



the Village of New Lenox
"Home Of Proud Americans"

**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**

FISCAL YEAR ENDED
APRIL 30, 2016

Village of New Lenox, Illinois

Comprehensive Annual Financial Report
Fiscal Year Ended April 30, 2016

Submitted by:
Kurt Carroll
Village Administrator

Kimberly Auchstetter
Finance Director/Treasurer

Village of New Lenox, Illinois

Table of Contents

Introductory Section	
Letter of Transmittal	i – vi
Principal Officials	vii
Organization Chart	viii
Certificate of Achievement for Excellence in Financial Reporting	ix
Financial Section	
Independent Auditor's Report	1 – 2
Required Supplementary Information	
Management's Discussion and Analysis	3 – 15
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	16 – 17
Statement of Activities	18
Fund Financial Statements	
Balance Sheet - Governmental Funds	19
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position	20
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	21
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	22
Statement of Net Position - Proprietary Funds	23 – 24
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	25
Statement of Cash Flows - Proprietary Funds	26 – 27
Statement of Net Position - Pension Trust Fund	28
Statement of Changes in Net Position - Pension Trust Fund	29
Notes to Financial Statements	30 – 67
Required Supplementary Information	
Schedule of Employer Contributions - Illinois Municipal Retirement Fund	68
Schedule of Changes in the Net Pension Liability and Related Ratios - Illinois Municipal Retirement Fund	69
Schedule of Funding Progress - Postemployment Healthcare Plan	70
Schedule of Changes in Net Pension Liability, Total Pension Liability and Related Ratios and Investment Returns - Police Pension Plan	71
Schedule of Contributions - Police Pension Plan	72 – 73
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	74
Notes to Required Supplementary Information	75

Financial Section (Continued)

Supplementary Information (Combining and Individual Fund Financial Statements and Schedules and Budgetary Schedules)

General Fund	
Schedule of Expenditures - Budget and Actual	76 – 93
Combining Balance Sheet - Nonmajor Governmental Funds	94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	95
Combining Balance Sheet - Nonmajor Special Revenue Funds	96
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	97
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual - Nonmajor Special Revenue Funds	
Garbage Disposal Fund	98
Seizure & Forfeiture Fund	99
Special Service Area #2008-1 Fund	100
Motor Fuel Tax Fund	101
Balance Sheet - Nonmajor Debt Service Fund - 2010 General Obligation Bonds (SSA 2010-1)	102
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds	103
Combining Balance Sheet - Nonmajor Capital Projects Funds	104
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	105
Enterprise Funds	
Schedule of Sewer Operating Expenses - Budget and Actual	
Waterworks and Sewerage Fund	106-107
Schedule of Water Operating Expenses - Budget and Actual	
Waterworks and Sewerage Fund	108-109
Schedule of Operating Expenses - Budget and Actual - Commuter Parking Lot Fund	110
Other Schedules	
Schedule of Debt Service Requirements	111-116

Statistical Section

Statistical Section Contents	117
Net Position by Component - Last Ten Fiscal Years	118
Change in Net Position - Last Ten Fiscal Years	119 – 120
Fund Balances of Governmental Funds - Last Ten Fiscal Years	121
Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years	122
Assessed Value and Actual Value of Taxable Property - Last Ten Levy Years	123
Property Tax Rates – Direct and Overlapping Governments - Last Ten Levy Years	124
Principal Property Tax Payers - Current Year and Nine Years Ago	125
Property Tax Levies and Collections - Last Ten Levy Years	126
Sales Tax Base and Number of Principal Payers - Taxable Sales by Category Last Ten Calendar Years	127
Local and Other Tax Districts Sales Tax Rates - Last Ten Fiscal Years	128
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	129
Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years	130
Direct and Overlapping Governmental Activities Debt - As of April 30, 2016	131
Legal Debt Margin Information - Fiscal Years 2002 - 2008	132
Demographic and Economic Information - Last Ten Fiscal Years	133
Principal Employers - Current Year and Nine Years Ago	134
Full-Time Equivalent Employees - Last Ten Fiscal Years	135
Operating Indicators - Last Ten Fiscal Years	136
Capital Asset Statistics - Last Ten Fiscal Years	137



October 24, 2016

VILLAGE OF NEW LENOX

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MAYOR
TIMOTHY BALDERMANN

ADMINISTRATOR
KURT T. CARROLL

VILLAGE CLERK
LAURA RUHL

TRUSTEES
ANNETTE BOWDEN
DAVID BUTTERFIELD
DOUGLAS E. FINNEGAN
EMILY JOHNSON
KEITH MADSEN
DAVID SMITH

The Honorable Mayor Baldermann
Members of the Village Board
Citizens of the Village of New Lenox

Illinois state statute requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by a firm of independent licensed certified public accountants. Pursuant to that requirement, we hereby issue the Village of New Lenox Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2016.

The Village's CAFR consists of management's representations concerning the finances of the Village of New Lenox. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Village 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 New Lenox's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village of New Lenox's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village of New Lenox's financial statements have been audited by RSM US LLP. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of New Lenox for the fiscal year ended April 30, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Village of New Lenox's financial statements for the fiscal year ended April 30, 2016, 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 require that management provide a narrative introduction, overview, and analysis to accompany the basic



financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Village of New Lenox's MD&A can be found immediately following the report of the independent auditors.

Profile of the Village of New Lenox

The Village of New Lenox was incorporated on October 4, 1946. The Village of New Lenox is located in Will County approximately 36 miles southwest of downtown Chicago. The Village of New Lenox is a home-rule community as defined by the Illinois Constitution. The Village is one mile east of Joliet, the County seat of Will County. The Village currently has a land area of 15.6 square miles and an estimated population of 26,575. The Village also has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the Village Board.

The Village of New Lenox operates under the Board/Administration form of government. Policymaking and legislative authority are vested in the Village Board, which consists of a Mayor and a six-member Board of Trustees. The Village Board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees and hiring the Village's Administrator and attorney. The Village's Administrator is responsible for carrying out the policies and ordinances of the Village Board, for overseeing the day-to-day operations of the Village, and for appointing the heads of the Village's departments. The Board is elected on a non-partisan basis. Board members are elected to four-year staggered terms with three Board members elected every two years. The Mayor is elected to a four-year term. The Mayor and Village Trustees are elected at large.

The Village provides a full range of municipal services including public safety, planning and zoning, code enforcement, street & grounds maintenance, street lighting, storm water controls, engineering, garbage disposal, water distribution, sanitary sewer collection and treatment and commuter parking facilities.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village are required to submit their budget requests to the Village Administrator on or before January 31st of each year. The Village Administrator uses these requests as the starting point for developing a proposed budget. The Village Administrator then presents this proposed budget to the Village Board on or before March 31st of each year. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than April 30th of each year; the close of the Village's previous fiscal year. The appropriated budget is prepared by fund, department and program (e.g. engineering). The Village Administrator may make transfers of appropriations within a department. Budget transfers between funds require approval of the Village Board. Budget-to-actual comparisons are provided for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented beginning on page 74 as required supplementary information. For governmental funds,

other than the General Fund, with appropriated annual budgets, this comparison is presented in the non-major governmental fund subsection of this report, which starts on page 98.

Major Initiatives

The Village staff, following specific directives of the Village Board and the Village Administrator, has been involved in 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 more thoroughly below:

- For the sixth year, the Village residents received 70% (previous rebates ranged from 40% to 65%) of their Village of New Lenox portion of their 2014 property tax bill. The total amount distributed in March 2016 was \$1,015,591.
- The Village coordinated and hosted the sixth triple play concert series during the summer of 2015. The three night event, located in the New Lenox Performing Arts Pavilion, offered residents the opportunity to attend concerts of three major entertainers, Kenny Loggins, Steve Miller Band and Lynyrd Skynyrd. The sales revenue of 5,000 tickets plus concession sales and sponsorships help fund the annual performing arts programs.
- The Village hosted the Country in the Commons concert series during the summer of 2015. The two night event, also located in the New Lenox Performing Arts Pavilion, included two major country entertainers, Joe Nichols and The Band Perry.
- During the fiscal year, the Village was successful in acquiring the necessary easements and rights-of-way for the construction of Nelson Road extension. The extension of Nelson Road from Illinois Highway to Haven Avenue will provide another North-South roadway south of Route 30. The design was completed during the fiscal year and the construction is expected to be completed by December 2016.
- During fiscal year ended April 30, 2015, the Village purchased land, previously viewed as an eyesore within the center of town, for redevelopment on the Northeast corner of Cedar Road and Route 30. This area included commercial buildings that were vacant and/or low sales tax producing entities. Also included in this area is the Village's Route 30 Metra train station. During the fiscal year ended April 30, 2016, the Village secured a contract and letter of intent for the sale of the purchased parcels for future commercial use. The Village anticipates closing on the properties in the next fiscal year. Construction of the new commercial buildings is expected to be initiated in upcoming fiscal year. During the fiscal year, the Village designed a new Route 30 Metra Station which would be relocated farther east on the site to allow for better flow of traffic in this area of the Village.
- The Village continues to follow a vehicle and major equipment replacement schedule. Many vehicles were replaced for both the governmental and business-type activities during the fiscal year after years of deferring the scheduled purchases. Two large vehicles, a street

sweeper and an aerial truck, were financed with an installment purchase contract. Besides these two vehicles, all vehicles were acquired with funds on hand.

- The Village is in the process of designing the expansion of one of its three treatment plants, WWTP #2. This project, in addition to addressing some Illinois Environmental Protection Agency mandates, will add capacity to the treatment plant located in the southwest of the Village where most of the residential growth is occurring. Construction of WWTP #2 expansion is expected to begin during fiscal year 2016-17 and is expected to be completed in 18 months.
- The Village continued working with the commercial developers including the developers of the Cedar Crossings near I-355, Route 6 and Cedar Road. Although postponed due to the sluggish economy, this development was developed to allow for 600,000 square feet of retail. As part of the development agreement approved in fiscal year 2009 and subsequently revised in fiscal year 2011, the Village agrees to issue special service area bonds and sales tax bonds to fund the major infrastructure public improvements required as part of this development. The bonds will be issued at a future date and will be funded with the one percent home rule sales tax generated from the area.

Factors Affecting Financial Conditions

The Mayor, Board of Trustees and staff of the Village are intent on maintaining the Village's strong financial condition, while continuing to provide the highest level of public services to its residents. The Village's financial position, as reflected in the financial statements presented in this report, is perhaps best understood when it is considered from the broader perspective of the environment within which the Village of New Lenox operates.

Local economy. The Village has experienced a significant slowdown in residential home sales similar to what has been the experience in the State and the Country. Although still behind the peak year of 2006 where 364 single family homes were issued, the Village issued 169 new residential building permits, which was the second strongest year since 2006. Prior to the slowdown, the Village had experienced rapid population growth for more than 15 years. Geographic growth has paralleled the population increases. Between 1990 and 2016, the population increased from 9,000 to 26,575 and the land area of the Village increased from 5.6 to 15.6 square miles. The Village has managed the growth with a "growth should pay for itself" philosophy. This philosophy has manifested itself through policies that require new developments to pay for their own infrastructure.

Certainly the most significant addition to the Village is Silver Cross Hospital which moved from Joliet, Illinois to the Village of New Lenox in February 2012. Along with the 600,000 sq. ft. hospital, an additional 184,000 sq. ft. medical service building opened on the Silver Cross campus in February 2012. The state-of-the-art health care created over 2,500 new jobs. There are tremendous opportunities for new housing, retail, medical services and recreation from the hospital site. Since the hospital opened, additional medical buildings have been constructed. During the

fiscal year, Silver Cross Hospital constructed an administration building near their main hospital.

State shared sales tax revenue is the Village's number one revenue source. Knowing this, the Village is very vigilant in protecting and promoting its sales tax base. The Village is also very diligent in maintaining and opposing any legislation that would reduce the sharing formula. The Village has offered incentives in the form of sales tax rebates to assist in attracting new businesses.

Overall, the Village has seen many revenue sources show signs of improvement since the declines that occurred in fiscal years 2010 and 2011. General Fund revenues increased 43.8% since 2011. This includes an increase of approximately 4.3% in sales tax as compared to fiscal year 2015, the Village's largest revenue source.

Long-Term financial planning. The Village has a detailed, stand alone, Capital Improvement Program (CIP). The CIP covers the period of 1-5 years. As part of the budget preparation process, the CIP is reviewed and modified annually. Although the majority of the capital improvements relate to transportation issues, the expansion of WWTP #2 is a priority within the next year. Additionally, with the implementation of the utility tax and increased home rule sales tax in January 2012, three major projects were earmarked with this new revenue. Two of the projects have been completed, the new public works facility, which was completed in fiscal year 2014, and the new police station, which was completed in fiscal year 2015. The third major project is the extension of Nelson Road between Haven Avenue and Illinois Highway. This project will be completed next fiscal year.

Of the 1.5% home rule sales tax, one percent home rule sales tax implemented is used for both operational needs and capital improvements. As mentioned above, the Cedar Crossings development requires major infrastructure improvements. Among the improvements is over \$20 million in roadway and bridge improvements which benefits both the development and the surrounding area. A portion of the home rule sales tax will help fund the public improvements.

Financial Management 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 adequate to ensure continuation of service levels, within the budgetary guidelines, established each year by the Village Board.

The Village will seek to maintain its sound financial condition with realistic budget projections and through the maintenance of a positive fund balance. The Village sees a General Fund balance target of at least 3 months of General Fund operating expenditures as a high priority. Although this has become ever challenging in the current fiscal year due to State of Illinois budget constraints and economic slowdown the Village was able to exceed this target in fiscal year 2016.

Debt Management. The Village will confine long-term borrowing to capital improvements whose useful life equal or exceed the term of the debt. Debt issued for the enterprise funds will be financed from enterprise self-supporting revenues.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of New Lenox for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2015. This was the thirty-first (31st) consecutive year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, the Village must publish an easily readable and efficiently organized CAFR. This report satisfied both GAAP and other applicable requirements.

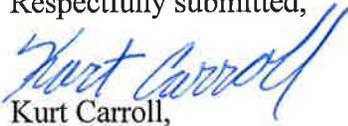
A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

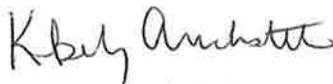
In addition, the Village also received the GFOA's Award for Distinguished Budget Presentation for its annual budget document for the fiscal year ended April 30, 2016. This was the 19th consecutive year that the Village has received this award. In order to qualify for the Distinguished Budget Presentation Award, the Village's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide and a communication device.

The preparation of this Comprehensive Annual Financial Report would not have been possible without the efficient and dedicated services of the entire staff of the Village Administrator's Department. Each member of the department is sincerely appreciated for their contributions to this report. In addition, the firm of RSM US LLP made substantial contributions by way of consulting and interpretation of recent pronouncements.

Our appreciation is sincerely expressed to the Village Mayor and Board of Trustees for their foresight and contribution of support for the CAFR and for their responsible and progressive approach that contributes to the financial strength of the Village of New Lenox.

Respectfully submitted,


Kurt Carroll,
Village Administrator


Kimberly Auchstetter,
Finance Director/Treasurer

Officers and Officials

Village of New Lenox, Illinois

Mayor

Timothy Baldermann

Board of Trustees

Annette Bowden
David Butterfield
Doug Finnegan
Emily Johnson
Keith Madsen
David Smith

Village Clerk

Laura Ruhl

Village Treasurer

Kimberly Auchstetter

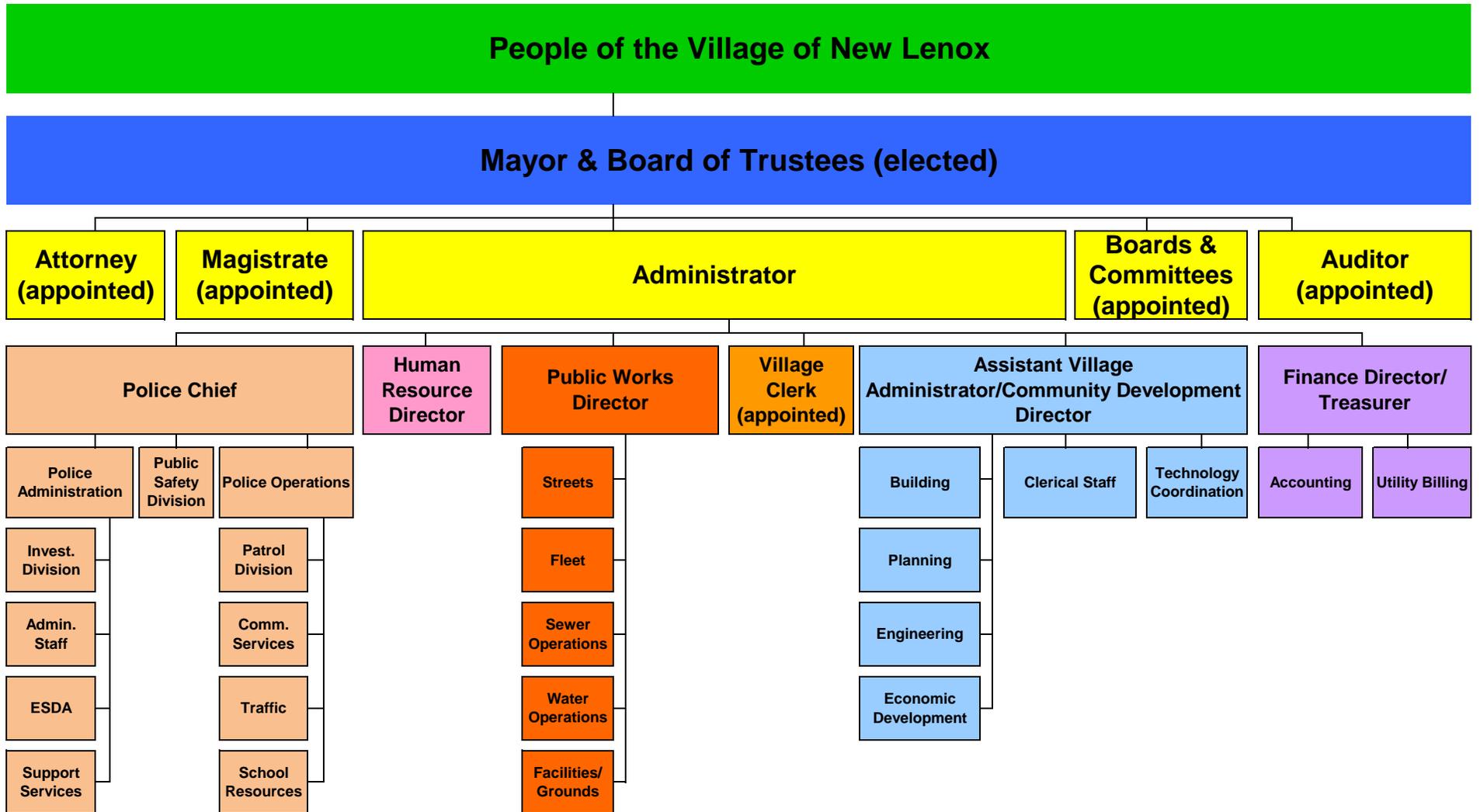
Village Administrator

Kurt Carroll

Village Attorney

Spesia & Ayers

VILLAGE OF NEW LENOX
ORGANIZATION CHART





Government Finance Officers Association

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

Presented to

**Village of New Lenox
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2015

Executive Director/CEO



Independent Auditor's Report

RSM US LLP

To the Honorable Mayor and Members
of the Village Council
Village of New Lenox, 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 New Lenox, Illinois (the Village), as of and for the year ended April 30, 2016, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of New Lenox, Illinois, as of April 30, 2016, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, during the fiscal year ended April 30, 2016, the Village adopted the reporting and disclosure requirements of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions, an Amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. The implementation of GASB No. 68 resulted in a restatement of opening May 1, 2015 net position. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis (pages 3 - 15), budgetary schedule (page 68), Postemployment Healthcare Plan related information (page 70) and Schedules of Employer Contributions and Net Pension Liabilities and Funding Progress (pages 68 - 69 and 71 - 73) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The Supplementary Information, consisting of combining and individual fund statements and schedules and debt requirement schedules, and the Introductory and Statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Supplementary 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 combining and individual fund statements and schedules and debt requirement schedules have 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 Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

RSM US LLP

Chicago, Illinois
October 24, 2016

Required Supplementary Information

VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2016

The Village of New Lenox's (the Village) Management's Discussion and Analysis (MD&A) is designed to provide an overview of the Village's financial position and activity for the fiscal year ended April 30, 2016. The information discussed in the MD&A should be read in conjunction with the Letter of Transmittal when reviewing the government-wide and fund financial statements that are included in this report. The Letter of Transmittal can be found on pages i-vi of this report.

As the Village presents its financial statements in conformity with the Government Accounting Standards Board (GASB) Statement No. 34 reporting requirements, prior year comparative information has been included in the MD&A. This comparative information will provide readers with a broader view of the Village's financial position and finances for the fiscal year ended April 30, 2016. For the fiscal year ended April 30, 2016, the Village implemented GASB Statement No. 68 – *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* which establishes standards for measuring and recognizing assets, liabilities, deferred outflows of resources, deferred inflows of resources, and expenses/expenditures related to pensions. The Village also implemented GASB Statement No. 71 – *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. Comparative totals for 2015 were not restated for implementation of GASB 68 and 71.

As with other sections of this financial report, the information contained within this MD&A should be considered as a part of a greater whole. Readers of this report should read and evaluate all sections of this report, including the Notes to the Financial Statements and the other Required Supplemental Information (RSI) that is provided in addition to the MD&A, in order to form an opinion on the financial position and activities of the Village.

FINANCIAL HIGHLIGHTS

- The Village's net position as of April 30, 2016 equaled \$268,905,854, an increase of \$3,821,543, or 1.4 percent, over the Village's net position, as restated, as of April 30, 2015. The Village's governmental net position increased by \$56,032, or .03 percent, and the Village's business-type net position increased by \$3,765,511, or 3.7 percent.
- The increase in the Village's governmental net position was substantially reduced due to the implementation of GASB Statements 68 and 71, a net pension liability of \$16,411,249 less deferred outflows of \$3,381,010 resulted in a reduction of unrestricted net position in the amount of \$13,030,239. Excluding the impact of GASB Statements 68 and 71, unrestricted net position increased by \$3,042,389.
- The increase in the Village's business-type activities net position is primarily due to capital contributions. Also, due to the implementation of GASB Statements No. 68 and 71, a net pension liability of \$1,541,470 less deferred outflows of \$467,485 resulted in a reduction of unrestricted net position in the amount of \$1,073,985.
- The Village's governmental unrestricted net position (deficit) as of April 30, 2016 is (\$5,685,627). This is a decrease of \$9,615,333 from fiscal year 2015. The decrease is primarily due to the implementation of GASB Statements 68 and 71.

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

- At the end of the fiscal year, unassigned fund balance for the General Fund was \$6,535,223; this is an increase of \$1,458,257 from the fiscal year ending April 30, 2015.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

In the past, the primary focus of local governmental financial statements has been summarized fund type information on a current financial resource basis. This approach has been modified and the Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

Government-Wide Financial Statements

The government-wide financial statements (see pages 16-18) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Position is designated to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources management focus.

The Statement of Activities (see page 18) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including police, public works, engineering, planning, building and administration. Local taxes as well as shared state sales and income taxes finance the majority of these services. The Business-Type Activities reflect private sector type operations (Waterworks & Sewerage and Commuter Parking Lot), where the fee for the service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Funds, rather than (the previous model's) fund types.

The Governmental Major Fund (see pages 19-22) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed.

The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

While the Business-Type Activities column on the Business-Type Fund Financial Statements (see pages 23-27) is the same as the Business-Type column on the Government-Wide Financial Statement, the Governmental Major Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 20 and 22). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

and others) into the Governmental Activities column (in the Governmental-wide financial statements).

The Fund Financial Statements also allow the government to address its Fiduciary Fund (Police Pension, see pages 28-29). While this fund represents trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets exceeded liabilities by \$269 million as of April 30, 2016.

A significant portion of the Village's net position (99%) reflects its investment in capital assets (i.e. land, storm sewers, water mains, streets, sidewalks & bridges, building & improvements); less any related debt used to acquire those assets that are still outstanding. The Village uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The following reflects the condensed Statement of Net Position as of April 30, 2016 and 2015. The 2015 amounts below have not been updated to reflect the implementation of GASB 68 and 71. For more detailed information see the Statement of Net Position (pages 16-17).

**Table 1
Statement of Net Position
As of April 30, 2016 and 2015**

	Governmental Activities (in 000s)		Business-Type Activities (in 000s)		Total Primary Government (in 000s)	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Current and other assets	\$ 20,682	\$ 19,769	\$ 13,697	\$ 12,683	\$ 34,379	\$ 32,452
Noncurrent assets	<u>198,429</u>	<u>199,354</u>	<u>121,889</u>	<u>120,536</u>	<u>320,318</u>	<u>319,890</u>
Total assets	<u>219,111</u>	<u>219,123</u>	<u>135,586</u>	<u>133,219</u>	<u>354,697</u>	<u>352,342</u>
Deferred outflows of resources	<u>3,445</u>	<u>68</u>	<u>654</u>	<u>203</u>	<u>4,099</u>	<u>271</u>
Total assets and deferred outflows of resources	<u>222,556</u>	<u>219,191</u>	<u>136,240</u>	<u>133,422</u>	<u>358,796</u>	<u>352,613</u>
Current liabilities	5,098	4,935	7,489	7,485	12,587	12,421
Noncurrent liabilities	<u>52,293</u>	<u>37,202</u>	<u>22,441</u>	<u>22,380</u>	<u>74,734</u>	<u>59,581</u>
Total liabilities	<u>57,391</u>	<u>42,137</u>	<u>29,930</u>	<u>29,865</u>	<u>87,321</u>	<u>72,002</u>
Deferred inflows of resources	<u>2,569</u>	<u>2,487</u>	<u>0</u>	<u>0</u>	<u>2,569</u>	<u>2,487</u>
Total liabilities and deferred inflows of resources	<u>59,960</u>	<u>44,624</u>	<u>29,930</u>	<u>29,865</u>	<u>89,890</u>	<u>74,489</u>
Net position:						
Net investment in capital assets	167,477	166,837	99,383	96,258	266,860	263,095
Restricted	805	3,983	0	0	805	3,983
Unrestricted	<u>(5,686)</u>	<u>3,746</u>	<u>6,927</u>	<u>7,300</u>	<u>1,241</u>	<u>11,046</u>
Total Net Position	<u>\$162,596</u>	<u>\$174,566</u>	<u>\$106,310</u>	<u>\$103,558</u>	<u>\$268,906</u>	<u>\$278,124</u>

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net Results of Activities – which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for Capital – which will increase current assets and long-term debt.

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Spending Borrowed Proceeds on New Capital – which will reduce current assets and increase capital assets. There is a second impact, an increase in “net investment in capital assets”.

Spending of Non-borrowed Current Assets on New Capital – which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase net investment in capital assets.

Principal Payment on Debt – which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase net investment in capital assets.

Reduction of Capital Assets through Depreciation – which will reduce capital assets and net investment in capital assets.

Current Year Impacts

The Village's combined net position, as restated, increased from \$265,084,311 to \$268,905,854 during fiscal year 2016. The majority of this \$3,821,543 increase is attributable to business-type activities while \$56,032 is attributable to governmental-type activities. The Village's net position as of April 30, 2016 was \$268,905,854 an increase of \$3,821,543, or 1.4 percent, over the Village's net position as of April 30, 2015.

Analysis of Changes in Net Position

Table 2 presents a condensed summary of Changes in Net Position for the current fiscal year as well as the previous fiscal year. The 2015 amounts below have not been updated to reflect the implementation of GASB 68 and 71.

**Table 2
Changes in Net Position
For the Fiscal Years Ended April 30, 2016 and 2015**

	Governmental Activities (in 000s)		Business-Type Activities (in 000s)		Total Primary Government (in 000s)	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
REVENUES						
Program Revenues						
Charges for Services	\$ 3,107	\$ 3,296	\$ 13,965	\$ 13,266	\$ 17,072	\$ 16,562
Operating Grants & Contributions	2,353	3,132	0	0	2,353	3,132
Developer Contributions Related to Capital	3,334	4,021	5,261	4,720	8,595	8,741
General Revenues						
Taxes	8,308	8,367	0	0	8,308	8,367
Intergovernmental	7,478	6,934	0	0	7,478	6,934
Investment Income	23	17	21	11	44	28
Reimbursed Expenses	702	125	0	0	702	125
Special Events	788	477	0	0	788	477
Miscellaneous	186	95	0	0	186	95
Transfers	<u>719</u>	<u>24</u>	<u>(719)</u>	<u>(24)</u>	<u>0</u>	<u>0</u>
Total Revenues	26,998	26,488	18,528	17,973	45,526	44,461
EXPENSES						
General Government	7,132	6,385	0	0	7,132	6,385
Public Safety	9,000	7,304	0	0	9,000	7,304
Public Works	9,865	9,705	0	0	9,865	9,705
Waterworks & Sewerage	0	0	14,585	13,990	14,585	13,990
Commuter Parking Lot	0	0	177	197	177	197
Interest Expense	945	1,096	0	0	945	1,096
Total Expenses	26,942	24,490	14,762	14,187	41,704	38,677
Change in Net Position	<u>56</u>	<u>1,998</u>	<u>3,766</u>	<u>3,786</u>	<u>3,822</u>	<u>5,784</u>

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Key elements of the increase in net position for the governmental activities and the business-type activities are as follows:

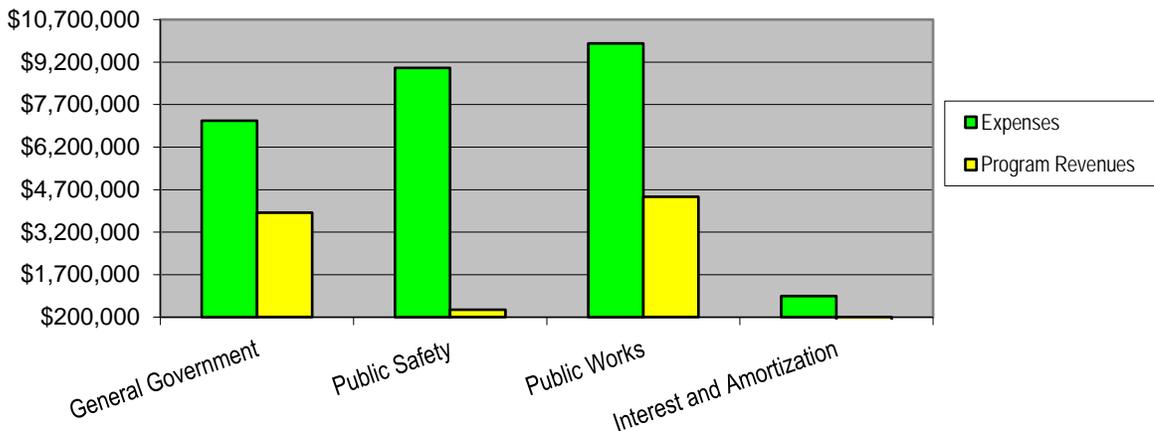
- Sales tax increased \$355,000 in total. These local taxes are used to fund major capital projects and to expand the roadway maintenance program.
- Charges for Services in the business-type activities increased \$699,000 from fiscal year 2015 due to the fact that the Village adjusted the sewer rates mid-fiscal year to cover operating costs and future sewer plant improvements.
- During the fiscal year the Village incurred debt by utilizing installment purchase contracts to fund an aerial truck and street sweeper purchases.
- The Village received contributions from developers for fiscal year 2016 totaling \$3,333,924 in the governmental activities and \$5,260,932 in the business type activities. The Village accepted a total of approximately 12,910 linear feet of water main and 11,475 linear feet of sewer main in the business type activities. The governmental activities accepted 11.4 acres of right-of-way, 19.77 acres of easements, 1.4 miles of streets and curbs, 14,555 linear feet of sidewalk, 16,394 linear feet of storm sewer and 22 street lights.

Governmental Activities

Program revenues compare to governmental expenses as follows:

	<u>Expenses</u>	<u>Program Revenues</u>
General government	\$ 7,131,650	\$ 3,881,718
Public safety	8,999,970	466,805
Public works	9,865,304	4,445,638
Interest and amortization	945,376	-
	<u>\$ 26,942,300</u>	<u>\$ 8,794,161</u>

Expenses and Program Revenues-Governmental Activities



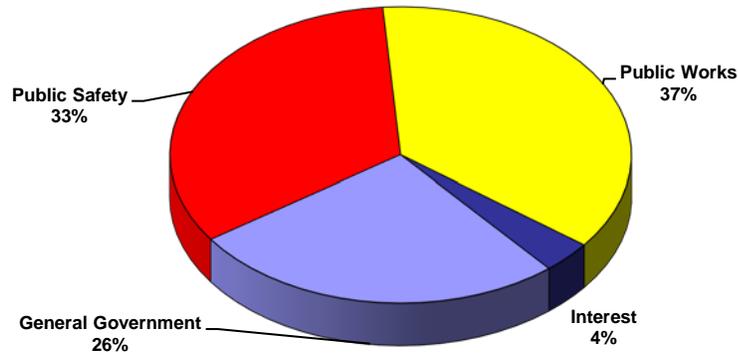
**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Governmental Activities-Expenses

The Village's governmental activities' expenses are categorized into the following functions, which are typical to most municipal governments.

- **General Government** – including the departments of administration, boards and commissions, community development, engineering and economic development.
- **Public Safety** – encompassing the police and emergency disaster services departments.
- **Public Works** – including streets, street lighting and transportation.
- **Interest and Amortization** – containing interest and fiscal charges on long-term debt.

The following graph provides a snapshot of the functional expenses of the Village's governmental activities for the fiscal year ending April 30, 2016.



Governmental Activities-Revenues

For the fiscal year ended April 30, 2016, governmental activities revenue totaled \$27 million, broken down, with comparative amounts from fiscal year ended April 30, 2015, as follows:

	<u>2016</u>	<u>2015</u>
Charges for Services	\$ 3,107,259	\$ 3,296,372
Operating Grants and Contributions	2,352,978	3,132,022
Developer Contributions	3,333,924	4,021,064
Property Taxes	2,217,622	2,322,581
Sales Tax	8,556,458	8,201,092
Utility Tax	1,700,930	1,789,751
Income Tax	2,599,728	2,389,016
Other Taxes	711,748	598,555
Transfers	718,735	24,325
Other	1,698,950	714,010
	<u>\$ 26,998,332</u>	<u>\$ 26,488,788</u>

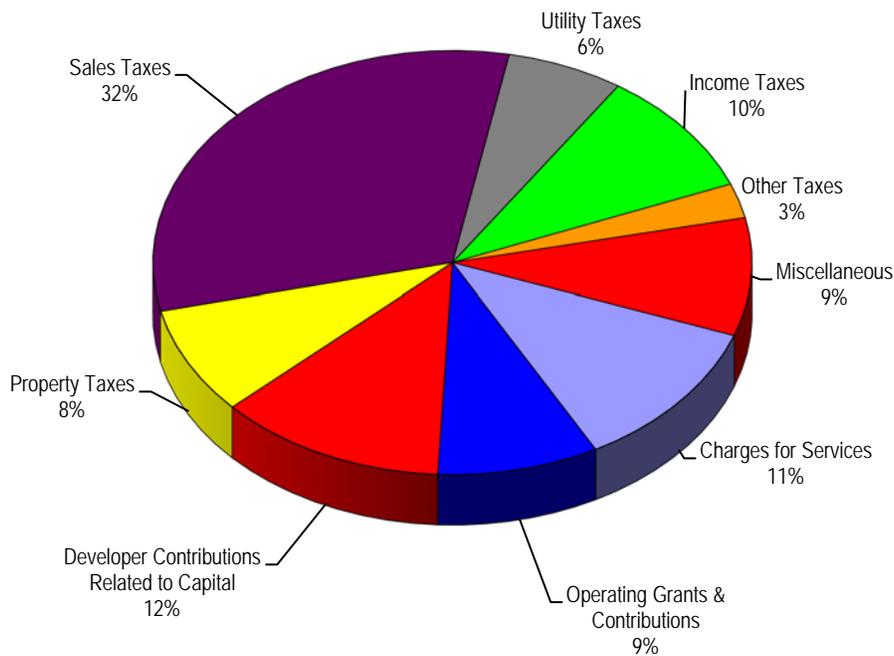
**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)**

Total governmental activities revenues increased by \$509,544 when comparing fiscal year ended April 30, 2016 to fiscal year ended April 30, 2015. The fluctuations from the previous year are due to the following:

- Sales taxes increased by \$355,366 due to the continued improvement of the economy.
- The Village received \$422,078 from excess insurance benefit fund reserves which is reflected in the “other” classification. Additionally, the Village received additional revenue for the special events hosted during the fiscal year. Besides the annual Triple Play concert series, a Country in the Commons event was hosted. Special events activity is reported within the “other” classification as well.
- These increases were offset by a decrease in operating grants and contributions as well as developer contributions.

Sales tax continues to be the largest governmental revenue source for the Village comprising 32% of the total governmental revenues (see pie chart). The sales tax amount listed above, and shown on the chart below, includes the Village’s Home Rule Sales Tax in the amount over \$4.4 million. Home Rule Sales Tax revenues continue to be utilized to fund capital improvement projects and the property tax rebate program. The Village’s direct local sales tax rate is 1% and the home rule sales tax rate of 1.5%.

Revenues by Source-Governmental Activities



Business-Type Activities

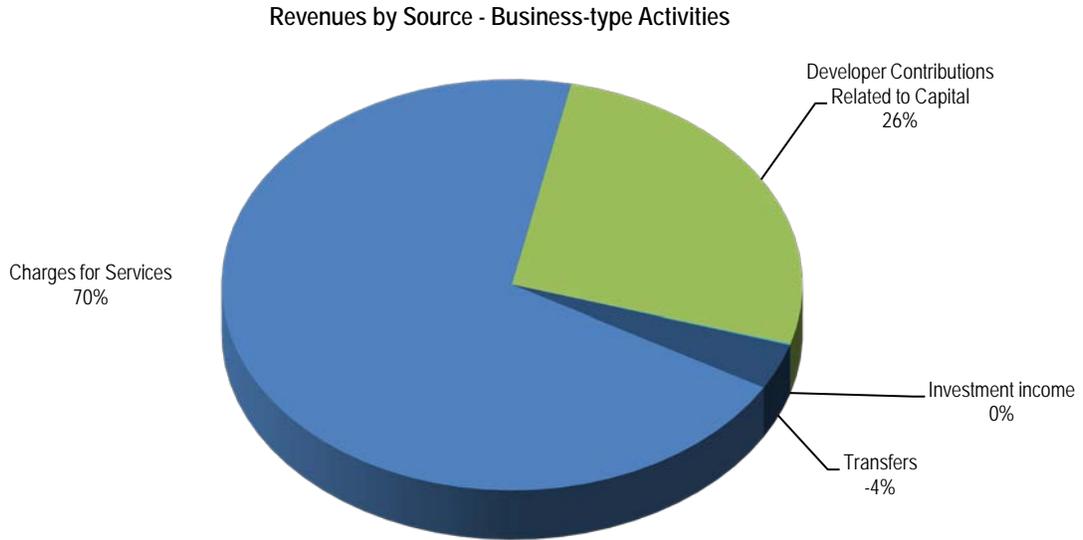
The Village’s business-type activities are those that the Village charges a fee to customers to help cover all or most of the cost of the services it provides. The business-type activities of the Village include water, sewerage and the commuter parking lots (parking). Business-type activities net position of the Village increased by \$3,765,511.

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Business-type activities, and the program revenues related to that activity, are as follows:

	<u>Expenses</u>	<u>Program Revenues</u>
Waterworks and sewerage	\$ 14,585,726	\$ 18,960,404
Commuter parking lot	176,574	265,384
	<u>\$ 14,762,300</u>	<u>\$ 19,225,788</u>

Business-type total revenues total \$19.2 million and are broken down as follows:



The Waterworks and Sewerage Fund's operating loss was \$266,508 during fiscal year 2016 as compared with an operating loss of \$303,091 during fiscal year 2015. Operating revenues increased by \$696,000 and operating expenses increased by \$660,000. The increase in revenue is attributable to the increase in sewer rates during the fiscal year. The majority of the operating expense increase is attributable to the increase in wholesale water purchased during the year.

The Commuter Parking Lot Fund had operating income of \$88,810. Operating revenue increased \$2,807 during the fiscal year 2016 as compared to fiscal year 2015. The small increase in revenue is attributable to increased daily parking activity in 2016. Commuter Parking Lot Fund operating expenses decreased \$20,742 in fiscal year 2016 as compared to fiscal year 2015. All personnel related expenses such as code enforcement and police patrol are provided by the General Fund and charged to the Commuter Parking Lot Fund as shared administrative costs. The weather was milder in 2016 as compared to 2015 resulting in significantly lower snow and ice removal charges.

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

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

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental funds in the government-wide financial statements.

However, the focus of the Village's governmental funds is 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 the Village's net resources available for spending at the end of the fiscal year.

At April 30, 2016, the governmental funds (as presented on the balance sheet on page 19) reported a combined fund balance of \$11.1 million. Approximately 58.6% of this amount, or \$6.5 million, constitutes unassigned fund balance, which is available for spending at the Village's discretion. The remainder of the fund balance is nonspendable, restricted, committed or assigned to indicate that it is not available for new discretionary spending. The nonspendable fund balance is the prepaid assets and land held for sale. The restricted fund balance includes tax levy proceeds and legally restricted revenue accounted for in the General, Special Revenue and Capital Projects funds. The balance and majority of the Capital Projects fund balance is committed. There is no assigned fund balance as of April 30, 2016.

Major Governmental Funds Highlights

General Fund – The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The fund balance of the General Fund increased \$1.6 million or 29% from fiscal year ended April 30, 2015 (from \$5.3 million to \$6.9 million).

The General Fund revenues increased \$1,550,000 (7.7%) and expenditures increased \$1,450,000 (9.7%). As mentioned above, the majority of the increase in revenues relates to the increased sales tax revenue. The main expenditure of the operating departments related to personnel. Personnel expenditures account for 70% of the total General Fund expenditures.

In order to measure the General Fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 40% of the total general fund expenditures, while total fund balances represents 42% of that same amount. These percentages exceed the Board's goal of retaining a minimum of 3 months (25%) of the General Fund expenditure budget in fund balance.

General Fund Budgetary Highlights

At the end of the fiscal year, the Village Board prepares year-end budget adjustments in order to provide formal spending authority for activity that took place during the year that was not anticipated when the original budget document was prepared. Table 3 below highlights the original and amended budget and the actual for the revenues and expenditures for the General Fund.

VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Table 3
General Fund Budgetary Highlights
For the Fiscal Year Ended April 30, 2016

	Original Budget (in 000s)	Amended Budget (in 000s)	Actual (in 000s)
Revenues and Other Financing Sources:			
Taxes including intergovernmental	\$15,348	\$15,348	\$15,724
Licenses and permits	876	876	801
Fees	3,471	3,471	3,434
Other revenues	937	937	1,624
Installment purchase contracts issued	0	0	303
Transfers in	<u>143</u>	<u>143</u>	<u>177</u>
Total Revenues and transfers	20,775	20,775	22,063
Expenditures and Transfers:			
Expenditures	16,735	16,982	16,314
Transfers out	<u>4,099</u>	<u>4,099</u>	<u>4,185</u>
Total Expenditures and transfers	20,834	21,081	20,499
Changes in Fund Balance	<u>\$(59)</u>	<u>\$(306)</u>	<u>\$1,564</u>

During the fiscal year ended April 30, 2016, the fund balance of the Village's General Fund increased by approximately \$1,564,000. This is a total increase in fund balance of approximately 29%. Key factors in this change are as follows:

- Total revenues for the General Fund were approximately \$1,288,000 more than the amended budget.
- As mentioned above the Village received \$422,078 from excess insurance benefit fund reserves which was not anticipated or budgeted.
- The variance between the Village's General Fund original expenditure budget and the final amended budget for the year ended April 30, 2016 was approximately \$247,000 with the total expenditures amounting to approximately \$582,000 less than final budget. The amended budget anticipated additional special event costs which were not incurred.
- The actual transfers out exceeded the amended budget by approximately \$86,000. The timing of the equipment purchases resulted in this variance.

Capital Assets

At the end of the fiscal year 2016, the Village had a combined total of capital assets of \$319 million invested in a broad range of capital assets including land, building and improvements, equipment, streets, sidewalks, bridges, water mains and sewer lines. The summary of the changes in capital assets for both governmental and business-type activities is found in Note 5 of the Notes to Financial Statements (page 40-41). The following table reflects a condensed summary. This net increase (including additions and deletions) is approximately \$632,000.

VILLAGE OF NEW LENOX, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Table 4
Total Capital Assets at Year End
Net of Depreciation

	Balance 5/1/15 (in 000s)	Net Additions/Deletions (in 000s)	Balance 4/30/16 (in 000s)
Land	\$ 51,138	\$ 234	\$ 51,372
Buildings & Improvements	39,302	(1,205)	38,097
Office Equipment	254	(27)	227
Machinery & Equipment	1,901	315	2,216
Streets, Sidewalks & Bridges	105,263	(271)	104,992
Street Lighting	1,820	43	1,863
Traffic Signals	2,165	(148)	2,017
Bicycle Trails	224	(6)	218
Automotive	1,787	104	1,891
Construction in Progress	1,929	1,566	3,495
Utility Plant	<u>113,150</u>	<u>26</u>	<u>113,176</u>
Total Capital Assets, Net	<u>\$ 318,933</u>	<u>\$ 631</u>	<u>\$ 319,564</u>

The Governmental Activities net capital assets decreased from the previous fiscal year by \$925,000. The developer contributed streets and sidewalks were the majority of the additions. Many vehicles were replaced after years of deferring the scheduled purchases.

For the Business-Type Activities, the net capital assets increased by approximately \$1,556,000. Sewer and water mains were contributed by commercial developers. As with the governmental activities, many vehicles were replaced after years of deferring the schedule purchases.

Debt Outstanding

The Long-Term Obligations for both the Governmental Activities and the Business-Type Activities are detailed in Note 6 of the Notes to Financial Statements (pages 42-48).

Among the governmental activities, the Village entered into two installment purchase contracts to purchase a new aerial truck and street sweeper. The Village has general obligation bonds and installment purchase contracts outstanding as of April 30, 2016. See Note 6 for detail of these outstanding obligations.

Among the business-type activities, the Village has general obligation bonds, installment purchase contracts and IEPA loans outstanding as of April 30, 2016. See Note 6 for detail on these outstanding obligations.

During the 2014 bond issuance, Standard & Poor's (S&P) reaffirmed the AA+ (stable outlook) credit rating. The rating indicated to potential investors the strong financial condition, management, and local economy associated with the New Lenox community. As a home rule unit, no legal debt limit exists on the amount of debt that can be outstanding at any given time.

The Village is considering new debt in the near future to complete the expansion of WWTP #2.

**VILLAGE OF NEW LENOX, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Economic Factors

The Village's property tax base consists mainly of residential property. This value of residential properties comprises of 81% of the Village's total 2015 equalized assessed value of \$765 million. For the second time since 2009, the total taxable assessed value increased from 2014 to 2015. The increase is solely due to new construction within the Village. Existing properties did maintain their value unlike the previous four years.

The Village continues to market the Village for new commercial and industrial growth. Even though the economy has slowed, significant commercial activity continues within the Village. Silver Cross Hospital and related medical office buildings, which is located on the north side of the Village near I-355, continue to have development in fiscal year 2016. Commercial development continues along Route 30.

The Village continued to rebate residential property taxes during FY 2016. During the current fiscal year, the Village rebated 70% of the property taxes. This was a 5% increase over the previous year's 65% rebate. It is the goal of the Village Board to ultimately rebate 100% of the Village portion of the residential property tax bill. The Village Board anticipates this can be achieved in the future.

The Village continues to monitor their growth. Managing the delivery of quality municipal services is a challenge to all local governments and doing so in a down economy is especially difficult. New Lenox continues to see strong non-residential growth despite the economy. New Lenox is well positioned to capture even greater development activity as the economy improves. The Village Board has directed that service levels be maintained and not be diluted because of demands caused by growth. As mentioned above, home-rule status provides for the ability to increase revenues when necessary.

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 for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Kim Auchstetter, Finance Director/Treasurer, Village of New Lenox, 1 Veterans Parkway, New Lenox, IL 60451.

Basic Financial Statements

Government-Wide Financial Statements

Village of New Lenox, Illinois

Statement of Net Position
April 30, 2016

	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and cash equivalents	\$ 12,039,299	\$ 11,215,688	\$ 23,254,987
Deposit with fiscal agent	-	190,053	190,053
Receivables:			
Property taxes	2,568,782	-	2,568,782
Home rule sale tax, net	886,793	-	886,793
Intergovernmental, net	1,705,291	203,310	1,908,601
Accounts, customers	-	2,049,293	2,049,293
Accrued interest	-	5,242	5,242
Other	827,268	-	827,268
Land held for sale	2,250,000	-	2,250,000
Inventories and prepaid items	405,079	32,956	438,035
Total current assets	20,682,512	13,696,542	34,379,054
Noncurrent			
Intergovernmental receivable	-	753,304	753,304
Capital assets not being depreciated	49,810,584	5,055,815	54,866,399
Capital assets being depreciated, net of accumulated depreciation	148,618,262	116,080,265	264,698,527
Total noncurrent assets	198,428,846	121,889,384	320,318,230
Total assets	219,111,358	135,585,926	354,697,284
Deferred Outflows of Resources			
Deferred outflows of resources-pension actuarial adjustment	3,381,010	467,485	3,848,495
Deferred loss on bond refundings	63,837	187,028	250,865
Total deferred outflow of resources	3,444,847	654,513	4,099,360
Total assets and deferred outflows of resources	\$ 222,556,205	\$ 136,240,439	\$ 358,796,644

See Notes to Financial Statements.

(continued)

Village of New Lenox, Illinois

Statement of Net Position - Continued

April 30, 2016

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
Accounts payable	\$ 392,640	\$ 612,623	\$ 1,005,263
Accrued payroll	198,500	27,595	226,095
Accrued interest	316,994	206,395	523,389
Refundable deposits	967,188	486,981	1,454,169
Unearned revenues	964,224	4,548,168	5,512,392
Compensated absences	484,588	59,764	544,352
Installment purchase contracts	118,476	-	118,476
IEPA loan	-	583,280	583,280
General obligation bonds	1,655,989	964,011	2,620,000
Total current liabilities	5,098,599	7,488,817	12,587,416
Noncurrent			
Refundable deposits	4,446,967	-	4,446,967
Compensated absences	202,570	25,613	228,183
Net pension liability-IMRF & Police Pension	16,411,249	1,541,470	17,952,719
Other postemployment benefits obligation	2,054,582	481,386	2,535,968
Installment purchase contracts	177,046	-	177,046
IEPA loan	-	2,485,762	2,485,762
General obligation bonds, net	29,000,453	17,907,494	46,907,947
Total noncurrent liabilities	52,292,867	22,441,725	74,734,592
Total liabilities	57,391,466	29,930,542	87,322,008
Deferred Inflows of Resources			
Deferred property tax levy	2,568,782	-	2,568,782
Net Position			
Net investment in capital assets	167,476,882	99,382,561	266,859,443
Restricted for capital improvements	693,212	-	693,212
Restricted for special purposes	65,471	-	65,471
Restricted for public safety	46,019	-	46,019
Unrestricted	(5,685,627)	6,927,336	1,241,709
Total net position	162,595,957	106,309,897	268,905,854
Total liabilities, deferred inflows of resources, and net position	\$ 222,556,205	\$ 136,240,439	\$ 358,796,644

See Notes to Financial Statements.

Village of New Lenox, Illinois

Statement of Activities

Year Ended April 30, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Developer Contributions Related to Capital	Governmental Activities	Business-Type Activities	
Governmental activities							
General government	\$ 7,131,650	\$ 2,754,246	\$ 1,127,472	\$ -	\$ (3,249,932)	\$ -	\$ (3,249,932)
Public safety	8,999,970	353,013	113,792	-	(8,533,165)	-	(8,533,165)
Public works	9,865,304	-	1,111,714	3,333,924	(5,419,666)	-	(5,419,666)
Interest and amortization	945,376	-	-	-	(945,376)	-	(945,376)
Total governmental activities	26,942,300	3,107,259	2,352,978	3,333,924	(18,148,139)	-	(18,148,139)
Business-type activities							
Waterworks and sewerage	14,585,726	13,699,472	-	5,260,932	-	4,374,678	4,374,678
Commuter parking lot	176,574	265,384	-	-	-	88,810	88,810
Total business-type activities	14,762,300	13,964,856	-	5,260,932	-	4,463,488	4,463,488
Total	\$ 41,704,600	\$ 17,072,115	\$ 2,352,978	\$ 8,594,856	(18,148,139)	4,463,488	(13,684,651)

General revenues

Taxes:

Property

2,217,622

-

2,217,622

Utility

1,700,930

-

1,700,930

Home rule sales

4,390,113

-

4,390,113

Unrestricted intergovernmental revenues:

Sales tax

4,166,345

-

4,166,345

Income tax

2,599,728

-

2,599,728

Replacement tax

26,981

-

26,981

Other

684,767

-

684,767

Investment income

23,042

20,758

43,800

Reimbursed expenses

702,085

-

702,085

Special events

787,845

-

787,845

Miscellaneous

185,978

-

185,978

Transfers

718,735

(718,735)

-

Total general revenues and transfers

18,204,171

(697,977)

17,506,194

Change in net position

56,032

3,765,511

3,821,543

Net position - May 1, 2015, as restated (Note 1)

162,539,925

102,544,386

265,084,311

Net position - April 30, 2016

\$ 162,595,957

\$ 106,309,897

\$ 268,905,854

See Notes to Financial Statements.

Fund Financial Statements

Village of New Lenox, Illinois

Balance Sheet - Governmental Funds
April 30, 2016

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash and cash equivalents	\$ 10,043,679	\$ 1,962,393	\$ 12,006,072
Receivables:			
Property taxes	2,568,782	-	2,568,782
Home rule sales, net	886,793	-	886,793
Intergovernmental, net	1,433,573	271,718	1,705,291
Other	777,268	50,000	827,268
Due from other funds	437,095	-	437,095
Land held for sale	-	2,250,000	2,250,000
Prepays	334,708	-	334,708
Total assets	\$ 16,481,898	\$ 4,534,111	\$ 21,016,009
Liabilities			
Accounts payable	\$ 326,992	\$ 62,219	\$ 389,211
Accrued payroll	195,973	-	195,973
Refundable deposits	5,414,155	-	5,414,155
Due to other funds	-	267,453	267,453
Unearned revenue	1,077,051	-	1,077,051
Total liabilities	7,014,171	329,672	7,343,843
Deferred Inflows of Resources			
Deferred property tax levy	2,568,782	-	2,568,782
Fund Balances			
Nonspendable	334,708	2,250,000	2,584,708
Restricted	29,014	775,688	804,702
Committed	-	1,230,002	1,230,002
Unassigned	6,535,223	(51,251)	6,483,972
Total fund balances	6,898,945	4,204,439	11,103,384
Total liabilities, deferred inflows of resources, and fund balances	\$ 16,481,898	\$ 4,534,111	\$ 21,016,009

See Notes to Financial Statements.

Village of New Lenox, Illinois

**Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Position
April 30, 2016**

Total fund balances-governmental funds	\$ 11,013,458
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	198,428,846
Premiums and discounts on bonds issued are other financing uses in the fund financial statements, but are liabilities that are amortized over the life of the bonds in the government-wide financial statements.	(599,299)
Deferred losses on bond refundings are not considered to represent a financial resource and, therefore, are not reported in the funds.	63,837
Deferred outflows of resources resulting from changes in pension actuarial assumptions are not considered to represent a financial resource and, therefore, are not recorded in the funds.	3,341,866
Some liabilities reported in the Statement of Net Position do not require the use of current financial resources, and therefore, are not reported as liabilities in governmental funds. These activities consist of:	
Compensated absences	(680,435)
Net pension liability	(16,282,179)
Other postemployment benefits obligation	(2,020,478)
Installment purchase contracts	(295,522)
Accrued interest	(316,994)
General obligation bonds	<u>(30,057,143)</u>
Net position of governmental activities	<u>\$ 162,595,957</u>

Village of New Lenox, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances –
 Governmental Funds
 Year Ended April 30, 2016

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues			
Property taxes, net	\$ 2,155,428	\$ 62,194	\$ 2,217,622
Utility tax	1,700,930	-	1,700,930
Home rule sales tax, net	4,390,113	-	4,390,113
Intergovernmental	7,477,821	1,000,579	8,478,400
Licenses and permits	800,740	-	800,740
Franchise fees	1,127,472	-	1,127,472
Fines and fees	2,306,519	-	2,306,519
Developer contributions	-	224,927	224,927
Interest	21,090	1,952	23,042
Reimbursed expenses	663,485	38,600	702,085
Special events	787,845	-	787,845
Miscellaneous	151,597	-	151,597
Total revenues	21,583,040	1,328,252	22,911,292
Expenditures			
Current:			
General government	5,731,779	8,220	5,739,999
Public safety	7,201,935	-	7,201,935
Public works	3,380,564	1,783,210	5,163,774
Capital outlay	-	1,637,659	1,637,659
Debt service:			
Principal	-	1,823,844	1,823,844
Interest, issuance costs, and fees	-	996,664	996,664
Total expenditures	16,314,278	6,249,597	22,563,875
Excess (deficiency) of revenues over (under) expenditures	5,268,762	(4,921,345)	347,417
Other financing sources (uses)			
Sale of capital asset	-	34,381	34,381
Installment purchase contracts issued	303,314	-	303,314
Transfers in	176,710	5,161,302	5,338,012
Transfers out	(4,184,881)	(434,396)	(4,619,277)
Total other financing sources (uses)	(3,704,857)	4,761,287	1,056,430
Net change in fund balances before special item	1,563,905	(160,058)	1,403,847
Special item, Redevelopment cost	-	(967,857)	(967,857)
Net change in fund balances	1,563,905	(1,127,915)	435,990
Fund balances:			
May 1, 2015	5,335,040	5,332,354	10,667,394
April 30, 2016	\$ 6,898,945	\$ 4,204,439	\$ 11,103,384

See Notes to Financial Statements.

Village of New Lenox, Illinois

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended April 30, 2016**

Net change in fund balances governmental funds	\$ 430,918
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital outlays exceeded depreciation in the current period.	
Capital outlay	1,173,072
Depreciation	(5,431,841)
Certain increases in infrastructure are the result of developer contributions. These amounts do not result in current financial resources and are not reported in governmental funds.	
	3,333,924
Long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these difference in the treatment of long-term debt and related items.	
Principal repayments on general obligation bonds	1,617,088
Principal repayments on installment purchase contracts	206,768
Governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of these items:	
Amortization of bond premiums, discounts and losses on refunding	39,558
Governmental funds report issuance of installment purchase contracts as other financing sources but these amounts increase long-term liabilities in the Statement of Net Position	
	(303,314)
Certain expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as expenditures of the governmental funds.	
Increase in net pension liability	(782,971)
Increase in other postemployment benefits obligation	(293,286)
Decrease in accrued interest	11,719
Decrease in compensated absences	54,397
Change in net position of governmental activities	<u>\$ 56,032</u>

See Notes to Financial Statements.

Village of New Lenox, Illinois

Statement of Net Position
 Proprietary Funds
 April 30, 2016

Assets	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot Fund	Total	Internal Service Fund
Assets				
Current Assets				
Cash and cash equivalents	\$ 11,051,086	\$ 164,602	\$ 11,215,688	\$ 33,227
Deposit with fiscal agent	190,053	-	190,053	-
Receivables:				
Intergovernmental	203,310	-	203,310	-
Accounts billed, net of allowance for uncollectible amounts	1,055,992	-	1,055,992	-
Accounts unbilled	993,301	-	993,301	-
Accrued interest	5,242	-	5,242	-
Other	-	-	-	112,827
Inventories	-	-	-	69,721
Prepays	32,306	650	32,956	650
Total current assets	13,531,290	165,252	13,696,542	216,425
Noncurrent Assets				
Intergovernmental receivable	753,304	-	753,304	-
Capital Assets				
Land	2,320,371	188,455	2,508,826	-
Construction in progress	2,546,989	-	2,546,989	-
Machinery and equipment	3,146,484	210,427	3,356,911	20,130
Building	179,031	-	179,031	-
Improvements	58,105	1,153,213	1,211,318	-
Utility plant	188,876,693	-	188,876,693	-
Total	197,127,673	1,552,095	198,679,768	20,130
Less accumulated depreciation	76,501,063	1,042,625	77,543,688	20,130
Total capital assets, net of accumulated depreciation	120,626,610	509,470	121,136,080	-
Total noncurrent assets	121,379,914	509,470	121,889,384	-
Total assets	134,911,204	674,722	135,585,926	216,425
Deferred Outflows of Resources				
Pension actuarial adjustments	467,485	-	467,485	39,144
Deferred loss on bond refundings	187,028	-	187,028	-
Total deferred outflows of resources	654,513	-	654,513	39,144
Total assets and deferred outflows of resources	\$ 135,565,717	\$ 674,722	\$ 136,240,439	\$ 255,569

See Notes to Financial Statements.

Liabilities	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot Fund	Total	Internal Service Fund
Current Liabilities				
Accounts payable	\$ 612,567	\$ 56	\$ 612,623	\$ 3,429
Accrued payroll	27,595	-	27,595	2,527
Compensated absences	59,764	-	59,764	-
Accrued interest	206,395	-	206,395	-
Deposits	486,981	-	486,981	-
Due to other funds	-	-	-	169,642
Unearned revenue	4,548,168	-	4,548,168	-
Current maturities of long-term debt:				
General obligation bonds	964,011	-	964,011	-
IEPA loan	583,280	-	583,280	-
Total current liabilities	7,488,761	56	7,488,817	175,598
Noncurrent Liabilities				
Compensated absences	25,613	-	25,613	6,723
Net pension liability-IMRF	1,541,470	-	1,541,470	129,070
Other postemployment benefits obligation	481,386	-	481,386	34,104
IEPA loan, net of current maturities	2,485,762	-	2,485,762	-
General obligation bonds, net of unamortized discount, premium, and current maturities	17,907,494	-	17,907,494	-
Total long-term debt	22,441,725	-	22,441,725	169,897
Total liabilities	29,930,486	56	29,930,542	345,495
Net Position (Deficit)				
Net investment in capital assets	98,873,091	509,470	99,382,561	-
Unrestricted	6,762,140	165,196	6,927,336	(89,926)
Total net position (deficit)	105,635,231	674,666	106,309,897	(89,926)
Total liabilities and net position (deficit)	\$ 135,565,717	\$ 674,722	\$ 136,240,439	\$ 255,569

Village of New Lenox, Illinois

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
Year Ended April 30, 2016

	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot Fund	Total	Activities Internal Service Fund
Operating revenues				
Sales and services	\$ 11,506,202	\$ -	\$ 11,506,202	\$ -
Fees	2,045,238	265,384	2,310,622	499,137
Penalties	148,032	-	148,032	-
Total operating revenues	<u>13,699,472</u>	<u>265,384</u>	<u>13,964,856</u>	<u>499,137</u>
Operating expenses				
Personnel	3,776,797	105,000	3,881,797	196,840
Commodities	3,855,512	1,227	3,856,739	236,455
Contractual	1,399,375	43,118	1,442,493	10,253
Repairs and maintenance	171,611	-	171,611	60,661
Depreciation	4,762,685	27,229	4,789,914	-
Total operating expenses	<u>13,965,980</u>	<u>176,574</u>	<u>14,142,554</u>	<u>504,209</u>
Operating income (loss)	<u>(266,508)</u>	<u>88,810</u>	<u>(177,698)</u>	<u>(5,072)</u>
Nonoperating revenues (expenses)				
Interest income	20,618	140	20,758	-
Interest expense	(616,137)	-	(616,137)	-
Amortization of bond discount and deferred loss	(3,609)	-	(3,609)	-
Total nonoperating revenue (expenses)	<u>(599,128)</u>	<u>140</u>	<u>(598,988)</u>	<u>-</u>
Income (loss) before contributions and transfers	<u>(865,636)</u>	<u>88,950</u>	<u>(776,686)</u>	<u>(5,072)</u>
Capital contributions	5,260,932	-	5,260,932	-
Transfer out	<u>(718,735)</u>	<u>-</u>	<u>(718,735)</u>	<u>-</u>
Change in net position	3,676,561	88,950	3,765,511	(5,072)
Net position (deficit)				
May 1, 2015, as restated (Note 1)	<u>101,958,670</u>	<u>585,716</u>	<u>102,544,386</u>	<u>(84,854)</u>
April 30, 2016	<u>\$ 105,635,231</u>	<u>\$ 674,666</u>	<u>\$ 106,309,897</u>	<u>\$ (89,926)</u>

See Notes to Financial Statements.

Village of New Lenox, Illinois

Statement of Cash Flows – Proprietary Funds
Year Ended April 30, 2016

	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot Fund	Total	Activities Internal Service Fund
Cash Flows from Operating Activities				
Cash received from residents for services	\$ 11,289,306	\$ 265,384	\$ 11,554,690	\$ -
Cash received from internal services provided	-	-	-	522,496
Cash received from developers	1,891,998	-	1,891,998	-
Payments to employees	(3,687,666)	(105,000)	(3,792,666)	(191,255)
Payments to suppliers	(5,193,741)	(44,330)	(5,238,071)	(325,149)
Net cash provided by operating activities	4,299,897	116,054	4,415,951	6,092
Cash Flows from Noncapital Financing Activities				
Transfers to other funds	(718,735)	-	(718,735)	-
Advances from other funds	-	-	-	27,135
Net cash provided by (used in) noncapital financing activities	(718,735)	-	(718,735)	27,135
Cash Flows from Capital and Related Financing Activities				
Receipts on loans from other governments	198,252	-	198,252	-
Purchases of property and equipment	(1,085,477)	-	(1,085,477)	-
Principal paid on general obligation bonds	(942,912)	-	(942,912)	-
Principal paid on installment purchase contracts	(60,063)	-	(60,063)	-
Principal paid on IEPA loan	(568,770)	-	(568,770)	-
Interest paid	(622,550)	-	(622,550)	-
Net cash used in capital and related financing activities	(3,081,520)	-	(3,081,520)	-
Cash Flows from Investing Activities				
Cash receipts from interest	18,120	140	18,260	-
Net cash provided by investing activities	18,120	140	18,260	-
Net increase in cash and cash equivalents	517,762	116,194	633,956	33,227
Cash and cash equivalents:				
May 1, 2015	10,533,324	48,408	10,581,732	-
April 30, 2016	\$ 11,051,086	\$ 164,602	\$ 11,215,688	\$ 33,227

(Continued)

See Notes to Financial Statements.

Village of New Lenox, Illinois

Statement of Cash Flows – Proprietary Funds - Continued
Year Ended April 30, 2016

	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot Fund	Total	Activities Internal Service Fund
Reconciliation of operating income (loss) to net cash provided by operating activities				
Operating income (loss)	\$ (266,508)	\$ 88,810	\$ (177,698)	\$ (5,072)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	4,762,685	27,229	4,789,914	-
(Increase) decrease in:				
Deposit with fiscal agent	(4,728)	-	(4,728)	-
Accounts receivable	(364,928)	-	(364,928)	-
Inventories	-	-	-	(17,161)
Prepays	(2,481)	-	(2,481)	-
Pension actuarial adjustments	(467,485)	-	(467,485)	(39,144)
Increase (decrease) in:				
Accounts payable	239,966	15	239,981	(619)
Accrued payroll	(50,231)	-	(50,231)	(4,247)
Deposits	8,772	-	8,772	-
Net pension liability	528,071	-	528,071	44,216
Compensated absences	(2,820)	-	(2,820)	1,910
Other postemployment benefit obligations	81,596	-	81,596	2,850
Unearned revenue	(162,012)	-	(162,012)	23,359
Total adjustments	4,566,405	27,244	4,593,649	11,164
Net cash provided by operating activities	\$ 4,299,897	\$ 116,054	\$ 4,415,951	\$ 6,092
Supplemental Schedule of Noncash Capital Activities				
Water and sewer line developer contributions	\$ 5,260,932	\$ -	\$ 5,260,932	\$ -

See Notes to Financial Statements.

Village of New Lenox, Illinois

Statement of Net Position
Pension Trust Fund
April 30, 2016

	Police Pension
<hr/>	
Assets	
Cash and equivalents	\$ 350,785
Accrued interest receivable	32,140
Investments, at fair value:	
U.S. Government Agency securities	5,006,138
Corporate bonds	1,320,063
Mutual funds	10,718,037
Total investments	<hr/> 17,044,238
Prepaid items	<hr/> 3,399
Total assets	<hr/> <hr/> 17,430,562
Liabilities	
Accounts payable	<hr/> 3,783
Net Position	
Restricted for pension benefits	<hr/> <hr/> \$ 17,426,779

See Notes to Financial Statements.

Village of New Lenox, Illinois

Statement of Changes in Net Position
Pension Trust Fund
Year Ended April 30, 2016

	Police Pension
<hr/>	
Additions	
Contributions:	
Employer	\$ 1,036,551
Plan members	349,488
Total contributions	<u>1,386,039</u>
Investment income (loss):	
Net change in fair value of investments	(597,886)
Interest and dividends earned	368,199
Total investment income	<u>(229,687)</u>
Less: Investment expense	<u>(34,489)</u>
Net investment income (loss)	<u>(264,176)</u>
Total additions	<u>1,121,863</u>
Deductions	
Benefits	584,824
Administrative expenses	38,377
Total deductions	<u>623,201</u>
Change in net position	498,662
Net position restricted for pension benefits:	
May 1, 2015	<u>16,928,117</u>
April 30, 2016	<u>\$ 17,426,779</u>

See Notes to Financial Statements.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

The Village of New Lenox, Illinois, is located in Will County, Illinois and was first incorporated in 1946 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under a mayor-trustee form of government and provides a full range of services including public safety, roads, sanitation, water, sewer, engineering, planning, zoning, and general administrative services.

The accounting policies of the Village of New Lenox conform to accounting principles generally accepted in the United States of America as applicable to governments. 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 more significant accounting policies:

(a) *Financial Reporting Entity*

As defined by generally accepted accounting principles established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- (1) Appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- (2) Fiscal dependency on the primary government.

Financial benefit or financial burden is created if any one of the following relationships exists:

- (1) The primary government is legally entitled to or has access to the component unit's resources.
- (2) The primary government is legally required or has assumed the obligation to finance the deficits of, or provide support to, the component unit.
- (3) The primary government is obligated in some manner for the other component unit's debt.

Based upon the application criteria, no component units have been included within the reporting entity.

(b) *Government-wide Financial Statements*

The government-wide Statement of Net Position and Statement of Activities report the overall financial activity of the Village. Eliminations have been made to minimize the double-counting of internal activities of the Village. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

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

Net investment in capital assets consists of capital assets, net of accumulated depreciation plus unspent bond proceeds to be used for future capital projects, reduced by outstanding balances for bonds, other debt and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets.

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

Village of New Lenox, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(b) Government-wide Financial Statements (Continued)

Unrestricted net position consists of net position that does not meet the criteria of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is generally the Village's policy to use restricted resources first to finance qualifying activities, then unrestricted resources as they are needed. See additional information at Note 1(d) 11.

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

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

(c) Fund Financial Statements

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

The Village administers the following major governmental funds, while all remaining governmental funds are aggregated and reported as nonmajor governmental funds.

General Fund – This is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund. The services which are administered by the Village and accounted for in the general fund include general government, public safety and public works.

The Village administers the following major proprietary fund, while all remaining enterprise funds are aggregated and reported as nonmajor enterprise funds.

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

Additionally, the Village administers a fiduciary (pension trust) fund for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees. The Village also reports an internal service fund for equipment service provided to other funds of the Village on a reimbursement basis.

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

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

Note 1. Summary of Significant Accounting Policies (Continued)

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

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal year (60 days for property taxes).

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

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

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

(e) Assets, Liabilities, and Net Position or Equity

1. Cash and Cash Equivalents

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits and all highly liquid investments with an original maturity of three months or less when purchased.

2. Investments

Investments are reported at fair value. Fair value is based on quoted market prices, except for annuity contracts which are carried at contract value which approximates fair value.

3. Interfund Receivables, Payables and Activity

The Village has the following types of transactions between funds:

Loans—amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide statement of net position.

Services provided and used—sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund balance sheets or fund statements of net position.

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

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

Village of New Lenox, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(e) Assets, Liabilities, and Net Position or Equity (Continued)

4. Intergovernmental Receivable

The Village receives semi-annual payments from the Village of Mokena (Mokena) under an intergovernmental agreement. See Note 4 for further details.

5. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are accounted for under the consumption method, whereby amounts are recorded as expenditures during the period benefited by the goods or services.

6. Land Held for Sale

Land held for sale is recorded at the lower of cost or fair market value as of the balance sheet date.

The Village purchased property totaling \$2,839,108 in the capital improvements fund during the year ended April 30, 2015. During the fiscal year ending April 30, 2016, the Village secured two contracts for the sale of this land totaling \$2,250,000, which reduced the value of this land held for sale at April 30, 2016. This reduction in value in addition to other costs incurred related to the sale of this land totaled \$967,257 and were recorded as redevelopment cost in fiscal year 2016.

7. Capital and Intangible Assets

Capital assets include land, streets and bridges, buildings, storm sewers, sanitary sewers, water mains, vehicles and intangible assets, which include easements and similar items, and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$10,000, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

Capital contributions reported in the governmental and proprietary funds represent capital assets donated from outside parties, principally developers.

Capital assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at their estimated fair market value at the date of donation.

Interest incurred during the construction phase of capital assets for business-type activities is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(e) Assets, Liabilities, and Net Position or Equity (Continued)

7. Capital and Intangible Assets (Continued)

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position and is provided on the straight-line basis over the following estimated useful lives:

	<u>Estimated Useful Lives</u>
Waterworks and sewerage system	40 years
Automotive	5 years
Equipment	7 years
Buildings	10 - 40 years
Building improvements	20 years
Streets and storm sewer	50 years
Street lights and traffic signals	25 years
Sanitary sewers and water main	40 years
Bridges	50 years

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

8. Unearned Revenue and Deferred Property Tax Levy

The Village reports both deferred inflows of resources and unearned revenues on its financial statements. Deferred inflows of resources arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period for the governmental funds. Additionally, deferred inflows of resources arise when revenues associated with imposed nonexchange revenue transactions (property taxes) are received or reported as a receivable before the period for which they are levied. Unearned revenues also arise when resources are received by the Village before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met or when the Village has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

9. Deferred Outflows of Resources

The deferred loss on advanced refunding bond issues is shown as a deferred outflow of resources and is being amortized by the effective interest method over the term of the refunding bonds.

10. Compensated Absences

Vacation and sick leave are recorded in governmental funds when due (upon employee retirement or termination). Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, an expenditure/expense is reported and a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" at retirement. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(e) Assets, Liabilities, and Net Position or Equity (Continued)

11. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed at the time of the issue.

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

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

12. Fund Equity

Within the governmental fund types, the Village's fund balances are reported in one of the following classifications:

Nonspendable – includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact.

Restricted – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

At April 30, 2016, the Village's fund balance restrictions were for the following purposes:

Road improvements	\$	288,179
Drug enforcement		46,019
Special service area		36,457
Audit		20,117
Parkway trees		8,897
Capital projects		405,033
Total	\$	<u>804,702</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(e) Assets, Liabilities, and Net Position or Equity (Continued)

12. Fund Equity (Continued)

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Village's highest level of decision-making authority rests with the Village's Mayor and Board of Trustees. The Village passes formal resolutions to commit its fund balances.

At April 30, 2016, the Village's fund balance commitments were for the following purposes:

Roadway improvements	\$ 416,672
Equipment replacement	613,330
Public improvement	200,000
Total	<u>\$ 1,230,002</u>

Assigned – includes amounts that are constrained by the Village's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village's Mayor and Board of Trustees itself; or b) a body or official to which the Mayor and Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Village's Mayor and Board of Trustees has not delegated authority to any other body or official to assign amounts for a specific purpose within the General Fund. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned in accordance with the established fund purpose and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned. As of April 30, 2016, the Village did not have any assigned fund balances.

Unassigned – includes the residual fund balance that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

In the General Fund, it is the Village's policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e. committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

In other governmental funds (special revenue, debt service, and capital projects funds), it is the Village's policy to consider restricted resources to have been spent last. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Village first utilizes any assigned amounts, followed by committed and then restricted amounts.

(f) Accounting Estimates

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

Village of New Lenox, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(g) Restatement

The GASB has issued Statement No. 68, *Accounting and Financial Reporting for Pensions, an Amendment of GASB Statement No. 27* (GASB 68), and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* (GASB 71), which were both adopted by the Village for the year ended April 30, 2016. GASB 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. In accordance with GASB 68, the Village now reports a net pension liability on its financial statements, as well as deferred outflows of resources and deferred inflows of resources resulting from the pension standard. In addition, the impact of implementing this statement resulted in a restatement of the beginning net position for governmental activities to record the net pension liability and deferred inflows and outflows of resources related to pensions. GASB 71 was an amendment to certain paragraphs within GASB 68 relating to the treatment of deferred inflows and outflows of resources associated with the transition to GASB 68.

The Village's equity at April 30, 2015 has been restated as follows:

	Governmental Activities	Business-Type Activities / Waterworks and Sewerage Fund	Internal Service Fund
Net position/fund balance, April 30, 2015	\$ 174,750,244	\$ 103,557,785	\$ -
Restatement amount related to implementation of GASB 68	(12,210,319)	(1,013,399)	(84,854)
Net position/fund balance as restated, April 30, 2015	<u>\$ 162,539,925</u>	<u>\$ 102,544,386</u>	<u>\$ (84,854)</u>

Note 2. Cash and Investments

The Village is authorized to make deposits in commercial banks and savings and loan institutions, and make investments in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Metropolitan Investment Fund and Illinois Funds. Pension funds may also invest in other investments as allowed by Illinois compiled statutes.

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

The Illinois Metropolitan Investment Fund (I.M.E.T.) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. I.M.E.T. is not registered with the SEC as an investment company. Investments in I.M.E.T. are valued at I.M.E.T.'s share price, which is the price the investment could be sold for.

(a) Deposits

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village does not have a deposit policy for custodial credit risk. As of April 30, 2016, the police pension fund was not subject to custodial credit risk as it was either insured or collateralized with investments held by the Village or its agent in the Village's name.

As of April 30, 2016, the carrying amount of the Village's deposits was \$3,959,803, with bank balances totaling \$4,343,203. The carrying amount and bank balances of the police pension fund's deposits totaled \$350,785.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 2. Cash and Investments (Continued)

(b) Investments

As of April 30, 2016, the Village and police pension fund had the following investments and maturities.

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less Than 1	1-5	6-10
Village investments:				
Illinois Metropolitan Investment Fund	\$ 4,947,260	\$ 4,947,260	\$ -	\$ -
Police pension investments:				
U.S. Government Agency securities	5,006,138	-	5,006,138	-
Bond mutual funds	560,211	560,211	-	-
Corporate bonds	1,320,063	-	1,320,063	-
	<u>6,886,412</u>	<u>560,211</u>	<u>6,326,201</u>	<u>-</u>
Total	\$ 11,833,672	\$ 5,507,471	\$ 6,326,201	\$ -

The Illinois Metropolitan Investment Fund balance of \$4,947,260 is shown as maturing in less than one year because the average maturity of the pools' investments is less than one year.

The Village has Illinois funds of \$14,347,924 and the police pension fund has equity mutual fund investments totaling \$10,157,826 as of April 30, 2016, neither of which are included in the investments above.

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Village's and police pension fund's investment policies limit investment maturities to a maximum maturity of fifteen (15) months from the date of purchase. Investments in other funds may be purchased with maturities to match future project or liability requirements.

Credit Risk. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the Village's and the police pension fund's policy to limit its investments in these investment types to the top rating issued by NRSROs at time of purchase. As of April 30, 2016, the police pension fund's investment in U.S. Government Agencies were rated AA+ by Standard & Poor's rating service. The Village's investments in Illinois Funds were rated AA+ by Standard & Poor's rating service. The Village's investments in the Illinois Metropolitan Investment Fund were rated Aaa/MR1 from Moody's Investor Services rating service. The police pension fund's investment in corporate bonds were rated AA & A by Standard & Poor's rating service.

Concentration of Credit Risk. The Village's and police pension fund's investment policies require diversified investments to eliminate the risk of loss resulting in over concentration in a specific issuer or class of securities. As of April 30, 2016, more than 5 percent of the police pension fund's investments are in U.S. Government Agencies, federal home loan bank discount note (29%). The percentage in brackets represents the percentage of this investment of the police pension fund's total investments.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 2. Cash and Investments (Continued)

The Village's deposits and investments totaling \$40,650,010 are reported in the financial statements as follows:

	Governmental Activities	Business-Type Activities	Pension Trust Fund	Total
Cash and cash equivalents	\$ 12,039,299	\$ 11,215,688	\$ 350,785	\$ 23,605,772
Investments	-	-	17,044,238	17,044,238
Total	<u>\$ 12,039,299</u>	<u>\$ 11,215,688</u>	<u>\$ 17,395,023</u>	<u>\$ 40,650,010</u>

Note 3. Property Taxes

The Village annually establishes its right to the revenue from property tax assessments upon the enactment of a tax levy ordinance by the Village Board.

The 2015 property tax calendar is as follows:

Lien Date	January 1, 2015
Levy Date	December 14, 2015
Tax Bills Mailed (At Least 30 Days Prior to Collection Deadline)	May 1, 2016
First Installment Due	June 1, 2016
Second Installment Due	September 1, 2016

Property taxes are billed and collected by the Treasurer of Will County, Illinois.

The 2015 property tax assessment, which was levied in December 2015, is to finance the fiscal year beginning May 1, 2016. The revenue to be provided from that assessment is to be recognized during that period, provided the "available" criteria has been met. A reduction for collection losses based on historical collection experience has been provided on uncollected tax levies. Property tax amounts recorded as receivables in advance of the fiscal year for which they are levied are recorded as deferred inflows of resources, and are later recognized as revenues in the year for which they are levied.

Note 4. Intergovernmental Receivable

In September of 1999, the Village entered into an agreement with the Village of Mokena (Mokena) to jointly construct a water main extension to provide future Lake Michigan water to both Villages. Under the terms of the agreement, Mokena has agreed to pay the Village its proportionate share of costs needed to construct the joint system. As of April 30, 2016, the total amount that Mokena is obligated to pay under this agreement equals \$956,614, which is 34.42% of the Illinois Environmental Protection Agency Drinking Water revolving loan (the loan). Of the total asset of \$956,614, \$203,310 is recorded as a current asset in the Waterworks and Sewerage Fund based on expected repayments. The loan will be paid in full in 2021, but payment may be required on demand.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 5. Capital Assets

(a) Governmental Activities

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

	Balance, May 1, 2015	Additions	Deletions and Transfers	Balance, April 30, 2016
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 48,628,913	\$ 233,775	\$ -	\$ 48,862,688
Construction in progress	411,801	536,095	-	947,896
Total capital assets not being depreciated	<u>49,040,714</u>	<u>769,870</u>	<u>-</u>	<u>49,810,584</u>
Capital assets being depreciated:				
Buildings and improvements	46,205,392	-	-	46,205,392
Office equipment	865,411	-	-	865,411
Machinery and equipment	1,225,415	14,865	10,000	1,230,280
Streets, sidewalks and bridges	154,820,010	2,902,149	-	157,722,159
Street lighting	4,062,533	198,000	-	4,260,533
Traffic signals	3,094,257	-	-	3,094,257
Bicycle trails	301,460	-	-	301,460
Automotive	4,043,380	622,112	288,316	4,377,176
	<u>214,617,858</u>	<u>3,737,126</u>	<u>298,316</u>	<u>218,056,668</u>
Less accumulated depreciation for:				
Buildings and improvements	7,510,420	1,170,250	-	8,680,670
Office equipment	611,289	26,572	-	637,861
Machinery and equipment	1,121,101	234,292	10,000	1,345,393
Streets, sidewalks and bridges	49,556,860	3,173,855	-	52,730,715
Street lighting	2,242,454	154,787	-	2,397,241
Traffic signals	929,437	147,770	-	1,077,207
Bicycle trails	77,082	6,029	-	83,111
Automotive	2,256,238	518,286	288,316	2,486,208
	<u>64,304,881</u>	<u>5,431,841</u>	<u>298,316</u>	<u>69,438,406</u>
Total capital assets being depreciated, net	<u>150,312,977</u>	<u>(1,694,715)</u>	<u>-</u>	<u>148,618,262</u>
Governmental activities capital assets, net	<u>\$ 199,353,691</u>	<u>\$ (924,845)</u>	<u>\$ -</u>	<u>\$ 198,428,846</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 5. Capital Assets (Continued)

(b) Business-Type Activities

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

	Balance, May 1, 2015	Additions	Deletions and Transfers	Balance, April 30, 2016
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 2,508,826	\$ -	\$ -	\$ 2,508,826
Construction in progress	1,516,968	1,030,021	-	2,546,989
Total capital assets not being depreciated	<u>4,025,794</u>	<u>1,030,021</u>	<u>-</u>	<u>5,055,815</u>
Capital assets being depreciated:				
Machinery and equipment	2,856,741	617,488	117,318	3,356,911
Building	179,031	-	-	179,031
Improvements	1,211,318	-	-	1,211,318
Utility plant	184,177,793	4,698,900	-	188,876,693
	<u>188,424,883</u>	<u>5,316,388</u>	<u>117,318</u>	<u>193,623,953</u>
Less accumulated depreciation for:				
Machinery and equipment	1,060,231	83,044	117,318	1,025,957
Building	100,788	4,429	-	105,217
Improvements	681,925	29,966	-	711,891
Utility plant	71,028,148	4,672,475	-	75,700,623
	<u>72,871,092</u>	<u>4,789,914</u>	<u>117,318</u>	<u>77,543,688</u>
Total capital assets being depreciated, net	<u>115,553,791</u>	<u>526,474</u>	<u>-</u>	<u>116,080,265</u>
Business-type activities capital assets, net	<u>\$ 119,579,585</u>	<u>\$ 1,556,495</u>	<u>\$ -</u>	<u>\$ 121,136,080</u>

(c) Depreciation Charged to Functions / Activities

Depreciation was charged to functions/activities as follows:

	Governmental Activities	Business-Type Activities
General government	\$ 660,312	\$ -
Public safety	325,809	-
Public works	4,445,720	-
Waterworks and sewerage	-	4,762,685
Commuter parking lot	-	27,229
	<u>\$ 5,431,841</u>	<u>\$ 4,789,914</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations

(a) Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2016:

	General Obligation Bonds	Installment Purchase Contracts	Compensated Absences	Total
Outstanding obligations as of May 1, 2015	\$ 32,317,510	\$ 198,976	\$ 739,645	\$ 33,256,131
Debt incurred	-	303,314	-	303,314
Debt retired	(1,617,088)	(206,768)	-	(1,823,856)
Amortization of premiums and discount	(43,980)	-	-	(43,980)
Additions to compensated absences	-	-	732,426	732,426
Reductions to compensated absences	-	-	(784,913)	(784,913)
Outstanding obligations as of April 30, 2016	<u>\$ 30,656,442</u>	<u>\$ 295,522</u>	<u>\$ 687,158</u>	<u>\$ 31,639,122</u>
Due within one year	<u>\$ 1,655,989</u>	<u>\$ 118,476</u>	<u>\$ 484,588</u>	<u>\$ 2,259,053</u>

The General Fund is typically used to liquidate compensated absences.

(b) Business-Type Activities

The following is a summary of long-term obligation activity for the Village associated with business-type activities for the year ended April 30, 2016:

	General Obligation Bonds	Installment Purchase Contracts	IEPA Loan	Compensated Absences	Total
Outstanding obligations as of May 1, 2015	\$ 19,827,177	\$ 60,063	\$ 3,637,812	\$ 88,197	\$ 23,613,249
Debt incurred	-	-	-	-	-
Debt retired	(942,912)	(60,063)	(568,770)	-	(1,571,745)
Amortization of premiums and discount	(12,760)	-	-	-	(12,760)
Additions to compensated absences	-	-	-	175,807	175,807
Reductions to compensated absences	-	-	-	(178,627)	(178,627)
Outstanding obligations as of April 30, 2016	<u>\$ 18,871,505</u>	<u>\$ -</u>	<u>\$ 3,069,042</u>	<u>\$ 85,377</u>	<u>\$ 22,025,924</u>
Due within one year	<u>\$ 964,011</u>	<u>\$ -</u>	<u>\$ 583,280</u>	<u>\$ 59,764</u>	<u>\$ 1,607,055</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations (Continued)

(c) Pledged Revenue and Payments

Details relating to pledged revenues on the Village's debt as of April 30, 2016 are as follows:

Debt Issue	Pledged Revenue Source	Pledged Revenue	Fiscal Year Principal and Interest Retired	Pledge Remaining	Commitment End Date	Interest Retired as a Percentage of Pledged Revenue
General Obligation Bonds, Series 2014A	Sales Tax & Utility Tax	\$ 10,257,388	\$ 358,900	\$ 6,416,650	12/15/2033	3%
General Obligation Bonds, Series 2013A	Sales Tax & Utility Tax	10,257,388	705,250	12,698,100	12/15/2033	7%
General Obligation Bonds, Series 2012A	Sales Tax (78% of total)	8,556,458	469,622	7,577,814	12/15/2032	5%
General Obligation Refunding Bonds, Series 2012B	Sales Tax	8,556,458	642,237	5,783,113	12/15/2024	8%
General Obligation Bonds, Series 2007	Telecommunication Fee	698,430	265,900	3,466,600	11/15/2027	38%

Village of New Lenox, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations (Continued)

(d) Detail of Long-Term Obligations

Long-term obligations outstanding for governmental activities consist of the following individual amounts:

General Obligation Bonds:

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital assets. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

General Obligation Bonds dated September 19, 2013 with the original amount of \$9,865,000 issued to which were issued to construct a new police station, provides for retirement of principal of \$390,000 in 2017, \$390,000 in 2018, \$400,000 in 2019, \$415,000 in 2020, \$430,000 in 2021, \$440,000 in 2022, \$450,000 in 2023, \$470,000 in 2024, \$480,000 in 2025, \$500,000 in 2026, \$520,000 in 2027, \$530,000 in 2028, \$560,000 in 2029, \$580,000 in 2030, \$600,000 in 2031, \$630,000 in 2032, \$650,000 in 2033 and \$680,000 in 2034 with interest from 2.00% to 4.125%.	\$ 9,115,000
Plus unamortized bond premium	97,329
General Obligation Refunding Bonds dated November 29, 2012 with the original amount of \$6,265,000 issued to refund the 2004 General Obligation Bonds, which were issued to fund the new village hall, provides for retirement of principal of \$555,000 in 2017, \$565,000 in 2018, \$565,000 in 2019, \$575,000 in 2020, \$580,000 in 2021, \$590,000 in 2022, \$600,000 in 2023, \$615,000 in 2024 and \$620,000 in 2025 with interest from 1.00% to 2.00%.	5,265,000
Plus unamortized bond premium	107,199
General Obligation (alternate revenue) Bonds dated November 1, 2012 with the original amount of \$9,100,000, of which \$7,100,000 was issued for the construction of a new public works building, provides for retirement of principal of \$315,989 in 2017, \$315,989 in 2018, \$319,890 in 2019, \$323,791 in 2020, \$327,692 in 2021, \$335,495 in 2022, \$343,297 in 2023, \$351,099 in 2024, \$358,901 in 2025, \$366,703 in 2026, \$374,506 in 2027, \$382,308 in 2028, \$394,011 in 2029, \$401,813 in 2030, \$413,516 in 2031, \$425,220 in 2032 and \$436,923 in 2033 with interest from 2.00% to 3.00%. The remaining \$2,000,000 was issued for WWTP#1 improvements and is included in business type activities obligations.	6,187,143
Plus unamortized bond premium	194,682
General Obligation (alternate revenue) Bonds dated November 15, 2007 with the original amount of \$3,700,000 issued for various major roadway capital projects provides for retirement of principal of \$165,000 in 2017, \$170,000 in 2018, \$180,000 in 2019, \$190,000 in 2020, \$205,000 in 2021, \$215,000 in 2022, \$225,000 in 2023, \$240,000 in 2024, \$255,000 in 2025, \$270,000 in 2026, \$280,000 in 2027 and \$300,000 in 2028 with interest of 4.00%.	2,695,000

Village of New Lenox, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations (Continued)

(d) Detail of Long-Term Obligations (Continued)

General Obligation Bonds: (continued)

General Obligation Bonds dated June 26, 2014 with the original amount of \$4,830,000 issued to fund the construction of the new police station, provides for retirement of principal of \$200,000 in 2017, \$205,000 in 2018, \$210,000 in 2019, \$215,000 in 2020, \$220,000 in 2021, \$220,000 in 2022, \$230,000 in 2023, \$235,000 in 2024, \$245,000 in 2025, \$250,000 in 2026, \$260,000 in 2027, \$270,000 in 2028, \$280,000 in 2029, \$295,000 in 2030, \$305,000 in 2031, \$315,000 in 2032, \$330,000 in 2033 and \$345,000 in 2034 with interest from 2.00% to 4.00%.	\$ 4,630,000
Plus unamortized bond premium	208,483
General Obligation Refunding Bonds dated June 3, 2010 with the original amount of \$2,285,000 issued to refund bonds and fund SSA improvements provides for retirement of principal of \$30,000 in 2017, \$35,000 in 2018, \$35,000 in 2019, \$35,000 in 2020, \$35,000 in 2021, \$40,000 in 2022, \$40,000 in 2023, \$40,000 in 2024, \$40,000 in 2025, \$330,000 in 2026, \$340,000 in 2027, \$355,000 in 2028, \$370,000 in 2029, \$385,000 in 2030 and \$55,000 in 2031 with interest from 2.50% to 4.20%.	2,165,000
Less unamortized bond discount	<u>(8,394)</u>
Total general obligation bonds	<u>30,656,442</u>
Installment Purchase Contracts:	
A lease purchase contract for a Kenworth Street Sweeper dated July 1, 2015 provides for the retirement of principal of \$68,052 in 2017, \$69,423 in 2018 and \$17,573 in 2019 with interest at 2.00%.	155,049
A lease purchase contract for a house located at 102 E. Haven Avenue dated July 18, 2003 provides for the retirement of principal of \$18,413 in 2017, \$19,075 in 2018 and \$4,875 in 2019, with interest at 3.50%.	42,363
A lease purchase contract for 2016 Ford F550 Aerial Truck dated April 20, 2016 provides for the retirement of principal of \$32,011 in 2017, \$32,682 in 2018 and \$16,597 in 2019, with interest at 2.05%.	<u>98,110</u>
Total installment purchase contracts	<u>295,522</u>
Compensated absences	<u>687,158</u>
Total outstanding obligations of governmental activities	<u><u>\$ 31,639,122</u></u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations (Continued)

(d) Detail of Long-Term Obligations (Continued)

The long-term obligations outstanding for business-type activities consists of the following individual amounts:

General Obligation Bonds:

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital assets. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

General Obligation Bonds dated December 28, 2011 with an original amount of \$3,920,000 issued to refund water and sewer bonds provide for retirement of principal at the rate of \$370,000 in 2017, \$365,000 in 2018, \$365,000 in 2019, \$365,000 in 2020, \$395,000 in 2021 and \$615,000 in 2022. Interest is payable June 15 and December 15 of each year at rates ranging from 2.00% to 2.50%.	\$ 2,475,000
Plus unamortized bond premium	28,226
General Obligation Refunding Bonds dated July 10, 2014 with an original amount of \$7,175,000 issued to refund water and sewer bonds provides for retirement of principal at the rate of \$505,000 in 2017, \$520,000 in 2018, \$535,000 in 2019, \$555,000 in 2020, \$570,000 in 2021, \$615,000 in 2022, \$635,000 in 2023, \$745,000 in 2024, \$760,000 in 2025 and \$820,000 in 2026. Interest is payable June 15 and December 15 of each year at rates ranging from 0.50% to 2.80%.	6,260,000
Plus unamortized bond premium	112,677
General Obligation (alternate revenue) Bonds dated November 1, 2012 with the original amount of \$9,100,000, of which \$2,000,000 was issued for WWTP #1 improvements, provides for retirement of principal of \$89,011 in 2017, \$89,011 in 2018, \$90,110 in 2019, \$91,209 in 2020, \$92,308 in 2021, \$94,505 in 2022, \$96,703 in 2023, \$98,901 in 2024, \$101,099 in 2025, \$103,297 in 2026, \$105,494 in 2027, \$107,692 in 2028, \$110,989 in 2029, \$113,187 in 2030, \$116,484 in 2031, \$119,780 in 2032 and \$123,077 in 2033 with interest from 2.00% to 3.00%. The remaining \$7,100,000 was issued for the construction of a new public works building and is included in governmental activities obligations.	1,742,857
General Obligation Refunding Bonds dated December 2, 2009 with an original amount of \$8,305,000 issued to refund water and sewer debt provides for retirement of principal at the rate of \$100,000 in 2022, \$785,000 in 2023, \$715,000 in 2024, \$745,000 in 2025, \$740,000 in 2026, \$1,670,000 in 2027, \$1,740,000 in 2028 and \$1,810,000 in 2029. Interest is payable June 15 and December 15 of each year at rates ranging from 3.75% to 4.25%.	8,305,000
Less unamortized bond discount	<u>(52,255)</u>
Total general obligation bonds	<u>18,871,505</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations (Continued)

(d) Detail of Long-Term Obligations (Continued)

Illinois Environmental Protection Agency Loan:

An Illinois Environmental Protection Agency Drinking Water revolving loan agreement dated September 9, 1999 issued for the construction of Lake Michigan water transmission lines, provides for a 20 year repayment which began October 1, 2001. The agreement allows for a maximum loan drawdown of \$10,000,000 at an interest rate of 2.535%. Repayment of existing balance will be \$583,280 in 2017, \$598,160 in 2018, \$613,419 in 2019, \$629,068 in 2020 and \$645,115 in 2021.

	<u>3,069,042</u>
Compensated absences	<u>85,377</u>
Total outstanding obligations of business-type activities	<u>\$ 22,025,924</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations (Continued)

(e) Future Maturities

The annual requirement to amortize outstanding debt, incurred for governmental purposes, excluding compensated absences of \$687,158 and the unamortized discounts and premiums of \$599,299 as of April 30, 2016, are as follows:

Years ending April 30:	Governmental Activities			
	General Obligation Bonds		Installment Purchase Contracts	
	Principal	Interest	Principal	Interest
2017	\$ 1,655,989	\$ 911,342	\$ 118,476	\$ 3,051
2018	1,680,989	875,625	121,180	2,941
2019	1,709,890	837,920	55,866	567
2020	1,753,791	795,346	-	-
2021	1,797,692	748,591	-	-
2022 - 2026	9,395,495	3,017,315	-	-
2027 - 2031	7,651,154	1,454,870	-	-
2032 - 2034	4,412,143	392,874	-	-
	<u>\$ 30,057,143</u>	<u>\$ 9,033,883</u>	<u>\$ 295,522</u>	<u>\$ 6,559</u>

The annual requirement to amortize outstanding debt, incurred for business-type activities, excluding compensating absences of \$85,377 and the unamortized discounts and premiums of \$88,648 as of April 30, 2016, are as follows:

Years ending April 30:	Business-Type Activities			
	General Obligation Bonds		IEPA Loan	
	Principal	Interest	Principal	Interest
2017	\$ 964,011	\$ 592,164	\$ 583,280	\$ 74,127
2018	974,011	571,993	598,160	59,247
2019	990,110	551,623	1,887,602	84,619
2020	1,011,209	530,920	-	-
2021	1,057,308	506,096	-	-
2022 - 2026	7,769,505	1,946,526	-	-
2027 - 2031	5,773,846	518,629	-	-
2032 - 2033	242,857	10,064	-	-
	<u>\$ 18,782,857</u>	<u>\$ 5,228,015</u>	<u>\$ 3,069,042</u>	<u>\$ 217,993</u>

Note 7. Pension and Retirement Plan Commitments

Illinois Municipal Retirement Fund

Plan Description. The Village’s defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired **before** January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3 percent of the original amount on January 1 every year after retirement.

Employees hired **on or after** January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3 percent of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms. As of April 30, 2016, the following employees were covered by the benefit terms:

	IMRF
Retirees and beneficiaries currently receiving benefits	26
Inactive plan members entitled to but not yet receiving benefits	25
Active plan members	76
Total	127

Contributions. As set by statute, the Village’s Regular Plan Members are required to contribute 4.5 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village’s annual contribution rate for calendar years 2016 and 2015 was 12.89 percent and 12.68 percent, respectively. For the fiscal year ended April 30, 2016, the Village contributed \$694,951 to the plan. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The following are the methods and assumptions used to determine total pension liability at December 31, 2015:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.47%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) 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 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments 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 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	38%	7.60%
International Equity	17%	7.80%
Fixed Income	27%	3.00%
Real Estate	8%	6.15%
Alternative Investments	9%	5.25-8.50%
Cash Equivalents	1%	2.25%
Total	100%	

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Single Discount Rate. A Single Discount Rate of 7.50 percent was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50 percent, the municipal bond rate is 3.56 percent, and the resulting single discount rate is 7.47 percent.

Changes in the Net Pension Liability.

The following table shows the components of the Village's annual pension liability and related plan fiduciary net position for the year ended December 31, 2015:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2014	\$ 22,158,963	\$ 18,493,754	\$ 3,665,209
Changes for the year:			
Service cost	543,714	-	-
Interest on the total pension liability	1,654,590	-	-
Changes of benefit terms	-	-	-
Differences between expected and actual experience of the total pension liability	341,606	-	-
Changes of assumptions	35,144	-	-
Contributions - employer	-	662,910	-
Contributions - employees	-	311,895	-
Net investment income	-	93,353	-
Benefit payments, including refunds of employee contributions	(621,276)	(621,276)	-
Other (net transfer)	-	(96,076)	-
Net changes	1,953,778	350,806	-
Balances at December 31, 2015	\$ 24,112,741	\$ 18,844,560	\$ 5,268,181

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.47 percent, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1 percent lower or 1 percent higher:

	1% Decrease	Current Discount Rate	1% Increase
	6.47%	7.47%	8.47%
Net Pension Liability	\$ 9,127,361	\$ 5,268,181	\$ 2,170,816

The liability of \$5,268,181 as of December 31, 2015 is reported on the financial statements as follows:

Business-Type Activities / Waterworks & Sewerage Fund	\$ 1,541,470
Governmental Activities	3,726,711
	<u>\$ 5,268,181</u>

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. For the year ended December 31, 2015, the Village recognized pension expense of \$902,011. At December 31, 2015, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 291,242	\$ -
Changes of assumptions	29,963	-
Net difference between projected and actual earnings on pension plan investments	1,042,666	-
Total deferred amounts to be recognized in pension expense in future periods	1,363,871	-
Employer contribution subsequent to the measurement date	233,822	-
Total Deferred Amounts Related to Pensions	<u>\$ 1,597,693</u>	<u>\$ -</u>

The deferred outflows of resources as of December 31, 2015 is reported on the financial statements as follows:

Business-Type Activities / Waterworks & Sewerage Fund	\$ 467,485
Governmental Activities	1,130,208
	<u>\$ 1,597,693</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

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

Year ending December 31:	<u>Net Deferred Outflows of Resources</u>
2016	\$ 316,212
2017	316,212
2018	316,212
2019	316,210
2020	55,545
Thereafter	43,480
Total	<u>\$ 1,363,871</u>

Police Pension Fund

Summary of Significant Accounting Policies

Basis of Accounting:

The financial statements for the police pension fund are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs are financed through investment earnings. No stand-alone statements are issued for the defined benefit pension plan.

Plan Description

Plan administration:

Police-sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan administered by the Village of New Lenox. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Article 3 of the Illinois Pension Code and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. An actuarial valuation was performed as of April 30, 2016, and, accordingly, the most recent available information has been presented.

Management of the Police Pension Plan is vested in the Police Pension Board which consists of five members, two members elected from and by the active police, one elected from and by the beneficiaries and two appointed by the Village Mayor with the approval of the Village Board of Trustees. There was a change in the makeup of the Board during fiscal year 2016.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Police Pension Fund (Continued)

Plan Description (Continued)

Plan Membership:

At April 30, 2016, the Police Pension Plan membership consisted of:

Inactive Plan members or beneficiaries currently receiving benefits	11
Inactive Plan members entitled to but not yet receiving benefits	3
Active Plan members	<u>35</u>
	<u><u>49</u></u>

Benefits provided:

The Illinois Pension Code (40 ILCS 5/Art. 3) is the authority under which pension benefit terms are established. The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 attaining the age of 50 or more with 20 or more years of creditable service (Tier 1) are entitled to receive an annual retirement benefit equal to one half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, and 1% of such salary for each additional year of service over 30 years, to a maximum of 75% of such salary.

Covered employees hired on or after January 1, 2011 attaining the age of 55 or more with 10 or more years of creditable service (Tier 2) are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 as of January 1, 2011. The maximum salary cap increases each year thereafter. The monthly benefit of a police officer hired before January 1, 2011, who retired with 20 or more years of services after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter. The monthly pension of a police officer hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, but the lessor of 3% or one half of the consumer price index. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

Contributions:

Covered employees are required to contribute 9.91% of their base salary to the plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Illinois Pension Code (40 ILCS 5/Art. 3) establishes the contribution requirements of the Village. The annual requirement is equal to (1) the normal cost of the pension fund for the year plus (2) an amount sufficient to bring the total assets of the pension fund up to 90% of the actuarial liabilities of the pension fund by December 31, 2040. Only the State legislature can amend the contribution requirements. For the year ended April 30, 2016, the statutory minimum which the Village was required to contribute was \$1,144,178, or 29.39% of member payroll, to the Police Pension Fund.

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Police Pension Fund (Continued)

Investments

Investment policy:

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Police Pension Board by a majority vote of its members. It is the policy of the Police Pension Board to pursue an investment strategy that minimizes risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. See Note 2 for more details on the Police Pension's investment policy. The following is the Board's adopted asset allocation policy as of April 30, 2016:

Asset Class	Target Asset Allocation
Domestic Equity Large Cap	35%
Domestic Equity Mid Cap	8%
Domestic Equity Small Cap	5%
International Developed Foreign	5%
Emerging Markets	3%
Fixed Income Investment Grade Corporate	10%
Fixed Income Intermediate U.S. Treasuries	26%
Fixed Income High Yield/Global Bonds	5%
Cash	3%
	100%

The Long-Term Expected Rate of Return on Pension Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of Pension Plan investment expenses and inflation) are developed for each major class.

These ranges are combined to produce Long-Term Expected Rate of Return by weighing the expected future real rate of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the Pension Plan's target asset allocation as of April 30, 2016 are summarized in the following table:

Asset Class	Long-Term Real Expected Rate of Return
Domestic Equity Large Cap	5.34%
Domestic Equity Mid Cap	6.08%
Domestic Equity Small Cap	6.55%
International Developed Foreign	5.84%
Emerging Markets	9.51%
Fixed Income Investment Grade Corporate	2.69%
Fixed Income Intermediate U.S. Treasuries	2.03%
Fixed Income High Yield/Global Bonds	4.14%
Cash	-0.26%

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Police Pension Fund (Continued)

Investments (Continued)

Method used to value investments:

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

Significant Investments:

Information on significant investments is presented in Note 2 under "Concentration of Credit Risk."

Rate of return:

For the year ended April 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -1.50 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the Village

The components of the net pension liability of the Village at April 30, 2016, are as follows:

Total pension liability	\$ 30,111,317
Plan fiduciary net position	<u>(17,426,779)</u>
Village's net pension liability	<u>\$ 12,684,538</u>
Plan fiduciary net position as a percentage of the total pension liability	57.87%

The total pension liability was determined by an actuarial valuation as of May 1, 2015 updated to April 30, 2016, using the following methods and actuarial assumptions, applied to all periods included in the measurement:

Methods and Assumptions

Valuation date	April 30, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Payroll over a period ending on April 30, 2040 targeting an Accrued Liability funded percentage of 95%
Discount Rate used for the Total Pension Liability	6.75%
Long-Term Expected Rate of Return on Plan Assets	6.75%
Projected Individual Salary Increases	4.00 - 11.00%
Projected Increase in Total Payroll	4.50%
Inflation Rate Included	2.50%
Mortality Table	RP-2000 Combined Healthy Mortality with no projection
Disability Rates	RP-2000 Disabled Retiree Mortality with no projection
Retirement Rates	See Below
Termination Rates	See Below
Percent Married	80%

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Police Pension Fund (Continued)

Net Pension Liability of the Village (Continued)

Termination and Disability Rate Table:

% Terminating During the Year	
Age	Rate
15-24	10.00%
25	7.50%
26-27	6.25%
28-31	5.00%
32-34	4.00%
35-37	3.00%
38-49	2.00%
>=50	3.50%

% Becoming Disabled During the Year	
Age	Rate
20	0.05%
25	0.05%
30	0.22%
35	0.26%
40	0.40%
45	0.65%
50	0.95%
55	1.30%
60	1.65%
65	2.00%

% Retiring During the Year*	
Age	Rate
<=49	0%
50-54	20%
55-59	25%
60-62	33%
63-69	50%
>=70	100%

* The retirement rates for Tier 2 Members are the same as for Tier 1 Members shown above except there is a 0% probability of retirement until age 55.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Police Pension Fund (Continued)

Net Pension Liability of the Village (Continued)

Discount rate:

The discount rate used to measure the Total Pension Liability was 6.75 percent. The projection of cash flows used to determine the Discount Rate assumed that Plan Member contributions will be made at the current contribution rate and that Sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Pension Plan's Fiduciary Net Position was projected to be available to make all projected 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.

Change in Net Pension Liability: The following table shows the components of the Village's annual pension liability and related plan fiduciary net position for the fiscal year ended April 30, 2016:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2015	\$ 26,720,283	\$ 16,928,117	\$ 9,792,166
Changes for the year:			
Service cost	870,642	-	-
Interest on the total pension liability	1,842,650	-	-
Changes of benefit terms	-	-	-
Differences between expected and actual experience of the total pension liability	376,677	-	-
Changes of assumptions	885,889	-	-
Contributions - employer	-	1,036,551	-
Contributions - employees	-	349,488	-
Net investment income	-	(264,176)	-
Benefit payments, including refunds of employee contributions	(584,824)	(584,824)	-
Other (net transfer)	-	(38,377)	-
Net changes	3,391,034	498,662	-
Balances at December 31, 2015	\$ 30,111,317	\$ 17,426,779	\$ 12,684,538

Sensitivity of the net pension liability to changes in the discount rate:

The following presents the net pension liability of the Village, calculated using the discount rate of 6.75 percent, as well as what the Villages net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate.

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Village's net pension liability	\$ 17,695,672	\$ 12,684,538	\$ 8,625,754

Village of New Lenox, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

The schedule of changes in net pension liability, total pension liability and related ratios and investment returns and the schedule of contributions are presented as Required Supplementary Information (RSI) following the notes to the financial statements.

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. For the year ended April 30, 2016, the Village recognized pension expense of \$1,678,122. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 329,593	\$ -
Changes of assumptions	775,152	-
Net difference between projected and actual earnings on pension plan investments	<u>1,146,056</u>	-
Total Deferred Amounts Related to Pensions	<u>\$ 2,250,801</u>	<u>\$ -</u>

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

Year ending April 30:	Net Deferred Outflows of Resources
2017	\$ 444,334
2018	444,334
2019	444,335
2020	444,335
2021	157,821
Thereafter	<u>315,642</u>
Total	<u>\$ 2,250,801</u>

Village of New Lenox, Illinois

Notes to Financial Statements

Note 8. Postemployment Healthcare Plan

(a) Plan Description

In addition to providing the pension benefits described, the Village provides postemployment healthcare 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 and union contracts. Benefits and refunds of the plan are recognized when due and payable in accordance with the terms of the plan. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's governmental and business-type activities.

(b) Benefits Provided

The Village provides pre and post Medicare post-retirement healthcare benefits to all retirees who worked for the Village, were enrolled in one of the Village's healthcare plans at the time of retirement, and receive a pension from the Village through one of the following plans: Illinois Municipal Retirement Fund (IMRF) and Police Pension Fund.

Spouses and dependents of retirees are eligible to continue healthcare coverage while the retiree is alive if they were enrolled at the time of retirement. Surviving spouses and dependents of employees are eligible for COBRA coverage. Surviving spouses and dependent children of police officers that were injured or killed in the line of duty, during an emergency, and surviving spouses of all retirees are eligible to continue healthcare coverage.

On April 26, 2011, the Village Board approved a retirement incentive only applicable to employees who were hired on or before May 1, 2011. Additional eligibility requirements for IMRF eligible full-time employees include that employees shall have at least twenty (20) years of credible service in the Illinois Municipal Retirement Fund, be at least fifty-five (55) years of age and retire in good standing from the Village of New Lenox. Additional eligibility requirements for Illinois Police Pension Fund employees include that employees shall have at least twenty (20) years of credible service in the Illinois Police Pension Fund, be at least fifty-five (55) years of age and retire in good standing from the Village of New Lenox. For these eligible employees who retired between May 1, 2011 and April 30, 2013, the Village shall pay, for a period of five (5) years from the date of retirement, sixty-five percent (65%) of the health insurance premium under the Village's group health insurance plan as it shall be in effect, from time to time, for active employees. The retirement incentive shall be applicable only to the type of coverage (i.e., single, family, etc.) which was in effect for the employee at the time of retirement. For eligible employees who retire on or after May 1, 2013, the Village shall pay, for a period of eight (8) years from the date of retirement, sixty-five percent (65%) of the health insurance premium under the Village's group health insurance plan as it shall be in effect, from time to time, for active employees.

(c) Funding Policy

The required contribution is based on projected pay as you go financing requirements. Retirees receive coverage under the Village's health plan with an employer contribution rate ranging from 80% to 100% of the premiums for the coverage elected by the employee. The employer contribution rate depends on the healthcare plan elected by the employee. For the fiscal year 2016, the Village contributed \$136,078 (explicit and implicit) to the plan.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 8. Postemployment Healthcare Plan (Continued)

(d) Annual OPEB Costs and Net OPEB Obligation

The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the Village's annual OPEB cost for the year ended April 30, 2016, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the plan:

Annual required contribution (ARC)	\$ 547,491
Interest on net OPEB obligation	86,330
Adjustment to annual required contribution	<u>(120,011)</u>
Annual OPEB cost (expense)	513,810
Contributions made (explicit and implicit)	<u>(136,078)</u>
Increase in net OPEB obligation	377,732
Net OPEB obligation beginning of year	<u>2,158,236</u>
Net OPEB obligation end of year	<u><u>\$ 2,535,968</u></u>

The OPEB obligation is presented in the financial statements as follows:

Governmental activities	\$ 2,054,582
Business-type activities	<u>481,386</u>
	<u><u>\$ 2,535,968</u></u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2016 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Costs	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
04/30/2016	\$ 513,810	20%	\$ 2,535,968
04/30/2015	520,518	21	2,158,236
04/30/2014	483,177	21	1,728,315

Note 8. Postemployment Healthcare Plan (Continued)

(e) Funded Status and Funding Progress

As of May 1, 2015, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$5,189,106 and the actuarial value of assets was \$0, resulting in an underfunded actuarial accrued liability (UAAL) of \$5,189,106. The covered payroll (annual payroll of active employees covered by the plan) was \$8,095,219 and the ratio of the UAAL to the covered payroll was 64.10 percent.

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

(f) Actuarial Methods and Assumptions

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

In the May 1, 2015 actuarial valuation, the entry-age normal actuarial cost method was used. This cost method produces an explicit normal cost and actuarial accrued liability. The normal cost represents the annual contributions needed from hire date to retirement date to finance the value of future expected benefits. The annual contributions are assumed to increase by the member's pay increases. The actuarial liability represents the accumulated value of the annual normal costs, adjusted for interest, from the employee's hire age to the valuation date. The actuarial assumptions include a 4 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend of 5.00 percent (HMO and PPO Plans) initially, with an initial healthcare cost rate of 6.5 percent (HMO Plan) and 6.0 (PPO Plan), reduced by decrements to an ultimate rate of 4.5 percent after ten years. The actuarial value of assets was not determined as the Village has not advanced funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2015 was 29 years.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 9. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction to assets; errors and omissions; injuries to employees; and natural disasters. The Village is a member of the South West Agency for Risk Management (SWARM) which is a public entity risk pool with nine member groups (villages and cities). The Village pays annual premiums to SWARM for its workers' compensation, general liability and property coverage.

The member agreement provides that SWARM will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 per occurrence for workers' compensation and \$1,000,000 for occurrences for general liability and property.

One representative from each member serves on the SWARM board, and each board member has one vote on the board. None of its members have any direct equity interest in SWARM.

The Village also is a member of the Southwest Agency for Health Management (SWAHM) which is a cooperative unit of governments with nine member groups (villages and cities) that provides for risk management for health insurance coverage. SWAHM is a sub-pool member of the Intergovernmental Personnel Benefit Cooperative (IPBC) which is a cooperative of groups (villages, cities and sub-pools).

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.

One representative from each member serves on the board of the Agency and each board member has one vote on the board. The president of the board of SWAHM serves as the voting representative of IPBC. Each member of the Cooperative has one vote on the board. None of the members of the Cooperative or the Agency have any direct equity interest in the cooperative.

The Village, along with other members of SWARM and SWAHM, has a contractual obligation to fund any deficit of SWARM and SWAHM attributable to a membership year during which it was a member. Supplemental contributions may be required to fund these deficits. There were no supplemental contributions paid to either SWARM or SWAHM in the previous 3 years.

There has been no significant reduction in insurance coverage from the prior year. The Village's settlements did not exceed its insurance coverage during the past three years.

Note 10. Commitments and Litigation

The Village has contractual commitments for construction of \$488,129 as of April 30, 2016.

The Village has four sales tax incentive agreements, under which the Village has agreed to reimburse local businesses a portion of the Village's home rule sales tax revenues generated by the business. The total amount remitted to businesses under these agreements amounted to \$1,633,434 for the year ended April 30, 2016. The maximum amount remaining under these agreements is approximately \$10,200,000 and the agreements expire at various times through 2024.

The Village is involved in legal and administrative proceedings with respect to various matters. Although the Village is unable to predict the outcome of these matters, the Village believes that the final outcome of these actions will not have a material adverse effect on the results of operation or the financial position of the Village.

Notes to Financial Statements

Note 11. Deferred Compensation Plan

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. The Plan allows eligible employees to defer a portion of their compensation up to \$18,000 adjusted for inflation. Such accruals accumulate on a tax deferred basis until the employee withdraws the funds. There were no contributions made to the plan by the Village for the year ended April 30, 2016.

Note 12. Lake Michigan Water Project

In November of 2013 and subsequently amended June of 2014, the Village of New Lenox (New Lenox) entered into a new 40-year agreement with the Village of Oak Lawn (Oak Lawn) to provide water service to New Lenox. This agreement supersedes all previous agreements with Oak Lawn for Lake Michigan water. This agreement entails the terms for expansion of the Oak Lawn water system that will serve as both a redundant water line and the expansion of the system that will provide needed capacity for the future growth of New Lenox. This agreement translates the service, financial, and operational requirements for such a system to an equitable contractual guarantee that the performance and reliability of a modified and enhanced regional water system can be achieved. Upon signing this agreement, New Lenox assumes certain responsibilities including a duty to purchase customer full water supply requirements or pay for each customer's proportionate share of the capital costs and charges if not taken. New Lenox also has the duty to provide two times (2x) their average day water requirements in municipal storage and to maintain their own water systems so as not to interfere with the delivery capabilities of Oak Lawn. The water rates and rate growth is addressed in the agreement. There will be four overall rate components used with the Regional System: (1) operating and maintenance costs, including the cost to purchase treated water from the City of Chicago, (2) capital costs of the system, including new capital debt and debt reserves, (3) other non-operating charges, and (4) old debt remaining to be paid off on the current system (in accordance with previous agreements with Oak Lawn).

New Lenox's current commitment under the agreement for payment of New Lenox's share of Oak Lawn's debt service (2006 and 2011A bonds) is approximately \$1,844,638. This amount includes principal and interest outstanding as of April 30, 2016 on Oak Lawn's debt service.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 13. Other Fund Disclosures (FFS Level Only)

Interfunds

Individual fund interfund receivable and payable balances as of April 30, 2016, were as follows:

	Due From	Due To
Major:		
General:		
Nonmajor:		
2010 General Obligation Bonds-SSA 2010-1	\$ 23,656	\$ -
Capital Improvements	243,797	-
Internal Service	169,642	-
	<u>437,095</u>	<u>-</u>
Nonmajor:		
2010 General Obligation Bonds-SSA 2010-1:		
General	-	23,656
Capital Improvements		
General	-	243,797
Internal Service		
General	-	169,642
	<u>-</u>	<u>437,095</u>
Totals	<u><u>\$ 437,095</u></u>	<u><u>\$ 437,095</u></u>

Interfund loans were used to finance short term cash shortages of the borrowing funds, and are intended to be paid in the following fiscal year from current operations.

Interfund transfers for the year ended April 30, 2016 were as follows:

	Transfer In	Transfer Out
Major governmental funds:		
General Fund	\$ 176,710	\$ 4,184,881
Major proprietary funds:		
Waterworks and sewerage fund	-	718,735
Nonmajor governmental funds:		
Special Revenue Funds	1,200,000	252,232
Debt Service Funds	2,765,815	-
Capital Projects Funds	1,195,487	182,164
	<u>\$ 5,338,012</u>	<u>\$ 5,338,012</u>

Interfund transfers are to assist with payment of debt and to cover expenses incurred in funds where work is related to other funds.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 13. Other Fund Disclosures (FFS Level Only) (Continued)

Fund Equity Deficit

The following fund reported a deficit fund balance as of April 30, 2016:

	<u>Deficit</u>
Nonmajor Governmental:	
2010 General Obligation Bonds-SSA 2010-1	\$ 23,656

The Village intends to fund this deficit through future operating revenues, specifically property taxes and developer contributions.

Note 14. New Governmental Accounting Standards

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

GASB Statement No. 72, *Fair Value Measurement and Application*, will be effective for the Village beginning with its year ended April 30, 2017. This statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This statement provides guidance for determining a fair value measurement for financial reporting purposes. This statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

GASB Statement No. 73, *Accounting and Financial Reporting for Pension and Related Assets That Are Not Within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statement Nos. 67 and 68*, will be effective for the Village beginning with its year ended April 30, 2017, except those provisions that address employers and governmental nonemployer contributing entities for pension that are not within the scope of GASB Statement No. 68, which are effective for the Village beginning with its year ended April 30, 2018. This statement will establish requirements for those pension and pension plans that are not administered through a trust meeting specified criteria.

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, will be effective for the Village beginning with its year ended April 30, 2018. This statement will establish rules on reporting by OPEB plans that administer benefits on behalf of governments.

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (Employer)*, will be effective for the Village beginning with its year ended April 30, 2019. This statement outlines reporting by governments that provide OPEB to their employees and for governments that finance OPEB for employees of other governments.

GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, will be effective for the Village beginning with its year ended April 30, 2017. This statement reduces the GAAP hierarchy down to two categories of authoritative GAAP.

GASB Statement No. 77, *Tax Abatement Disclosures*, will be effective for the Village beginning with its year ended April 30, 2017. This statement provides disclosure guidance for governments that have granted tax abatements.

GASB Statement No. 78, *Pensions Provided through Certain Multiple-employer Defined Benefit Pension Plans*, will be effective for the Village beginning with its year ended April 30, 2017. The objective of this statement is to address a practice issue regarding the scope and applicability of Statement No. 68, *Accounting and Financial Reporting for Pensions*. This issue is associated with pensions provided through certain multiple-employer defined benefit pension plans and to state or local governmental employers whose employees are provided with such pensions.

Village of New Lenox, Illinois

Notes to Financial Statements

Note 14. New Governmental Accounting Standards (Continued)

GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, will be effective for the Village beginning with its year ended April 30, 2018. This statement addresses accounting and financial reporting for certain external investment pools and pool participants.

GASB Statement No. 80, *Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14*, will be effective for the Village beginning with its year ended April 30, 2019. This Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This statement amends the blending requirements established in paragraph 53 of *Statement No. 14, The Financial Reporting Entity, as amended*.

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*, will be effective for the Village beginning with its year ended April 30, 2018. This statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement.

GASB Statement No. 82, *Pension Issues – an amendment of GASB Statements No. 67, No. 68, and No. 73*, will be effective for the Village beginning with its year ended April 30, 2018, except for the requirements of paragraph 7 in a circumstance in which an employer's pension liability is measured as of a date other than the employer's most recent fiscal year-end. In that circumstance, the requirements of paragraph 7 are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017. This statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

Management has not yet completed its evaluation of the impact, if any, of the provisions of these standards on its financial statements, however, the impact of GASB Statement No. 75 will likely be material to the financial statements of the Village.

Note 15. Subsequent Event

On May 25, 2016, the Village issued \$4,135,000 of General Obligation Bonds, Series 2016A to provide funds for construction and related costs of street projects, including the Nelson Road extension, and to pay the cost of issuing the Bonds. The interest rate on the bonds range from 2.00 to 4.00 percent and the maturity date is December 15, 2031.

Required Supplementary Information

Village of New Lenox, Illinois

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
Calendar Year Ending December 31, 2015**

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2015	\$ 661,991	\$ 662,910	\$ (919)	\$ 5,220,750	12.70%

Note to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2015 Contribution Rate*

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2015 Contribution Rates:

Actuarial Cost Method: Aggregate Entry Age Normal
 Amortization Method: Level Percentage of Payroll, Closed
 Remaining Amortization Period: 28-year closed period
 Asset Valuation Method: 5-year smoothed market; 20% corridor
 Wage Growth: 4%
 Price Inflation: 3%, approximate; No explicit price inflation assumption is used in this valuation.
 Salary Increases: 4.40% to 16%, including inflation
 Investment Rate of Return: 7.50%
 Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2011 valuation pursuant to an experience study of the period 2008 to 2010.
 Mortality: RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120% of the table rates were used. For women, 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2013 actuarial valuation.

Note to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Village of New Lenox, Illinois

**Illinois Municipal Retirement Fund
Schedule of Changes in the Net Pension Liability and Related Ratios
Calendar Year Ended December 31, 2015**

<hr/>	
Total Pension Liability	
Service Cost	\$ 543,714
Interest on the Total Pension Liability	1,654,590
Changes of Benefit Terms	-
Differences Between Expected and Actual Experience of the Total Pension Liability	341,606
Changes of Assumptions	35,144
Benefit Payments, including Refunds of Employee Contributions	(621,276)
Net Change in Total Pension Liability	<u>1,953,778</u>
Total Pension Liability - Beginning	<u>22,158,963</u>
 Total Pension Liability - Ending (A)	 <u><u>\$ 24,112,741</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	\$ 662,910
Contributions - Employees	311,895
Net Investment Income	93,353
Benefit Payments, including Refunds of Employee Contributions	(621,276)
Other (Net Transfer)	(96,076)
Net Change in Plan Fiduciary Net Position	<u>350,806</u>
Plan Fiduciary Net Position - Beginning	<u>18,493,754</u>
 Plan Fiduciary Net Position - Ending (B)	 <u><u>\$ 18,844,560</u></u>
 Net Pension Liability - Ending (A) - (B)	 <u><u>\$ 5,268,181</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 78.15%
 Covered Valuation Payroll	 \$ 5,220,750
 Net Pension Liability as a Percentage of Covered Valuation Payroll	 100.91%

Note to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Village of New Lenox, Illinois

Required Supplementary Information
Schedule of Funding Progress

Postemployment Healthcare Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
05/01/2015	**	**	**	**	**	**
05/01/2014	\$ -	\$ 5,189,106	\$ 5,189,106	-	% \$ 8,095,219	64.10 %
05/01/2013	**	**	**	**	**	**
05/01/2012	\$ -	\$ 4,852,753	\$ 4,852,753	-	% \$ 7,238,375	67.04 %
05/01/2011	**	**	**	**	**	**

** The Actuarial Value of Assets and Actuarial Accrued Liability is calculated on a bi-annual basis and was not available for the year.

Village of New Lenox, Illinois

Required Supplementary Information - Police Pension Plan
 Schedule of Changes in Net Pension Liability, Total Pension Liability and Related
 Ratios and Investment Returns

Fiscal year ending April 30,	2016
Total pension liability	
Service cost	\$ 870,642
Interest on the total pension liability	1,842,650
Changes in benefit terms	-
Differences between expected and actual experience	376,677
Changes in assumptions	885,889
Benefit payments	<u>(584,824)</u>
Net change in total pension liability	3,391,034
Total pension liability—beginning	<u>26,720,283</u>
Total pension liability—ending (a)	<u><u>\$ 30,111,317</u></u>
Plan fiduciary net position	
Contributions - Employer	\$ 1,036,551
Contributions - Member	349,488
Pension plan net investment income	(264,176)
Benefit payments	(584,824)
Pension plan administrative expense	<u>(38,377)</u>
Net change in plan fiduciary net position	498,662
Plan fiduciary net position—beginning	<u>16,928,117</u>
Plan fiduciary net position—ending (b)	<u><u>\$ 17,426,779</u></u>
Net pension liability - ending (a) - (b)	\$ 12,684,538
Plan fiduciary net position as a percentage of the total pension liability	57.87%
Covered-Employee Payroll	\$ 3,526,620
Employer net pension liability as a percentage of covered-employee payroll	359.68%
Annual money-weighted rate of return, net of investment expense	-1.50%

Note to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Village of New Lenox, Illinois

**Required Supplementary Information - GASB Statement No. 67
Schedule of Contributions**

Police Pension Plan

	2016	2015	2014	2013
Actuarially Determined Contribution	\$ 1,038,730	\$ 900,387	\$ 821,709	\$ 726,599
Contributions in Relation to the Actuarial Determined Contribution	1,036,551	898,871	816,376	725,623
Contribution Deficiency (excess)	\$ 2,179	\$ 1,516	\$ 5,333	\$ 976
Covered-Employee Payroll	\$ 3,526,620	\$ 3,305,812	\$ 2,932,987	\$ 2,835,194
Contributions as a Percentage of Covered-Employee Payroll	29.39%	27.19%	27.83%	25.59%

2012	2011	2010	2009	2008	2007
\$ 796,779	\$ 778,629	\$ 628,116	\$ 494,153	\$ 368,455	\$ 392,533
797,917	777,469	625,456	509,971	366,764	390,247
\$ (1,138)	\$ 1,160	\$ 2,660	\$ (15,818)	\$ 1,691	\$ 2,286
\$ 2,715,029	\$ 2,859,700	\$ 2,830,492	\$ 2,627,224	\$ 2,097,599	\$ 1,815,759
29.39%	27.19%	22.10%	19.41%	17.48%	21.49%

Village of New Lenox, Illinois

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Property taxes, net of rebates \$1,015,591	\$ 2,101,467	\$ 2,101,467	\$ 2,155,428	\$ 53,961
Utility taxes	1,780,000	1,780,000	1,700,930	(79,070)
Home rule sales tax, net	4,444,650	4,444,650	4,390,113	(54,537)
Intergovernmental:				
Sales taxes, net	4,042,500	4,042,500	4,166,345	123,845
Income taxes	2,415,006	2,415,006	2,599,728	184,722
Replacement taxes	23,500	23,500	26,981	3,481
Other	540,744	540,744	684,767	144,023
Licenses and permits	876,300	876,300	800,740	(75,560)
Franchise fees	1,152,000	1,152,000	1,127,472	(24,528)
Fines and fees	2,318,720	2,318,720	2,306,519	(12,201)
Interest	15,000	15,000	21,090	6,090
Reimbursed expenses	64,994	64,994	663,485	598,491
Special events	845,000	845,000	787,845	(57,155)
Miscellaneous	12,000	12,000	151,597	139,597
Total revenues	20,631,881	20,631,881	21,583,040	951,159
Expenditures				
Current:				
Administration	3,936,629	4,047,269	3,782,075	265,194
Community development	2,096,019	2,096,019	1,949,704	146,315
Public safety	7,262,017	7,360,183	7,201,935	158,248
Public works	3,440,876	3,478,999	3,380,564	98,435
Total expenditures	16,735,541	16,982,470	16,314,278	668,192
Excess of revenues over expenditures	3,896,340	3,649,411	5,268,762	1,619,351
Other financing sources (uses)				
Installment purchase contracts issued	-	-	303,314	303,314
Transfers in	143,054	143,054	176,710	33,656
Transfers out	(4,098,722)	(4,098,722)	(4,184,881)	(86,159)
Total other financing sources (uses)	(3,955,668)	(3,955,668)	(3,704,857)	(52,503)
Net change in fund balance	\$ (59,328)	\$ (306,257)	1,563,905	\$ 1,870,162
Fund balance:				
May 1, 2015			5,335,040	
April 30, 2016			\$ 6,898,945	

Village of New Lenox, Illinois

Notes to Required Supplementary Information

Note 1. Budgetary Basis of Accounting

The General Fund budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America.

Note 2. Stewardship, Compliance and Accountability

(a) Budgetary Information

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

The Village Administrator submits to the Village Board of Trustees 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.

Public hearings are conducted by the Village to obtain taxpayer comments.

Subsequently, the budget is legally enacted through passage of an ordinance.

Formal budgetary integration is employed as a management control device during the year for the general fund, all special revenue funds, and all enterprise funds. Formal budgetary integration is not employed for debt service funds because effective budgetary control is alternatively achieved through general obligation bond indenture provisions. Formal budgetary integration is not employed for capital projects funds because effective budgetary control is alternatively achieved through grant and developer contribution agreement provisions.

Budgets for the general fund, the special revenue funds, and the enterprise funds are adopted annually on a basis consistent with accounting principles generally accepted in the United States of America.

Budgetary authority lapses at year-end.

State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items, departments and funds may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. The level of legal control is the individual fund budget in total.

Budgeted amounts are as originally adopted and subsequently amended, including Board approved transfers.

The budget, which was originally approved on April 14, 2014, was amended on April 27, 2015, which increased budgeted expenditures.

Supplementary Information

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual
 General Fund
 Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:				
<u>Village Board</u>				
Personnel:				
Salaries; part-time	\$ 61,200	\$ 61,200	\$ 60,600	\$ 600
Pension contribution	7,000	7,000	(35,350)	42,350
Contractual:				
Printing cost	500	500	1,114	(614)
Consulting services	30,000	30,000	30,000	-
Meetings and expense allowances	5,000	5,000	3,392	1,608
Education and training	8,400	8,400	2,743	5,657
Legal publication	4,500	4,500	5,428	(928)
Professional memberships	25,200	25,200	25,493	(293)
Contributions	20,000	24,826	29,107	(4,281)
	<u>161,800</u>	<u>166,626</u>	<u>122,527</u>	<u>44,099</u>
Administration:				
<u>Village Clerk</u>				
Personnel:				
Salaries; full-time	\$ 67,589	\$ 68,389	\$ 67,849	\$ 540
Pension contribution	13,813	15,313	14,193	1,120
Medical and life insurance	20,230	20,724	20,488	236
Contractual:				
Codification service	7,000	7,000	5,588	1,412
Meeting and expense allowance	200	200	25	175
Education and training	1,125	1,125	975	150
Professional memberships	280	280	300	(20)
	<u>110,237</u>	<u>113,031</u>	<u>109,418</u>	<u>3,613</u>
Administration:				
<u>Village Commissions</u>				
Personnel:				
Salaries; part-time	\$ 12,230	\$ 12,230	\$ 5,415	\$ 6,815
Pension contribution	936	936	427	509
Contractual:				
Physical exams	1,125	1,125	-	1,125
Testing & psychological exams	2,100	2,100	1,050	1,050
Consulting services	4,500	4,500	1,819	2,681
Meeting and expense allowance	150	150	-	150
Education and training	2,550	2,550	-	2,550
Legal publications	-	-	-	-
Professional memberships	1,800	1,800	1,715	85
	<u>25,391</u>	<u>25,391</u>	<u>10,426</u>	<u>14,965</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual
 General Fund
 Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:				
<u>Village Attorney</u>				
Contractual:				
Legal services	\$ 255,000	\$ 285,000	\$ 270,852	\$ 14,148
Magistrate program	12,000	12,000	11,889	111
	<u>267,000</u>	<u>297,000</u>	<u>282,741</u>	<u>14,259</u>

Administration:				
<u>Village Administrator</u>				
Personnel:				
Salaries:				
Full-time	\$ 328,696	\$ 332,661	\$ 334,248	\$ (1,587)
Part-time	13,000	13,000	13,502	(502)
Overtime pay	1,200	1,200	1,617	(417)
Pension contribution	68,200	68,200	69,043	(843)
Medical and life insurance	36,171	36,171	37,778	(1,607)
Commodities:				
General office supplies	14,800	14,800	16,144	(1,344)
Forms, books & manuals	200	200	-	200
Printing cost	600	600	197	403
Contractual:				
Consulting services	6,000	6,000	5,315	685
Telephone access line	2,600	2,600	2,110	490
Meeting and expense allowance	1,000	1,000	680	320
Education and training	5,000	5,000	2,914	2,086
Professional memberships	4,000	4,000	5,758	(1,758)
Capital outlay:				
Monument sign plan	11,850	11,850	-	11,850
	<u>493,317</u>	<u>497,282</u>	<u>489,306</u>	<u>7,976</u>

Administration:				
<u>Finance</u>				
Personnel:				
Salaries; Full-time	\$ 217,913	\$ 221,454	\$ 218,751	\$ 2,703
Pension contribution	44,534	45,034	44,846	188
Medical and life insurance	26,828	37,828	37,804	24
Commodities:				
Forms, books & manuals	55	55	-	55
Printing cost	1,500	1,500	1,176	324
Contractual:				
Bank service fees	1,020	4,520	4,232	288
Meeting and expense allowance	500	500	251	249
Education and training	4,650	4,650	810	3,840
Professional memberships	540	580	580	-
Surety bond & official liability	100	100	100	-
	<u>297,640</u>	<u>316,221</u>	<u>308,550</u>	<u>7,671</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual
 General Fund
 Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:				
<u>Information Technology</u>				
Personnel:				
Salaries; full-time	\$ 73,104	\$ 73,104	\$ 73,385	\$ (281)
Pension contribution	14,940	14,940	15,433	(493)
Medical and life insurance	1,531	1,531	1,514	17
Commodities:				
Computer supplies	100	100	-	100
Contractual:				
Consulting services	4,800	4,800	5,200	(400)
Website maintenance	3,000	3,000	3,000	-
Meeting and expense allowance	100	100	-	100
Education and training	700	700	-	700
Maintenance contracts	39,274	39,274	36,426	2,848
Repairs: office machines	34,500	37,338	52,618	(15,280)
Professional memberships	225	225	55	170
Capital outlay:				
Mapping	1,100	1,100	552	548
Office equipment	75,080	75,080	64,643	10,437
GIS program development	3,800	3,800	3,400	400
	<u>252,254</u>	<u>255,092</u>	<u>256,226</u>	<u>(1,134)</u>
Administration:				
<u>Central Services</u>				
Personnel:				
Workers' compensation	\$ 240,000	\$ 240,000	\$ 239,180	\$ 820
Commodities:				
Postage	25,600	25,600	16,809	8,791
Forms, books and manuals	800	800	624	176
Printing cost	27,250	27,250	23,697	3,553
Awards and service pins	2,000	2,000	1,530	470
Contractual:				
Audit services	43,000	43,000	42,688	312
Telephone services	42,120	42,120	47,033	(4,913)
Maintenance contracts	13,632	13,632	15,870	(2,238)
Document shredding	1,000	1,000	-	1,000
Self-insurance pool	305,000	305,000	307,692	(2,692)
Office equipment/lease purchase	27,620	27,620	31,167	(3,547)
	<u>728,022</u>	<u>728,022</u>	<u>726,290</u>	<u>1,732</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual
 General Fund
 Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:				
<u>Human Resources</u>				
Personnel:				
Salaries:				
Full-time	\$ 186,151	\$ 186,151	\$ 183,662	\$ 2,489
Overtime pay	500	500	56	444
Pension contribution	38,044	38,044	35,741	2,303
Employee assistance program	2,600	2,600	2,003	597
Unemployment contribution	58,000	58,000	39,575	18,425
Medical and life insurance	22,848	22,848	22,093	755
Wellness program	3,120	3,120	3,406	(286)
Commodities:				
General office supplies	1,200	1,200	268	932
Forms, books and manuals	800	800	380	420
Awards and service pins	1,900	1,900	1,612	288
Commemorations	1,000	1,000	959	41
Reception	3,000	3,000	2,048	952
Contractual:				
Physical exams	1,416	1,416	2,822	(1,406)
Consulting services	4,000	4,000	-	4,000
Meetings and expense allowances	400	400	106	294
Education and training	40,270	40,270	7,910	32,360
Legal publication	1,200	1,200	1,592	(392)
Professional memberships	885	885	930	(45)
	<u>367,334</u>	<u>367,334</u>	<u>305,163</u>	<u>62,171</u>
Administration:				
<u>Community access (CATV):</u>				
Personnel:				
Salaries:				
Full-time	\$ 50,859	\$ 51,204	\$ 51,056	\$ 148
Pension contribution	10,394	10,794	10,696	98
Medical and life insurance	7,922	7,922	7,862	60
Commodities:				
General office supplies	600	600	129	471
Vehicle fuel & oil	200	200	81	119
Vehicle supplies and equipment	500	500	-	500
Video supplies	1,150	1,150	831	319
Safety gear & uniforms	300	300	-	300
Contractual:				
Telephone service	600	600	480	120
Meeting and expense allowance	400	400	234	166
Education and training	375	375	375	-
Repairs building and facilities	250	250	56	194
Equipment service	500	500	-	500
Repairs fixed and operating equipment	2,000	4,700	4,602	98
Capital outlay:				
Video equipment	27,219	27,219	27,768	(549)
	<u>103,269</u>	<u>106,714</u>	<u>104,170</u>	<u>2,544</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual
 General Fund
 Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:				
<u>Community benefit (special events):</u>				
Personnel:				
Salaries:				
Full-time	\$ -	\$ 12,000	\$ 10,563	\$ 1,437
Part-time	16,500	16,500	26,791	(10,291)
Overtime pay	65,000	65,000	102,439	(37,439)
Pension contribution	11,500	19,000	18,977	23
Medical and life insurance	-	200	(106)	306
Contractual:				
Telephone service	-	-	18	(18)
Country in the Commons	260,000	260,000	241,214	18,786
Movie nights	8,000	8,000	6,446	1,554
Community events	3,000	3,000	(444)	3,444
Commons-July 4th activities	25,000	25,000	22,909	2,091
Commons events	20,500	20,500	23,104	(2,604)
Triple Play concert series	670,000	694,491	595,155	99,336
Sports camp	13,000	13,000	434	12,566
Capital outlay:				
Community improvements	21,000	21,000	5,203	15,797
	<u>1,113,500</u>	<u>1,157,691</u>	<u>1,052,703</u>	<u>104,988</u>
Administration:				
<u>Garbage:</u>				
Commodities:				
Yard waste stickers	15,015	15,015	12,705	2,310
Garbage bag stickers	1,850	1,850	1,850	-
	<u>16,865</u>	<u>16,865</u>	<u>14,555</u>	<u>2,310</u>
Community development:				
<u>Community development:</u>				
Personnel:				
Salaries:				
Full-time	\$ 191,371	\$ 191,371	\$ 187,504	\$ 3,867
Overtime pay	200	200	-	200
Pension contribution	39,150	39,150	38,554	596
Medical and life insurance	39,739	39,739	39,243	496
Commodities:				
General office supplies	500	500	20	480
Postage and meter	250	250	-	250
Forms, books and manuals	100	100	35	65
Vehicle fuel and oil	400	400	143	257
Printing cost	360	360	197	163
Vehicle supplies and equipment	500	500	-	500
Contractual:				
Telephone service	600	600	512	88
Meeting and expense allowances	620	620	573	47
Education and training	4,750	4,750	3,784	966
Repairs, vehicles and equipment	250	250	-	250
Equipment service	500	500	165	335
Professional memberships	2,015	2,015	2,515	(500)
	<u>281,305</u>	<u>281,305</u>	<u>273,245</u>	<u>8,060</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Community development:				
<u>Building</u>				
Personnel:				
Salaries:				
Full-time	\$ 321,413	\$ 321,413	\$ 322,649	\$ (1,236)
Overtime	500	500	20	480
Pension contribution	65,800	65,800	67,470	(1,670)
Medical and life insurance	78,757	78,757	77,534	1,223
Commodities:				
Forms, books & manuals	500	500	166	334
Vehicle fuel and oil	4,000	4,000	2,296	1,704
Printing cost	1,000	1,000	837	163
Vehicle supplies and equipment	1,000	1,000	505	495
Minor equipment & supplies	200	200	-	200
Safety gear & uniforms	700	700	201	499
Contractual:				
Elevator inspections	6,000	6,000	6,729	(729)
Telephone service	1,500	1,500	1,332	168
Meeting and expense allowances	1,000	1,000	470	530
Education and training	4,750	4,750	2,697	2,053
Other services	15,000	15,000	590	14,410
Repairs, vehicles and equipment	500	500	2,420	(1,920)
Maintenance contracts	850	850	-	850
Equipment service	1,500	1,500	468	1,032
Professional memberships	325	325	305	20
Plumbing inspection fees	31,000	31,000	30,541	459
	<u>536,295</u>	<u>536,295</u>	<u>517,230</u>	<u>19,065</u>

Community development:

Planning

Personnel:

Salaries:

Full-time	\$ 142,036	\$ 142,036	\$ 133,082	\$ 8,954
Pension contribution	29,028	29,028	27,982	1,046
Medical and life insurance	20,789	20,789	19,678	1,111

Commodities:

Forms, books & manuals	150	150	-	150
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Contractual:

Meeting and expense allowances	200	200	80	120
Education and training	2,500	2,500	1,316	1,184
Professional memberships	835	835	758	77
Public hearing signs	2,900	2,900	1,075	1,825
	<u>198,438</u>	<u>198,438</u>	<u>183,971</u>	<u>14,467</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Community development:				
<u>Engineering:</u>				
Personnel:				
Salaries:				
Full-time	\$ 423,565	\$ 423,565	\$ 352,325	\$ 71,240
Overtime pay	13,500	13,500	1,896	11,604
Pension contribution	89,351	89,351	75,071	14,280
Medical and life insurance	74,607	74,607	55,579	19,028
Commodities:				
Form, books and manuals	100	100	-	100
Vehicles fuel and oil	5,000	5,000	1,563	3,437
Printing cost	150	150	-	150
Vehicle supplies and equipment	1,000	1,000	283	717
Safety gear and uniforms	2,350	2,350	1,173	1,177
Contractual:				
Engineering	10,000	10,000	52,418	(42,418)
Telephone service	2,400	2,400	1,619	781
Meeting and expense allowances	400	400	-	400
Education and training	7,000	7,000	75	6,925
Legal publications	200	200	-	200
Repairs - Vehicles and equipment	1,000	1,000	-	1,000
Equipment service	2,500	2,500	512	1,988
Professional memberships	680	680	216	464
Capital outlay:				
NPDES plan	1,000	1,000	-	1,000
Office equipment	600	600	-	600
	<u>635,403</u>	<u>635,403</u>	<u>542,730</u>	<u>92,673</u>
Community development:				
<u>Economic development</u>				
Personnel:				
salaries:				
Full-time	\$ 65,000	\$ 65,000	\$ 54,254	\$ 10,746
Pension contribution	13,284	13,284	10,744	2,540
Medical and life insurance	19,509	19,509	1,247	18,262
Commodities:				
General office supplies	-	-	3	(3)
Printing costs	2,860	2,860	1,877	983
Contractual:				
Telephone access line	800	800	345	455
Meetings and expense allowance	700	700	553	147
Education and training	500	500	720	(220)
Marketing	336,550	336,550	354,175	(17,625)
Maintenance contracts	4,100	4,100	7,608	(3,508)
Professional memberships	1,275	1,275	1,002	273
	<u>444,578</u>	<u>444,578</u>	<u>432,528</u>	<u>12,050</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public safety:				
<u>Police Administration</u>				
Personnel:				
Salaries:				
Full-time	\$ 334,000	\$ 346,000	\$ 345,681	\$ 319
Overtime pay	350	350	216	134
Pension contribution	25,700	25,700	25,444	256
Pension contribution (police pension)	1,038,730	1,038,730	1,036,551	2,179
Medical and life insurance	35,891	35,891	35,979	(88)
Commodities:				
General office supplies	2,000	3,200	3,136	64
Postage	900	900	219	681
Vehicle fuel and oil	5,400	5,400	4,272	1,128
Vehicle supplies and equipment	2,000	2,000	1,060	940
Minor equipment and tools	1,000	3,705	5,146	(1,441)
Safety gear and uniforms	1,000	1,000	356	644
Contractual:				
Telephone service	3,600	3,600	480	3,120
Meeting and expense allowances	500	500	265	235
Education and training	2,269	2,269	1,518	751
Laundry service	3,500	3,500	4,419	(919)
Other services	600	11,600	11,993	(393)
Repairs, vehicle equipment	1,500	1,500	-	1,500
Maintenance contracts	620	620	-	620
Equipment service	3,000	3,000	1,244	1,756
Repairs, fixed and operating equipment	-	-	2,876	(2,876)
Professional memberships	6,980	6,980	3,940	3,040
	<u>1,469,540</u>	<u>1,496,445</u>	<u>1,484,795</u>	<u>11,650</u>
Public safety:				
<u>Police Records</u>				
Personnel:				
Salaries:				
Full-time	\$ 190,513	\$ 195,861	\$ 199,409	\$ (3,548)
Overtime pay	2,000	2,000	2,490	(490)
Pension contribution	30,988	30,988	32,710	(1,722)
Medical and life insurance	42,860	42,860	42,247	613
Commodities:				
General office supplies	12,100	12,100	12,364	(264)
Postage	3,800	3,800	3,635	165
Operating supplies	2,500	2,500	-	2,500
Miscellaneous supplies	500	500	293	207
Safety gear and uniforms	1,500	1,500	424	1,076
Contractual:				
Telephone service	450	450	340	110
Education and training	1,000	1,000	1,687	(687)
Maintenance contracts	6,000	6,000	4,324	1,676
	<u>294,211</u>	<u>299,559</u>	<u>299,923</u>	<u>(364)</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public safety:				
<u>Police Patrol</u>				
Personnel:				
Salaries:				
Full-time	\$ 2,385,592	\$ 2,398,808	\$ 2,397,798	\$ 1,010
Part-time	18,500	18,500	14,169	4,331
Overtime pay	165,000	165,000	160,874	4,126
Pension contribution	205,100	205,100	217,658	(12,558)
Medical and life insurance	440,072	440,072	426,678	13,394
Commodities:				
General office supplies	9,500	9,500	4,132	5,368
Vehicle fuel and oil	80,000	80,000	54,139	25,861
Operating supplies	15,500	15,500	17,677	(2,177)
Firearm supplies	10,510	10,510	6,259	4,251
Miscellaneous supplies	2,500	2,500	3,227	(727)
Vehicle supplies and equipment	11,900	11,900	11,195	705
Safety gear and uniforms	26,200	26,200	35,630	(9,430)
Contractual:				
Testing and physical exams	1,000	1,000	1,027	(27)
Animal control service	15,000	15,000	8,420	6,580
Telephone service	1,500	1,500	1,642	(142)
Meeting and expense allowances	500	500	-	500
Education and training	30,000	30,000	27,240	2,760
Laundry service	3,000	3,000	6,222	(3,222)
Other services	3,400	3,400	1,443	1,957
Repairs, vehicle equipment	37,500	37,500	23,626	13,874
Maintenance contracts	17,145	17,145	20,991	(3,846)
Equipment service	45,000	45,000	45,065	(65)
Repairs, fixed and operating equipment	2,200	2,200	4,350	(2,150)
Professional memberships	1,000	1,000	140	860
Capital outlay:				
Other major equipment	10,000	10,000	3,716	6,284
	<u>3,537,619</u>	<u>3,550,835</u>	<u>3,493,318</u>	<u>57,517</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public safety:				
<u>Police Investigations</u>				
Personnel:				
Salaries:				
Full-time	\$ 479,841	\$ 485,441	\$ 485,360	\$ 81
Part-time	16,390	16,390	15,066	1,324
Overtime pay	55,000	70,000	69,761	239
Pension contribution	47,620	47,620	36,831	10,789
Medical and life insurance	96,526	96,526	96,957	(431)
Commodities:				
General office supplies	3,675	3,675	4,876	(1,201)
Vehicle fuel and oil	19,000	19,000	11,222	7,778
Operating supplies	3,435	5,035	4,946	89
Firearm supplies	1,350	1,350	-	1,350
Miscellaneous supplies	250	250	-	250
Vehicle supplies and equipment	2,500	2,500	1,313	1,187
Safety gear and uniforms	3,400	3,400	2,895	505
Contractual:				
Telephone service	2,200	4,200	4,109	91
Meeting and expense allowances	1,000	1,000	-	1,000
Education and training	4,000	6,500	6,428	72
Laundry service	2,700	2,700	2,980	(280)
Other services	5,000	5,000	5,302	(302)
Repairs, vehicle equipment	5,000	5,000	-	5,000
Maintenance contracts	6,500	6,500	3,099	3,401
Equipment service	7,000	7,000	4,364	2,636
Professional memberships	980	980	35	945
Capital outlay:				
Other major equipment	3,200	6,817	14,694	(7,877)
	<u>766,567</u>	<u>796,884</u>	<u>770,238</u>	<u>26,646</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public safety:				
<u>Police Community Services</u>				
Personnel:				
Salaries:				
Full-time	\$ 113,286	\$ 116,811	\$ 115,162	\$ 1,649
Overtime pay	6,000	6,700	6,669	31
Pension contribution	7,700	7,900	7,866	34
Medical and life insurance	11,406	11,806	11,735	71
Commodities:				
General office supplies	300	300	60	240
Postage	300	400	370	30
Vehicle fuel and oil	2,000	2,000	541	1,459
Operating supplies	9,740	11,540	11,472	68
Miscellaneous supplies	1,000	1,000	-	1,000
Vehicle supplies and equipment	500	900	894	6
Safety gear and uniforms	2,650	2,650	428	2,222
Contractual:				
Telephone service	600	800	720	80
Meeting and expense allowances	200	200	20	180
Education and training	2,820	2,820	-	2,820
Repairs, vehicle equipment	1,000	1,000	-	1,000
Equipment service	1,000	1,000	125	875
Professional memberships	1,550	1,550	425	1,125
	<u>162,052</u>	<u>169,377</u>	<u>156,487</u>	<u>12,890</u>
Public safety:				
<u>Police Traffic</u>				
Personnel:				
Salaries:				
Full-time	\$ 94,488	\$ 94,928	\$ 96,161	\$ (1,233)
Overtime pay	1,500	1,500	4,208	(2,708)
Pension contribution	7,228	7,228	7,803	(575)
Medical and life insurance	19,161	19,161	19,364	(203)
Commodities:				
Vehicle fuel and oil	3,500	3,500	2,160	1,340
Operating supplies	4,220	4,220	3,156	1,064
Miscellaneous supplies	1,000	1,000	-	1,000
Vehicle supplies and equipment	1,000	1,000	9	991
Safety gear and uniforms	650	650	-	650
Contractual:				
Telephone service	1,150	1,150	999	151
Meeting and expense allowances	500	500	-	500
Education and training	1,300	1,300	1,100	200
Other services	1,600	1,600	1,560	40
Repairs, vehicle equipment	1,000	1,000	-	1,000
Equipment service	3,000	3,000	2,629	371
Capital outlay:				
Automobiles	2,850	2,850	-	2,850
	<u>144,147</u>	<u>144,587</u>	<u>139,149</u>	<u>5,438</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public safety:				
<u>Police School Resources</u>				
Personnel:				
Salaries:				
Full-time	\$ 75,190	\$ 75,990	\$ 75,976	\$ 14
Overtime pay	5,500	5,500	5,088	412
Pension contribution	7,200	8,050	8,023	27
Medical and life insurance	15,329	15,329	15,491	(162)
Commodities:				
Vehicle fuel and oil	2,000	2,000	104	1,896
Operating supplies	8,400	8,400	5,773	2,627
Miscellaneous supplies	500	500	-	500
Vehicle supplies and equipment	500	500	87	413
Safety gear and uniforms	650	650	795	(145)
Contractual:				
Telephone service	600	600	480	120
Meeting and expense allowances	500	500	-	500
Education and training	100	575	780	(205)
Repairs, vehicle equipment	1,000	1,000	-	1,000
Equipment service	2,000	2,000	485	1,515
	<u>119,469</u>	<u>121,594</u>	<u>113,082</u>	<u>8,512</u>
Public safety:				
<u>Police Public Safety Division</u>				
Personnel:				
Salaries:				
Full-time	\$ 117,112	\$ 117,112	\$ 117,562	\$ (450)
Pension contribution	8,959	8,959	9,224	(265)
Medical and life insurance	20,230	20,230	19,501	729
Commodities:				
Vehicle fuel and oil	2,200	2,200	1,296	904
Vehicle supplies and equipment	700	700	342	358
Contractual:				
Telephone service	950	950	480	470
Meeting and expense allowances	500	500	-	500
Education and training	810	810	15	795
Other services	14,000	26,490	33,992	(7,502)
Repairs, vehicle equipment	2,000	2,000	106	1,894
Equipment service	2,000	2,000	304	1,696
Professional memberships	7,170	7,170	7,465	(295)
	<u>176,631</u>	<u>189,121</u>	<u>190,287</u>	<u>(1,166)</u>
Public safety:				
<u>Police Communications</u>				
Contractual:				
Maintenance contracts	\$ 32,280	\$ 32,280	\$ 27,422	\$ 4,858
Lincolnway communications	357,083	357,083	339,306	17,777
Capital outlay:				
Other major equipment	16,000	16,000	23,559	(7,559)
	<u>405,363</u>	<u>405,363</u>	<u>390,287</u>	<u>15,076</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public safety:				
<u>Code Enforcement</u>				
Personnel:				
Salaries:				
Full-time	\$ 61,878	\$ 61,878	\$ 62,116	\$ (238)
Overtime	100	100	-	100
Pension contribution	12,646	12,646	13,039	(393)
Medical and life insurance	7,319	7,319	7,068	251
Commodities:				
Vehicle fuel and oil	2,000	2,000	1,177	823
Vehicle supplies and equipment	100	100	25	75
Safety gear and uniforms	500	500	-	500
Contractual:				
Telephone service	400	400	358	42
Meeting and expense allowances	100	100	-	100
Education and training	800	800	244	556
Repairs, vehicle equipment	250	250	-	250
Equipment service	500	500	835	(335)
Weed cutting	15,000	15,000	9,220	5,780
	<u>101,593</u>	<u>101,593</u>	<u>94,082</u>	<u>7,511</u>
Public safety:				
<u>Emergency Disaster Service Agency (ESDA)</u>				
Personnel:				
Salaries:				
Part-time	\$ 3,500	\$ 3,500	\$ 3,500	\$ -
Traffic wardens	12,375	12,375	10,616	1,759
Pension contribution	1,800	1,800	1,879	(79)
Commodities:				
General office supplies	1,400	1,400	549	851
Vehicle fuel and oil	18,000	18,000	9,474	8,526
Operating supplies	8,350	8,350	4,194	4,156
Miscellaneous supplies	500	500	332	168
Vehicle supplies and equipment	3,000	3,000	4,608	(1,608)
Safety gear and uniforms	5,000	5,000	5,222	(222)
Contractual:				
Telephone service	800	800	749	51
Meetings and expense allowance	2,400	2,400	1,666	734
Education and training	4,000	4,000	1,791	2,209
Repairs, vehicle and equipment	4,300	4,300	11,960	(7,660)
Maintenance contracts	6,000	6,000	3,850	2,150
Equipment service	6,000	6,000	5,290	710
Professional memberships	400	400	100	300
Capital outlay:				
Building improvements	-	-	2,800	(2,800)
Other major equipment	7,000	7,000	1,707	5,293
	<u>84,825</u>	<u>84,825</u>	<u>70,287</u>	<u>14,538</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual
General Fund
Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public works				
<u>Streets</u>				
Personnel:				
salaries:				
Full-time	\$ 331,208	\$ 331,208	\$ 338,957	\$ (7,749)
Part-time	40,000	40,000	37,064	2,936
Overtime pay	150,000	150,000	74,525	75,475
Pension contribution	107,000	107,000	90,197	16,803
Medical and life insurance	90,410	90,410	89,662	748
Commodities:				
Forms, books and manuals	500	500	-	500
Vehicle fuel and oil	50,000	50,000	28,837	21,163
Operating supplies	-	-	11	(11)
Vehicle supplies and equipment	32,500	32,500	20,977	11,523
Minor equipment and tools	8,425	8,425	7,256	1,169
Safety gear and uniforms	10,003	10,003	7,170	2,833
Communication supplies	14,100	14,100	5,743	8,357
Concrete and asphalt material	8,000	8,000	7,217	783
Contractual:				
Meteorological forecast	3,990	3,990	3,875	115
Education and training	417	417	327	90
Repairs, vehicle and equipment	18,000	18,000	19,122	(1,122)
Maintenance contracts	2,200	2,200	678	1,522
Equipment service	67,000	67,000	64,883	2,117
Refuse removal	5,000	5,000	5,480	(480)
Capital outlay:				
Building improvements	8,500	8,500	7,039	1,461
Sidewalks	25,000	25,000	25,000	-
Office equipment	1,200	1,200	1,033	167
Heavy duty equipment	16,050	16,050	9,339	6,711
	<u>989,503</u>	<u>989,503</u>	<u>844,392</u>	<u>145,111</u>

Public works

Public Works Administration

Personnel:				
salaries:				
Full-time	\$ 238,958	\$ 243,117	\$ 247,322	\$ (4,205)
Part-time	4,800	4,800	4,959	(159)
Overtime pay	10,000	10,000	5,348	4,652
Pension contribution	51,892	51,892	54,113	(2,221)
Medical and life insurance	59,473	59,473	61,666	(2,193)
Commodities:				
General office supplies	3,000	3,000	1,723	1,277
Postage	800	800	-	800
Vehicle fuel and oil	5,000	5,000	2,923	2,077
Operating supplies	13,200	13,200	9,592	3,608
Printing cost	1,600	1,600	66	1,534
Vehicle supplies and equipment	7,000	7,000	3,453	3,547
Safety gear and uniforms	5,730	5,730	2,531	3,199
Contractual:				
Physical examinations	2,820	2,820	170	2,650
Telephone service	15,120	15,120	14,548	572
Meeting and expense allowance	300	300	357	(57)
Education and training	1,500	1,500	1,274	226
Legal publications	100	100	-	100
Repairs, vehicle and equipment	2,000	2,000	1,644	356
Equipment service	3,000	3,000	257	2,743
Professional memberships	700	700	786	(86)
Capital outlay:				
Equipment/lease purchase	30,235	30,235	303,314	(273,079)
	<u>457,228</u>	<u>461,387</u>	<u>716,046</u>	<u>(254,659)</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public works				
<u>Parkway Maintenance</u>				
Personnel:				
salaries:				
Full-time	\$ 326,105	\$ 326,105	\$ 328,979	\$ (2,874)
Part-time	20,000	20,000	20,531	(531)
Overtime pay	22,000	22,000	16,895	5,105
Pension contribution	75,318	75,318	72,678	2,640
Medical and life insurance	88,121	88,121	82,190	5,931
Commodities:				
Vehicle fuel and oil	25,000	25,000	10,808	14,192
Operating supplies	500	500	503	(3)
Chemicals and supplies	24,500	24,500	35,869	(11,369)
Vehicle supplies and equipment	14,000	14,000	5,076	8,924
Minor equipment and tools	4,000	4,000	4,784	(784)
Safety gear and uniforms	4,430	4,430	3,637	793
Rock, sand and soil	7,000	7,000	7,301	(301)
Drainage material and pipe	20,000	20,000	13,068	6,932
Paint and supplies	1,000	1,000	57	943
Mailbox reimbursement	25,000	25,000	3,993	21,007
Contractual:				
Animal control service-public	1,000	1,000	-	1,000
Repairs, vehicle and equipment	10,000	10,000	3,447	6,553
Equipment service	30,000	30,000	8,577	21,423
Arbor and stump removal	75,000	75,000	84,430	(9,430)
Machinery and equipment rental	2,500	2,500	2,331	169
J.U.L.I.E. contract	3,200	3,200	3,110	90
Leaf disposal	20,000	20,000	18,375	1,625
Refuse removal	10,000	10,000	5,380	4,620
Parkway screening	37,500	37,500	-	37,500
Parkway tree planting	46,350	46,350	43,950	2,400
Lawn maintenance	30,182	30,182	30,182	-
Capital outlay:				
Sidewalks	25,000	25,000	14,790	10,210
Heavy duty equipment	15,300	15,300	13,846	1,454
Drainage projects	10,000	10,000	-	10,000
	<u>973,006</u>	<u>973,006</u>	<u>834,787</u>	<u>138,219</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public works				
<u>Building Maintenance</u>				
Personnel:				
salaries:				
Full-time	\$ 136,381	\$ 136,381	\$ 146,404	\$ (10,023)
Part-time	20,000	20,000	16,095	3,905
Overtime pay	1,000	1,000	1,710	(710)
Pension contribution	31,891	31,891	34,410	(2,519)
Medical and life insurance	39,018	39,018	38,775	243
Commodities:				
Vehicle fuel and oil	1,300	1,300	924	376
Building maintenance supplies	34,500	34,500	47,231	(12,731)
Vehicle supplies and equipment	1,000	1,000	327	673
Safety gear and uniforms	960	960	391	569
Contractual:				
Commons maintenance	17,000	17,000	8,667	8,333
Electric and gas	70,000	89,254	112,047	(22,793)
Repairs, vehicle and equipment	1,000	1,000	260	740
Maintenance contracts	52,958	52,958	53,794	(836)
Building repairs	47,600	47,600	52,918	(5,318)
Janitorial and maintenance service	38,000	38,000	32,515	5,485
Equipment service	3,000	3,000	319	2,681
Professional membership	100	100	300	(200)
Lawn maintenance	52,504	52,504	48,498	4,006
Capital outlay:				
Building improvements	56,550	56,550	45,020	11,530
	<u>604,762</u>	<u>624,016</u>	<u>640,605</u>	<u>(16,589)</u>
Public works				
<u>Traffic Control</u>				
Personnel:				
salaries:				
Full-time	\$ 12,617	\$ 12,617	\$ 13,090	\$ (473)
Overtime pay	500	500	-	500
Pension contribution	2,682	2,682	2,843	(161)
Medical and life insurance	1,830	1,830	2,034	(204)
Commodities:				
Vehicle fuel and oil	4,000	4,000	1,939	2,061
Vehicle supplies and equipment	3,000	3,000	638	2,362
Safety gear and uniforms	430	430	418	12
Traffic and street sign material	20,000	20,000	18,222	1,778
Contractual:				
Repairs, vehicle and equipment	1,000	1,000	-	1,000
Maintenance contracts	48,891	48,891	50,396	(1,505)
Equipment service	3,000	3,000	1,156	1,844
	<u>97,950</u>	<u>97,950</u>	<u>90,736</u>	<u>7,214</u>

(Continued)

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public works				
<u>Stormwater System Maintenance</u>				
Salaries:				
Full-time	\$ 70,326	\$ 70,326	\$ 72,110	\$ (1,784)
Part-time	5,400	5,400	5,539	(139)
Overtime pay	2,000	2,000	205	1,795
Pension contribution	20,200	20,200	15,476	4,724
Medical and life insurance	10,972	10,972	10,008	964
Commodities:				
Vehicle fuel and oil	15,000	15,000	6,781	8,219
Vehicle supplies and equipment	3,000	3,000	419	2,581
Minor equipment and tools	1,000	1,000	805	195
Safety gear and uniforms	1,200	1,200	248	952
Contractual:				
Repairs, vehicle and equipment	2,000	2,000	-	2,000
Equipment service	6,000	6,000	913	5,087
Refuse removal	2,500	2,500	500	2,000
Capital outlay:				
NPDES plan	1,000	1,000	1,000	-
Heavy duty equipment	4,000	4,000	200	3,800
	<u>144,598</u>	<u>144,598</u>	<u>114,204</u>	<u>30,394</u>
Public works				
<u>Street Lighting</u>				
Salaries:				
Full-time	\$ 11,665	\$ 11,665	\$ 9,801	\$ 1,864
Overtime pay	500	500	508	(8)
Pension contribution	2,487	2,487	2,244	243
Medical and life insurance	4,877	4,877	4,888	(11)
Commodities:				
Vehicle fuel and oil	6,000	6,000	3,150	2,850
Operating supplies	45,000	45,000	35,802	9,198
Vehicle supplies and equipment	4,000	4,000	672	3,328
Safety gear and uniforms	300	300	-	300
Contractual:				
Electric and maintenance	40,000	41,001	41,001	-
Electric	35,000	35,000	33,815	1,185
Repairs, vehicle and equipment	2,000	2,000	2,261	(261)
Equipment service	6,000	6,000	2,578	3,422
Repairs, fixed and operating equipment	14,000	27,709	3,074	24,635
Machinery and equipment rental	2,000	2,000	-	2,000
	<u>173,829</u>	<u>188,539</u>	<u>139,794</u>	<u>48,745</u>
Totals	<u>\$ 16,735,541</u>	<u>\$ 16,982,470</u>	<u>\$ 16,314,278</u>	<u>\$ 668,192</u>

Village of New Lenox, Illinois

Schedule of Expenditures - Budget and Actual
 General Fund
 Year Ended April 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Summary by department:				
Administration:				
Village Board	\$ 161,800	\$ 166,626	\$ 122,527	\$ 44,099
Village Clerk	110,237	113,031	109,418	3,613
Village Commissions	25,391	25,391	10,426	14,965
Village Attorney	267,000	297,000	282,741	14,259
Village Administration	493,317	497,282	489,306	7,976
Finance	297,640	316,221	308,550	7,671
Information Technology	252,254	255,092	256,226	(1,134)
Central Services	728,022	728,022	726,290	1,732
Human Resources	367,334	367,334	305,163	62,171
Community Access (CATV)	103,269	106,714	104,170	2,544
Community Benefit (Special Events)	1,113,500	1,157,691	1,052,703	104,988
Garbage	16,865	16,865	14,555	2,310
Total Administration	3,936,629	4,047,269	3,782,075	265,194
Community Development:				
Community Development	281,305	281,305	273,245	8,060
Building	536,295	536,295	517,230	19,065
Planning	198,438	198,438	183,971	14,467
Engineering	635,403	635,403	542,730	92,673
Economic Development	444,578	444,578	432,528	12,050
Total Community Development	2,096,019	2,096,019	1,949,704	146,315
Public Safety				
Police Administration	1,469,540	1,496,445	1,484,795	11,650
Police Records	294,211	299,559	299,923	(364)
Police Patrol	3,537,619	3,550,835	3,493,318	57,517
Police Investigations	766,567	796,884	770,238	26,646
Police Community Service	162,052	169,377	156,487	12,890
Police Traffic	144,147	144,587	139,149	5,438
Police School Resources	119,469	121,594	113,082	8,512
Public Safety Division	176,631	189,121	190,287	(1,166)
Police Communications	405,363	405,363	390,287	15,076
Code Enforcement	101,593	101,593	94,082	7,511
ESDA	84,825	84,825	70,287	14,538
Total Public Safety	7,262,017	7,360,183	7,201,935	158,248
Public Works				
Streets	989,503	989,503	844,392	145,111
Public Works Administration	457,228	461,387	716,046	(254,659)
Parkway Maintenance	973,006	973,006	834,787	138,219
Building Maintenance	604,762	624,016	640,605	(16,589)
Traffic Control	97,950	97,950	90,736	7,214
Stormwater System Maintenance	144,598	144,598	114,204	30,394
Street Lighting	173,829	188,539	139,794	48,745
Total Public Works	3,440,876	3,478,999	3,380,564	98,435
Total Expenditures	\$ 16,735,541	\$ 16,982,470	\$ 16,314,278	\$ 668,192

Nonmajor Governmental Funds – Combining Statements

Village of New Lenox, Illinois

Nonmajor Governmental Funds
 Combining Balance Sheet
 April 30, 2016

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Assets				
Cash and equivalents	\$ 336,694	\$ -	\$ 1,625,699	\$ 1,962,393
Land held for sale	-	-	2,250,000	2,250,000
Receivables:				
Intergovernmental	55,516	-	216,202	271,718
Developer	-	-	50,000	50,000
Total assets	\$ 392,210	\$ -	\$ 4,141,901	\$ 4,534,111
Liabilities				
Accounts payable	\$ 21,555	\$ -	\$ 40,664	\$ 62,219
Due to other funds	-	23,656	243,797	267,453
Total liabilities	21,555	23,656	284,461	329,672
Fund Balances (Deficits)				
Nonspendable	-	-	2,250,000	2,250,000
Restricted	370,655	-	405,033	775,688
Committed	-	-	1,230,002	1,230,002
Unassigned (deficit)	-	(23,656)	(27,595)	(51,251)
Total fund balances (deficits)	370,655	(23,656)	3,857,440	4,204,439
Total liabilities and fund balances (deficits)	\$ 392,210	\$ -	\$ 4,141,901	\$ 4,534,111

Village of New Lenox, Illinois

**Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Year Ended April 30, 2016**

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Revenues				
Property taxes	\$ 7,500	\$ 54,694	\$ -	\$ 62,194
Intergovernmental	771,877	-	228,702	1,000,579
Developer contributions	-	-	224,927	224,927
Insurance reimbursement	-	-	38,600	38,600
Interest	316	-	1,636	1,952
Total revenues	779,693	54,694	493,865	1,328,252
Expenditures				
Current:				
General government	8,220	-	-	8,220
Public works	1,783,210	-	-	1,783,210
Capital outlay	-	-	1,637,659	1,637,659
Debt service:				
Principal	-	1,823,844	-	1,823,844
Interest and fees	-	996,664	-	996,664
Total expenditures	1,791,430	2,820,508	1,637,659	6,249,597
Excess (deficiency) of revenues over (under) expenditures	(1,011,737)	(2,765,814)	(1,143,794)	(4,921,345)
Other financing sources (uses)				
Sale of capital asset	-	-	34,381	34,381
Transfers in	1,200,000	2,765,815	1,195,487	5,161,302
Transfers out	(252,232)	-	(182,164)	(434,396)
Total other financing sources (uses)	947,768	2,765,815	1,047,704	4,761,287
Net change in fund balances before special item	(63,969)	1	(96,090)	(160,058)
Special item, Redevelopment cost	-	-	(967,857)	(967,857)
Net change in fund balances	(63,969)	1	(1,063,947)	(1,127,915)
Fund balances (deficits)				
May 1, 2015	434,624	(23,657)	4,921,387	5,332,354
April 30, 2016	\$ 370,655	\$ (23,656)	\$ 3,857,440	\$ 4,204,439

Village of New Lenox, Illinois

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 April 30, 2016

	Garbage Disposal	Seizure & Forfeiture Fund	Special Service Area #2008-1	Motor Fuel Tax	Total
Assets					
Cash and cash equivalents	\$ -	\$ 46,019	\$ 36,457	\$ 254,218	\$ 336,694
Receivables:					
Intergovernmental, allotments from State of Illinois	-	-	-	55,516	55,516
Total assets	\$ -	\$ 46,019	\$ 36,457	\$ 309,734	\$ 392,210
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ 21,555	\$ 21,555
Total liabilities	-	-	-	21,555	21,555
Fund Balances					
Restricted	-	46,019	36,457	288,179	370,655
Total fund balances	-	46,019	36,457	288,179	370,655
Total liabilities and fund balances	\$ -	\$ 46,019	\$ 36,457	\$ 309,734	\$ 392,210

Village of New Lenox, Illinois

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended April 30, 2016

	Garbage Disposal	Seizure & Forfeiture Fund	Special Service Area #2008-1	Motor Fuel Tax	Total
Revenues					
Property taxes	\$ -	\$ -	\$ 7,500	\$ -	\$ 7,500
Intergovernmental	-	113,792	-	658,085	771,877
Interest	27	-	36	253	316
Total revenues	27	113,792	7,536	658,338	779,693
Expenditures					
current:					
General government:					
Administration	-	5,095	-	-	5,095
Streets	-	-	3,125	-	3,125
Public works:					
Streets	-	-	-	1,783,210	1,783,210
Total expenditures	-	5,095	3,125	1,783,210	1,791,430
Excess (deficiency) of revenues over (under) expenditures	27	108,697	4,411	(1,124,872)	(1,011,737)
Other financing sources (uses)					
Transfers in	-	-	-	1,200,000	1,200,000
Transfers out	(85,801)	(166,431)	-	-	(252,232)
Total other financing sources (uses)	(85,801)	(166,431)	-	1,200,000	947,768
Net change in fund balances	(85,774)	(57,734)	4,411	75,128	(63,969)
Fund balances					
May 1, 2015	85,774	103,753	32,046	213,051	434,624
April 30, 2016	\$ -	\$ 46,019	\$ 36,457	\$ 288,179	\$ 370,655

Village of New Lenox, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Garbage Disposal Fund
 Year Ended April 30, 2016

	Final Budget	Actual
Revenues		
Interest	\$ -	\$ 27
Total revenues	<u>-</u>	<u>27</u>
Expenditures	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	-	27
Other financing (uses)		
Transfers out	<u>(86,906)</u>	<u>(85,801)</u>
Change in fund balance	<u>\$ (86,906)</u>	(85,774)
Fund balance (deficit)		
May 1, 2015		<u>85,774</u>
April 30, 2016		<u>\$ -</u>

Village of New Lenox, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Seizure & Forfeiture Fund
 Year Ended April 30, 2016

	Final Budget	Actual
Revenues		
Intergovernmental, Federal forfeiture funds	\$ -	\$ 113,792
Expenditures	-	5,095
Excess of revenues over expenditures	-	108,697
Other financing (uses)		
Transfers out	(207,451)	(166,431)
Change in fund balance	<u>\$ (207,451)</u>	(57,734)
Fund balance		
May 1, 2015		<u>103,753</u>
April 30, 2016		<u>\$ 46,019</u>

Village of New Lenox, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Special Service Area #2008-1 Fund
 Year Ended April 30, 2016

	Final Budget	Actual
Revenues		
Property taxes	\$ 7,500	\$ 7,500
Interest	-	36
Total revenues	<u>7,500</u>	<u>7,536</u>
Expenditures		
current, contractual, lawn maintenance	<u>3,500</u>	<u>3,125</u>
Change in fund balance	<u>\$ 4,000</u>	4,411
Fund balance		
May 1, 2015		<u>32,046</u>
April 30, 2016		<u>\$ 36,457</u>

Village of New Lenox, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Motor Fuel Tax Fund
 Year Ended April 30, 2016

	Final Budget	Actual
Revenues		
Intergovernmental:		
Motor fuel tax allotments	\$ 614,657	\$ 658,085
Interest	-	253
Total revenues	<u>614,657</u>	<u>658,338</u>
Expenditures		
current:		
Public works:		
Commodities:		
Pavement patching materials	20,000	17,550
Crushed stone	10,000	8,184
Road salt and calcium chloride	390,300	254,518
Seed and sod	20,000	6,736
Drainage material and pipe	20,000	48,759
Contractual:		
Administrative cost	35,000	19,723
Roadway striping	40,000	36,687
Contractual road maintenance	1,307,313	1,385,653
Equipment rental	5,000	-
Capital outlay:		
Bicycle trails	3,500	5,400
Total expenditures	<u>1,851,113</u>	<u>1,783,210</u>
Deficiency of revenues under expenditures	(1,236,456)	(1,124,872)
Other financing sources		
Transfers in	<u>1,200,000</u>	<u>1,200,000</u>
Change in fund balance	<u>\$ (36,456)</u>	75,128
Fund balance		
May 1, 2015		<u>213,051</u>
April 30, 2016		<u>\$ 288,179</u>

Village of New Lenox, Illinois

Balance Sheet
Nonmajor Debt Service Fund
2010 General Obligation Bonds (SSA 2010-1)
April 30, 2016

Assets	
Cash and cash equivalents	<u>\$ -</u>
Total assets	<u><u>\$ -</u></u>
Liabilities and Fund Balances	
Liabilities	
Due to other funds	<u>\$ 23,656</u>
Fund Balance (Deficit)	
Unassigned	<u>(23,656)</u>
Total liabilities and fund balances	<u><u>\$ -</u></u>

Village of New Lenox, Illinois

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Debt Service Funds
Year Ended April 30, 2016

	Installment Purchase Contracts	2012B General Obligation Bonds	2010 General Obligation Bonds	2010 General Obligation Bonds (SSA 2010-1)	2012A General Obligation Bonds	2013A General Obligation Bonds	2014A General Obligation Bonds	2007 General Obligation Bonds	Total
Revenues									
Property taxes	\$ -	\$ -	\$ -	\$ 54,694	\$ -	\$ -	\$ -	\$ -	\$ 54,694
Expenditures									
Debt service:									
Principal retirement	206,756	540,000	-	30,000	312,088	380,000	200,000	155,000	1,823,844
Interest and fees	5,645	102,763	63,908	24,693	202,605	326,000	159,650	111,400	996,664
Total expenditures	212,401	642,763	63,908	54,693	514,693	706,000	359,650	266,400	2,820,508
Excess (deficiency) of revenues over expenditures	(212,401)	(642,763)	(63,908)	1	(514,693)	(706,000)	(359,650)	(266,400)	(2,765,814)
Other financing sources									
Transfers in	212,401	642,763	63,908	-	514,693	706,000	359,650	266,400	2,765,815
Net change in fund balances	-	-	-	1	-	-	-	-	1
Fund balances (deficits)									
May 1, 2015	-	-	-	(23,657)	-	-	-	-	(23,657)
April 30, 2016	\$ -	\$ -	\$ -	\$ (23,656)	\$ -	\$ -	\$ -	\$ -	\$ (23,656)

Village of New Lenox, Illinois

Combining Balance Sheet
 Nonmajor Capital Projects Funds
 April 30, 2016

	Roadway Capital Improvement	Equipment Replacement	Public Improvement	Capital Improvements	Total
Assets					
Cash and cash equivalents	\$ 366,672	\$ 613,597	\$ 645,430	\$ -	\$ 1,625,699
Land held for sale	-	-	-	2,250,000	2,250,000
Receivables:					
Intergovernmental	-	-	-	216,202	216,202
Developer	50,000	-	-	-	50,000
Total assets	\$ 416,672	\$ 613,597	\$ 645,430	\$ 2,466,202	\$ 4,141,901
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ -	\$ 267	\$ 40,397	\$ -	\$ 40,664
Due to other funds	-	-	-	243,797	243,797
Total liabilities	-	267	40,397	243,797	284,461
Fund Balances					
Nonspendable	-	-	-	2,250,000	2,250,000
Restricted	-	-	405,033	-	405,033
Committed	416,672	613,330	200,000	-	1,230,002
Unassigned	-	-	-	(27,595)	(27,595)
Total fund balances	416,672	613,330	605,033	2,222,405	3,857,440
Total liabilities and fund balances	\$ 416,672	\$ 613,597	\$ 645,430	\$ 2,466,202	\$ 4,141,901

Village of New Lenox, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Capital Projects Funds

Year Ended April 30, 2016

	Roadway Capital Improvement	Equipment Replacement	Public Improvement	Capital Improvements	Total
Revenues					
Intergovernmental	\$ -	\$ -	\$ 12,500	\$ 216,202	\$ 228,702
Developer contributions	35,090	-	189,837	-	224,927
Insurance Reimbursement	-	-	38,600	-	38,600
Interest	526	-	1,110	-	1,636
Total revenues	<u>35,616</u>	<u>-</u>	<u>242,047</u>	<u>216,202</u>	<u>493,865</u>
Expenditures:					
Capital outlay:					
Railroad Quiet Zone & Overpass	-	-	234,046	-	234,046
Police Station Building	-	-	-	1,296	1,296
Public Works Building	-	-	-	8,214	8,214
Metra Train Station	-	-	90,440	-	90,440
Road Construction	259,163	-	-	(1,867)	257,296
Equipment	-	959,349	-	-	959,349
Community Service Programs	-	-	12,500	-	12,500
New Lenox Commons	-	-	36,742	-	36,742
Drainage Projects	-	-	37,776	-	37,776
Total expenditures	<u>259,163</u>	<u>959,349</u>	<u>411,504</u>	<u>7,643</u>	<u>1,637,659</u>
Excess (deficiency) of revenues over expenditures	<u>(223,547)</u>	<u>(959,349)</u>	<u>(169,457)</u>	<u>208,559</u>	<u>(1,143,794)</u>
Other financing sources (uses)					
Sale of capital assets	-	34,381	-	-	34,381
Transfers in	-	1,195,487	-	-	1,195,487
Transfers out	-	(162,490)	(19,674)	-	(182,164)
Total other financing sources (uses)	<u>-</u>	<u>1,067,378</u>	<u>(19,674)</u>	<u>-</u>	<u>1,047,704</u>
Net change in fund balances before special item	<u>(223,547)</u>	<u>108,029</u>	<u>(189,131)</u>	<u>208,559</u>	<u>(96,090)</u>
Special item, Redevelopment cost	<u>-</u>	<u>-</u>	<u>-</u>	<u>(967,857)</u>	<u>(967,857)</u>
Net change in fund balances	<u>(223,547)</u>	<u>108,029</u>	<u>(189,131)</u>	<u>(759,298)</u>	<u>(1,063,947)</u>
Fund balances					
May 1, 2015	<u>640,219</u>	<u>505,301</u>	<u>794,164</u>	<u>2,981,703</u>	<u>4,921,387</u>
April 30, 2016	<u>\$ 416,672</u>	<u>\$ 613,330</u>	<u>\$ 605,033</u>	<u>\$ 2,222,405</u>	<u>\$ 3,857,440</u>

Village of New Lenox, Illinois

**Schedule of Sewer Operating Expenses -
Budget and Actual
Waterworks and Sewerage Fund
Year Ended April 30, 2016**

	Final Budget	Actual
Personnel:		
Salaries - Full-time	\$ 813,802	\$ 762,368
Salaries - Part-time	77,000	67,952
Overtime pay	69,000	81,265
Shared administration cost	625,000	625,000
Pension contribution	196,596	198,446
Workers' compensation	50,476	50,476
Medical and life insurance	219,465	294,738
	2,051,339	2,080,245
Commodities:		
General office supplies	4,000	3,867
Postage	21,000	21,055
Forms, books and manuals	400	-
Vehicle fuel and oil	17,500	11,649
Operating supplies	12,000	10,611
Chemicals and supplies	157,000	136,980
Printing cost	15,000	14,614
Vehicle supplies and equipment	12,500	6,167
Minor equipment and tools	9,425	11,571
Safety gear and uniforms	11,903	10,000
Communication supplies	350	155
Repair materials - Collection	20,000	8,785
Repair materials - STP	60,000	48,622
Rock, sand and soil	3,500	4,283
Paint and supplies	5,300	3,068
	349,878	291,427
Contractual services:		
Engineering	601,000	12,521
Administrative costs	1,900	1,900
Physical examinations	1,660	-
Laboratory testing	13,500	23,855
Telephone service	10,000	12,977
Meeting and expense allowance	100	-
Education and training	2,167	2,400
Legal advertising	100	-
Hickory Creek watershed plan	22,680	5,000
Electric and gas	438,000	425,951
Repairs - Vehicle and equipment	7,000	7,558
Repairs - Building and facilities	10,000	7,324
Maintenance contracts	23,075	23,612

(continued)

Village of New Lenox, Illinois

**Schedule of Sewer Operating Expenses -
Budget and Actual
Waterworks and Sewerage Fund (continued)
Year Ended April 30, 2016**

	Final Budget	Actual
Contractual services: (continued)		
Repairs - Collection system	\$ 34,000	\$ 15,751
Equipment service	34,500	25,753
Machinery and equipment rental	1,000	-
Repairs - STP equipment	40,000	24,593
Sludge cartage	95,000	98,478
Land lease agreement	1,602	-
Sewer & Water rate study	-	300
J.U.L.I.E. contract	3,200	3,110
Annual NPDES fees	27,500	33,500
Professional memberships	955	227
Refuse removal	15,000	11,241
Lawn maintenance	8,445	8,444
Self-insurance pool	93,298	93,298
	<u>1,485,682</u>	<u>837,793</u>
Repairs and maintenance:		
Overhead sewer program	5,000	-
Collection system improvement	305,000	185,845
WWTP #1 improvements	9,000,000	-
Plant improvement	100,000	129,076
Equipment/lease purchase	30,235	-
Heavy duty equipment	19,250	3,716
Laboratory equipment	5,000	-
	<u>9,464,485</u>	<u>318,637</u>
Total expenses charged against budget	<u><u>\$ 13,351,384</u></u>	3,528,102
Less capitalized assets		(180,513)
Add depreciation		<u>2,398,556</u>
Total operating expenses		<u><u>\$ 5,746,145</u></u>

Village of New Lenox, Illinois

**Schedule of Water Operating Expenses -
Budget and Actual**

Waterworks and Sewerage Fund

Year Ended April 30, 2016

	Final Budget	Actual
Personnel:		
Salaries - Full-time	\$ 565,268	\$ 578,901
Salaries - Part-time	25,000	21,328
Overtime pay	78,000	68,135
Shared administration cost	650,000	650,000
Pension contribution	136,804	195,312
Workers' compensation	43,487	43,487
Medical and life insurance	142,380	139,389
	1,640,939	1,696,552
Commodities:		
General office supplies	2,000	1,200
Postage	21,000	21,000
Forms, books and manuals	300	55
Vehicle fuel and oil	23,000	12,081
Operating supplies	8,500	6,923
Chemicals and supplies	3,500	2,727
Printing cost	20,200	17,507
Wholesale water purchase	3,870,000	3,295,296
Water purchase: Oak Lawn Debt	180,000	102,973
Joint system maintenance account	35,000	7,674
Vehicle supplies and equipment	11,950	7,403
Minor equipment and tools	14,225	18,002
Safety gear and uniforms	8,088	6,261
Communication supplies	200	-
Repair materials - Distribution system	50,000	24,506
Repair materials - Wells	9,000	6,906
Rock, sand and soil	20,000	30,150
Paint and supplies	4,000	3,421
	4,280,963	3,564,085
Contractual services:		
Engineering	336,840	214,944
Administrative costs	1,900	1,900
Physical exams	2,530	-
Laboratory testing	18,000	10,531
Telephone service	27,800	28,561
Meeting and expense allowance	100	95
Education and training	13,367	4,769

(continued)

Village of New Lenox, Illinois

**Schedule of Water Operating Expenses -
Budget and Actual
Waterworks and Sewerage Fund (continued)
Year Ended April 30, 2016**

	Final Budget	Actual
Contractual services: (continued)		
Electric and gas	\$ 132,000	\$ 109,615
Repairs - Vehicle and equipment	8,000	1,618
Repairs - Building and facilities	10,500	7,714
Maintenance contracts	21,115	19,187
Equipment service	34,000	26,675
Machinery and equipment rental	1,000	-
Repairs - Distribution system	68,000	13,479
Repairs - Wells	6,000	5,884
Land lease agreement	5,290	274
J.U.L.I.E. contract	3,200	3,110
Professional memberships	710	805
Refuse removal	10,000	4,230
Lawn maintenance	9,165	8,791
Self-insurance pool	91,281	91,281
Bad debt expense	-	8,119
	<u>800,798</u>	<u>561,582</u>
Repairs and maintenance:		
Physical plant major repairs	720,000	579,185
Water meters	154,896	170,025
Office equipment	1,400	1,033
Heavy Duty equipment	60,250	59,173
Other equipment	7,500	8,400
Equipment/lease purchase	30,235	-
Distribution system improvement	1,250,000	120,171
Line extensions	-	464
	<u>2,224,281</u>	<u>938,451</u>
Total expenses charged against budget	<u><u>\$ 8,946,981</u></u>	6,760,670
Less capitalized assets		(904,964)
Add depreciation		<u>2,364,129</u>
Total operating expenses		<u><u>\$ 8,219,835</u></u>

Village of New Lenox, Illinois

**Schedule of Operating Expenses -
Budget and Actual
Commuter Parking Lot Fund
Year Ended April 30, 2016**

	Final Budget	Actual
Personnel:		
Shared administrative cost	\$ 105,000	\$ 105,000
	<u>105,000</u>	<u>105,000</u>
Commodities:		
Chemicals and supplies	800	1,227
	<u>800</u>	<u>1,227</u>
Contractual services:		
Electric and gas	9,000	7,104
Repairs - Building and facilities	7,650	1,089
Maintenance contracts	2,350	-
Snow and ice removal	100,000	27,020
Land lease agreement	10	-
Lawn maintenance	7,910	7,905
	<u>126,920</u>	<u>43,118</u>
Total expenses charged against budget	232,720	149,345
Add depreciation	-	27,229
Total operating expenses	<u>\$ 232,720</u>	<u>\$ 176,574</u>

Village of New Lenox, Illinois

Schedule of Debt Service Requirements
April 30, 2016

	Year Ending April 30,	Principal	Interest	Total
Installment Purchase Contracts:				
Dated July 18, 2003 (102 E. Haven Avenue) Interest 3.50%	2017	\$ 18,413	\$ 1,260	\$ 19,673
	2018	19,075	599	19,674
	2019	4,875	43	4,918
		<u>\$ 42,363</u>	<u>\$ 1,902</u>	<u>\$ 44,265</u>
Dated July 1, 2015 (Kenworth Street Sweeper) Interest 2.00%	2017	\$ 68,052	\$ 2,593	\$ 70,645
	2018	69,423	1,221	70,644
	2019	17,574	88	17,662
		<u>\$ 155,049</u>	<u>\$ 3,902</u>	<u>\$ 158,951</u>
Dated April 20, 2016 (2016 Ford F550 Aerial Truck) Interest 2.05%	2017	\$ 32,011	\$ 1,791	\$ 33,802
	2018	32,682	1,121	33,803
	2019	33,417	436	33,853
		<u>\$ 98,110</u>	<u>\$ 3,348</u>	<u>\$ 101,458</u>
IEPA loan:				
Dated September 9, 1999 Lake Michigan water project interest at 2.535%	2017	\$ 583,280	\$ 74,127	\$ 657,407
	2018	598,160	59,247	657,407
	2019	613,419	43,988	657,407
	2020	629,068	28,339	657,407
	2021	645,115	12,292	657,407
	<u>\$ 3,069,042</u>	<u>\$ 217,993</u>	<u>\$ 3,287,035</u>	

(continued)

Village of New Lenox, Illinois

Schedule of Debt Service Requirements
April 30, 2016

	Year Ending April 30,	Principal	Interest	Total
General Obligation Refunding Bonds:				
Dated December 28, 2011 with interest	2017	\$ 370,000	\$ 54,475	\$ 424,475
semiannually at various interest	2018	365,000	47,075	412,075
rates ranging from 2.00%-2.50%	2019	365,000	39,775	404,775
	2020	365,000	32,475	397,475
	2021	395,000	24,263	419,263
	2022	615,000	15,375	630,375
		<u>\$ 2,475,000</u>	<u>\$ 213,438</u>	<u>\$ 2,688,438</u>
General Obligation Bonds:				
Dated July 10, 2014	2017	\$ 505,000	\$ 156,203	\$ 661,203
with interest semiannually	2018	520,000	146,103	666,103
at 2.2405% (true interest rate)	2019	535,000	135,703	670,703
	2020	555,000	125,003	680,003
	2021	570,000	111,127	681,127
	2022	615,000	94,027	709,027
	2023	635,000	75,577	710,577
	2024	745,000	60,972	805,972
	2025	760,000	42,720	802,720
	2026	820,000	22,960	842,960
		<u>\$ 6,260,000</u>	<u>\$ 970,395</u>	<u>\$ 7,230,395</u>

(continued)

Village of New Lenox, Illinois

Schedule of Debt Service Requirements
April 30, 2016

	Year Ending April 30,	Principal	Interest	Total
General Obligation Refunding Bonds:				
Dated November 29, 2012	2017	\$ 555,000	\$ 95,488	\$ 650,488
with interest semiannually	2018	565,000	88,550	653,550
at 1.5492% (true interest rate)	2019	565,000	80,075	645,075
	2020	575,000	71,600	646,600
	2021	580,000	60,100	640,100
	2022	590,000	48,500	638,500
	2023	600,000	36,700	636,700
	2024	615,000	24,700	639,700
	2025	620,000	12,400	632,400
		<u>\$ 5,265,000</u>	<u>\$ 518,113</u>	<u>\$ 5,783,113</u>
General Obligation Bonds:				
Dated November 15, 2007	2017	\$ 165,000	\$ 107,800	\$ 272,800
with interest semiannually	2018	170,000	101,200	271,200
at 4.00%	2019	180,000	94,400	274,400
	2020	190,000	87,200	277,200
	2021	205,000	79,600	284,600
	2022	215,000	71,400	286,400
	2023	225,000	62,800	287,800
	2024	240,000	53,800	293,800
	2025	255,000	44,200	299,200
	2026	270,000	34,000	304,000
	2027	280,000	23,200	303,200
	2028	300,000	12,000	312,000
		<u>\$ 2,695,000</u>	<u>\$ 771,600</u>	<u>\$ 3,466,600</u>

(continued)

Village of New Lenox, Illinois

Schedule of Debt Service Requirements
April 30, 2016

	Year Ending April 30,	Principal	Interest	Total
General Obligation Refunding Bonds:				
Dated December 2, 2009	2017	\$ -	\$ 339,710	\$ 339,710
with interest semiannually	2018	-	339,710	339,710
rates ranging from 3.75%-4.25%	2019	-	339,710	339,710
	2020	-	339,710	339,710
	2021	-	339,710	339,710
	2022	100,000	339,710	439,710
	2023	785,000	335,960	1,120,960
	2024	715,000	306,130	1,021,130
	2025	745,000	278,245	1,023,245
	2026	740,000	248,445	988,445
	2027	1,670,000	218,475	1,888,475
	2028	1,740,000	150,005	1,890,005
	2029	1,810,000	76,925	1,886,925
		<u>\$ 8,305,000</u>	<u>\$ 3,652,445</u>	<u>\$ 11,957,445</u>

General Obligation Refunding Bonds:				
Dated June 3, 2010	2017	\$ 30,000	\$ 87,200	\$ 117,200
with interest semiannually	2018	35,000	86,300	121,300
rates ranging from 2.50%-4.20%	2019	35,000	85,250	120,250
	2020	35,000	84,148	119,148
	2021	35,000	82,957	117,957
	2022	40,000	81,680	121,680
	2023	40,000	80,160	120,160
	2024	40,000	78,560	118,560
	2025	40,000	76,960	116,960
	2026	330,000	75,360	405,360
	2027	340,000	62,160	402,160
	2028	355,000	48,390	403,390
	2029	370,000	33,835	403,835
	2030	385,000	18,480	403,480
	2031	55,000	2,310	57,310
		<u>\$ 2,165,000</u>	<u>\$ 983,750</u>	<u>\$ 3,148,750</u>

(continued)

Village of New Lenox, Illinois

Schedule of Debt Service Requirements
April 30, 2016

	Year Ending April 30,	Principal	Interest	Total
General Obligation Bonds:				
Dated November 1, 2012	2017	\$ 405,000	\$ 190,080	\$ 595,080
with interest semiannually	2018	405,000	177,930	582,930
rates ranging from 2.00%-3.00%	2019	410,000	165,780	575,780
(Enterprise 21.978% Governmental 78.022%)	2020	415,000	153,480	568,480
	2021	420,000	141,030	561,030
	2022	430,000	132,630	562,630
	2023	440,000	124,030	564,030
	2024	450,000	115,230	565,230
	2025	460,000	106,230	566,230
	2026	470,000	97,030	567,030
	2027	480,000	87,630	567,630
	2028	490,000	78,030	568,030
	2029	505,000	67,617	572,617
	2030	515,000	56,255	571,255
	2031	530,000	43,637	573,637
	2032	545,000	30,388	575,388
	2033	560,000	15,400	575,400
		<u>\$ 7,930,000</u>	<u>\$ 1,782,407</u>	<u>\$ 9,712,407</u>
General Obligation Bonds:				
Dated September 19, 2013	2017	\$ 390,000	\$ 317,650	\$ 707,650
with interest semiannually	2018	390,000	309,850	699,850
rates ranging from 2.00%-4.125%	2019	400,000	302,050	702,050
	2020	415,000	290,050	705,050
	2021	430,000	277,600	707,600
	2022	440,000	264,700	704,700
	2023	450,000	251,500	701,500
	2024	470,000	238,000	708,000
	2025	480,000	223,900	703,900
	2026	500,000	208,300	708,300
	2027	520,000	189,550	709,550
	2028	530,000	170,050	700,050
	2029	560,000	148,850	708,850
	2030	580,000	126,450	706,450
	2031	600,000	103,250	703,250
	2032	630,000	79,250	709,250
	2033	650,000	54,050	704,050
	2034	680,000	28,050	708,050
		<u>\$ 9,115,000</u>	<u>\$ 3,583,100</u>	<u>\$ 12,698,100</u>

(continued)

Village of New Lenox, Illinois

Schedule of Debt Service Requirements
 April 30, 2016

	Year Ending April 30,	Principal	Interest	Total
General Obligation Bonds:				
Dated June 26, 2014	2017	\$ 200,000	\$ 154,900	\$ 354,900
with interest semiannually	2018	205,000	150,900	355,900
rates ranging from 2.00%-4.00%	2019	210,000	146,800	356,800
	2020	215,000	142,600	357,600
	2021	220,000	138,300	358,300
	2022	220,000	133,900	353,900
	2023	230,000	127,300	357,300
	2024	235,000	120,400	355,400
	2025	245,000	113,350	358,350
	2026	250,000	106,000	356,000
	2027	260,000	96,000	356,000
	2028	270,000	85,600	355,600
	2029	280,000	74,800	354,800
	2030	295,000	63,600	358,600
	2031	305,000	51,800	356,800
	2032	315,000	39,600	354,600
	2033	330,000	27,000	357,000
	2034	345,000	13,800	358,800
		<u>\$ 4,630,000</u>	<u>\$ 1,786,650</u>	<u>\$ 6,416,650</u>

Statistical Section

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

<u>Contents</u>	<u>Page</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.	118 - 122
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.	123 - 128
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.	129 - 132
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 and to help make comparisons over time and with other governments.	133 - 135
Operating Information These schedules contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.	136 - 137

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

VILLAGE OF NEW LENOX, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
Net investment in Capital Assets	\$ 160,430,615	\$ 170,011,084	\$ 169,040,716	\$ 169,245,125	\$ 167,306,139	\$ 163,835,006	\$ 157,950,580	\$ 167,764,015	\$ 166,837,205	\$ 167,476,882
Restricted	658,123	179,839	-	5,059	96,614	468,308	326,032	2,846,465	3,983,333	804,702
Unrestricted (deficit)	2,572,360	4,208,413	2,905,794	1,145,698	1,093,787	4,246,193	10,451,485	1,957,146	3,929,706	(5,685,627)
Total Governmental Activities	\$ 163,661,098	\$ 174,399,336	\$ 171,946,510	\$ 170,395,882	\$ 168,496,540	\$ 168,549,507	\$ 168,728,097	\$ 172,567,626	\$ 174,750,244	\$ 162,595,957
Business-type Activities										
Net investment in Capital Assets	\$ 89,607,141	\$ 96,429,409	\$ 97,222,185	\$ 98,023,333	\$ 96,138,221	\$ 94,093,068	\$ 91,002,370	\$ 94,335,643	\$ 96,257,932	\$ 99,382,561
Restricted	200,586	208,817	211,374	-	-	-	-	-	-	-
Unrestricted	9,536,542	6,618,967	3,375,125	2,981,191	3,089,476	3,343,745	4,963,308	5,436,574	7,299,853	6,927,336
Total Business-type Activities	\$ 99,344,269	\$ 103,257,193	\$ 100,808,684	\$ 101,004,524	\$ 99,227,697	\$ 97,436,813	\$ 95,965,678	\$ 99,772,217	\$ 103,557,785	\$ 106,309,897
Primary Government										
Net investment in Capital Assets	\$ 250,037,756	\$ 266,440,493	\$ 266,262,901	\$ 267,268,458	\$ 263,444,360	\$ 257,928,074	\$ 248,952,950	\$ 262,099,658	\$ 263,095,137	\$ 266,859,443
Restricted	858,709	388,656	211,374	5,059	96,614	468,308	326,032	2,846,465	3,983,333	804,702
Unrestricted	12,108,902	10,827,380	6,280,919	4,126,889	4,183,263	7,589,938	15,414,793	7,393,720	11,229,559	1,241,709
Total Primary Government	\$ 263,005,367	\$ 277,656,529	\$ 272,755,194	\$ 271,400,406	\$ 267,724,237	\$ 265,986,320	\$ 264,693,775	\$ 272,339,843	\$ 278,308,029	\$ 268,905,854

Data Source

Audited Financial Statements

VILLAGE OF NEW LENOX, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental Activities										
General Government	\$ 7,596,326	\$ 7,838,941	\$ 7,322,378	\$ 9,088,508	\$ 8,650,501	\$ 6,064,921	\$ 6,587,278	\$ 5,882,195	\$ 6,194,525	\$ 7,131,650
Public Safety	4,635,599	5,215,325	5,486,457	5,253,681	5,607,288	6,068,649	5,534,627	6,981,919	7,308,070	8,999,970
Public Works	4,888,561	5,489,781	5,121,203	4,898,849	4,801,371	5,945,420	7,008,594	9,253,870	9,707,322	9,865,304
Interest	408,884	506,552	526,928	479,654	523,512	510,706	729,709	901,373	1,096,253	945,376
Total Governmental Activities Expenses	17,529,370	19,050,599	18,456,966	19,720,692	19,582,672	18,589,696	19,860,208	23,019,357	24,306,170	26,942,300
Business-type Activities										
Water & Sewer & Commuter Lot	10,304,315	11,726,267	12,307,481	11,890,006	12,142,700	12,069,424	12,843,506	13,680,902	14,186,817	14,762,300
Total Business-type Activities Expenses	10,304,315	11,726,267	12,307,481	11,890,006	12,142,700	12,069,424	12,843,506	13,680,902	14,186,817	14,762,300
Total Primary Government Expenses	\$ 27,833,685	\$ 30,776,866	\$ 30,764,447	\$ 31,610,698	\$ 31,725,372	\$ 30,659,120	\$ 32,703,714	\$ 36,700,259	\$ 38,492,987	\$ 41,704,600
Program Revenues										
Governmental Activities										
Charges for Services	\$ 834,693	\$ 768,695	\$ 2,896,527	\$ 3,039,174	\$ 3,256,471	\$ 3,074,085	\$ 2,961,144	\$ 3,714,057	\$ 3,296,372	\$ 3,107,259
Operating Grants and Contributions	11,130,364	7,918,683	4,423,394	3,076,280	2,398,281	1,669,989	2,215,154	2,584,244	3,132,022	2,352,978
Developer Contributions Related to Capital	17,691,162	12,472,072	25,100	2,255,286	788,663	32,005	28,500	5,010,052	4,021,064	3,333,924
Total Governmental Activities Program Revenues	29,656,219	21,159,450	7,345,021	8,370,740	6,443,415	4,776,079	5,204,798	11,308,353	10,449,458	8,794,161
Business-type Activities										
Charges for Services										
Public Works	8,204,701	7,734,077	7,693,409	8,143,558	8,484,681	9,419,077	11,064,195	12,436,453	13,265,571	13,964,856
Operating Grants and Contributions	-	-	-	-	-	161,206	37,500	-	-	-
Developer Contributions Related to Capital	11,498,510	7,692,051	2,172,426	3,917,559	1,864,926	684,180	470,745	4,978,089	4,719,929	5,260,932
Total Business-type Activities Program Revenues	19,703,211	15,426,128	9,865,835	12,061,117	10,349,607	10,264,463	11,572,440	17,414,542	17,985,500	19,225,788
Total Primary Government Program Revenues	\$ 49,359,430	\$ 36,585,578	\$ 17,210,856	\$ 20,431,857	\$ 16,793,022	\$ 15,040,542	\$ 16,777,238	\$ 28,722,895	\$ 28,434,958	\$ 28,019,949
Net (Expense) Revenue										
Governmental Activities	\$ 12,126,849	\$ 2,108,851	\$ (11,111,945)	\$ (11,349,952)	\$ (13,139,257)	\$ (13,813,617)	\$ (14,655,411)	\$ (11,711,004)	\$ (13,856,712)	\$ (18,148,139)
Business-type Activities	9,398,896	3,699,861	(2,441,646)	171,111	(1,793,093)	(1,804,961)	(1,271,066)	3,733,640	3,798,683	4,463,488
Total Primary Government Net (Expense) Revenue	\$ 21,525,745	\$ 5,808,712	\$ (13,553,591)	\$ (11,178,841)	\$ (14,932,350)	\$ (15,618,578)	\$ (15,926,477)	\$ (7,977,364)	\$ (10,058,029)	\$ (13,684,651)

VILLAGE OF NEW LENOX, ILLINOIS

CHANGE IN NET POSITION (continued)

Last Ten Fiscal Years

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	\$ 2,231,608	\$ 2,381,131	\$ 2,587,987	\$ 2,781,344	\$ 2,804,968	\$ 2,234,890	\$ 2,270,429	\$ 2,295,120	\$ 2,322,581	\$ 2,217,622
Sales	-	3,040,906	3,066,017	4,461,275	5,189,357	7,006,610	7,386,211	7,566,674	8,201,092	8,556,458
Utility	-	-	-	-	-	837,067	1,693,643	1,839,792	1,789,751	1,700,930
Income and Use	-	2,058,250	2,057,759	1,855,286	2,280,971	1,984,076	2,198,400	2,377,101	2,389,016	2,599,728
Other	-	361,243	405,686	23,462	28,618	486,281	483,118	1,121,280	598,555	711,748
Investment earnings	441,760	248,176	118,424	273,838	366,850	3,134	23,786	19,697	17,312	23,042
Reimbursed expenses	-	-	-	-	-	494,967	125,537	106,076	124,955	702,085
Special events	-	-	-	-	-	469,690	516,943	248,472	477,191	787,845
Miscellaneous	183,996	205,297	283,410	3,525	3,097	349,869	177,890	36,616	94,552	185,978
Transfers	4,815,639	334,384	139,836	400,594	566,054	-	82,620	(60,295)	24,325	718,735
Total Governmental Activities	7,673,003	8,629,387	8,659,119	9,799,324	11,239,915	13,866,584	14,958,577	15,550,533	16,039,330	18,204,171
Business-type Activities										
Investment Earnings	973,588	547,447	132,973	24,729	16,266	14,077	15,461	12,604	11,210	20,758
Transfers	(4,815,639)	(334,384)	(139,836)	-	-	-	(82,620)	60,295	(24,325)	(718,735)
Total Business-type Activities	(3,842,051)	213,063	(6,863)	24,729	16,266	14,077	(67,159)	72,899	(13,115)	(697,977)
Total Primary Government	\$ 3,830,952	\$ 8,842,450	\$ 8,652,256	\$ 9,824,053	\$ 11,256,181	\$ 13,880,661	\$ 14,891,418	\$ 15,623,432	\$ 16,026,215	\$ 17,506,194
Change in Net Position										
Governmental Activities	\$ 19,799,852	\$ 10,738,238	\$ (2,452,826)	\$ (1,550,628)	\$ (1,899,342)	\$ 52,967	\$ 303,166	\$ 3,839,529	\$ 2,182,618	\$ 56,032
Business-type Activities	5,556,845	3,912,924	(2,448,509)	195,840	(1,776,827)	(1,790,884)	(1,338,225)	3,806,539	3,785,568	3,765,511
Total Primary Government Change in Net Position	\$ 25,356,697	\$ 14,651,162	\$ (4,901,335)	\$ (1,354,788)	\$ (3,676,169)	\$ (1,737,917)	\$ (1,035,059)	\$ 7,646,068	\$ 5,968,186	\$ 3,821,543

Data Source

Audited Financial Statements

VILLAGE OF NEW LENOX, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Nonspendable-prepays	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,708	\$ 15,708	\$ 15,708	\$ 199,458	\$ 334,708
Restricted	-	-	-	-	-	122,851	87,325	78,187	58,616	29,014
Assigned	-	-	-	-	-	11,914	-	-	-	-
Unassigned	-	-	-	-	-	6,074,824	7,025,100	7,269,066	5,076,966	6,535,223
Reserved	243,148	145,569	268,650	221,450	15,708	-	-	-	-	-
Unreserved	2,275,426	1,390,063	526,162	834,208	2,912,538	-	-	-	-	-
Total General Fund	\$ 2,518,574	\$ 1,535,632	\$ 794,812	\$ 1,055,658	\$ 2,928,246	\$ 6,225,297	\$ 7,128,133	\$ 7,362,961	\$ 5,335,040	\$ 6,898,945
All Other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,839,108	\$ 2,250,000
Restricted	-	-	-	-	-	345,457	238,707	2,768,278	1,085,609	775,688
Committed	-	-	-	-	-	923,226	6,653,179	1,323,442	1,345,520	1,230,002
Unassigned	-	-	-	-	-	(65,726)	(64,350)	(45,383)	62,117	(51,251)
Reserved	124	124	-	-	-	-	-	-	-	-
Unreserved, reported in										
Special Revenue Funds	740,160	232,681	12,320	(52,004)	146,939	-	-	-	-	-
Debt Service Funds	-	-	-	-	-	-	-	-	-	-
Capital Project Funds	575,133	3,327,098	3,006,968	619,316	489,839	-	-	-	-	-
Total All Other Governmental Funds	\$ 1,315,417	\$ 3,559,903	\$ 3,019,288	\$ 567,312	\$ 636,778	\$ 1,202,957	\$ 6,827,536	\$ 4,046,337	\$ 5,332,354	\$ 4,204,439

Data Source

Audited Financial Statements

Note: GASB Statement No. 54 categories are applied prospectively starting with April 30, 2012

VILLAGE OF NEW LENOX, ILLINOIS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues										
Property Taxes	\$ 2,231,608	\$ 2,381,131	\$ 2,587,987	\$ 2,781,344	\$ 2,804,968	\$ 2,234,890	\$ 2,270,429	\$ 2,295,120	\$ 2,322,581	\$ 2,217,622
Utility taxes	-	-	-	-	-	837,067	1,693,643	1,839,792	1,789,751	1,700,930
Home rule sales tax, net	-	-	-	-	-	-	-	3,924,988	4,254,856	4,390,113
Intergovernmental	7,505,577	9,730,870	8,808,350	8,168,638	10,453,341	10,316,951	10,882,236	7,744,422	8,200,056	8,478,400
Licenses and Permits	791,258	908,931	962,934	825,661	783,524	669,396	605,285	897,083	887,978	800,740
Franchise Fees	-	-	-	-	-	1,159,283	1,211,158	1,157,098	1,125,817	1,127,472
Fines and Fees	2,543,302	2,441,013	2,225,484	2,366,138	2,198,244	2,128,737	2,079,114	2,536,052	2,302,432	2,306,519
Charges for Services	497,490	376,698	297,593	282,259	274,703	275,952	276,745	280,922	105,962	-
Developer Contributions	290,227	298,268	181,572	276,416	34,521	90,148	189,489	218,791	739,956	224,927
Interest	441,760	248,176	118,424	3,525	3,097	3,134	23,786	19,697	17,312	23,042
Miscellaneous	183,996	205,297	283,410	400,594	566,054	1,314,526	820,370	370,084	617,547	1,641,527
Total Revenues	14,485,218	16,590,384	15,465,754	15,104,575	17,118,452	19,030,084	20,052,255	21,284,049	22,364,248	22,911,292
Expenditures										
General Government	6,671,844	6,757,023	6,164,382	6,767,623	7,802,556	5,576,536	6,316,355	5,087,857	5,196,590	5,739,999
Public Safety	4,625,516	5,200,902	5,471,894	5,280,413	5,486,798	5,930,001	5,893,661	6,675,803	6,898,588	7,201,935
Public Works	2,203,417	2,297,610	1,822,008	1,492,096	1,361,354	2,518,045	3,737,638	5,043,565	4,897,540	5,163,774
Capital Outlay	12,593,737	4,119,668	2,114,108	2,535,814	260,629	258,548	4,395,400	14,626,400	8,837,110	1,637,659
Debt Service										
Principal	299,491	723,715	850,002	781,475	560,621	482,670	593,967	1,505,059	1,358,250	1,823,844
Interest, fiscal charges, and bond issuance costs	404,470	506,924	527,338	497,490	481,783	546,531	703,922	832,026	1,083,198	996,664
Total Expenditures	26,798,475	19,605,842	16,949,732	17,354,911	15,953,741	15,312,331	21,640,943	33,770,710	28,271,276	22,563,875
Excess of Revenues over (under) Expenditures	(12,313,257)	(3,015,458)	(1,483,978)	(2,250,336)	1,164,711	3,717,753	(1,588,688)	(12,486,661)	(5,907,028)	347,417
Other financing Sources (Uses)										
Sale of capital assets	-	-	-	-	-	-	-	21,080	79,151	34,381
Transfers In	6,427,240	1,910,904	1,700,535	1,417,076	935,972	1,378,497	3,714,639	5,063,300	7,703,671	5,338,012
Transfers Out	(1,611,601)	(1,576,520)	(1,560,699)	(1,417,076)	(935,972)	(1,378,497)	(3,632,019)	(5,123,595)	(7,679,346)	(4,619,277)
Bonds/Developer Notes Issued	-	3,700,000	-	-	777,343	-	13,777,821	9,979,505	5,061,648	-
Payment to bond escrow agent	-	-	-	-	-	-	(6,350,000)	-	-	-
Installment purchase contracts issued	334,446	242,618	62,707	59,206	-	145,477	605,662	-	-	303,314
Total Other Financing Sources (Uses)	5,150,085	4,277,002	202,543	59,206	777,343	145,477	8,116,103	9,940,290	5,165,124	1,056,430
Net Change in Fund Balances before special item	(7,163,172)	1,261,544	(1,281,435)	(2,191,130)	1,942,054	3,863,230	6,527,415	(2,546,371)	(741,904)	1,403,847
Special item, redevelopment cost	-	-	-	-	-	-	-	-	-	(967,857)
Net Change in Fund Balances	\$ (7,163,172)	\$ 1,261,544	\$ (1,281,435)	\$ (2,191,130)	\$ 1,942,054	\$ 3,863,230	\$ 6,527,415	\$ (2,546,371)	\$ (741,904)	\$ 435,990
Debt Service as a Percentage of Noncapital Expenditures	4.96%	7.95%	9.28%	8.63%	6.64%	8.12%	6.04%	6.97%	12.18%	13.19%

Data Source

Audited Financial Statements

VILLAGE OF NEW LENOX, ILLINOIS
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Other Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2006	\$ 582,148,025	\$ 45,903,269	\$ 30,582,211	\$ 1,501,987	\$ 660,135,492	0.2806	\$ 1,980,406,476	33.333%
2007	671,330,278	67,022,180	35,140,254	1,487,643	774,980,355	0.2619	2,324,941,065	33.333%
2008	708,565,698	85,012,086	38,495,363	1,415,836	833,488,983	0.2616	2,500,466,949	33.333%
2009	708,424,932	84,941,627	45,048,904	1,411,898	839,827,361	0.2615	2,519,482,083	33.333%
2010	692,431,327	94,256,176	43,569,409	1,433,894	831,690,806	0.2746	2,495,072,418	33.333%
2011	657,833,313	93,683,643	42,018,619	1,430,529	794,966,104	0.2938	2,384,898,312	33.333%
2012	624,371,681	103,632,282	42,665,989	1,612,924	772,282,876	0.3173	2,316,848,628	33.333%
2013	594,610,609	103,890,971	40,050,322	1,550,377	740,102,279	0.3441	2,220,306,837	33.333%
2014	600,640,693	103,987,263	39,084,816	1,444,337	745,157,109	0.3338	2,235,471,327	33.333%
2015	621,235,076	103,226,731	39,024,068	1,496,927	764,982,802	0.3358	2,294,948,406	33.333%

Data Source

Will County Clerk's Office-Tax Extension

Note: Property is assessed at 33 1/3 % of actual value; property tax rates are per \$100 of assessed valuation.
 The Statement requires that the information in this schedule be shown for each period for which levied and should be consistent with the periods shown in the schedule of direct and overlapping revenue rates and schedule of property tax levies and collections. Therefore, most Illinois governments should disclose this by the tax levy year, not the fiscal year.

VILLAGE OF NEW LENOX, ILLINOIS
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Village of New Lenox Direct Rate										
Pensions (IMRF, Police, Social Security)	0.2265	0.2128	0.2206	0.2263	0.2379	0.2412	0.2826	0.3042	0.3240	0.3308
Corporate	0.0262	0.0246	0.0170	0.0119	0.0127	0.0285	0.0094	0.0134	0.0051	0.0000
Audit	0.0046	0.0046	0.0054	0.0048	0.0053	0.0046	0.0052	0.0055	0.0047	0.0050
Garbage disposal	0.0233	0.0199	0.0186	0.0185	0.0187	0.0195	0.0201	0.0210	0.0000	0.0000
Total Village Direct Rate	0.2806	0.2619	0.2616	0.2615	0.2746	0.2938	0.3173	0.3441	0.3338	0.3358
Overlapping Governments (a)										
Will County incl. Forest Preserve District	0.6523	0.6367	0.6387	0.6543	0.6841	0.7244	0.7767	0.8186	0.8410	0.8295
New Lenox School District #122	2.9915	2.8371	2.9244	3.0229	3.1763	3.3846	3.6505	3.9260	4.0293	4.0494
Lincoln-Way High School #210	1.6098	1.5345	1.5442	1.6067	1.7045	1.8306	1.9190	2.0605	2.1394	2.1594
Joliet Jr. College #525	0.1936	0.1901	0.1896	0.2144	0.2270	0.2463	0.2768	0.2955	0.3085	0.3065
New Lenox Community Park District	0.2695	0.2504	0.2474	0.2467	0.2552	0.2686	0.2862	0.3043	0.2452	0.2446
New Lenox Public Library District	0.2034	0.1864	0.1810	0.1833	0.1920	0.2054	0.2213	0.2344	0.2427	0.2415
New Lenox Fire District	0.3092	0.2884	0.2906	0.2930	0.3080	0.3308	0.3600	0.3912	0.3954	0.3971
Township and All Other	0.2596	0.2361	0.2360	0.2374	0.2447	0.2560	0.2662	0.2860	0.2943	0.2947
Total Direct and Overlapping Rates	6.7695	6.4216	6.5135	6.7202	7.0664	7.5405	8.0740	8.6606	8.8296	8.8585

Data Source

Will County Clerk's Office-Tax Extension

Note: The Village basic property tax rate may be increased only by a majority vote of the Village's residents. Rates for debt service are set based on each year's requirements.

(a) Overlapping government rates are those of local and county governments that apply to property owners within the Village. Not all overlapping rates apply to all Village property owners; for example, although the county property tax rates apply to all Village property owners, other rates (i.e., certain school districts) may apply to only certain property in the Village.

VILLAGE OF NEW LENOX, ILLINOIS
 PRINCIPAL PROPERTY TAX PAYERS
 CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Silver Cross Hospital & Medical Center	\$ 9,257,660	1	1.21%	\$ -	-	0.00%
2400 Haven LLC (Michael's Distribution Center)	7,000,000	2	0.92%	-	-	0.00%
Cherry Hill LLC	6,295,130	3	0.82%	10,370,842	1	1.80%
Wal-Mart Stores, Inc.	5,500,000	4	0.72%	-	-	0.00%
Hart Illinois Industrial LLC (Rock Tenn)	4,975,000	5	0.65%	-	-	0.00%
Metro Chicago Industrial Acquisition Corp.	4,820,000	6	0.63%	2,852,640	5	0.49%
Century Oaks LLC	3,955,550	7	0.52%	-	-	0.00%
Target Corporations	3,301,922	8	0.43%	3,683,258	4	0.64%
Lowe's Home Centers Inc.	2,900,000	9	0.38%	3,726,200	3	0.65%
Agree New Lenox 2 LLC (Shopping Center)	2,049,590	10	0.27%	-	-	0.00%
Lexington Lion	-	-	0.00%	6,428,507	2	1.11%
Acme Markets (Jewel Food Store)	-	-	0.00%	2,461,523	6	0.43%
Kerasotes Showplace Theatres	-	-	0.00%	2,018,598	7	0.35%
Walgreens	-	-	0.00%	1,893,152	8	0.33%
Kmart Corporation	-	-	0.00%	1,481,171	9	0.26%
TJ Cachey Builders, Inc.	-	-	0.00%	1,364,343	10	0.24%
	<u>\$ 50,054,852</u>		<u>6.54%</u>	<u>\$ 36,280,234</u>		<u>6.29%</u>

Data Source

Office of the County Clerk & New Lenox Township Tax Assessor

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Additionally, Silver Cross Hospital & Medical Center is tax exempt except for the taxable portion listed above.

VILLAGE OF NEW LENOX, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year after the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	\$ 2,385,594	\$ 2,380,172	99.77%	652	\$ 2,380,824	99.80%
2007	2,597,171	2,586,376	99.58%	1,340	2,587,716	99.64%
2008	2,792,414	2,779,329	99.53%	612	2,779,941	99.55%
2009	2,811,736	2,804,012	99.73%	4,555	2,808,567	99.89%
2010	2,961,653	2,934,635	99.09%	620	2,935,254	99.11%
2011	3,047,478	3,042,734	99.84%	-	3,042,734	99.84%
2012	3,165,790	3,145,897	99.37%	-	3,145,897	99.37%
2013	3,280,082	3,273,310	99.79%	-	3,273,310	99.79%
2014	3,241,295	3,233,213	99.75%	-	3,233,213	99.75%
2015	3,353,893	-	N/A	-	-	0.00%

Data Source

Will County Clerk's Office-Tax Extension

Note: Property is assessed at 33 1/3 % of actual value; property tax rates are per \$100 of assessed valuation.

The Statement requires that the information in this schedule be shown for each period for which levied and should be consistent with the periods shown in the schedule of direct and overlapping revenue rates and schedule of property tax levies and collections. Therefore, most Illinois governments should disclose this by the tax levy year, not the fiscal year.

VILLAGE OF NEW LENOX, ILLINOIS
 SALES TAX BASE AND NUMBER OF PRINCIPAL PAYERS
 TAXABLE SALES BY CATEGORY

Last Ten Calendar Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Merchandise	\$ 263,832	\$ 206,623	\$ 222,112	\$ 174,591	\$ 290,193	\$ 579,298	\$ 780,631	\$ 771,759	\$ 771,232	\$ 783,003
Food	511,548	616,556	649,485	669,427	595,843	583,620	576,072	552,426	597,372	626,609
Drinking and Eating Places	294,008	339,728	368,734	395,536	369,621	394,447	437,417	468,686	509,831	577,631
Apparel	4,941	4,580	3,987	2,324	1,855	140,136	1,242	2,394	16,696	41,440
Furniture & H.H. & Radio	146,941	157,933	148,802	137,159	164,149	144,163	137,211	140,582	135,710	148,275
Lumber, Building, Hardware	372,924	22,436	174,838	135,221	135,582	123,988	114,766	133,042	143,793	162,413
Automobile and Filling Stations	301,372	322,104	359,521	345,050	373,401	492,214	504,446	508,235	581,853	546,951
Drugs and Miscellaneous Retail	504,030	588,729	588,600	565,935	519,014	537,382	612,826	651,144	684,924	673,281
Agriculture and All Others	365,876	347,814	324,098	245,843	291,903	272,350	254,639	310,054	342,556	497,662
Manufacturers	493,590	376,239	254,742	134,116	108,562	105,820	106,805	109,293	63,431	75,474
Total	\$ 3,259,062	\$ 2,982,742	\$ 3,094,919	\$ 2,805,202	\$ 2,850,123	\$ 3,373,418	\$ 3,526,055	\$ 3,647,615	\$ 3,847,398	\$ 4,132,739
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Data Source

Illinois Department of Revenue

VILLAGE OF NEW LENOX, ILLINOIS
 LOCAL AND OTHER TAX DISTRICTS SALES TAX RATES
 Last Ten Fiscal Years

Fiscal Year	Village Direct Rate	Village Home Rule Rate	Will County Rate	Regional Transportation Authority Rate	State Rate	Total Rate
2006	1.00%	0.00%	0.25%	0.25%	5.00%	6.50%
2007	1.00%	0.00%	0.25%	0.25%	5.00%	6.50%
2008	1.00%	0.00%	0.50%	0.50%	5.00%	7.00%
2009	1.00%	1.00%	0.50%	0.50%	5.00%	8.00%
2010	1.00%	1.00%	0.50%	0.50%	5.00%	8.00%
2011	1.00%	1.50%	0.50%	0.50%	5.00%	8.50%
2012	1.00%	1.50%	0.50%	0.50%	5.00%	8.50%
2013	1.00%	1.50%	0.50%	0.50%	5.00%	8.50%
2014	1.00%	1.50%	0.50%	0.50%	5.00%	8.50%
2015	1.00%	1.50%	0.50%	0.50%	5.00%	8.50%

Data Source

Village and County Records

Note: The above tax rates are for General Merchandise.

The tax rate for Will County and the Regional Transportation Authority increased April 1, 2008 (fiscal year 2009) from .25% to .50%.

The Village Home Rule sales tax rate became effective July 1, 2009 at a rate of 1.00% and increased to 1.50% on January 1, 2012.

VILLAGE OF NEW LENOX, ILLINOIS
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities				Business-Type Activities			Total Primary Government	Ratio of Total Outstanding Debt To Equalized Assessed Valuation*	Total Outstanding Debt To Personal Income	Total Outstanding Debt Per Capita*
	General Obligation Bonds	Installment Purchase Contracts	Developer Note	Intergovernmental Loan	General Obligation Bonds	Installment Purchase Contracts	IEPA Loans				
2007	\$ 9,500,000	\$ 762,401	\$ 254,900	\$ -	\$ 18,894,263	\$ 84,330	\$ 11,901,103	\$ 41,396,997	6.27%	5.93%	\$ 1,721
2008	12,800,000	805,669	130,535	-	17,768,680	189,322	11,079,924	42,774,130	5.52%	6.08%	1,764.39
2009	12,300,000	648,909	-	-	16,908,096	144,294	10,235,446	40,236,745	4.83%	5.68%	1,647.97
2010	11,770,000	456,640	-	1,400,000	19,763,851	110,892	6,276,339	39,777,722	4.74%	5.28%	1,630.64
2011	12,330,000	276,019	-	1,350,000	19,901,141	55,344	5,774,880	39,687,384	4.77%	5.25%	1,620.82
2012	12,060,000	308,826	-	1,250,000	20,000,551	84,172	5,260,628	38,964,177	4.90%	4.92%	1,578.01
2013	19,046,400	745,521	-	1,150,000	21,260,958	256,722	4,733,257	47,192,858	6.11%	5.58%	1,882.44
2014	27,937,418	464,039	-	-	20,662,582	154,906	4,192,433	53,411,378	7.22%	6.23%	2,092.27
2015	32,317,510	198,976	-	-	19,827,127	60,063	3,637,812	56,041,488	7.52%	6.26%	2,150.48
2016	30,656,442	295,522	-	-	18,871,505	-	3,069,042	52,892,511	6.91%	5.67%	1,990.31

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

* See the Schedule of Demographic and Economic Statistics on page 133 for equalized assessed valuation of property and population data.

VILLAGE OF NEW LENOX, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
2007	\$ 28,394,263	4.30%	\$ 1,180
2008	30,568,680	3.94%	1,260.93
2009	29,208,096	3.50%	1,196.27
2010	31,533,851	3.75%	1,292.69
2011	32,231,141	3.88%	1,316.31
2012	32,060,551	4.03%	1,298.42
2013	40,307,358	5.22%	1,607.79
2014	48,600,000	6.57%	1,903.79
2015	52,144,637	7.00%	2,000.95
2016	49,527,947	6.47%	1,863.70

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

* See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 123 for property value data.

Per Capita information based on special census, federal census and estimates.

VILLAGE OF NEW LENOX, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of April 30, 2016

Governmental unit	Gross Debt	Percentage Debt Applicable to the Village of New Lenox*	Village of New Lenox Share of Debt
SCHOOLS:			
Elementary Schools:			
New Lenox Elementary School District No. 122	\$ 142,474,951	61.224%	\$ 87,228,864
Union School District No. 81	910,000	15.329%	139,494
Joliet School District No. 86	45,941,790	0.018%	8,270
Manhattan School District No. 114	10,579,779	0.020%	2,116
Frankfort School District No. 157-C	21,465,000	0.001%	215
High School Districts:			
Lincoln-Way High School District No. 210	253,069,161	21.174%	53,584,864
Lockport Township High School District No. 205	4,235,000	0.131%	5,548
Joliet Township High School District No. 204	94,180,000	0.262%	246,752
Community College District:			
Joliet Junior College No. 525	79,505,000	4.207%	3,344,775
Total Schools			<u>144,560,897</u>
OTHER THAN SCHOOLS:			
Will County including Forest Preserve District Park Districts:	125,014,709	4.133%	5,166,858
New Lenox Community	357,000	64.720%	231,050
Joliet	17,365,000	0.031%	5,383
Mokena Community	8,248,000	0.084%	6,928
New Lenox Public Library District	3,715,000	64.638%	2,401,302
Homer Township Public Library District	2,665,000	0.229%	6,103
Total Other Than Schools			<u>7,817,624</u>
Village's share of Total Overlapping Debt	<u>809,725,390</u>		<u>152,378,521</u>
Village of New Lenox direct debt	<u>30,951,964</u>	100.000%	<u>30,951,964</u>
Total direct and overlapping debt	<u>\$ 840,677,354</u>		<u>\$ 183,330,485</u>

* Determined by ratio of assessed valuation of property subject to taxation in the Village of New Lenox to valuation of property subject to taxation in overlapping unit using 2014 valuations.

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 outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of New Lenox. 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.

VILLAGE OF NEW LENOX, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Fiscal Years 2002-2008

	2002	2003	2004	Fiscal Year 2005	2006	2007	2008
Debt limit	\$ 30,104,028	\$ 33,053,957	\$ 38,208,503	\$ 44,076,850	\$ 49,753,947	\$ 56,936,686	\$ 66,842,056
Total net debt applicable to limit	6,095,967	38,305	30,183	21,596	12,498	-	-
Legal debt margin	<u>\$ 24,008,061</u>	<u>\$ 33,015,652</u>	<u>\$ 38,178,320</u>	<u>\$ 44,055,254</u>	<u>\$ 49,741,449</u>	<u>\$ 56,936,686</u>	<u>\$ 66,842,056</u>
Total net debt applicable to the limit as a percentage of debt limit	20.25%	0.12%	0.08%	0.05%	0.03%	0.00%	0.00%

Note: Legal debt margin from 2002-2008 was 8.625%

The Village became home rule in 2009 and thus is no longer required to present legal debt margin information after 2008.

VILLAGE OF NEW LENOX, ILLINOIS
DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population		Personal Income (in thousands)		Per Capita Personal Income	Equalized Assessed Value (EAV)		Per Capita EAV	Unemployment Rate
2007	24,055	(A)	\$ 697,932	\$	29,014	\$ 660,135,492	\$	27,443	5.3%
2008	24,243	(E)	703,386		29,014	774,980,355		31,967	6.4%
2009	24,416	(E)	708,406		29,014	833,488,983		34,137	11.5%
2010	24,394	(A)	753,653		30,895	839,827,361		34,428	11.0%
2011	24,486	(E)	756,495		30,895	831,690,806		33,966	10.1%
2012	24,692	(E)	792,564		32,098	794,966,104		32,195	8.8%
2013	25,070	(E)	846,113		33,750	772,282,876		30,805	8.7%
2014	25,528	(E)	857,256		33,581	740,102,279		28,992	7.8%
2015	26,060	(E)	895,369		34,358	745,157,109		28,594	6.2%
2016	26,575	(E)	932,198		35,078	764,982,802		28,786	6.4%

(A) Actual
(E) Estimate

Note: Personal income is based on the census

VILLAGE OF NEW LENOX, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2016			2007		
	Employees	Rank	% of Total Village Population	Employees	Rank	% of Total Village Population
Silver Cross Hospital	2,400	1	9.03%	-	-	-
New Lenox School District No. 122	650	2	2.45%	665	2	2.65%
Lincoln Way High School District No. 210*	450	3	1.69%	697	1	2.78%
Jewel-Osco (2 stores in 2013)	400	4	1.51%	350	3	1.40%
Michaels Craft Store Distribution Center	325	5	1.22%	178	5	0.71%
Trinity Services Inc.	275	6	1.03%	-	-	-
Walmart	246	7	0.93%	-	-	-
New Lenox Community Park District	228	8	0.86%	-	-	-
West Rock (Rock Tenn)	176	9	0.66%	-	-	-
Target	153	10	0.58%	-	-	-
Providence Catholic High School	-	-	0.00%	120	7	0.48%
Tri-Star Cabinet & Top, Inc.	-	-	0.00%	140	6	0.56%
Panduit Corporation	-	-	0.00%	200	4	0.80%
Schuld, Inc.	-	-	-	95	8	0.38%
Harris Bank N.A. (formerly New Lenox State Bank)	-	-	-	85	9	0.34%
Riverton Cabinetry	-	-	-	75	10	0.30%
	<u>5,303</u>		<u>19.95%</u>	<u>2,605</u>		<u>10.40%</u>

Data Source

* 2007: New Lenox and Frankfort campuses; 2016: Central and West Campuses in New Lenox only

2016 Data: Telephone canvass of employers performed May 2016

2007 Data: Telephone canvass of employers performed May 2007

VILLAGE OF NEW LENOX, ILLINOIS
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government*										
Board	2	2	2	2	2	2	2	0	0	0
Administration	9	9	9	9	9	10	10	12	11	13
Community Development	12	12	11	11	8	8	8	14	14	13
Engineering	4	6	6	6	5	4	4	0	0	0
Economic Development	1	1	1	1	1	1	1	0	0	0
Community Access Television	0	0	0	1	1	1	1	0	0	0
Public Safety										
Police										
Officers	39	40	40	40	37	37	37	37	37	38
Civilians	6	4	4	4	4	4	4	5	5	5
Public Works										
Public Works Administration	4	2	2	2	2	3	3	3	3	4.19
Streets Department	12	12	12	12	9	12	12	6.25	6.25	4
Parkway Maintenance	0	0	0	0	0	0	0	4	4	5.25
Building Maintenance	0	0	0	0	0	0	0	3	3	3
Traffic Control	0	0	0	0	0	0	0	0.75	0.75	0.5
Stormwater System Maint.	0	0	0	0	0	0	0	1.5	1.5	1
Street Lighting	0	0	0	0	0	0	0	0.25	0.25	0.25
Vehicle Maintenance	2	2	2	2	2	2	2	2	2	2
Commuter Parking Lot	1	1	1	1	1	1	1	0	0	0
Waterworks & Sewerage										
Water	9	9	10	10	8	8	8	9	9	9
Sewer	11	11	11	11	11	11	11	11.25	12	12.56
Total	112	111	111	112	100	104	104	109	109	110

Data Source

Village Finance Department

VILLAGE OF NEW LENOX, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government										
Community Development										
Building permits issued (New)	164	143	44	24	28	75	122	184	167	172
Public Safety										
Police										
Physical arrests	851	691	1,087	992	896	837	885	1,096	940	945
Local Ordinance violations	370	314	405	214	192	128	170	145	124	97
Parking violations	2,818	3,590	2,744	2,317	2,032	1,571	1,525	938	1,103	683
Traffic violations	6,484	6,477	4,570	4,318	4,398	4,709	5,327	4,115	2,610	2,311
Calls for Service	20,666	30,087	35,238	45,416	50,908	50,990	36,375	31,748	27,630	25,245
Public Works										
Streets										
Streetlights repair	179	234	181	160	99	93	169	178	165	82
Potholes repaired	16	19	24	47	28	35	24	34	35	11
Water										
Number of Customers	7,278	7,421	7,465	7,489	7,517	7,592	7,705	7,889	8,064	8,233
New Connections (tap-ons)	7,278	143	44	24	28	75	113	184	175	169
Average daily consumption*	3,780	2,172	3,992	3,731	3,735	3,652	4,008	2,186	1,999	2,029
Wastewater										
Total gallons sewer treated**	1,222	1,052	1,165	1,077	1,016	1,083	1,027	1,084	1,188	1,250

* (thousands of gallons)

** (millions of gallons)

Data Source

Village Department annual reports

VILLAGE OF NEW LENOX, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	19	22	22	23	25	25	30	31	30	30
Public Works										
Streets										
Streets (miles)	120	125	127	127	127	127	127	135	136	138
Streetlights	611	671	671	686	686	686	686	717	748	770
Water										
Water mains (miles)	107	112	126	142	144	144	145	164	172	159
Storage capacity*	8,300	8,300	8,300	8,300	8,300	8,300	8,300	8,300	8,300	8,300
Wastewater										
Sanitary sewers (miles)	101	107	116	117	118	119	120	126	127	128
Storm sewers (miles)	39	46	46	47	47	47	47	51	69	69
Treatment capacity*	3,660	3,660	3,660	3,660	3,660	3,660	3,660	3,660	3,660	3,660

Data Source

Various village departments

* (thousands of gallons)