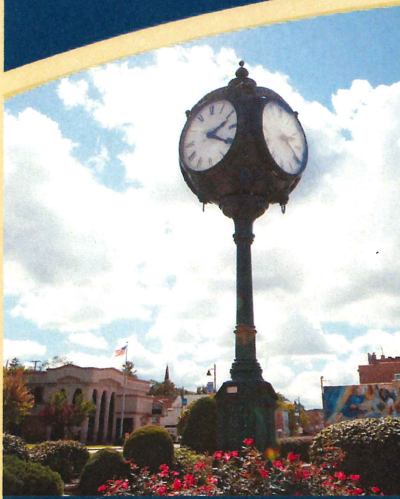




VILLAGE OF LEMONT, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED APRIL 30, 2018



VILLAGE OF LEMONT

LEMONT, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED APRIL 30, 2018

Officials Issuing Report

George J. Schafer, Village Administrator
Christina Smith, Finance Director / Treasurer

VILLAGE OF LEMONT, ILLINOIS
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MAYOR
JOHN EGOFSKE

TRUSTEES

DEBRA A. BLATZER
RYAN KWASNESKI
DAVE MAHER

KEN MC CLAFFERTY
RICK M. SNIEGOWSKI
RONALD J. STAPLETON

VILLAGE CLERK
CHARLENE M. SMOLLEN

VILLAGE ADMINISTRATOR
GEORGE J. SCHAFER

VILLAGE ATTORNEY
TRESSLER LLP

CHIEF OF POLICE
MARC MATON

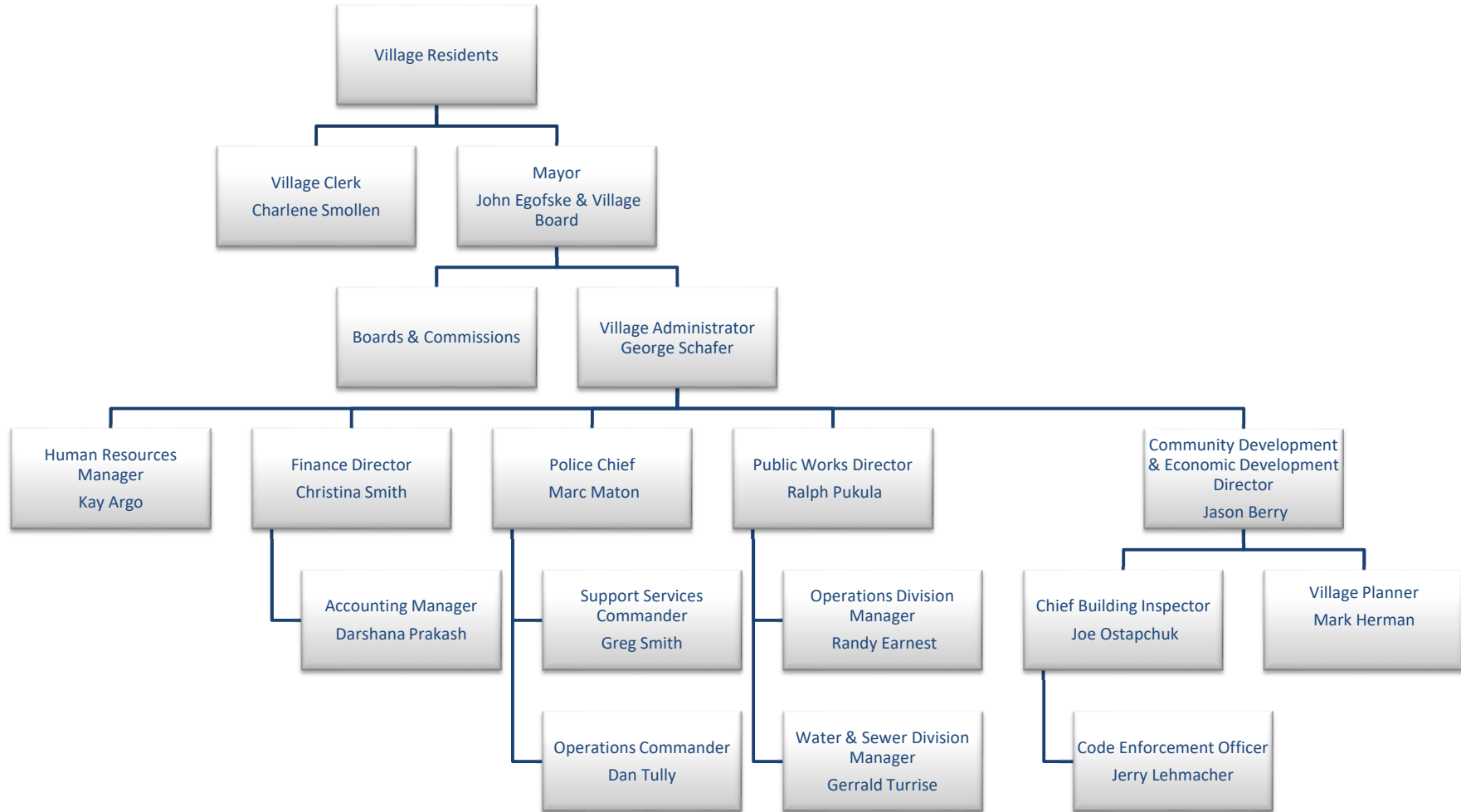
FINANCE DIRECTOR
CHRISTINA SMITH

DIRECTOR OF PUBLIC WORKS
RALPH W. PUKULA

COMMUNITY AND ECONOMIC DEVELOPMENT DIRECTOR
JASON BERRY

DIRECTOR OF LEMONT E.M.A.
THOMAS D. BALLARD

VILLAGE OF LEMONT ORGANIZATIONAL CHART





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Village of Lemont
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2017

Christopher P. Morill

Executive Director/CEO



www.lemont.il.us

October 18, 2018

Honorable Mayor,
Board of Trustees, and
Citizens of the Village of Lemont:

The Comprehensive Annual Financial Report (CAFR) of the Village of Lemont, Illinois for the fiscal year ended April 30, 2018 is hereby submitted as mandated by both local ordinances and State statutes. These ordinances and statutes require the Village to issue annually a report on its financial position and the activity presented is in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants. Pursuant to the requirements, we hereby issue the Comprehensive Annual Financial Report (CAFR) of the Village for the fiscal year ended April 30, 2018.

This report consists of management's representations concerning the finances of the Village of Lemont. Responsibility for the completeness, reliability, and accuracy of all of the information in this report rests with the management of the Village. To provide a reasonable basis for making these representations, management of the Village of Lemont has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Village of Lemont's financial statements in conformity with GAAP. The concept of reasonable assurance recognizes (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. We assert that, to the best of our knowledge, this financial report is complete and reliable in all material respects.

The Village of Lemont's basic financial statements have been audited by Baker Tilly Virchow Krause, LLP a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the basic financial statements are free from material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall basic financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Village of Lemont's basic financial statements for the fiscal year ended April 30, 2017 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

The Reporting Entity and its Services

The Village of Lemont was incorporated in 1873 and is strategically located 28 miles southwest of Chicago with a land area of approximately 8.18 square miles. Encompassing the Village is I-55 four miles to the north, Illinois Route 171 crosses the south side of the Village, Illinois Route 83 passes just to the east, and I-355 edges the Village on the west. The 2010 U.S. census established the current population at 16,000, an increase of 22.2% from the 2000 census of 13,098.

The Village operates under a Village President-Trustee form of government in which six Trustees, a Clerk, and a Village President are elected from the Village at large. The Village employs a professional Village Administrator and department heads to oversee the day-to-day operations of the Village.

The Village provides a full range of public services, including police protection, community planning and zoning, building and code enforcement, street building and maintenance, traffic management, street lighting, storm water management, and emergency disaster management. In addition, water and sewer services are provided under an Enterprise Fund, with user charges and facility improvement fees set by the Village Board through an annual fee ordinance to ensure adequate coverage of operating expenses, payments on outstanding debt, and prudent system expansion and improvement. Equipment maintenance of the Village's rolling stock and minor plant equipment is provided through the Vehicle division of the Public Works Department. The Building and Grounds Division of the Building Department manages municipal buildings and properties. The Village has direct responsibility for each operation listed above.

For financial reporting purposes, the criteria provided in the Government Accounting Standards Board Statement No. 14 have been considered and there are no agencies or entities which should be presented with the Village. Excluded from this report are the Lemont Fire Protection District, Lemont Community Library District, Lemont Park District, Lemont-Bromberek Combined School District 113A, Lemont Township and Lemont Township High School District 210. These entities are separate governments, organized under the laws of the State of Illinois. They are directed by popularly elected boards performing functions, which are not provided by the Village. The Village does not control their fiscal management or operations, nor is the Village legally responsible for the funding of operations or debt.

The annual budget serves as the foundation for the Village's financial planning and control. The budget process begins in December when department heads receive a budget memo from the budget officer, who is also the Village Administrator, outlining the strategic goals of the Board. Department Heads prepare their budget projections for the upcoming year and turn them in to the Finance Department. The Budget Officer and staff spend the next two months reviewing these budget requests and adjusting them to match anticipated revenues. The Budget Officer then presents the proposed budget to the Finance Committee for review in early March.

The proposed budget is then presented to the Mayor and Board of Trustees at meetings scheduled in March. The Village Board is required to hold a public hearing on the proposed budget and to adopt the final budget no later than April 30th of each year. During the course of the year, the Village may determine that an adjustment to the budget is needed. The Village may adjust the original budget by either making a budget adjustment, which requires the approval of the budget officer, or a budget amendment, which requires passing a resolution and filing with the County.

Major Initiatives

The Village staff, following specific directives of the Village Board and the Village Administrator, were involved in a variety of projects throughout the year; projects which reflect the Village's commitment to ensuring that its citizens are able to live and work in an enviable environment. The most significant of these projects are discussed in more detail below:

- 1) The 2018 Water replacement program replaced over .4 miles of water line.
- 2) The 2018 Road Improvement Program resulted in the resurfacing of 1.24 miles of roadway.
- 3) The Village welcomed 13 new businesses to Lemont during the reporting period including several restaurants.
- 4) Residential building permits remained strong in FY18 with 106 new single-family building permits issued.
- 5) The GFOA Certificate of Achievement Award for Excellence in Financial Reporting for the FY2017 audit was received for the eleventh consecutive year.
- 6) The GFOA Distinguished Budget Award for the FY2018 budget was received for the fourth time.
- 7) The General Fund balance increased to \$2,970,544. This was the ninth consecutive year of an increase to fund balance.

Strategic Plan Initiative

On January 25th and January 26th 2018, the Village Board and several staff members held a strategic plan update session. The session focused on updated the Village's mission statement as well as long term planning objectives. Over the course of several months the Village executive team outlined six strategic priorities, two/three outcomes and several initiatives.

The plan is in its final stages, where each department director is setting goals to meet the desired outcome of the six priorities. The plan will be published in fall of 2018 and the staff will be utilizing a database to monitor the goals.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment within which the Village of Lemont operates.

Local Economy

The Village of Lemont, like all municipalities across the State, continues to struggle with a slow recovery. The State of Illinois' economy continues to struggle; however, with the approval of the budget many are optimistic that Illinois will start to show signs of improvement. The budget did come with large tax increases as well as fees and tax reductions passed down to the municipalities.

The State of Illinois unemployment rate in June 2018 was 4.3% compared to 4.9% in June 2017. Locally, the unemployment rates for the Counties of Cook, DuPage, and Will have reduced from the previous fiscal year. The unemployment rates as of March 2018 for Cook, DuPage, and Will County were 3.7%, 2.8%, and 3.7% respectively compared to March 2017 of 4.3% for Cook County, 3.4% for DuPage County, and 4.6% for Will County. The Illinois Department of Employment Security does not report unemployment rates for Lemont. The Village and other local agencies have experienced the "trickle down" effect of the State's and County's financial picture, but have taken necessary steps to ensure financial stability through the tough economic times.

Locally, many of the negative state factors have been outweighed by positive factors. New construction in Lemont is increasing. In 2018, the Village of Lemont added 106 new single family homes and processed 1,187 total permits. The most permits in a year.

Since 2010, Lemont's sales tax collections have been increasing each year. For the Fiscal Year of 2017, it was the first year Lemont surpassed \$2 million dollars in over 9 years.

As previously stated, the housing market in Lemont has seen growth over the last fiscal year. Several new housing developments have begun the planning process, and the Village of Lemont is looking forward to adding several new developments.

Village Management continues to implement cost saving measures by controlling expenditures, partnering with local communities to combine resources, as well as reviewing charges for services to ensure the greatest value for residents.

Relevant Financial Policies

The Village's financial management policies assist in structuring the operations of the Village. The Finance Department continually reviews each of the Village's financial policies and may recommend new policies or changes to existing policies for approval by the Village Board.

- **Budget Policies**

The Village's budget must be funded at a level to ensure continuation of service levels within the budgetary guidelines that are established each year by the Village Board.

Reserve policies are set to provide adequate protection for the future. General Fund Reserves have been set by the Village Board at 30% of annual budgeted expenditures, less capital and transfers. Each year funds have been added to the General Fund to reach the 30% level. Fiscal Year 2018 the fund balance is at 32% of expenditures.

- **Debt Management**

The Village formally adopted a debt management policy in 2012. The policy was updated in 2015. The purpose of this policy is to provide a functional tool for debt management and capital planning. In accordance with this policy, the Village shall pursue the following goals:

- Maintain at least an Aa1 rating for each general obligation debt issue, and an Aa rating for each revenue bond debt issue.
- The Village shall take all practical precautions to avoid any financial decision which will negatively impact current credit ratings.
- When issuing debt, the City shall assess financial alternatives to include, whenever feasible, categorical grants, revolving loans, or other state/federal aid.

Long-Term Financial Planning

The Village uses a number of processes and documents to accomplish its financial planning. The basis for all documents is the Village's Strategic Plan and the associated departmental goals.

The Village updated the Village of Lemont Strategic Plan in 2015. The plan provides the vehicle through which the Village shapes the future, maintains the quality of life, and manages resources. In the spring of 2017, the Village Board began reviewing and updating the Strategic Plan. The plan is expected to be finalized in fall 2018. Additionally, department goals will be established and a 5-year Financial Plan compiled for the Village Board to review.

Many initiatives from the Strategic Plan are implemented with funds through the annual operating budget and Capital Improvements Program.


Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Lemont for its comprehensive annual financial report (CAFR) for the fiscal year ended April 30, 2017. This was the eleventh consecutive year that the Village has received this prestigious award. In order to be awarded a


government's budget document was judged to be proficient in several categories, including policy documentation, financial planning, and organization.

The preparation of these reports would not have been possible without the efficient and dedicated services of the entire staff of the Village of Lemont. Our appreciation is sincerely expressed to the Village President and Board of Trustees for their responsible and progressive approach that contributes to the financial strength of the Village of Lemont.

Respectfully submitted,



George J. Schafer
Village Administrator



Christina Smith
Finance Director

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Board of Trustees
Village of Lemont
Lemont, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Lemont, Illinois, as of and for the year ended April 30, 2018, and the related notes to the financial statements, which collectively comprise the Village of Lemont's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village of Lemont's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Village of Lemont'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.

To the Honorable Mayor and Board of Trustees
Village of Lemont

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Lemont, Illinois, as of April 30, 2018 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the Village of Lemont adopted the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective May 1, 2017. Net position has been restated as of April 30, 2017 as a result. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Lemont's basic financial statements. The combining and individual fund financial statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects, in relation to the basic financial statements as a whole.

To the Honorable Mayor and Board of Trustees
Village of Lemont

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Lemont's basic financial statements. The Introductory Section and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such 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 provide any assurance on it.

Baker Tilly Vorchaw Krause, LLP

Oak Brook, Illinois
October 18, 2018

VILLAGE OF LEMONT, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

The management of the Village of Lemont (“Village”) presents this discussion and analysis to provide its readers with a narrative overview and analysis of the Village financial statements for the fiscal year ended April 30, 2018. The analysis provides an overview of the Village’s financial activities for the fiscal year and 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 year challenges);
- (4) Identify material deviations from the financial plan (the approved budget);
- (5) Identify individual fund issues or concerns. This report also contains other supplementary information in addition to the basic financial statements themselves.

Since the Management's Discussion and Analysis (MD&A) direct focus is on current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter, beginning on page iv, and the Village's financial statements beginning on page 18.

Financial Highlights

- The Village’s net position decreased from \$139.3 million as of April 30, 2017 (before restatement) to \$136.9 million as of April 30, 2018.
- The assets of the Village exceeded its liabilities at the close of the year by \$136,947,317 (net position), which is a decrease of \$1,535,900 over the previous year after the effects of restatement.
- The governmental funds reported combined ending fund balance of \$3,809,913 of which \$1,593,205 was unassigned and is available for spending at the Village’s discretion (unassigned fund balance). This is an increase of \$49,301.
- At the end of the fiscal year, fund balance for the General Fund increased by \$10,383 to \$2,950,695 or 32 percent of total General Fund expenditures. This is within the goal of 30 percent.
- The Village implemented GASB 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, adding a total OPEB liability.
- The Village partially refunded four bonds for a total savings of \$540 thousand.
- The Village’s long-term liabilities decreased by approximately \$3.2 million during the year due to debt retirement.

Using the Financial Section of this Comprehensive Annual Report

The annual report consists of a series of financial statements focusing on government wide Village and major individual funds, which includes Proprietary Funds and Fiduciary Funds. Both the government wide and major fund perspectives allow the user to address relevant questions, broaden a basis for comparison, and enhance the Village’s accountability.

(See independent auditors’ report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Overview of the Financial Statements

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

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. These statements combine and consolidate short term, consumable resources with capital assets and long-term obligations.

The *statement of net position* presents information on all of the Village's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The *statement of activities* presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities reflect the Village's basic services including general government, public safety (police and emergency management), highways and streets, sanitation, health and welfare, economic development, land use, planning, building, culture and recreation. The business-type activities include the water and sewer operations and parking operations.

The government-wide financial statements can be found on pages 18 through 20 of this report.

Fund Financial Statements

Fund groups contain related accounts used to maintain control over resources segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All Village funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Major Governmental Funds

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

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

The Village maintains 18 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, TIF/Canal District Fund, Road Improvement Fund and Debt Service Fund all of which are considered to be major funds. Data from the other 14 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual budget for its General Fund and all other funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 21 through 26 of this report.

Proprietary Funds

The Village maintains two proprietary funds, which are used to report the functions presented as business-type activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks and Sewerage Fund and Parking Fund. The Waterworks and Sewerage Fund is considered a major fund of the Village.

The basic proprietary fund financial statements can be found on pages 27 through 29 of this report.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Fiduciary Funds

The Village presents fiduciary funds for certain activities where the Village's role is that of a trustee (i.e., Police Pension) or agent. Fiduciary funds account for resources benefiting parties outside the government entity and funds unavailable for support of Village programs and are not reflected in the government-wide financial statements. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 30 and 31 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32 through 83 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report presents required supplementary information. The supplementary information relates to the Village's progress in funding its obligation to provide pension to its employees. Required supplementary information can be found on pages 84 through 93 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and proprietary funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 94 through 108 of this report.

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Financial Analysis of the Village as a Whole

In accordance with GASB Statement No. 34, the Village presented comparative financial information to better understand the Village's financial position and changes in financial position.

Net Position

Statement of Net Position As of April 30, 2018	Governmental Activities		Business-Type Activities		Total Primary Government	
	2018	2017*	2018	2017*	2018	2017*
	Current and Other Assets	\$8,144,594	\$8,284,640	\$5,108,141	\$6,036,351	\$13,252,735
Capital Assets	119,882,674	121,758,636	52,396,969	52,597,026	172,279,643	174,355,662
Deferred Outflows	1,776,822	2,293,244	243,719	280,430	2,020,541	2,573,674
Total Assets / Deferred Outflows	129,804,090	132,336,520	57,748,829	58,913,807	187,552,919	191,250,327
Long Term Liabilities	28,654,251	31,196,384	14,103,661	13,935,979	42,757,912	45,132,363
Other Liabilities	2,868,370	3,007,959	583,225	969,604	3,451,595	3,977,563
Deferred Inflows	4,179,855	2,788,293	216,240	16,189	4,396,095	2,804,482
Total Liabilities / Deferred Inflows	35,702,476	36,992,636	14,903,127	14,921,772	50,605,602	51,914,408
Net Investment in Capital Assets	104,491,857	105,612,720	38,816,782	39,276,594	143,308,639	144,889,314
Restricted	1,769,520	1,494,207	-	58,834	1,769,520	1,553,041
Unrestricted	(12,159,763)	(11,763,043)	4,028,921	4,656,607	(8,130,842)	(7,106,436)
Total Net Position	\$94,101,614	\$95,343,884	\$42,845,703	\$43,992,035	\$136,947,317	\$139,355,919

* Prior year information has not been updated for the effects of restatement due to the implementation of GASB Statement No. 75.

As of April 30, 2018, the Village of Lemont's assets exceed liabilities by \$136,947,317. The Village's net position is invested in an extensive range of capital assets including land, infrastructure, buildings, machinery, and equipment, less any related debt used to acquire these assets remaining outstanding. The Village utilizes these capital assets in order to provide services to citizens; consequently, these assets are not available for future spending. The long term liability decreased in the Governmental Activities and increased in the Business Type Activities as a result of transferring a Special Service Area bond to the Water/Wastewater funds liability.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Restricted net position in the amount of \$3,195,444 is subject to limitation of use. Over time the Statement of Net Position may serve as a useful indicator of a government's financial position. For more detailed information, see the Statement of Net Position on page 18.

Table 2
Change in Net Position
As of April 30, 2018

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2018	2017*	2018	2017*	2018	2017*
Revenues						
Charge for Services	\$2,177,276	\$2,122,499	\$5,336,802	\$5,575,821	\$7,514,078	\$7,698,320
Operating Grants	426,645	423,654	113,618	120,814	539,963	544,468
Capital Grants	718,836	1,914,580	-	412,416	718,836	2,326,996
General Revenues:						
Property Taxes	3,525,034	3,431,797	-	-	3,525,034	3,431,797
Replacement Tax	29,999	39,960	-	-	29,999	39,960
Sales Tax	1,946,094	2,029,468	-	-	1,946,094	2,029,468
Income Tax	1,670,351	1,512,398	-	-	1,670,351	1,512,398
Utility Tax	1,289,455	1,369,178	-	-	1,289,455	1,369,178
Use Tax	419,230	413,592	-	-	419,230	413,592
Other	276,925	217,118	-	-	276,925	217,118
Earnings on Investments	15,627	18,235	37,929	19,957	53,556	38,192
Miscellaneous	430,197	321,401	-	-	430,197	321,401
Total Revenues	12,925,369	13,813,880	5,488,349	6,129,008	18,413,718	19,942,888
Expenses						
General Government	4,011,167	3,804,608	-	-	4,011,167	3,804,608
Public Safety	6,215,197	5,873,739	-	-	6,215,197	5,873,739
Highways and Streets	3,282,006	3,910,214	-	-	3,282,006	3,910,214
Water and Sewer	-	-	5,541,733	5,114,581	5,541,733	5,128,519
Parking Facilities	-	-	136,834	123,343	136,834	124,343
Interest on Long Term Debt	762,681	842,110	-	-	762,681	842,110
Total Expenses	14,271,051	14,430,671	5,678,567	5,237,924	19,949,618	19,668,595
Change in Net Position before Transfers	(1,345,682)	(616,791)	(190,218)	891,084	(1,535,900)	274,293
Transfers in(out)	878,934	75,000	(878,934)	(75,000)	-	-
Change in Net Position	\$(466,718)	\$(541,791)	\$(1,069,152)	\$816,084	\$(1,535,900)	\$274,293

* Prior year information has not been updated for the effects of restatement due to the implementation of GASB Statement No. 75.

Table #2 compares the revenue and expenses incorporating the current and prior fiscal years. For the fiscal year ended April 30, 2018 revenues from governmental activities totaled \$12,925,369 and business type activities totaled \$5,488,349 for total revenues of \$18,413,718. Property taxes remain the Village's largest single source of governmental activities revenue, and amounted to more than \$3.5 million for the fiscal year. Property tax revenue supports

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

governmental activities, TIF districts, and includes the Village's contribution to the Police Pension Fund.

The other taxes and State shared revenues presented include Sales, Income, Utility Taxes, and Local Use taxes. All of the revenues saw decreases except for property tax and use tax. The main reduction of the income tax was due to a reduction of 10% from the State.

Village expenses as of April 30, 2018 totaled \$19,949,618. This is fairly consistent with the previous year's expenditures.

Governmental Activities

Total revenues for Governmental Activities decreased from \$13,813,880 to \$12,925,369 in FY 2018. This decrease is mainly due to reduction of sales, income and utility tax revenue. As previously stated, there was a 10% reduction in the state shared income tax.

The Village's property tax rate in levy year 2017 was .4930 a decrease of .083. The EAV increased from \$558,974,453 to \$677,184,791. This increase is attributable to the new growth in the community and the changing of the Gateway TIF.

Total expenses for Governmental Activities decreased from \$14,430,671 to \$14,271,051 as the Village continues to provide residents basic services, including general government, public safety, highways and streets, sanitation, health and welfare, economic development, art and culture, and recreation. In fiscal year 2018 the Village implemented GASB 75 resulting in higher liabilities in Governmental Activities. As of July 1, 2018 the Village is moving to a different health insurance pool. This pool is designed to lower costs to both the employee and employer. Additionally, the funds that are on reserve at the current pool due to the Village excellent claim record will be returned to the Village in fiscal year 2019.

Business Activities

Total revenues for Business activities have remained relatively stable except for the capital grant and recapture revenue in 2017 but not in 2018. Water and Sewer Charges for services increased by \$314,129. As with the utility tax, the charges for services line item is a weather dependent and new growth dependent revenue.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Chart 1
Expenses and Program Revenues
For the Fiscal Year Ending April 30, 2018



Chart #1 highlights Program revenues and expenses for fiscal year 2018.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Chart 2
Revenues by Source - General Fund
For the Fiscal Year Ended April 30, 2018

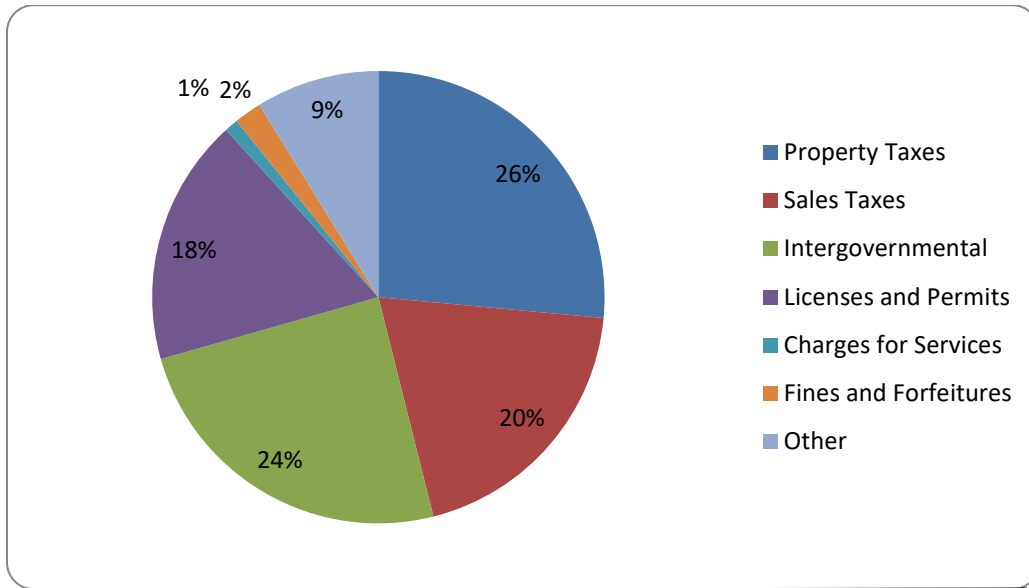


Chart #2 highlights Revenues by Source for fiscal year 2018.

Chart 3
Expenditures by Function – General Fund
For the Fiscal Year Ended April 30, 2018

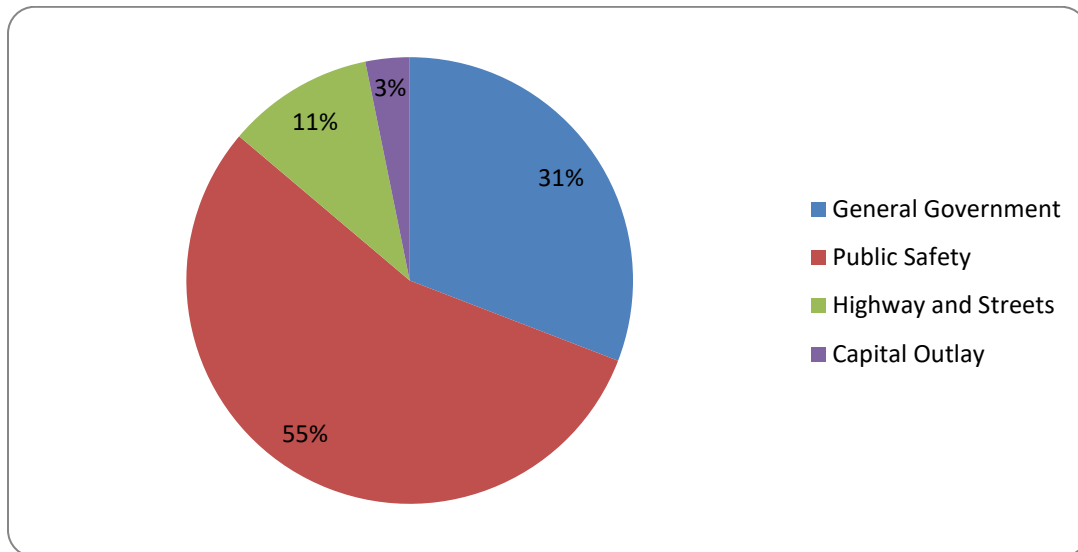


Chart #3 highlights Expenditures by Function for the fiscal year 2018

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Financial Analysis of the Village's Funds

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

Governmental Funds

The focus of the Village's governmental funds, which includes General Fund and five other funds, is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At the end of the current fiscal year, the Village's governmental funds reported a combined ending fund balance of \$3.8 million.

The General Fund is the chief operating fund of the Village. At the end of fiscal year 2018, the General Fund balance was \$2,970,545. Table 3 provides a summary of General Fund activity.

Table 3
General Fund Budgetary
Highlights
For the Fiscal Year Ended April 30

	2018			2017
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Actual</u>
Total Revenues	\$10,414,247	\$10,288,037	\$10,219,376	\$9,989,292
Total Expenses	10,028,239	9,704,983	9,443,825	9,610,019
Excess (deficiency) of revenues over expenditures	386,008	583,054	775,551	379,273
Total other financing sources(uses)	(377,980)	(603,980)	(745,318)	(372,044)
Net change in fund balance	\$8,028	\$(20,926)	\$30,233	\$7,229

Overall, General Fund revenues were lower than amended budgetary estimates by \$68,661; however, the expenditures were under budget by \$261,158 offsetting the lower revenues. The Village did see an increase in overall fund balance of \$30,233.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Other Governmental Funds

The Canal TIF Fund and Debt Service Fund expenditures are anticipated debt service payment.

The Road Improvement Fund balance increased due to the reduction of the road projects. Staff continually monitors the road funds and matches them up with projects.

With respect to the business-type activities, the Water and Sewer Fund recorded operating revenue of \$5,200,175 with a decrease in net position of \$1,068,945. Operating revenues are increasing due to new growth in the Village.

On a quarterly basis the Village reviews revenues and expenditures as well as the need for any necessary budget amendments. The Village Board approved two budget amendments during the year.

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Capital Asset and Debt Administration

Capital Assets

The Village's capital asset investment collective total for governmental and business type activities is \$172,279,643, net of accumulated depreciation, as of April 30, 2018. Capital asset investment for both governmental and business type activities include land, improvements, buildings, machinery and equipment, vehicles, roads, bridges, parking lots/structures, water, sanitary sewer and storm sewers.

The total decrease in the Village's investment in capital assets for the current fiscal year was 1.2%. The Village had a decrease of \$1,875,962 in Governmental Activities due to depreciation exceeding new capital additions. In addition, the total capital assets, net of accumulated depreciation, in the Business-Type Activities component during 2018 showed a decrease of \$200,057, mainly due to depreciation exceeding new capital additions.

Infrastructure assets for Governmental Activities are defined as roads, bridges, right-of-ways, storm sewer systems, traffic signals and retention and detention ponds. Infrastructure assets for Business-Type Activities are water/sewer plant expansions, water/sewer transmission lines, parking lots and machinery and equipment. All assets are depreciated annually with the exception of Land and Land Right of Way.

Table #4 displays a schedule of the Village's capital asset balances as of April 30, 2018.

Table 4 Schedule of Capital Assets As of April 30, 2018	Governmental		Business-Type		Total Primary	
	<u>Activities</u>		<u>Activities</u>		<u>Government</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Land	\$84,516,298	\$84,516,298	\$5,846,780	\$5,846,780	\$90,363,078	\$90,363,078
Construction in Progress	227,150	421,272	197,949	529,641	425,099	950,913
Buildings and Improvements	13,679,071	14,017,124	5,402,356	5,552,875	19,081,427	19,569,999
Land Improvements	916,509	916,771	94,785	100,840	1,011,294	1,017,611
Infrastructure	19,341,605	20,637,341	36,596,993	36,086,372	55,938,598	56,723,713
Machinery and Equipment	475,633	573,536	233,519	282,233	709,152	855,769
Vehicles	726,408	676,294	516,596	486,459	1,243,004	1,162,753
Water System	-	-	3,507,991	3,711,826	3,507,991	3,711,826
Total Capital Assets (net of depreciation)	\$119,882,674	\$121,758,636	\$52,396,969	\$52,597,026	\$172,279,643	\$174,355,662

Additional information on the Village's capital assets can be found in note 6 on pages 50 and 51 of this report.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Long-Term Debt

At the end of the current fiscal year, the Village had total bonded and similar debt outstanding of \$33,748,421 (excluding compensated absences, other post-employment benefits and pension benefit obligation). Table #5 summarizes the Village's bonded and similar indebtedness schedule.

Table 5 Schedule of Long- term Liabilities As of April 30, 2018	Governmental		Business-Type		Total Primary	
	<u>Activities</u>		<u>Activities</u>		<u>Government</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
General Obligation	\$14,920,000	\$15,955,000	\$8,435,000	\$8,230,000	\$23,355,000	\$24,185,000
Alternate revenue source						
Build America Bonds	-	-	4,855,000	4,910,000	4,855,000	4,910,000
Capital lease	47,993	83,249	220,040	144,475	268,033	227,724
T.I.F. Alternate revenue source	3,200,000	3,380,000	-	-	3,200,000	3,380,000
Special Ad valorem tax bonds	-	900,000	-	-	-	900,000
Quarry Note Payable	127,787	135,283	-	-	127,787	135,283
Unamortized premiums / discounts	419,392	190,916	216,593	238,372	635,985	429,288
Net pension liability	8,417,552	9,858,125	148,642	283,698	8,566,194	10,141,823
Total OPEB liability*	1,048,565	998,320	81,064	77,180	1,129,629	-
Compensated absences	472,962	471,013	147,322	129,434	620,284	600,447
Total Long Term Liabilities	\$28,654,251	\$31,971,906	\$14,103,661	\$14,013,159	\$42,757,912	\$45,132,363

Additional information on the Village's debt can be found in note 7 on pages 52 through 64 of this report.

(See independent auditors' report.)

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2018

Economic Factors

Property taxes within the Village's corporate limits continue to provide a stable revenue source. The Village receives revenue from other sources including State shared revenues (income tax, sales tax, use tax), intergovernmental, grants, fines and fee for services. State shared revenues are allocated on a per-capita basis for income tax, use tax and personal property replacement tax. Sales tax is based on 1% of sales tax. Sales tax has seen a decline mainly due to increase on line sales. Additionally, the State of Illinois continues to struggle with balancing the state budgets. This year the state balanced the budget with a 10% reduction in the per-capita share.

The Village has continued to use a conservative approach with General Fund financial resources. The primary focus has been sustaining the current level of services while being more efficient in providing them. The last five fiscal years, with 2016 being the most successful, have been focused on improving fund balances for future economic downturns. Moving forward, the outlook is for moderate growth in various types of revenues and operating the organization efficiently.

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability of the money it receives. Questions regarding this report or requests for additional financial information can be directed to George Schafer, Village Administrator and Christina Smith, Finance Director, Village of Lemont, 418 Main St, Lemont, IL 60439.

VILLAGE OF LEMONT, ILLINOIS

STATEMENT OF NET POSITION

As of April 30, 2018

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 5,559,489	\$ 3,265,682	\$ 8,825,171
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	1,716,524	-	1,716,524
Sales taxes	446,070	-	446,070
Income taxes	219,441	-	219,441
Utility taxes	70,367	-	70,367
Telecommunication	113,814	-	113,814
Other taxes	120,633	-	120,633
Accounts	-	716,151	716,151
Deposits	542,685	-	542,685
Other	215,326	6,501	221,827
Due (to) from other funds	(923,000)	923,000	-
Prepays	63,245	196,807	260,052
Capital assets not being depreciated	84,743,448	6,044,729	90,788,177
Capital assets (net of accumulated depreciation)	35,139,226	46,352,240	81,491,466
Total assets	128,027,268	57,505,110	185,532,378
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding	221,033	179,923	400,956
Deferred outflows related to pensions	1,555,789	63,796	1,619,585
Total deferred outflows of resources	1,776,822	243,719	2,020,541
Total assets and deferred outflows of resources	129,804,090	57,748,829	187,552,919
LIABILITIES			
Accounts payable	385,252	124,068	509,320
Accrued payroll	208,094	37,458	245,552
Accrued interest payable	250,212	250,582	500,794
Unearned revenue	471,639	-	471,639
Deposits payable	1,101,507	150	1,101,657
Other liabilities	451,666	170,967	622,633
Noncurrent liabilities			
Due within one year	1,326,770	973,784	2,300,554
Due in more than one year	27,327,481	13,129,877	40,457,358
Total liabilities	31,522,621	14,686,886	46,209,507
DEFERRED INFLOWS OF RESOURCES			
Property taxes levied for future periods	1,716,524	-	1,716,524
Deferred inflows related to pensions	2,463,331	216,240	2,679,571
Total deferred inflows of resources	4,179,855	216,240	4,396,095
Total liabilities and deferred inflows of resources	35,702,476	14,903,126	50,605,602
NET POSITION			
Net investment in capital assets	104,491,857	38,816,782	143,308,639
Restricted for			
Highways and streets	952,857	-	952,857
Working cash:			
Nonexpendable	816,663	-	816,663
Unrestricted (deficit)	(12,159,763)	4,028,921	(8,130,842)
TOTAL NET POSITION	\$ 94,101,614	\$ 42,845,703	\$ 136,947,317

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2018

FUNCTIONS/PROGRAMS PRIMARY GOVERNMENT	Program Revenues			
	Expenses	Charges for Services	Operating Grants	Capital Grants and Contributions
Governmental Activities				
General government	\$ 4,011,167	\$ 1,877,950	\$ -	\$ 587,042
Public safety	6,215,197	299,326	-	95,313
Highways and streets	3,282,006	-	426,345	36,481
Interest	762,681	-	-	-
Total governmental activities	14,271,051	2,177,276	426,345	718,836
Business-Type Activities				
Waterworks and sewerage	5,541,733	5,200,175	113,618	-
Parking facilities	136,834	136,627	-	-
Total business-type activities	5,678,567	5,336,802	113,618	-
TOTAL PRIMARY GOVERNMENT	\$ 19,949,618	\$ 7,514,078	\$ 539,963	\$ 718,836

General Revenues

Taxes

Property taxes

Replacement tax

Utility tax

Local use tax

Other taxes

Sales tax

State shared income taxes

Investment income

Miscellaneous

Transfers

Total

CHANGE IN NET POSITION

NET POSITION, MAY 1 (AS RESTATED)

NET POSITION, APRIL 30

See accompanying notes to financial statements.

Net (Expense) Revenue and Change in Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (1,546,175)	\$ -	\$ (1,546,175)
(5,820,558)	-	(5,820,558)
(2,819,180)	-	(2,819,180)
(762,681)	-	(762,681)
(10,948,594)	-	(10,948,594)
-	(227,940)	(227,940)
-	(207)	(207)
-	(228,147)	(228,147)
(10,948,594)	(228,147)	(11,176,741)
3,525,034	-	3,525,034
29,999	-	29,999
1,289,455	-	1,289,455
419,230	-	419,230
276,925	-	276,925
1,946,094	-	1,946,094
1,670,351	-	1,670,351
15,627	37,929	53,556
430,197	-	430,197
878,934	(878,934)	-
10,481,846	(841,005)	9,640,841
(466,748)	(1,069,152)	(1,535,900)
94,568,362	43,914,855	138,483,217
\$ 94,101,614	\$ 42,845,703	\$ 136,947,317

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

As of April 30, 2018

	General	TIF/ Canal District	Road Improvement	Debt Service
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
ASSETS				
Cash and investments	\$ 3,695,455	\$ 304,468	\$ -	\$ 16,028
Receivables (net of allowances for uncollectibles)				
Property taxes	1,295,777	126,705	-	-
Sales taxes	446,070	-	-	-
Income taxes	219,441	-	-	-
Utility taxes	-	-	70,367	-
Telecommunication	-	-	113,814	-
Other taxes receivable	120,633	-	-	-
Deposits	542,685	-	-	-
Other	160,496	-	18,202	-
Due from other funds	79,130	-	300,000	-
Prepays	63,245	-	-	-
TOTAL ASSETS	\$ 6,622,932	\$ 431,173	\$ 502,383	\$ 16,028
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts payable	\$ 304,460	\$ 246	\$ 60,126	\$ -
Accrued payroll	190,357	-	-	-
Unearned revenue	308,620	-	-	-
Due to other funds	-	-	27,535	-
Other liabilities	451,666	-	-	-
Deposits payable	1,101,507	-	-	-
Total liabilities	2,356,610	246	87,661	-
DEFERRED INFLOWS OF RESOURCES				
Property taxes levied for future periods	1,295,777	126,705	-	-
Total deferred inflows of resources	1,295,777	126,705	-	-
Total liabilities and deferred inflows of resources	3,652,387	126,951	87,661	-
FUND BALANCES (DEFICITS)				
Nonspendable prepaids	63,245	-	-	-
Nonspendable working cash	-	-	-	-
Restricted for highways and streets	-	-	414,722	-
Restricted for retirement purposes	-	-	-	-
Restricted for debt service	-	-	-	16,028
Restricted for economic development	-	304,222	-	-
Unassigned (deficit)	2,907,300	-	-	-
Total fund balances (deficits)	2,970,545	304,222	414,722	16,028
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 6,622,932	\$ 431,173	\$ 502,383	\$ 16,028

See accompanying notes to financial statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,543,538	\$ 5,559,489
294,042	1,716,524
-	446,070
-	219,441
-	70,367
-	113,814
-	120,633
-	542,685
36,628	215,326
-	379,130
-	63,245
<u>\$ 1,874,208</u>	<u>\$ 9,446,724</u>

\$ 20,420	\$ 385,252
17,737	208,094
163,019	471,639
1,274,595	1,302,130
-	451,666
-	1,101,507

<u>1,475,771</u>	<u>3,920,288</u>
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<u>294,042</u>	<u>1,716,524</u>
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<u>294,042</u>	<u>1,716,524</u>
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<u>1,769,813</u>	<u>5,636,812</u>
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-	63,245
816,663	816,663
538,135	952,857
63,591	63,591
-	16,028
-	304,222
(1,313,994)	1,593,306
<u>104,395</u>	<u>3,809,912</u>

<u>\$ 1,874,208</u>	<u>\$ 9,446,724</u>
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See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

As of April 30, 2018

FUND BALANCES OF GOVERNMENTAL FUNDS	\$	3,809,912
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		119,882,674
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds		
Bonds payable		(18,120,000)
Capital lease payable		(47,993)
Note payable		(127,787)
Compensated absences		(472,962)
Net OPEB liability		(1,048,565)
Net pension liability		(8,417,552)
Deferred outflows on unamortized loss on refundings do not relate to current financial resources and are not reported in the Governmental Funds Balance Sheet		221,033
Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the Governmental Funds Balance Sheet		1,555,789
Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the Governmental Funds Balance Sheet		(2,463,331)
Issuance premiums from bond issues are shown as a liability on the statement of net position but expensed in the period in governmental funds		(455,305)
Issuance discounts from bond issues are shown as an asset on the statement of net position but expensed in the period in governmental funds		35,913
Accrued interest on long-term liabilities is shown as a liability on the statement of net position		<u>(250,212)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>94,101,614</u>

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2018

	General	TIF/ Canal District	Road Improvement	Debt Service
REVENUES				
Property taxes	\$ 2,659,945	\$ 261,248	\$ -	\$ -
Other taxes	-	-	1,289,455	-
Intergovernmental	4,479,153	-	143,415	-
Licenses and permits	1,858,535	-	-	-
Charges for services	106,480	-	-	-
Fines and forfeitures	212,261	-	-	-
Investment income	5,462	-	2,175	-
Miscellaneous	897,540	-	31,529	-
Total revenues	10,219,376	261,248	1,466,574	-
EXPENDITURES				
Current				
General government	2,921,848	65,814	-	75,093
Public safety	5,183,292	-	-	-
Highways and streets	1,026,876	-	251,487	-
Capital outlay	300,034	2,219	78,096	-
Debt service				
Principal	10,739	2,120,000	-	5,202,496
Interest and fiscal charges	1,036	201,301	-	561,685
Total expenditures	9,443,825	2,389,334	329,583	5,839,274
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	775,551	(2,128,086)	1,136,991	(5,839,274)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	42,141	-	1,463,410
Transfers (out)	(751,109)	-	(734,180)	-
Bonds issued	-	1,940,000	-	4,160,000
Bonds issuance premium	-	105,798	-	212,071
Proceeds from sale of capital assets	5,791	-	-	-
Total other financing sources (uses)	(745,318)	2,087,939	(734,180)	5,835,481
NET CHANGE IN FUND BALANCES	30,233	(40,147)	402,811	(3,793)
FUND BALANCES, MAY 1	2,940,312	344,369	11,911	19,821
FUND BALANCES, APRIL 30	\$ 2,970,545	\$ 304,222	\$ 414,722	\$ 16,028

See accompanying notes to financial statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 603,841	\$ 3,525,034
426,345	1,715,800
-	4,622,568
-	1,858,535
-	106,480
16,877	229,138
7,990	15,627
63,918	992,987
<u>1,118,971</u>	<u>13,066,169</u>
426,922	3,489,677
103,039	5,286,331
713,355	1,991,718
16,877	397,226
114,517	7,447,752
132,737	896,759
<u>1,507,447</u>	<u>19,509,463</u>
<u>(388,476)</u>	<u>(6,443,294)</u>
181,880	1,687,431
(133,208)	(1,618,497)
-	6,100,000
-	317,869
-	5,791
<u>48,672</u>	<u>6,492,594</u>
(339,804)	49,300
<u>444,199</u>	<u>3,760,612</u>
<u>\$ 104,395</u>	<u>\$ 3,809,912</u>

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

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

For the Year Ended April 30, 2018

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$	49,300
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities		107,882
Governmental funds report the proceeds on disposal of a capital asset, but only the loss is reported on the statement of activities		(12,555)
Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements		(140,800)
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds, but as a reduction of principal outstanding in the statement of activities		
Principal repayment		7,447,752
Issuance of refunding bonds		(6,100,000)
Transfer of debt to Water and Sewer Fund		810,000
In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent they require the expenditure of current financial resources.		
Net pension liability		1,440,573
Deferred outflows of resources related to pensions		(499,694)
Deferred inflows of resources related to pensions		(1,361,932)
Unamortized loss on refunding		(16,728)
Accrual of interest is reported as interest expense on the statement of activities		61,413
The increase in net other postemployment benefit liability is reported as an expense on the statement of activities		(50,245)
Premiums and discounts associated with the issuance and refunding of bonds are deferred and amortized over the life of the bonds on the statement of activities		(228,476)
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds		(1,971,289)
The increase in compensated absences payable is reported as an increase of expense on the statement of activities		<u>(1,949)</u>
 CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	 \$	 <u>(466,748)</u>

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

As of April 30, 2018

	Business-Type Activities		
	Waterworks and Sewerage	Non-Major Parking	Total
CURRENT ASSETS			
Cash and investments	\$ 3,165,748	\$ 99,934	\$ 3,265,682
Receivables (net of allowances for uncollectibles)			
Accounts - billed and unbilled	716,151	-	716,151
Other	6,501	-	6,501
Due from other funds	923,000	-	923,000
Prepaid items	190,979	5,828	196,807
Total current assets	<u>5,002,379</u>	<u>105,762</u>	<u>5,108,141</u>
NONCURRENT ASSETS			
Capital assets			
Assets not being depreciated	6,044,729	-	6,044,729
Assets being depreciated			
Cost	65,793,162	347,928	66,141,090
Accumulated depreciation	(19,497,593)	(291,257)	(19,788,850)
Total capital assets	<u>52,340,298</u>	<u>56,671</u>	<u>52,396,969</u>
Total noncurrent assets	<u>52,340,298</u>	<u>56,671</u>	<u>52,396,969</u>
Total assets	<u>57,342,677</u>	<u>162,433</u>	<u>57,505,110</u>
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding	179,923	-	179,923
Deferred outflows related to pensions	63,796	-	63,796
Total deferred outflows of resources	<u>243,719</u>	<u>-</u>	<u>243,719</u>
Total assets and deferred outflows of resources	<u>57,586,396</u>	<u>162,433</u>	<u>57,748,829</u>
CURRENT LIABILITIES			
Accounts payable	111,451	12,617	124,068
Accrued payroll	37,328	130	37,458
Accrued interest	250,582	-	250,582
Other liabilities	170,967	-	170,967
Deposits payable	150	-	150
Current portion of compensated absences payable	16,760	84	16,844
Current portion of bonds and leases payable	956,940	-	956,940
Total current liabilities	<u>1,544,178</u>	<u>12,831</u>	<u>1,557,009</u>
LONG-TERM LIABILITIES			
Bond, leases unamortized bond premium payable	12,769,693	-	12,769,693
Compensated absences payable	130,460	18	130,478
Net OPEB liability	81,064	-	81,064
Net pension liability	148,642	-	148,642
Total long-term liabilities	<u>13,129,859</u>	<u>18</u>	<u>13,129,877</u>
Total liabilities	<u>14,674,037</u>	<u>12,849</u>	<u>14,686,886</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	216,240	-	216,240
Total deferred inflows of resources	<u>216,240</u>	<u>-</u>	<u>216,240</u>
Total liabilities and deferred inflows of resources	<u>14,890,277</u>	<u>12,849</u>	<u>14,903,126</u>
NET POSITION			
Net investment in capital assets	38,760,111	56,671	38,816,782
Unrestricted	3,936,008	92,913	4,028,921
TOTAL NET POSITION	<u>\$ 42,696,119</u>	<u>\$ 149,584</u>	<u>\$ 42,845,703</u>

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended April 30, 2018

	Business-Type Activities		
	Waterworks and Sewerage	Non-Major Parking	Total
OPERATING REVENUES			
Charges for services	\$ 5,052,731	\$ 10,120	\$ 5,062,851
Licenses and permits	-	126,507	126,507
Penalties, fines and forfeitures	54,844	-	54,844
Other income	92,600	-	92,600
Total operating revenues	5,200,175	136,627	5,336,802
OPERATING EXPENSES			
Water and Sewer operations	2,208,665	-	2,208,665
Parking lot operations	-	130,911	130,911
Other	1,343,859	-	1,343,859
Depreciation and amortization	1,302,875	5,923	1,308,798
Total operating expenses	4,855,399	136,834	4,992,233
OPERATING INCOME	344,776	(207)	344,569
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental rebate	113,618	-	113,618
Interest expense	(686,334)	-	(686,334)
Investment income	37,929	-	37,929
Total nonoperating revenues (expenses)	(534,787)	-	(534,787)
NET INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	(190,011)	(207)	(190,218)
TRANSFERS			
Transfers in	91,066	-	91,066
Transfers (out)	(970,000)	-	(970,000)
Total transfers	(878,934)	-	(878,934)
CHANGE IN NET POSITION	(1,068,945)	(207)	(1,069,152)
NET POSITION, MAY 1 (as restated)	43,765,064	149,791	43,914,855
NET POSITION, APRIL 30	\$ 42,696,119	\$ 149,584	\$ 42,845,703

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2018

	Business-Type Activities		
	Waterworks and Sewerage	Non-Major Parking	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 5,471,050	\$ 142,886	\$ 5,613,936
Payments to suppliers	(2,849,799)	(100,972)	(2,950,771)
Payments to employees	(1,021,177)	(21,639)	(1,042,816)
Net cash from operating activities	1,600,074	20,275	1,620,349
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental rebate received	113,618	-	113,618
Transfers In (Out)	(878,934)	-	(878,934)
Net cash from noncapital financing activities	(765,316)	-	(765,316)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from bond issuance	890,000	-	890,000
Principal payments on long-term debt	(786,556)	-	(786,556)
Interest paid on long-term debt	(683,922)	-	(683,922)
Capital assets purchased	(997,642)	-	(997,642)
Net cash from capital and related financing activities	(1,578,120)	-	(1,578,120)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	48,259	-	48,259
Net cash from investing activities	48,259	-	48,259
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(695,103)	20,275	(674,828)
CASH AND CASH EQUIVALENTS, MAY 1	3,860,851	79,659	3,940,510
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 3,165,748	\$ 99,934	\$ 3,265,682
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 344,776	\$ (207)	\$ 344,569
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Depreciation	1,302,875	5,923	1,308,798
Changes in assets and liabilities			
Accounts receivable	270,875	6,258	277,133
Prepaid items	(22,379)	(1,373)	(23,752)
Accounts payable	(435,650)	10,034	(425,616)
Accrued payroll	9,106	113	9,219
Net OPEB liability	3,884	-	3,884
Net pension liability	(135,056)	-	(135,056)
Deferred outflows of resources related to pensions	14,220	-	14,220
Deferred inflows of resources related to pensions	200,051	-	200,051
Other liabilities	29,011	-	29,011
Compensated absences payable	18,361	(473)	17,888
NET CASH FROM OPERATING ACTIVITIES	\$ 1,600,074	\$ 20,275	\$ 1,620,349
NONCASH TRANSACTIONS			
Capital lease value	\$ 122,121	\$ -	\$ 122,121

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS

As of April 30, 2018

	<u>Police Pension Trust</u>
ASSETS	
Cash and cash equivalents	\$ 125,163
Investments	
Money market mutual funds	320,997
Corporate bonds	1,735,519
Mutual funds	11,035,526
Mortgage pools	660,456
US Government Agency & Treasury	3,408,207
Receivables	
Accrued interest	17,664
Prepaid items	<u>2,027</u>
 Total assets	 <u>17,305,559</u>
LIABILITIES	
Accounts payable	68,045
Due to primary government	<u>3,753</u>
 Total liabilities	 <u>71,798</u>
NET POSITION	
Restricted for pension benefits	<u><u>\$ 17,233,761</u></u>

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND

For the Year Ended April 30, 2018

	<u>Police Pension Trust</u>
ADDITIONS	
Contributions	
Employer contributions	\$ 820,377
Employee contributions	<u>307,243</u>
Total contributions	<u>1,127,620</u>
Investment income	
Interest and dividends	581,322
Net depreciation in fair value of investments	692,027
Less investment expense	<u>(26,057)</u>
Net investment income	<u>1,247,292</u>
Total additions	<u>2,374,912</u>
DEDUCTIONS	
Pension benefits	720,020
Administrative expenses	<u>24,764</u>
Total deductions	<u>744,784</u>
NET INCREASE	1,630,128
NET POSITION	
MAY 1	<u>15,603,633</u>
APRIL 30	<u><u>\$ 17,233,761</u></u>

See accompanying notes to financial statements.

VILLAGE OF LEMONT, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Lemont, Illinois (the Village) are in accordance with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies of the Village.

a. Reporting Entity

The Village is a municipal corporation established under Illinois Compiled Statutes (ILCS) governed by an elected Mayor and Board of Trustees. The Village was incorporated in 1873. The Village operates under a board administrator form of government and provides the following services as authorized by statute: public safety (police), emergency management, streets, water and sewer, commuter parking, public improvements, planning and zoning, financial and general administrative services. The Village has defined its reporting entity in accordance with GASB Statement No. 61. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the Village's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the Village. The Police Pension Fund is a legally separate organization from the Village. However, although legally separate, this fund is reported as a fiduciary fund of the Village, because it is fiscally dependent on the Village and administered exclusively for the benefit of the Village's police personnel.

b. Fund Accounting

The Village uses funds to report its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The general fund is used to account for all activities of the general government not accounted for in some other fund.

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

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Waterworks and Sewerage and Parking System funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Village utilizes a pension trust fund and an agency fund which are generally used to account for assets that the Village holds in a fiduciary capacity and agency funds to account for assets that the Village holds in an agent capacity.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

In June 2015, GASB issued statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions, which establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB, as well as for certain non-employer governments that have a legal obligation to provide financial support for OPEB provided to the employees of other entities. The Village was an early implementer of this statement. This standard was implemented May 1, 2017.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village reports the following major governmental funds:

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

The TIF/Canal District Fund is used to account for revenues which are restricted for the purposes of infrastructure improvements, business retention programs and principal and interest payments on bonds, notes and contracts which are obligations of the TIF/ Canal District No. 1.

The Road Improvement Fund is used to account for utility tax revenues and grant revenues for the maintenance and improvement of roads throughout the Village.

The Debt Service Fund accounts for the Village's principal and interest payments related to general governmental activities.

The Village reports the following major proprietary fund:

The Waterworks and Sewerage Fund is used to account for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operation, maintenance, financing and related debt service and billing and collection.

Additionally, the Village reports the following fiduciary funds:

The pension trust fund is used to account for activities of the Police Pension Fund, which accumulates resources for pension payment benefits to qualified police officers.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements, with the exception of agency funds (which technically have no measurement focus, but do employ the accrual basis of accounting for purposes of asset and liability recognition). Revenues and additions are recorded when earned and expenses and deductions 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 (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales and telecommunication taxes which use a 90-day period, income taxes when remittance by the state is delayed beyond the normal month and FEMA grants which use a one-year period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due. Expenditures for prepayments are recognized during the period benefitted by the prepayment (consumption method).

Property taxes, sales and telecommunication taxes owed by the state at year end, franchise taxes, licenses, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Fines and permit revenue are considered to be measurable and available only when cash is received by the Village.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures/expenses recorded. In the other, monies are virtually unrestricted as to purpose of expenditure/expense and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

The Village reports unavailable/unearned revenue on its financial statements. Unavailable/unearned revenues arise when potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unavailable/unearned revenues also arise when resources are received by the Village before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures/expenses. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability is removed from the financial statements and revenue is recognized.

e. Cash, Cash Equivalents and Investments

For purposes of reporting cash flows, the Village considers all cash on hand, demand deposits and highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

Illinois Funds, a money market mutual fund created by the Illinois State Legislature and controlled by the Illinois State Treasurer is reported at a \$1 per share value, which equals the Village's fair value in the pool.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash, Cash Equivalents and Investments (Continued)

Investments with a maturity of one year or less when purchased and all nonnegotiable certificates of deposits are recorded at cost or amortized cost. All other investments and all investments of the pension trust fund are recorded at fair value. Fair value is based on published prices on major exchanges as of April 30.

Illinois Statutes authorize the Village to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and the Illinois Funds Investment Pool.

Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran’s loans, obligations of the State of Illinois and its political subdivisions, and the Illinois insurance company general and separate accounts, mutual funds meeting certain requirements, equity securities, and corporate bonds meeting certain requirements. Pension funds with net assets in excess of \$10,000,000 and an appointed investment advisor may invest an additional portion of its assets in common and preferred stocks and mutual funds, that meet certain requirements.

The police pension fund’s investment policy, in accordance with Illinois Statutes, establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	35%	2.04% – 5.92%
Equities	65%	5.35% – 9.52%
Commodities	n/a	2.97%
Cash	n/a	(.25)%

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

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash, Cash Equivalents and Investments (Continued)

The long-term expected rates of return on the Fund's investments were provided by the investment professionals that work with the pension fund. Future real rates of return are weighted based on the target asset allocation within the Investment Policy Statement.

f. Receivables

Property taxes are levied in December of each year on all taxable real property in the Village and attach as an enforceable lien on the property as of the preceding January 1st. Property taxes receivable represent the balance due on the 2017 levy. Tax bills are prepared by the county and issued on or about February 1, 2018 (Cook County) and May 1, 2018 (DuPage and Will Counties) and are payable in two installments on or about March 1, 2018 (Cook County) or June 1, 2018 (DuPage and Will Counties) and on or about August 1, 2018 (Cook County) or September 1, 2018 (DuPage and Will Counties). The County Collector collects such taxes and remits them periodically.

Water and sewerage services are billed bi-monthly. Estimated unbilled water and sewerage services at April 30, 2018 and an allowance for amounts not expected to be collected totaling \$43,320 are included in accounts receivable.

g. Prepaid Items/Expenses

Payments to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses using the consumption method.

h. Capital Assets

Capital assets, which include property, plant, equipment and prospectively reported infrastructure assets (e.g., roads, bridges, storm sewers and similar 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 \$50,000 for infrastructure and \$10,000 for all other assets and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs, including street overlays that do not add to the value or service capacity of the asset or materially extend asset lives are not capitalized.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets (continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and improvements	50
Infrastructure	10 - 65
Land improvements	20
Machinery and equipment	5 - 30
Vehicles	5 - 7
Water and sewer systems	20 - 50

i. Compensated Absences

Vested or accumulated vacation leave and sick pay related to employees that have retired or terminated at year end but are not yet paid out is reported as an expenditure and a fund liability of the governmental fund (general fund) that will pay it. Vested and accumulated vacation leave and sick pay of the proprietary funds and governmental activities is recorded as an expense and liability as the benefits accrue to employees.

j. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts, as well as gains/losses on refundings, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recognized as expenses during the current period.

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

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Interfund Receivables/Payables

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

l. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. 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 ordinances approved by the Board that can only be changed or modified by a subsequent ordinance. Assigned fund balance represents amounts constrained by the Village’s intent to use them for a specific purpose. The Village Administrator was given the authority to assign fund balance by the board. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

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

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets. The Village reports the fund balance in the Road Improvement Fund as restricted due to enabling legislation adopted by the Village.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Use of Estimates

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

n. Deferred Outflows/Inflows of Resources

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

2. CASH AND INVESTMENTS

The Village's investment policy authorizes the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds.

Illinois Funds is an investment pool managed by the 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 rated AAAM and valued at Illinois Funds' share price, the price at which the investment could be sold.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

2. CASH AND INVESTMENTS (Continued)

In FY 2018, the Village retained Bernardi Securities, Inc. (BSI), investment advisor under the Federal Investment Advisers Act of 1940. BSI's investment strategy is in compliance with the Village's Investment policy and actively managed the Village's portfolio comprising of high grade (AAA/AA rated) taxable municipal bonds and FDIC insured Certificates of Deposits.

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

a. Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an independent third party or by the Federal Reserve Bank. As of April 30, 2018, the Village had no uninsured and uncollateralized deposits.

b. Village Investments

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period. The investment policy limits the maximum maturity length of investments to three years from the date of purchase, except if matched to anticipated cash flow requirement (e.g., bond proceeds), in which case the maximum maturity is five years, unless specifically approved by the Board of Trustees.

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
Money market mutual funds (bond funds)	\$ 3,645	\$ 3,645	\$ -	\$ -	\$ -
Negotiable certificates of deposit	148,994	99,828	49,166	-	-
Taxable Municipal Bond	1,821,340	251,048	1,570,292	-	-
TOTAL	\$1,973,979	\$ 354,521	\$1,619,458	\$ -	\$ -

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

2. CASH AND INVESTMENTS (Continued)

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village's investment policy limits this risk by allowing investment in only specific types of investments and pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisers with which the Village will do business with. The Taxable Municipal Bonds, for which ratings were available, are rated AAA to A+. Negotiable Certificates of Deposit did not have credit rating information available.

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

Concentration of credit risk - The Village's investment policy requires diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized.

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

The Village utilized the fair market valuation method for recurring fair value measurements. As of April 30, 2018, the Village's investments were measured using valuation inputs as follows:

Investment Type	Total	Level 1	Level 2	Level 3
Money market mutual fund (bond fund)	\$ 3,645	\$ 3,645	\$ -	\$ -
Negotiable certificates of deposit	148,994	-	148,994	-
Taxable municipal bond	1,821,340	-	1,821,340	-
TOTAL	\$1,973,979	\$ 3,645	\$1,973,979	\$ -

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

2. CASH AND INVESTMENTS (Continued)

c. Police Pension Fund Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Police Pension Fund's deposits may not be returned to them. The Police Pension Fund's investment policies require pledging of collateral for all bank balances in excess of federal depository insurance and flow-through FDIC insurance with the collateral held by a third-party acting as the Police Pension Fund's agent.

d. Police Pension Fund Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2018:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury securities	\$2,231,507	\$ -	\$1,054,278	\$ 427,096	\$ 750,133
U.S. Agency securities	1,176,700	154,978	1,021,722	-	-
Corporate bonds	1,735,519	-	205,867	1,529,651	-
Mortgage pools	660,456	-	-	135,467	524,989
TOTAL	\$5,804,182	\$ 154,978	\$2,281,868	\$2,092,215	\$1,275,121

Interest rate risk is the risk that changes in interest rate will adversely affect the fair value of an investment. While the Police Pension Fund policy does not specifically address interest rate risk, it limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

2. CASH AND INVESTMENTS (Continued)

d. Police Pension Fund Investments (Continued)

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

The Village utilized the fair market valuation method for recurring fair value measurements. As of April 30, 2018, the Village's investments were measured using valuation inputs as follows:

Investment Type	Total	Level 1	Level 2	Level 3
U.S. Treasury securities	\$ 2,231,507	\$ 2,231,507	\$ -	\$ -
U.S. Agency securities	1,176,700	1,176,700	-	-
Corporate bonds	1,735,519	-	1,735,519	-
Mortgage pools	660,456	-	660,456	-
Mutual funds	11,035,526	11,035,526	-	-
TOTAL	\$ 16,839,708	\$ 14,443,733	\$ 2,395,975	\$ -

The Police Pension Fund investment limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The U.S. agency obligations for which ratings were available are rated AA+

The Police Pension Fund also invests in Corporate Bonds and Negotiable Certificates of Deposit that are subject to credit risk. The Corporate Bonds, for which ratings were available, are rated AA+ to BBB. Negotiable Certificates of Deposit did not have credit rating information available.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Police Pension Fund is exposed to custodial credit risk as the broker also serves as the custodian.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At April 30, 2018, the Police Pension Fund did not have greater than 10% of its net position invested in any one security. The Police Pension Fund's investment policy does not limit the amount of the portfolio that can be invested in any one investment vehicle except for investments in other bonds and insurance accounts, which is limited to 10% of the portfolio.

For the year ended April 30, 2018, the annual money-weighted rate of return on pension plan investments, net of pension plan expense, was 8.15%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

3. RESTRICTED ASSETS

On September 29, 2014, the Illinois Metropolitan Investment Trust (IMET) was informed of defaults on certain loans believed to be guaranteed in its Convenience Fund caused by fraud on the part of First Farmer's Financial (FFF), a USDA approved lender. This resulted in an impairment in the value of the Village's IMET investments in the amount of \$117,667, for which historically the Village recognized an impairment equal to \$58,834. In FY 2018 the Village wrote off this impairment.

The Special Service Area Fund was closed on December 1, 2017. The bonds were refunded and the new source of payment is the Waterworks and Sewerage Fund. Due to this change a debt reserve fund for the bonds are no longer needed.

4. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the Village.

- The property tax lien date is January 1.
- The annual tax levy ordinance for the 2016 levy was passed on December 12, 2016.
- Property taxes for the 2018 levy are due to the County Collector in two installments:

Cook County	March 1, 2018 and August 1, 2018
DuPage County	June 1, 2018 and September 1, 2018
Will County	June 1, 2018 and September 1, 2018
- The 2018 tax levy, which will attach as an enforceable lien on property as of January 1, 2018, has not been recorded as a receivable as of April 30, 2018 as the tax has not yet been levied by the Village, and will not be levied until December 2018 and, therefore, the levy is not measurable at April 30, 2018.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

5. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS
Individual fund interfund receivables/payables are as follows:

Receivable Fund	Payable Fund	Amount
Major Governmental - Road Improvement Fund	Non-Major Governmental – Gateway Property Acquisition Fund	\$ 300,000
Enterprise Fund - Waterworks & Sewerage Fund	Non-Major Governmental – Gateway Property Acquisition Fund	673,000
Enterprise Fund- Waterworks & Sewerage Fund	Non-Major Governmental- Gateway TIF	250,000
Major Governmental – General Fund	Major Governmental- Road Improvement Fund	27,535
Major Governmental – General Fund	Non-Major Governmental – Gateway Property Acquisition Fund	8,328
Major Governmental – General Fund	Non-Major-Governmental- Gateway TIF District	16,377
Major Governmental – General Fund	Non-Major-Governmental- Main/Archer TIF	26,890
TOTAL		<u>\$ 1,302,130</u>

The purposes of the interfund receivables/payables are as follows:

- \$300,000 due to the Road Improvement Fund from the Gateway Property Acquisition Fund is a short term loan to be repaid upon receipt of incremental tax revenue.
- \$673,000 due to the Waterworks and Sewerage Fund from the Gateway Property Acquisition Fund is a short term loan to be repaid upon receipt of incremental tax revenue.
- \$250,000 due to the Waterworks and Sewerage Fund from the TIF/Gateway Fund is a short-term loan to be repaid upon receipt of tax revenue.
- \$27,535 due to General Fund from Road Improvement Fund is a short-term advance.
- \$8,328 due to General Fund from Gateway Property Acquisition Fund is a short-term advance.
- \$16,377 due to General Fund from Gateway TIF district is a short-term advance.
- \$26,890 due to General Fund from Main/Archer TIF is a short-term advance.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

5. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (Continued)

Individual fund transfers are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 751,109
Debt Service	1,463,410	-
TIF/Canal District	42,141	-
Road Improvement	-	734,180
Waterworks and Sewage	91,066	970,000
Non-Major Governmental	181,880	133,208
Governmental Activities – Transfer of Debt	810,000	-
	<u>\$ 2,588,497</u>	<u>\$ 2,588,497</u>
TOTAL – FUND FINANCIAL STATEMENTS		
Less: Fund Eliminations	<u>(1,709,563)</u>	<u>(1,709,563)</u>
TOTAL TRANSFER – GOVERNMENT-WIDE STATEMENT OF ACTIVITIES	<u>\$ 878,934</u>	<u>\$ 878,934</u>

The purposes of individual fund transfers are as follows:

- \$1,463,410 transferred to Debt Service Fund from the General Fund (\$729,230) and the Road Improvement Fund (\$734,180) to fund debt payments. The transfers will not be repaid.
- \$810,000 transferred to Waterworks and Sewage Fund from Governmental Activities is related to the closure of the SSA Fund and the assumption of the related SSA debt by the Waterworks and Sewage Fund.
- Other transfers are used to allocate funds for expenses paid on behalf of another fund, or transfer revenues to the fund that statute or budget requires expending them.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

6. CAPITAL ASSETS

The following is a summary of capital asset activity during the fiscal year:

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$84,516,298	\$ -	\$ -	\$84,516,298
Construction in Progress	421,272	81,134	275,256	227,150
Total Capital Assets not Being Depreciated	84,937,570	81,134	275,256	84,743,448
Capital Assets Being Depreciated				
Buildings and Improvements	17,003,655	-	-	17,003,655
Land Improvements	1,556,895	78,990	-	1,635,885
Infrastructure	78,929,489	-	-	78,929,489
Machinery and Equipment	11,726,707	21,203	-	11,747,910
Vehicles	1,346,613	201,811	100,390	1,448,034
Total Capital Assets Being Depreciated	110,563,359	302,004	100,390	110,764,973
Less Accumulated Depreciation for				
Buildings and Improvements	2,986,530	338,054	-	3,324,584
Land Improvements	640,124	79,252	-	719,376
Infrastructure	58,292,148	1,295,736	-	59,587,884
Machinery and Equipment	11,153,174	119,103	-	11,272,277
Vehicles	670,317	139,144	87,835	721,626
Total Accumulated Depreciation	73,742,293	1,971,289	87,835	75,625,747
Total Capital Assets Being Depreciated, Net	36,821,066	(1,669,285)	87,835	35,139,226
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$121,758,636	\$(1,371,552)	\$504,410	\$119,882,674

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

6. CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
BUSINESS-TYPE ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$5,846,780	\$ -	\$ -	\$5,846,780
Construction in Progress	529,641	934,600	1,266,292	197,949
Total Capital Assets not Being Depreciated	<u>6,376,421</u>	<u>934,600</u>	<u>1,266,292</u>	<u>6,044,729</u>
Capital Assets Being Depreciated				
Infrastructure	48,350,551	1,266,292	-	49,616,843
Water system	6,103,344	-	-	6,103,344
Buildings and improvements	7,507,300	-	-	7,507,300
Land improvements	339,642	-	-	339,642
Vehicle	1,490,551	163,121	18,125	1,635,547
Machinery and equipment	927,394	11,020	-	938,414
Total Capital Assets Being Depreciated	<u>64,718,782</u>	<u>1,440,433</u>	<u>18,125</u>	<u>66,141,090</u>
Less Accumulated Depreciation for				
Infrastructure	12,264,179	755,671	-	13,019,850
Water system	2,391,520	203,833	-	2,595,353
Buildings and improvements	1,954,425	150,519	-	2,104,944
Land improvements	238,802	6,055	-	244,857
Vehicle	1,004,092	132,984	18,125	1,118,951
Machinery and equipment	645,159	59,736	-	704,895
Total Accumulated Depreciation	<u>18,498,177</u>	<u>1,308,798</u>	<u>18,125</u>	<u>19,788,850</u>
Total Capital Assets Being Depreciated, Net	<u>46,220,605</u>	<u>131,635</u>	<u>-</u>	<u>46,352,240</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$52,597,026</u>	<u>\$1,066,235</u>	<u>\$1,266,292</u>	<u>\$52,396,969</u>

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

GOVERNMENTAL ACTIVITIES	
General Government	\$ 239,278
Public Safety	1,402,296
Highways and Streets, including depreciation of general infrastructure assets	<u>329,715</u>
TOTAL DEPRECIATION EXPENSE – GOVERNMENTAL ACTIVITIES	<u>\$1,971,289</u>
BUSINESS-TYPE ACTIVITIES	
Waterworks and Sewerage	\$ 1,302,875
Parking Facilities	<u>5,923</u>
TOTAL DEPRECIATION EXPENSE – BUSINESS-TYPE ACTIVITIES	<u>\$ 1,308,798</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT

a. Governmental Activities

The following is a summary of changes in general long-term debt reported in the governmental activities of the Village for the year ended April 30, 2018:

	Restated Balance May 1	Additions	Repayments	Balance April 30	Current Portion
General Obligation					
Alternate Revenue Source	\$15,955,000	\$ 4,160,000	\$ 5,195,000	\$14,920,000	\$ 970,000
Bonds					
TIF General					
Obligation Alternate					
Revenue Source Bonds	3,380,000	1,940,000	2,120,000	3,200,000	210,000
Special Ad Valorem Tax					
Bonds	900,000	-	900,000	-	-
Quarry Note Payable	135,283	-	7,496	127,787	8,200
Unamortized Issuance					
Premiums/discounts	190,916	317,869	89,393	419,392	-
Total OPEB liability*	998,320	63,975	13,730	1,048,565	-
Net pension liability**	9,858,125	638,595	2,079,168	8,417,552	-
Capital lease	83,249	-	35,256	47,993	36,573
Compensated Absences*	471,013	119,703	117,754	472,962	101,997
TOTAL GOVERNMENTAL ACTIVITIES LONG- TERM DEBT	\$31,971,906	\$ 7,240,142	\$10,557,797	\$28,654,251	\$1,326,770

* These are normally liquidated by the Village's general fund. Implementation of GASB 75 causes the OPEB to be restated.

** The IMRF net pension liability is liquidated out of the funds in which related active employee salaries are charged and out of the IMRF Fund for active employees charged to the General Fund and retirees. The Police net pension liability is supported by the General Fund.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

b. Governmental Activities General Obligation Alternate Revenue Source Bonds

Governmental activities General Obligation Alternate Revenue Source Bonds payable at April 30, 2018 is comprised of the following issues:

	Balance May 1	Issuances	Repayments	Balance April 30	Current Portion
2007A General Obligation Alternate Revenue Source Bonds	\$ 3,095,000	\$ -	\$ 3,095,000	\$ -	\$ -
2008 General Obligations Alternate Revenue Source Bonds	1,510,000	-	1,510,000	-	-
2012A General Obligation Alternate Revenue Source Bonds	3,105,000	-	165,000	2,940,000	170,000
2012B General Obligations Alternate Revenue Source Bonds	3,840,000	-	325,000	3,515,000	330,000
2014A General Obligations Alternate Revenue Source Bonds	780,000	-	90,000	690,000	90,000
2014B General Obligations Alternate Revenue Source Bonds	960,000	-	-	960,000	30,000
2015B General Obligations Alternate Revenue Source Bonds	2,665,000	-	10,000	2,665,000	10,000
2017A General Obligations Alternate Revenue Source Bonds	-	4,160,000	-	4,160,000	340,000
TOTAL GENERAL OBLIGATION ALTERNATE REVENUE SOURCE BONDS	\$ 15,955,000	\$ 4,160,000	\$ 5,195,000	\$ 14,920,000	\$ 970,000

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

b. Governmental Activities General Obligation Alternate Revenue Source Bonds
(Continued)

General Obligation Alternate Revenue Source Bonds, Series 2007A dated December 15, 2007, payable from utility and income taxes payable to the Village. The bonds were partially refunded during the current fiscal year with proceeds from the General Obligation Alternate Revenue Source Bonds, Series 2015B and 2017A.

General Obligation Alternate Revenue Source Bonds, Series 2008 dated January 25, 2008, payable from utility and income taxes payable to the Village. The bonds are due in annual installments of \$55,000 to \$125,000 through December 1, 2032, with interest ranging from 3.00% to 4.20%, payable each June 1 and December 1 and are being paid by the Debt Service Fund. The bonds were partially refunded during the current fiscal year with proceeds from the General Obligation Alternate Revenue Source Bonds, Series 2017A.

General Obligation Alternate Revenue Source Bonds, Series 2012A dated January 26, 2012, payable from sales and income taxes payable to the Village. The bonds are due in annual installments of \$155,000 to \$265,000 through January 1, 2031, with interest ranging from 2.50% to 4.00%, payable each January 1 and July 1 and are being paid by the Debt Service Fund.

General Obligation Alternate Revenue Source Bonds, Series 2012B dated January 26, 2012, payable from sales and income taxes payable to the Village. The bonds were restructured during the current fiscal year in conjunction with the issuance of General Obligation Alternate Revenue Source Bonds, Series 2014B. The bonds are due in annual installments of \$325,000 to \$460,000 through January 1, 2027, with interest ranging from 3.00% to 4.75%, payable each January 1 and July 1 and are being paid by the Debt Service Fund.

General Obligation Alternate Revenue Source Bonds, Series 2014A dated September 3, 2014, payable from sales taxes payable to the Village. The bonds are due in annual installments of \$90,000 to \$105,000 through December 1, 2024, with interest ranging from 2.00% to 3.00%, payable each December 1 and June 1 and are being paid by the Debt Service Fund. The proceeds were used to refund the General Obligation Alternate Revenue Source Bonds, Series 2005A.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

b. Governmental Activities General Obligation Alternate Revenue Source Bonds
(Continued)

General Obligation Alternate Revenue Source Bonds, Series 2014B dated September 3, 2014, payable from sales and income taxes payable to the Village. The bonds are due in annual installments of \$30,000 to \$175,000 through December 1, 2026, with interest ranging from 3.00% to 4.00%, payable each December 1 and June 1 and are being paid by the Debt Service Fund. A portion of the proceeds was used in the restructuring of General Obligation Alternate Revenue Source Bonds, Series 2012B.

General Obligation Alternate Revenue Source Bonds, Series 2015B dated July 23, 2015, issued \$2,690,000 with an average coupon rate of 3.98% to refund \$3,095,000 of outstanding Series 2007A general obligation alternative revenue source bonds with an average coupon rate of 5.00% and \$1,510,000 of outstanding Series 2008 with a average coupon rate of 4.20%. The net proceeds along with existing funds of the Village were used to prepay the outstanding debt.

General Obligation Alternate Revenue Source Bonds, Series 2017A dated December 1, 2017, issued \$4,160,000 with an average coupon rate of 3.27% to refund \$2,845,000 of outstanding Series 2007A general obligation alternative revenue source bonds with an average coupon rate of 5.00% and \$1,440,000 of outstanding Series 2008 with an average coupon of 4.112%. The net proceeds along with existing funds of the Village were used to prepay the outstanding debt.

The cash flow requirements on the refunded debt prior to the current refunding was \$5,761,922 from December 1, 2017 through December 1, 2032. The cash flow requirements on the Series 2017A refunding bonds are \$5,367,542 from December 1, 2018 through December 1, 2032. The current refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$345,525.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

c. TIF General Obligation Alternate Revenue Source Bonds

The Village also issues bonds and obligations where the Village pledges incremental tax income derived from a separately created tax increment financing district (TIF). The Village TIF obligations include General Obligation Alternate Revenue Source Bonds.

The Village's outstanding TIF General Obligation Alternate Revenue Source Bonds payable at April 30, 2018 are comprised of the following issues:

	Balance May 1	Issuances	Repayments	Balance April 30	Current Portion
2007 General Obligations Alternate Revenue Source Bonds	\$ 700,000	\$ -	\$ 700,000	\$ -	\$ -
2010 General Obligations Alternate Revenue Source Bonds	1,520,000	-	1,410,000	110,000	55,000
2015C General Obligations Alternate Revenue Source Bonds	1,160,000	-	10,000	1,150,000	10,000
2017B General Obligations Alternative Revenue Source Bonds	-	1,940,000	-	1,940,000	145,000
TOTAL TIF ALTERNATE REVENUE SOURCE BONDS	\$ 3,380,000	\$ 1,940,000	\$ 2,120,000	\$ 3,200,000	\$ 210,000

TIF General Obligation Alternate Revenue Source Bonds, Series 2007 dated August 6, 2007, payable from sales taxes and incremental taxes derived from the project area and payable to the Village. The bonds are due in annual installments of \$50,000 to \$200,000 through December 1, 2027, with interest ranging from 3.90% to 5.00%, payable each June 1 and December 1 and are being paid by the TIF Downtown Canal Fund. The bonds were refunded with proceeds from the General Obligation Alternate Revenue Source Bonds, Series 2015C and 2017B.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

c. Tax Increment Financing General Obligations (Continued)

TIF General Obligation Alternate Revenue Source Bonds, Series 2010 dated March 10, 2010, payable from sales, income, and incremental taxes derived from the project area and payable to the Village. The bonds are due in annual installments of \$45,000 to \$320,000 through December 1, 2029, with interest ranging from 1.35% to 4.40%, payable each June 1 and December 1 and are being paid by the TIF Downtown Canal Fund. The bonds were refunded with proceeds from the General Obligation Alternate Revenue Source Bonds, Series 2017B.

General Obligation Alternate Revenue Source Bonds, 2015C dated July 23, 2015 for \$1,180,000, with an average coupon rate of 3.15% to refund \$1,065,000 of outstanding bonds with an average coupon rate of 5.00%. The net proceeds along with existing funds of the Village were used to prepay the outstanding debt.

General Obligation Alternate Revenue Source Bonds, Series 2017B dated December 1, 2017, issued \$1,940,000 with an average coupon rate of 3.484% to refund \$700,000 of outstanding Series 2007 general obligation alternative revenue source bonds with an average coupon rate of 5.00% and \$1,360,000 of outstanding Series 2010 with an average coupon of 4.40%. The net proceeds along with existing funds of the Village were used to prepay the outstanding debt.

The cash flow requirements on the refunded debt prior to the current refunding was \$2,847,665 from December 1, 2017 through December 1, 2029. The cash flow requirements on the Series 2017B refunding bonds are \$2,734,397 from December 1, 2017 through December 1, 2029. The current refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$98,640.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

d. Business-Type Activities/Enterprise Fund Long-Term Debt

The following is a summary of changes in business-type activities long-term debt of the Village for the year ended April 30, 2018:

	As Restated			Balance	Current
	Balance	Issuances	Repayments	April 30	Portion
	May 1				
2010A General Obligation Build America Bonds	\$ 4,910,000	\$ -	\$ 55,000	\$ 4,855,000	\$ 30,000
2012C General Obligation Alternate Revenue Source Bonds	2,950,000	-	375,000	2,575,000	410,000
2015A General Obligation Alternate Revenue Source Bonds	5,280,000	-	310,000	4,970,000	315,000
2017C General Obligation Refunding Bonds	-	890,000	-	890,000	115,000
Unamortized issuance premium	238,372	-	21,779	216,593	
Capital lease	144,475	122,121	46,556	220,040	86,940
Total OPEB liability	77,180	4,945	1,061	81,064	-
Net pension liability	283,698	-	135,056	148,642	-
Compensated absences	129,434	34,381	16,493	147,322	16,844
TOTAL ENTERPRISE FUND	\$14,013,159	\$1,051,447	\$ 960,945	\$ 14,103,661	\$973,784

Total enterprise fund/business-type activities bonded debt payable at April 30, 2018 is comprised of the following issues:

General Obligation Alternate Revenue Source Bonds, Series 2010A (Build America Bonds), payable from sales and income taxes payable to the Village. The bonds are due in annual installments of \$90,000 to \$760,000 through December 1, 2030, with interest ranging from 4.60% to 7.25% payable each June 1 and December 1. The Village is eligible to receive 35% interest subsidy payments in accordance with the provisions of the Build America Bonds under the American Recovery and Reinvestment Act of 2009.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

d. Business-Type Activities/Enterprise Fund Long-Term Debt (Continued)

General Obligation Alternate Revenue Source Bonds, Series 2012C, payable from user fees generated in the Water Fund. These bonds are reported in the Water Fund since the intent of the Village is to use water revenues to abate the tax levy authorized for repayment of this obligation. The bonds are due in annual installments of \$40,000 to \$425,000 through December 1, 2025, with interest ranging from 2.00% to 2.60% payable each June 1 and December 1.

General Obligation Alternate Revenue Source Bonds, Series 2015A, payable from user fees generated in the Water Fund. These bonds are reported in the Water Fund since the intent of the Village is to use water revenues to abate the tax levy authorized for repayment of this obligation. The bonds are due in annual installments of \$300,000 to \$470,000 through December 1, 2025, with interest ranging from 2.00% to 4.00% payable each June 1 and December 1.

General Obligation Refunding Bonds (Waterworks and Source Sewerage Alternate Revenue Source) Series 2017C, payable from user fees generated in the Water Fund. These bonds are reported in the Water Fund since the intent of the Village is to use water revenues to abate the tax levy authorized for repayment of this obligation. The bonds are due in annual installments of \$115,000 to \$135,000 through December 1, 2024, with interest ranging from 1.25% to 2.20% payable each June 1 and December 1.

e. Alternate Revenue Source Bond Disclosures

The amount of pledges remaining as of April 30, 2018 is as follows:

Debt Issue	Fund	Pledge Remaining	Commitment End Date
2012A	Sales/use and general obligation	\$3,863,600	1/01/2032
2012B	Sales/use, general obligation, Gateway TIF	4,339,890	1/01/2027
2014A	Sales/use taxes	774,000	12/01/2024
2014B	Sales/use/income, general obligation, Gateway TIF	1,194,750	12/01/2026
2015B	Sales/use/income, general obligation, Gateway TIF	3,962,395	12/01/2032
2017A	Utility Taxes & Revenue Sharing Receipts	5,041,246	12/01/2032
TIF 2010	TIF levy, sales/use and income taxes	115,940	12/01/2029
TIF 2015C	TIF levy, sales/use	1,419,685	12/01/2027
TIF 2017B	TIF levy, sale/use and income taxes	2,433,337	12/01/2029
W&S 2010	Water & sewerage revenue, sales/use and income taxes	7,079,116	12/01/2030
W&S 2012	Water and sewerage revenues	2,817,460	12/01/2024
W&S 2015A	Water & sewerage revenue and sales/use taxes	6,353,200	12/01/2031
W&S 2017C	Water & sewerage revenue and sales/use taxes	966,563	12/01/2024

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

e. Alternate Revenue Source Bond Disclosures (Continued)

A comparison of the pledged revenues collected and the related principal and interest expenditure for fiscal year 2018 is as follows:

Debt Issue	Pledged Revenue Source	Pledged Revenue	Principal and Interest Paid	Estimated % of Revenue Pledged
2012A	Sales/use and general obligation	2,959,805	277,000	9.36
2012B	Sales/use, general obligation, Gateway TIF	2,403,257	484,920	20.18
2014A	Sales/use taxes	4,073,608	111,600	2.74
2014B	Sales/use, general obligation, Gateway TIF	2,365,323	37,000	1.56
-127498	Sales/use, general			
2015B	Obligation, Gateway TIF	4,073,608	115,430	0.94
2017A	Sales/use, general obligation and income tax	5,041,246	-	-
TIF 2010	TIF levy, sales and income taxes	4,296,922	81,854	1.90
TIF 2015C	TIF levy, sales/use	2,626,571	45,630	1.74
TIF 2017B	TIF levy, sales use and income	4,296,922		0.00
W&S2010A	Water & sewerage revenue, sales/use and income taxes	9,118,840	403,122	4.42
W&S2012C	Water & sewerage net revenue, corporate property tax and income taxes	9,118,840	445,004	4.88
W&S2015A	Water & sewerage revenue and sales/use taxes	9,118,840	266,131	2.92
W&S2017C	Water & sewerage revenue and sales/use taxes	9,118,840	-	0.00

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

f. Debt Service to Maturity

Fiscal Year	Governmental Activities Outstanding Debt		Outstanding Debt	
	Alternate Rev Bonds		TIF Alternate Rev Bonds	
	Principal	Interest	Principal	Interest
2019	970,000	552,661	210,000	96,312
2020	1,000,000	522,105	215,000	90,735
2021	1,090,000	489,095	220,000	87,525
2022	1,135,000	452,785	230,000	83,110
2023	1,195,000	414,120	230,000	78,495
2024	1,250,000	371,535	240,000	72,745
2025	1,290,000	326,075	245,000	66,220
2026	1,250,000	278,190	255,000	59,555
2027	1,300,000	230,715	255,000	50,405
2028	685,000	177,600	485,000	42,700
2029	745,000	150,200	300,000	24,600
2030	775,000	120,400	315,000	12,600
2031	805,000	89,400	-	-
2032	835,000	57,200	-	-
2033	595,000	23,800	-	-
TOTAL	\$ 14,920,000	\$ 4,255,881	\$ 3,200,000	\$ 765,002

Fiscal Year	Outstanding Debt Purchase Money Mortgage Quarry	
	Principal	Interest
	2019	8,200
2020	8,577	5,193
2021	8,971	4,799
2022	9,383	4,387
2023	9,814	3,956
2024	10,265	3,505
2025	10,737	3,033
2026	11,230	2,540
2027	11,746	2,024
2028	12,285	1,484
2029	12,850	920
2030	13,729	330
TOTAL	\$ 127,787	\$ 37,741

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

f. Debt Service to Maturity (Continued)

Fiscal Year	Business-Type		Totals	
	Alternate	Rev Total	Principal	Interest
	Principal	Interest	Principal	Interest
2019	870,000	601,240	2,058,200	1,255,783
2020	900,000	579,533	2,123,577	1,197,566
2021	925,000	553,895	2,243,971	1,135,314
2022	945,000	516,080	2,319,383	1,067,402
2023	975,000	491,255	2,409,814	996,366
2024	1,000,000	465,380	2,500,265	919,105
2025	1,020,000	439,305	2,565,737	837,603
2026	995,000	399,450	2,511,230	739,735
2027	1,035,000	339,825	2,601,746	622,969
2028	1,080,000	277,788	2,262,285	499,572
2029	1,135,000	212,975	2,192,850	388,695
2030	1,180,000	144,825	2,283,729	278,155
2031	1,230,000	73,900	2,035,000	163,300
2032	-	-	835,000	57,200
2033	-	-	595,000	23,800
TOTAL	\$ 13,290,000	\$ 5,123,940	\$ 31,537,787	\$ 10,182,564

g. Special Service Area Ad Valorem Bonds

During the fiscal year ended April 30, 1997, the Village issued \$1,430,000 Special Service Area No. 1 bonds, dated May 1, 2009. The bonds are payable from the special service area taxes levied upon the properties located in the special service areas. The Village reserves the right to apply incremental property taxes derived from a tax increment finance redevelopment project area that overlaps the Special Service Area. With the closure of the Special Service Area Fund, these bonds have been transferred to the Water/Sewer Fund, which has assumed the liability.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

h. Quarry Note Payable

The Village entered into a purchase money mortgage note on March 19, 2015. The note is to purchase quarry property for \$150,000. The note is payable in monthly installments through April 30, 2030, with an interest rate of 4.4%, and will be paid out of the Debt Service Fund. The outstanding balance due at April 30, 2018 was \$127,787.

i. Capital Leases

The Village entered into a capital lease arrangement on August 1, 2014 to purchase a 2015 International Truck for use by the building department and public works. The cost of this truck is shared between the General Fund and the Waterworks and Sewerage Fund. Total assets purchased under this agreement are \$137,495. Payments of \$23,552 are due in 5 annual installments.

The Village entered into a capital lease arrangement on April 24, 2015 to purchase and upgrade multiple camera systems operated by Village Departments. Total assets purchased under this agreement are \$122,777. Payments of \$26,519 are due in 4 annual installments.

The Village entered into a capital lease arrangement on April 10, 2017 to purchase a 2017 Peterbilt Truck for use by the public works and water departments. The cost of the truck is paid from the Waterworks and Sewerage Fund. Total assets purchased under this agreement are \$149,241. Payments of \$39,698 are due in three annual installments after the initial \$38,000.

The Village entered into a capital lease arrangement on March 20, 2018 to purchase a 2018 Peterbilt Truck for use by the public works and water departments. The cost of the truck is paid from the Waterworks and Sewerage Fund. Total assets purchased under this agreement are \$163,121. Payments of \$44,720 are due in three annual installments after the initial \$30,000.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

7. LONG-TERM DEBT (Continued)

k. Capital Leases (Continued)

Obligations under capital leases, including future interest payments, at April 30, 2018 were as follows:

<u>Fiscal Year Ending April 30,</u>	<u>General Fund</u>	<u>Waterworks and Sewerage Fund</u>
2019	\$ 38,295	\$ 96,195
2020	11,776	96,195
2021	-	44,721
Total minimum lease payments	<u>50,071</u>	<u>237,111</u>
Less amount representing interest costs	<u>(2,078)</u>	<u>(17,071)</u>
 TOTAL	 <u>\$ 47,993</u>	 <u>\$ 220,040</u>

l. Legal Debt Margin

The maximum total bonded indebtedness the Village is legally allowed to have outstanding at any one time is established by State statute. The limit as of April 30, 2018, which is the latest information available, was computed as follows:

Assessed valuation – 2017 tax year	\$ <u>677,184,791</u>
Statutory debt limit (8.625% of assessed value)	\$ 58,407,188
General obligation bonds outstanding	<u>(0)</u>
 Legal debt margin	 \$ <u>58,407,188</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

8. RISK MANAGEMENT

Intergovernmental Risk Management Agency. The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; employee health; and injuries to the Village's employees. To insure against the potential losses, the Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois, which have formed an association under the Illinois Intergovernmental Cooperation Statute, to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$1,000 of each occurrence for years prior to 2004 and \$2,500 for each occurrence in 2004 and subsequent years. Beginning in 2005, members were given the option to assume higher deductibles. The current deductible is \$25,000. IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

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

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

Settled claims have not exceeded coverage for the past three years. There was no significant reduction in coverage from the prior year.

Southwest Agency for Health Management. The Village is a participant in the Southwest Agency for Health Management (SWAHM), which provides medical, dental, and life insurance benefits to Village employees. SWAHM is a sub-pool of the Intergovernmental Personnel Benefit Cooperative (IPBC). The member agreement provides that SWAHM will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$75,000 per occurrence. The Village contributes \$104,489 on a monthly basis to meet its obligations to SWAHM and IPBC. The members have a contractual obligation to fund any deficits. There were no supplemental contributions paid in the previous three years.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

8. RISK MANAGEMENT (Continued)

One representative from each member serves on the Board of IPBC. The president of SWAHM serves as the representative to IPBC. Each member has one vote on the Board. None of the members of SWAHM or IPBC have any direct equity interest in the agencies.

Settled claims have not exceeded coverage for the past three years. There was no significant reduction in coverage from the prior year.

Effective July 1, 2018 the Village of Lemont will leave SWAHM and IPBC to join a new pool, Government Insurance Network (GIN). The pool will provide medical, dental, and life insurance benefits to Village employees.

9. COMMITMENTS AND CONTINGENCIES

a. Litigation

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

b. Grants

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

c. Construction

As of April 30, 2018, the Village is committed to approximately \$556,865 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; the Police Pension Plan, a single-employer pension plan (collectively the Pension Plans). The benefits, benefit levels, employee contributions, and employer contributions for the plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police Pension Plan does not issue separate financial statements. IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

a. Illinois Municipal Retirement Fund

Plan description. All employees (other than those covered by the Police Pension plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF has a two tier plan. Members who first participated in IMRF or an Illinois Reciprocal System prior to January 1, 2011 participate in Tier 1. All other members participate in Tier 2. For Tier 1 participants, pension benefits vest after 8 years of service. Participating members 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% of their final rate of earnings (average of the highest 48 consecutive months' earnings during the last 10 years) for credited service up to 15 years and 2% for each year thereafter.

For Tier 2 participants, pension benefits vest after 10 years of service. Participating members 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% of their final rate of earnings (average of the highest 96 consecutive months' earnings during the last 10 years, capped at \$106,800) for credited service up to 15 years and 2% for each year thereafter. However, an employee's total pension cannot exceed 75% of their final rate of earnings. If an employee retires after 10 years of service between the ages of 62 and 67, and has less than 30 years of service credit, the pension will be reduced by 1/2% for each month that the employee is under the age of 67. If an employee retires after 10 years of service between the ages of 62 and 67, and has between 30 and 35 years of service credit, the pension will be reduced by the lesser of 1/2% for each month that the employee is under the age of 67 or 1/2% for each month of service credit less than 35 years. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)
 As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (Continued)

Plan membership. At December 31, 2017, the measurement date, membership in the plans were as follows:

Retirees and beneficiaries	41
Inactive, non-retired members	31
Active members	43
	<hr/>
Total	115
	<hr/>

Contributions. As set by statute, Village employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's actuarially determined contribution rate for calendar year 2017 was 12.76% of annual covered payroll. The Village contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

Summary of Significant Accounting Policies. For purposes of measuring the net pension liability/(asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of IMRF and additions to/deductions from IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)
 As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions. The total pension liability for IMRF was determined by an actuarial valuation performed as of December 31, 2017 using the following actuarial methods and assumptions:

Actuarial cost method	Entry age normal
Asset valuation method	Market value
Actuarial assumptions	
Investment rate of return	7.50%
Inflation	2.75%
Salary increases	3.75% to 14.50%, Including inflation
Price inflation	2.75%

Mortality. For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). 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 projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (Continued)

Long-Term Expected Real Rate of Return. The long-term expected rate of return on pension plan investments was determined using an asset allocation study in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce long-term expected rate of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Projected Returns/Risks	
		One Year Arithmetic	Ten Year Geometric
Equities	37.00%	8.30%	6.85%
International equities	18.00%	8.45%	6.75%
Fixed income	28.00%	3.05%	3.00%
Real estate	9.00%	6.90%	5.75%
Alternatives	7.00%		
Private equity		12.45%	7.35%
Hedge funds		5.35%	5.05%
Commodities		4.25%	2.65%
Cash equivalents	1.00%	2.25%	2.25%

Discount rate. The discount rate used to measure the total pension liability for IMRF was 7.50%, the same as the prior year valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at a rate equal to the difference between the actuarially determined contribution rate and the member rate. Based on those assumptions, the 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 investments of 7.50% was applied to all periods of projected benefits to determine the total pension liability.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (Continued)

Discount rate sensitivity. The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 7.50% as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 16,336,991	\$ 14,273,544	\$ 12,596,675
Plan fiduciary net position	13,055,137	13,055,137	13,055,137
Net pension liability	<u>\$ 3,281,854</u>	<u>\$ 1,218,407</u>	<u>\$ (458,462)</u>

Changes in net pension liability/(asset). The Village's changes in net pension liability/(asset) for the calendar year ended December 31, 2017 were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) – (b)
Balances at December 31, 2016	\$ 14,383,209	\$ 11,770,955	\$2,612,254
Service cost	320,718	-	320,718
Interest on total pension liability	1,071,252	-	1,071,252
Differences between expected and actual experience of the total pension liability	(489,086)	-	(489,086)
Change of assumptions	(492,132)	-	(492,132)
Benefit payments, including refunds of employee contributions	(520,417)	(520,417)	-
Contributions – employer	-	363,864	(363,864)
Contributions – employee	-	128,322	(128,322)
Net investment income	-	1,984,910	(1,984,910)
Other (net transfer)	-	(672,497)	672,497
Balances at December 31, 2017	<u>\$ 14,273,544</u>	<u>\$ 13,055,137</u>	<u>\$ 1,218,407</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (Continued)

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions. For the year ended April 30, 2018, the Village recognized pension expense of \$778,244. The Village reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference between expected and actual experience	\$39,231	\$ 460,507
Assumption changes	7,198	409,275
Net difference between projected and actual earnings on pension plan investments	347,135	902,693
Contributions subsequent to the measurement date	<u>133,743</u>	<u>-</u>
Total	<u>\$ 527,407</u>	<u>\$ 1,772,475</u>

The amounts reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending April 30, 2018. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$1,378,911) will be recognized in pension expense as follows:

Year Ending December 31,	<u>Amount</u>
2018	\$ (301,357)
2019	(296,469)
2020	(418,797)
2021	<u>(362,288)</u>
Total	<u>\$ (1,378,911)</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

b. Police Pension Plan

Plan description. Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

As provided for in the Illinois Compiled Statutes, the Plan provides retirement benefits as well as death and disability benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011 and Tier 2 is for employees hired after that date. The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

Tier 1 – Covered 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 on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 – Covered employees attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly pension of 2.5% of the final average salary for each year of creditable service. The salary is initially capped at \$106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced retirement benefit. The monthly pension of a police shall be increased annually on the January 1 occurring either on or after the attainment of age 60 or the first anniversary of the pension start date, whichever is later. Each annual increase shall be calculated at 3% or one half the annual unadjusted percentage increase in the CPI, whichever is less.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)
 As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

b. Police Pension Plan (Continued)

Plan membership. At May 1, 2017, the actuarial valuation date, the Police Pension Plan membership consisted of:

Retirees and beneficiaries	12
Inactive, non-retired members	1
Active members	<u>27</u>
Total	<u><u>40</u></u>

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 plans as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded by the year 2040. However, the Plan's funding policy requires 100% funding by the year 2040. The Village's actuarially determined contribution rate for the fiscal year ending April 30, 2018 was 32.62% of annual covered payroll.

Net pension liability/(asset). The net pension liability/(asset) was measured as of April 30, 2018, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

Summary of significant accounting policies. The financial statements of the Police Pension Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)
 As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

b. Police Pension Plan (Continued)

Actuarial assumptions. The total pension liability was determined by an actuarial valuation performed as of April 30, 2018 using the following actuarial methods and assumptions:

Actuarial cost method	Entry age normal
Asset valuation method	Market value
Actuarial assumptions	
Interest rate	7.00%
Salary increases	3.50% - 13.25%
Inflation	2.50%
Cost-of-living adjustments	Tier 1: 3.00% per year, compounded Tier 2: 2.00% per year, simple

Mortality rates were based on the RP-2014 CHBCA Mortality Table. The actuarial assumptions used in the April 30, 2018 valuation were based on the results of actuarial experience studies conducted by Lauterbach & Amen in 2016 for Illinois Police Officers.

Long-term expected real rate of return. See Note 1 for further information on long-term expected real rates of return.

Discount rate. The discount rate used to measure the total pension liability for the Police Pension Plan was 7.00%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension 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.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

b. Police Pension Plan (Continued)

Discount rate sensitivity. The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability calculated using the discount rates of 7.00% for the Police Pension Plan as well as what the net pension liability would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 28,718,198	\$ 24,581,550	\$ 21,268,176
Plan fiduciary net position	17,233,761	17,233,761	17,233,761
Net pension liability	<u>\$ 11,484,437</u>	<u>\$ 7,347,789</u>	<u>\$ 4,034,415</u>

Changes in net pension liability/(asset). The Village's changes in net pension liability/(asset) for the year ended April 30, 2018 was as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) – (b)
Balances at April 30, 2017	\$ 23,133,202	\$ 15,603,633	\$ 7,529,569
Service cost	581,853	-	581,853
Interest on total pension liability	1,594,123	-	1,594,123
Differences between expected and actual experience of the total pension liability	(7,608)	-	(7,608)
Change of assumptions	-	-	
Benefit payments, including refunds of employee contributions	(720,020)	(720,020)	-
Contributions – employer	-	820,377	(820,377)
Contributions – employee	-	247,894	(247,894)
Contributions- other	-	59,349	(59,349)
Net investment income	-	1,247,292	(1,247,292)
Other	-	(24,764)	24,764
Balances at April 30, 2018	<u>\$ 24,581,550</u>	<u>\$ 17,233,761</u>	<u>\$ 7,347,789</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

10. DEFINED BENEFIT PENSION PLANS (Continued)

b. Police Pension Plan (Continued)

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions. For the year ended April 30, 2018, the Village recognized pension expense of \$911,174. The Village reported deferred outflows and inflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 215,091
Assumption changes	634,291	243,757
Net difference between projected and actual earnings on pension plan investments	<u>457,986</u>	<u>448,248</u>
Total	<u>\$ 1,092,277</u>	<u>\$ 907,096</u>

The amounts reported as deferred outflows and inflows of resources related to pension (\$185,181) will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	<u>Amount</u>
2019	\$ 123,330
2020	123,330
2021	(105,659)
2022	5,985
2023	34,312
Thereafter	<u>3,883</u>
Total	<u>\$ 185,181</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

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

b. Benefits Provided

The Village provides continued health insurance coverage at the active employee rate to all eligible employees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the Village’s retirement plans. For Village employees, upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan. Retired employees are required to pay 100% of the premiums for such coverage, with the exception of certain qualifying employees for whom the Village pays up to 90% of the premium.

c. Employees covered by benefit term

At April 30, 2018, membership consisted of:

Retired plan members	4
Active employees not yet eligible	54
Active employees fully eligible	<u>9</u>
 TOTAL	 <u><u>67</u></u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

d. Total OPEB Liability

The Village's total OPEB liability of \$1,129,629 was measured as of April 30, 2018, and was determined by an actuarial valuation as of May 1, 2017.

e. Actuarial assumptions and other inputs

The total OPEB liability in the April 30, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	3.97%
Salary increases	3.50%
Election at retirement	20%
Plan participation rate	
PPO	75%
HMO	25%
Healthcare cost trend rate – initial	
PPO	7.70%
HMO	6.90%
Healthcare cost trend rate – ultimate	5.0%
Retirees' share of benefit-related costs	100% of premium

The discount rate was based on the Bond Buyer 20-Bond GO Index as of December 28, 2017. The index is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

Mortality rates were based on the RP-2014 Rates with Blue Collar Adjustment and improved generationally with MP-2016 Improvement Rates.

The actuarial assumptions used in the April 30, 2018 valuation were based on the results of the Lauterbach & Amen 2016 study for Illinois Police and the December 31, 2017 Actuarial Valuation Report for the Illinois Municipal Retirement Fund.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

f. Changes in total OPEB Liability

The Village's changes in total OPEB liability for the year ended April 30, 2018 was as follows:

	<u>Total OPEB Liability</u>
Balance as of April 30, 2017	\$ 1,075,500
Changes for the year:	
Service cost	26,516
Interest	42,404
Change in benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	-
Benefit payments	<u>(14,791)</u>
Net changes	<u>54,129</u>
Balance as of April 30, 2018	<u>\$ 1,129,629</u>

g. Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.97%) or 1-percentage-point higher (4.97%) than the current discount rate:

	<u>1% Decrease (2.97%)</u>	<u>Discount Rate (3.97%)</u>	<u>1% Increase (4.97%)</u>
Total OPEB Liability	\$1,271,187	\$1,129,629	\$918,444

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

h. Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>1% Decrease (varies)</u>	<u>Healthcare Cost Trend Rates (varies)</u>	<u>1% Increase (varies)</u>
Total OPEB Liability	\$908,339	\$1,129,629	\$1,282,933

i. OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB

For the year ended April 30, 2018, the Village recognized OPEB expense of \$68,920. At April 30, 2018, the Village did not report any deferred outflows of resources and deferred inflows of resources related to OPEB.

j. Restatement of Net Position

Net position has been restated due to the implementation of GASB Statement No. 75. The restatement is necessary to record the prior year total OPEB liability and eliminate the net OPEB obligation reported under GASB Statement No. 45.

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Waterworks and Sewerage Fund</u>
Net Position – April 30, 2017 (as reported)	\$ 95,343,884	\$ 43,992,035	\$ 43,842,244
Less: Adjustment to record the total OPEB liability as of April 30, 2017	(998,320)	(77,180)	(77,180)
Add: Adjustment to remove prior year net OPEB obligation	<u>222,798</u>	<u>-</u>	<u>-</u>
Net Position – April 30, 2017 (as restated)	<u>\$ 94,568,362</u>	<u>\$ 43,914,855</u>	<u>\$ 43,765,064</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
As of and for the year ended April 30, 2018

12. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

a. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (at the fund level) for the General, Special Revenue, Debt Service and Capital Projects Funds on the modified accrual basis. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end. Budgets were not prepared for the State Forfeiture Fund, State DUI Fund, Vehicle Replacement Fund, Gateway Property Acquisition Fund, Main/Archer TIF Fund, and General Capital Improvement Fund.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

- i. During the month of March, the Village Manager submits to the Village Board a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- ii. Public hearings are conducted to obtain taxpayer comments.
- iii. Prior to May 1, the budget is legally enacted by Village Board action. This is the amount reported as original budget.
- iv. The Village Administrator is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be communicated to the Village Board.
- v. Budgets are adopted and formal budgetary integration is employed as a management control device during the year for general, special revenue, debt service and capital projects funds.
- vi. All budgets for these funds are adopted on a basis consistent with generally accepted accounting principles.
- vii. Budgetary authority lapses at year end.
- viii. State law requires that “expenditures be made in conformity with appropriations/budget.” As under the budget act, transfers between line items, departments and funds may be made by administrative action. The fund budget reflects all amendment needs. The level of legal control is at the fund level.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)
 As of and for the year ended April 30, 2018

12. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

b. Excess of Expenditures over Budget

The following individual fund expenditures exceeded the budget in the following amounts:

	Final Budget	Expenditures
Parking Lot and Garage Fund	\$ 113,112	\$ 130,911

c. Deficit Fund Equity

The Gateway TIF Fund reported a deficit fund balance of \$266,377 as of April 30, 2018.

The Gateway Property Acquisition Fund reported a deficit fund balance of \$1,024,991 as of April 30, 2018.

The Main/Archer TIF fund reported a deficit fund balance of \$22,626 as of April 30, 2018.

13. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 83, *Certain Asset Retirement Obligations*
- Statement No. 84, *Fiduciary Activities*
- Statement No. 85, *Omnibus 2017*
- Statement No. 86, *Certain Debt Extinguishment Issues*
- Statement No. 87, *Leases*
- Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*
- Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*
- Statement No. 90, *Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*

When they become effective, application of these standards may restate portions of these financial statements.

VILLAGE OF LEMONT

ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS

Three Most Recent Fiscal Years

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Total pension liability			
Service cost	\$ 289,909	\$ 287,015	\$ 320,718
Interest	964,541	1,007,118	1,071,252
Differences between expected and actual experience	(199,765)	67,531	(489,086)
Changes of assumptions	18,757	(39,672)	(492,132)
Benefit payments, including refunds of member contributions	(452,293)	(518,847)	(520,417)
Net change in total pension liability	<u>621,149</u>	<u>803,145</u>	<u>(109,665)</u>
Total pension liability - beginning	12,958,915	13,580,064	14,383,209
Total pension liability - ending (a)	<u>\$ 13,580,064</u>	<u>\$ 14,383,209</u>	<u>\$ 14,273,544</u>
Plan fiduciary net position			
Employer contributions	\$ 338,777	\$ 365,228	\$ 363,864
Employee contributions	122,165	127,904	128,322
Net investment income	54,958	756,909	1,984,910
Benefit payments, including refunds of member contributions	(452,293)	(518,847)	(520,417)
Other (net transfer)	(78,536)	67,432	(672,497)
Net change in plan fiduciary net position	<u>(14,929)</u>	<u>798,626</u>	<u>1,284,182</u>
Plan fiduciary net position - beginning	10,987,258	10,972,329	11,770,955
Plan fiduciary net position - ending (b)	<u>\$ 10,972,329</u>	<u>\$ 11,770,955</u>	<u>\$ 13,055,137</u>
Employer's net pension liability - ending (a) - (b)	<u>\$ 2,607,735</u>	<u>\$ 2,612,254</u>	<u>\$ 1,218,407</u>
Plan fiduciary net position as a percentage of the total pension liability	80.80%	81.84%	91.46%
Covered-employee payroll	\$ 2,628,220	\$ 2,758,515	\$ 2,851,602
Employer's net pension liability as a percentage of covered-employee payroll	99.22%	94.70%	42.73%

Notes to Schedule:

The Village implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

VILLAGE OF LEMONT

ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF EMPLOYER CONTRIBUTIONS

Three Most Recent Fiscal Years

	2016	2017	2018
Actuarially determined contribution	\$ 338,778	\$ 365,228	\$ 363,864
Contributions in relation to the actuarially determined contribution	(338,777)	(365,228)	(363,864)
Contribution deficiency (excess)	\$ 1	\$ -	\$ -
Covered-employee payroll	\$ 2,628,220	\$ 2,758,515	\$ 2,851,602
Contributions as a percentage of covered-employee payroll	12.89%	13.24%	12.76%

Notes to Schedule:

The Village implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which is 4 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26 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%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 CHBCA

Other information:

There were no benefit changes during the year.

VILLAGE OF LEMONT

POLICE PENSION FUND

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS

Four Most Recent Fiscal Years

	2015	2016	2017	2018
Total pension liability				
Service cost	\$ 481,209	\$ 476,084	\$ 543,788	\$ 581,853
Interest	1,319,213	1,393,799	1,527,460	1,594,123
Differences between expected and actual experience	-	(208,836)	(89,407)	(7,608)
Changes of assumptions	-	949,339	(316,631)	-
Benefit payments, including refunds of member contributions	(773,682)	(696,139)	(705,731)	(720,020)
Net change in total pension liability	1,026,740	1,914,247	959,479	1,448,348
Total pension liability - beginning	19,232,736	20,259,476	22,173,723	23,133,202
Total pension liability - ending (a)	\$ 20,259,476	\$ 22,173,723	\$ 23,133,202	\$ 24,581,550
Plan fiduciary net position				
Employer contributions	\$ 706,944	\$ 627,560	\$ 674,244	\$ 820,377
Employee contributions	215,213	233,598	236,985	247,894
Other- contributions	-	-	-	59,349
Net investment income	986,014	(165,332)	1,536,621	1,247,292
Benefit payments, including refunds of member contributions	(773,682)	(696,139)	(705,731)	(720,020)
Administration	(29,242)	(49,876)	(25,476)	(24,764)
Other	-	-	-	-
Net change in plan fiduciary net position	1,105,247	(50,189)	1,716,643	1,630,128
Plan fiduciary net position - beginning	12,831,932	13,937,179	13,886,990	15,603,633
Plan fiduciary net position - ending (b)	\$ 13,937,179	\$ 13,886,990	\$ 15,603,633	\$ 17,233,761
Village's net pension liability - ending (a) - (b)	\$ 6,322,297	\$ 8,286,733	\$ 7,529,569	\$ 7,347,789
Plan fiduciary net position as a percentage of the total pension liability	68.79%	62.63%	67.45%	70.11%
Covered-employee payroll	\$ 2,184,942	\$ 2,321,850	\$ 2,429,600	\$ 2,514,636
Village's net pension liability as a percentage of covered-employee payroll	289.36%	356.90%	309.91%	292.20%

Notes to Schedule:

The Pension implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

VILLAGE OF LEMONT

POLICE PENSION FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS

Last Ten Fiscal Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Actuarially determined contribution	\$ 423,124	\$ 484,313	\$ 462,922	\$ 470,330	\$ 470,330	\$ 495,700	\$ 640,316	\$ 618,344	\$ 651,911	\$ 746,765
Contributions in relation to the actuarially determined contribution	422,450	491,293	502,777	503,056	489,312	507,443	706,944	627,560	674,244	820,377
Contribution deficiency (excess)	<u>\$ 674</u>	<u>\$ (6,980)</u>	<u>\$ (39,855)</u>	<u>\$ (32,726)</u>	<u>\$ (18,982)</u>	<u>\$ (11,743)</u>	<u>\$ (66,628)</u>	<u>\$ (9,216)</u>	<u>\$ (22,333)</u>	<u>\$ (73,612)</u>
Covered-employee payroll	\$ 1,748,405	\$ 1,866,726	\$ 1,878,583	\$ 2,005,764	\$ 2,390,299	\$ 2,175,548	\$ 2,184,942	\$ 2,321,850	\$ 2,429,600	\$ 2,514,636
Contributions as a percentage of covered-employee payroll	24.16%	26.32%	26.76%	25.08%	20.47%	23.32%	32.36%	27.03%	27.75%	32.62%

Notes to Schedule:

The Plan implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015 is derived from actuarial valuations developed in conformity with GASB Statement No. 25 and 27.

Valuation date: Actuarially determined contributions are calculated as of April 30 of the current fiscal year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level
Remaining amortization period	24 years
Asset valuation method	Market value
Inflation	2.50%
Salary increases	3.50% - 13.25%
Investment rate of return	7.00%, net of pension plan investment expense, including inflation
Retirement age	50-62
Mortality	L7A 2016 Illinois Police Mortality Rates

VILLAGE OF LEMONT
POLICE PENSION FUND
SCHEDULE OF INVESTMENT RETURNS

Four Most Recent Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Annual money-weighted rate of return, net of investment expense	7.43%	-1.35%	10.95%	8.15%

Notes to Schedule:

The Pension implemented GASB Statement No. 67 in fiscal year 2015. Information prior to fiscal year 2015

VILLAGE OF LEMONT

OTHER POSTEMPLOYMENT BENEFIT PLAN SCHEDULE OF CHANGES IN THE VILLAGES NET OPEB LIABILITY AND RELATED RATIOS Most Recent Fiscal Year

	<u>2018</u>
Total OPEB Liability	
Service cost	\$ 26,516
Interest	42,404
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of member contributions	<u>(14,791)</u>
Net change in total OPEB liability	54,129
Total OPEB liability - beginning	<u>1,075,500</u>
Total OPEB liability - ending	<u>\$ 1,129,629</u>
Plan fiduciary net position as a percentage of the total pension liability	0.00%
Covered-employee payroll	\$ 4,786,980
Employer's total OPEB liability as a percentage of covered-employee payroll	23.60%

Notes to Schedule:

The Village implemented the disclosures recommended under GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

VILLAGE OF LEMONT

OTHER POSTEMPLOYMENT BENEFIT PLAN SCHEDULE OF EMPLOYER CONTRIBUTIONS Most Recent Fiscal Year

	2018
Actuarially determined contribution	N/A
Contributions in relation to the actuarially determined contribution	N/A
Contribution deficiency (excess)	N/A
Covered-employee payroll	\$ 4,786,980
Contributions as a percentage of covered-employee payroll	0.00%

Notes to Schedule:

The Village implemented the disclosures recommended under GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

There is no ADC or employer contribution in relation to the ADC, as the total OPEB liability is currently an unfunded obligation. However, the Village did make contributions from other Village resources in the current year in the amount \$14,791.

Valuation date:

Actuarially determined contribution rates are calculated as of January 1 each year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Election at retirement	20.00%
Plan participation rate	PPO - 75%; HMO - 25%
Investment rate of return	3.97%
Healthcare cost trend rates - PPO	Pre-65: Initial - 7.70%; Ultimate - 5.00%
	Post-65: Initial - 3.60%; Ultimate - 3.60%
Healthcare cost trend rates - HMO	Pre-65: Initial - 6.90%; Ultimate - 5.00%
	Post-65: Initial - 3.60%; Ultimate - 3.60%
Mortality	RP-2014 CHBCA

Other information:

There were no benefit changes during the year.

VILLAGE OF LEMONT, ILLINOIS

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

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes				
Property	\$ 2,617,685	\$ 2,677,685	\$ 2,659,945	\$ (17,740)
Intergovernmental and contributions	4,532,800	4,457,340	4,479,153	21,813
Licenses, permits and inspections	1,889,150	1,852,150	1,858,535	6,385
Charges for services	119,500	101,000	106,480	5,480
Fines, forfeitures and penalties	300,000	300,000	212,261	(87,739)
Investment income	2,000	2,000	5,462	3,462
Miscellaneous income	953,112	897,862	897,540	(322)
Total revenues	10,414,247	10,288,037	10,219,376	(68,661)
EXPENDITURES				
Current				
General government	3,230,976	2,985,601	2,921,848	(63,753)
Public safety	5,328,893	5,391,134	5,183,292	(207,842)
Highways and streets	1,139,244	1,045,409	1,026,876	(18,533)
Capital outlay	297,500	251,213	300,034	48,821
Principal	28,640	28,640	10,739	(17,901)
Interest	2,986	2,986	1,036	(1,950)
Total expenditures	10,028,239	9,704,983	9,443,825	(261,158)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	386,008	583,054	775,551	192,497
OTHER FINANCING SOURCES (USES)				
Transfers in	100,000	100,000	-	(100,000)
Transfers (out)	(478,230)	(704,230)	(751,109)	(46,879)
Proceeds from sale of capital assets	250	250	5,791	5,541
Total other financing sources (uses)	(377,980)	(603,980)	(745,318)	(141,338)
NET CHANGE IN FUND BALANCE	\$ 8,028	\$ (20,926)	30,233	\$ 51,159
FUND BALANCE, MAY 1			2,940,312	
FUND BALANCE, APRIL 30			\$ 2,970,545	

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TIF/CANAL DISTRICT FUND

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Property taxes	\$ 250,000	\$ 272,000	\$ 261,248	\$ (10,752)
Total revenues	250,000	272,000	261,248	(10,752)
EXPENDITURES				
Current				
General government	-	91,881	65,814	(26,067)
Capital outlay	-	-	2,219	2,219
Debt service				
Principal	190,000	2,120,000	2,120,000	-
Interest and fiscal charges	130,015	200,215	201,301	1,086
Total expenditures	320,015	2,412,096	2,389,334	(22,762)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(70,015)	(2,140,096)	(2,128,086)	12,010
OTHER FINANCING SOURCES (USES)				
Transfers in	-		42,141	42,141
Bonds issued	-	1,940,000	1,940,000	-
Bonds issuance premium	-	108,081	105,798	(2,283)
Total other financing sources (uses)	-	2,048,081	2,087,939	39,858
NET CHANGE IN FUND BALANCE	\$ (70,015)	\$ (92,015)	(40,147)	\$ 51,868
FUND BALANCE, MAY 1			344,369	
FUND BALANCE, APRIL 30			<u>\$ 304,222</u>	

VILLAGE OF LEMONT, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2018

BUDGETS

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (at the fund level) for the General, Special Revenue, Debt Service and Capital Projects Funds on the modified accrual basis. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end. Budgets were not prepared for the State Forfeiture Fund, State DUI Fund, Vehicle Replacement Fund, Gateway Property Acquisition Fund, Main/Archer TIF Fund, and General Capital Improvement Fund.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

- A. During the month of March, the Village Manager submits to the Village Board a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- B. Public hearings are conducted to obtain taxpayer comments.
- C. Prior to May 1, the budget is legally enacted by Village Board action. This is the amount reported as original budget.
- D. The Village Administrator is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be communicated to the Village Board.
- E. Budgets are adopted and formal budgetary integration is employed as a management control device during the year for general, special revenue, debt service and capital projects funds.
- F. All budgets for these funds are adopted on a basis consistent with generally accepted accounting principles.
- G. Budgetary authority lapses at year end.
- H. State law requires that “expenditures be made in conformity with appropriations/budget.” As under the budget act, transfers between line items, departments and funds may be made by administrative action. The fund budget reflects all amendment needs. The level of legal control is at the fund level.

VILLAGE OF LEMONT, ILLINOIS

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

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Other taxes	\$ 1,440,000	\$ 1,440,000	\$ 1,289,455	\$ (150,545)
Intergovernmental	-	-	143,415	143,415
Investment income	-	-	2,175	2,175
Miscellaneous	120,000	120,000	31,529	(88,471)
Total revenues	<u>1,560,000</u>	<u>1,560,000</u>	<u>1,466,574</u>	<u>(93,426)</u>
EXPENDITURES				
Highways and streets	519,000	630,585	251,487	(379,098)
Capital outlay	-	-	78,096	78,096
Total expenditures	<u>519,000</u>	<u>630,585</u>	<u>329,583</u>	<u>(301,002)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,041,000</u>	<u>929,415</u>	<u>1,136,991</u>	<u>207,576</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(834,180)	(834,180)	(734,180)	100,000
Total other financing sources (uses)	<u>(834,180)</u>	<u>(834,180)</u>	<u>(734,180)</u>	<u>100,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ 206,820</u>	<u>\$ 95,235</u>	402,811	<u>\$ 307,576</u>
FUND BALANCE, MAY 1			<u>11,911</u>	
FUND BALANCE, APRIL 30			<u>\$ 414,722</u>	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

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

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current				
General government	-	75,100	75,093	(7)
Debt service				
Principal	713,726	5,214,467	5,202,496	(11,971)
Interest and fiscal charges	434,989	552,489	561,685	9,196
Total expenditures	1,148,715	5,842,056	5,839,274	(2,782)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,148,715)	(5,842,056)	(5,839,274)	2,782
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	4,160,000	4,160,000	-
Bonds issuance premium	-	212,071	212,071	-
Transfers in	1,132,410	1,463,410	1,463,410	-
Total other financing sources (uses)	1,132,410	5,835,481	5,835,481	-
NET CHANGE IN FUND BALANCE	\$ (16,305)	\$ (6,575)	(3,793)	\$ 2,782
FUND BALANCE, MAY 1			19,821	
FUND BALANCE, APRIL 30			\$ 16,028	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

As of April 30, 2018

	Special Revenue						Permanent Working Cash	TIF/ Downtown	Gateway Property Acquisition	Capital Projects				General Capital Improvement	Village Hall Improvement	Total Nonmajor Governmental Funds
	Motor Fuel Tax	Illinois Municipal Retirement	Social Security	State Forfeiture	State DUI	Vehicle Replacement				Gateway TIF District Fund	Main/Archer TIF Fund	Special Service Area				
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES																
Cash and investments	\$ 504,504	\$ 52,145	\$ 29,183	\$ 70,971	\$ 52,130	\$ 12,942	\$ 816,663	\$ -	\$ -	\$ 5,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,543,538
Receivables (net of allowances for uncollectibles)	-	162,867	112,777	-	-	-	-	-	-	-	18,398	-	-	-	-	294,042
Property taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receivables	36,628	-	-	-	-	-	-	-	-	-	-	-	-	-	-	36,628
TOTAL ASSETS	\$ 541,132	\$ 215,012	\$ 141,960	\$ 70,971	\$ 52,130	\$ 12,942	\$ 816,663	\$ -	\$ -	\$ 5,000	\$ 18,398	\$ -	\$ -	\$ -	\$ -	\$ 1,874,208
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)																
LIABILITIES																
Accounts payable	\$ 2,997	\$ -	\$ -	\$ 16,687	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 736	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,420
Accrued payroll	-	10,143	7,594	-	-	-	-	-	-	-	-	-	-	-	-	17,737
Unearned revenue	-	-	-	54,284	52,130	12,942	-	-	43,663	-	-	-	-	-	-	163,019
Due to other funds	-	-	-	-	-	-	-	-	981,328	26,890	266,377	-	-	-	-	1,274,595
Total liabilities	2,997	10,143	7,594	70,971	52,130	12,942	-	-	1,024,991	27,626	266,377	-	-	-	-	1,475,771
DEFERRED INFLOWS OF RESOURCES																
Property taxes levied for future periods	-	162,867	112,777	-	-	-	-	-	-	-	18,398	-	-	-	-	294,042
Total deferred inflows of resources	-	162,867	112,777	-	-	-	-	-	-	-	18,398	-	-	-	-	294,042
Total liabilities and deferred inflows of resources	2,997	173,010	120,371	70,971	52,130	12,942	-	-	1,024,991	27,626	284,775	-	-	-	-	1,769,813
FUND BALANCES (DEFICITS)																
Nonspendable working cash	-	-	-	-	-	-	816,663	-	-	-	-	-	-	-	-	816,663
Restricted for highways and streets	538,135	-	-	-	-	-	-	-	-	-	-	-	-	-	-	538,135
Restricted for retirement purposes	-	42,002	21,589	-	-	-	-	-	-	-	-	-	-	-	-	63,591
Unassigned (deficit)	-	-	-	-	-	-	-	-	(1,024,991)	(22,626)	(266,377)	-	-	-	-	(1,313,994)
Total fund balances (deficits)	538,135	42,002	21,589	-	-	-	816,663	-	(1,024,991)	(22,626)	(266,377)	-	-	-	-	104,395
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 541,132	\$ 215,012	\$ 141,960	\$ 70,971	\$ 52,130	\$ 12,942	\$ 816,663	\$ -	\$ -	\$ 5,000	\$ 18,398	\$ -	\$ -	\$ -	\$ -	\$ 1,874,208

VILLAGE OF LEMONT, ILLINOIS

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

For the Year Ended April 30, 2018

	Special Revenue						Permanent Working Cash	TIF/ Downtown	Gateway Property Acquisition	Capital Projects				Total Nonmajor Governmental Funds	
	Motor Fuel Tax	Illinois Municipal Retirement	Social Security	State Forfeiture	State DUI	Vehicle Replacement				Gateway TIF District Fund	Main/Archer TIF Fund	Special Service Area	General Capital Improvement		Village Hall Improvement
REVENUES															
Property taxes	\$ -	\$ 341,128	\$ 225,266	\$ -	\$ -	\$ -	\$ (486)	\$ -	\$ -	\$ -	\$ 37,933	\$ -	\$ -	\$ -	\$ 603,841
Other taxes	426,345	-	-	-	-	-	-	-	-	-	-	-	-	-	426,345
Fines and forfeitures	-	-	-	16,877	-	-	-	-	-	-	-	-	-	-	16,877
Investment income	7,129	-	-	-	-	-	-	-	-	-	861	-	-	-	7,990
Miscellaneous income	-	-	11,402	-	-	-	-	47,516	-	5,000	-	-	-	-	63,918
Total revenues	433,474	341,128	236,668	16,877	-	-	(486)	47,516	-	5,000	37,933	861	-	-	1,118,971
EXPENDITURES															
Current															
General government	-	245,059	129,090	-	-	-	-	22,037	-	17,708	13,028	-	-	-	426,922
Highways and streets	550,128	89,332	73,895	-	-	-	-	-	-	-	-	-	-	-	713,355
Public safety	-	25,673	77,366	-	-	-	-	-	-	-	-	-	-	-	103,039
Capital outlay	-	-	-	16,877	-	-	-	-	-	-	-	-	-	-	16,877
Debt service															
Principal	-	-	-	-	-	-	-	-	-	-	90,000	-	-	24,517	114,517
Interest	-	-	-	-	-	-	-	-	-	79,960	50,775	-	-	2,002	132,737
Total expenditures	550,128	360,064	280,351	16,877	-	-	-	22,037	-	17,708	92,988	140,775	-	26,519	1,507,447
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(116,654)	(18,936)	(43,683)	-	-	-	(486)	25,479	-	(12,708)	(55,055)	(139,914)	-	(26,519)	(388,476)
OTHER FINANCING SOURCES (USES)															
Transfers in	-	30,000	80,000	-	-	-	-	-	-	-	50,000	5,719	16,161	-	181,880
Transfers (out)	-	-	-	-	-	-	-	(42,141)	-	-	(91,067)	-	-	-	(133,208)
Total other financing sources (uses)	-	30,000	80,000	-	-	-	-	(42,141)	-	-	(41,067)	5,719	16,161	-	48,672
NET CHANGE IN FUND BALANCES	(116,654)	11,064	36,317	-	-	-	(486)	(16,662)	-	(12,708)	(55,055)	(180,981)	5,719	(10,358)	(339,804)
FUND BALANCES (DEFICIT), MAY 1	654,789	30,938	(14,728)	-	-	-	817,149	16,662	(1,024,991)	(9,918)	(211,322)	180,981	(5,719)	10,358	444,199
FUND BALANCES (DEFICIT), APRIL 30	\$ 538,135	\$ 42,002	\$ 21,589	\$ -	\$ -	\$ -	\$ 816,663	\$ -	\$ (1,024,991)	\$ (22,626)	\$ (266,377)	\$ -	\$ -	\$ -	\$ 104,395

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Other taxes - mft allotments	\$ 414,400	\$ 414,400	\$ 426,345	\$ 11,945
Investment income	1,000	1,000	7,129	6,129
Total revenues	415,400	415,400	433,474	18,074
EXPENDITURES				
Current				
Highways and streets	677,336	686,556	550,128	(136,428)
Total expenditures	677,336	686,556	550,128	(136,428)
NET CHANGE IN FUND BALANCE	\$ (261,936)	\$ (271,156)	(116,654)	\$ 154,502
FUND BALANCE, MAY 1			654,789	
FUND BALANCE, APRIL 30			\$ 538,135	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL ILLINOIS MUNICIPAL RETIREMENT FUND

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Property taxes	\$ 342,738	\$ 342,738	\$ 341,128	\$ (1,610)
Investment income	300	300	-	(300)
Miscellaneous income	1,000	1,000	-	(1,000)
Total revenues	344,038	344,038	341,128	(2,910)
EXPENDITURES				
Current				
General government	253,840	253,840	245,059	(8,781)
Highways and streets	92,533	92,533	89,332	(3,201)
Public safety	26,592	26,592	25,673	(919)
Total expenditures	372,965	372,965	360,064	(12,901)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(28,927)	(28,927)	(18,936)	9,991
OTHER FINANCING SOURCES (USES)				
Transfers in	30,000	300,003	30,000	(270,003)
Total other financing sources (uses)	30,000	300,003	30,000	(270,003)
NET CHANGE IN FUND BALANCE	\$ 1,073	\$ 271,076	11,064	\$ (260,012)
FUND BALANCE, MAY 1			30,938	
FUND BALANCE, APRIL 30			\$ 42,002	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

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

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Property taxes	\$ 225,000	\$ 225,000	\$ 225,266	\$ 266
Miscellaneous income	-	-	11,402	11,402
Total revenues	<u>225,000</u>	<u>225,000</u>	<u>236,668</u>	<u>11,668</u>
EXPENDITURES				
Current				
General government	133,747	133,747	129,090	(4,657)
Highways and streets	76,560	76,560	73,895	(2,665)
Public safety	80,156	80,156	77,366	(2,790)
Total expenditures	<u>290,463</u>	<u>290,463</u>	<u>280,351</u>	<u>(10,112)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(65,463)</u>	<u>(65,463)</u>	<u>(43,683)</u>	<u>21,780</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	80,000	80,000	80,000	-
Total other financing sources (uses)	<u>80,000</u>	<u>80,000</u>	<u>80,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 14,537</u>	<u>\$ 14,537</u>	<u>36,317</u>	<u>\$ 21,780</u>
FUND BALANCE (DEFICIT), MAY 1			<u>(14,728)</u>	
FUND BALANCE, APRIL 30			<u>\$ 21,589</u>	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WORKING CASH FUND**

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Property taxes	\$ -	\$ -	\$ (486)	\$ (486)
Total revenues	-	-	(486)	(486)
EXPENDITURES				
None	-	-	-	-
Total expenditures	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(486)	\$ (486)
FUND BALANCE, MAY 1			817,149	
FUND BALANCE, APRIL 30			\$ 816,663	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TIF/DOWNTOWN FUND

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Miscellaneous	\$ -	\$ -	\$ 47,516	\$ 47,516
Total revenues	-	-	47,516	47,516
EXPENDITURES				
Current				
General government	-	22,036	22,037	1
Total expenditures	-	22,036	22,037	1
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(22,036)	25,479	47,515
OTHER FINANCING SOURCES (USES)				
Transfers (out)	-	-	(42,141)	(42,141)
Total other financing sources (uses)	-	-	(42,141)	(42,141)
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (22,036)</u>	(16,662)	<u>\$ 5,374</u>
FUND BALANCE, MAY 1			<u>16,662</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GATEWAY TIF DISTRICT FUND

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Property taxes	\$ 450,000	\$ 450,000	\$ 37,933	\$ (412,067)
Total revenues	<u>450,000</u>	<u>450,000</u>	<u>37,933</u>	<u>(412,067)</u>
EXPENDITURES				
Current				
General government	-	88,483	13,028	(75,455)
Debt service				
Interest and fiscal charges	159,920	159,920	79,960	(79,960)
Total expenditures	<u>159,920</u>	<u>248,403</u>	<u>92,988</u>	<u>(155,415)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 290,080</u>	<u>\$ 201,597</u>	(55,055)	<u>\$ (256,652)</u>
FUND BALANCE (DEFICIT), MAY 1			<u>(211,322)</u>	
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (266,377)</u>	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL SERVICE AREA FUND

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Investment income	\$ 815	\$ 815	\$ 861	\$ 46
Total revenues	815	815	861	46
EXPENDITURES				
Debt service				
Principal	90,000	90,000	90,000	-
Interest and fiscal charges	50,815	50,815	50,775	(40)
Total expenditures	140,815	140,815	140,775	(40)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(140,000)	(140,000)	(139,914)	86
OTHER FINANCING SOURCES (USES)				
Transfers in	50,000	50,000	50,000	-
Transfers (out)	-	-	(91,067)	(91,067)
Total other financing sources (uses)	50,000	50,000	(41,067)	(91,067)
NET CHANGE IN FUND BALANCE	<u>\$ (90,000)</u>	<u>\$ (90,000)</u>	(180,981)	<u>\$ (90,981)</u>
FUND BALANCE, MAY 1			<u>180,981</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
VILLAGE HALL IMPROVEMENT FUND

For the Year Ended April 30, 2018

	2018			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Debt service				
Principal	-	26,519	24,517	(2,002)
Interest and fiscal charges	-	-	2,002	2,002
Total expenditures	-	26,519	26,519	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(26,519)	(26,519)	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	16,161	16,161	-
Total other financing sources (uses)	-	16,161	16,161	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (10,358)</u>	<u>(10,358)</u>	<u>\$ -</u>
FUND BALANCE, MAY 1			<u>10,358</u>	
FUND BALANCE, APRIL 30			<u>\$ -</u>	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL - NON-GAAP BUDGETERY BASIS
WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2018

	2018			Variance Over/ (Under)
	Original Budget	Final Budget	Actual	
OPERATING REVENUES				
Charges for services	\$ 4,801,000	\$ 4,801,000	\$ 5,052,731	\$ 251,731
Penalties	45,500	45,500	54,844	9,344
Other income	60,000	60,000	92,600	32,600
Total operating revenues	4,906,500	4,906,500	5,200,175	293,675
OPERATING EXPENSES				
Water operations	1,424,362	1,443,144	1,303,329	(139,815)
Sewer operations	923,535	932,968	905,336	(27,632)
Other expense	648,690	649,137	865,492	216,355
Capital outlay	1,427,000	1,616,563	1,497,491	(119,072)
Total operating expenses	4,423,587	4,641,812	4,571,648	(70,164)
OPERATING INCOME (LOSS)	482,913	264,688	628,527	363,839
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental rebate	114,000	114,000	113,618	(382)
Principal expense	(740,000)	(740,000)	(740,000)	-
Interest expense	(604,219)	(604,219)	(686,334)	(82,115)
Investment income	-	-	37,929	37,929
Total nonoperating revenues (expenses)	(1,230,219)	(1,230,219)	(1,274,787)	(44,568)
NET INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	(747,306)	(965,531)	(646,260)	319,271
TRANSFERS				
Transfers in	-	-	91,066	91,066
Transfers (out)	(50,000)	(50,000)	(970,000)	(920,000)
Total transfers	(50,000)	(50,000)	(878,934)	(828,934)
CHANGE IN NET POSITION, BUDGETARY BASIS	\$ (797,306)	\$ (1,015,531)	(1,525,194)	\$ (509,663)
ADJUSTMENTS TO GAAP BASIS				
IMRF Expense - GASB 68			(79,215)	
OPEB Expense - GASB 75			(3,884)	
Capital assets capitalized			1,102,223	
Principal payments			740,000	
Depreciation expense			(1,302,875)	
CHANGE IN NET POSITION, GAAP BASIS			(1,068,945)	
NET POSITION, MAY 1 (restated)			43,765,064	
NET POSITION, APRIL 30			\$ 42,696,119	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL - NON-GAAP BUDGETARY BASIS
PARKING LOT AND GARAGE FUND

For the Year Ended April 30, 2018

	2018			Variance Over/ (Under)
	Original Budget	Final Budget	Actual	
OPERATING REVENUES				
Charges for services	\$ 5,000	\$ 5,000	\$ 10,120	\$ (5,120)
Licenses and permits	116,000	135,693	126,507	2,621
Total operating revenues	121,000	140,693	136,627	(2,499)
OPERATING EXPENSES				
Parking lot operations	93,419	113,112	130,911	(17,799)
Total operating expenses	93,419	113,112	130,911	(17,799)
OPERATING INCOME (LOSS)	27,581	27,581	5,716	15,300
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ 27,581</u>	<u>\$ 27,581</u>	<u>\$ 5,716</u>	<u>\$ 15,300</u>
ADJUSTMENTS TO GAAP BASIS				
Depreciation expense			(5,923)	
CHANGE IN NET POSITION, GAAP BASIS			(207)	
NET POSITION, MAY 1			149,791	
NET POSITION, APRIL 30			<u>\$ 149,584</u>	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION
BUDGET AND ACTUAL
POLICE PENSION FUND

For the Year Ended April 30, 2018

	2018			Variance Over/ (Under)
	Original Budget	Final Budget	Actual	
ADDITIONS				
Contributions				
Employer contributions	\$ 766,765	\$ 766,765	\$ 829,903	\$ 63,138
Employee contributions	235,000	235,000	297,717	62,717
Total contributions	1,001,765	1,001,765	1,127,620	125,855
Investment income				
Interest and dividends	305,000	305,000	581,322	276,322
Net appreciation in fair value of investments	-	-	692,027	692,027
Less investment expense	-	-	(26,057)	(26,057)
Net investment income	305,000	305,000	1,247,292	942,292
Total additions	1,306,765	1,306,765	2,374,912	1,068,147
DEDUCTIONS				
Pension benefits	-	-	720,020	720,020
Administrative expenses	821,350	821,350	24,764	(796,586)
Total deductions	821,350	821,350	744,784	(76,566)
NET INCREASE	\$ 485,415	\$ 485,415	1,630,128	\$ 1,144,713
NET POSITION				
MAY 1			15,603,633	
APRIL 30			\$ 17,233,761	

(See independent auditors' report)

VILLAGE OF LEMONT, ILLINOIS

STATISTICAL SECTION

<u>Contents</u>	<u>Pages</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	109 - 116
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	117 - 121
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	122 - 129
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	130 - 132
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the service the Village provides and the activities it performs.	133 - 134

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

VILLAGE OF LEMONT, ILLINOIS

NET POSITION BY COMPONENT INCLUDING TIF ACTIVITY

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	\$ 113,282,884	\$ 107,791,778	\$ 113,633,552	\$ 111,210,449	\$ 108,617,555	\$ 106,990,443	\$ 106,745,056	\$ 105,445,543	\$ 105,612,720	\$ 104,491,857
Restricted	2,249,517	1,557,191	4,006,559	5,738,770	4,509,441	3,056,392	1,833,791	2,066,110	1,494,207	1,769,520
Unrestricted	2,156,579	1,123,156	(10,737,180)	(8,149,273)	(6,629,863)	(5,820,933)	(4,409,060)	(11,625,978)	(11,763,043)	(12,159,763)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 117,688,980	\$ 110,472,125	\$ 106,902,931	\$ 108,799,946	\$ 106,497,133	\$ 104,225,902	\$ 104,169,787	\$ 95,885,675	\$ 95,343,884	\$ 94,101,614
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets	\$ 41,846,345	\$ 43,201,772	\$ 43,704,599	\$ 43,104,398	\$ 42,567,087	\$ 42,301,270	\$ 42,153,342	\$ 40,591,422	\$ 39,276,594	\$ 38,816,782
Restricted	-	-	-	-	-	-	58,834	-	58,834	-
Unrestricted	1,645,976	1,737,785	1,607,364	1,794,505	1,754,946	2,080,747	1,815,037	2,525,695	4,656,607	4,028,921
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 43,492,321	\$ 44,939,557	\$ 45,311,963	\$ 44,898,903	\$ 44,322,033	\$ 44,382,017	\$ 44,027,213	\$ 43,117,117	\$ 43,992,035	\$ 42,845,703
PRIMARY GOVERNMENT										
Net investment in capital assets	\$ 155,129,229	\$ 150,993,550	\$ 157,338,151	\$ 154,314,847	\$ 151,184,642	\$ 149,291,713	\$ 148,898,398	\$ 146,036,965	\$ 144,889,314	\$ 143,308,639
Restricted	2,249,517	1,557,191	4,006,559	5,738,770	4,509,441	3,056,392	1,892,625	2,066,110	1,553,041	1,769,520
Unrestricted	3,802,555	2,860,941	(9,129,816)	(6,354,768)	(4,874,917)	(3,740,186)	(2,594,023)	(9,100,283)	(7,106,436)	(8,130,842)
TOTAL PRIMARY GOVERNMENT	\$ 161,181,301	\$ 155,411,682	\$ 152,214,894	\$ 153,698,849	\$ 150,819,166	\$ 148,607,919	\$ 148,197,000	\$ 139,002,792	\$ 139,335,919	\$ 136,947,317

Note: The Village implemented GASB 68 and 71 for the fiscal year ended April 30, 2016. The Village implemented GASB 75 for the fiscal year ended April 30, 2018.

[Data Source](#)

Audited Financial Statements

VILLAGE OF LEMONT, ILLINOIS

CHANGE IN NET POSITION INCLUDING TIF ACTIVITY

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012
PROGRAM REVENUES				
Governmental activities				
Charges for services				
General government	\$ 850,826	\$ 1,054,113	\$ 876,048	\$ 1,252,391
Public safety	304,867	280,326	213,631	236,659
Highways and streets	-	-	-	-
Operating grants and contributions	552,137	-	291,393	651,933
Capital grants and contributions	176,043	201,135	991,608	3,603,611
Total governmental activities program revenues	1,883,873	1,535,574	2,372,680	5,744,594
Business-type activities				
Charges for services				
Waterworks	3,123,711	3,067,744	3,089,341	3,069,408
Sewerage	617,198	617,200	974,375	972,528
Parking	85,998	80,406	123,237	100,641
Operating grants and contributions	-	-	-	113,360
Capital grants and contributions	2,630,392	1,771,331	722,195	1,136,996
Total business-type activities program revenues	6,457,299	5,536,681	4,909,148	5,392,933
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 8,341,172	\$ 7,072,255	\$ 7,281,828	\$ 11,137,527
EXPENSES				
Governmental activities				
General government	\$ 5,184,989	\$ 6,732,528	\$ 6,482,323	\$ 3,417,256
Public safety	4,402,998	4,258,878	3,745,039	6,068,597
Highways and streets	5,822,897	6,918,930	3,692,053	3,210,280
Interest	873,478	834,103	942,807	946,529
Total governmental activities expenses	16,284,362	18,744,439	14,862,222	13,642,662
Business-type activities				
Waterworks and sewerage	3,417,231	3,153,719	3,140,722	5,323,514
# Parking facilities	86,082	101,141	305,895	101,089
Total business-type activities expenses	3,503,313	3,254,860	3,446,617	5,424,603
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 19,787,675	\$ 21,999,299	\$ 18,308,839	\$ 19,067,265
NET (EXPENSE) REVENUE				
Governmental activities	\$ (14,400,489)	\$ (17,208,865)	\$ (12,489,542)	\$ (7,898,068)
Business-type activities	2,953,986	2,281,821	1,462,531	(31,670)
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (11,446,503)	\$ (14,927,044)	\$ (11,027,011)	\$ (7,929,738)

Data Source

Audited Financial Statements

	2013	2014	2015	2016	2017	2018
\$	695,222	\$ 1,226,141	\$ 1,294,114	\$ 1,950,666	\$ 1,811,831	\$ 1,877,950
	463,084	380,744	377,950	322,440	310,668	299,326
	52,111	74,087	-	-	-	-
	468,011	557,452	482,376	427,350	423,654	426,345
	304,277	385,846	1,430,325	968,276	1,914,580	718,836
	1,982,705	2,624,270	3,584,765	3,668,732	4,460,733	3,322,457
	3,550,275	3,486,598	3,390,591	3,601,314	4,073,587	4,303,428
	1,007,239	1,062,918	1,149,819	1,205,588	1,363,688	896,747
	113,333	108,918	115,074	121,396	138,546	136,627
	123,292	113,490	114,353	114,600	120,814	113,618
	99,968	174,965	22,375	-	412,416	-
	4,894,107	4,946,889	4,792,212	5,042,898	6,109,051	5,450,420
\$	6,876,812	\$ 7,571,159	\$ 8,376,977	\$ 8,711,630	\$ 10,569,784	\$ 8,772,877
\$	2,907,898	\$ 4,134,080	\$ 4,210,853	\$ 3,138,132	\$ 3,804,608	\$ 4,011,167
	6,404,463	6,324,626	6,140,542	9,152,756	5,873,739	6,215,197
	3,727,754	3,327,837	3,643,153	3,299,771	3,910,214	3,282,006
	1,070,454	1,015,957	1,071,841	942,340	842,110	762,681
	14,110,569	14,802,500	15,066,389	16,532,999	14,430,671	14,271,051
	4,693,396	4,716,577	4,799,899	5,367,296	5,114,581	5,541,733
	134,420	94,811	106,697	106,554	123,343	136,834
	4,827,816	4,811,388	4,906,596	5,473,850	5,237,924	5,678,567
\$	18,938,385	\$ 19,613,888	\$ 19,972,985	\$ 22,006,849	\$ 19,668,595	\$ 19,949,618
\$	(12,127,864)	\$ (12,178,230)	\$ (11,481,624)	\$ (12,864,267)	\$ (9,969,938)	\$ (10,948,594)
	66,291	135,501	(114,384)	(430,952)	871,127	(228,147)
\$	(12,061,573)	\$ (12,042,729)	\$ (11,596,008)	\$ (13,295,219)	\$ (9,098,811)	\$ (11,176,741)

VILLAGE OF LEMONT, ILLINOIS

CHANGE IN NET POSITION INCLUDING TIF ACTIVITY (Continued)

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental activities				
Taxes				
Property	\$ 3,112,108	\$ 3,593,495	\$ 3,845,522	\$ 4,109,039
Sales	1,640,446	1,679,676	1,744,706	1,668,624
Intergovernmental	3,496,019	3,103,076	3,742,692	3,214,930
Investment income	201,642	15,428	8,724	4,632
Miscellaneous	825,550	755,511	470,039	414,400
Gain on extinguishment of debt	-	-	-	-
Transfers	1,362,447	844,824	893,349	383,460
Total governmental activities	10,638,212	9,992,010	10,705,032	9,795,085
Business-type activities				
Investment income	28,043	10,239	7,758	2,070
Miscellaneous	-	-	24,652	-
Transfers	(1,362,447)	(844,824)	(893,349)	(383,460)
Total business-type activities	(1,334,404)	(834,585)	(860,939)	(381,390)
TOTAL PRIMARY GOVERNMENT	\$ 9,303,808	\$ 9,157,425	\$ 9,844,093	\$ 9,413,695
CHANGE IN NET POSITION				
Governmental activities	\$ (3,762,277)	\$ (7,216,855)	\$ (1,784,510)	\$ 1,897,017
Business-type activities	1,619,582	1,447,236	601,592	(413,060)
TOTAL PRIMARY GOVERNMENT	\$ (2,142,695)	\$ (5,769,619)	\$ (1,182,918)	\$ 1,483,957

Note: The Village implemented GASB 68 and 71 for the fiscal year ended April 30, 2016. The Village implemented GASB 75 for the fiscal year ended April 30, 2018.

Data Source

Audited Financial Statements

	2013	2014	2015	2016	2017	2018
\$	4,246,430	\$ 3,882,052	\$ 4,327,416	\$ 3,767,900	\$ 3,431,797	\$ 3,525,034
	1,766,972	1,824,975	1,870,562	1,958,778	2,029,468	1,946,094
	3,607,204	3,995,806	3,437,961	3,517,917	3,552,246	3,685,960
	8,018	6,986	5,286	5,096	18,235	15,627
	17,201	117,180	462,051	778,967	321,401	430,197
	-	-	1,075,646	-	-	-
	485,000	80,000	246,587	225,000	75,000	878,934
	10,130,825	9,906,999	11,425,509	10,253,658	9,428,147	10,481,846
	2,020	4,483	6,167	11,405	19,957	37,929
	-	-	-	-	-	-
	(485,000)	(80,000)	(246,587)	(225,000)	(75,000)	(878,934)
	(482,980)	(75,517)	(240,420)	(213,595)	(55,043)	(841,005)
\$	9,647,845	\$ 9,831,482	\$ 11,185,089	\$ 10,040,063	\$ 9,373,104	\$ 9,640,841
\$	(1,997,039)	\$ (2,271,231)	\$ (56,115)	\$ (2,610,609)	\$ (541,791)	\$ (466,748)
	(416,689)	59,984	(354,804)	(644,547)	816,084	(1,069,152)
\$	(2,413,728)	\$ (2,211,247)	\$ (410,919)	\$ (3,255,156)	\$ 274,293	\$ (1,535,900)

VILLAGE OF LEMONT, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
GENERAL FUND										
Nonspendable	\$ -	\$ -	\$ 103,033	\$ 63,773	\$ 25,687	\$ 34,311	\$ 34,338	\$ 30,333	\$ 45,100	\$ 63,245
Unreserved/unassigned	596,684	775,096	752,044	1,673,748	2,367,142	2,378,961	2,379,064	2,902,750	2,895,212	2,907,300
TOTAL GENERAL FUND	\$ 596,684	\$ 775,096	\$ 855,077	\$ 1,737,521	\$ 2,392,829	\$ 2,413,272	\$ 2,413,402	\$ 2,933,083	\$ 2,940,312	\$ 2,970,545
ALL OTHER GOVERNMENTAL FUNDS										
Nonspendable	-	-	816,994	949,265	823,278	822,354	849,707	817,377	817,149	816,663
Reserved/restricted	1,859,933	1,087,418	3,189,565	7,458,053	4,088,754	2,519,169	1,657,689	1,978,199	1,269,829	1,336,698
Unreserved/unassigned/assigned, reported in										
Special Revenue Funds	1,784,005	2,055,168	-	-	-	-	(37,506)	(128,385)	(226,050)	-
Capital Project Funds	1,813,000	1,317,457	22,486	(17,674)	(5,644)	(30,686)	(559,345)	(1,011,067)	(1,040,628)	(1,313,994)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 5,456,938	\$ 4,460,043	\$ 4,029,045	\$ 8,389,644	\$ 4,906,388	\$ 3,310,837	\$ 1,910,545	\$ 1,656,124	\$ 820,300	\$ 839,367

NOTE: The Village implemented GASB 54 as of April 30, 2011.

Data Source

Audited Financial Statements

VILLAGE OF LEMONT, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
REVENUES										
Charges for services	\$ -	\$ -	\$ 310,108	\$ 85,855	\$ 98,840	\$ 89,300	\$ 105,952	\$ 123,185	\$ 134,425	\$ 106,480
Intergovernmental revenue	454,520	439,026	551,669	1,768,184	1,588,699	4,049,468	4,447,495	4,373,319	4,346,290	4,622,568
Fees by agreement	207,764	198,173	227,858	-	-	-	-	-	-	-
Property Taxes	3,112,108	3,593,495	3,845,522	4,109,039	4,175,306	3,882,052	4,327,416	3,767,900	3,431,797	3,525,034
Intergovernmental Taxes	3,082,329	2,941,403	3,893,185	2,489,905	2,605,401	557,452	58,846	-	-	-
Licenses and permits	643,062	855,940	565,940	1,166,536	896,268	1,350,058	1,287,414	1,944,916	1,746,531	1,858,535
Fines and forfeitures	304,867	280,326	213,631	236,659	267,289	275,947	278,698	256,715	241,543	229,138
Interest	201,642	15,428	8,724	4,632	8,019	6,986	5,286	5,096	18,236	15,627
Grants	273,660	201,135	-	-	-	-	-	-	-	-
Reimbursements	-	33,235	-	-	-	-	-	-	-	-
Other tax	2,054,136	1,841,349	1,594,213	1,568,877	1,590,120	1,628,494	1,870,562	1,798,262	1,792,832	1,715,800
Miscellaneous	825,550	283,250	238,146	422,332	327,509	610,738	959,023	1,031,066	945,986	992,987
Total revenues	11,159,638	10,682,760	11,448,996	11,852,019	11,557,451	12,450,495	13,340,692	13,300,459	12,657,640	13,066,169
EXPENDITURES										
General government	4,476,182	3,626,120	3,549,570	3,014,924	2,446,439	3,340,680	3,706,917	3,344,298	3,438,731	3,489,677
Highway and streets	1,234,887	1,232,564	1,401,603	1,067,386	1,455,356	1,799,859	2,031,518	1,422,002	1,727,263	1,381,402
Public safety	3,704,411	3,558,940	3,708,643	3,784,546	4,153,066	4,333,280	4,209,162	4,935,562	5,175,934	5,896,647
Capital outlay	10,210,146	4,803,390	1,503,543	3,695,995	4,265,643	1,983,851	2,882,621	1,429,223	1,328,473	397,226
Debt service										
Principal	1,206,339	1,425,000	1,548,599	3,897,513	1,489,475	1,612,457	2,545,037	1,350,978	1,046,013	7,447,752
Interest	858,508	845,843	873,810	893,820	1,071,037	1,036,250	1,054,436	935,208	852,467	896,759
Bond issuance cost	-	76,236	-	25,346	-	-	-	-	-	-
Total expenditures	21,690,473	15,568,093	12,585,768	16,379,530	14,881,016	14,106,377	16,429,691	13,417,271	13,568,881	19,509,463
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(10,530,835)	(4,885,333)	(1,136,772)	(4,527,511)	(3,323,565)	(1,655,882)	(3,088,999)	(116,812)	(911,241)	(6,443,294)

VILLAGE OF LEMONT, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
OTHER FINANCING SOURCES (USES)										
Bonds issued	\$ -	\$ 3,185,000	\$ -	\$ -	\$ -	\$ -	\$ 1,915,000	\$ 3,870,000	\$ -	\$ 6,100,000
Proceeds from sale of capital assets	-	-	10,035	10,035	10,617	774	4,901	935	7,646	5,791
Premium on bonds	-	-	-	-	-	-	61,412	109,319	-	317,869
Discount on bonds	-	(46,150)	-	-	-	-	-	-	-	-
Payment made to bond escrow	-	-	-	-	-	-	(946,810)	(3,945,959)	-	-
Capital leases and notes	-	-	-	-	-	-	407,747	122,777	-	-
Transfer in	2,992,991	3,187,361	3,184,129	3,184,129	2,753,491	2,180,126	1,743,020	2,304,023	1,619,565	1,645,290
Transfer out	(2,079,991)	(2,259,361)	(2,290,780)	(2,290,780)	(2,268,491)	(2,100,126)	(1,496,433)	(2,079,023)	(1,544,565)	(1,576,356)
Total other financing sources (uses)	913,000	4,066,850	903,384	903,384	495,617	80,774	1,688,837	382,072	82,646	6,492,594
NET CHANGE IN FUND BALANCES	\$ (9,617,835)	\$ (818,483)	\$ (233,388)	\$ (3,624,127)	\$ (2,827,948)	\$ (1,575,108)	\$ (1,400,162)	\$ 265,260	\$ (828,595)	\$ 49,300
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	17.99%	20.29%	20.64%	30.86%	23.99%	19.33%	24.48%	18.20%	18.20%	43.01%

Data Source

Audited Financial Statements

VILLAGE OF LEMONT, ILLINOIS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY BY CLASSIFICATION

Last Ten Fiscal Years

	Residential Value	Farm Value	Commercial Value	Industrial Value	Total Real Estate	Railroad Value	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2008	\$ 517,074,308	\$ 98,784	\$ 106,032,948	\$ 49,505,414	\$ 672,680,684	\$ 535,321	\$ 673,246,775	0.367	\$ 2,019,740,325	33.33%
2009	561,753,175	95,444	91,305,041	50,947,353	704,101,013	646,093	704,747,146	0.359	2,114,241,438	33.33%
2010	585,095,855	95,445	79,031,763	37,477,045	701,700,108	723,152	702,423,260	0.373	2,107,269,780	33.33%
2011	482,270,586	90,113	78,531,349	39,026,872	599,918,920	862,124	600,781,044	0.448	1,802,343,132	33.33%
2012	447,566,507	114,642	72,326,541	34,715,389	554,723,079	912,831	555,635,910	0.502	1,666,907,730	33.33%
2013	422,924,207	111,393	70,040,678	32,184,329	525,260,607	981,201	526,241,808	0.546	1,578,725,424	33.33%
2014	415,266,140	113,547	88,336,450	16,376,089	520,092,226	983,293	521,075,519	0.570	1,563,226,557	33.33%
2015	417,836,116	92,321	88,318,256	15,801,856	522,048,549	1,056,604	523,105,153	0.594	1,569,315,459	33.33%
2016	450,183,700	94,074	91,158,540	16,400,497	557,836,811	1,137,642	558,974,453	0.577	1,676,923,359	33.33%
2017	562,858,136	122,595	94,924,068	18,101,141	676,005,940	1,178,851	677,184,791	0.493	2,031,554,373	33.33%

Data Source

Cook, DuPage and Will County Clerks

VILLAGE OF LEMONT, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENT

LAST TEN LEVY YEARS

April 30, 2018

Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
VILLAGE DIRECT RATES										
Corporate	0.087	0.093	0.126	0.229	0.235	0.235	0.251	0.271	0.246	0.209
Bond & Interest	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Garbage	0.001	0.001	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Police Pension	0.069	0.071	0.072	0.084	0.093	0.122	0.124	0.128	0.139	0.120
IMRF	0.044	0.043	0.034	0.027	0.052	0.058	0.062	0.062	0.062	0.053
Street & Bridge	0.028	0.027	0.027	0.021	0.023	0.024	0.024	0.024	0.018	0.015
Police Protection	0.026	0.026	0.025	0.030	0.032	0.035	0.035	0.035	0.033	0.028
Civil Defense	0.001	0.002	0.001	0.001	0.001	0.002	0.002	0.002	0.001	0.001
Social Security	0.044	0.043	0.034	0.010	0.016	0.017	0.019	0.019	0.041	0.037
Auditing	0.005	0.005	0.005	0.004	0.005	0.005	0.005	0.005	0.005	0.004
Liability Insurance	0.024	0.022	0.022	0.010	0.011	0.012	0.012	0.012	0.011	0.009
Street Lighting	0.015	0.014	0.014	0.011	0.012	0.013	0.013	0.013	0.011	0.009
Crossing Guards	0.004	0.004	0.004	0.001	0.001	0.002	0.002	0.002	0.001	0.001
Working Cash Funds	0.010	0.001	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Workmen's Compensation	0.010	0.009	0.009	0.019	0.021	0.022	0.022	0.021	0.009	0.007
TOTAL RATES	0.367	0.359	0.373	0.448	0.502	0.546	0.570	0.594	0.577	0.493

VILLAGE OF LEMONT, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENT

LAST TEN LEVY YEARS

April 30, 2018

Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
OVERLAPPING RATES										
School District 113	1.551	1.551	1.643	1.964	2.194	2.385	2.509	2.470	2.381	2.144
Lemont Fire Protection District	0.630	0.588	0.636	0.728	0.801	0.863	0.899	0.929	0.918	0.797
Lemont Library District	0.135	0.135	0.142	0.173	0.193	0.211	0.222	0.211	0.203	0.175
Village of Lemont	0.367	0.359	0.373	0.448	0.502	0.546	0.570	0.594	0.577	0.494
Lemont Park District	0.380	0.382	0.393	0.461	0.504	0.538	0.557	0.570	0.547	0.467
Joliet Comm. College District	0.189	0.217	0.229	0.249	0.275	0.298	0.309	0.310	0.311	0.298
Lemont High School District	1.471	1.468	1.550	1.844	2.024	2.176	2.259	2.303	2.211	1.963
So Cook County Mosquito Abate	0.009	0.009	0.010	0.012	0.014	0.016	0.017	0.017	0.017	0.016
Metropolitan Water Reclam. District	0.252	0.261	0.274	0.320	0.370	0.417	0.430	0.426	0.406	0.402
Lemont General Assistance	0.001	0.002	0.002	0.002	0.002	0.004	0.005	0.006	0.006	0.005
Lemont Road & Bridge	0.080	0.080	0.084	0.103	0.115	0.126	0.133	0.139	0.135	0.116
Lemont Township	0.169	0.172	0.186	0.236	0.268	0.299	0.330	0.350	0.114	0.098
Consolidated Elections	0.000	0.021	0.000	0.025	0.000	0.031	0.000	0.034	0.000	0.031
Cook County Forest Preserve	0.051	0.049	0.051	0.058	0.063	0.069	0.069	0.069	0.063	0.062
Cook County	0.415	0.394	0.423	0.462	0.531	0.560	0.568	0.552	0.533	0.496
Northwest Homer Fire Prot Dist	0.349	0.352	0.372	0.403	0.450	0.479	0.491	0.487	0.584	0.000
TOTAL RATES	6.049	6.040	6.368	7.488	8.306	9.018	9.368	9.467	9.006	7.564

Data Source

Cook County Clerk's Office

VILLAGE OF LEMONT, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

2018					2009				
Taxpayer	Type of Business	Equalized Assessed Valuation	Rank	Percentage of Total Village Equalized Assessed Valuation	Taxpayer	Equalized Assessed Valuation	Rank	Percentage of Total Village Equalized Assessed Valuation	
Timberline Knolls LLC	Commercial properties and vacant land	\$ 8,241,073	1	1.47%	Target Drop tax	\$ 10,947,647	1	1.90%	
Target Droptax T1213	Discount department store	5,474,179	2	0.98%	IMTT Lemont	9,049,230	2	1.57%	
GK Development Inc	Shopping center, supermarket, and one story store	4,859,367	3	0.87%	Kohl's Department Store	7,127,689	3	1.24%	
New Albertsons LLC	Jewel food store	4,381,231	4	0.78%	Edgemark Asst. Mgmt	7,061,301	4	1.22%	
Lemont Property LLC	Special commercial property with improvements	4,344,324	5	0.78%	Albertson Prop Tax	6,530,593	5	1.13%	
Kohl's Department Store LLC	Department store	4,076,231	6	0.73%	GK Development Inc	5,248,773	6	0.91%	
Long Run 1031 LLC	Shopping center and one story store	4,075,045	7	0.73%	Lemont Venture LLC	4,554,509	7	0.79%	
OS Lemont Dev Co. LLC	One story stores	3,826,837	8	0.68%	Lemont POB LLC	3,753,126	8	0.65%	
IMTT Illinois	Industrial properties and vacant land	3,825,087	9	0.68%	Lemont Property LLC	3,747,330	9	0.65%	
GA HC Reit II Lemont	Two or three story building with retail and/or commercial space	2,770,890	10	0.50%	Timberline Knolls LLC	3,487,856	10	0.60%	
		<u>\$ 45,874,264</u>		<u>8.21%</u>		<u>\$ 61,508,054</u>		<u>10.67%</u>	

*Includes only those parcels located in Cook County with 2016 equalized assessed values over approximately \$100,000.

Data Source

Office of the Cook County Clerk

VILLAGE OF LEMONT, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy		Collections* in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2008	\$ 2,479,600	\$ 2,426,206	97.85%	*	\$ 2,426,206	97.85%
2009	2,522,000	1,215,667	48.20%	1,143,189	2,358,856	93.53%
2010	2,650,443	1,288,028	48.60%	1,263,788	2,551,816	96.28%
2011	2,675,705	1,348,530	50.40%	1,285,962	2,634,492	98.46%
2012	2,784,233	1,390,784	49.95%	1,354,000	2,744,784	98.58%
2013	2,852,531	1,422,461	49.87%	1,400,458	2,822,919	98.96%
2014	2,944,154	1,483,779	50.40%	1,430,970	2,914,749	99.00%
2015	3,110,068	1,530,043	49.20%	1,520,507	3,050,550	98.09%
2016	3,185,423	1,620,592	50.88%	1,502,569	3,123,161	98.05%
2017	3,341,224	1,715,184	51.33%	-	1,715,184	51.33%

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

Data Source

Office of the County Clerk

*Collections in subsequent years not available prior to fiscal year 2009.

VILLAGE OF LEMONT, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-Type Activities			Total Primary Government	Percentage of Estimated Actual Taxable Value of Property	Per Capita
	General Obligation Bonds*	Installment Contracts Payable	Tax Bonds Payable	Notes Payable	TIF General Obligation	TIF Increment Finance Bond	Water/Sewer Fund Obligation Debt*	Water/Sewer Fund Installment Contracts			
April 30, 2009	\$ 11,264,174	\$ -	\$ 2,055,000	\$ 1,426,487	\$ 5,725,000	\$ 1,387,779	\$ 6,409,271	\$ 69,479	\$ 28,337,190	1.39%	\$ 1,704
April 30, 2010	10,682,484	-	3,190,000	1,376,487	5,225,000	1,355,626	5,981,190	-	27,810,787	1.30%	1,673
April 30, 2011	10,117,749	-	2,805,000	1,326,487	6,465,000	1,315,477	10,548,111	291,562	32,869,386	1.54%	2,054
April 30, 2012	17,982,948	-	2,395,000	226,487	5,930,000	1,269,245	10,080,032	221,092	38,104,804	2.09%	2,382
April 30, 2013	17,642,205	-	1,955,000	226,487	5,285,000	1,211,511	9,889,986	237,236	36,447,425	2.16%	2,278
April 30, 2014	17,291,461	-	1,475,000	200,000	4,620,000	1,146,825	9,370,820	117,026	34,221,132	2.15%	2,072
April 30, 2015	17,047,129	53,747	1,075,000	479,000	3,930,000	-	8,851,654	90,158	31,526,688	2.00%	1,870
April 30, 2016	16,725,926	117,238	990,000	307,307	3,565,000	-	13,893,407	43,649	35,642,527	2.25%	2,123
April 30, 2017	16,145,916	83,269	900,000	135,283	3,380,000	-	15,321,315	144,475	36,110,258	2.13%	2,137
April 30, 2018	15,339,392	47,993	-	127,787	3,200,000	-	13,506,593	220,040	32,441,805	1.58%	1,900

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

See the Schedule on page 117 for property value data.

* General Obligation Bonds for Governmental Activities and Business-Type Activities are presented net of premiums, discounts and adjustments.

Data Source

U.S. Census Bureau
 Village Records
 County Clerk's

VILLAGE OF LEMONT, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	Population	Equalized Assessed Valuation*	Governmental Activities		
			Gross General Obligation Debt	Less Debt Service Monies Available	Net General Obligation Debt*
April 30, 2009	16,625	\$ 673,246,775	\$ 11,264,174	\$ 20,779	\$ 11,243,395
April 30, 2010	16,625	704,747,146	10,682,484	79,935	10,602,549
April 30, 2011	16,000	702,423,260	10,117,749	97,683	10,020,066
April 30, 2012	16,000	600,781,044	17,982,948	-	17,982,948
April 30, 2013	16,000	555,635,910	17,642,205	-	17,642,205
April 30, 2014	16,517	526,241,808	17,291,461	-	17,291,461
April 30, 2015	16,517	521,075,519	17,047,129	-	17,047,129
April 30, 2016	16,788	523,105,153	16,725,926	-	16,725,926
April 30, 2017	16,895	558,974,453	16,145,916	-	16,145,916
April 30, 2018	17,075	677,184,791	15,339,392	-	15,339,392

Year Ended	Business Type Activities		Total Primary Government		
	General Obligation Debt *	Total Debt Outstanding*	Per Capita	Percentage of Assessed Value	
April 30, 2009	\$ 6,409,271	\$ 17,652,666	\$ 1,062	2.62%	
April 30, 2010	5,981,190	16,583,739	998	2.35%	
April 30, 2011	10,548,111	20,568,177	1,286	2.93%	
April 30, 2012	10,080,032	28,062,980	1,754	4.67%	
April 30, 2013	9,889,986	27,532,191	1,721	4.96%	
April 30, 2014	9,370,820	26,662,281	1,614	5.07%	
April 30, 2015	8,851,654	25,898,783	1,568	4.97%	
April 30, 2016	13,893,407	30,619,333	1,824	5.85%	
April 30, 2017	15,321,315	31,467,231	1,863	5.63%	
April 30, 2018	13,506,593	28,845,985	1,689	4.26%	

See the Schedule on page 117 for property value data.

* General Obligation Bonds for Governmental Activities and Business-Type Activities are presented net of premiums, discounts and adjustments.

Data Source

U.S. Census Bureau
Village Records
County Clerk's

VILLAGE OF LEMONT, ILLINOIS

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT

(As of April 30,2018)

	Outstanding Bonds	Applicable to Village	
		Percentage	Amount
Direct Debt			
VILLAGE OF LEMONT	\$ - (1)	100.000%	\$ -
Overlapping Bonded Debt			
<i>Counties:</i>			
Cook County	3,085,186,750 (1)	0.389%	12,001,376
Cook County Forest Preserve District	150,960,000	0.389%	587,234
DuPage County	31,845,000 (1)	0.002%	637
DuPage County Forest Preserve District	111,711,749 (2)	0.002%	2,234
Will County	0 (1)	0.002%	0
Will County Forest Preserve District	108,309,792 (2)	0.002%	2,166
<i>Miscellaneous Districts:</i>			
Metropolitan Water Reclamation District	2,480,560,091 (3)	0.397%	9,847,824
Lemont Park District	10,261,000	68.901%	7,069,932
Lemont Public Library District	2,485,000	71.431%	1,775,060
Fountaindale Public Library District	32,130,000	0.017%	5,462
<i>School Districts:</i>			
# 113	7,363,156 (2)	53.849%	3,964,986
CUSD #365-U	160,429,466 (2)	0.014%	22,460
HSD #86	21,680,000	0.008%	1,734
HSD #210	41,115,000	53.290%	21,910,184
Community College #502	168,705,000 (1)	0.002%	3,374
Community College #525	73,435,000 (1)	2.956%	2,170,739
Total Overlapping Debt	<u>6,486,177,004</u>		<u>59,365,402</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u>\$ 6,486,177,004</u>		<u>\$ 59,365,402 *</u>

*Excludes Village of Lemont Special Service Area #1's outstanding bonds in the amount of \$810,000 which applies to only a small portion of the Village.

- (1) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds and/or certificates of indebtedness which are expected to be paid from sources other than general taxation.
- (2) Includes original principal amounts of outstanding Capital Appreciation Bonds.
- (3) Includes bonds with the IEPA.

Source: Cook, DuPage and Will County Clerk's Offices

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Lemont. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

* The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Village's taxable assessed value that is within the government's boundaries and dividing it by the Village's total taxable assessed value.

VILLAGE OF LEMONT, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years (Amounts in Thousands)

	April 30, 2009	April 30, 2010	April 30, 2011	April 30, 2012	April 30, 2013	April 30, 2014	April 30, 2015	April 30, 2016	April 30, 2017	April 30, 2018
Equalized valuation	\$ 673,216	\$ 704,747	\$ 702,423	\$ 600,781	\$ 555,636	\$ 526,242	\$ 521,076	\$ 523,105	\$ 558,974	\$ 677,185
Legal debt limit 8.625% of equalized valuation	58,065	60,784	60,584	51,817	47,924	45,388	44,943	45,118	48,212	58,407
Less:										
Outstanding debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ 58,065	\$ 60,784	\$ 60,584	\$ 51,817	\$ 47,924	\$ 45,388	\$ 44,943	\$ 45,118	\$ 48,212	\$ 58,407
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

65 ILCS 5 (from chapter 24, paragraph 8-5-1) of the Illinois Revised Statutes provides "...no municipality having population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until MAY 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessment valuation by the debt limitation percentage in effect on MAY 1, 1979."

VILLAGE OF LEMONT, ILLINOIS

Waterworks and Sewerage Fund

Schedule of Revenue Bond Coverage

Last Ten Fiscal Years

Fiscal Year	Gross Revenue	Direct Operating Expenses	Net Revenue Available For Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2009	\$ 3,740,909	\$ 2,125,953	\$ 1,614,956	\$ 425,000	\$ 262,230	\$ 687,230	2.3
2010	3,684,944	1,832,488	1,852,456	425,000	250,395	675,395	2.7
2011	4,063,716	1,665,723	2,397,993	430,000	237,595	667,595	3.6
2012	4,041,936	2,086,774	1,955,162	465,000	449,298	914,298	2.1
2013	4,540,234	2,897,753	1,642,481	495,000	405,750	900,750	1.8
2014	4,493,613	2,995,512	1,498,101	515,000	466,114	981,114	1.5
2015	4,474,530	3,097,467	1,377,063	530,000	448,003	978,003	1.4
2016	4,738,090	3,403,464	1,334,626	330,000	705,361	1,035,361	1.3
2017	5,257,738	3,223,250	2,034,488	375,000	598,978	973,978	2.1
2018	5,132,146	3,552,218	1,579,928	840,000	480,283	1,320,283	1.2

VILLAGE OF LEMONT, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE INCLUDING TIF ACTIVITY

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities					
	General Obligation Bonds*	Installment Contracts Payable	Tax Bonds Payable	Notes Payable	TIF General Obligation	Tax Increment Finance Bond
April 30, 2007	\$ 2,985,000	\$ 131,560	\$ 2,590,000	\$ 1,500,000	\$ 3,795,000	\$ 1,439,164
April 30, 2008	11,741,632	36,558	2,335,000	1,476,487	6,130,000	1,413,890
April 30, 2009	11,264,174	-	2,055,000	1,426,487	5,725,000	1,387,779
April 30, 2010	10,682,484	-	3,190,000	1,376,487	5,225,000	1,355,626
April 30, 2011	10,117,749	-	2,805,000	1,326,487	6,465,000	1,315,477
April 30, 2012	17,982,948	-	2,395,000	226,487	5,930,000	1,269,245
April 30, 2013	17,642,205	-	1,955,000	226,487	5,285,000	1,211,511
April 30, 2014	17,291,461	-	1,475,000	200,000	4,620,000	1,146,825
April 30, 2015	17,047,129	53,747	1,075,000	479,000	3,930,000	-
April 30, 2016	16,725,926	117,238	990,000	307,307	3,565,000	-
April 30, 2017	16,145,916	83,269	900,000	135,283	3,380,000	-
April 30, 2018	15,339,392	47,993	-	127,787	3,200,000	-

* General Obligation Bonds for Governmental Activities and Business-Type Activities are presented net of premiums, discounts and adjustments.

** See the Schedule of Demographic and Economic Statistics on page 130 for personal income and population data.

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

Personal income is the largest sole source income type, usually either property or sales tax. In the case of special districts, it may be fees.

Business-Type Activities		Total Primary Government	Population	Personal Income**	Percentage of Personal Income**	Per Capita**
General Obligation Debt*	Installment Notes Payable					
\$ 7,240,429	\$ 235,393	\$ 19,916,546	\$ 15,614	\$ 33,652	3.79%	\$ 1,275.56
6,837,350	150,593	30,121,510	16,625	35,078	5.17%	1,811.82
6,409,271	69,479	28,337,190	16,625	36,227	4.71%	1,704.49
5,981,190	-	27,810,787	16,625	36,766	4.55%	1,672.83
10,548,111	291,562	32,869,386	16,000	37,762	5.44%	2,054.34
10,080,032	221,092	38,104,804	16,000	38,177	6.24%	2,381.55
9,889,986	237,236	36,447,425	16,000	38,565	5.91%	2,277.96
9,370,820	117,026	34,221,132	16,517	37,992	5.45%	2,071.87
8,851,654	90,158	31,526,688	16,861	38,214	4.89%	1,869.80
13,893,407	43,649	35,642,527	16,788	38,231	5.55%	2,123.10
15,321,315	144,475	36,110,258	16,895	38,953	5.49%	2,137.33
13,506,593	220,040	32,441,805	17,075	40,647	4.67%	1,899.96

VILLAGE OF LEMONT, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE EXCLUDING TIF ACTIVITY

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities				Business-Type Activities		Total Primary Government	Population**	Personal Income**	Percentage of Personal Income**	Per Capita**
	General Obligation Bonds*	Installment Notes Payable	Tax Bonds Payable	Notes Payable	General Obligation Debt*	Installment Notes Payable					
April 30, 2007	\$ 2,985,000	\$ 131,560	\$ 2,590,000	\$ 1,500,000	\$ 7,240,429	\$ 235,393	\$ 14,446,989	\$ 15,614	\$ 33,652	2.75%	\$ 925.26
April 30, 2008	11,741,632	36,558	2,335,000	1,476,487	6,837,350	150,593	22,427,027	16,625	35,078	3.85%	1,348.99
April 30, 2009	11,264,174	-	2,055,000	1,426,487	6,409,271	69,479	21,154,932	16,625	36,227	3.51%	1,272.48
April 30, 2010	10,682,484	-	3,190,000	1,376,487	5,981,190	-	21,230,161	16,625	36,766	3.47%	1,277.00
April 30, 2011	10,117,749	-	2,805,000	1,326,487	10,548,111	291,562	25,088,909	16,000	37,762	4.15%	1,568.06
April 30, 2012	17,982,948	-	2,395,000	226,487	10,080,032	221,092	30,905,559	16,000	38,177	5.06%	1,931.60
April 30, 2013	17,642,205	-	1,955,000	226,487	9,889,986	237,236	29,950,914	16,000	38,565	4.85%	1,871.93
April 30, 2014	17,291,461	-	1,475,000	200,000	9,370,820	117,026	28,454,307	16,517	37,992	4.53%	1,722.73
April 30, 2015	17,047,129	53,747	1,075,000	479,000	8,851,654	90,158	27,596,688	16,861	38,214	4.28%	1,636.72
April 30, 2016	16,725,926	117,238	990,000	307,307	13,893,407	43,649	32,077,527	16,788	38,231	5.00%	1,910.74
April 30, 2017	16,145,916	83,269	900,000	135,283	15,321,315	144,475	32,730,258	16,895	38,953	4.97%	1,937.27
April 30, 2018	15,339,392	47,993	-	127,787	13,506,593	220,040	29,241,805	17,075	40,647	4.21%	1,712.55

* General Obligation Bonds for Governmental Activities and Business-Type Activities are presented net of premiums, discounts and adjustments.

** See the Schedule of Demographic and Economic Statistics for personal income and population data.

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

VILLAGE OF LEMONT, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population (1)(2)	Per Capita Personal Income (3)	Personal Income (4)	Median Age (1)(2)	% Bachelors Degree or Higher (1)(2)	Unemployed Percentage (1)(2)
2009	16,625	\$ 36,227	\$ 602,281,912	38.3	32	7.7
2010	16,625	36,766	611,237,844	38.3	32	7.9
2011	16,000	37,762	604,197,738	38.3	32	7.5
2012	16,000	38,177	610,832,000	38.3	39	8.9
2013	16,000	38,565	617,044,161	38.3	39	8.5
2014	16,517	37,992	627,513,864	38.3	39	6.5
2015	16,861	38,214	644,326,254	42.4	40	**
2016	16,788	38,231	641,822,028	42.4	40	**
2017	16,895	38,953	658,110,935	42.0	40	**
2018	17,075	40,647	694,047,525	42.0	39	**

(1) U.S. Census Bureau

(2) Illinois Census Profile/U.S. Census Bureau

(3) U.S. Census Bureau based on adjustments through Chicago CPI

(4) Computation of total personal income multiplied by population

* Formula change by Illinois Department of Employment Security

** Data unavailable

VILLAGE OF LEMONT, ILLINOIS
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

2018				2009			
Employer(1)	Rank	Number Employed	Percent of Total Village Population	Employer(1)	Rank	Number Employed	Percent of Total Village Population (5)
Argonne National Laboratory(2) U.S. Government Research Facility	1	3,200	18.74%	Argonne National Laboratory U.S. Government Research Facility	1	2,800	38.62%
Citgo Refinery(2) Gasoline and Petroleum Products	2	803	4.70%	Citgo Refinery Gasoline and Petroleum Products	2	596	8.22%
Timberline Knolls Residential Treatment Center	3	515	3.02%	K-Five Construction Corp. Roadway Construction	3	400	5.52%
Franciscan Village Nursing Home / Assisted Living	4	300	1.76%	Mother Theresa Home Nursing Home / Assisted Living	4	290	4.00%
Lemont - Bromberek School District 113A	5	245	1.43%	Lemont-Bromberek School District 113A	5	285	3.93%
Lemont High School District 210	6	196	1.15%	Lemont High School District 210	6	185	2.55%
Jewel - Osco Grocery / Drug Store	7	150	0.88%	Jewel - Osco Grocery / Drug Store	7	180	2.55%
Lemont Nursing and Rehabilitation	8	137	0.80%	Lemont Nursing and Rehabilitation Center	8	160	1.00%
Target Retail Store	9	130	0.76%	Target Retail Store	9	160	1.00%
Kohl's Retail Store	10	90	0.53%	Kohl's Retail Store	10	105	0.66%

Data Source

- (1) Includes full and part-time employees.
- (2) Included because of close proximity to the Village of Lemont.
- (3) Phone canvassing of local employers
- (4) Total Village employment unavailable at the time of this report. Total Village population used instead.

VILLAGE OF LEMONT, ILLINOIS
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PUBLIC SAFETY	37	33	32	32	32	35.1	35.1	35.1	36.1	36.1
PUBLIC WORKS	30	25	24	24	24	24	24	24	24	20.5
COMMUNITY DEVELOPMENT	3	2	2	2	2	3	3	3.5	3.5	7.5
GENERAL GOVERNMENT	8	7	6	4	4	7	7	7	7	7
WATER AND SEWERAGE	-	-	-	-	-	-	-	-	-	-
(Combined with Public Works)	78	67	64	62	62	69	69	70	71	71

Data Source

Village budget office

**2009-2013 does not include part-time

VILLAGE OF LEMONT, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PUBLIC SAFETY										
Police										
Physical arrests	384	545	482	460	465	490	510	238	238	334
Parking violations	1,163	1,510	2,781	2,245	2,364	2,345	2,477	955	955	952
Traffic violations	543	524	2,461	3,764	2,511	2,366	1,696	2,641	2,641	1,531
PUBLIC WORKS										
Street lights repaired	247	214	241	224	245	270	301	417	286	273
Alleys paved	1	-	-	-	1	1	2	2	2	1
WATER										
Water main breaks	20	16	28	13	27	40	35	33	29	25
Rated daily pumping capacity (gallons)	5,496,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Average daily pumpage (gallons)	1,978,745	2,200,000	2,800,000	2,500,000	2,500,000	1,700,000	1,800,000	2,000,000	2,200,000	1,800,000
Maximum daily pumpage (gallons)	5,496,000	3,600,000	4,600,000	4,230,000	3,850,000	3,162,000	2,787,000	3,450,000	3,450,000	3,316,000
Number of accounts in service	5,413	5,400	5,464	5,487	5,545	5,667	5,727	5,952	6,009	6,051

Data Source

Various Village departments

VILLAGE OF LEMONT, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units(1)	27	27	27	27	27	28	28	28	28	28
PUBLIC WORKS										
Miles of streets	144	144	144	144	145	145	147	147	147	150
Number of street lights	820	820	850	820	923	923	940	1,000	1,000	1,022
Miles of alleys	7.8	7.8	7.8	7.8	7.8	7.8	7.8	7.8	7.8	7.8
WATER										
Miles of water mains	91	93	93	95	95	96	97	98	98	100
Fire hydrants	1,455	1,470	1,470	1,495	1,505	1,525	1,540	1,547	1,547	1,547
Sanitary sewers (miles)	87	89	89	89	89	90	92	93	93	100
Storm sewers (miles)	83	84	84	86	86	87	88	89	89	95
Storm sewers manholes	740	760	760	795	795	815	815	860	860	945
Sanitary sewers manholes	2,130	2,165	2,165	2,185	2,185	2,205	2,198	2,216	2,216	2,253

(1) Patrol units consist of the number of sworn officers and Sergeants as of April 30 of that year.

Data Source

Various Village departments