

**Village of Forest View, Illinois**  
**Audit Report**  
**For the Year Ended April 30, 2019**

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**INDEPENDENT AUDITOR'S REPORT**

# Selden Fox

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## INDEPENDENT AUDITOR'S REPORT

To the Honorable Village President  
Members of the Board of Trustees  
Village of Forest View, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, fiduciary activities, each major fund, the aggregate remaining fund information of the **Village of Forest View, Illinois**, as of and for the year ended April 30, 2019, and the statements of revenues, expenditures and changes in fund balance – budget and actual for the General Fund and the Police Protection and Fire Protection Funds (major Special Revenue Funds) and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the accompanying 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 from material misstatement.

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

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, fiduciary activities, each major fund, the aggregate remaining fund information of the Village of Forest View, Illinois, as of April 30, 2019, and the respective changes in financial position and where applicable cash flows thereof, and the respective budgetary comparison for the General Fund and the Police Protection and Fire Protection Funds (major Special Revenue Funds) for the year then ended, in conformity 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 (pages 4-11) and the Multiyear Schedules of Employer Contributions (pages 74-79), Changes in the Employer's Net Pension Liability and Related Ratios (pages 80-85), and Investment Returns (pages 86-87), respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Other Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying financial information listed as supplementary information and other financial schedules on pages 88-108 and the statistical section on pages 109-120, respectively, in the accompanying table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

**Other Supplementary Information (cont'd)**

The statistical information has 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 any other form of assurance on them.

*Selden Fox, Ltd.*

December 30, 2019



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Village of Forest View  
Management's Discussion and Analysis  
April 30, 2019**

The Village of Forest View (Village) management's discussion and analysis is designed to: (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

The financial statements are prepared in accordance with generally accepted accounting principles (GAAP) and follow the guidelines of the Governmental Accounting Standards Board (GASB). The major components of the financial statements are the statement of net position and the statement of activities. The statement of net position shows the total assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the Village. The amount by which assets and deferred outflows exceed liabilities and deferred inflows would be considered the current value or net position of the Village. The statement of activities reflects the total operations of the Village for the past year, shown first net of revenues from grants and user charges, and then in total.

**Financial Highlights**

Total assets and deferred outflows of resources of the Village were less than its liabilities and deferred inflows of resources at the close of this fiscal year by \$1,943,469. The total net position of the Village's governmental and business-type activities was (\$3,783,887) and \$1,840,418, respectively, at April 30, 2019.

During Fiscal Year 2019, the Village Board approved an additional contribution of \$340,000 to the Firefighters' Pension Fund. This contribution was in excess of amounts levied in the Village's property tax ordinance and was made in an effort to better fund the pension fund.

**Overview of the Financial Statements**

The Management's Discussion and Analysis introduces the Village's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The Village also includes in this report additional information to supplement the basic financial statements.

**Government-wide Financial Statements**

The Village's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Village's overall financial health. Financial reporting at this level uses a perspective similar to that found in the private sector, with its basis in full accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the statement of net position. This statement presents information that includes all of the Village's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the net amount 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 as a whole is improving or deteriorating.

Evaluation of the overall health of the Village would extend to other nonfinancial factors, such as diversification of the taxpayer base or the condition of the Village's infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the statement of activities, which reports how the Village's net position changed during the fiscal year. All current year revenues and expenses are included, regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Village's distinct activities or functions on revenues provided by the Village's taxpayers.

Both government-wide financial statements distinguish governmental activities of the Village that are principally supported by taxes and intergovernmental revenues, such as grants, from business-type activities that are intended to recover all or a sizable portion of their costs through user fees and charges. Governmental activities reflect the Village's basic services including general government administration, fire, building inspection, code enforcement, police and public works.

The business-type activities reflect private sector operations (water and wastewater, and emergency phone system) where the fees for services typically cover all or most of the operational costs, including depreciation.

The government-wide financial statements are presented on pages 12 through 14 of this report.

### **Fund Financial Statements**

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds, rather than fund types.

The governmental fund financial statement presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the budget is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes, and the fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The fund financial statements also allow the government to address its fiduciary funds (police and fire pension trust funds, see pages 32 and 33). These funds represent trust responsibilities of the government, since these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

While the proprietary fund financial statements (starting on page 26) are the same as the business-type column of the government-wide financial statements, the governmental funds' statements require a reconciliation, because of the different measurement focus (current financial resources versus total economic resources), which is reflected on the page following each statement. The flow of current financial resources will reflect bond issuances and inter-fund transfers as other financial sources, as well as capital expenditures and any bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (bonds, net pension liabilities, and others) into the governmental activities column (in the government-wide statements).

The basic governmental fund financial statements are presented on pages 15 through 33 of this report.

## **Notes to the Financial Statements**

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 34 and continue through page 73 of this report.

### **Infrastructure Assets**

Historically, a government's largest group of assets (infrastructure – roads, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. GASB Statement Number 34 required that these assets be valued and reported within the governmental column of the government-wide statements. Additionally, the government must elect to either: (1) depreciate these assets over their estimated useful life, or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village of Forest View has chosen to depreciate assets over their useful life. If a road project is considered maintenance, a recurring cost that does not extend the road's original useful life or expand its capacity, the cost of the project will be expensed. An "overlay" of a road will be considered maintenance, whereas a "rebuild" of a road will be capitalized.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to provide pension benefits to its employees. This required supplementary information can be found on pages 74 through 87 of this report.

Major funds are reported in the basic financial statements as discussed. Detailed budget and actual schedules, as well as combining and individual statements and schedules for nonmajor governmental funds are presented in a supplementary information section of this report beginning on page 88.

## Government-wide Financial Analysis

A condensed Statement of Net Position for the years ended April 30, 2019 and 2018, is shown below.

### Statement of Net Position April 30,

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
<b>Assets</b>						
Current and other assets	\$ 3,212,510	\$ 3,388,584	\$ 513,227	\$ 457,340	\$ 3,725,737	\$ 3,845,924
Capital assets:						
Nondepreciable	631,000	605,000	110,000	110,000	741,000	715,000
Depreciable (net)	4,287,785	4,287,599	1,242,995	1,308,353	5,530,780	5,595,952
<b>Total assets</b>	<b>\$ 8,131,295</b>	<b>\$ 8,281,183</b>	<b>\$ 1,866,222</b>	<b>\$ 1,875,693</b>	<b>\$ 9,997,517</b>	<b>\$ 10,156,876</b>
<b>Deferred Outflows</b>						
Pension & bond related	\$ 1,448,721	\$ 1,882,374	\$ 15,375	\$ 7,661	\$ 1,504,096	\$ 1,890,035
Other liabilities	\$ 94,026	\$ 82,861	\$ 16,278	\$ 19,070	\$ 110,304	\$ 101,931
Noncurrent liabilities:						
Due within one year	262,670	256,780	2,548	2,548	265,218	259,328
Due in more than one year	12,859,930	10,983,258	20,110	3,252	12,880,040	10,986,510
<b>Total liabilities</b>	<b>\$ 13,216,626</b>	<b>\$ 11,322,899</b>	<b>\$ 38,936</b>	<b>\$ 24,870</b>	<b>\$ 13,255,562</b>	<b>\$ 11,347,769</b>
<b>Deferred Inflows</b>						
Pension related	\$ 187,277	\$ 606,164	\$ 2,243	\$ 11,831	\$ 189,520	\$ 617,995
Net investment in capital assets:						
Restricted	4,183,785	3,922,599	1,352,995	1,418,353	5,536,780	5,340,952
Unrestricted	743,723	476,869	-	-	743,723	476,869
	(8,711,395)	(6,164,974)	487,423	428,300	(8,223,972)	(5,736,674)
<b>Total net position</b>	<b>\$ (3,783,887)</b>	<b>\$ (1,765,506)</b>	<b>\$ 1,840,418</b>	<b>\$ 1,846,653</b>	<b>\$ (1,943,469)</b>	<b>\$ 81,147</b>

**Government-wide Financial Analysis (cont'd)**

Condensed Statements of Activities for the years ended April 30, 2019 and 2018, are shown below and on the next page.

**Statement of Activities  
For the Year Ended  
April 30, 2019**

	Governmental Activities	Business-type Activities	Total
Program revenues:			
Charges for services	\$ 352,591	\$ 386,923	\$ 739,514
Operating grants and contributions	3,366	-	3,366
General revenues:			
Taxes	4,239,154	-	4,239,154
Other	14,601	-	14,601
Investment earnings	38,618	-	38,618
<b>Total revenues</b>	<b>4,648,330</b>	<b>386,923</b>	<b>5,035,253</b>
Expenses:			
General government	728,284	-	728,284
Public safety	5,163,095	14,967	5,178,061
Public works	262,274	378,191	640,465
Street and bridge	229,872	-	229,872
Buildings and grounds	258,439	-	258,439
Interest and bond costs on long-term debt	24,747	-	24,747
<b>Total expenses</b>	<b>6,666,711</b>	<b>393,158</b>	<b>7,060,240</b>
<b>Change in net position (deficit)</b>	<b>(2,018,381)</b>	<b>(6,235)</b>	<b>(2,024,616)</b>
Net position (deficit), beginning of the year	(1,756,506)	1,846,653	81,147
<b>Net position (deficit), end of the year</b>	<b>\$ (3,783,887)</b>	<b>\$ 1,840,418</b>	<b>\$ (1,943,469)</b>

Government-wide Financial Analysis (cont'd)

Statement of Activities  
For the Year Ended  
April 30, 2018

	Governmental Activities	Business-type Activities	Total
Program revenues - charges for services	\$ 378,478	\$ 489,777	\$ 868,255
General revenues:			
Taxes	4,387,012	-	4,387,012
Insurance recoveries	28,301	-	28,301
Other	28,021	-	28,021
Investment earnings	21,897	-	21,897
<b>Total revenues</b>	<b>4,843,709</b>	<b>489,777</b>	<b>5,333,486</b>
Expenses:			
General government	736,086	-	736,086
Public safety	2,891,699	15,787	2,907,486
Public works	346,095	418,044	764,139
Street and bridge	229,591	-	229,591
Buildings and grounds	279,402	-	279,402
Interest and bond costs on long-term debt	29,356	-	29,356
<b>Total expenses</b>	<b>4,512,229</b>	<b>433,831</b>	<b>4,946,060</b>
<b>Change in net position (deficit)</b>	<b>331,480</b>	<b>55,946</b>	<b>387,426</b>
Net position (deficit), beginning of the year	(2,096,986)	1,790,707	(306,279)
<b>Net position (deficit), end of the year</b>	<b>\$ (1,756,506)</b>	<b>\$ 1,846,653</b>	<b>\$ 81,147</b>

**Governmental Activities**

The governmental activities had a decrease in net position of \$2,018,381 in the current fiscal year and ending total net deficit of \$(3,784,258).

The direct expenses for governmental activities were \$6,666,711 this year, with program revenue sources insufficient to fund the activities by \$2,018,381. The major general revenue source was \$4,239,154 in taxes.

## **Government-wide Financial Analysis (cont'd)**

### **Business-type Activities**

Business-type activities for the Village consist of water and wastewater operations, and the emergency phone system (911). Total net position at the end of the year for these activities was \$1,840,418, a decrease of \$6,235 from the prior year. Operating expense totaled \$327,798 and depreciation was \$65,358.

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

#### **Governmental Funds**

As discussed, governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$4,006,778, \$418,537 of which is unassigned indicating availability for continuing the Village's general operations.

The total ending fund balances of governmental funds decreased by \$91,009, or 2.22% from the prior year.

#### **Major Governmental Funds**

The General, Police Protection, Fire Protection, Capital Improvements, and Debt Service Funds are the primary operating funds of the Village.

The General Fund's deficit for the year ended April 30, 2019, was \$327,033, versus a surplus of \$500,389 in the prior year. The Police Protection and Fire Protection Funds had deficits for the year ended April 30, 2019, of \$776,959 and \$761,623, respectively, before transfers were from the General Fund to eliminate these deficits.

#### **General Fund Budgetary Highlights**

General Fund final budgeted revenues were \$5,529,947 and actual results were \$2,034,715 short of budget. Home rule and municipal sales tax, parking taxes, and tipping fees were far short of expectations. Final budgeted expenditures were \$2,461,050 and the Village recognized a positive variance against budget of \$633,485. Transfers from the General Fund to other funds totaling \$1,994,700 were not included in the budget, rather they are annual transfers to fund the net activity of various other governmental funds.

#### **Capital Asset and Debt Administration**

##### **Capital Assets**

The Village's investment in capital assets, net of accumulated depreciation for governmental activities as of April 30, 2019, was \$4,918,785. The Village's investment in capital assets, net of accumulated depreciation for business-type activities as of April 30, 2019, was \$1,352,995. Current year depreciation expense totaled \$293,857 and \$65,358 in the governmental and business-type activities, respectively. Additional information on capital assets can be found at Note III. C on pages 47 – 48 of this report.



## **Debt Administration**

On July 7, 2016, the Village issued \$1,195,000 General Obligation Refunding Bonds Series 2016 with an average interest rate of 2.615%, the proceeds of which were used to refund \$1,180,000 of outstanding Series 2006 General Obligation Bonds with an average interest rate of 5.500%.

Since the net current refunding proceeds were used to purchase government securities that were deposited in an irrevocable trust with an escrow agent to provide for debt service payments on the Series 2006 bonds, the refunding qualified as an in-substance defeasance, and the old bonds were removed from the Village's financial statements.

The bonds were issued to take advantage of a lower interest rate environment and reduce the future required debt service payments while not extending the maturity of the original bonds.

During fiscal year 2019, the Village made principal repayments on these bonds totaling \$235,000.

Additional information on long-term debt can be found at Note III.E on pages 50 and 51 of this report.

## **Economic Factors and the Village's Future Budget**

At the time these financial statements were prepared and audited, the Village was not aware of any existing circumstances that would adversely affect its financial health in the near future.

In Fiscal Year 2019, the Village issued commercial and industrial building permits in excess of \$6.3 million dollars. The largest building permit was issued to Kinder Morgan for the construction of a new Butane Blending System which was valued at over \$2.6 million dollars. The Village issued six (6) building permits to the Park 'N Fly facility at 5200 W. 47<sup>th</sup> Street for building and infrastructure improvements valued at over \$1.278 million dollars. A repaving project building permit was issued to Xtra Lease LLC at 5330 W. 47<sup>th</sup> Street in an amount of approximately \$990,000. Three other building permits issued for large projects included \$500,000 to Lakeshore Recycling Systems, LLC to construct a construction demolition sorting line; \$319,000 to the Shell Gasoline Station at 4601 S. Harlem Avenue for an addition and renovation to the station to provide video gaming terminals; and \$310,000 to the Forest View Marina for the construction of a new building and relocation of two other buildings for boat storage.

As in the prior Fiscal Year, these new developments and renovation work will result in additional Equalized Assessed Valuation (EAV) to help lower the Forest View property tax rate and burden on Village residents.

During Fiscal Year 2019, the Village contributed \$340,000 of additional funds over and beyond the property tax levy towards the net pension liability of the Firefighters' Pension Fund. It is anticipated that additional contributions will be necessary above the amount contributed via property tax levy to sufficient fund pension benefits.

## **Contacting the Village's Financial Management**

This financial report is designed to provide a general overview of the Village's finances, comply with finance related laws and regulations, and demonstrate the Village's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact Joy M. Conklin, Village Accountant, or Mark C. Masciola, Village Administrator, Village of Forest View, 7000 W. 46<sup>th</sup> Street, Forest View, Illinois 60402.

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**BASIC FINANCIAL STATEMENTS**

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**Village of Forest View, Illinois**  
**Statement of Net Position**  
**April 30, 2019**

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 1,919,398	\$ 101,371	\$ 2,020,769
Investments	172,048	-	172,048
Receivables (net of allowance for uncollectible amounts):			
Property taxes	935,550	-	935,550
Other taxes	437,408	-	437,408
Accounts	627	56,093	56,720
Prepaid insurance	103,242	-	103,242
Internal balances	(355,763)	355,763	-
Capital assets not being depreciated	631,000	110,000	741,000
Capital assets, net of accumulated depreciation	4,287,785	1,242,995	5,530,780
<b>Total assets</b>	<b>8,131,295</b>	<b>1,866,222</b>	<b>9,997,517</b>
<b>Deferred Outflows</b>			
Pension related	1,473,744	15,375	1,489,119
Advance bond refunding	14,977	-	14,977
<b>Total deferred outflows</b>	<b>1,488,721</b>	<b>15,375</b>	<b>1,504,096</b>
<b>Liabilities</b>			
Accounts payable and other accruals	57,825	14,945	72,770
Accrued payroll	36,201	1,333	37,534
Noncurrent liabilities:			
Due within one year	262,670	2,548	265,218
Due in more than one year	12,859,930	20,110	12,880,040
<b>Total liabilities</b>	<b>13,216,626</b>	<b>38,936</b>	<b>13,255,562</b>
<b>Deferred Inflows</b>			
Pension related	187,277	2,243	189,520
<b>Net Position (Deficit)</b>			
Net investment in capital assets	4,183,785	1,352,995	5,536,780
Restricted for public safety	12,396	-	12,396
Restricted by state statute	181,058	-	181,058
Restricted for debt service	550,269	-	550,269
Unrestricted (deficit)	(8,711,395)	487,423	(8,223,972)
<b>Total net position (deficit)</b>	<b>\$ (3,783,887)</b>	<b>\$ 1,840,418</b>	<b>\$ (1,943,469)</b>

See accompanying notes.

**Village of Forest View, Illinois**  
**Statement of Activities**  
**For the Year Ended April 30, 2019**

<b>Functions/Programs</b>	<u>Expenses</u>
<b>Governmental activities:</b>	
General government	\$ 728,284
Public safety	5,163,095
Public works	262,274
Street and bridge	229,872
Buildings and grounds	258,439
Interest and bond issuance costs on long-term debt	24,747
<b>Total governmental activities</b>	<u>6,666,711</u>
<b>Business-type activities:</b>	
Water and wastewater	378,192
Emergency phone system	14,966
<b>Total business-type activities</b>	<u>393,158</u>
<b>Total government</b>	<u>\$ 7,059,869</u>

See accompanying notes.

Charges for Services	Program Revenues		Net (Expenses) Revenue and Changes in Net Position (Deficit)		
	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
\$ 96,751	\$ -	\$ -	\$ (631,533)	\$ -	\$ (631,533)
112,458	3,366	-	(5,047,271)	-	(5,047,271)
3,750	-	-	(258,524)	-	(258,524)
-	-	-	(229,872)	-	(229,872)
139,632	-	-	(118,807)	-	(118,807)
-	-	-	(24,747)	-	(24,747)
<u>352,591</u>	<u>3,366</u>	<u>-</u>	<u>(6,310,754)</u>	<u>-</u>	<u>(6,310,754)</u>
374,928	-	-	-	(3,264)	(3,264)
11,995	-	-	-	(2,971)	(2,971)
<u>386,923</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,235)</u>	<u>(6,235)</u>
<u>\$ 739,514</u>	<u>\$ 3,366</u>	<u>\$ -</u>	<u>(6,310,754)</u>	<u>(6,235)</u>	<u>(6,316,989)</u>
General revenues:					
Taxes:					
Property			1,804,448	-	1,804,448
Sales and home rule			895,572	-	895,572
Income			72,167	-	72,167
Motor fuel			17,663	-	17,663
Replacement			527,406	-	527,406
Tipping fees			317,475	-	317,475
Other			604,423	-	604,423
Investment earnings			38,618	-	38,618
Other			14,601	-	14,601
<b>Total general revenues</b>			<u>4,292,373</u>	<u>-</u>	<u>4,292,373</u>
<b>Changes in net position (deficit)</b>			<u>(2,018,381)</u>	<u>(6,235)</u>	<u>(2,024,616)</u>
Net position (deficit), beginning of the year			<u>(1,765,506)</u>	<u>1,846,653</u>	<u>81,147</u>
Net position (deficit), end of the year			<u>\$ (3,783,887)</u>	<u>\$ 1,840,418</u>	<u>\$ (1,943,469)</u>

**Village of Forest View, Illinois**  
**Balance Sheet - Governmental Funds**  
**April 30, 2019**

<b>Assets</b>	<u>General</u>	<u>Police Protection</u>	<u>Fire Protection</u>
Cash and cash equivalents	\$ 1,247,734	\$ 14,719	\$ 25,829
Investments	172,048	-	-
Accounts receivable:			
Property taxes - net of allowance for uncollectible amounts	468,850	126,900	169,500
Other taxes	434,447	-	-
Other receivables	627	-	-
Advances to other funds	1,949,287	-	23,067
<b>Total assets</b>	<b>\$ 4,272,993</b>	<b>\$ 141,619</b>	<b>\$ 218,396</b>
<b>Liabilities</b>			
Accounts payable	\$ 9,872	\$ 3,514	\$ 25,783
Accrued payroll and payroll deductions	820	11,205	23,113
Due to other funds	1,425,627	-	-
<b>Total liabilities</b>	<b>1,436,319</b>	<b>14,719</b>	<b>48,896</b>
<b>Deferred Inflows of Resources</b>			
Property taxes	468,850	126,900	169,500
<b>Fund Balances</b>			
Nonspendable	1,949,287	-	-
Restricted for public safety	-	-	-
Restricted under state statute	-	-	-
Restricted for debt service	-	-	-
Committed for capital projects	-	-	-
Unassigned	418,537	-	-
<b>Total fund balances</b>	<b>2,367,824</b>	<b>-</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 4,272,993</b>	<b>\$ 141,619</b>	<b>\$ 218,396</b>

See accompanying notes.



Capital Improvements	Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 422,619	\$ 208,497	\$ 1,919,398
-	-	-	172,048
-	117,500	21,500	904,250
-	-	2,961	437,408
-	-	-	627
904,231	127,650	-	3,004,235
<b>\$ 904,231</b>	<b>\$ 667,769</b>	<b>\$ 232,958</b>	<b>\$ 6,437,966</b>
\$ 9,000	\$ -	\$ 470	\$ 48,639
-	-	1,063	36,201
-	-	16,471	1,442,098
9,000	-	18,004	1,526,938
-	117,500	21,500	904,250
-	-	-	1,949,287
-	-	12,396	12,396
-	-	181,058	181,058
-	550,269	-	550,269
895,231	-	-	895,231
-	-	-	418,537
895,231	550,269	193,454	4,006,778
<b>\$ 904,231</b>	<b>\$ 667,769</b>	<b>\$ 232,958</b>	<b>\$ 6,437,966</b>

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**Village of Forest View, Illinois**  
**Reconciliation of the Governmental Funds' Balance Sheet**  
**to the Statement of Net Position**  
**April 30, 2019**

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Total fund balance - governmental funds (page 16)	\$ 4,006,778
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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 governmental funds' balance sheet.	4,918,785
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Internal service funds are used by management to account for the costs of risk management. The assets and liabilities of the Internal Service Funds are included in governmental activities in the statement of net position.	(1,783,358)
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Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position.	904,250
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Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These liabilities consist of:

General obligation bonds payable	(735,000)
Unamortized bond premium	(15,037)
Compensated absences payable	(61,779)
Net pension liability	(12,044,932)
Public safety employee benefits	(265,852)
Interest payable	(9,186)
Difference in pension-related items on deferred outflows	1,473,744
Difference in pension-related items on deferred inflows	(187,277)
Difference in advance bond refunding deferred outflows	14,977

Net position (deficit) of the governmental activities (page 12)	\$ (3,783,887)
---	----------------

See accompanying notes.

**Village of Forest View, Illinois**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balances - Governmental Funds**  
**For the Year Ended April 30, 2019**

	General	Police Protection	Fire Protection
<b>Revenues:</b>			
Taxes	\$ 3,171,547	\$ 299,185	\$ 303,147
Licenses	68,756	-	-
Intergovernmental	-	-	-
Fines and asset forfeitures	-	65,213	-
Investment income	34,936	-	-
Other	219,993	32,011	18,600
<b>Total revenues</b>	<b>3,495,232</b>	<b>396,409</b>	<b>321,747</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	1,546,299	-	-
Public safety	-	1,173,368	1,083,370
Public works	203,878	-	-
Building and grounds	77,388	-	-
<b>Debt service:</b>			
Principal	-	-	-
Interest and fees	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<b>1,827,565</b>	<b>1,173,368</b>	<b>1,083,370</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>1,667,667</b>	<b>(776,959)</b>	<b>(761,623)</b>
<b>Other financing sources (uses):</b>			
Transfers in	-	776,959	761,623
Transfers out	(1,994,700)	-	-
<b>Total other financing sources (uses)</b>	<b>(1,994,700)</b>	<b>776,959</b>	<b>761,623</b>
<b>Net changes in fund balances</b>	<b>(327,033)</b>	<b>-</b>	<b>-</b>
Fund balances, beginning of the year	2,694,857	-	-
Fund balances, end of the year	<b>\$ 2,367,824</b>	<b>\$ -</b>	<b>\$ -</b>

See accompanying notes.

Capital Improvements	Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 259,694	\$ 61,077	\$ 4,094,650
-	-	-	68,756
-	-	17,663	17,663
-	-	-	65,213
-	49	3,634	38,619
-	-	-	270,604
-	259,743	82,374	4,555,505
-	-	132,896	1,679,195
-	-	811	2,257,549
-	-	135,924	339,802
-	-	-	77,388
-	235,000	-	235,000
-	26,750	-	26,750
30,830	-	-	30,830
30,830	261,750	269,631	4,646,514
(30,830)	(2,007)	(187,257)	(91,009)
-	248,375	207,743	1,994,700
-	-	-	(1,994,700)
-	248,375	207,743	-
(30,830)	246,368	20,486	(91,009)
926,061	303,901	172,968	4,097,787
\$ 895,231	\$ 550,269	\$ 193,454	\$ 4,006,778

**Village of Forest View, Illinois**  
**Reconciliation of the Statement of Revenues, Expenditures**  
**and Changes in Fund Balances of the Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended April 30, 2019**

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Net changes in fund balance - total governmental funds (page 19) \$ (91,009)

Amounts reported for governmental activities in the statement of activities (pages 13 and 14) 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, as depreciation expense. This is the amount of capital outlay in the current period.	320,043
This is the amount of depreciation in the current period.	(293,857)
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of the differences in the treatment of long-term debt and related items.	235,000
Revenues in the statement of activities do not provide current financial resources, and are not reported as revenues in the funds.	72,893
Interest expense on long-term debt is accrued in the government-wide statement of activities, but does not require the use of current financial resources; therefore, it is recorded as an expenditure when due in governmental funds.	2,003
The net effect of changes in the net pension liability is reported as an expense in the statement of activities.	(2,076,323)
The net effect of changes in the public safety employee benefits liability is reported as an expense in the statement of activities.	(16,049)
The net loss of certain activities of internal service funds is reported with governmental activities.	<u>(171,082)</u>
Changes in net position of governmental activities (page 14)	<u>\$ (2,018,381)</u>

See accompanying notes.

**Village of Forest View, Illinois  
General Fund  
Statement of Revenues, Expenditures and Changes in  
Fund Balance - Budget and Actual  
For the Year Ended April 30, 2019**

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 4,748,347	\$ 4,748,347	\$ 3,171,547	\$ (1,576,800)
Licenses	106,500	106,500	68,756	(37,744)
Investment income	40,000	40,000	34,936	(5,064)
Insurance recovery	20,000	20,000	-	(20,000)
Other	615,100	615,100	219,993	(395,107)
<b>Total revenues</b>	<u>5,529,947</u>	<u>5,529,947</u>	<u>3,495,232</u>	<u>(2,034,715)</u>
<b>Expenditures:</b>				
Current:				
General government	1,943,350	1,943,350	1,546,299	397,051
Public works	359,700	359,700	203,878	155,822
Buildings and grounds	158,000	158,000	77,388	80,612
<b>Total expenditures</b>	<u>2,461,050</u>	<u>2,461,050</u>	<u>1,827,565</u>	<u>633,485</u>
<b>Revenues over expenditures before other financing uses</b>	<u>3,068,897</u>	<u>3,068,897</u>	<u>1,667,667</u>	<u>(1,401,230)</u>
<b>Other financing uses - transfers out:</b>				
Debt service fund	-	-	(248,375)	(248,375)
Fire protection fund	-	-	(761,623)	(761,623)
Police protection fund	-	-	(776,959)	(776,959)
Social Security fund	-	-	(84,715)	(84,715)
Street and bridge fund	-	-	(123,028)	(123,028)
<b>Total other financing uses - transfers out</b>	<u>-</u>	<u>-</u>	<u>(1,994,700)</u>	<u>(1,994,700)</u>
<b>Net changes in fund balance</b>	<u>\$ 3,068,897</u>	<u>\$ 3,068,897</u>	<u>(327,033)</u>	<u>\$ (3,395,930)</u>
Fund balance, beginning of the year			<u>2,694,857</u>	
Fund balance, end of the year			<u>\$ 2,367,824</u>	

See accompanying notes.

**Village of Forest View, Illinois**  
**Police Protection Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Property taxes	\$ 287,720	\$ 287,720	\$ 299,185	\$ 11,465
Fines	65,000	65,000	65,213	213
Other	79,351	79,351	32,011	(47,340)
<b>Total revenues</b>	<b>432,071</b>	<b>432,071</b>	<b>396,409</b>	<b>(35,662)</b>
<b>Expenditures:</b>				
<b>Salaries:</b>				
Police chief	102,100	102,100	86,777	15,323
Police officers	735,000	730,550	669,605	60,945
Part-time police officers	147,000	147,000	117,245	29,755
Radio operators	125,000	125,000	70,019	54,981
Part-time radio operators	35,000	41,000	40,588	412
Custodians	11,000	11,000	9,142	1,858
Office supplies	7,500	7,500	2,913	4,587
Operating expenditures	750	1,500	1,361	139
Telephone	7,000	7,000	4,097	2,903
Gasoline	30,000	33,000	32,318	682
<b>Computer expenditures:</b>				
Hardware and furniture	6,000	6,000	722	5,278
Software	5,400	12,000	11,053	947
Supplies	1,000	1,000	-	1,000
Software support	15,000	15,000	8,489	6,511
Maintenance supplies	3,000	3,000	2,408	592
<b>Uniforms:</b>				
Police officers	11,500	11,500	6,855	4,645
Radio operators	1,800	1,800	200	1,600
Protective clothing	1,500	1,500	788	712
<b>Repairs and maintenance:</b>				
Vehicles	25,000	25,000	13,831	11,169
Equipment	5,200	3,500	2,218	1,282
Radio equipment	4,500	4,500	1,293	3,207
Closed circuit television	1,000	1,000	-	1,000

(cont'd)



**Village of Forest View, Illinois**  
**Police Protection Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
<b>Expenditures (cont'd):</b>				
Educational conferences	\$ 4,000	\$ 4,000	\$ -	\$ 4,000
Training	10,000	10,000	9,260	740
<b>Purchases:</b>				
Equipment	10,000	8,000	6,720	1,280
Radio equipment	500	500	-	500
Vehicles	60,000	42,000	40,504	1,496
Grant funded items	1,000	3,500	250	3,250
Ammunition	5,000	5,000	3,403	1,597
MCAT/NIPAS costs	5,000	5,000	2,646	2,354
Operating data system	5,000	5,000	3,008	1,992
LIVESCAN costs	2,000	3,000	2,963	37
Health maintenance	5,000	5,000	3,513	1,487
Rules and regulations updates	2,000	2,000	472	1,528
Community policing	2,000	2,200	2,019	181
Towing administrative costs	2,500	2,500	-	2,500
Canine unit	10,000	11,700	10,898	802
Collection services - parking tickets	-	2,900	2,885	15
Miscellaneous	3,200	4,700	2,905	1,795
<b>Total expenditures</b>	<u>1,408,450</u>	<u>1,408,450</u>	<u>1,173,368</u>	<u>235,082</u>
<b>Revenues under expenditures before other financing sources</b>	(976,379)	(976,379)	(776,959)	199,420
Other financing sources - transfer in	-	-	776,959	776,959
<b>Net changes in fund balance</b>	<u>\$ (976,379)</u>	<u>\$ (976,379)</u>	<u>-</u>	<u>\$ 976,379</u>
Fund balance, beginning of the year			-	
Fund balance, end of the year			<u>\$ -</u>	

See accompanying notes.

**Village of Forest View, Illinois**  
**Fire Protection Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Property taxes	\$ 333,024	\$ 333,024	\$ 303,147	\$ (29,877)
Fire contracts	9,500	9,500	-	(9,500)
Other	5,000	5,000	18,600	13,600
<b>Total revenues</b>	<b>347,524</b>	<b>347,524</b>	<b>321,747</b>	<b>(25,777)</b>
<b>Expenditures:</b>				
<b>Salaries:</b>				
Fire chief	100,000	100,000	72,730	27,270
Radio operators	100,000	100,000	67,923	32,077
Part-time radio operators	50,000	50,000	40,540	9,460
Paid on-call firefighters	650,000	650,000	581,036	68,964
Office supplies	4,000	4,000	1,953	2,047
Operating expenditures	7,000	7,000	1,422	5,578
Postage	1,500	1,500	70	1,430
Telephone	4,000	4,000	2,513	1,487
Heating	8,000	8,000	4,053	3,947
Gasoline	10,000	10,000	6,147	3,853
<b>Computer expenditures:</b>				
Hardware	5,000	5,000	417	4,583
Software	5,000	5,000	2,692	2,308
Supplies	2,000	2,000	4	1,996
Software support	3,000	4,000	3,561	439
Maintenance supplies	5,000	5,000	1,931	3,069
Uniforms	5,000	10,000	8,484	1,516
Protective clothing	36,000	36,000	8,546	27,454
Educational conferences	2,000	2,000	712	1,288
Training	10,000	10,000	464	9,536
Photo equipment and supplies	1,000	1,000	-	1,000
<b>Repairs and maintenance:</b>				
Fire equipment	20,000	22,000	2,877	19,123
Vehicles	30,500	31,200	27,333	3,867
Radio equipment	8,000	8,000	4,398	3,602

(cont'd)

**Village of Forest View, Illinois**  
**Fire Protection Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Expenditures (cont'd):				
Breathing air, firefighting	\$ 3,000	\$ 3,000	\$ 1,851	\$ 1,149
Hose repairs and purchases	4,000	4,000	1,768	2,232
Purchases:				
Equipment	20,000	20,000	-	20,000
Radio equipment	10,000	10,000	363	9,637
Vehicles	250,000	240,100	221,459	18,641
Grant funded items	250,000	250,000	-	250,000
Hazardous material equipment and supplies	3,000	3,000	587	2,413
Mabas Division 10 dues	10,000	10,000	7,840	2,160
Ambulance supplies and equipment	7,000	7,000	3,748	3,252
Fire prevention materials	2,000	2,000	194	1,806
Health maintenance	4,000	5,200	5,292	(92)
Miscellaneous	1,000	1,000	462	538
<b>Total expenditures</b>	<b>1,631,000</b>	<b>1,631,000</b>	<b>1,083,370</b>	<b>547,630</b>
<b>Revenues under expenditures before other financing sources</b>	<b>(1,283,476)</b>	<b>(1,283,476)</b>	<b>(761,623)</b>	<b>521,853</b>
Other financing sources - transfer in	-	-	761,623	761,623
<b>Net changes in fund balance</b>	<b>\$ (1,283,476)</b>	<b>\$ (1,283,476)</b>	<b>-</b>	<b>\$ 1,283,476</b>
Fund balance, beginning of the year			-	
Fund balance, end of the year			<b>\$ -</b>	

See accompanying notes.

**Village of Forest View, Illinois**  
**Proprietary Funds**  
**Statement of Net Position**  
**April 30, 2019**

	<b>Business-type Activities Enterprise Funds</b>	
	<u>Water</u>	<u>Emergency Phone System</u>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 86,825	\$ 14,546
Prepaid insurance	-	-
Receivables:		
Accounts	56,093	-
Property taxes, net of allowance for uncollectible accounts	-	-
Due from other funds	370,679	-
<b>Total current assets</b>	<b>513,597</b>	<b>14,546</b>
Capital assets, net of accumulated depreciation	1,293,128	59,867
<b>Total assets</b>	<b>1,806,725</b>	<b>74,413</b>
<b>Deferred Outflows</b>		
Pension related	15,375	-
<b>Liabilities</b>		
Current liabilities:		
Accounts payable	14,945	-
Accrued payroll and payroll compensated absences	3,881	-
Due to other funds	-	14,916
<b>Total current liabilities</b>	<b>18,826</b>	<b>14,916</b>
Noncurrent liabilities - pension obligations	20,110	-
<b>Total liabilities</b>	<b>38,936</b>	<b>14,916</b>
<b>Deferred Inflows</b>		
Pension related	2,243	-
<b>Net Position (Deficit)</b>		
Net investment in capital assets	1,293,128	59,867
Unrestricted	487,793	(370)
<b>Total net position (deficit)</b>	<b>\$ 1,780,921</b>	<b>\$ 59,497</b>

See accompanying notes.

<u>Total</u>	<u>Governmental Activities Liability Insurance Fund</u>
\$ 101,371	\$ -
-	103,242
56,093	-
-	31,300
370,679	-
528,143	134,542
1,352,995	-
1,881,138	134,542
15,375	-
14,945	-
3,881	-
14,916	1,917,900
33,742	1,917,900
20,110	-
53,852	1,917,900
2,243	-
1,352,995	-
487,423	(1,783,358)
\$ 1,840,418	\$ (1,783,358)

**Village of Forest View, Illinois**  
**Proprietary Funds**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**For the Year Ended April 30, 2019**

	<b>Business-type Activities</b>	
	<b>Enterprise Funds</b>	
	Water	Emergency Phone System
Operating revenues:		
Water sales	\$ 374,928	\$ -
Telecommunication surcharges	-	11,995
<b>Total operating revenues</b>	<b>374,928</b>	<b>11,995</b>
Operating expenses excluding depreciation:		
Water	327,800	-
Risk management	-	-
<b>Total operating expenses</b> <b>excluding depreciation</b>	<b>327,800</b>	<b>-</b>
<b>Operating income (loss) before depreciation</b>	<b>47,128</b>	<b>11,995</b>
Depreciation	50,392	14,966
<b>Operating loss</b>	<b>(3,264)</b>	<b>(2,971)</b>
Nonoperating revenues - property taxes	-	-
<b>Changes in net position (deficit)</b>	<b>(3,264)</b>	<b>(2,971)</b>
Net position (deficit), beginning of the year:	1,784,185	62,468
Net position (deficit), end of the year	\$ 1,780,921	\$ 59,497

See accompanying notes.

<u>Total</u>	<u>Governmental Activities Internal Service</u>
\$ 374,928	\$ -
11,995	-
<u>386,923</u>	<u>-</u>
327,800	-
-	225,028
<u>327,800</u>	<u>225,028</u>
59,123	(225,028)
65,358	-
<u>(6,235)</u>	<u>(225,028)</u>
-	53,946
(6,235)	(171,082)
<u>1,846,653</u>	<u>(1,612,276)</u>
<u>\$ 1,840,418</u>	<u>\$ (1,783,358)</u>

**Village of Forest View, Illinois**  
**Proprietary Funds**  
**Statement of Cash Flows**  
**For the Year Ended April 30, 2019**

	<b>Business-type Activities</b>	
	<b>Enterprise Funds</b>	
	<u>Water</u>	<u>Emergency Phone System</u>
Cash flows from operating activities:		
Cash received from customers and users	\$ 391,336	\$ 11,995
Cash paid to suppliers	(232,668)	-
Cash paid to employees	(98,367)	-
<b>Net cash flows from operating activities</b>	<u>60,301</u>	<u>11,995</u>
Cash flows from noncapital financing activities:		
Subsidies and transfers from (to) other funds	-	-
Property taxes received	-	-
<b>Net cash flows from noncapital financing activities</b>	<u>-</u>	<u>-</u>
<b>Net change in cash and equivalents</b>	<u>60,301</u>	<u>11,995</u>
Cash and equivalents, beginning of the year	<u>26,524</u>	<u>2,551</u>
<b>Cash and equivalents, end of the year</b>	<u>\$ 86,825</u>	<u>\$ 14,546</u>
Reconciliation of operating loss to net cash flows from operating activities:		
Operating loss	\$ (3,264)	\$ (2,971)
Adjustments to reconcile operating loss to net cash from operating activities:		
Depreciation	50,392	14,966
Changes in:		
Accounts receivable	16,409	-
Prepaid insurance	-	-
Accounts payable and accrued expenses	(2,792)	-
Pension related deferred outflows	(7,714)	-
Pension related deferred inflows	(9,588)	-
Net pension liability	16,858	-
<b>Net cash flows from operating activities</b>	<u>\$ 60,301</u>	<u>\$ 11,995</u>

See accompanying notes.



<b>Total</b>	<b>Governmental Activities Internal Service</b>
\$ 403,331	\$ -
(232,668)	(225,207)
(98,367)	-
<b>72,296</b>	<b>(225,207)</b>
-	165,361
-	59,846
-	<b>225,207</b>
72,296	-
29,075	-
<b>\$ 101,371</b>	<b>\$ -</b>
\$ (6,235)	\$ (225,028)
65,358	-
16,409	-
-	(179)
(2,792)	-
(7,714)	-
(9,588)	-
16,858	-
<b>\$ 72,296</b>	<b>\$ (225,207)</b>

**Village of Forest View, Illinois**  
**Fiduciary Funds**  
**Combined Statement of Fiduciary Net Position**  
**April 30, 2019**

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<b>Assets</b>	
Cash and cash equivalents	\$ 1,320,122
Investments:	
Certificates of deposit	315,489
U.S. government securities and agency obligations	695,189
Annuity contracts	1,023,768
Mutual funds	957,098
Corporate bonds	659,258
Municipal bonds	194,594
Receivables:	
Amounts due on annuity contract sale	98,489
Interest receivable	10,060
Prepaid expenses	1,561
	<hr/>
<b>Total assets</b>	<b>5,275,628</b>
	<hr/>
<b>Liabilities</b>	
Liabilities - accounts payable	3,800
	<hr/>
<b>Net Position</b>	
Net position restricted for pension benefits	\$ 5,271,828
	<hr/>

See accompanying notes.

**Village of Forest View, Illinois  
Pension Trust Funds  
Combined Statement of Changes in Fiduciary Net Position  
For the Year Ended April 30, 2019**

Additions:	
Contributions:	
Employer	\$ 815,395
Participants	<u>61,727</u>
<b>Total contributions</b>	<u>877,122</u>
Investment income:	
Net appreciation in fair value of investments	57,329
Interest and dividend income	101,667
Less investment expenses	<u>(16,647)</u>
<b>Net investment income</b>	<u>142,349</u>
<b>Total additions</b>	<u>1,019,471</u>
Deductions:	
Benefits	845,886
Administrative expenses	<u>25,996</u>
<b>Total deductions</b>	<u>871,882</u>
<b>Net increase in net position</b>	147,589
Net position restricted for pension benefits, beginning of the year	<u>5,124,239</u>
Net position restricted for pension benefits, end of the year	<u>\$ 5,271,828</u>

See accompanying notes.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements**

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**I. Summary of Significant Accounting Policies**

**A. Reporting Entity**

The Village of Forest View, Illinois, operates under a board-president form of government as a home rule community (as defined by the State of Illinois Constitution), and provides the following services: public safety (police and fire), street and bridge maintenance, water utility, garbage collection, public improvements, planning and zoning, engineering and inspecting, emergency phone system and general governmental administrative services. As required by GAAP, these financial statements present the Village (the primary government) and its component units, entities for which the Village is considered financially accountable. Blended component units, although legally separate entities, are in substance, part of the government's operations and are included within the primary government. Discretely presented component units, of which the Village has none, would be reported in a separate column in the financial statements to emphasize that they are legally separate from the government.

Blended component units include:

**Police Pension Plan** – The Village's police employees participate in the Police Pension Plan, which is governed by a separate board, some members of which are appointed by the Village's Board of Trustees. The Police Pension Plan is included in the Village's appropriation ordinance and has its property taxes levied by the Village.

**Firefighters' Pension Plan** – The Village's firefighter employees participate in the Firefighters' Pension Plan, which is governed by a separate board, some members of which are appointed by the Village's Board of Trustees. The Firefighters' Pension Plan is included in the Village's appropriation ordinance and has its property taxes levied by the Village.

In applying the criteria for determining financial accountability, the Village has determined that no other entities should be included within the Village's financial statements.

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the primary government. The statements distinguish between those activities of the Village that are governmental and those that are considered business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenues, while business-type activities rely to a significant extent on fees and charges for support.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**B. Government-wide and Fund Financial Statements (cont'd)**

The statement of net position presents the financial condition, including long-term assets and long-term liabilities, of the governmental and business-type activities of the Village at year-end. Portions of net position are reported as restricted when constraints placed on their use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly associated with a service, program, or department, and are therefore clearly identifiable to a function. Program revenues include charges paid by the recipients of the goods and services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues to direct expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the Village.

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

The Village reports the following major governmental funds:

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

**Police Protection and Fire Protection Special Revenue Funds** – Accounts for financial resources to be used for expenditures in connection with public safety as provided by the Village's police and fire departments. These financial resources include a specific annual property tax levy.

**Capital Improvements Fund** – Accounts for financial resources to be used for the improvement and development of the community. These financial resources include grants, sales taxes, and proceeds from general obligation bonds.

**Debt Service Fund** – Accounts for the accumulation of taxes for the payment of general long-term debt principal, interest and related to the Village's borrowings.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**B. Government-wide and Fund Financial Statements (cont'd)**

The major proprietary funds are:

**Water Fund** – To account for all activities necessary for the provision of water to the residents and businesses of the Village, including administration, operations, maintenance, billing, and collection.

**Emergency Phone System Fund** – To account for all activities necessary for the administration of Emergency 911 services for the residents and businesses of the Village, including operations and maintenance.

Additionally, the Village reports the following fund types:

**Internal Service Funds** – Accounts for the Village's risk management activities.

**Fiduciary Funds** – The Village's two pension trust funds account for activities of the Police and Firefighters' Pension Plans, which accumulate resources for pension benefit payments to qualified employees.

**C. Measurement Focus, Basis of Accounting and Basis of Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (when they are both "measurable and available"). "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, and expenditures related to compensated absences payable, post-employment health benefits, and claims and judgments, are recorded only when payment is due.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**C. Measurement Focus, Basis of Accounting and Basis of Presentation (cont'd)**

Governmental fund property taxes, other taxes, grants, and interest are susceptible to accrual. All other revenue sources are considered to be measurable and available only when cash is received. Licenses and permits, charges for services, and miscellaneous revenues (except investment earnings) are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

As a rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are payments-in-lieu of taxes and other charges between the Village's water function and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues, rather than as program revenues. Likewise, general revenues include all taxes. 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 principle operating revenue of the Village's proprietary funds are charges to customers for services. Operating expenses for the proprietary funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**D. Accounting Estimates**

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

**E. Cash and Investments**

For the purposes of the statement of cash flows, the Village's proprietary fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**E. Cash and Investments (cont'd)**

Cash deposits and money market accounts are recorded at cost. Insurance contracts are stated at contract value. All other investments are reported at fair value except for investments in certain investment pools that qualify to be recorded at amortized cost.

The Village's investment in the Illinois Funds meets the criteria contained in GASB Statement No. 79, Certain Investment Pools and Pool Participants. This allows the Illinois Funds and those local governments investing in it to measure its investment at amortized cost. The criteria contained in GASB Statement No. 79 address (1) how the pool interacts with participants, (2) requirements for portfolio maturity, quality, diversification and liquidity, and (3) calculation and requirements of a shadow price.

For investments, other than those recorded at cost or amortized cost, the Village and Pension Trust Funds categorize their fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of an asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Following is a description of the valuation methodologies used for investments measured at fair value, as well as the general classification of such investments pursuant to the valuation hierarchy.

Money market and mutual fund valuations are based on quoted prices in active markets for identical assets. Accordingly, these types of investments are categorized in Level 1 of the fair value hierarchy.

Brokered certificates of deposit, corporate debt, U.S. government and agency securities and obligations of the state of Illinois are valued using pricing models based on standard inputs. These standard inputs typically include benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data, including market research publications. Accordingly, these types of investments are categorized in Level 2 of the fair value hierarchy.



**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**E. Cash and Investments (cont'd)**

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, which is based on the fair value of the underlying investments. Accordingly, these types of investments are categorized in Level 3 of the fair value hierarchy.

**F. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**G. Capital Assets**

Capital assets, which include property, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and related items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 for land, buildings, water systems, and infrastructure; \$5,000 for all other assets acquired. All purchased assets are recorded at cost where historical records are available, or at an estimated historical cost where no historical records exist. Donated capital assets are valued at their acquisition value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Property and equipment is depreciated using the straight-line method. The following estimated useful lives are used to compute depreciation on a straight-line basis:

Infrastructure	20 – 50 years
Buildings, improvements and waterworks	30 years
Equipment, including vehicles	5 – 10 years

**H. Compensated Absences**

Vacation leave and compensatory time benefits accumulate and vest with the employees, and are accrued as earned in the government-wide and propriety fund financial statements. A liability for vacation and compensatory time benefits is reported in the governmental funds only if matured, for example, as a result of employee resignations and retirements.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**I. Long-term Obligations**

In the government-wide financial statements and proprietary 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 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/expenditures at the time of issuance.

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 source. 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.

**J. Deferred Outflows/Inflows of Resources**

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

**K. Net Position and Fund Balance Classifications**

Equity in the government-wide and proprietary fund statements is classified as net position and displayed in three components:

- a. Net investment in capital assets – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent bond proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – consists of net position with constraints placed on its 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 legislation.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**K. Net Position and Fund Balance Classifications (cont'd)**

- c. Unrestricted net position – all other net position that does not meet the definitions of “restricted” or “net investment in capital assets”.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

In the governmental fund financial statements, governmental funds report fund balance as either nonspendable or spendable. For the general fund, nonspendable fund balance is made up of \$1,949,287 advances to other funds. Spendable fund balance is further classified as restricted, committed, assigned, or unassigned, based on the relative strength of the constraints that control how specific amounts can be spent.

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. The Police and Fire Protection Funds, Debt Service Fund, and Social Security Fund's primary sources of revenue are taxes levied for the specific purpose of the fund. The Motor Fuel Tax Fund's primary revenue source is allotments from state tax and restricted for the specific purpose of the fund. Consequently, the fund balances of these funds are considered restricted, or unassigned if the fund balances are negative.

Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Board. The fund balance of the Village's capital projects fund is committed for capital projects through transfer ordinances approved by the Board of Trustees.

Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The Village has no assigned fund balances.

The Village assumes that funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. If unrestricted funds are available for spending, committed funds are spent first followed by assigned and then unassigned funds.

**II. Stewardship, Compliance and Accountability**

**A. Budget**

All funds have legally adopted annual budgets except for the Police Forfeiture Special Revenue Fund. All annual appropriations lapse at fiscal year-end. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**II. Stewardship, Compliance and Accountability (cont'd)**

**A. Budget (cont'd)**

1. The Village Administrator submits to the President and Board of Trustees a proposed appropriation for the fiscal year commencing May 1. The appropriation includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments on the proposed Annual Appropriation Ordinance.
3. The legal level of control (level at which expenditures/expenses may not exceed appropriations) is the fund.
4. Prior to August 1, appropriations are legally enacted through the passage of an Annual Appropriation Ordinance. All actual expenditures contained herein have been compared to the annual appropriation, as amended.
5. The Board of Trustees must authorize all appropriation transfers.
6. The original appropriation amounts were amended during the year in compliance with applicable state statute. The amounts reflected in the financial statements represent the original and final amended budget.

All government fund type budgets are prepared on a modified accrual basis. Proprietary fund type budgets, which are prepared for management control purposes, are prepared on the accrual basis. The fiduciary fund types do not have a legally adopted budget.

**B. Deficit Fund Equity**

As of April 30, 2019, the following fund of the Village had deficit fund equity:

Liability Insurance Fund	\$ 1,783,358
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This deficit is expected to be funded by future tax revenues and operating transfers from the General Fund.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**III. Detailed Notes For All Activities and Fund Types**

**A. Deposits and Investments**

The Village maintains a cash 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 governmental funds balance sheet as "cash and cash equivalents." 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 or 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, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services and the Illinois Funds Investment Pool. Pension Trust Funds may also invest in certain non-U.S. obligations, mortgages, veterans' loans, and life insurance company contracts.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at \$1 per share.

**Deposits** – At year-end, the carrying amount of the Village's deposits totaled \$457,312 and the bank balances totaled \$470,268. Cash on hand was \$800. The entire balance was covered by federal depository insurance or collateralized with securities held by a financial institution pledged in the name of the Village.

For pension trust funds, the carrying amount of the police and firefighters' pension funds' deposits totaled \$622,375 and \$251,527, respectively. The bank balances totaled \$622,375 and \$251,527, respectively. Cash on hand totaled \$405 for the police pension fund. The bank balances are insured up to \$250,000 for each fund, with the remaining amounts being uninsured (\$372,375 for the police pension fund).

**Investments** – It is the Village's policy to invest public funds in a manner which will provide the highest investment return with the maximum security, while meeting the daily cash flow demands and conforming to all state and local statutes governing the investment of public funds. A reconciliation of cash and investments as of April 30, 2019, follows:

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**A. Deposits and Investments (cont'd)**

Carrying amount of deposits	\$ 1,331,214
Carrying amount of money market funds	445,816
Carrying amount of mutual funds	957,098
Carrying amount of certificates of deposit	315,489
Carrying amount of U.S. government and agency securities	695,189
Carrying amount of corporate bonds	659,258
Carrying amount of municipal bonds	194,594
Carrying amount of Illinois Funds investment pool	1,562,656
Carrying amount of Illinois Metro Investment Fund	172,048
Carrying amount of insurance company contracts	1,023,768
Cash on hand	1,205
	<u>\$ 7,358,335</u>
Statement of net position - cash and investments	\$ 2,192,817
Statement of fiduciary net position:	
Cash and cash equivalents	1,320,122
Investments:	
Long-term certificates of deposit	315,489
U.S. government securities and agency obligations	695,189
Annuity contracts	1,023,768
Mutual funds	957,098
Corporate bonds	659,258
Municipal bonds	194,594
	<u>\$ 7,358,335</u>
Combined balance sheet – cash and investments	<u>\$ 7,358,335</u>

**Interest Rate Risk** – This is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. In accordance with its investment policy, the Village manages its interest rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter term securities, money market mutual funds, or similar investment pools. For the Pension Trust Funds, the funds' investment policies limit exposure to interest rate risk by structuring the investment portfolios to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows.

The Village's investment in the Illinois Metropolitan Investment Fund provides a five-day liquidity. The Village's investment in Illinois Funds is a liquid investment.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**A. Deposits and Investments (cont'd)**

The following table presents the investments and maturities of the Pension Trust Funds' securities as of April 30, 2019:

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1 – 5 Years	6 – 10 Years	Over 10 Years
Money market funds	\$ 445,816	\$ 445,816	\$ -	\$ -	\$ -
Mutual funds	957,098	957,098	-	-	-
Certificates of deposit	315,489	-	315,489	-	-
U.S. government and agency securities	695,189	197,862	399,640	1,725	95,962
Corporate bonds	659,258	566,123	-	43,543	49,592
Municipal bonds	194,594	194,594	-	-	-
Insurance contracts	1,023,768	1,023,768	-	-	-
<b>Total investments</b>	<b>\$ 4,291,212</b>	<b>\$ 3,385,261</b>	<b>\$ 715,129</b>	<b>\$ 45,268</b>	<b>\$ 145,554</b>

The sole Village investment measured at fair value is its investment in IMET, which is classified as a Level 3 investment in the fair value hierarchy. The only change in value, of the IMET investment during the year ended April 30, 2019, was unrealized gains from the change in fair value of \$3,520.

The Village's Pension Trust Funds' investments measured at fair value had the following recurring fair value measurements as of April 30, 2019:

Investment Type	Fair Value	Level 1	Level 2	Level 3
Money market funds	\$ 445,816	\$ 445,816	\$ -	\$ -
Mutual funds	957,097	957,097	-	-
Certificates of deposit	315,489	-	315,489	-
U.S. government and agency securities	695,189	-	695,189	-
Corporate bonds	659,258	-	659,258	-
Municipal bonds	194,594	-	194,594	-
<b>Total investments</b>	<b>\$ 3,267,443</b>	<b>\$ 1,402,913</b>	<b>\$ 1,864,530</b>	<b>\$ -</b>

**Custodial Credit Risk** – For deposits, this is the risk that, in the event of a bank failure, a government will not be able to recover its deposits. The Village and Pension Trust Funds require deposits with financial institutions to be fully insured or collateralized, in accordance with their investment policies. For investments, this is the risk that in the event of the failure of the counterparty, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Money market and mutual funds are not subject to custodial credit risk. It is the Village's policy that all investments shall be clearly held and accounted for to indicate ownership by the Village.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**A. Deposits and Investments (cont'd)**

Registration of securities shall be in the Village's name or in its nominees' name for the expressed purpose of registration of securities by a national or state bank and trust company authorized to conduct a trust business in the state of Illinois.

For the pension trust funds, a broker/dealer may not maintain possession of or control securities of a pension fund subject to the provisions of ILCS unless it is a registered broker/dealer with the U.S. Securities and Exchange Commission and is a member in good standing of the National Association of Securities Dealers.

**Credit Risk** – Generally, credit risk is the risk that an issuer of a debt-type instrument will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. As of April 30, 2019, the Village's investment in Illinois Funds investment pool and Illinois Metropolitan Investment Fund were rated AAAM and Aaa/bf, respectively, by Standard & Poor's and Moody's. For Pension Trust Funds, investments in U.S. Government and Agency securities are rated AAA by Moody's, investments in corporate debt are rated Aaa to Baa1 by Moody's, and investments in Illinois state bonds are rated Baa3 by Moody's.

**B. Receivables**

The Village's property tax is levied each calendar year on all taxable real property located in the Village. Property taxes are levied by the last Tuesday in December. Property taxes become a lien on the taxable property as of January 1. Tax bills are prepared by the County and are due in two installments on or about March 1 and September 1. Property taxes for debt service are levied when the related general obligation bonds are authorized.

Property taxes receivable (net of allowance for uncollectible amounts based on prior history) and deferred inflows of resources are recorded at the time of the enforceable lien. Property tax revenues are recognized in the government-wide financial statements in the year for which the taxes were levied, and in the fund financial statements if collected within 60 days of fiscal year end.



**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**C. Capital Assets**

Capital asset activity for the year ended April 30, 2019, is as follows:

	Balance May 1, 2018	Additions	Retirements	Balance April 30, 2019
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Land	\$ 605,000	\$ -	\$ -	\$ 605,000
Construction in progress	-	26,000	-	26,000
<b>Total capital assets not being depreciated</b>	<b>605,000</b>	<b>26,000</b>	<b>-</b>	<b>631,000</b>
Capital assets being depreciated:				
Building and improvements	5,613,173	-	-	5,613,173
Equipment	1,758,014	263,063	-	2,021,077
Infrastructure	1,962,183	30,980	-	1,993,163
<b>Total capital assets being depreciated</b>	<b>9,333,370</b>	<b>294,043</b>	<b>-</b>	<b>9,627,413</b>
Accumulated depreciation:				
Building and improvements	2,387,053	159,654	-	2,546,707
Equipment	1,508,995	95,784	-	1,604,779
Infrastructure	1,149,723	38,419	-	1,188,142
	5,045,771	293,857	-	5,339,628
<b>Total capital assets being depreciated, net</b>	<b>4,287,599</b>	<b>186</b>	<b>-</b>	<b>4,287,785</b>
<b>Governmental activities, capital assets, net</b>	<b>\$ 4,892,599</b>	<b>\$ 26,186</b>	<b>\$ -</b>	<b>\$ 4,918,785</b>

Depreciation was charged to governmental activities as follows:

General government	\$ 14,518
Public safety	71,032
Streets	48,653
Buildings and grounds	159,654
<b>Total depreciation – governmental activities</b>	<b>\$ 293,857</b>

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**C. Capital Assets (cont'd)**

	Balance May 1, 2018	Additions	Retirements	Balance April 30, 2019
<b>Business-type Activities</b>				
Capital assets not being depreciated:				
Land and improvements	\$ 110,000	\$ -	\$ -	\$ 110,000
Capital assets being depreciated:				
Water and sewerage system	2,576,436	-	-	2,576,436
Equipment	299,731	-	-	299,731
<b>Capital assets being depreciated</b>	<b>2,876,167</b>	<b>-</b>	<b>-</b>	<b>2,876,167</b>
Accumulated depreciation for:				
Water and sewerage system	1,342,916	50,392	-	1,393,308
Equipment	224,898	14,966	-	239,864
<b>Total accumulated depreciation</b>	<b>1,567,814</b>	<b>65,358</b>	<b>-</b>	<b>1,633,172</b>
<b>Capital assets being depreciated, net</b>	<b>1,308,353</b>	<b>(65,358)</b>	<b>-</b>	<b>1,242,995</b>
<b>Capital assets, net</b>	<b>\$ 1,418,353</b>	<b>\$ (65,358)</b>	<b>\$ -</b>	<b>\$ 1,352,995</b>

Depreciation expense was charged to business-type activities as follows:

Water Fund	\$ 50,394
Emergency Phone System Fund	14,964
	<u>\$ 65,358</u>

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**D. Interfund Activity**

Interfund advances at April 30, 2019, for each fund of the Village were:

Receivable Fund	Payable Fund	Amount
General Fund	Liability Insurance Fund	\$ 1,917,900
General Fund	Street and Bridge	6,466
General Fund	Motor Fuel Tax Fund	8,022
Debt Service Fund	General Fund	127,650
General Fund	Social Security Fund	1,983
Capital Improvement	General Fund	904,231
Water Fund	General Fund	370,679
Fire Protection	General Fund	23,067
General Fund	Emergency Phone System	14,916
		<u>\$ 3,374,914</u>

The above interfund balances represent temporary loans to cover cash deficits that existed at year end. None of these balances are scheduled to be collected in the subsequent year.

Interfund transfers for the year ended April 30, 2019, were:

	Transfers In	Transfers Out
General	\$ -	\$ 1,994,700
Police Protection	776,959	-
Fire Protection	761,623	-
Debt Service	248,375	-
Street and Bridge	123,028	-
Social Security	84,715	-
	<u>\$ 1,994,700</u>	<u>\$ 1,994,700</u>

Interfund transfers were made to fund police and fire protection services, the Village's street department, and to fund the Village's payroll tax obligations for individuals employed by the Village.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**E. Long-term Debt**

The Village issues 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. At April 30, 2019, the Village's general obligation bonds were all recorded within the Village's governmental activities, and consisted of the following:

	Fund Debt Retired By	Balance May 1, 2018	Issuances/ Increases	Reductions	Balance April 30, 2019
\$1,195,000 Series 2016 General Obligation Refunding Bonds, issued on July 7, 2016, to advance refund the Village's General Obligation Bonds, Series 2006, due in annual installments through December 1, 2021, with interest rates ranging from 2.00% to 3.00% paid semi-annually on June 1 and December 1.	Debt Service	\$ 970,000	\$ -	\$ 235,000	\$ 735,000

Annual requirements to amortize the outstanding long-term debt are:

Years Ending April 30,	General Obligation Bonds	
	Principal	Interest
2020	\$ 240,000	\$ 22,050
2021	245,000	14,850
2022	250,000	7,500
	<u>\$ 735,000</u>	<u>\$ 44,400</u>

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes For All Activities and Fund Types (cont'd)**

**E. Long-term Debt (cont'd)**

The Village's long-term debt activity for the year ended April 30, 2019, is summarized as follows:

	Balance May 1, 2018	Additions	Reductions	Balance April 30, 2019	Amounts Due Within One Year
<b>Governmental activities:</b>					
Compensated absences	\$ 61,779	\$ 8,616	\$ 8,616	\$ 61,779	\$ 8,616
Public safety employee benefits	249,804	23,573	7,525	265,852	8,415
General obligation bonds	970,000	-	235,000	735,000	240,000
Unamortized bond premium	26,314	-	11,277	15,037	5,639
Net pension liability	9,932,141	3,166,622	1,053,831	12,044,932	-
	<u>\$ 11,240,038</u>	<u>\$ 3,198,811</u>	<u>\$ 1,316,249</u>	<u>\$ 13,122,600</u>	<u>\$ 262,670</u>
<b>Business-type activities:</b>					
Compensated absences	\$ 2,548	\$ 2,548	\$ 2,548	\$ 2,548	\$ 2,548
Net pension liability	3,252	19,418	2,560	20,110	-
	<u>\$ 5,800</u>	<u>\$ 21,966</u>	<u>\$ 5,108</u>	<u>\$ 22,658</u>	<u>\$ 2,548</u>

**IV. Other Information**

**A. Commitments and Contingencies**

**Amounts Received from State Agencies** – Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, including the Illinois Motor Fuel Tax Program. 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 Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**B. Risk Management**

The Village is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The Village participates in the Illinois Counties Risk Management Trust (Trust). The Trust was organized as a group workers' compensation self-insurer pursuant to the terms of the State of Illinois Workers' Compensation Law under Illinois Compiled Statutes (ILCS) to administer a program of self-insurance for selected counties in the State of Illinois.

The Trust later expanded the services that it provides to its membership by offering a risk pooling program for the purposes of covering property and casualty losses for its members. In addition, the Trust approved allowing non-county units of local government in the state of Illinois to participate in either the workers' compensation program, and/or the property and casualty program.

The Trust is governed by a board of trustees with each member appointing one trustee. Annually, the board of trustees elects an executive board from its members to oversee the day to day operations of the Trust. The Trust is a jointly governed public entity risk management pool, since no single member can collectively control the Trust.

The Village participates in both the Trust's workers' compensation and property and casualty programs, maintaining its coverage types as follows: property, inland marine, equipment breakdown, general liability, law enforcement liability, auto liability, public officials' liability, workers' compensation, crime, and excess liability. The amount, if any, of an additional contribution due from the Village cannot be determined at this time. Liability insurance premiums expensed during fiscal year 2019 totaled \$225,028.

**C. Retirement Plans**

**1. Illinois Municipal Retirement Fund**

**General Information About the Pension Plan**

**Plan Description** – The Village's defined benefit pension plan for non-public safety employees, the Illinois Municipal Retirement Fund ("IMRF"), provides pensions for certain full-time employees of the Village. IMRF is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

At December 31, 2018, the IMRF Plan membership consisted of:

Retirees and beneficiaries	8
Inactive, non-retired members	1
Active members	10
<b>Total</b>	<b>19</b>

**Benefits Provided** – IMRF provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011, who retire at or after age 60 with 8 years of 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 of each year thereafter. Employees with at least 8 years of service may retire at or after age 55 and receive a reduced benefit.

For participating members hired on or after January 1, 2011, who retire at or after age 67 with 10 years of 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, with a maximum salary cap of \$114,952 at January 1, 2019. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits.

**Contributions** – Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by State statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution and annual required contribution rate for calendar years 2019 and 2018 was 9.10 and 11.43 percent, respectively. The Village's contribution to the Plan totaled \$71,193 in fiscal year 2019, which was equal to its annual required contribution.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Net Pension Liability**

The Village's net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the December 31, 2018, valuation were based on an actuarial experience study for the period January 1, 2014 – December 31, 2016, using the entry age normal actuarial cost method. The total pension liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.39% to 14.25%
Investment rate of return	7.25% (previously 7.50%)
Post-retirement benefit increase:	
Tier 1	3.0%-simple
Tier 2	lesser of 3.0%-simple or ½ increase in CPI

The actuarial value of IMRF 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. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2018, was 25 years.

**Mortality Rates** – For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.



**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Net Pension Liability (cont'd)**

**Long-term Expected Rate of Return** – The long-term expected rate of return is the expected return to be earned over the entire trust portfolio based on the asset allocation of the portfolio, using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) developed for each major asset class. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Equities	37%	7.15%
International equities	18%	7.25%
Fixed income	28%	3.75%
Real estate	9%	6.25%
Alternatives:	7%	
Private equity		8.50%
Hedge funds		5.50%
Commodities		3.20%
Cash equivalents	1%	2.50%

**Single Discount Rate** – Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects: (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 3.71% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting single discount rate is 7.25%. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefits of current active and inactive employees for the next 100 years.

**Allocation** – The IMRF net pension liability has been allocated proportionately between governmental activities, \$450,859, and business-type activities, \$20,110.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Changes in Net Pension Liability**

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balances at 12/31/17	\$ 2,856,410	\$ 2,780,260	\$ 76,150
Changes for the year:			
Service cost	70,016	-	70,016
Interest	211,021	-	211,021
Differences between expected and actual experience	94,704	-	94,704
Changes of assumptions	79,004	-	79,004
Contributions - employer	-	76,886	(76,886)
Contributions - employee	-	30,389	(30,389)
Net investment income	-	(153,237)	153,237
Benefit payments, including refunds of employee contributions	(155,618)	(155,618)	-
Other changes	-	105,888	(105,888)
Net changes	299,127	(95,692)	394,819
Balances at 12/31/18	<u>\$ 3,155,537</u>	<u>\$ 2,684,568</u>	<u>\$ 470,969</u>

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 7.25%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 825,199	\$ 470,969	\$ 174,854

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended April 30, 2019, the Village recognized pension expense of \$69,947. At April 30, 2019, the Village reported deferred outflows and deferred inflows of resources to IMRF pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ 95,695	\$ 919	\$ 94,776
Changes in assumptions	59,525	51,617	7,908
Net difference between projected and actual earnings in pension plan investments	<u>184,191</u>	<u>-</u>	<u>184,191</u>
Subtotal	339,411	52,536	286,875
Contributions made subsequent to the measurement date	<u>20,670</u>	<u>-</u>	<u>20,670</u>
<b>Total</b>	<b><u>\$ 360,081</u></b>	<b><u>\$ 52,536</u></b>	<b><u>\$ 307,545</u></b>

Village contributions subsequent to the measurement date (\$20,670) will be recognized as a reduction of the net pension liability in the year ended April 30, 2019. Amounts reported as net deferred outflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending December 31,

2019	\$ 100,010
2020	48,916
2021	65,167
2022	<u>72,782</u>
	<b><u>\$ 286,875</u></b>

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund**

**General Information About the Pension Plan**

**Plan Description** – Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan, administered by the Village. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the Plan as a pension trust fund. All administrative costs are paid by the Pension Plan financed primarily through investment earnings. No stand-alone financial report is issued.

At April 30, 2019, the Police Pension Plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	11
Terminated plan members entitled to but not yet receiving benefits	0
Active plan members	<u>7</u>
<b>Total</b>	<u>18</u>

**Benefits Provided** – The Police Pension Plan provides retirement as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% of such salary. Employees with at least eight years, but less than 20 years, of creditable service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. Surviving spouses receive 100% of the final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disabled in the line of duty receive 65% of final salary.

The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement, and be paid upon reaching the age of at least 55 years, by 3% of the originally granted pension.

Beginning with increases granted on or after July 1, 1993, the second and subsequent automatic increase shall be calculated as 3% of the amount of the pension payable at the time of the increase.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Benefits Provided (cont'd)**

For employees hired after January 1, 2011, the normal retirement age is attainment of age 55 and completion of 10 years of service. Early retirement age is attainment of age 50, completion of 10 years of service, and the early retirement factor is 6% per year. The employee's accrued benefit is based on the employee's final eight-year average salary not to exceed \$106,800 (as indexed); cost-of-living adjustments are simple increases (not compounded) of the lesser of 3% or 50% of CPI beginning the later of the anniversary date and age 60; surviving spouse's benefits are 66 2/3% of the employee's benefit at the time of death.

**Contributions** – Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the costs of benefits earned by Plan members as actuarial determined by an enrolled actuary. By 2041, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded. Actuarial valuations are performed annually. For the year ended April 30, 2019, the Village's contribution was 56.43% of covered payroll.

**Investment Policy** – The pension plan's investment policy was established in accordance with provisions of the Illinois Compiled Statutes (ILCS) for pension plans and may be amended by the Pension Board of Trustees. It is the policy of the Pension Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

The fund has adopted the following formal asset allocation strategy which state funds should be invested in accordance with the following asset allocation guidelines:

Asset Class	Minimum	Maximum
Equities	0%	45%
Fixed income	25%	98%
Cash and equivalents	2%	35%

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Investment Policy (cont'd)**

The ILCS limit the Police Pension Fund's investments in equities, mutual funds, and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

**Investment Concentrations** – There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions.

**Investment Rate of Return** – For the year ended April 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 6.85%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

**Net Pension Liability**

The Police Pension Plan's net pension liability was measured as of April 30, 2019, utilizing data as of April 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of May 1, 2018.

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the April 30, 2019, valuation are based on the results of the actual experience study conducted by the Illinois Department of Insurance in 2017. The valuation was done using the entry age normal actuarial cost method and the market value asset valuation method. The total pension liability in the April 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Price inflation	2.50%
Salary increases	4.00% -9.30%
Investment rate of return	6.00%
Retirement age	50-70
Mortality	RP 2014 Projected to 2019

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**Net Pension Liability (cont'd)**

There was a change with respect to the actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates and the new Department of Insurance assumptions reported in the GRS Experience Study released in 2017. The mortality rates have been changed to the RP 2014 Mortality Table (BCHA) projected to 2018 using improvement scale MP-2017.

The unfunded actuarial accrued liability is being amortized as a level percentage of projected payrolls on a closed basis. The remaining amortization period at April 30, 2019, is 23 years.

**Discount Rate** – The discount rate used to measure the total pension liability was 6.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 6.00%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
Net Pension Liability	\$ 9,179,339	\$ 7,561,625	\$ 6,262,785

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**Net Pension Liability (cont'd)**

**Changes in Net Pension Liability**

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balances at 4/30/18	\$ 9,751,071	\$ 2,981,020	\$ 6,770,051
Changes for the year:			
Service cost	187,673	-	187,673
Interest	571,520	-	571,520
Differences between expected and actual experience	65,340	-	65,340
Changes in assumptions	423,855	-	423,855
Contributions - employer	-	330,738	(330,738)
Contributions - employee	-	56,563	(56,563)
Net investment income	-	77,919	(77,919)
Benefit payments, including refunds of employee contributions	(451,472)	(451,472)	-
Administrative expenses	-	(8,406)	8,406
Net changes	796,916	5,342	791,574
<b>Balances at 4/30/19</b>	<b>\$ 10,547,987</b>	<b>\$ 2,986,362</b>	<b>\$ 7,561,625</b>

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended April 30, 2019, the Village recognized pension expense to the Police Pension Plan of \$1,010,557. At April 30, 2019, the Village reported deferred outflows and inflows of resources related to the Police Pension Plan from the following sources:



**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (cont'd)**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 181,095	\$ -	\$ 181,095
Changes in assumptions	497,592	103,819	393,773
Net difference between projected and actual earnings in pension plan investments	147,753	-	147,753
Subtotal	\$ 826,440	\$ 103,819	\$ 722,621

Amounts reported as net deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending April 30,

2020	\$	269,853
2021		191,695
2022		146,641
2023		114,432
	\$	722,621

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund**

**General Information About the Pension Plan**

**Plan Description** – Fire sworn personnel are covered by the Firefighters' Pension Plan, which is a defined benefit single-employer pension plan, administered by the Village. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. All administrative costs are paid by the Pension Plan financed primarily through investment earnings. No stand-alone financial report is issued.

At April 30, 2019, the Firefighters' Pension Plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	11
Terminated plan members entitled to but not yet receiving benefits	3
Active nonvested plan members	<u>0</u>
<b>Total</b>	<u>14</u>

**Benefits Provided** – The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held in the fire service at the date of retirement. The pension is increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service up to 30 years of service to a maximum of 75% of such monthly salary.

Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit ranging from 15% of final salary for 10 years of service to 45.6% for 19 years of service.

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greatest of 54% of final salary or the monthly retirement pension the deceased firefighter was receiving at the time of death. Surviving children receive 12% of final salary. The maximum family survivor benefit is 75% of final salary. Employees disabled in the line of duty receive 65% of final salary.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Benefits Provided (cont'd)**

The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977, is increased annually, following the first anniversary date of retirement and paid upon reaching at least the age of 55, by 3% of the amount of the pension payable at the time of the increase.

For employees hired after January 1, 2011, the annual retirement benefit is 2.5% of final average salary for each year of service up to 30 years, to a maximum of 75% of such salary. The normal retirement age is attainment of age 55 and completion of 10 years of service; early retirement age is attainment of age 50, completion of 10 years of service and the early retirement factor is 6% per year. The employee's accrued benefit is based on their final 8-year average salary not to exceed \$106,800 (as indexed). Cost of living adjustments are simple increases, not compounded, and are the lesser of 3% or 50% of CPI beginning the later of the anniversary date or age 60. Surviving spouses receive 66.67% of the employee's benefit at the time of death.

**Contributions** – Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2041, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded. Actuarial valuations are performed annually.

**Investment Policy** – The pension plan's investment policy was established in accordance with provisions of the Illinois Compiled Statutes (ILCS) for pension plans and may be amended by the Pension Board of Trustees. It is the policy of the Pension Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

The fund has adopted the following formal asset allocation strategy which states funds should be invested in accordance with the following asset allocation guidelines:

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Investment Policy (cont'd)**

<u>Asset Class</u>	<u>Minimum</u>	<u>Maximum</u>
Equities/mutual funds	0%	10%
Fixed income	75%	100%
Cash and equivalents	2%	15%

The ILCS limit the Firefighters' Pension Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

**Investment Concentrations** – There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions.

**Investment Rate of Return** – For the year ended April 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 3.13%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

**Net Pension Liability**

The Firefighters' Pension Plan's net pension liability was measured as of April 30, 2019, utilizing data as of April 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of May 1, 2018.

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the April 30, 2019, valuation are based on the results of the actual experience study conducted by the Illinois Department of Insurance in 2017. The valuation was done using the entry age normal actuarial cost method and the market value asset valuation method. The total pension liability in the April 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**Net Pension Liability (cont'd)**

**Actuarial Valuation and Assumptions (cont'd)**

Price inflation	2.50%
Salary increases	3.50% – 12.50%
Investment rate of return	5.00% (previously 6%)
Retirement age	50-70
Mortality	RP 2014 Projected to 2018

There was a change with respect to the actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates and the new Department of Insurance assumptions reported in the GRS Experience Study released in 2017. The mortality rates have been changed to the RP 2014 Mortality Table (BCHA) projected to 2018 using improvement scale MP-2017.

The unfunded actuarial accrued liability is being amortized as a level percentage of projected payrolls on a closed basis. The remaining amortization period at April 30, 2019, is 23 years.

**Discount Rate** – The discount rate used to measure the total pension liability was 5.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 5.00%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (4.00%)	Current Discount Rate (5.00%)	1% Increase (6.00%)
Net Pension Liability	\$ 4,870,509	\$ 4,032,448	\$ 3,352,609

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**Changes in Net Pension Liability**

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balances at 4/30/18	\$ 5,232,411	\$ 2,143,219	\$ 3,089,192
Changes for the year:			
Service cost	36,485	-	36,485
Interest	302,112	-	302,112
Differences between expected and actual experience	(7,641)	-	(7,641)
Changes in assumptions	1,148,961	-	1,148,961
Contributions - employer	-	484,657	(484,657)
Contributions - employee	-	5,164	(5,164)
Net investment income	-	64,430	(64,430)
Benefit payments, including refunds of employee contributions	(394,414)	(394,414)	-
Administrative expenses	-	(17,590)	17,590
Net changes	1,085,503	142,247	943,256
<b>Balances at 4/30/19</b>	<b>\$ 6,317,914</b>	<b>\$ 2,285,466</b>	<b>\$ 4,032,448</b>

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended April 30, 2019, the Village recognized pension expense to the Firefighters' Pension Plan of \$2,084,502. At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to the Firefighters' Pension Plan from the following sources:

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (cont'd)**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ 33,165	\$ (33,165)
Changes in assumptions	156,903	-	156,903
Net difference between projected and actual earnings in pension plan investments	145,695	-	145,695
Subtotal	\$ 302,598	\$ 33,165	\$ 269,433

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

Year Ending April 30,

2020	\$ 144,787
2021	82,728
2022	28,620
2023	13,298
	\$ 269,433

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**4. Summary of Significant Accounting Policies and Plan Asset Matters**

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

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value.

Administrative costs for both the Police and Firefighters' Pension Plans are financed primarily through investment earnings.

**Pension Plan Statements** – The individual pension fund statements for the year ended April 30, 2019, are as follows:

<b>Statement of Fiduciary Net Position</b>	<u>Police Pension</u>	<u>Firefighters' Pension</u>
<b>Assets:</b>		
Cash and cash equivalents	\$ 747,376	\$ 572,746
Investments:		
Certificates of deposit	166,724	148,765
U.S. government and agency securities	93,379	601,810
Annuity contracts	379,886	643,882
Mutual funds	639,892	317,206
Corporate bonds	659,258	-
Municipal bonds	194,594	-
Receivables:		
Amounts due on annuity contract sale	98,489	-
Accrued interest receivable	8,184	1,876
Prepaid expenses	-	1,561
<b>Total assets</b>	<u>2,987,782</u>	<u>2,287,846</u>
<b>Liabilities:</b>		
Accounts payable	<u>1,420</u>	<u>2,380</u>
<b>Net position restricted for pension benefits</b>	<u>\$ 2,986,362</u>	<u>\$ 2,285,466</u>



**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**4. Summary of Significant Accounting Policies and Plan Asset Matters (cont'd)**

**Pension Plan Statements (cont'd)**

Statement of Changes in Fiduciary Net Position	Police Pension	Firefighters' Pension
Additions:		
Contributions:		
Employer	\$ 330,738	\$ 484,657
Members	56,563	5,164
Total contributions	387,301	489,821
Investment income, net:		
Net appreciation in fair value of investments	13,584	43,745
Interest and dividends	75,446	26,221
Less investment expenses	(11,111)	(5,536)
Net investment income	77,919	64,430
Total additions	465,220	554,251
Deductions:		
Benefits	451,472	394,414
Administrative expenses	8,406	17,590
Total deductions	459,878	412,004
Net increase in net position	5,342	142,247
Net position restricted for pension benefits:		
Beginning of the year	2,981,020	2,143,219
End of the year	<b>\$ 2,986,362</b>	<b>\$ 2,285,466</b>

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**4. Summary of Significant Accounting Policies and Plan Asset Matters (cont'd)**

**Pension Plan Statements (cont'd)**

The aggregate amount of net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense recorded in the government-wide financial statements for each pension plan for the year ended April 30, 2019, is as follows:

	IMRF	Police Pension	Firefighters' Pension	Total
Net pension liability	\$ 470,969	\$ 7,561,625	\$ 4,032,448	\$ 12,065,042
Deferred outflows of resources	360,081	826,440	302,598	1,489,119
Deferred inflows of resources	52,536	103,819	33,165	189,520
Pension expense	69,947	1,010,557	2,084,502	3,165,006

**D. Public Safety Employee Benefits**

The Illinois Public Safety Employee Benefits Act (the Act), effective November 14, 1997, provides for certain post-employment benefits for public safety employees who suffer a disability injury or are killed in the performance of their duties. The Village has accrued \$265,852, representing the estimated cost of providing certain health benefits under the Act.

This estimate was calculated by applying a 7% annual inflation adjustment to the present-day costs applicable to the health benefits entitled under the act for the term of the benefits, subject to a 5% present value adjustment.

**E. Subsequent Events**

Management has evaluated subsequent events through December 30, 2019, the date these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet date that requires disclosure in the financial statements.

**Village of Forest View, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**F. New Governmental Accounting Standards**

The Governmental Accounting Standards Board (GASB) recently issued the following statements:

GASB Statement No. 83, *Certain Asset Retirement Obligations*, addresses the accounting and financial reporting requirements for legally enforceable liabilities associated with the retirement of a tangible capital asset, and is effective for the fiscal year ending April 30, 2020.

GASB Statement No. 84, *Fiduciary Activities*, addresses the accounting and financial reporting requirements for activities meeting the criteria of fiduciary activities as defined in the Statement, and is effective for the fiscal year ending April 30, 2020.

GASB Statement No. 87, *Leases*, addresses the accounting and financial reporting requirements for leases by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows and outflows of resources based on the payment provisions of the contracts, and is effective for the fiscal year ending April 30, 2021.

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*, requires additional essential information related to debt be disclosed in the notes to the financial statements. Statement No. 88 is effective for the fiscal year ending April 30, 2020.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, requires interest cost incurred before the end of a construction period be recognized as an expense in business-type activity or enterprise fund financial statements. Statement No. 89 is effective for the fiscal year ending April 30, 2021.

GASB Statement No. 90, *Majority Equity Interest – An Amendment of GASB Statements No. 14 and No. 61*, defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment. Statement No. 90 is effective for the fiscal year ending April 30, 2020.

GASB Statement No. 91, *Conduit Debt Obligations*, provides a single method of reporting conduit debt obligations by issuers and eliminates the diversity in practice. Statement No. 91 is effective for the fiscal year ending April 30, 2022.

Management has not yet completed its assessment of these statements and a determination as to their impact on the overall financial statement presentation has not been made.

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**REQUIRED SUPPLEMENTARY INFORMATION**

**Village of Forest View, Illinois  
 Illinois Municipal Retirement Fund  
 Required Supplementary Information -  
 Multiyear Schedule of Employer Contributions  
 For the Fiscal Year Ended April 30,**

	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 71,193	\$ 77,624
Contributions in relation to actuarially determined contribution	<u>71,193</u>	<u>77,624</u>
Contribution deficiency (excess)	\$ -	\$ -
Covered-employee payroll	<u>\$ 654,232</u>	<u>\$ 668,027</u>
Contributions as a percentage of covered employee payroll	<u>10.88%</u>	<u>11.62%</u>

Notes to the Required Supplementary Information:

The information presented was determined as part of the actuarial valuations of a January 1 of each year. Additional information as of the latest actuarial valuation presented is as follows:

Actuarial cost method	Aggregate-Entry Age Normal
Amortization method	Level Percentage of Payroll, Closed
Remaining amortization period	25 years
Asset valuation method	5-Year Smoothed Market, 20% Corridor
Inflation	2.75%
Salary increases	3.75% to 14.50% including inflation
Investment rate of return	7.50%
Mortality table used	RP 2014 (base year 2012)

This schedule is intended to present the above information for ten calendar years. Additional years' information will be displayed when it is available.

See independent auditor's report.

<u>2017</u>	<u>2016</u>
\$ 65,409	\$ 55,111
<u>65,409</u>	<u>55,805</u>
\$ -	\$ (694)
<u>\$ 627,726</u>	<u>\$ 569,851</u>
<u>10.42%</u>	<u>9.79%</u>

**Village of Forest View, Illinois**  
**Police Pension Fund**  
**Required Supplementary Information -**  
**Multiyear Schedule of Employer Contributions**  
**April 30,**

	2019	2018	2017	2016
Actuarially determined contribution	\$ 498,269	\$ 459,523	\$ 477,251	\$ 401,873
Contributions in relation to actuarially determined contribution	330,738	467,579	625,114	464,077
Contribution deficiency (excess)	\$ 167,531	\$ (8,056)	\$ (147,863)	\$ (62,204)
Covered-employee payroll	\$ 586,098	\$ 510,607	\$ 496,602	\$ 566,025
Contributions as a percentage of covered-employee payroll	56.43%	91.57%	125.88%	81.99%

The information presented was determined as part of the actuarial values as of April 30, 2019. Additional information as of the latest actuarial valuation date presented is as follows:

Actuarial cost method	Entry-Age Normal
Amortization method	Level Percentage of Pay
Remaining amortization period	23 years
Asset valuation method	5-Year Smoothed Market Value
Inflation	2.50%
Salary increases	3.50% - 11.00%
Investment rate of return	6.00%
Mortality table used	RP 2014 Projected to 2018
Retirement rates	Illinois Department of Insurance Actuarial Experience Study dated October 5, 2017

n/a - data not available

See independent auditor's report.



	2015	2014	2013	2012	2011	2010
\$	477,731	n/a	n/a	n/a	n/a	\$ 218,024
	587,971	n/a	n/a	n/a	n/a	88,782
\$	(110,240)	n/a	n/a	n/a	n/a	\$ 129,242
\$	553,445	n/a	n/a	n/a	n/a	\$ 497,736
	106.24%	n/a	n/a	n/a	n/a	17.84%

**Village of Forest View, Illinois  
Firefighters' Pension Fund  
Required Supplementary Information -  
Multiyear Schedule of Employer Contributions  
April 30,**

	2019	2018	2017	2016
Actuarially determined contribution	\$ 200,858	\$ 167,282	\$ 188,382	\$ 168,597
Contributions in relation to actuarially determined contribution	<u>484,657</u>	<u>166,712</u>	<u>570,568</u>	<u>281,211</u>
Contribution deficiency (excess)	<u>\$ (283,799)</u>	<u>\$ 570</u>	<u>\$ (382,186)</u>	<u>\$ (112,614)</u>
Covered-employee payroll	-	84,680	84,680	83,850
Contributions as a percentage of covered-employee payroll	N/A	196.87%	673.79%	335.37%

The information presented was determined as part of the actuarial values as of April 30, 2019. Additional information as of the latest actuarial valuation date presented is as follows:

Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Pay
Remaining amortization period	23 years
Asset valuation method	5-Year Smoothed Market Value
Inflation	2.50%
Salary increases	3.50% - 12.50%
Investment rate of return	6.00%
Mortality table used	RP 2014 Projected to 2018
Retirement rates	Illinois Department of Insurance Actuarial Experience Study dated October 5, 2017

n/a - data not available

See independent auditor's report.

	2015	2014	2013	2012	2011	2010
\$	237,475	n/a	n/a	n/a	\$ 196,539	\$ 196,539
	330,971	n/a	n/a	n/a	80,644	80,644
\$	(93,496)	n/a	n/a	n/a	\$ 115,895	\$ 115,895
	148,875	n/a	n/a	n/a	313,444	313,444
	222.31%	n/a	n/a	n/a	25.73%	25.73%

**Village of Forest View, Illinois**  
**Illinois Municipal Retirement Fund**  
**Required Supplementary Information - Multiyear Schedule of Changes**  
**in the Employer's Net Pension Liability and Related Ratios**  
**Last Ten Calendar Years**

	2018	2017
Total pension liability:		
Service cost	\$ 70,016	\$ 69,645
Interest	211,021	208,562
Differences between expected and actual experience	94,704	(1,917)
Changes in assumptions	79,004	(103,387)
Benefit payments, including refunds of member contributions	<u>(155,618)</u>	<u>(124,990)</u>
<b>Net change in total pension liability</b>	<b>299,127</b>	<b>47,913</b>
Total pension liability, beginning of year	<u>2,856,410</u>	<u>2,808,497</u>
<b>Total pension liability, end of year</b>	<b>\$ 3,155,537</b>	<b>\$ 2,856,410</b>
Plan fiduciary net position:		
Contributions - employer	\$ 76,886	\$ 76,030
Contributions - member	30,389	29,193
Net investment income	(153,237)	422,041
Benefit payments, including refunds of member contributions	(155,618)	(124,990)
Other	<u>105,888</u>	<u>(30,773)</u>
<b>Net change in plan fiduciary net position</b>	<b>(95,692)</b>	<b>371,501</b>
Plan fiduciary net position, beginning of year	<u>2,780,260</u>	<u>2,408,759</u>
<b>Plan fiduciary net position, end of year</b>	<b>\$ 2,684,568</b>	<b>\$ 2,780,260</b>
<b>Employer's net pension liability</b>	<b>\$ 470,969</b>	<b>\$ 76,150</b>
Plan fiduciary net position as a percentage of the total pension liability	<u>85.07%</u>	<u>97.33%</u>
<b>Covered employee payroll</b>	<b>\$ 672,669</b>	<b>\$ 648,729</b>
Employer's net pension liability as a percentage of covered-employee payroll	<u>70.01%</u>	<u>11.74%</u>

Note: This schedule is intended to present the above information for ten calendar years. Additional years' information will be displayed when it is available.

See independent auditor's report.

2016	2015
\$ 60,599	\$ 64,436
192,102	170,197
74,587	134,165
(9,546)	9,146
(101,188)	(46,150)
216,554	331,794
2,591,943	2,260,149
<u>\$ 2,808,497</u>	<u>\$ 2,591,943</u>
\$ 59,594	\$ 55,586
27,476	26,066
150,476	11,564
(101,188)	(46,150)
26,660	(96,353)
163,018	(49,287)
2,245,741	2,295,028
<u>\$ 2,408,759</u>	<u>\$ 2,245,741</u>
<u>\$ 399,738</u>	<u>\$ 346,202</u>
85.77%	86.64%
<u>\$ 610,590</u>	<u>\$ 559,555</u>
65.47%	61.87%

**Village of Forest View, Illinois**  
**Police Pension Fund**  
**Required Supplementary Information - Multiyear Schedule of Changes**  
**in the Employer's Net Pension Liability and Related Ratios**  
**April 30,**

	2019	2018
Total pension liability:		
Service cost	\$ 187,673	\$ 153,144
Interest	571,520	543,835
Differences between expected and actual experience	65,340	174,538
Changes in assumptions	423,855	59,107
Benefit payments and refunds	(451,472)	(486,947)
<b>Net change in total pension liability</b>	<b>796,916</b>	<b>443,677</b>
Total pension liability, beginning of year	9,751,071	9,307,394
<b>Total pension liability, end of year</b>	<b>\$ 10,547,987</b>	<b>\$ 9,751,071</b>
Plan fiduciary net position:		
Contributions - employer	\$ 330,738	\$ 467,579
Contributions - member	56,563	50,658
Net investment income	77,919	135,304
Benefit payments and refunds	(451,472)	(486,947)
Administrative expense	(8,406)	(20,734)
<b>Net change in plan fiduciary net position</b>	<b>5,342</b>	<b>145,860</b>
Plan fiduciary net position, beginning of year	2,981,020	2,835,160
<b>Plan fiduciary net position, end of year</b>	<b>\$ 2,986,362</b>	<b>\$ 2,981,020</b>
<b>Employer's net pension liability</b>	<b>\$ 7,561,625</b>	<b>\$ 6,770,051</b>
Plan fiduciary net position as a percentage of the total pension liability	28.31%	30.57%
<b>Covered employee payroll</b>	<b>\$ 586,098</b>	<b>\$ 510,607</b>
Employer's net pension liability as a percentage of covered-employee payroll	1290.16%	1325.88%

Note: This schedule is intended to present the above information for ten calendar years. Additional years' information will be displayed when it is available.

See independent auditor's report.

2017	2016	2015
\$ 167,695	\$ 194,477	\$ 156,761
543,995	497,655	419,345
108,183	4,177	1,135,474
(343,408)	517,585	-
(471,314)	(411,790)	(401,043)
5,151	802,104	1,310,537
9,302,243	8,500,139	7,189,602
<u>\$ 9,307,394</u>	<u>\$ 9,302,243</u>	<u>\$ 8,500,139</u>
\$ 625,114	\$ 464,077	\$ 587,971
51,080	55,888	54,689
154,536	(86,227)	97,412
(471,314)	(411,790)	(401,043)
(6,425)	(18,973)	(14,678)
352,991	2,975	324,351
2,482,169	2,479,194	2,154,843
<u>\$ 2,835,160</u>	<u>\$ 2,482,169</u>	<u>\$ 2,479,194</u>
<u>\$ 6,472,234</u>	<u>\$ 6,820,074</u>	<u>\$ 6,020,945</u>
30.46%	26.68%	29.17%
<u>\$ 496,602</u>	<u>\$ 566,025</u>	<u>\$ 553,445</u>
<u>1303.30%</u>	<u>1204.91%</u>	<u>1087.90%</u>

**Village of Forest View, Illinois  
Firefighters' Pension Fund  
Required Supplementary Information - Multiyear Schedule of Changes  
in the Employer's Net Pension Liability and Related Ratios  
April 30,**

	<u>2019</u>	<u>2018</u>
Total pension liability:		
Service cost	\$ 36,485	\$ 27,034
Interest	302,112	291,220
Differences between expected and actual experience	(7,641)	204,812
Changes in assumptions	1,148,961	48,588
Benefit payments and refunds	<u>(394,414)</u>	<u>(385,828)</u>
<b>Net change in total pension liability</b>	<b>1,085,503</b>	<b>185,826</b>
Total pension liability, beginning of year	<u>5,232,411</u>	<u>5,046,585</u>
<b>Total pension liability, end of year</b>	<b>\$ 6,317,914</b>	<b>\$ 5,232,411</b>
Plan fiduciary net position:		
Contributions - employer	\$ 484,657	\$ 166,712
Contributions - member	5,164	13,194
Net investment income	64,430	55,352
Benefit payments and refunds	(394,414)	(385,828)
Administrative expense	<u>(17,590)</u>	<u>(16,880)</u>
<b>Net change in plan fiduciary net position</b>	<b>142,247</b>	<b>(167,450)</b>
Plan fiduciary net position, beginning of year	<u>2,143,219</u>	<u>2,310,669</u>
<b>Plan fiduciary net position, end of year</b>	<b>\$ 2,285,466</b>	<b>\$ 2,143,219</b>
<b>Employer's net pension liability</b>	<b>\$ 4,032,448</b>	<b>\$ 3,089,192</b>
Plan fiduciary net position as a percentage of the total pension liability	<u>36.17%</u>	<u>40.96%</u>
<b>Covered employee payroll</b>	<b>\$ -</b>	<b>\$ 84,680</b>
Employer's net pension liability as a percentage of covered-employee payroll	<u>N/A</u>	<u>3648.08%</u>

Note: This schedule is intended to present the above information for ten calendar years. Additional years' information will be displayed when it is available.

See independent auditor's report.



2017	2016	2015
\$ 27,983	\$ 56,137	\$ 74,489
302,041	277,222	265,007
94,224	(121,609)	229,291
(222,947)	575,323	-
(377,481)	(369,364)	(361,042)
(176,180)	417,709	207,745
5,222,765	4,805,056	4,597,311
\$ 5,046,585	\$ 5,222,765	\$ 4,805,056
\$ 570,568	\$ 281,211	\$ 330,971
8,839	10,069	17,828
64,851	21,084	50,597
(377,481)	(369,364)	(361,042)
(15,844)	(16,103)	(11,317)
250,933	(73,103)	27,037
2,059,736	2,132,839	2,105,802
\$ 2,310,669	\$ 2,059,736	\$ 2,132,839
\$ 2,735,916	\$ 3,163,029	\$ 2,672,217
45.79%	39.44%	44.39%
\$ 83,850	\$ 83,850	\$ 148,875
3262.87%	3772.25%	1794.94%

**Village of Forest View, Illinois  
Police Pension Fund  
Required Supplementary Information  
Multiyear Schedule of Investment Returns  
April 30,**

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	2019	2018
Annual money-weighted rate of return, net of investment expense	6.85%	4.76%

**Village of Forest View, Illinois  
Firefighters' Pension Fund  
Required Supplementary Information  
Multiyear Schedule of Investment Returns  
April 30,**

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	2019	2018
Annual money-weighted rate of return, net of investment expense	3.13%	2.52%

Note: This schedule is intended to present the above information for ten calendar years. Additional years' information will be displayed when it is available.

See independent auditor's report.

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2017	2016	2015
5.99%	-3.42%	4.29%

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2017	2016	2015
3.01%	1.01%	2.53%

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**SUPPLEMENTARY INFORMATION AND  
OTHER FINANCIAL SCHEDULES**

**Village of Forest View, Illinois  
General Fund  
Balance Sheet  
April 30, 2019**

<b>Assets</b>	
Cash and cash equivalents	\$ 1,247,734
Investments	172,048
Property taxes receivable:	
2018 levy	514,000
Allowance for loss on collections	<u>(45,150)</u>
	<u>468,850</u>
Other receivables:	
Municipal sales tax	129,413
Replacement tax	140,331
Illinois state income tax	18,394
Parking tax	21,859
Local video gaming tax	19,340
Local gas tax	36,837
Tipping fees receivable	68,273
Miscellaneous	627
Advances to other funds	<u>1,949,287</u>
<b>Total assets</b>	<b><u>\$ 4,272,993</u></b>
<b>Liabilities</b>	
Accounts payable	\$ 9,872
Accrued payroll and payroll deductions	820
Due to other funds	<u>1,425,627</u>
<b>Total liabilities</b>	<b><u>1,436,319</u></b>
<b>Deferred Inflows of Resources</b>	
Property taxes	<u>468,850</u>
<b>Fund Balance</b>	
Nonspendable	1,949,287
Unassigned	<u>418,537</u>
<b>Total fund balance</b>	<b><u>2,367,824</u></b>
<b>Total liabilities, deferred inflows of resources and fund balance</b>	<b><u>\$ 4,272,993</u></b>

See independent auditor's report.

**Village of Forest View, Illinois**  
**General Fund**  
**Schedule of Revenues - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
<b>Taxes:</b>				
Property taxes	\$ 860,347	\$ 860,347	\$ 767,401	\$ (92,946)
Illinois personal property replacement tax	725,000	725,000	514,510	(210,490)
Municipal sales tax	875,000	875,000	574,995	(300,005)
Home rule tax	700,000	700,000	320,577	(379,423)
Illinois income tax	80,000	80,000	72,167	(7,833)
Parking tax	475,000	475,000	227,928	(247,072)
Gasoline tax	250,000	250,000	199,706	(50,294)
Video gaming tax	150,000	150,000	108,140	(41,860)
Gas utility tax	15,000	15,000	10,858	(4,142)
Electric utility tax	25,000	25,000	26,170	1,170
Telephone utility tax	70,000	70,000	29,672	(40,328)
Local vehicle rental tax	58,000	58,000	1,948	(56,052)
Tipping fees	465,000	465,000	317,475	(147,525)
	<u>4,748,347</u>	<u>4,748,347</u>	<u>3,171,547</u>	<u>(1,576,800)</u>
<b>Licenses:</b>				
Vehicle	8,500	8,500	7,857	(643)
Business	45,000	45,000	28,225	(16,775)
Liquor	7,000	7,000	7,000	-
Vending machine	7,000	7,000	3,050	(3,950)
Tank	13,000	13,000	10,670	(2,330)
Sign fees	19,500	19,500	8,204	(11,296)
Garbage disposal	6,500	6,500	3,750	(2,750)
	<u>106,500</u>	<u>106,500</u>	<u>68,756</u>	<u>(37,744)</u>
Investment income	<u>40,000</u>	<u>40,000</u>	<u>34,936</u>	<u>(5,064)</u>
Insurance recovery	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>(20,000)</u>
<b>Other revenues:</b>				
Cablevision franchise	12,500	12,500	8,500	(4,000)
Rental of Village Hall	1,000	1,000	275	(725)
Building permits	25,000	25,000	34,264	9,264
Rental of tower for Sprint antenna	95,000	95,000	57,526	(37,474)
Land development concepts storage revenue	155,000	155,000	58,702	(96,298)
Miscellaneous	326,600	326,600	60,726	(265,874)
	<u>615,100</u>	<u>615,100</u>	<u>219,993</u>	<u>(395,107)</u>
<b>Total revenues</b>	<u>\$ 5,529,947</u>	<u>\$ 5,529,947</u>	<u>\$ 3,495,232</u>	<u>\$ (2,034,715)</u>

See independent auditor's report.

**Village of Forest View, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
General government:				
Executive and legislative:				
Salaries:				
Village President	\$ 5,000	\$ 5,000	\$ 5,000	\$ -
Village Administrator	125,000	125,000	99,911	25,089
Village Board of Trustees	15,000	15,000	14,791	209
Office supplies	400	400	130	270
Membership fees	10,000	10,000	7,700	2,300
Employer pension contributions	2,500	2,500	-	2,500
Education and training	2,000	2,000	220	1,780
	<u>159,900</u>	<u>159,900</u>	<u>127,752</u>	<u>32,148</u>
Village Clerk and Treasurer:				
Salaries:				
Village Clerk	2,500	2,500	2,604	(104)
Village Treasurer	2,400	2,400	2,100	300
Office employee	75,000	81,000	80,696	304
Administrative assistant	69,000	63,500	39,649	23,851
Operating expenditures	2,200	2,200	278	1,922
Office supplies	6,000	7,500	7,001	499
Postage	2,000	2,000	751	1,249
Telephone	2,750	2,750	1,318	1,432
Legal advertising	4,000	4,000	1,075	2,925
Printing of licenses and tags	2,500	2,500	2,005	495
Computer expenditures:				
Hardware and furniture	3,500	3,500	929	2,571
Software	3,500	3,500	1,780	1,720
Supplies	1,000	1,000	-	1,000
Software support	7,000	10,000	9,110	890
Education and training	4,000	4,000	45	3,955
Equipment purchases	12,000	6,000	193	5,807
Repairs and maintenance:				
Office equipment	5,000	6,000	5,323	677
Telephone system	1,000	1,000	-	1,000
Miscellaneous	11,500	11,500	1,924	9,576
	<u>216,850</u>	<u>216,850</u>	<u>156,781</u>	<u>60,069</u>

(cont'd)



**Village of Forest View, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
General government (cont'd):				
Legal services:				
Salary of Village Attorney	\$ 9,000	\$ 8,000	\$ 6,875	\$ 1,125
Legal expenditures	73,000	73,000	60,112	12,888
Contractual	2,000	500	-	500
Codification of Village ordinances	2,500	5,000	2,550	2,450
	<u>86,500</u>	<u>86,500</u>	<u>69,537</u>	<u>16,963</u>
Financial services - accounting and auditing services	<u>25,000</u>	<u>25,000</u>	<u>25,200</u>	<u>(200)</u>
Miscellaneous:				
Salaries - Building Commissioner	2,500	2,500	2,100	400
Surety bond premiums	100	100	40	60
Unemployment compensation	10,000	10,000	-	10,000
Health insurance premiums	271,500	271,500	255,300	16,200
Village ceremony	1,500	1,500	11	1,489
Property tax rebate	-	8,100	8,071	29
Public relations	5,000	9,600	9,386	214
Legal fees	2,500	2,500	-	2,500
Electrical inspections	3,500	3,500	1,041	2,459
Contingencies	40,000	27,300	-	27,300
Village contribution to pensions:				
Police Pension Fund	500,000	500,000	330,738	169,262
Firefighters' Pension Fund	500,000	500,000	484,656	15,344
IMRF	80,000	80,000	69,914	10,086
	<u>1,416,600</u>	<u>1,416,600</u>	<u>1,161,257</u>	<u>255,343</u>
Engineering services	35,000	35,000	4,033	30,967
Health services - rodent control	3,500	3,500	1,739	1,761
Total general government	<u>1,943,350</u>	<u>1,943,350</u>	<u>1,546,299</u>	<u>397,051</u>

(cont'd)

**Village of Forest View, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Public works:				
Salaries:				
Superintendent	\$ 45,000	\$ 45,000	\$ 30,714	\$ 14,286
Assistant Superintendent	10,000	4,000	-	4,000
Public works employees	60,000	67,000	66,981	19
Operating expenditures	2,000	2,000	1,254	746
Electricity	9,000	9,000	3,422	5,578
Gasoline	10,000	10,000	6,538	3,462
Service and repair of sewers	27,000	22,000	1,000	21,000
Repairs and maintenance:				
Street lighting	25,000	20,000	1,944	18,056
Vehicles	18,000	18,000	4,045	13,955
Equipment	14,000	14,000	3,781	10,219
Maintenance supplies	10,000	10,000	3,008	6,992
Sidewalk replacement	25,000	34,000	33,230	770
Waste removal	55,000	55,000	45,739	9,261
Clothing allowance	3,000	3,000	1,822	1,178
Education and training	700	700	400	300
Vehicle purchases	40,000	40,000	-	40,000
Equipment purchases	6,000	6,000	-	6,000
<b>Total public works</b>	<b>359,700</b>	<b>359,700</b>	<b>203,878</b>	<b>155,822</b>
Buildings and grounds:				
Salaries of building custodians	20,000	20,000	19,208	792
Operating expenses	500	500	-	500
Utilities:				
Heating	5,000	5,000	4,198	802
Electricity	1,000	1,000	51	949
Water	20,000	20,000	13,426	6,574
Maintenance supplies	3,500	3,500	1,420	2,080
Repairs and maintenance:				
Village Hall	20,000	14,000	3,230	10,770
Fire department building	15,000	15,000	8,402	6,598
Other buildings and grounds	25,000	25,000	4,363	20,637
Heating and air conditioners	15,000	21,000	20,870	130
Elevator	3,000	3,000	1,894	1,106

(cont'd)

**Village of Forest View, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Buildings and grounds (cont'd):				
Purchases:				
Equipment	\$ 20,000	\$ 20,000	\$ 326	\$ 19,674
HVAC equipment	10,000	10,000	-	10,000
Total buildings and grounds	158,000	158,000	<b>77,388</b>	80,612
<b>Total expenditures</b>	<b>\$ 2,461,050</b>	<b>\$ 2,461,050</b>	<b>\$ 1,827,565</b>	<b>\$ 633,485</b>

See independent auditor's report.

**Village of Forest View, Illinois**  
**Capital Improvements Fund**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Expenditures - capital outlay:				
Street construction	\$ 447,000	\$ 447,000	\$ -	\$ 447,000
Municipal building roof repair	25,000	25,000	<b>30,830</b>	(5,830)
<b>Total expenditures</b>	<u>472,000</u>	<u>472,000</u>	<u><b>30,830</b></u>	<u>441,170</u>
<b>Revenues under expenditures</b>	<u>\$ (472,000)</u>	<u>\$ (472,000)</u>	<u><b>(30,830)</b></u>	<u>\$ 441,170</u>
Fund balance, beginning of the year			<u><b>926,061</b></u>	
Fund balance, end of the year			<u><b>\$ 895,231</b></u>	

See independent auditor's report.

**Village of Forest View, Illinois**  
**Debt Service Fund**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Property taxes	\$ 262,050	\$ 262,050	\$ 259,694	\$ (2,356)
Interest	-	-	49	49
<b>Total revenues</b>	<u>262,050</u>	<u>262,050</u>	<u>259,743</u>	<u>(2,307)</u>
Expenditures - debt service:				
Principal	235,000	235,000	235,000	-
Interest expense	26,750	26,750	26,750	-
<b>Total expenditures</b>	<u>261,750</u>	<u>261,750</u>	<u>261,750</u>	<u>-</u>
<b>Revenues over (under) expenditures before other financing sources</b>	300	300	(2,007)	(2,307)
Other financing sources - transfer in from General Fund	-	-	248,375	248,375
<b>Net changes in fund balance</b>	<u>\$ 300</u>	<u>\$ 300</u>	<u>246,368</u>	<u>\$ 246,068</u>
Fund balance, beginning of the year			<u>303,901</u>	
Fund balance, end of the year			<u>\$ 550,269</u>	

See independent auditor's report.

**Village of Forest View, Illinois**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
**April 30, 2019**

	<u>Police Forfeiture</u>	<u>Street and Bridge</u>	<u>Motor Fuel Tax</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 12,396	\$ 7,999	\$ 186,119
Taxes receivable:			
Motor fuel tax allotments	-	-	2,961
Illinois personal property replacement tax	-	-	-
Property taxes:			
2017 levy	-	-	-
Allowance for loss on collections	-	-	-
Due from other funds	-	-	-
	<u>\$ 12,396</u>	<u>\$ 7,999</u>	<u>\$ 189,080</u>
<b>Liabilities</b>			
Accounts payable	\$ -	\$ 470	\$ -
Accrued payroll	-	1,063	-
Due to other funds	-	6,466	8,022
<b>Total liabilities</b>	<u>-</u>	<u>7,999</u>	<u>8,022</u>
<b>Deferred Inflows of Resources</b>			
Property taxes	-	-	-
<b>Total liabilities and deferred inflows of resources</b>	<u>-</u>	<u>7,999</u>	<u>8,022</u>
<b>Fund Balances</b>			
Restricted for public safety	12,396	-	-
Restricted under state statute	-	-	181,058
<b>Total fund balances</b>	<u>12,396</u>	<u>-</u>	<u>181,058</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 12,396</u>	<u>\$ 7,999</u>	<u>\$ 189,080</u>

See independent auditor's report.

Social Security	Total
\$ 1,983	\$ 208,497
-	2,961
-	-
24,000	24,000
(2,500)	(2,500)
-	-
<u>\$ 23,483</u>	<u>\$ 232,958</u>
\$ -	\$ 470
-	1,063
1,983	<u>16,471</u>
1,983	<u>18,004</u>
21,500	<u>21,500</u>
23,483	<u>39,504</u>
-	12,396
-	<u>181,058</u>
-	<u>193,454</u>
<u>\$ 23,483</u>	<u>\$ 232,958</u>

**Village of Forest View, Illinois**  
**Combining Statement of Revenues, Expenditures and**  
**Changes in Fund Balances - Nonmajor Governmental Funds**  
**For the Year Ended April 30, 2019**

	Police Forfeiture	Street and Bridge	Motor Fuel Tax
Revenues:			
Property taxes	\$ -	\$ -	\$ -
Illinois personal property replacement tax	-	12,896	-
Allotments earned	-	-	17,663
Investment income	5	-	3,629
<b>Total revenues</b>	<u>5</u>	<u>12,896</u>	<u>21,292</u>
Expenditures:			
FICA and Medicare tax	-	-	-
Public safety	811	-	-
Public works	-	135,924	-
<b>Total expenditures</b>	<u>811</u>	<u>135,924</u>	<u>-</u>
<b>Revenues over (under) expenditures before other financing sources</b>	(806)	(123,028)	21,292
Other financing sources - transfers in	-	123,028	-
<b>Net changes in fund balances</b>	(806)	-	21,292
Fund balances, beginning of the year	13,202	-	159,766
Fund balances, end of the year	<u>\$ 12,396</u>	<u>\$ -</u>	<u>\$ 181,058</u>

See independent auditor's report.



Social Security	Total
\$ 48,181	\$ 48,181
-	12,896
-	17,663
-	3,634
48,181	82,374
132,896	132,896
-	811
-	135,924
132,896	269,631
(84,715)	(187,257)
84,715	207,743
-	20,486
-	172,968
\$ -	\$ 193,454

**Village of Forest View, Illinois  
Street and Bridge Fund  
Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget and Actual  
For the Year Ended April 30, 2019**

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Revenues - Illinois personal property replacement tax	\$ 25,000	\$ 25,000	\$ 12,896	\$ (12,104)
Expenditures:				
Salaries:				
Superintendent of Public Works	35,000	35,000	29,823	5,177
Assistant Superintendent of Public Works	6,000	6,000	-	6,000
Public Works employees	65,000	70,000	70,085	(85)
Repairs and maintenance:				
Streets	25,000	25,000	1,849	23,151
Curbs and gutters	2,000	2,000	-	2,000
Parkways	5,000	6,000	5,783	217
Equipment	15,000	15,000	11,579	3,421
Snow removal	30,000	30,000	15,805	14,195
Parkway tree removal and replacement	25,000	25,000	1,000	24,000
Equipment purchases	30,000	24,000	-	24,000
<b>Total expenditures</b>	<b>238,000</b>	<b>238,000</b>	<b>135,924</b>	<b>102,076</b>
<b>Revenues under expenditures before other financing sources</b>	<b>(213,000)</b>	<b>(213,000)</b>	<b>(123,028)</b>	<b>89,972</b>
Other financing sources - transfer in	-	-	123,028	123,028
<b>Net changes in fund balance</b>	<b>\$ (213,000)</b>	<b>\$ (213,000)</b>	<b>-</b>	<b>\$ 213,000</b>
Fund balance, beginning of the year			-	
Fund balance, end of the year			\$ -	

See independent auditor's report.

**Village of Forest View, Illinois**  
**Motor Fuel Tax Fund**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Allotments earned	\$ 50,000	\$ 50,000	\$ 17,663	\$ (32,337)
Investment income	-	-	3,629	3,629
<b>Total revenues and net changes in fund balance</b>	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<b>21,292</b>	<b>\$ (28,708)</b>
Fund balance, beginning of the year			<u>159,766</u>	
Fund balance, end of the year			<u><b>\$ 181,058</b></u>	

See independent auditor's report.

**Village of Forest View, Illinois**  
**Social Security Fund**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues - property taxes	\$ 47,628	\$ 47,628	\$ 48,181	\$ 553
Expenditures - FICA and Medicare tax	135,000	135,000	132,896	2,104
<b>Revenues under expenditures before other financing sources</b>	(87,372)	(87,372)	(84,715)	2,657
Other financing sources - transfer in	-	-	84,715	84,715
<b>Net changes in fund balance</b>	\$ (87,372)	\$ (87,372)	-	\$ 87,372
Fund balance, beginning of the year			-	
Fund balance, end of the year			\$ -	

See independent auditor's report.

**Village of Forest View, Illinois**  
**Water Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Fund Net Position - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating revenue - water sales	\$ 485,000	\$ 485,000	\$ 374,928	\$ (110,072)
Operating expenses excluding depreciation:				
Cost of water	170,000	170,000	150,680	19,320
Salaries:				
Superintendent of Public Works	45,000	45,000	29,410	15,590
Assistant Superintendent of Public Works	6,000	2,000	-	2,000
Public Works employees	70,000	70,000	70,032	(32)
IMRF pension expense (credit)	-	-	(443)	443
Office supplies	1,200	1,400	1,258	142
Postage	2,000	2,000	275	1,725
Telephone	12,000	16,500	14,902	1,598
Heating	3,200	3,200	1,561	1,639
Electricity	15,000	15,000	9,843	5,157
Purchases:				
Equipment	12,000	12,000	-	12,000
Meters	35,000	35,000	209	34,791
Water treatment	15,000	8,300	1,944	6,356
Repairs and maintenance:				
Equipment	75,000	75,000	38,343	36,657
Pump station	8,000	8,000	-	8,000
Other operating expenses	7,700	13,700	9,786	3,914
<b>Total operating expenses excluding depreciation</b>	<b>477,100</b>	<b>477,100</b>	<b>327,800</b>	<b>149,300</b>
<b>Operating income (loss) before depreciation</b>	<b>7,900</b>	<b>7,900</b>	<b>47,128</b>	<b>39,228</b>
Depreciation	-	-	50,392	(50,392)
<b>Changes in net position</b>	<b>\$ 7,900</b>	<b>\$ 7,900</b>	<b>(3,264)</b>	<b>\$ (11,164)</b>
Net position, beginning of the year:			<b>1,784,185</b>	
Net position, end of the year			<b>\$ 1,780,921</b>	

See independent auditor's report.

**Village of Forest View, Illinois  
Emergency Phone System Fund  
Schedule of Revenues, Expenses and Changes in  
Fund Net Position - Budget and Actual  
For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating revenues - telecommunications surcharges	\$ -	\$ -	\$ 11,995	\$ 11,995
<b>Operating income before depreciation</b>	-	-	11,995	11,995
Depreciation	-	-	14,966	(14,966)
<b>Changes in net position</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(2,971)</b>	<b>\$ (2,971)</b>
Net position, beginning of the year			62,468	
Net position, end of the year			<b>\$ 59,497</b>	

See independent auditor's report.

**Village of Forest View, Illinois**  
**Internal Service Funds - Liability Insurance Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Fund Net Deficit - Budget and Actual**  
**For the Year Ended April 30, 2019**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses - insurance premiums	\$ 300,000	\$ 300,000	\$ 225,028	\$ 74,972
<b>Operating loss</b>	(300,000)	(300,000)	(225,028)	74,972
Nonoperating revenue - property taxes	70,430	70,430	53,946	(16,484)
<b>Net loss and net changes in net deficit</b>	<b>\$ (229,570)</b>	<b>\$ (229,570)</b>	<b>(171,082)</b>	<b>\$ 58,488</b>
Net deficit, beginning of the year			<b>(1,612,276)</b>	
Net deficit, end of the year			<b>\$ (1,783,358)</b>	

See independent auditor's report.

**Village of Forest View, Illinois**  
**Pension Trust Funds**  
**Combining Statement of Plan Net Position**  
**April 30, 2019**

	Pension Trust		Total
	Police Pension	Firefighters' Pension	
<b>Assets</b>			
Cash and cash equivalents	\$ 747,376	\$ 572,746	\$ 1,320,122
Investments:			
Certificates of deposit	166,724	148,765	315,489
United States government securities	93,379	597,502	690,881
United States government agencies' securities	-	4,308	4,308
Annuity contracts	379,886	643,882	1,023,768
Mutual funds	639,892	317,206	957,098
Corporate bonds	659,258	-	659,258
Municipal bonds	194,594	-	194,594
Receivables:			
Amounts due on annuity contract sale	98,489	-	98,489
Interest receivable	8,184	1,876	10,060
Prepaid expenses	-	1,561	1,561
<b>Total assets</b>	<b>2,987,782</b>	<b>2,287,846</b>	<b>5,275,628</b>
<b>Liabilities</b>			
Liabilities - accounts payable	1,420	2,380	3,800
<b>Net Position</b>			
Net position restricted for pension benefits	\$ 2,986,362	\$ 2,285,466	\$ 5,271,828

See independent auditor's report.



**Village of Forest View, Illinois**  
**Pension Trust Funds**  
**Combining Statement of Changes in Plan Net Position**  
**For the Year Ended April 30, 2019**

	Pension Trust		Total
	Police Pension	Firefighters' Pension	
<b>Additions:</b>			
Contributions:			
Employer	\$ 330,738	\$ 484,657	\$ 815,395
Participants	56,563	5,164	61,727
<b>Total contributions</b>	<b>387,301</b>	<b>489,821</b>	<b>877,122</b>
Investment income, net:			
Net appreciation in fair value of investments	13,584	43,745	57,329
Interest and dividends	75,446	26,221	101,667
Less investment expenses	(11,111)	(5,536)	(16,647)
<b>Net investment income</b>	<b>77,919</b>	<b>64,430</b>	<b>142,349</b>
<b>Total additions</b>	<b>465,220</b>	<b>554,251</b>	<b>1,019,471</b>
<b>Deductions:</b>			
Benefits	451,472	394,414	845,886
Administrative expenses	8,406	17,590	25,996
<b>Total deductions</b>	<b>459,878</b>	<b>412,004</b>	<b>871,882</b>
<b>Net increase in net position</b>	<b>5,342</b>	<b>142,247</b>	<b>147,589</b>
Net position restricted for pension benefits, beginning of the year	2,981,020	2,143,219	5,124,239
Net position restricted for pension benefits, end of the year	\$ 2,986,362	\$ 2,285,466	\$ 5,271,828

See independent auditor's report.

**Village of Forest View, Illinois**  
**Schedule of Long-term Debt Requirements**  
**General Obligation Refunding Bonds Series 2016**  
**April 30, 2019**

Date of issue	July 7, 2016
Date of maturity	December 1, 2021
Authorized issue	\$1,195,000
Interest rates	Varies annually from 2.00% to 3.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	UMB Bank

Year Ending April 30,	Requirements			Interest Due On			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2020	\$ 240,000	\$ 22,050	\$ 262,050	2019	\$ 11,025	2019	\$ 11,025
2021	245,000	14,850	259,850	2020	7,425	2020	7,425
2022	250,000	7,500	257,500	2021	3,750	2021	3,750
	<u>\$ 735,000</u>	<u>\$ 44,400</u>	<u>\$ 779,400</u>		<u>\$ 22,200</u>		<u>\$ 22,200</u>

See independent auditor's report.

**STATISTICAL SECTION**

**Village of Forest View, Illinois  
Schedule of Insurance in Force  
April 30, 2019**

Name of Agency: Illinois Counties Risk Management Trust  
Policy Term: December 1, 2018 to December 1, 2019

**Property and Inland Marine:**

Limits of Insurance: In no event shall liability in any one occurrence for any one building, and one structure or business personal property at any one location exceed 125% of the individually stated value for such property as shown in the latest Statement of Values or other documentation on file with the Trust, nor shall liability exceed any specific limit of insurance applying to any insured, loss, coverage, or location(s).

Deductibles:           Property                               \$2,500 Per Loss  
                                  Inland Marine                           \$1,000 Per Loss

Covered Property:	Limits
Building Values	\$ 8,480,700
Personal Property	\$ 1,461,000
Personal Property of Others	\$ 100,000
Newly Constructed or Acquired Property	\$ 1,000,000
Foot Bridges and Appurtenant Structures	\$ 100,000
Covered Property in Transit	\$ 100,000

Additional Property Coverages:

Earthquake (including mine subsidence)                               \$ 5,000,000  
((\$300 million Program Aggregate)

Deductible - \$100,000 or 5% of the damaged location; whichever is greater

Flood, including backup sewer and water seepage                               \$ 5,000,000  
(Excluding Flood Zone A and V, \$250 million Program Aggregate)

Deductible - \$100,000 of the damaged location (or higher if selected)

(cont'd)

**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

Name of Agency: Illinois Counties Risk Management Trust  
 Policy Term: December 1, 2018 to December 1, 2019

**Property and Inland Marine (cont'd):**

	Limits
<b>Covered Costs and Expenses:</b>	
Debris Removal (whichever is greater)	25% or \$500,000
Pollutant Cleanup and Removal, aggregate in any one policy year	\$ 25,000
Fire Department Service Charge	\$ 5,000
Fire Protection Equipment Discharge	\$ 5,000
Ordinance or Law Coverage	\$ 1,000,000
Preservation of Property	\$ 25,000
Protection of Property	\$ 25,000
<b>Scheduled Limits:</b>	
Extra Expense, Business Income, Rental Value - Excess	\$ 500,000
Course of Construction (Builders Risk)	\$ 1,000,000
EDP Equipment	\$ 115,475
Mobile Equipment greater than or equal to \$10,000 per item	\$ 303,116
Mobile Equipment less than \$10,000 per item	\$ 343,282
Musical Instruments, Cameras, Radios	\$ 83,768
<b>Coverage Extension:</b>	
\$250,000 Blanket Coverage Limit for the following Extensions:	
Extra Expense/Business Income	Included
Fine Arts	Included
Accounts Receivable	Included
Valuable Papers and Records	Included
<b>Supplemental Coverages:</b>	
Communication Towers	\$ 25,000
Outdoor Property including debris removal in any one occurrence	\$ 100,000
Trees, shrubs, and plants are subject to a maximum per item of	\$ 1,000

(cont'd)

**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

Name of Agency: Illinois Counties Risk Management Trust  
 Policy Term: December 1, 2018 to December 1, 2019

**Property and Inland Marine (cont'd):**

Supplemental Coverages (cont'd):

	Limits
Golf course tees and greens to a maximum per item of	\$ 5,000
Contractors Equipment Non-Owned, per item	\$ 100,000
Contractors Equipment Non-Owned, per occurrence	\$ 250,000
Interruption of Computer Operations per occurrence	\$ 50,000
Interruption of Computer Operations annual aggregate	\$ 100,000
Personal Effects per location	\$ 10,000
Personal Effects per occurrence	\$ 25,000
Retaining Walls and Other Outdoor Walls	\$ 10,000
Underground Sprinkler System	\$ 10,000
Unintentional Errors and Omissions	\$ 100,000
Utility Services - Direct Damage	\$ 25,000
Utility Services - Time Element	\$ 25,000
Limited Fungus/Fungi, Wet Rot and Dry Rot Coverage:	
Direct Damage in any one occurrence	\$ 15,000
Business Income and Extra Expense in any one occurrence	\$ 15,000
Extra Expense Number of Days	30

**General Liability:**

	Limits
Coverage:	
Each occurrence	\$ 1,000,000
General Annual Aggregate	\$ 3,000,000
Products/Completed Operations Annual Aggregate	\$ 1,000,000
Deductible - Applies to each occurrence	\$ 1,000
Premises Medical Payments	\$ 5,000 Each Person \$ 50,000 Each Occurrence

(cont'd)

**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

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Name of Agency: Illinois Counties Risk Management Trust  
Policy Term: December 1, 2018 to December 1, 2019

**General Liability (cont'd):**

Sexual Abuse Liability:

Each Occurrence	\$	100,000
Annual Aggregate	\$	100,000
Retroactive Date		12/31/2010

Deductible - Applies to each claim	\$	5,000
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Coverages to Include:

- Liquor Liability
- Medical Professional (excluding Doctors & Dentists)
- Special Events
- Terrorism
- Volunteers
- Non-Auditable
- Herbicides & Pesticides

**Law Enforcement Liability:**

Coverage:

Each Occurrence	\$	1,000,000
General Annual Aggregate	\$	3,000,000

Deductible - Applies to each occurrence	\$	5,000
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Coverages to Include:

- Auxiliary Officers
- Intergovernmental/Mutual Aid Agreements
- Jails/Holding Cells
- Good Samaritan
- Commandeered Autos

(cont'd)

**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

Name of Agency: Illinois Counties Risk Management Trust  
 Policy Term: December 1, 2018 to December 1, 2019

**Auto Liability:**

	Limits
Coverage:	
Each Occurrence	\$ 1,000,000
Auto Medical Payments:	
Each Person	\$ 5,000
Each Accident	\$ 25,000
Deductible - Applies to each accident	\$ -

**Uninsured and Underinsured Motorist Liability:**

Coverage:	
Each Accident	\$ 100,000
Deductible - Applies to each accident	\$ -

**Auto Physical Damage Coverage:**

Coverage:	
Total scheduled value	\$ 793,469
Total agreed value	\$ 68,587
Number of Vehicles	19
Deductible - Applies to each accident:	
Comprehensive Per Loss	\$ 1,000
Collision Per Loss	\$ 1,000

Coverage Extensions:

Newly Acquired Automobiles up to \$500,000	\$ 500,000
Garage Keepers Legal Liability - per Occurrence	\$ 100,000

(cont'd)



**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

Name of Agency: Illinois Counties Risk Management Trust  
 Policy Term: December 1, 2018 to December 1, 2019

**Public Officials Liability - Claims Made:**

	Limits
Coverage:	
Each Occurrence	\$ 1,000,000
General Annual Aggregate	\$ 1,000,000
Retroactive Date	12/31/2010
Deductible - Applies to each claim	\$ 5,000

Employment Practices Liability:

Each Occurrence	N/A
Retroactive Date	12/31/2010
Deductible - Applies to each occurrence	\$ 5,000

Employee Benefits Liability:

Each Occurrence	N/A
Retroactive Date	12/1/2013
Deductible - Applies to each claim	\$ 5,000

Cyber Liability Endorsement:

Each Occurrence	\$ 50,000
Annual Aggregate	\$ 50,000
Retroactive Date	12/1/2013
Deductible - Applies to each claim	\$ 5,000

(cont'd)

**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

Name of Agency: Illinois Counties Risk Management Trust  
 Policy Term: December 1, 2018 to December 1, 2019

**Public Officials Liability - Claims Made (cont'd):**

	Limits
Coverage Extensions:	
Employee Wage Reimbursement:	
Each Occurrence	\$ 10,000
Annual Aggregate	\$ 20,000
Non-Monetary Legal Defense:	
Each Occurrence	\$ 25,000
Annual Aggregate	\$ 50,000

**Crime:**

	Limits Per Loss
Coverage:	
Blanket Employee Dishonesty	\$ 500,000
Money and Securities:	
Inside	\$ 500,000
Outside	\$ 500,000
Money Orders and Counterfeit Currency	\$ 500,000
Depositor Forgery	\$ 500,000
Computer Fraud	\$ 500,000
Funds Transfer Fraud	\$ 500,000

\$1,000 deductible; applies to each occurrence

(cont'd)

**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

Name of Agency: Illinois Counties Risk Management Trust  
 Policy Term: December 1, 2018 to December 1, 2019

**Equipment Breakdown Protection:**

	Limits
Coverage:	
Total Building and Contents Values	\$ 9,941,700
Combined Business Income	Included
Combined Extra Expense	Included
Spoilage Damage	Included
Utility Interruption - Time Element	Included
Civil Authority	Included
Electronic Data or Media	Included
Error in Description	Included
Expediting Expenses	Included
Fungus, Wet Rot or Dry Rot	\$ 15,000
Ordinance or Law	Included
Refrigerant Contamination	Included
Hazardous Substances	Included
Newly Acquired Property	\$ 1,000,000
Debris Removal	25% or \$500,000
Pollutant Cleanup and Removal	Included
Water Damage	Included
Deductibles:	
Property Damage	\$ 2,500
Business Income, Extra Expense and Utility Interruption	24 Hours

**Workers' Compensation:**

Coverage A, Workers' Compensation Limit: Statutory

Coverage B, Employers' Liability Limit: \$2,500,000 Each Accident and \$2,500,000 Each Employee for Disease

Deductible: \$0 Each Accident

Extension of Coverage: Volunteers

(cont'd)

**Village of Forest View, Illinois**  
**Schedule of Insurance in Force (cont'd)**  
**April 30, 2019**

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Name of Agency: Illinois Counties Risk Management Trust  
Policy Term: December 1, 2018 to December 1, 2019

**Excess Liability:**

	<u>Limits</u>
Coverage:	
General Liability - Excess of \$1,000,000 Per Occurrence	\$ 7,000,000
Law Enforcement Liability - Excess of \$1,000,000 Per Occurrence	\$ 7,000,000
Auto Liability - Excess of \$1,000,000 Per Occurrence	\$ 7,000,000
Public Officials (Claims Made) - Excess of \$1,000,000 Per Occurrence	\$ 7,000,000

See independent auditor's report.

**Village of Forest View, Illinois**  
**Schedule of Legal Debt Margin**  
**April 30, 2019**

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The Village is a home rule municipality.

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

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

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

See independent auditor's report.

**Village of Forest View, Illinois**  
**Statistical Comparison of Property Tax Levied**  
**and Collected - 2008 to 2017 - All Funds**

	2017	2016	2015	2014
Assessed valuation	\$ 60,402,673	\$ 52,406,200	\$ 44,899,548	\$ 46,687,829
Tax rates*:				
General Fund	\$ 1.5418	\$ 1.4944	\$ 1.8044	\$ 1.5226
Social Security Fund	0.0828	0.0954	0.1114	0.1071
Police Pension	0.6208	0.7156	0.7795	0.5355
Firefighters' Pension	0.2769	0.3244	0.3742	0.3704
Debt Service Funds	0.4463	0.5036	0.6329	0.6149
Liability Insurance Fund	0.1252	0.1443	0.1684	0.1606
	<u>\$ 3.0938</u>	<u>\$ 3.2777</u>	<u>\$ 3.8708</u>	<u>\$ 3.3111</u>
Tax extensions:				
General Fund	\$ 931,270	\$ 783,175	\$ 810,175	\$ 710,847
Social Security Fund	50,000	50,000	50,000	50,000
Police Pension	375,000	375,000	350,000	250,000
Firefighters' Pension	167,282	170,000	168,000	172,925
Debt Service Funds	269,603	263,938	284,177	287,061
Liability Insurance Fund	75,597	75,597	75,597	75,000
	<u>\$ 1,868,752</u>	<u>\$ 1,717,710</u>	<u>\$ 1,737,949</u>	<u>\$ 1,545,833</u>
Collections	<u>\$ 1,731,916</u>	<u>\$ 1,677,319</u>	<u>\$ 1,667,026</u>	<u>\$ 1,452,155</u>
Percentage of extensions collected	<u>92.68%</u>	<u>97.65%</u>	<u>95.92%</u>	<u>93.94%</u>
Allowance for loss on collections	<u>5.00%</u>	<u>5.00%</u>	<u>5.00%</u>	<u>5.00%</u>

\* Property tax rates are per \$100 of assessed valuation.

Data Source: Office of the Cook County Clerk.

See independent auditor's report.

Tax Year

2013	2012	2011	2010	2009	2008
\$ 45,567,810	\$ 50,870,026	\$ 54,495,682	\$ 66,997,716	\$ 68,268,445	\$ 75,710,763
\$ 1.8297 0.1097 0.3292 0.3292 0.6241 0.1646	\$ 1.6390 0.0983 0.2949 0.2949 0.5635 0.1474	\$ 1.5300 0.0918 0.0918 0.0918 0.5200 0.1376	\$ 1.2499 0.0769 0.0769 0.0769 0.4327 0.1153	\$ 1.2266 0.0769 0.0769 0.0769 0.4341 0.1153	\$ 0.5034 0.0830 0.1132 0.1132 0.4275 0.1810
\$ 3.3865	\$ 3.0380	\$ 2.4630	\$ 2.0286	\$ 2.0067	\$ 1.4213
\$ 833,772 50,000 150,000 150,000 284,383 75,000	\$ 833,772 50,000 150,000 150,000 286,649 75,000	\$ 833,772 50,000 50,000 50,000 283,353 75,000	\$ 837,402 51,500 51,500 51,500 289,929 77,250	\$ 837,402 51,500 51,500 51,500 290,811 77,250	\$ 381,100 56,650 77,250 77,250 291,840 123,600
\$ 1,543,155	\$ 1,545,421	\$ 1,342,125	\$ 1,359,081	\$ 1,359,963	\$ 1,007,690
\$ 1,507,587	\$ 1,520,324	\$ 1,314,646	\$ 1,181,701	\$ 1,229,103	\$ 1,003,074
97.70%	98.38%	97.95%	86.95%	90.38%	99.54%
5.00%	15.00%	15.00%	15.00%	10.00%	10.00%

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