activities					
Compensated Absences	4,803	3,286	1,643	6,446	1,289
General Obligation Bonds	8,125,000	-	170,000	7,955,000	175,000
Unamortized Bond Discount	(36,621)	-	(2,313)	(34,308)	-
	8,093,182	3,286	169,330	7,927,138	176,289

For the governmental activities, the compensated absences and net other post-employment benefit obligation are generally liquidated by the General Fund. Payments on the general obligation bonds and general obligation capital appreciation bonds are made by Debt Service Fund. The Deer Run TIF Fund makes payments on TIF notes payable.

For business-type activities, compensated absences are liquidated by the Water and Sewer Fund. The Water and Sewer Fund makes payments on the general obligation bonds.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities				Business-Type Activities	
	General Obligation Bonds		General Obligation Capital Appreciation Bonds	Tax Increment Notes	General Obligation Bonds	
	Principal	Interest	Principal/Accretion	Principal/Accretion	Principal	Interest
2016	\$ 540,000	271,022	(586,534)	8,951,042	175,000	154,498
2017	610,000	248,342	(619,972)	11,507,249	180,000	149,248
2018	685,000	222,722	(655,316)	13,437,941	185,000	143,398
2019	765,000	193,610	(692,675)	15,546,339	190,000	136,922
2020	850,000	160,714	(732,164)	17,852,221	200,000	130,034
2021	885,000	123,528	(773,904)	20,465,946	4,705,000	2,276,981
2022	925,000	84,588	(818,023)	23,403,500	215,000	114,085
2023	965,000	43,426	(864,658)	26,600,961	220,000	105,484
2024	-	-	1,925,584	14,485,111	230,000	96,134
2025	-	-	2,037,571	-	245,000	84,404
2026	-	-	2,153,732	-	255,000	71,910
2027	-	-	2,276,514	-	270,000	58,905
2028	-	-	2,406,296	-	280,000	45,136
2029	-	-	2,543,478	-	295,000	30,856
2030	-	-	2,688,480	-	310,000	15,810
Totals	6,225,000	1,347,952	10,288,409	152,250,310	7,955,000	3,613,805

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides that the General Assembly may limit the amount and require referenda for approval of debt payable from ad valorem property taxes in excess of one percent of assessed valuation. However, no such statute has been enacted as of this date. Therefore, as a home rule municipality, the Village of Elwood, Illinois has no debt limit.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS

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

	General	Debt Service	Deer Run	Capital Projects	Capital Construction	Nonmajor	Totals
		TIF		Bond			
Fund Balances							
Nonspendable							
Prepads	\$ 12,581	-	-	5,523	18,104		
Restricted							
Highways and Streets	-	-	-	1,996,603	1,996,603		
Assigned							
Capital Projects	-	-	4,758,997	-	4,758,997		
Unassigned	1,226,692	(47,071,010)		-	(433,441)	(46,277,759)	
Total Fund Balances	1,239,273	(47,071,010)		4,758,997	1,568,685	(39,504,055)	

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Assigned Fund Balance. The Village's Board, through Board resolution, has given authority to management (Village Administrator) to assigned fund balance in the Brandon/Noel Road Improvements Fund, a nonmajor fund and the Capital Construction Bond Fund, a major fund, to improvement projects and equipment and vehicle purchases based on approved management and Board expenditures as determined through the annual budget process.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2015:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 122,465,303
Less Capital Related Debt:	
General Obligation Bonds of 2005	(6,225,000)
General Obligation Capital Appreciation Bonds of 2006	(6,188,552)
Tax Increment Financing Note Payable of 2003	<u>(100,266,996)</u>
Net Investment in Capital Assets	<u>9,784,755</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	19,129,609
Less Capital Related Debt:	
General Obligation Refunding Bonds of 2010A	(3,455,000)
General Obligation Refunding Bonds of 2010B	(4,500,000)
Unamortized Bond Discount	<u>34,308</u>
Net Investment in Capital Assets	<u>11,208,917</u>

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village's employees. These risks are provided for through insurance from private insurance companies. The Village currently reports all its risk management activities in the General Fund and Water and Sewer Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

CONTINGENT LIABILITIES

Grants

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Litigation

The Village has filed a lawsuit against CenterPoint Intermodal LLC and CenterPoint Realty Service Inc. The lawsuit relates to the Deer Run Industrial Park redevelopment project and is in the very early stages. The Village does not seek any monetary damages, and no claims for damages have been asserted against the Village. The Village seeks only certain information from Centerpoint concerning how TIF funds were used, and clarification from the court as to the Village's obligation on the repayment of the TIF notes. The Village lawsuit filed against the Bank of New York Mellon Trust Company, N.A. was settled in favor of the Village.

In addition, the Village is a defendant in other 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.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

The Village contributes to one defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

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. Participating members hired before January 1, 2011 (Tier 1) who retire at or after age 60 (full benefits) or age 55 (reduced benefits) with 8 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. For participating members hired on or after January 1, 2011 (Tier 2) who retire at or after age 67 (full benefits) or age 62 (reduced benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution rate and the employer annual required contribution rate for calendar year 2014 was 8.94 percent of covered payroll.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Funding Policy and Annual Pension Cost

For April 30, 2015, the Village's annual pension cost of \$119,508 was equal to the Village's actual and required contributions. The required contribution was determined as part of the December 31, 2012 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3.0% annually. The actuarial value of the plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2014 was 29 years.

Trend Information

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

	<u>Fiscal Year</u>	
Annual Pension Cost (APC)	2013	\$ 106,030
	2014	117,101
	2015	119,508
Actual Contributions	2013	\$ 106,030
	2014	117,101
	2015	119,508
Percentage of APC Contributed	2013	100.00%
	2014	100.00%
	2015	100.00%
Net Pension Obligation	2013	N/A
	2014	N/A
	2015	N/A

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Funded Status and Funding Progress

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

Actuarial Valuation Date	12/31/14
Percent Funded	95.00%
Actuarial Accrued Liability for Benefits	\$1,746,664
Actuarial Value of Assets	\$1,659,250
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$87,414)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$1,336,782
Ratio of UAAL to Covered Payroll	6.54%

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

Plan Descriptions, Provisions, and Funding Policies

In addition to providing the pension benefits described, the Village provides post-employment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's General Fund.

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

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

All retirees contribute 100% of the actuarially determined premium to the plan. For the fiscal year ending April 30, 2015 the Village had no retirees participating in the plan. Active employees do not contribute to the plan until retirement.

At April 30, 2015, membership consisted of:

Retirees and beneficiaries currently receiving
benefits and terminated employees entitled
to benefits but not yet receiving them.

Active Employees	<u>19</u>
Total	<u><u>19</u></u>
Participating Employers	1

The Village does not currently have a funding policy.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation

The net OPEB obligation (NOPEBO) as of April 30, 2015, was calculated as follows:

Annual Required Contribution	\$ 1,506
Interest on the NOPEBO	342
Adjustment to the ARC	<u>(399)</u>
Annual OPEB Cost	1,449
Actual Contribution	<u>-</u>
Change in the NOPEBO	1,449
NOPEBO - Beginning	<u>6,849</u>
NOPEBO - Ending	<u><u>8,298</u></u>

Trend Information

The Village's annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation are as follows:

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2013	\$ 1,307	\$ -	0.00%	\$ 5,474
2014	1,375	-	0.00%	6,849
2015	1,449	-	0.00%	8,298

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Funded Status and Funding Progress

The funded status of the plan as of April 30, 2013, the date of the latest actuarial valuation, was as follows:

Actuarial Accrued Liability (AAL)	\$ 5,928
Actuarial Value of Plan Assets	\$ -
Unfunded Actuarial Accrued Liability (UAAL)	\$ 5,928
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members)	\$ 1,187,526
UAAL as a Percentage of Covered Payroll	0.50%

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

Actuarial Methods and Assumptions

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

In the April 30, 2013 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return, including a 3.0% inflation assumption and an initial annual healthcare cost trend rate of 8.0%, with an ultimate rate of 6.0%. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2015, was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress and Employer Contributions
 - Illinois Municipal Retirement Fund (IMRF)
 - Other Post-Employement Benefit Plan
- Budgetary Comparison Schedule – General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF ELWOOD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date	Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (AAL) (2) - (1)	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)	
						(5) Annual Covered Payroll	Percentage of Covered Payroll (4) ÷ (5)
2009	\$ 595,478	\$ 856,838	69.50%	\$ 261,360	\$ 1,048,922	24.92%	
2010	578,550	858,610	67.38%	280,060	987,555	28.36%	
2011	1,017,840	1,076,552	94.55%	58,712	1,133,258	5.18%	
2012	1,229,449	1,284,344	95.73%	54,895	1,187,526	4.62%	
2013	1,460,790	1,523,443	95.89%	62,653	1,272,834	4.92%	
2014	1,659,250	1,746,664	95.00%	87,414	1,336,782	6.54%	

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2010	\$ 99,018	\$ 99,018	100.00%
2011	98,163	98,163	100.00%
2012	115,026	115,026	100.00%
2013	106,030	106,030	100.00%
2014	117,101	117,101	100.00%
2015	119,508	119,508	100.00%

VILLAGE OF ELWOOD, ILLINOIS

Other Post-Employment Benefit Plan

Required Supplementary Information

Schedule of Funding Progress and Employer Contributions

April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Plan Assets	Actuarial Accrued Liability (AAL) - Entry Age	Actuarial Funded Ratio (1) ÷ (2)	Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	Annual Covered Payroll (5)	Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2010	\$ -	\$ 5,928	-	\$ 5,928	\$ 1,160,548	0.51%
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	-	5,928	-	5,928	1,187,526	0.50%
2014	N/A	N/A	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A	N/A	N/A

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contributions	Percent Contributed
2010	\$ -	\$ 1,306	0.00%
2011	-	1,341	0.00%
2012	-	1,421	0.00%
2013	-	1,341	0.00%
2014	-	1,421	0.00%
2015	-	1,506	0.00%

The Village is required to have an actuarial study performed triennially.

VILLAGE OF ELWOOD, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Revenues			
Taxes	\$ 860,945	860,945	868,753
Intergovernmental	563,532	563,532	444,327
Charges for Services	269,906	269,906	254,351
Licenses and Permits	17,965	17,965	37,801
Fines and Forfeits	300,000	300,000	224,971
Interest Income	10,000	10,000	1,468
Miscellaneous	5,000	5,000	6,825
Total Revenues	2,027,348	2,027,348	1,838,496
Expenditures			
General Government	391,082	391,082	402,291
Public Safety	684,379	684,379	697,541
Public Works	621,572	621,572	601,235
Total Expenditures	1,697,033	1,697,033	1,701,067
Excess (Deficiency) of Revenues Over (Under) Expenditures	330,315	330,315	137,429
Other Financing (Uses)			
Transfers Out	(153,502)	(153,502)	(136,000)
Net Change in Fund Balance	176,813	176,813	1,429
Fund Balance - Beginning			1,237,844
Fund Balance - Ending			1,239,273

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Enterprise Funds

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the revenues received from the Village's allocation of state gasoline taxes and the expenditures for street construction and maintenance, which must be authorized by the Illinois Department of Transportation.

Park Fund

The Park Fund is used to account for revenues received from impact fees and the expenditures for park operations and improvements.

Special Service Area Fund

The Special Service Area Fund is used to account for revenues received from special service area property taxes and expenditures for maintenance within the special service area.

DEBT SERVICE FUNDS

Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Deer Run Tax Increment Financing (TIF) Fund

The Deer Run Tax Increment Financing Fund is used to account for revenues received from incremental property taxes and expenditures for debt service payments related to tax increment financing bonds.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, the principal and interest on the 2005 general obligation bonds.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

CAPITAL PROJECTS FUNDS

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

Capital Construction Bond Fund

The Capital Construction Bond Fund is used to account for revenues received from general obligation bond proceeds and expenditures for road improvements and reconstruction.

Brandon/Noel Road Improvements Fund

The Brandon/Noel Road Improvements Fund is used to account for revenues and expenditures relative to the construction of road improvements.

PROPRIETARY FUNDS

ENTERPRISE FUNDS

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

Water and Sewer Fund

The Water and Sewer Fund is used to account for revenues and expenses relative to the operation of the water and sewer utilities.

Garbage Fund

The Garbage Fund is used to account for revenues and expenses relative to the disposal of residential solid waste.

VILLAGE OF ELWOOD, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Taxes			
Property Taxes	\$ 193,857	193,857	193,659
Personal Property Replacement Tax	1,088	1,088	1,085
Road and Bridge Tax	66,000	66,000	65,801
Utility Tax	600,000	600,000	608,208
	<hr/>	<hr/>	<hr/>
	860,945	860,945	868,753
Intergovernmental			
Sales Tax	194,250	194,250	85,026
Home Rule Sales Tax	92,400	92,400	63,707
Income Tax	222,886	222,886	229,600
Local Use Tax	53,996	53,996	65,994
	<hr/>	<hr/>	<hr/>
	563,532	563,532	444,327
Charges for Services			
Center Point Administrative Fees	131,946	131,946	131,946
Engineering Fees	20,000	20,000	-
Police Reports	250	250	442
Inspection Fees	-	-	1,980
Overweight Truck Fee	75,000	75,000	77,616
Cable Franchise Fees	7,110	7,110	8,455
Container Stacking Fee	30,000	30,000	30,000
Nicor Franchise Fees	5,600	5,600	3,912
	<hr/>	<hr/>	<hr/>
	269,906	269,906	254,351
Licenses and Permits			
Building Permits	10,000	10,000	32,701
Liquor Licenses	3,690	3,690	-
Business Licenses	675	675	400
Contractor Registration	3,600	3,600	4,700
	<hr/>	<hr/>	<hr/>
	17,965	17,965	37,801
Fines and Forfeits			
Police Fines	300,000	300,000	224,971

VILLAGE OF ELWOOD, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Interest Income	\$ 10,000	10,000	1,468
Miscellaneous			
Donations	-	-	925
Miscellaneous	5,000	5,000	5,900
	5,000	5,000	6,825
Total Revenues	2,027,348	2,027,348	1,838,496

VILLAGE OF ELWOOD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
General Government			
Administration			
Salaries	\$ 140,419	140,419	154,402
Administration Benefits	18,246	18,246	26,373
Employee Group Insurance	18,405	18,405	9,521
Audit	42,000	42,000	43,942
Engineering Services	1,000	1,000	-
Legal Services	60,000	60,000	54,448
Telephone	4,440	4,440	6,798
Electric/Heating	15,600	15,600	23,850
Travel and Meetings	2,500	2,500	1,745
Insurance - Liability/Workers Compensation	13,788	13,788	22,500
Printing/Binding	5,000	5,000	1,853
Dues and Subscriptions	16,719	16,719	15,732
Office Equipment Maintenance	6,000	6,000	5,259
Office Supplies	11,500	11,500	9,591
Marketing	-	-	137
Postage	4,000	4,000	8,907
Bank Charges	7,600	7,600	3,919
Donations	2,200	2,200	2,310
Miscellaneous	2,915	2,915	6,578
Events	12,000	12,000	2,078
Equipment	750	750	1,062
Data Processing Equipment	6,000	6,000	940
Agreements	-	-	346
Total General Government	391,082	391,082	402,291

VILLAGE OF ELWOOD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Public Safety			
Police			
Salaries	\$ 435,396	435,396	473,200
Administration Benefits	70,950	70,950	77,348
Employee Group Insurance	59,124	59,124	47,978
Legal Services	22,000	22,000	-
Data Processing	400	400	-
Insurance - Liability/Workers Compensation	10,795	10,795	45,982
Printing/Binding	347	347	320
Dues and Subscriptions	1,496	1,496	60
Telephone	2,225	2,225	3,767
Office Equipment Maintenance	3,363	3,363	5,753
Radio Maintenance	1,508	1,508	46
Vehicle Maintenance	3,616	3,616	1,385
Training	1,029	1,029	433
Travel and Meetings	56	56	1,757
Medical Expenditures	1,600	1,600	559
Animal Control	900	900	180
Rental	246	246	339
Office Supplies	1,800	1,800	2,768
Gas and Oil	6,618	6,618	4,023
Uniforms	2,840	2,840	1,277
Postage	310	310	333
Ammunition	3,376	3,376	1,716
Other Supplies	1,409	1,409	3,053
Agreements	16,032	16,032	21,727
Miscellaneous	640	640	785
Equipment	34,303	34,303	2,752
Data Processing Equipment	2,000	2,000	-
Total Public Safety	684,379	684,379	697,541

VILLAGE OF ELWOOD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Public Works			
Streets			
Salaries	\$ 213,758	213,758	232,309
Administration Benefits	31,007	31,007	28,209
Employee Group Insurance	22,876	22,876	21,445
Professional Services	2,750	2,750	2,258
Data Processing	500	500	500
Insurance	17,226	17,226	23,223
Uniforms	5,100	5,100	1,861
Street Cleaning	2,000	2,000	-
Landfill	4,000	4,000	807
Travel and Meetings	4,500	4,500	9,566
Tree Removal	10,000	10,000	5,700
Truck Inspections	500	500	-
Electric	42,000	42,000	37,451
Telephone	2,400	2,400	2,123
Heating	6,000	6,000	8,376
Equipment Rentals	5,000	5,000	5,886
Communication Repairs	1,500	1,500	5,702
Building Maintenance	52,500	52,500	72,377
Street Light Maintenance	25,000	25,000	17,884
Vehicle Maintenance	15,000	15,000	26,423
Mosquito Abatement	22,500	22,500	22,350
Office Supplies	4,500	4,500	5,045
Vehicle Supplies	7,500	7,500	3,813
Gas and Oil	15,000	15,000	13,170
Gravel	500	500	-
Asphalt and Sealer	1,000	1,000	-
Operating Supplies	10,000	10,000	11,324
Restoration Materials	2,500	2,500	4,330
Drainage Materials	1,500	1,500	91
Traffic Signs and Safety Materials	9,500	9,500	7,000
Small Tools and Equipment	2,500	2,500	3,999
Miscellaneous	10,000	10,000	7,601

VILLAGE OF ELWOOD, ILLINOIS**General Fund****Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Public Works - Continued			
Streets - Continued			
Equipment	\$ 9,500	9,500	6,607
Village Building Improvements	24,000	24,000	4,070
Vehicles	32,455	32,455	4,095
Data Processing Equipment	5,000	5,000	5,640
Total Public Works	621,572	621,572	601,235
Total Expenditures	1,697,033	1,697,033	1,701,067

VILLAGE OF ELWOOD, ILLINOIS

Capital Construction Bond - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Revenues			
Interest Income	\$ 19,322	19,322	6,946
Miscellaneous	1,500,000	1,500,000	2,239,668
Total Revenues	1,519,322	1,519,322	2,246,614
Expenditures			
General Government	3,670,000	3,670,000	2,935,066
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,150,678)	(2,150,678)	(688,452)
Other Financing (Uses)			
Transfers Out	(406,548)	(406,548)	(408,348)
Net Change in Fund Balance	(2,557,226)	(2,557,226)	(1,096,800)
Fund Balance - Beginning			5,855,797
Fund Balance - Ending			4,758,997

VILLAGE OF ELWOOD, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2015

	Special Revenue			Capital Projects		
	Motor Fuel Tax	Park	Special Service Area	Debt Service	Brandon/Noel Road Improvements	Totals
ASSETS						
Cash and Investments	\$ 1,915,539	5,267	-	-	107,031	2,027,837
Due from Other Governments	5,300	-	-	-	-	5,300
Due from Other Funds	75,764	-	-	-	-	75,764
Prepays	-	196	5,327	-	-	5,523
Total Assets	1,996,603	5,463	5,327	-	107,031	2,114,424
LIABILITIES						
Accounts Payable	-	5,275	26,768	-	418,703	450,746
Accrued Payroll	-	1,879	17,350	-	-	19,229
Due to Other Funds	-	-	75,764	-	-	75,764
Total Liabilities	-	7,154	119,882	-	418,703	545,739
FUND BALANCES						
Nonspendable	-	196	5,327	-	-	5,523
Restricted	1,996,603	-	-	-	-	1,996,603
Unassigned	-	(1,887)	(119,882)	-	(311,672)	(433,441)
Total Fund Balances	1,996,603	(1,691)	(114,555)	-	(311,672)	1,568,685
Total Liabilities and Fund Balances	1,996,603	5,463	5,327	-	107,031	2,114,424

VILLAGE OF ELWOOD, ILLINOIS

Nonmajor Governmental Funds

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended April 30, 2015**

	Special Revenue			Capital Projects		
	Motor Fuel Tax	Park	Special Service Area	Debt Service	Brandon/Noel Road Improvements	Totals
Revenues						
Taxes	\$ -	-	1,027,415	-	-	1,027,415
Intergovernmental	62,887	-	-	-	-	62,887
Charges for Services	-	17,215	-	-	-	17,215
Interest Income	2,336	-	-	-	-	2,336
Miscellaneous	-	250	-	-	-	250
Total Revenues	65,223	17,465	1,027,415	-	-	1,110,103
Expenditures						
Public Safety	-	-	858,548	-	-	858,548
Public Works	38,520	-	210,361	-	-	248,881
Parks and Recreation	-	138,880	-	-	-	138,880
Capital Outlay	-	-	-	-	418,703	418,703
Debt Service						
Principal Retirement	-	-	-	130,000	-	130,000
Interest and Fiscal Charges	-	-	-	278,348	-	278,348
Total Expenditures	38,520	138,880	1,068,909	408,348	418,703	2,073,360
Excess (Deficiency) of Revenues Over (Under) Expenditures						
	26,703	(121,415)	(41,494)	(408,348)	(418,703)	(963,257)
Other Financing Sources						
Transfer In	-	136,000	-	408,348	-	544,348
Net Change in Fund Balances	26,703	14,585	(41,494)	-	(418,703)	(418,909)
Fund Balances - Beginning	1,969,900	(16,276)	(73,061)	-	107,031	1,987,594
Fund Balances - Ending	1,996,603	(1,691)	(114,555)	-	(311,672)	1,568,685

VILLAGE OF ELWOOD, ILLINOIS**Motor Fuel Tax - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 54,126	54,126	62,887
Interest Income	1,000	1,000	2,336
Total Revenues	<u>55,126</u>	<u>55,126</u>	<u>65,223</u>
Expenditures			
Public Works			
Contractual Services	30,000	30,000	38,520
Net Change in Fund Balance	<u>25,126</u>	<u>25,126</u>	26,703
Fund Balance - Beginning			<u>1,969,900</u>
Fund Balance - Ending			<u>1,996,603</u>

VILLAGE OF ELWOOD, ILLINOIS

Park - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Revenues			
Charges for Services			
Event Fees	\$ 10,275	10,275	9,888
Rental Fees	1,750	1,750	1,100
Registration Fees	5,000	5,000	6,227
Interest Income	100	100	-
Miscellaneous	1,100	1,100	250
Total Revenues	18,225	18,225	17,465
Expenditures			
Parks and Recreation	<u>141,822</u>	<u>141,822</u>	<u>138,880</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures			
	(123,597)	(123,597)	(121,415)
Other Financing Sources			
Transfers In	<u>75,664</u>	<u>75,664</u>	<u>136,000</u>
Net Change in Fund Balance	<u>(47,933)</u>	<u>(47,933)</u>	<u>14,585</u>
Fund Balance - Beginning			<u>(16,276)</u>
Fund Balance - Ending			<u>(1,691)</u>

VILLAGE OF ELWOOD, ILLINOIS

Park - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Parks and Recreation			
Salaries	\$ 56,740	56,740	63,963
Administration Benefits	7,897	7,897	6,391
Employee Group Insurance	45	45	2,386
Repairs and Maintenance	8,500	8,500	7,127
Referees	1,500	1,500	1,600
Legal	500	500	-
Postage	-	-	77
Telephone	850	850	1,470
Trees/Landscaping	-	-	1,600
Herbicides	9,500	9,500	6,808
Equipment Maintenance	3,000	3,000	1,290
Vehicle Maintenance	1,500	1,500	2,221
Printing	1,000	1,000	-
Fuel	3,000	3,000	1,634
General Supplies	11,750	11,750	7,421
Maintenance Supplies	19,500	19,500	6,959
Small Tools	1,000	1,000	248
Miscellaneous	1,000	1,000	1,566
Events	-	-	11,770
Children's Garden	14,540	14,540	14,349
 Total Expenditures	 141,822	 141,822	 138,880

VILLAGE OF ELWOOD, ILLINOIS

Special Service Area - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Tax	\$ 1,010,000	1,010,000	1,027,415
Interest Income	100	100	-
Total Revenues	<u>1,010,100</u>	<u>1,010,100</u>	<u>1,027,415</u>
Expenditures			
Public Safety	719,657	719,657	858,548
Public Works	168,620	168,620	210,361
Total Expenditures	<u>888,277</u>	<u>888,277</u>	<u>1,068,909</u>
Net Change in Fund Balance	<u>121,823</u>	<u>121,823</u>	<u>(41,494)</u>
Fund Balance - Beginning			<u>(73,061)</u>
Fund Balance - Ending			<u>(114,555)</u>

VILLAGE OF ELWOOD, ILLINOIS

Special Service Area - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Public Safety			
Salaries	\$ 401,456	401,456	481,353
Benefits	113,774	113,774	126,141
Training	11,644	11,644	2,538
Uniforms	5,806	5,806	5,460
Insurance	-	-	70,032
Automotive	87,395	87,395	53,525
Supplies and Materials	1,500	1,500	299
Agreements	77,219	77,219	114,444
Miscellaneous Expenditures	1,710	1,710	713
Purchase Vehicle	17,153	17,153	-
Purchase Equipment	-	-	4,043
Data Processing Equipment	2,000	2,000	-
 Total Public Safety	 719,657	 719,657	 858,548
Public Works			
Uniforms	1,800	1,800	165
Fuel - Mowing	2,000	2,000	63
Salt	10,000	10,000	10,000
Vehicle Maintenance	7,750	7,750	10,566
Equipment Maintenance	10,000	10,000	27,382
Administrative/Legal	65,570	65,570	137,531
Retention Pond Maintenance	18,000	18,000	18,319
Roadway Maintenance	6,000	6,000	5,227
Landfill	2,500	2,500	-
Purchase Vehicle	20,000	20,000	-
Purchase Equipment	25,000	25,000	1,108
 Total Public Works	 168,620	 168,620	 210,361
 Total Expenditures	 888,277	 888,277	 1,068,909

VILLAGE OF ELWOOD, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Revenues			
Taxes	\$ -	- -	- -
Expenditures			
Debt Service			
Principal Retirement	300,000	300,000	130,000
Interest and Fiscal Charges	436,121	436,121	278,348
Total Expenditures	<u>736,121</u>	<u>736,121</u>	<u>408,348</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(736,121)	(736,121)	(408,348)
Other Financing Sources			
Transfers In	<u>736,120</u>	<u>736,120</u>	<u>408,348</u>
Net Change in Fund Balance	<u>(1)</u>	<u>(1)</u>	- -
Fund Balance - Beginning			- -
Fund Balance - Ending			<u>- -</u>

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	\$ 800,066	800,066	768,299
Operating Expenses			
Water Operations	361,044	361,044	343,628
Sewer Operations	535,957	535,957	392,798
Depreciation and Amortization	-	-	594,726
Total Operating Expenses	897,001	897,001	1,331,152
Operating (Loss)	(96,935)	(96,935)	(562,853)
Nonoperating Revenues (Expenses)			
Interest Income	10,004	10,004	15,474
Interest and Fiscal Charges	-	-	(365,321)
	10,004	10,004	(349,847)
Income (Loss) Before Transfers	(86,931)	(86,931)	(912,700)
Transfers Out	(328,748)	(328,748)	-
Change in Net Position	(415,679)	(415,679)	(912,700)
Net Position - Beginning			<u>6,313,618</u>
Net Position - Ending			<u>5,400,918</u>

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Charges for Services			
Water Charges	\$ 424,360	424,360	415,299
Sewer Charges	360,706	360,706	350,382
Meter Sales	-	-	676
Miscellaneous	15,000	15,000	1,942
Total Operating Revenues	800,066	800,066	768,299

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Water Operations			
Salaries	\$ 110,779	110,779	92,877
Administration Benefits	17,184	17,184	14,407
Employee Group Insurance	17,037	17,037	21,539
Insurance - Liability/Workers Compensation	8,000	8,000	10,758
Audit	2,750	2,750	2,750
Engineering Services	7,500	7,500	9,438
Data Processing	5,000	5,000	-
Legal Services	-	-	6,107
Telephone	6,000	6,000	8,371
Electric	72,000	72,000	84,206
Heating	1,000	1,000	3,126
Printing/Binding	-	-	559
Dues and Subscriptions	4,900	4,900	4,062
Building Maintenance	30,250	30,250	11,439
Equipment Maintenance	19,350	19,350	13,240
System Maintenance	27,500	27,500	26,811
Vehicle Maintenance	1,000	1,000	1,367
Operational Supplies	450	450	2,822
Gas and Oil	500	500	513
Small Tools/Equipment	3,500	3,500	4,377
Postage	1,844	1,844	776
Water Supplies	2,000	2,000	601
Maintenance Supplies	500	500	261
Vehicle Supplies	1,000	1,000	896
Chemicals	12,000	12,000	14,208
Restoration Materials	4,000	4,000	513
Miscellaneous	2,000	2,000	2,367
Water Meters	3,000	3,000	4,160
Data Processing Equipment	-	-	1,077
Total Water Operations	361,044	361,044	343,628

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015

	Budget		
	Original	Final	Actual
Sewer Operations			
Salaries	\$ 93,906	93,906	108,404
Administration Benefits	15,287	15,287	16,825
Employee Group Insurance	20,807	20,807	15,697
Insurance - Liability/Workers Compensation	7,500	7,500	19,725
Audit	2,813	2,813	2,813
Engineering Services	1,000	1,000	-
Legal Services	1,000	1,000	-
Data Processing	5,000	5,000	2,978
Telephone	6,000	6,000	6,339
Electric/Heating	52,800	52,800	72,111
Dues and Subscriptions	18,900	18,900	10,559
Building Maintenance	53,250	53,250	24,592
Equipment Maintenance	45,350	45,350	31,720
System Maintenance	42,000	42,000	33,271
Vehicle Maintenance	1,000	1,000	2,430
Operational Supplies	5,000	5,000	4,818
Gas and Oil	500	500	513
Small Tools and Equipment	11,000	11,000	6,454
Postage	1,844	1,844	-
Sewer Supplies	10,000	10,000	-
Maintenance Supplies	1,000	1,000	1,620
Vehicle Supplies	500	500	343
Chemicals	18,000	18,000	26,704
Miscellaneous	500	500	2,299
Purchase Equipment	111,000	111,000	1,565
Data Processing Equipment	10,000	10,000	-
Water Meters	-	-	1,018
Total Sewer Operations	535,957	535,957	392,798

VILLAGE OF ELWOOD, ILLINOIS

Garbage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	\$ 189,564	189,564	181,314
Operating Expenses			
Garbage Operations			
Garbage Collection	182,845	182,845	182,134
Printing/Binding	100	100	100
Postage	1,260	1,260	1,260
Total Operating Expenses	184,205	184,205	183,494
Operating Income (Loss)	5,359	5,359	(2,180)
Nonoperating Revenue			
Interest Income	360	360	24
Change in Net Position	5,719	5,719	(2,156)
Net Position - Beginning			20,189
Net Position - Ending			18,033

SUPPLEMENTAL SCHEDULES

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Bonds of 2005

April 30, 2015

Date of Issue	March 1, 2005
Date of Maturity	March 1, 2023
Authorized Issue	\$7,500,000
Denomination of Bonds	\$5,000
Interest Rates	4.20% - 4.50%
Interest Dates	September 1 and March 1
Principal Maturity Date	March 1
Payable at	Amalgamated Bank, Joliet IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Sep. 1	Amount	Mar. 1	Amount
2016	\$ 540,000	271,022	811,022	2015	135,511	2016	135,511
2017	610,000	248,342	858,342	2016	124,171	2017	124,171
2018	685,000	222,722	907,722	2017	111,361	2018	111,361
2019	765,000	193,610	958,610	2018	96,805	2019	96,805
2020	850,000	160,714	1,010,714	2019	80,357	2020	80,357
2021	885,000	123,528	1,008,528	2020	61,764	2021	61,764
2022	925,000	84,588	1,009,588	2021	42,294	2022	42,294
2023	965,000	43,426	1,008,426	2022	21,713	2023	21,713
	<u>6,225,000</u>	<u>1,347,952</u>	<u>7,572,952</u>		<u>673,976</u>		<u>673,976</u>

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2010A
April 30, 2015

Date of Issue	August 4, 2010
Date of Maturity	March 1, 2030
Authorized Issue	\$3,805,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 5.10%
Interest Dates	September 1 and March 1
Principal Maturity Date	March 1
Payable at	Bond Trust Services Corp, Roseville, MN

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Sep. 1	Amount	Mar. 1	Amount
2016	\$ 175,000	154,498	329,498	2015	77,249	2016	77,249
2017	180,000	149,248	329,248	2016	74,624	2017	74,624
2018	185,000	143,398	328,398	2017	71,699	2018	71,699
2019	190,000	136,922	326,922	2018	68,461	2019	68,461
2020	200,000	130,034	330,034	2019	65,017	2020	65,017
2021	205,000	122,284	327,284	2020	61,142	2021	61,142
2022	215,000	114,085	329,085	2021	57,042	2022	57,043
2023	220,000	105,484	325,484	2022	52,742	2023	52,742
2024	230,000	96,134	326,134	2023	48,067	2024	48,067
2025	245,000	84,404	329,404	2024	42,202	2025	42,202
2026	255,000	71,910	326,910	2025	35,955	2026	35,955
2027	270,000	58,905	328,905	2026	29,452	2027	29,453
2028	280,000	45,136	325,136	2027	22,568	2028	22,568
2029	295,000	30,856	325,856	2028	15,428	2029	15,428
2030	310,000	15,810	325,810	2029	7,905	2030	7,905
	<u>3,455,000</u>	<u>1,459,108</u>	<u>4,914,108</u>		<u>729,553</u>		<u>729,555</u>

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2010B April 30, 2015

Date of Issue	July 21, 2010
Date of Maturity	September 8, 2020
Authorized Issue	\$4,500,000
Denomination of Bonds	\$5,000
Interest Rates	3.99%
Interest Date	September 8
Principal Maturity Date	September 8
Payable at	Centerpoint Properties Trust

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2016	\$ -	-	-
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	4,500,000	2,154,697	6,654,697
	<hr/> <u>4,500,000</u>	<hr/> <u>2,154,697</u>	<hr/> <u>6,654,697</u>

STATISTICAL SECTION (Unaudited)

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF ELWOOD, ILLINOIS

Net Position by Component - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

See Following Page

VILLAGE OF ELWOOD, ILLINOIS

Net Position by Component - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

	2006	2007	2008	2009
Governmental Activities				
Net Investment in Capital Assets	\$ 11,652,801	10,793,782	27,266,803	37,380,706
Restricted	1,703,193	1,214,702	914,820	1,128,961
Unrestricted	(22,716,974)	(31,705,596)	(54,549,541)	(68,569,077)
Total Governmental Activities Net Position	(9,360,980)	(19,697,112)	(26,367,918)	(30,059,410)
Business-Type Activities				
Net Investment in Capital Assets	8,970,809	8,777,528	8,037,632	7,676,233
Unrestricted	1,410,372	424,368	320,551	25,064
Total Business-Type Activities Net Position	10,381,181	9,201,896	8,358,183	7,701,297
Primary Government				
Net Investment in Capital Assets	20,623,610	19,571,310	35,304,435	45,056,939
Restricted	1,703,193	1,214,702	914,820	1,128,961
Unrestricted	(21,306,602)	(31,281,228)	(54,228,990)	(68,544,013)
Total Primary Government Net Position	1,020,201	(10,495,216)	(18,009,735)	(22,358,113)

Data Source: Village Records

2010	2011	2012	2013	2014	2015
45,118,195	55,923,197	69,703,356	3,913,127	5,827,985	9,784,755
284,408	186,235	228,407	1,934,012	1,969,900	1,996,603
(85,744,242)	(104,473,877)	(127,256,105)	(73,276,070)	(84,399,079)	(97,725,202)
<u>(40,341,639)</u>	<u>(48,364,445)</u>	<u>(57,324,342)</u>	<u>(67,428,931)</u>	<u>(76,601,194)</u>	<u>(85,943,844)</u>
7,135,001	12,646,565	12,179,521	11,748,272	11,475,448	11,208,917
(379,412)	(3,299,779)	(3,652,969)	(4,124,143)	(5,141,641)	(5,789,966)
<u>6,755,589</u>	<u>9,346,786</u>	<u>8,526,552</u>	<u>7,624,129</u>	<u>6,333,807</u>	<u>5,418,951</u>
52,253,196	68,569,762	81,882,877	15,661,399	17,303,433	20,993,672
284,408	186,235	228,407	1,934,012	1,969,900	1,996,603
(86,123,654)	(107,773,656)	(130,909,074)	(77,400,213)	(89,540,720)	(103,515,168)
<u>(33,586,050)</u>	<u>(39,017,659)</u>	<u>(48,797,790)</u>	<u>(59,804,802)</u>	<u>(70,267,387)</u>	<u>(80,524,893)</u>

VILLAGE OF ELWOOD, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental Activities										
General Government	\$ 1,582,783	2,697,423	1,816,816	1,040,107	886,566	1,353,265	1,724,469	1,232,453	1,128,996	2,194,352
Public Safety	1,004,814	769,922	1,317,095	1,130,979	1,187,539	1,319,476	1,486,332	1,319,274	1,621,037	1,618,937
Public Works	2,938,655	655,478	3,222,603	4,246,091	4,259,360	4,089,740	4,384,492	4,329,154	4,300,726	4,557,730
Parks and Recreation	69,450	2,939,609	68,958	89,537	111,906	119,869	153,868	177,647	144,163	138,880
Interest on Long-Term Debt	13,134,085	14,065,749	14,751,436	15,374,640	15,857,579	16,205,986	16,653,441	16,415,928	16,176,010	15,670,296
Total Governmental Activities Expenses	<u>18,729,787</u>	<u>21,128,181</u>	<u>21,176,908</u>	<u>21,881,354</u>	<u>22,302,950</u>	<u>23,088,336</u>	<u>24,402,602</u>	<u>23,474,456</u>	<u>23,370,932</u>	<u>24,180,195</u>
Business-Type Activities										
Water and Sewer	1,715,996	1,708,927	1,413,463	1,617,887	1,631,487	1,369,765	1,679,573	1,665,068	1,809,632	1,696,473
Garbage	116,611	124,518	129,659	144,436	148,973	157,912	163,045	173,592	176,382	183,494
Total Business-Type Activities Net Position	<u>1,832,607</u>	<u>1,833,445</u>	<u>1,543,122</u>	<u>1,762,323</u>	<u>1,780,460</u>	<u>1,527,677</u>	<u>1,842,618</u>	<u>1,838,660</u>	<u>1,986,014</u>	<u>1,879,967</u>
Total Primary Government Expenses	<u>20,562,394</u>	<u>22,961,626</u>	<u>22,720,030</u>	<u>23,643,677</u>	<u>24,083,410</u>	<u>24,616,013</u>	<u>26,245,220</u>	<u>25,313,116</u>	<u>25,356,946</u>	<u>26,060,162</u>
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	3,826,513	2,107,835	3,720,168	1,285,420	226,094	232,310	372,036	720,534	309,675	292,152
Public Safety	116,919	161,322	300,768	216,364	189,060	232,735	376,178	297,009	146,709	224,971
Parks and Recreation	16,658	42,451	36,267	17,683	20,643	15,989	15,946	17,522	18,375	17,215
Operating Grants/Contributions	46,550	87,161	45,157	42,666	39,638	48,018	60,760	61,304	70,334	62,887
Capital Grants/Contributions	50,000	50,000	50,000	1,456,400	50,000	2,148,100	125,829	51,118	79,824	-
Total Governmental Activities										
Program Revenues	<u>4,056,640</u>	<u>2,448,769</u>	<u>4,152,360</u>	<u>3,018,533</u>	<u>525,435</u>	<u>2,677,152</u>	<u>950,749</u>	<u>1,147,487</u>	<u>624,917</u>	<u>597,225</u>
Business-Type Activities										
Charges for Services										
Water and Sewer	726,974	384,692	451,651	937,735	663,993	728,649	748,583	855,098	770,900	768,299
Garbage	126,847	124,862	135,846	143,171	149,035	156,119	164,742	173,141	174,659	181,314
Operating Grants/Contributions	-	-	-	-	-	-	-	-	-	-
Capital Grants/Contributions	376,169	19,500	33,750	-	-	-	-	-	-	-
Total Business-Type Activities										
Program Revenues	<u>1,229,990</u>	<u>529,054</u>	<u>621,247</u>	<u>1,080,906</u>	<u>813,028</u>	<u>884,768</u>	<u>913,325</u>	<u>1,028,239</u>	<u>945,559</u>	<u>949,613</u>
Total Primary Government										
Program Revenues	<u>5,286,630</u>	<u>2,977,823</u>	<u>4,773,607</u>	<u>4,099,439</u>	<u>1,338,463</u>	<u>3,561,920</u>	<u>1,864,074</u>	<u>2,175,726</u>	<u>1,570,476</u>	<u>1,546,838</u>

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Net (Expense) Revenue										
Governmental Activities	\$ (14,673,147)	(18,679,412)	(17,024,548)	(18,862,821)	(21,777,515)	(20,411,184)	(23,451,853)	(22,326,969)	(22,746,015)	(23,582,970)
Business-Type Activities	(602,617)	(1,304,391)	(921,875)	(681,417)	(967,432)	(642,909)	(929,293)	(810,421)	(1,040,455)	(930,354)
Total Primary Government										
Net Revenue (Expense)	<u>(15,275,764)</u>	<u>(19,983,803)</u>	<u>(17,946,423)</u>	<u>(19,544,238)</u>	<u>(22,744,947)</u>	<u>(21,054,093)</u>	<u>(24,381,146)</u>	<u>(23,137,390)</u>	<u>(23,786,470)</u>	<u>(24,513,324)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	4,139,633	5,714,095	7,038,909	9,107,792	8,653,494	8,951,766	9,018,234	8,952,040	9,939,894	10,926,895
Utility Taxes	310,122	339,502	443,077	349,027	413,237	351,564	340,097	566,718	597,230	608,208
Intergovernmental - Unrestricted										
Sales Taxes	297,821	1,365,439	396,246	396,915	369,746	361,917	1,348,180	232,728	206,567	148,733
Income Taxes	153,023	164,319	180,847	178,236	156,146	162,538	260,205	265,223	266,484	295,594
Reimbursements	-	299,142	691,190	2,489	203,596	298,808	1,035,179	12,500	-	-
Interest Income	224,495	338,629	627,199	126,453	63,691	38,357	31,975	24,058	16,040	14,147
Miscellaneous	144,129	73,513	976,274	2,117,261	1,635,376	2,223,428	2,509,604	1,947,315	2,281,607	2,246,743
Transfers	-	-	-	-	-	-	(51,518)	-	265,930	-
Total Governmental Activities	<u>5,269,223</u>	<u>8,294,639</u>	<u>10,353,742</u>	<u>12,278,173</u>	<u>11,495,286</u>	<u>12,388,378</u>	<u>14,491,956</u>	<u>12,000,582</u>	<u>13,573,752</u>	<u>14,240,320</u>
Business-Type Activities										
Investment Income	62,179	125,106	78,162	24,531	21,724	11,599	4,834	4,598	16,063	15,498
Miscellaneous	-	-	-	-	-	3,222,507	52,707	-	-	-
Transfers	-	-	-	-	-	-	51,518	-	(265,930)	-
Total Business-Type Activities	<u>62,179</u>	<u>125,106</u>	<u>78,162</u>	<u>24,531</u>	<u>21,724</u>	<u>3,234,106</u>	<u>109,059</u>	<u>4,598</u>	<u>(249,867)</u>	<u>15,498</u>
Total Primary Government	<u>5,331,402</u>	<u>8,419,745</u>	<u>10,431,904</u>	<u>12,302,704</u>	<u>11,517,010</u>	<u>15,622,484</u>	<u>14,601,015</u>	<u>12,005,180</u>	<u>13,323,885</u>	<u>14,255,818</u>
Changes in Net Position										
Governmental Activities	(9,403,924)	(10,384,773)	(6,670,806)	(6,584,648)	(10,282,229)	(8,022,806)	(8,959,897)	(10,326,387)	(9,172,263)	(9,342,650)
Business-Type Activities	(540,438)	(1,179,285)	(843,713)	(656,886)	(945,708)	2,591,197	(820,234)	(805,823)	(1,290,322)	(914,856)
Total Primary Government	<u>(9,944,362)</u>	<u>(11,564,058)</u>	<u>(7,514,519)</u>	<u>(7,241,534)</u>	<u>(11,227,937)</u>	<u>(5,431,609)</u>	<u>(9,780,131)</u>	<u>(11,132,210)</u>	<u>(10,462,585)</u>	<u>(10,257,506)</u>

Data Source: Village Records

VILLAGE OF ELWOOD, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

	2006	2007	2008	2009
General Fund				
Reserved	\$ 11,603	13,085	25,907	32,230
Unreserved	791,730	933,420	1,655,568	634,903
Nonspendable	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	803,333	946,505	1,681,475	667,133
All Other Governmental Funds				
Reserved	1,109,592	469,639	252,981	27,388
Unreserved, Reported in:				
Special Revenues Funds	642,242	793,704	661,839	1,101,573
Debt Service Funds	-	-	(556,859)	(1,380,598)
Capital Projects Funds	11,754,489	4,891,853	1,700,719	4,568,979
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total All Other Governmental Funds	13,506,323	6,155,196	2,058,680	4,317,342

Data Source: Village Records

The Village implemented GASB 54 in Fiscal Year 2012.

2010	2011	2012	2013	2014	2015
29,250	41,997	-	-	-	-
668,833	654,298	-	-	-	-
-	-	28,389	28,389	11,078	12,581
-	-	988,986	1,151,306	1,226,766	1,226,692
<u>698,083</u>	<u>696,295</u>	<u>1,017,375</u>	<u>1,179,695</u>	<u>1,237,844</u>	<u>1,239,273</u>
16,087	23,098	-	-	-	-
268,321	160,980	-	-	-	-
(4,766,321)	(9,585,412)	-	-	-	-
6,316,540	8,212,844	-	-	-	-
-	-	15,614	15,614	7,854	5,523
-	-	228,407	1,934,012	1,969,900	1,996,603
-	-	8,081,237	6,223,169	5,962,828	4,758,997
-	-	(16,204,676)	(25,177,776)	(35,701,543)	(47,504,451)
<u>1,834,627</u>	<u>(1,188,490)</u>	<u>(7,879,418)</u>	<u>(17,004,981)</u>	<u>(27,760,961)</u>	<u>(40,743,328)</u>

VILLAGE OF ELWOOD, ILLINOIS

General Governmental Revenues by Source - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Source	2006	2007	2008	2009
Taxes	\$ 4,449,755	6,053,597	7,481,986	9,456,819
Intergovernmental	547,394	1,966,061	1,363,440	670,306
Charges for Services	2,802,384	2,071,685	3,557,534	1,181,861
Licenses and Permits	481,353	78,601	198,901	121,242
Fines and Forfeits	116,919	161,322	300,768	216,364
Interest Income	281,891	338,629	627,199	126,453
Miscellaneous	<u>646,167</u>	<u>73,513</u>	<u>976,274</u>	<u>2,117,261</u>
Total	<u>9,325,863</u>	<u>10,743,408</u>	<u>14,506,102</u>	<u>13,890,306</u>

Data Source: Village Records

2010	2011	2012	2013	2014	2015
9,066,731	9,303,330	9,358,331	9,518,758	10,537,124	11,535,103
819,126	3,019,381	2,830,153	1,022,873	623,209	507,214
216,820	221,043	234,758	288,647	269,344	271,566
29,917	27,256	153,224	49,409	58,706	37,801
189,060	232,735	376,178	297,009	146,709	224,971
63,691	38,357	31,975	24,058	16,040	14,147
<u>1,635,376</u>	<u>2,223,428</u>	<u>2,509,604</u>	<u>1,947,315</u>	<u>2,281,607</u>	<u>2,246,743</u>
<u>12,020,721</u>	<u>15,065,530</u>	<u>15,494,223</u>	<u>13,148,069</u>	<u>13,932,739</u>	<u>14,837,545</u>

VILLAGE OF ELWOOD, ILLINOIS

General Governmental Expenditures by Function - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Function	2006	2007	2008	2009
General Government	\$ 1,530,702	2,678,321	1,773,295	1,040,363
Public Safety	1,011,725	812,160	1,403,992	1,049,827
Public Works	500,530	556,032	669,301	867,877
Parks and Recreation	69,450	114,429	68,958	89,537
Capital Outlay	5,489,388	7,946,124	6,719,544	310,199
Debt Service				
Principal	3,732,507	5,544,850	6,932,563	8,874,256
Interest and Fiscal Charges	311,129	299,447	299,995	296,264
Total	12,645,431	17,951,363	17,867,648	12,528,323

Data Source: Village Records

2010	2011	2012	2013	2014	2015
856,697	3,147,483	4,471,932	2,667,008	2,368,069	3,341,821
1,150,403	1,235,494	1,528,422	1,290,514	1,550,804	1,556,089
1,035,170	778,573	849,852	950,051	857,973	850,116
111,906	119,869	153,868	177,647	144,163	138,880
153,300	23,695	-	9,782	495,616	418,703
10,893,200	12,601,421	14,510,577	16,729,349	19,198,015	6,145,894
295,085	298,294	297,902	286,960	281,860	15,366,980
<u>14,495,761</u>	<u>18,204,829</u>	<u>21,812,553</u>	<u>22,111,311</u>	<u>24,896,500</u>	<u>27,818,483</u>

VILLAGE OF ELWOOD, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

	2006	2007	2008	2009
Revenues				
Taxes	\$ 4,449,755	6,053,597	7,481,986	9,456,819
Licenses and Permits	481,353	78,601	198,901	121,242
Intergovernmental	547,394	1,966,061	1,363,440	670,306
Charges for Services and Fees	2,802,384	2,071,685	3,557,534	1,181,861
Fines and Forfeits	116,919	161,322	300,768	216,364
Investment Income	281,891	338,629	627,199	126,453
Miscellaneous	646,167	73,513	976,274	2,117,261
Total Revenues	9,325,863	10,743,408	14,506,102	13,890,306
Expenditures				
General Government	1,530,702	2,678,321	1,773,295	1,040,363
Public Safety	1,011,725	812,160	1,403,992	1,049,827
Public Works	500,530	556,032	669,301	867,877
Parks and Recreation	69,450	114,429	68,958	89,537
Capital Outlay	5,489,388	7,946,124	6,719,544	310,199
Debt Service				
Principal	3,732,507	5,544,850	6,932,563	8,874,256
Interest and Fiscal Charges	311,129	299,447	299,995	296,264
Total Expenditures	12,645,431	17,951,363	17,867,648	12,528,323
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,319,568)	(7,207,955)	(3,361,546)	1,361,983
Other Financing Sources (Uses)				
Debt Issuance	13,037,752	-	-	-
Discount on Debt Issuance	(135,118)	-	-	-
Transfers In	10,066,009	527,942	2,174,844	1,362,006
Transfers Out	(10,066,009)	(527,942)	(2,174,844)	(1,362,006)
	12,902,634	-	-	-
Net Change in Fund Balances	9,583,066	(7,207,955)	(3,361,546)	1,361,983
Debt Service as a Percentage of Noncapital Expenditures	56.51%	58.41%	69.50%	85.15%

Data Source: Village Records

2010	2011	2012	2013	2014	2015
9,066,731	9,303,330	9,358,331	9,518,758	10,537,124	11,535,103
29,917	27,256	153,224	49,409	58,706	37,801
819,126	3,019,381	2,830,153	1,022,873	623,209	507,214
216,820	221,043	234,758	288,647	269,344	271,566
189,060	232,735	376,178	297,009	146,709	224,971
63,691	38,357	31,975	24,058	16,040	14,147
1,635,376	2,223,428	2,509,604	1,947,315	2,281,607	2,246,743
<u>12,020,721</u>	<u>15,065,530</u>	<u>15,494,223</u>	<u>13,148,069</u>	<u>13,932,739</u>	<u>14,837,545</u>
856,697	3,147,483	4,471,932	2,667,008	2,368,069	3,341,821
1,150,403	1,235,494	1,528,422	1,290,514	1,550,804	1,556,089
1,035,170	778,573	849,852	950,051	857,973	850,116
111,906	119,869	153,868	177,647	144,163	138,880
153,300	23,695	-	9,782	495,616	418,703
10,893,200	12,601,421	14,510,577	16,729,349	19,198,015	6,145,894
295,085	298,294	297,902	286,960	281,860	15,366,980
<u>14,495,761</u>	<u>18,204,829</u>	<u>21,812,553</u>	<u>22,111,311</u>	<u>24,896,500</u>	<u>27,818,483</u>
<u>(2,475,040)</u>	<u>(3,139,299)</u>	<u>(6,318,330)</u>	<u>(8,963,242)</u>	<u>(10,963,761)</u>	<u>(12,980,938)</u>
23,275	114,394	-	-	-	-
-	-	-	-	-	-
716,723	331,472	845,393	582,819	565,015	544,348
(716,723)	(331,472)	(896,911)	(582,819)	(299,085)	(544,348)
<u>23,275</u>	<u>114,394</u>	<u>(51,518)</u>	<u>-</u>	<u>265,930</u>	<u>-</u>
<u>(2,451,765)</u>	<u>(3,024,905)</u>	<u>(6,369,848)</u>	<u>(8,963,242)</u>	<u>(10,697,831)</u>	<u>(12,980,938)</u>
79.23%	78.79%	78.32%	83.65%	84.97%	82.11%

VILLAGE OF ELWOOD, ILLINOIS**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years**
April 30, 2015 (Unaudited)

Tax Levy Year	Residential Property	Farm
2005	\$ 36,627,762	\$ 302,243
2006	40,384,258	201,714
2007	45,385,712	200,458
2008	51,007,924	218,002
2009	52,489,876	2,473,024
2010	51,797,707	2,475,304
2011	44,751,700	2,525,300
2012	40,262,651	2,400,666
2013	36,542,364	2,431,639
2014	36,760,701	2,445,737

Data Source: Will County Tax Extension Office

Commercial Property	Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 988,941	\$ 7,309,053	\$ 45,227,999	\$ 42,489	\$ 45,270,488	0.209
1,046,857	7,345,882	48,978,711	42,357	49,021,068	0.202
1,114,810	7,665,210	54,366,190	46,519	54,412,709	0.270
1,326,952	7,665,739	60,218,617	50,873	60,269,490	0.256
1,364,724	7,211,230	63,538,854	61,305	63,600,159	0.255
1,466,163	7,211,230	62,950,404	76,688	63,027,092	0.266
2,642,962	6,477,723	56,397,685	81,499	56,479,184	0.312
2,640,159	6,396,455	51,699,931	92,216	51,792,147	0.357
2,624,559	6,331,261	47,929,823	113,956	48,043,779	0.404
2,207,158	6,381,261	47,794,857	118,833	47,913,690	0.425

VILLAGE OF ELWOOD, ILLINOIS**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years**
April 30, 2015 (Unaudited)

	2005	2006	2007	2008
Village of Elwood				
Corporate	0.209	0.202	0.270	0.256
Will County	0.526	0.503	0.483	0.475
Will County Forest Preserve District	0.148	0.137	0.142	0.145
Will County Public Building Commission	0.012	0.013	0.012	0.019
Jackson Township	0.245	0.240	0.228	0.226
Village of Elwood Road and Bridge	0.127	0.125	0.118	0.117
Manhattan-Elwood Public Library	0.178	0.170	0.161	0.160
Elwood Fire Protection District	0.561	0.618	0.666	0.507
School District 203	2.616	2.541	2.429	2.370
High School District 204	2.089	2.024	1.957	1.887
Community College District 525	0.209	0.194	0.190	0.190
 Total Tax Rate Per \$100 EAV	 6.920	 6.764	 6.655	 6.349
 Village's Share of Total Tax Rate	 3.02%	 2.98%	 4.06%	 4.03%

Data Source: Office of the Will County Clerk

2009	2010	2011	2012	2013	2014
0.255	0.266	0.312	0.357	0.404	0.425
0.483	0.508	0.535	0.570	0.599	0.643
0.152	0.157	0.169	0.186	0.197	0.198
0.019	0.020	0.020	0.021	0.022	0.022
0.203	0.219	0.222	0.244	0.264	0.107
0.105	0.114	0.115	0.127	0.137	0.329
0.156	0.164	0.178	0.196	0.210	0.219
0.494	0.515	0.502	0.588	0.624	0.649
2.234	2.311	2.536	2.832	3.078	3.166
1.897	2.056	2.228	2.486	2.703	2.875
0.214	0.227	0.246	0.277	0.296	0.309
6.213	6.555	7.063	7.883	8.533	8.942
4.10%	4.06%	4.41%	4.53%	4.73%	4.75%

VILLAGE OF ELWOOD, ILLINOIS

Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2015 (Unaudited)

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total Village	Taxable Assessed Value	Rank	Percentage of Total Village
			Taxable Assessed Value			Taxable Assessed Value
Wal-Mart Stores	\$ 38,662,800	1	26.90%	\$ N/A	N/A	N/A
Centerpoint Intermodal LLC	14,503,619	2	10.09%	N/A	N/A	N/A
Centerpoint Properties Trust	13,935,160	3	9.69%	N/A	N/A	N/A
Liberty Property	12,322,262	4	8.57%	N/A	N/A	N/A
Georgia-Pacific LLC	10,006,999	5	6.96%	N/A	N/A	N/A
Elwood Energy	6,182,500	6	4.30%	N/A	N/A	N/A
CenterPoint Joliet Terminal	1,156,342	7	0.80%	N/A	N/A	N/A
McCormick 107 LLC	735,038	8	0.51%	N/A	N/A	N/A
PERC Holdings LLC	391,200	9	0.27%	N/A	N/A	N/A
Commonwealth Edison Co	371,127	10	0.26%	N/A	N/A	N/A
	98,267,047		68.36%	N/A		N/A

N/A - Not Available

Data Source: Office of the County Clerk of Will County

VILLAGE OF ELWOOD, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2006*	2004	\$ 3,323,658	\$ 3,323,760	100.00%	N/A	\$ 3,323,760	100.00%
2007*	2005	4,992,956	4,988,692	99.91%	N/A	4,988,692	99.91%
2008*	2006	6,195,253	6,195,382	100.00%	N/A	6,195,382	100.00%
2009*	2007	8,196,182	8,195,674	99.99%	N/A	8,195,674	99.99%
2010*	2008	7,857,670	7,856,706	99.99%	N/A	7,856,706	99.99%
2011*	2009	8,084,038	8,083,206	99.99%	N/A	8,083,206	99.99%
2012*	2010	8,084,588	8,083,594	99.99%	N/A	8,083,594	99.99%
2013*	2011	8,023,307	8,017,406	99.93%	N/A	8,017,406	99.93%
2014*	2012	8,911,304	8,911,368	100.00%	N/A	8,911,368	100.00%
2015*	2013	9,898,660	9,898,395	100.00%	N/A	9,898,395	100.00%

N/A - Not Available

Data Source: Office of the County Clerk of Will County

* Includes incremental taxes for the Deer Run TIF Fund.

VILLAGE OF ELWOOD, ILLINOIS

Ratios of Outstanding Debt By Type - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

Fiscal Year	Governmental Activities		
	General Obligation Bonds	General Obligation Capital Appreciation	Capital Leases Payable
2006	\$ 6,715,000	\$ 6,246,538	\$ 127,232
2007	6,715,000	6,422,136	103,333
2008	6,715,000	6,979,060	78,049
2009	6,715,000	7,376,930	51,297
2010	6,715,000	7,797,483	41,028
2011	6,715,000	8,242,011	77,925
2012	6,600,000	8,711,881	-
2013	6,480,000	9,208,539	-
2014	6,355,000	9,733,510	-
2015	6,225,000	10,288,409	-

Data Source: Village's Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

		Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
Tax Increment Notes Payable	General Obligation Bonds	Loans Payable					
\$ 133,803,629	\$ -	\$ 14,500,000		\$ 161,392,399	443.92%	\$ 99,624.94	
141,934,229	-	14,500,000		169,674,698	466.70%	104,737.47	
148,811,979	-	14,500,000		177,084,088	487.08%	109,311.17	
154,644,981	-	14,320,000		183,108,208	503.65%	113,029.76	
158,927,266	-	14,320,000		187,800,777	516.56%	115,926.41	
161,862,632	8,290,000	-		185,187,568	509.37%	81,258.26	
163,196,005	8,248,754	-		186,756,640	857.75%	81,946.75	
162,219,816	8,251,066	-		186,159,421	855.01%	81,684.70	
158,516,866	8,088,379	-		182,693,755	390.63%	80,164.00	
137,412,340	7,920,692	-		161,846,441	346.05%	71,016.43	

VILLAGE OF ELWOOD, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2006	\$ 12,961,538	\$ -	\$ 12,961,538	28.63%	\$ 8,000.95
2007	13,137,136	-	13,137,136	26.80%	8,109.34
2008	13,694,060	-	13,694,060	25.17%	8,453.12
2009	14,091,930	-	14,091,930	23.38%	8,698.72
2010	14,512,483	-	14,512,483	22.82%	8,958.32
2011	23,247,011	-	23,247,011	36.88%	10,200.53
2012	23,560,635	-	23,560,635	41.72%	10,338.15
2013	23,939,605	-	23,939,605	46.22%	10,504.43
2014	24,176,889	-	24,176,889	50.32%	10,608.55
2015	24,434,101	-	24,434,101	51.00%	10,721.41

Data Source: Village Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Ratios of Outstanding Debt by Type Schedule for Equalized Assessed Value data (Actual Taxable Value of Property).

(2) See the Demographic and Economic Statistics Schedule for the Per Capita Income data.

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Direct and Overlapping Bonded Debt April 30, 2015 (Unaudited)

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Elwood	\$ 153,925,749	100.00%	\$ 153,925,749
Will County Forest Preserve District	143,953,104	0.26%	374,278
School District 203	640,000	54.55%	349,120
High School District 204	93,105,000	1.85%	1,722,443
Community College District 525	<u>84,180,000</u>	0.32%	<u>269,376</u>
Subtotal	<u>177,285,000</u>		<u>2,715,217</u>
Totals	<u>331,210,749</u>		<u>156,640,966</u>

(1) Determined by the ratio of assessed value of property in the Village of Elwood subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit.

Data Source: Will County Clerk's Office

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Legal Debt Margin April 30, 2015 (Unaudited)

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides that the General Assembly may limit the amount and require referenda for approval of debt payable from ad valorem property taxes in excess of one percent of assessed valuation. However, no such statute has been enacted as of this date. Therefore, as a home rule municipality, the Village of Elwood, Illinois has no debt limit.

VILLAGE OF ELWOOD, ILLINOIS**Pledged-Revenue Coverage - Last Ten Fiscal Years**
April 30, 2015 (Unaudited)

Fiscal Year	Property Tax Revenues	Principal	Interest	Coverage
2006	\$ -	\$ -	\$ 62,423	-
2007	-	-	-	-
2008	-	-	-	-
2009	-	-	-	-
2010	-	-	-	-
2011	-	-	-	-
2012	-	-	-	-
2013	-	-	-	-
2014	-	-	-	-
2015	-	-	-	-

Data Source: Village Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

VILLAGE OF ELWOOD, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Fiscal Year	(1) Population	Personal Income (in Thousands)	(1) Per Capita Personal Income	(1) Median Age	(2) School Enrollment	(3) Unemployment Rate
2006	1,620	\$ 36,356	\$ 22,442	35	426	2.7%
2007	1,620	36,356	22,442	35	433	3.0
2008	1,620	36,356	22,442	35	431	3.8
2009	1,620	36,356	22,442	35	430	6.5
2010	1,620	36,356	22,442	35	423	7.0
2011	2,279	36,356	22,442	35	423	7.0
2012	2,279	21,773	13,440	40	395	6.5
2013	2,279	21,773	13,440	40	379	5.7
2014	2,279	46,769	28,870	40	409	9.4
2015	2,279	46,769	28,870	40	380	7.5

Data Sources:

- (1) U.S. Census Bureau
- (2) Annual School Census
- (3) Illinois Department of Employment Security

VILLAGE OF ELWOOD, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago April 30, 2015 (Unaudited)

Employer	2015			2006		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Schneider	1,792	1	55.43%	N/A	N/A	N/A
BNSF	801	2	24.78%	N/A	N/A	N/A
DCS Logistics	269	3	8.32%	N/A	N/A	N/A
Potlach	170	4	5.26%	N/A	N/A	N/A
Georgia Pacific	100	5	3.09%	N/A	N/A	N/A
Elwood School District	39	6	1.21%	N/A	N/A	N/A
Village of Elwood	34	7	1.05%	N/A	N/A	N/A
Yale Enforcement Services	28	8	0.87%	N/A	N/A	N/A
	<u><u>3,233</u></u>		<u><u>100.01%</u></u>	<u><u>N/A</u></u>		<u><u>N/A</u></u>

N/A - Not Available

Data Sources: Village Community Development Department Records and U.S. Census Bureau.

VILLAGE OF ELWOOD, ILLINOIS

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

See Following Page

VILLAGE OF ELWOOD, ILLINOIS**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

Function	2006	2007	2008	2009
General Government				
Administration	2	3	3	3
Finance	2	2	2	1
Public Works	4	5	5	5
Police	6	7	12	11
Water and Sewer	1	1	1	2
Total	15	18	23	22

Data Source: Village Records

2010	2011	2012	2013	2014	2015
2	2	2	2	2	2
-	-	-	-	-	-
5	5	4	4	4	4
11	11	11	9	11	11
1	1	2	2	2	2
19	19	19	17	19	19

VILLAGE OF ELWOOD, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

Function/Program	2006	2007	2008
Public Works			
Forestry			
Number of Parkway Trees Planted	131	163	163
Number of Parkway Trees Trimmed	100	-	-
Brush Pickup Program (Cubic Yds. Collected)	80	50	60
Fleet Services			
Number of Vehicles Maintained	10	13	18
Preventative Maintenance Services	17	20	50
Public Safety			
Police	1,200	1,800	591
Criminal	1,249	499	556
Quasi Criminal	2,880	2,336	2,341
Calls for Service	1,149	1,632	3,900
State Tickets Issued			
Community Development			
Number of Building Permits Issued	17	26	11
Number of Building Inspections	51	78	33
Highways and Streets			
Sidewalk Replaced (Sq. Ft.)	-	-	-
Water and Sewer			
Water Main Breaks	536	549	549
Hydrants Flushed	790	830	900
Water Meters Read	30	40	192
Water Meter Service Requests	122	12	-
Water Meters Replaced	124,866	94,905	91,389
Total Distribution Pumpage (1,000 Gallons)	254	350	250
Average Daily Pumpage (1,000 Gallons)	N/A	17,000	-
Sanitary Sewer Televising (Feet)	N/A	1	-
Sanitary Sewer Repairs			

N/A - Not Available

Data Source: Village Records

2009	2010	2011	2012	2013	2014	2015
30	30	11	84	37	N/A	N/A
100	50	100	150	150	N/A	N/A
70	70	82	82	82	N/A	N/A
18	20	20	20	22	N/A	N/A
60	80	16	112	118	N/A	N/A
375	314	137	112	41	N/A	N/A
1,234	591	116	116	77	N/A	N/A
1,609	905	3,359	5,537	5,921	N/A	N/A
2,792	1,105	1,130	1,095	2,274	N/A	N/A
-	-	65	-	58	N/A	N/A
-	-	56	-	83	N/A	N/A
100	120	210	150	14,544	N/A	N/A
1	-	-	1	2	N/A	N/A
549	549	700	700	700	N/A	N/A
900	900	905	905	905	N/A	N/A
192	25	8	22	1	N/A	N/A
-	2	4	1	4	N/A	N/A
87,096	90,468	87,677	81,030	72,437	N/A	N/A
238	249	234	222	199	N/A	N/A
-	-	-	12,913	-	N/A	N/A
-	-	1	1	1	N/A	N/A

VILLAGE OF ELWOOD, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	8	8	9	9	10	13	9	10	10	10
Fire Stations	1	1	1	1	1	1	1	1	1	1
Public Works										
Streets (Miles)	47	47	50.7	50.7	50.7	50.7	50.7	50.7	50.7	50.7
Sidewalks (Miles)	15	15	15	15	15	15	15	16	16	16
Streetlights	165	165	165	165	165	165	165	165	165	165
Water and Sewer										
Water Mains (Miles)	26.60	26.60	26.60	26.60	28.00	28.00	28.00	28.00	28.00	28.00
Fire Hydrants	549	549	549	549	549	549	549	557	557	557
Sanitary Sewers (Miles)	20.89	20.89	20.89	20.89	22.00	22.00	22.00	22.00	22.00	22.00
Manholes	391	391	391	391	391	391	391	391	391	391

Data Source: Village Records