

VILLAGE OF BRIDGEVIEW, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

DECEMBER 31, 2014



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS

ANNUAL FINANCIAL REPORT

December 31, 2014

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FINANCIAL SECTION



BRIDGEVIEW, ILLINOIS

INDEPENDENT AUDITORS' REPORT



BRIDGEVIEW, ILLINOIS

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CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Honorable President and Board of Trustees
Village of Bridgeview, 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 Bridgeview, Illinois as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Village of Bridgeview, Illinois' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Bridgeview, Illinois, as of December 31, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

In the prior year, the Capital Projects 71st Underpass Fund was reported as a major fund in accordance with Governmental Accounting Standards Board Statement No. 34. This fund is no longer considered to be major and is now included in the Nonmajor Governmental Funds Column of the Governmental Funds financial statements. In the current year, the 103rd St & 76th Ave TIF Fund, which was reported as a non-major fund in the prior year, now meets the qualifications for reporting as a major fund. 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 the management's discussion and analysis, schedules of funding progress and employer contributions for pensions and other postemployment benefits and budgetary comparison information on pages 3–14 and 64-69 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Bridgeview, Illinois' basic financial statements. The combining fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2015, on our consideration of the Village of Bridgeview, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village of Bridgeview, Illinois' internal control over financial reporting and compliance.

JW & Associates, P.C.

South Chicago Heights, Illinois
June 24, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

As management of the Village of Bridgeview (the "Village") we offer readers a discussion and analysis of the Village's financial performance that provides an overview of the financial activities, and identifies changes in the Village's financial position for the year ended December 31, 2014. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, it should be read in conjunction with the Village's financial statements.

Financial Highlights

- The Village's net position as of December 31, 2014 is (\$42,915,318) as compared to (\$31,605,640) in the prior year. Governmental net position was (\$58,286,457) and business-type activities were \$15,371,139.
- During the year, the Village's Governmental revenues, totaled \$33,719,524 and expenses totaled, \$44,350,584 resulting in a decrease in net position of (\$10,631,565).
- The Village's business-type activities, revenues were \$5,197,298 and expenses were \$5,875,411 resulting with a decrease in net position of (\$678,113).

Overview of the Financial Statements

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

**Using the Financial Section
of this Annual Report**

The financial statement's focus is on the Village as a whole and on the major individual funds. Both perspectives allow the readers to address relevant questions, broaden the basis for comparison and enhance the reader's understanding of the statements.

Village-wide Financial Statements

The Village-wide financial statements are designed to be corporate like. Governmental and business type activities are consolidated into columns, which add to a total of governmental activities.

The Statement of the Net Position combines and consolidates governmental fund's current financial resources with capital assets and long term obligations. It uses the accrual basis of accounting and economic resources measurement focus. The Statement of Net Position can be found on page 15 of this report.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

The Statement of Activities is focused on both the growth and the new costs of various activities. These activities are supported by the government's general taxes and other resources. This is intended to summarize and simplify the users' analysis of the costs of various governmental services. The Statement of Activities can be found on page 16 of this report.

The governmental activities reflect the Village's basic services, which are general government, public safety, public works, and other services. Property taxes, shared state taxes and other taxes finance the majority of these services.

The business type activities reflect private sector type operations where the fee for service covers most of the costs of operation including depreciation.

Fund Financial Statements

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

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

The governmental fund presentation is presented on a current financial resources focus. This is the manner in which the financial plan is usually developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of the 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 total column of the enterprise funds financial statements are the same as the business type activities column on the Village-wide financial statements, the governmental funds total column requires reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and interfund transfers as other sources and uses as well as capital expenditures and bond principal payments as expenditures. The reconciliations eliminate these transactions and incorporate the capital assets and long term obligations into the governmental activities column in Village-wide statements. The fund financial statements can be found on pages 17-23 of this report.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

The Village as Trustee

The Village is the trustee, or fiduciary, for its police and fire pension plans. All of the Village's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position. The Village excludes these activities from the Village's other financial statements because the Village cannot use these assets to finance its operations. The Village is responsible for ensuring that assets reported in this fund are used for their intended purposes. The fiduciary fund financial statements can be found on pages 24 and 25 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements are located directly after the financial statements.

Other Information

In addition to the basic financial statements this report also includes certain required supplementary information related to the budgetary information and the Village's funding progress in funding its obligation to provide pension benefits to its employees. Non-major fund information can be found immediately following the required supplementary information.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

FINANCIAL ANALYSIS OF THE VILLAGE'S GOVERNMENT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

The following chart reflects the Condensed Statement of Net Position:

CONDENSED STATEMENT OF NET POSITION

December 31, 2014 and 2013

(in thousands)	Governmental Activities 12/31/2014	Governmental Activities 12/31/2013	Increase (Decrease)
Assets:			
Current assets	\$ 24,095	\$ 27,365	\$ (3,270)
Non-current assets	179,326	183,030	(3,704)
Total assets	<u>203,421</u>	<u>210,395</u>	<u>(6,974)</u>
Deferred outflows	<u>3,185</u>	<u>3,462</u>	<u>(277)</u>
Liabilities:			
Current liabilities	10,535	10,424	111
Non-current liabilities	243,066	241,010	2,056
Total liabilities	<u>253,601</u>	<u>251,434</u>	<u>2,167</u>
Deferred inflows	<u>11,291</u>	<u>10,077</u>	<u>1,214</u>
Net position:			
Net investment in capital assets	(56,363)	(50,660)	(5,703)
Restricted	4,501	3,554	947
Unrestricted	(6,424)	(548)	(5,876)
Total net position	<u>\$ (58,286)</u>	<u>\$ (47,654)</u>	<u>\$ (10,632)</u>

The 2014 assets as described above are composed of cash and investments valued at \$7.27 million (4% of total assets), \$14.97 million of intergovernmental and taxes receivable (7% of total assets) and capital assets net of accumulated depreciation of \$179.33 million (88% of total assets). The liabilities as described above are composed of accounts payable of \$1.9 million (0.7% of total liabilities), accrued payroll and other liabilities of \$4.6 million (1.8% of total liabilities), \$4.0 million of long term debt due within one year (1.6% of total liabilities) and \$243 million of long term debt due in more than one year (95.9% of total liabilities). Non-current assets are down by \$3.7 million due primarily to depreciation expense being greater than new asset additions. Current assets are down by \$3.3 million as a result of cash and investment balance being down by \$3.4 million from the previous year. Deferred outflows are the result of a call premium on the refunding of the 2011 bonds. The decrease is due to annual amortization. Non-current liabilities have increased \$2.1 million as a result of two new general obligation debt issuances in FY 2014.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

Statement of Activities

Governmental activities are broken out by functional area for program revenues and expenses: General Government, Public Safety, Public Works, Culture and Recreation, and Interest on Debt. General revenues are separated by property taxes, public service taxes, investment earnings, miscellaneous revenues and transfers.

CONDENSED STATEMENT OF ACTIVITIES

(in thousands)	Governmental Activities 12/31/2014	Governmental Activities 12/31/2013	Increase (Decrease)
Revenues:			
Program Revenues:			
Charges for services	\$ 7,748	\$ 8,459	\$ (711)
Operating grants and contributions	831	874	(43)
Capital grants and contributions	1,969	18,652	(16,683)
General Revenues:			
Taxes	23,107	23,452	(345)
Unrestricted Investment Earnings	31	28	3
Miscellaneous revenues	144	191	(47)
Gain/(Loss)	(111)	-	(111)
Total revenues	<u>33,719</u>	<u>51,656</u>	<u>(17,937)</u>
Expenses:			
General government	12,813	10,630	2,183
Public safety	8,131	8,110	21
Highway and streets	3,175	1,584	1,591
Culture and recreation	5,801	6,431	(630)
Other	1,009	1,054	(45)
Interest on long-term debt	13,421	12,839	582
Total expenses	<u>44,350</u>	<u>40,648</u>	<u>3,702</u>
Excess (deficiency) of revenues over expenses	(10,631)	11,008	(21,639)
Transfers and special items			
Transfers	-	353	(353)
Total transfers and special items	<u>-</u>	<u>353</u>	<u>(353)</u>
Change in net position	<u>(10,631)</u>	<u>11,361</u>	<u>(21,992)</u>
Net position - beginning	<u>(47,655)</u>	<u>(59,016)</u>	<u>11,361</u>
Net position - ending	<u><u>\$ (58,286)</u></u>	<u><u>\$ (47,655)</u></u>	<u><u>\$ (10,631)</u></u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

Total revenues for fiscal 2014 decreased by \$17.9 million from the prior year. The most significant changes was the decrease in capital grants and contributions by nearly \$16.7 million. This was mainly due to the completion of the 71st Street Underpass in the prior year and the recording of a contribution for the portion paid directly by the State to the contractor for construction costs in the amount of \$12 million. Charges for services also decreased by nearly \$0.7 million.

Total expenses for fiscal 2014 increased by \$3.7 million. The most significant changes within expenses were an increase in general government expenses of \$2.2 million, an increase in highways and streets of \$1.6 million and an increase in interest expense of \$0.5 million.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

ENTERPRISE FUNDS

Statement of Net Position

The following chart reflects the condensed Statement of Net Position:

CONDENSED STATEMENT OF NET POSITION

	Business-Type Activities <u>12/31/2014</u>	Business-Type Activities <u>12/31/2013</u>	Increase (Decrease)
(in thousands)			
Assets:			
Current assets	\$ 1,038	\$ 908	\$ 130
Non-current assets	<u>15,430</u>	<u>15,908</u>	<u>(478)</u>
Total assets	<u>16,468</u>	<u>16,816</u>	<u>(348)</u>
Liabilities:			
Current liabilities	835	629	206
Non-current liabilities	<u>262</u>	<u>137</u>	<u>125</u>
Total liabilities	<u>1,097</u>	<u>766</u>	<u>331</u>
Net Position:			
Net investment in capital assets	15,256	15,908	(652)
Unrestricted	<u>115</u>	<u>141</u>	<u>(26)</u>
Total net position	<u>\$ 15,371</u>	<u>\$ 16,049</u>	<u>\$ (678)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

The most significant change in the net position of the enterprise funds is in non-current assets. These decreased from 2013 to 2014 due to depreciation expense. Current assets and liabilities increased due to a receivable of IEPA loan proceeds and payables associated with project costs for the project funded by those proceeds.

CONDENSED STATEMENT OF ACTIVITIES

	Business-Type Activities <u>12/31/2014</u>	Business-Type Activities <u>12/31/2013</u>	Increase (Decrease)
(in thousands)			
Revenues:			
Program Revenues			
Charges for services	\$ 5,108	\$ 4,662	\$ 446
General revenues:			
Transfers	-	(353)	353
Miscellaneous	94	84	10
Interest Income (Expense)	(5)	(5)	-
Total revenues	<u>5,197</u>	<u>4,388</u>	<u>809</u>
Expenses:			
Water	4,737	4,254	483
Sewer	<u>1,138</u>	<u>1,081</u>	<u>57</u>
Total expenses	<u>5,875</u>	<u>5,335</u>	<u>540</u>
Change in net position	(678)	(947)	269
Net position beginning of year	16,049	16,996	(947)
Net position end of year	<u>\$ 15,371</u>	<u>\$ 16,049</u>	<u>\$ (678)</u>

The most significant changes in water and sewer fund operations were increases in water costs of about \$300,000 in water purchase costs. The Village saw a corresponding increase in water revenues of nearly \$385,000. There were no transfers to governmental funds during the fiscal year.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

The major governmental funds are: General Fund, General Obligation Fund, 103rd Street and 76th Avenue TIF Fund, and the Bridgeview Stadium. All other governmental funds are shown as non-major. In the prior year, the Capital Projects 71st St. Underpass Fund was accounted for as a major fund but no longer is required to be reported as major in the current year.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

Overall revenue in the governmental funds decreased by \$16.9 million, or 33%. The primary cause of the decrease was a \$17.2 million decrease in revenues in the Capital Projects 71st Street Underpass fund. This is the result of the completion and accounting for the 71st Street underpass in the previous year. In addition, total stadium revenues decreased by \$625,000 or 13%. Sales tax revenues increased by nearly \$990,000, or 11%, as the Village continues to benefit from the addition of a major retailer returning to the Village and the expiration of a sales tax TIF in the previous year.

Expenditures have decreased by \$13.7 million or 16% primarily due to the \$17.7 million decrease in expenditures related to the 71st Street underpass project as previously noted. Debt service payments increased by \$2.5 million primarily due to a refunding of the 2008A-1 and 2008A-2 bonds as well as additional principal paid for 2004 senior lien revenue bonds in the 103rd Street and 76th Avenue TIF Fund.

Budgetary Highlights

The Village adopts a cash basis budget on an annual basis. All departments submit funding requests to the Mayor so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year, and requests for the next fiscal year. The proposed budget is present to the Village Board for review, at which time public hearings are held and the budget is then adopted. A condensed budget and actual comparison is provided for the General Fund. The detailed Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual can be found in the required supplementary information of this report.

**CONDENSED SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE- BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2014**

<u>General Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
(in thousands)			
Revenues	\$ 18,442	\$ 18,507	\$ 65
Expenditures	(19,940)	(21,666)	(1,726)
Net transfers/other sources/uses	<u>1,498</u>	<u>1,455</u>	<u>(43)</u>
Net change in fund balance	<u>-</u>	<u>(1,704)</u>	<u>(1,704)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

The major variances between actual and budget include the following:

- The Village leased a pumper truck in the amount of \$377,000. To properly record the lease, the Village recorded lease proceeds and capital outlay for this amount. The capital outlay for this amount was not budgeted.
- Expenditures are over budget by \$624,000 in administrative costs, \$298,000 in public works and \$464,000 in capital outlay.

CAPITAL ASSETS

The Village's investment in capital assets for its governmental and business-type activities as of December 31, is shown below (net of accumulated depreciation). See the notes to the financial statements for more detailed information.

Change in Capital Assets, Net of Accumulated Depreciation

Governmental Activities
(in thousands)

	Balance December 31, 2013	Balance December 31, 2014	Increase/ (Decrease)
Land	\$ 39,645	\$ 39,206	\$ (439)
Construction in progress	-	165	165
Infrastructure	49,441	50,229	788
Land improvements	749	783	34
Buildings	130,982	131,129	147
Equipment	8,196	8,691	495
Accumulated Depreciation	(46,123)	(50,877)	(4,754)
	<u>\$ 182,890</u>	<u>\$ 179,326</u>	<u>\$ (3,564)</u>
Total capital assets, net	<u>\$ 182,890</u>	<u>\$ 179,326</u>	<u>\$ (3,564)</u>

Business-Type Activities

	Balance December 31, 2013	Balance December 31, 2014	Increase/ (Decrease)
Construction in progress	\$ -	\$ 174	\$ 174
Infrastructure	23,167	23,167	-
Land improvements	553	553	-
Buildings	1,331	1,331	-
Equipment	3,045	3,045	-
Accumulated Depreciation	(12,188)	(12,840)	(652)
	<u>\$ 15,908</u>	<u>\$ 15,430</u>	<u>\$ (478)</u>
Total capital assets, net	<u>\$ 15,908</u>	<u>\$ 15,430</u>	<u>\$ (478)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

Additional underpass infrastructure improvements were made during the fiscal year in the amount of \$788,000 in governmental activities. Purchases of vehicles and other equipment also occurred during the fiscal year. Only construction in progress in the amount of \$174,000 occurred in business-type activities for infrastructure projects paid with proceeds from the Illinois Environmental Protection Agency loan program.

DEBT ADMINISTRATION

At December 31, 2014, the Village had outstanding debt as follows:

Governmental Activities:	
2003 General Obligation Bonds	\$ 1,400,000
2005 General Obligations Bonds	122,585,000
2008 A&B General Obligations Bonds	25,000,000
2011A General Obligation Bonds	2,360,000
2012 General Obligation Bonds	27,215,000
2013A General Obligation Bonds	23,965,000
2014A General Obligation Bonds	27,475,000
2014C General Obligation Bonds	2,860,000
2008 SSA #5 General Obligation Bonds	410,000
Notes Payable:	
Penske Lease	6,127
Ambulance Lease	94,236
Pumper Lease	337,173
Due to City of Burbank	44,356
Due to Bedford Park	200,000
Compensated Absences	941,217
Net Pension Obligation	9,253,921
Net OPEB Obligation	925,416
Net IMRF Obligation	159,385
Total Governmental Activities	<u><u>\$ 245,231,831</u></u>
Business-Type Activities:	
Notes Payable:	
Water Utility Truck	\$ 66,038
IEPA Loan	157,096
Net IMRF Obligation	71,323
Total Business-Type Activities	<u><u>\$ 294,457</u></u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

The Village issued \$27,475,000 of General Obligation Bonds Series 2014A in order to refund \$17,500,000 of 2008A-2 bonds and \$7,500,000 of General Obligation Variable Rate Demand Project and Refunding Bonds Subseries 2008B-1. The all in interest cost on the new bonds is 5.54%.

The Village issued \$2,860,000 of General Obligation Bonds Series 2014C in order to refund \$2,671,676 of Series 2004 Senior Lien Revenue Bonds. The interest rate on the new bonds ranges from 2.4% to 5.0% with an all in interest cost of 3.45%.

The Village entered into a lease for a 2014 E-One Stainless Steel Rescue Pumper on a Typhoon Chassis in the amount of \$360,000. The interest rate of the lease is 3.59%.

Currently Known Facts, Decisions and Conditions

The Village has developed a debt issuance plan to manage the repayment of the outstanding debt to minimize the impact on the taxpayers. This plan is flexible and the ultimate issuance of bonds depends on external events including the growth in tax revenue, sales of land owned by the Village, and general economic development of the Village. Based on the issuance of the General Obligation Bonds, Series 2015A Bonds as described in footnote 13 of the financial statements, the Village will have all debt service funded through December 2016 without the issuance of additional bonds.

The Village has available to it revenue sources other than general taxation for the repayment of its debt, including but not limited to revenues from tax increment financing districts, Toyota Park, and other sources. To the extent such other revenues are available, the Village may, and has in the past, used such revenues to pay debt service on its general obligation debt.

The Village does not abate the tax levies pledged to pay the debt service on its bonds unless there are cash balances deposited with the paying agent or trustee or the Village has a reasonable expectation of receipt of alternative pledged revenues such as tax increment taxes. Such cash deposits may have been made from other revenue sources. If there is an unexpected shortfall when debt service is due, the Village pursuant to its full faith and credit pledge to such bonds must provide for timely payment from any lawful source available.

In June 2014, the rating on the Village's general obligation bonds was set at BBB+ with Stable Outlook by Standard and Poor's (the "Rating Agency"). In November 2014, the outlook for the Village's debt was changed from Stable to Negative. In connection with the issuance of the Series 2015A Bonds, the rating was lowered to BBB with Negative Outlook. The current negative outlook reflects the rating agency view that the Village has persistent weak liquidity and weak management conditions. Multiple debt restructurings as a result of management's decision to construct and finance an underperforming stadium and declines in the tax base have led to a high debt burden. The Rating Agency projects that there is at least a one-in-three chance the rating could be lowered based on the Village's long-term debt restructuring plan. Without the restructuring plan, the Village's financial position would be pressured. Additionally, the Rating Agency notes that they could lower the rating if the village's debt burden and high fixed costs increase significantly as a result of additional borrowings for restructuring and corresponding additional revenues are not realized.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2014

In response to the Rating Agency analysis, the Village intends to pursue economic development to generate additional revenues to reduce the need for the issuance of additional debt. However, all debt is subject to the general obligation of the Village and is secured by dedicated property tax levies.

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general knowledge 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 the Village of Bridgeview, 7500 South Oketo Avenue, Bridgeview, Illinois 60455.

BASIC FINANCIAL STATEMENTS



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF NET POSITION
DECEMBER 31, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and cash equivalents	\$ 6,573,701	\$ 298,303	\$ 6,872,004
Restricted cash	695,379	-	695,379
Receivables (net of allowances for uncollectibles)			
Property taxes	11,384,521	-	11,384,521
Other governmental	3,045,334	-	3,045,334
Accounts	1,367,445	499,480	1,866,925
Grants	541,857	-	541,857
Other	32,888	157,096	189,984
Inventory	-	12,583	12,583
Prepaid expenses	384,135	-	384,135
Internal balances	(70,889)	70,889	-
Noncurrent			
Notes receivable	139,767	-	139,767
Capital assets not being depreciated	39,370,251	173,514	39,543,765
Capital assets net of accumulated depreciation	139,956,483	15,255,720	155,212,203
Total assets	<u>203,420,872</u>	<u>16,467,585</u>	<u>219,888,457</u>
Deferred Outflows of Resources			
Call premium on refunded debt	3,184,615	-	3,184,615
Total deferred outflows of resources	<u>3,184,615</u>	<u>-</u>	<u>3,184,615</u>
Liabilities			
Current			
Accounts payable	1,951,139	760,197	2,711,336
Accrued payroll	289,506	38,688	328,194
Accrued interest payable	1,000,164	3,104	1,003,268
Due to library	8,564	-	8,564
Other payables	2,748,135	-	2,748,135
Unearned revenue	380,804	-	380,804
Claims payable	206,194	-	206,194
Current portion- bonds payable	3,790,000	-	3,790,000
Current portion- notes payable	158,449	32,248	190,697
Noncurrent			
Bonds payable	231,264,183	-	231,264,183
IEPA loan payable	-	157,096	157,096
Other notes payable	523,443	33,790	557,233
Net pension obligation	9,253,921	-	9,253,921
OPEB obligation	925,416	-	925,416
IMRF obligation	159,385	71,323	230,708
Compensated absences	941,217	-	941,217
Total liabilities	<u>253,600,520</u>	<u>1,096,446</u>	<u>254,696,966</u>
Deferred Inflows of Resources			
Unavailable revenue- property taxes	11,291,424	-	11,291,424
Total deferred inflows of resources	<u>11,291,424</u>	<u>-</u>	<u>11,291,424</u>
Net Position			
Invested in capital assets, net of related debt	(56,363,621)	15,255,720	(41,107,901)
Restricted assets			
Law enforcement	1,108,099	-	1,108,099
Street improvements	9,071	-	9,071
Debt service	3,210,966	-	3,210,966
TIF redevelopment	172,825	-	172,825
Unrestricted	(6,423,797)	115,419	(6,308,378)
Total net position	<u>\$ (58,286,457)</u>	<u>\$ 15,371,139</u>	<u>\$ (42,915,318)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014

Functions/Programs	Expenses	Program Revenues			Primary Government			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets			
					Governmental Activities	Business-Type Activities	Total	
Primary Government								
Governmental Activities								
General government	\$ 12,813,409	\$ 1,413,313	\$ 8,053	\$ -	\$ (11,392,043)	\$ -	\$ (11,392,043)	
Public safety	8,131,708	1,010,041	189,048	-	(6,932,619)	-	(6,932,619)	
Public works	3,174,737	888,207	611,726	1,969,283	294,479	-	294,479	
Culture and recreation	5,801,287	4,435,510	22,500	-	(1,343,277)	-	(1,343,277)	
Other	1,008,810	-	-	-	(1,008,810)	-	(1,008,810)	
Interest and fees	13,420,633	-	-	-	(13,420,633)	-	(13,420,633)	
Total government activities	44,350,584	7,747,071	831,327	1,969,283	(33,802,903)	-	(33,802,903)	
Business-Type Activities								
Water	4,737,174	4,479,877	-	-	-	(257,297)	(257,297)	
Sewer	1,138,237	627,995	-	-	-	(510,242)	(510,242)	
Total business-type activities	5,875,411	5,107,872	-	-	-	(767,539)	(767,539)	
Total primary government	\$ 50,225,995	\$ 12,854,943	\$ 831,327	\$ 1,969,283	(33,802,903)	(767,539)	(34,570,442)	
General revenues								
Taxes:								
Property taxes, levied for general purposes					10,987,777	-	10,987,777	
Public service taxes					12,119,294	-	12,119,294	
Unrestricted investment earnings					31,183	(4,776)	26,407	
Miscellaneous revenues					144,002	94,202	238,204	
Gain/(Loss) on sale of assets					(110,918)	-	(110,918)	
Total general revenues and transfers					23,171,338	89,426	23,260,764	
Change in Net Position					(10,631,565)	(678,113)	(11,309,678)	
Net Position - Beginning					(47,654,892)	16,049,252	(31,605,640)	
Net Position - Ending					\$ (58,286,457)	\$ 15,371,139	\$ (42,915,318)	

VILLAGE OF BRIDGEVIEW, ILLINOIS
BALANCE SHEET- GOVERNMENTAL FUNDS
DECEMBER 31, 2014

	Major Funds				Nonmajor	Total
	General	General	103rd St & 76th	Bridgeview	Governmental	Governmental
	Fund	Obligation	Ave TIF Fund	Stadium	Funds	Funds
Assets						
Cash and cash equivalents	\$ 975,427	\$ 46,151	\$ 2,973,168	\$ 443,373	\$ 1,814,743	\$ 6,252,862
Restricted cash	-	695,379	-	-	-	695,379
Property taxes receivable	2,954,904	8,296,101	108,471	-	25,045	11,384,521
Accounts receivable	237,120	-	-	1,130,325	-	1,367,445
Other receivables	-	-	363	-	32,525	32,888
Other governmental receivables	2,997,522	-	-	-	589,669	3,587,191
Notes receivable	139,767	-	-	-	-	139,767
Prepaid items	-	-	-	109,324	-	109,324
Interfund receivables	3,159,134	-	-	-	-	3,159,134
Total assets	<u>\$ 10,463,874</u>	<u>\$ 9,037,631</u>	<u>\$ 3,082,002</u>	<u>\$ 1,683,022</u>	<u>\$ 2,461,982</u>	<u>\$ 26,728,511</u>
Liabilities						
Accounts payable	\$ 969,488	\$ -	\$ -	\$ 84,034	\$ 886,970	\$ 1,940,492
Accrued payroll	289,506	-	-	-	-	289,506
Other payables	1,762,180	13,824	17,224	713,330	241,577	2,748,135
Unearned revenue	30,000	-	-	350,804	-	380,804
Due to library	8,564	-	-	-	-	8,564
Interfund payables	62,066	2,695,147	-	76,814	378,546	3,212,573
Total liabilities	<u>3,121,804</u>	<u>2,708,971</u>	<u>17,224</u>	<u>1,224,982</u>	<u>1,507,093</u>	<u>8,580,074</u>
Deferred Inflows of Resources						
Unavailable revenue- property taxes	2,937,787	8,247,965	94,910	-	10,762	11,291,424
Unavailable revenue- intergovernmental	923,350	-	-	-	511,122	1,434,472
	<u>3,861,137</u>	<u>8,247,965</u>	<u>94,910</u>	<u>-</u>	<u>521,884</u>	<u>12,725,896</u>
Fund Balances						
Nonspendable						
Notes receivable	139,767	-	-	-	-	139,767
Prepays	-	-	-	109,324	-	109,324
Restricted						
Law enforcement	-	-	-	-	1,108,099	1,108,099
Street improvements	-	-	-	-	9,071	9,071
Debt service	-	-	2,862,250	348,716	-	3,210,966
TIF redevelopment	-	-	107,618	-	65,207	172,825
Unassigned	3,341,166	(1,919,305)	-	-	(749,372)	672,489
Total fund balances	<u>3,480,933</u>	<u>(1,919,305)</u>	<u>2,969,868</u>	<u>458,040</u>	<u>433,005</u>	<u>5,422,541</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 10,463,874</u>	<u>\$ 9,037,631</u>	<u>\$ 3,082,002</u>	<u>\$ 1,683,022</u>	<u>\$ 2,461,982</u>	<u>\$ 26,728,511</u>

**VILLAGE OF BRIDGEVIEW, ILLINOIS
RECONCILIATION OF BALANCE SHEET- GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET POSITION
DECEMBER 31, 2014**

Total fund balances - governmental funds	\$	5,422,541
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:

Capital assets	\$ 230,202,900	
Accumulated depreciation	(50,876,166)	
Net capital assets		179,326,734

Some assets and liabilities reported in the statement of net position are not sources or uses of current financial resources and therefore are not reported as assets or liabilities in the governmental funds. These balance sheet items consist of:

General obligation payable	(235,054,183)	
Accrued interest payable	(1,000,164)	
Notes payable obligation	(681,892)	
Compensated absences	(941,217)	
Net pension obligation	(9,253,921)	
OPEB obligation	(925,416)	
IMRF obligation	(159,385)	
Total long-term liabilities		(248,016,178)

Balance sheet items from the Village's internal service fund are allocated to the governmental and business-type activities for the government-wide statements.	361,359
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The difference between the reacquisition price and the net carrying amount of refunded debt is a deferred outflow of resources in the government-wide statements but is an expenditure in the funds	3,184,615
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Some of the State's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are unavailable in the funds.	1,434,472
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Net position of governmental activities	\$	<u><u>(58,286,457)</u></u>
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VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Major Funds				Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	General Obligation	103rd St & 76th Ave TIF Fund	Bridgeview Stadium		
Revenues						
Property taxes	\$ 2,531,010	\$ 7,112,593	\$ 1,175,726	\$ -	\$ 168,448	\$ 10,987,777
State/home rule sales tax	8,802,309	-	-	-	-	8,802,309
State income tax	1,557,470	-	-	-	-	1,557,470
Replacement tax	208,869	-	-	-	-	208,869
Other intergovernmental	809,036	-	-	-	2,423,510	3,232,546
Charges for services	2,206,675	-	-	-	-	2,206,675
Licenses, permits, and fees	785,962	-	-	-	-	785,962
Fines and forfeitures	444,274	-	-	-	49,157	493,431
Stadium event revenue	-	-	-	1,540,138	-	1,540,138
Stadium sponsorships	-	-	-	890,216	-	890,216
Stadium rental revenue	-	-	-	1,342,575	-	1,342,575
Other revenue	1,156,666	-	-	363,761	12,603	1,533,030
Motor fuel tax allotments	-	-	-	-	559,801	559,801
Investment income	4,588	477	37	127	25,945	31,174
Total revenues	<u>18,506,859</u>	<u>7,113,070</u>	<u>1,175,763</u>	<u>4,136,817</u>	<u>3,239,464</u>	<u>34,171,973</u>
Expenditures						
Current						
Administration	10,512,894	223	129,247	-	279,750	10,922,114
Police department	3,568,167	-	-	-	172,142	3,740,309
Fire department	3,640,620	-	-	-	-	3,640,620
Public works	1,590,371	-	-	-	1,430,378	3,020,749
Culture and recreation	534,552	-	-	2,593,565	-	3,128,117
All other departments	1,006,017	-	-	-	-	1,006,017
Debt service						
Principal payments	88,987	27,860,000	1,951,150	50,000	342,177	30,292,314
Interest and other charges	120,318	11,634,684	404,250	-	58,605	12,217,857
Capital outlay	604,033	-	-	62,437	1,066,018	1,732,488
Total expenditures	<u>21,665,959</u>	<u>39,494,907</u>	<u>2,484,647</u>	<u>2,706,002</u>	<u>3,349,070</u>	<u>69,700,585</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,159,100)</u>	<u>(32,381,837)</u>	<u>(1,308,884)</u>	<u>1,430,815</u>	<u>(109,606)</u>	<u>(35,528,612)</u>
Other Financing Sources (Uses)						
Loan proceeds	360,000	-	-	-	-	360,000
Bond proceeds	-	27,475,000	4,050,575	-	-	31,525,575
Bond discount	-	(423,948)	(12,712)	-	-	(436,660)
Bond premiums	-	170,525	93,732	-	-	264,257
Sale of property	-	-	-	-	340,548	340,548
Transfers in	1,577,104	-	-	-	482,457	2,059,561
Transfers (out)	(482,457)	-	-	(1,462,543)	(114,561)	(2,059,561)
Total other financing sources (uses)	<u>1,454,647</u>	<u>27,221,577</u>	<u>4,131,595</u>	<u>(1,462,543)</u>	<u>708,444</u>	<u>32,053,720</u>
Net Change in Fund Balances	<u>(1,704,453)</u>	<u>(5,160,260)</u>	<u>2,822,711</u>	<u>(31,728)</u>	<u>598,838</u>	<u>(3,474,892)</u>
Fund Balances - Beginning of Year	<u>5,185,386</u>	<u>3,240,955</u>	<u>147,157</u>	<u>489,768</u>	<u>(165,833)</u>	<u>8,897,433</u>
Fund Balances - End of Year	<u>\$ 3,480,933</u>	<u>\$ (1,919,305)</u>	<u>\$ 2,969,868</u>	<u>\$ 458,040</u>	<u>\$ 433,005</u>	<u>\$ 5,422,541</u>

**VILLAGE OF BRIDGEVIEW, ILLINOIS
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Net change in fund balances - total governmental funds \$ (3,474,892)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.

Capital outlay	1,300,690	
Depreciation	(4,753,079)	
Capital outlay in excess of depreciation		(3,452,389)

Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	28,341,164
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The change in interest payable on long-term debt is not reported in the governmental funds, however, it results in a decrease in interest payable in the statement of net position.	(227,463)
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Decrease in compensated absences not requiring the use of current financial resources and not reported as expenditures in the funds.	162,026
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(342,035)
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Increase in net pension obligation and net other post employment benefits obligation not requiring the use of current financial resources are not reported as expenditures in the funds.	(680,229)
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The issuance of long-term debt is shown as an other financing source in the governmental funds but the principal outstanding is shown as a long-term liability.	(30,522,598)
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Governmental funds report the difference between the reacquisition price and the net carrying amount of refunded debt as an expenditure whereas this amount is deferred and amortized in the government-wide statements	(276,923)
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Governmental funds report the effect of premiums and discounts when the debt is first issued, whereas these amounts are unavailable and amortized in the statement of net activities.	62,185
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The gain/(loss) on disposal of capital assets does not require the use of current financial resources and, therefore, not reported as revenues or expenditures in governmental funds	(110,918)
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Revenues and expenditures for the internal service fund are not shown on the governmental fund statements. For the government-wide statements, these revenues and expenditures are allocated to the governmental and business-type activities.	(109,493)

Change in net position of governmental activities	\$ (10,631,565)
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VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF NET POSITION
PRORIETARY FUNDS
DECEMBER 31, 2014

	Water Operations	Sewer Operations	Total Enterprise Funds	Internal Service Fund
Assets				
Current assets				
Cash	\$ 298,303	\$ -	\$ 298,303	\$ 320,839
Accounts receivable (net of allowance)	435,738	63,742	499,480	-
Other receivable	-	157,096	157,096	-
Interfund receivable	62,066	-	62,066	-
Inventory	12,583	-	12,583	-
Prepaid expenses	-	-	-	274,811
Total current assets	<u>808,690</u>	<u>220,838</u>	<u>1,029,528</u>	<u>595,650</u>
Noncurrent assets				
Capital assets				
Capital assets not being depreciated	-	173,514	173,514	-
Capital assets, net of depreciation	<u>8,995,748</u>	<u>6,259,972</u>	<u>15,255,720</u>	<u>-</u>
Total noncurrent assets	<u>8,995,748</u>	<u>6,433,486</u>	<u>15,429,234</u>	<u>-</u>
Total assets	<u>9,804,438</u>	<u>6,654,324</u>	<u>16,458,762</u>	<u>595,650</u>
Liabilities				
Current liabilities				
Accounts payable	580,394	179,803	760,197	10,647
Accrued payroll	24,575	14,113	38,688	-
Accrued interest payable	3,104	-	3,104	-
Claims payable	-	-	-	206,194
Interfund payable	8,627	-	8,627	-
IMRF obligation	43,960	27,363	71,323	-
Long-term obligations, due in less than one year				
Notes payable	<u>32,248</u>	<u>-</u>	<u>32,248</u>	<u>-</u>
Total current liabilities	<u>692,908</u>	<u>221,279</u>	<u>914,187</u>	<u>216,841</u>
Noncurrent liabilities				
Long-term obligations, due in more than one year				
Loan payable	-	157,096	157,096	-
Notes payable	<u>33,790</u>	<u>-</u>	<u>33,790</u>	<u>-</u>
Total noncurrent liabilities	<u>33,790</u>	<u>157,096</u>	<u>190,886</u>	<u>-</u>
Total liabilities	<u>726,698</u>	<u>378,375</u>	<u>1,105,073</u>	<u>216,841</u>
Net Position				
Investment in capital assets, net of related debt	8,995,748	6,259,972	15,255,720	-
Unrestricted	<u>81,992</u>	<u>15,977</u>	<u>97,969</u>	<u>378,809</u>
Total net position	<u>\$ 9,077,740</u>	<u>\$ 6,275,949</u>	<u>\$ 15,353,689</u>	<u>\$ 378,809</u>
Effect of Internal Service Activity			<u>\$ 17,450</u>	
Net position reported on Statement of Net Position			<u>\$ 15,371,139</u>	

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Water Operations	Sewer Operations	Total Enterprise Funds	Internal Service Fund
Operating Revenues				
Water fees	\$ 4,479,877	\$ -	\$ 4,479,877	\$ -
Sewer fees	-	627,995	627,995	-
Other revenue	85,933	8,269	94,202	2,638,032
Total operating revenues	<u>4,565,810</u>	<u>636,264</u>	<u>5,202,074</u>	<u>2,638,032</u>
Operating Expenses				
Administration	4,285,188	917,717	5,202,905	2,767,388
Depreciation expense	432,123	220,520	652,643	-
Total operating expenses	<u>4,717,311</u>	<u>1,138,237</u>	<u>5,855,548</u>	<u>2,767,388</u>
Operating income (loss)	<u>(151,501)</u>	<u>(501,973)</u>	<u>(653,474)</u>	<u>(129,356)</u>
Nonoperating Revenues (Expenses)				
Transfers in	-	314,736	314,736	-
Transfers (out)	(314,736)	-	(314,736)	-
Interest expense	(4,776)	-	(4,776)	-
Total nonoperating revenues (expenses)	<u>(319,512)</u>	<u>314,736</u>	<u>(4,776)</u>	<u>-</u>
Change in Net Position	<u>(471,013)</u>	<u>(187,237)</u>	<u>(658,250)</u>	<u>(129,356)</u>
Fund Net Position- Beginning of Year	<u>9,548,753</u>	<u>6,463,186</u>	<u>16,011,939</u>	<u>508,165</u>
Fund Net Position- End of Year	<u><u>\$ 9,077,740</u></u>	<u><u>\$ 6,275,949</u></u>	<u><u>\$ 15,353,689</u></u>	<u><u>\$ 378,809</u></u>
Effect of Internal Service Activity			<u>\$ 17,450</u>	
Net position reported on Statement of Activities			<u><u>\$ 15,371,139</u></u>	

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Water Operations	Sewer Operations	Total Enterprise Funds	Internal Service Fund
Cash Flows from Operating Activities				
Receipt from customers	\$ 4,526,947	\$ 629,342	\$ 5,156,289	\$ 2,638,032
Payments to suppliers	(3,007,926)	(229,535)	(3,237,461)	(2,822,262)
Payments to employees	(1,208,573)	(698,126)	(1,906,699)	-
Net cash provided (used) by operating activities	<u>310,448</u>	<u>(298,319)</u>	<u>12,129</u>	<u>(184,230)</u>
Cash Flows from Noncapital Financing Activities				
Interfund borrowing (lending)	(45,180)	-	(45,180)	(4,912)
Transfers in (out)	(314,736)	314,736	-	-
Net cash provided by financing activities	<u>(359,916)</u>	<u>314,736</u>	<u>(45,180)</u>	<u>(4,912)</u>
Cash Flows from Capital and Related Financing Activities				
Principal payments on debt	(30,777)	-	(30,777)	-
Interest payments on debt	(6,223)	-	(6,223)	-
Loan proceeds	-	-	-	-
Purchases of capital assets	-	(16,417)	(16,417)	-
Net cash used by capital and related financing activities	<u>(37,000)</u>	<u>(16,417)</u>	<u>(53,417)</u>	<u>-</u>
Net Change in Cash and Cash Equivalents	<u>(86,468)</u>	<u>-</u>	<u>(86,468)</u>	<u>(189,142)</u>
Cash and Cash Equivalents- Beginning of Year	<u>384,771</u>	<u>-</u>	<u>384,771</u>	<u>509,981</u>
Cash and Cash Equivalents- End of Year	<u>\$ 298,303</u>	<u>\$ -</u>	<u>\$ 298,303</u>	<u>\$ 320,839</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (151,501)	\$ (501,973)	\$ (653,474)	\$ (129,356)
Adjustments to reconcile operating activities to net cash provided (used) by operating activities:				
Depreciation	432,123	220,520	652,643	-
Decrease (increase) in receivables, net	(38,863)	(6,922)	(45,785)	-
Decrease (increase) in inventory	10,912	-	10,912	-
Decrease (increase) in prepaids	-	-	-	22,731
(Decrease) increase in accounts payable	56,930	(8,259)	48,671	(8,250)
(Decrease) increase in claims payable	-	-	-	(69,355)
(Decrease) increase in IMRF obligation	431	(317)	114	-
(Decrease) increase in accrued payroll	416	(1,368)	(952)	-
Total adjustments	<u>461,949</u>	<u>203,654</u>	<u>665,603</u>	<u>(54,874)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 310,448</u>	<u>\$ (298,319)</u>	<u>\$ 12,129</u>	<u>\$ (184,230)</u>

**VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2014**

	Pension Trusts
Assets	
Cash and cash equivalents	\$ 1,913,379
Investments	40,324,960
Accrued interest	149,213
Prepaid expenses	265
Contributions due from members	65
Total assets	<u>42,387,882</u>
Liabilities	
Other liabilities	<u>6,926</u>
Total liabilities	<u>6,926</u>
Net Position Held in Trust for Pension Benefits	<u><u>\$ 42,380,956</u></u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Pension Trusts
Additions	
Contributions	
Employer	\$ 2,479,119
Plan members	492,499
Total contributions	<u>2,971,618</u>
Investment Income	
Interest and dividends earned	1,616,733
Net appreciation in	
Fair value of investments	1,117,938
Less investment expense	(107,872)
Net investment earnings	<u>2,626,799</u>
Total additions	<u>5,598,417</u>
Deductions	
Administration	84,786
Benefits	3,433,653
Total deductions	<u>3,518,439</u>
Change in Net Position	<u>2,079,978</u>
Net Position Held in Trust for Pension Benefits	
Beginning of Year	<u>40,300,978</u>
End of Year	<u>\$ 42,380,956</u>

NOTES TO FINANCIAL STATEMENTS



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Bridgeview, Illinois (the "Village") have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The following is a summary of the Village's significant policies.

Reporting Entity and Its Services

The Village is a municipal corporation governed by an elected board. The Village reports component units in accordance with the provisions of the Governmental Accounting Standard Board ("GASB") Statement No. 61, "The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34" which modifies certain requirements for inclusion of component units in the financial reporting entity. An organization is considered a component unit of the primary government if 1) the government appoints a voting majority of the organization's board and there is a financial benefit or burden relationship or the government is able to impose its will on the organization or 2) the organization is fiscally dependent on the government and there is a financial benefit or burden relationship or 3) the government determines that it would be misleading to exclude the organization from its financial statements.

In conformity with accounting principles generally accepted in the United States of America, the financial statements of component units have been included in the financial reporting entity either as a fiduciary component unit or as discretely presented component units.

Fiduciary Component Units

The Village's police and fire employees participate in the Police Pension Plan ("Police Pension") and the Fire Pension Plan ("Fire Pension"). Each plan functions for the benefit of these employees. The Village, Police Pension, and Fire Pension are obligated to fund all Police Pension and Fire Pension costs based on actuarial valuations. The nature of the Pension Funds dictates the Village's financial accountability. The Village appoints a voting majority of the component unit's board and the pension funds have the possibility of imposing a financial burden on the Village. The State of Illinois is authorized to establish benefit levels and the government is authorized to approve the actuarial assumptions used in the determination of contribution levels.

Basis of Presentation

The Village's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The government-wide focus is more on the sustainability of the Village as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

Government-Wide Financial Statements

The statement of net position and the statement of activities display the information about the Village as a whole. In the government-wide statement of net position, both the government and business-type activities

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The government-wide statement of activities reflects both the direct expenses and net cost of each function of the Village's governmental activities and business-like activity. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that are required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the Village.

Fund Financial Statements

The financial transactions of the Village are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category- governmental, proprietary, and fiduciary- are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as non-major funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

Measurement Focus and Basis of Accounting

Government-Wide Financial Statements

The government-wide financial statements and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statements of net position, and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The Village has reported three categories of program revenue in the statement of activities (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

as the State of Illinois; they reduce the net cost of each function to be financed from the Village's general revenues. For identifying the function to which program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing-up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables, payables, and advances. Similarly, operating transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net position as accounts receivable or payable to external parties.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose the Village considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, sales taxes and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the government.

For the year ended December 31, 2014, a portion of the Village's share of the State Income Tax was not received or received past 60 days of year end due to the current fiscal issues facing the State of Illinois. As such, the Village elected to recognize the portion received after 60 days as revenue, or \$133,970, in order to properly present twelve months of revenue on the financial statements.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the Village's policy to apply restricted resources first, then unrestricted resources as needed.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Differences occur from the manner in which the governmental activities and the government-wide financial statements are prepared due to the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The Village reports the following major governmental funds:

General Fund is the general operating fund of the Village. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

General Obligation Fund accounts for the accumulation of resources for and the payments of, general long-term debt principal, interest and costs.

103rd St. and 76th Ave. TIF Fund is used to account for the financial resources of the Village's tax incremental district located in boundaries encompassing the intersection of 103rd St. and 76th Ave.

Bridgeview Stadium Fund accounts for the operating activities related to the operation of the Village's stadium. The main revenue sources are stadium receipts. The revenues from the Stadium are dedicated to paying the costs of the stadium including contractual agreements with promoters and the Chicago Fire.

Proprietary funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises- where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the Village Board has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The Village reports the following major proprietary funds:

Water Operations Fund accounts for the operating activities of the Village's water utilities services.

Sewer Operations Fund accounts for the operating activities of the Village's sewer utilities services.

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the Village's own programs. The Village's fiduciary funds are Pension Trust Funds. These funds report assets held by the Village in a trustee capacity.

Pension Trust Funds account for the Village's Police and Fire Pension Plans.

In addition to the general fund type mentioned above the Village reports the following governmental fund types:

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Capital Project Funds are used to account for the Village's purchase or construction of major capital facilities, which are not financed by other funds.

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered.

These receivables and payables are classified as "Interfund receivables/payables" on the governmental and proprietary fund balance sheets. Any residual balances between the governmental activities and business-type activities are reported in the Village-wide financial statements as "internal balances."

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with a cost of \$5,000 or more and a useful life of more than one year. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation of all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	50 years
Improvements	20 years
Equipment	8 - 15 years
Infrastructure- Roads	20 years
Infrastructure- Other	30 - 50 years

Investments

Investments consist of municipal bonds, government and agency notes, treasury obligations, mutual funds and variable annuities held by broker-dealers for the pension trust funds with original maturities greater than three months. Investments are stated at fair value in accordance with GASB 31. Fair values for the Illinois

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Funds are the same as the values of the pool shares. State statute requires these funds to comply with the Illinois Public Funds Investment Act.

Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory is recorded on the basis of a physical count. Immaterial inventories at year-end are not reported on the balance sheet.

Claims and Judgments

Liabilities resulting from claims and judgments, if any, have been reflected in the financial statements in accordance with accounting principles generally accepted in the United States of America.

Fund Equity and Net Position

The components of fund balance include the following line items:

- a) Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact.
- b) Restricted fund balance has externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments as well as limitations imposed by law through constitutional provision or enabling legislation.
- c) Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. For the Village, the Board is the highest level of decision making. As of December 31, 2014 the Village has not committed fund balance for any purpose.
- d) Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the Board. It also includes all remaining amounts that are reported in governmental funds, other than the general fund, that are not classified as nonspendable and are neither classified as restricted or committed.
- e) Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. Negative fund balances in governmental funds other than the general fund are also unassigned.

If there is an expenditure incurred for purposes for which committed, assigned, or unassigned fund balance classifications could be used, then the Village will consider committed fund balance to be spent first, then assigned fund balance and finally unassigned fund balance. If there is an expenditure incurred for purposes for which restricted or unrestricted fund balances could be used, then the Village will consider restricted fund balance to be spent first, then unrestricted fund balance.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments. If there is an expense incurred for purposes for which restricted or unrestricted net position could be used, the Village will consider restricted net position to be spent first, then unrestricted net position.

Property Taxes

Property taxes attach as an enforceable lien on January 1. They are levied in December (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1 and July 1 and are payable in two installments on or about March 1 and August 1. The county collects the taxes and remits them periodically to the Village. Property tax revenues are recognized when they become both measurable and available, in accordance with the Government Accounting Standards Board. "Measurable" means that amounts can be reasonably determined within the current period. "Available" means that amounts are due and collectible within the period or soon enough (within 60 days) thereafter to be used to pay liabilities of the current period as defined by the levy. Property taxes levied in the current year which are not collected at year-end and are not used to pay liabilities of the current period do not meet the "available" criterion and are reported as unavailable revenue in the fund financial statements. The Village recorded as a deferred outflow in the government-wide statements all of the 2014 property tax levy due to the levy being intended to fund the next fiscal year's operations.

Property taxes receivable are initially recorded at the gross levy less an allowance for uncollectible taxes. Taxes receivable and/or the allowance are adjusted periodically to reflect taxes receivable at their estimated realizable value.

Property taxes receivable which are delinquent more than one year have been fully reserved. The allowance for uncollectible property taxes is equal to 3% of the tax levy as recommended by the County Clerk, except in the case of bond levies for which the allowance is equal to 5% of the tax levy as is recommended by the County Clerk.

Accumulated Unpaid Compensated Absences

In the event of termination, an employee is reimbursed for accumulated vacation days. The Village has \$941,217 in accumulated unpaid vacation at year-end recorded in the government-wide financial statements. The entire amount relates to the governmental-type activities. None of this amount was determined to be funded out of current resources and, as such, the entire amount was labeled a long-term debt and not recorded in the fund financial statements. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, an expenditure 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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

Cash and cash equivalents represent cash on hand, cash deposited in interest-bearing and non-interest bearing checking accounts, treasury obligations and investments in certificates of deposit with original maturities of three months or less.

Use of Estimates

Management has made a number of estimates and assumptions relating to the reporting of assets and liabilities to prepare these financial statements in conformity with accounting principles generally accepted in the United States of America. Actual results could differ from those estimates.

NOTE 2 – CASH AND INVESTMENTS

Cash

The carrying value of cash, excluding the Pension Trust Funds, was \$6,872,004 at December 31, 2014, while the bank balances were \$7,396,176 and \$25,000 of cash on hand. Additionally, the carrying value of restricted cash received through the Series 2014A debt issuance for the purpose of funding future debt service payments was \$695,379 with a bank balance of the same amount. The deposits are either insured by the Federal Deposit Insurance Company (FDIC) or are collateralized with securities of the U.S. Government. The Village was fully collateralized as of December 31, 2014.

At December 31, 2014, the Pension Trust Funds' carrying amount of cash was \$1,913,379 while the bank balances were \$1,914,129. The deposits are either insured by the FDIC for \$250,000, or collateralized with securities of the U.S. Government.

Investments (Excluding Pension Trust Fund)

Illinois statutes authorize the Village to invest in obligations of the U.S. Treasury, agencies and instrumentalities, commercial paper issued by corporations organized in the United States with assets exceeding \$500,000,000, savings accounts and certificates of deposit issued by financial institutions insured by the FDIC, repurchase agreements, short-term discount obligations of the Federal National Mortgage Association, dividend or share accounts of a credit union which accounts are insured, money market mutual funds with portfolios limited to securities guaranteed by the United States and The Illinois Funds. As of December 31, 2014, the Village did not have any investments.

Interest Rate Risk

The Village minimizes the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 2 – CASH AND INVESTMENTS (Continued)

to maturity and investing operating funds primarily in shorter-term securities, money market funds or similar investment pools.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investments are fully collateralized as of December 31, 2014.

Concentration of Credit Risk

The Village does not have a policy to limit concentration credit risk.

Pension Trust Fund Investments

Illinois statutes authorize the Village to invest in obligations of the U.S. Treasury, agencies and instrumentalities, commercial paper issued by corporations organized in the United States with assets exceeding \$500,000,000, savings accounts and certificates of deposit issued by financial institutions insured by the FDIC, repurchase agreements, short-term discount obligations of the Federal National Mortgage Association, dividend or share accounts of a credit union which accounts are insured, money market mutual funds with portfolios limited to securities guaranteed by the United States and The Illinois Funds. In addition, the Fire and Police Pension Funds may invest in various accounts of life insurance companies authorized to do business in Illinois. Investments may be made in general or separate investment accounts. However, the total investment in separate accounts shall not exceed 10% of the aggregate book value of all investments owned by the Fire Pension. In addition, the Fire and Police Pension Funds may invest in certain equities, subject to limitations.

The various investments in securities, mutual funds and other investments are exposed to a variety of uncertainties, including interest rate, market, and credit risks. Due to the level of risk associated with certain investments, it is possible that changes in the value of these investments could occur in the near term. Such changes could materially affect the amounts reported in the financial statements of the Pension Funds.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Police Pension's investments at December 31, 2014.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 2 – CASH AND INVESTMENTS (Continued)

<u>Investment Type</u>	Investment Maturities				
	Fair Value	Less Than One Year	1 to 5 Years	6 to 10 Years	More Than 10 Years
Municipal bonds	\$ 1,631,572	\$ 102,169	\$ 411,772	\$ 1,009,247	\$ 108,384
U.S. government notes	404	-	-	404	-
U.S. agency notes	7,270,028	467,443	3,284,413	3,518,172	-
U.S. treasury notes	1,933,409	237,033	996,971	699,405	-
	<u>\$10,835,413</u>	<u>\$ 806,645</u>	<u>\$ 4,693,156</u>	<u>\$ 5,227,228</u>	<u>\$ 108,384</u>

The remainder of the Police Pension's investments were invested in mutual funds (\$7,702,925) and variable annuities (\$433,349) which do not have maturity dates.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Fire Pension's investments at December 31, 2014.

<u>Investment Type</u>	Investment Maturities				
	Fair Value	Less Than One Year	1 to 5 Years	6 to 10 Years	More Than 10 Years
U.S. agency notes	\$ 1,736,490	\$ 56,786	\$ 624,140	\$ 999,441	\$ 56,123
U.S. treasury notes	75,967	1	2,638	3,305	70,023
Municipal bonds	8,417,855	170,198	2,767,874	5,359,020	120,763
U.S. government notes	2,023,562	542,046	1,381,375	100,141	-
	<u>\$12,253,874</u>	<u>\$ 769,031</u>	<u>\$ 4,776,027</u>	<u>\$ 6,461,907</u>	<u>\$ 246,909</u>

The remainder of the Fire Pension's investments were invested in mutual funds (\$8,368,295) and variable annuities (\$731,104) which do not have maturity dates.

Interest Rate Risk

The Fire Pension has the following guidelines in its formal investment policy that limits investment allocation as a means of managing its exposure to fair value losses arising from increasing interest rates. Equity investments shall be limited to 10% to 30% of fund investments, fixed investments shall be limited to 60% to 80% of fund investments and cash and cash equivalents should not exceed 20% of fund investments.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 2 – CASH AND INVESTMENTS (Continued)

Credit Risk

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

Credit ratings for the Police Pension investments in debt securities at December 31, 2014 (excluding investments in the U.S. government bonds and mutual funds which are not considered to have credit risk) are as follows:

<u>Investment Type</u>	<u>Aaa</u>	<u>Aa3</u>	<u>Aa2</u>	<u>Aa1</u>	<u>N/R</u>
U.S. agency notes	100%	0%	0%	0%	0%
Municipal bonds	21.6%	3.2%	15.6%	12.7%	46.9%

The Fire Pension's investment policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. Government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality; that is, at the time of purchases, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard and Poor's. The Board, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

Credit ratings for the Fire Pension investments in debt securities at December 31, 2014 (excluding investments in the U.S. government bonds and mutual funds which are not considered to have credit risk) are as follows:

<u>Investment Type</u>	<u>Aaa</u>	<u>Aa3</u>	<u>Aa2</u>	<u>Aa1</u>	<u>A1</u>	<u>N/R</u>
U.S. agency notes	100%	0%	0%	0%	0%	0%
Municipal bonds	3.2%	3.0%	41.3%	15.3%	6.6%	30.6%

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 2 – CASH AND INVESTMENTS (Continued)

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Funds will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Police and Fire Pension Funds' investments were fully collateralized as of December 31, 2014.

Concentration of Credit Risk

The Police and Fire Pension Funds do not have a policy to limit concentration credit risk.

The various investments in securities, mutual funds and other investments are exposed to a variety of uncertainties, including interest rate, market and credit risks. Due to the level of risk associated with certain investments, it is possible that changes in the values of these investments could materially affect the amounts reported in the financial statements of the Police and Fire Pensions.

The following is a reconciliation between the notes and basic financial statements:

<u>Cash and Investment Note</u>		<u>Basic Financial Statements</u>	
Carrying amount of Village's cash	\$ 6,872,004	Statement of Net Position	
Carrying amount of Village's restricted cash	695,379	Cash and cash equivalents	\$ 6,872,004
Carrying amount of pension's funds	1,913,379	Restricted cash	695,379
Police pension fund investments	18,971,687	Statement of Fiduciary Net Position	
Fire pension fund investments	21,353,273	Cash and cash equivalents	1,913,379
Total cash and investments per note	<u>\$ 49,805,722</u>	Investments	<u>40,324,960</u>
		Total cash and investments per statements	<u>\$ 49,805,722</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 3- CAPITAL ASSETS

Governmental capital assets activity for the year ended December 31, 2014 was as follows:

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets Not Being Depreciated				
Construction in Progress	\$ -	\$ 164,599	\$ -	\$ 164,599
Land	39,645,290	11,828	451,466	39,205,652
Total Capital Assets Not Being Depreciated	39,645,290	176,427	451,466	39,370,251
Capital Assets Being Depreciated				
Infrastructure	49,440,710	788,073	-	50,228,783
Land improvements	749,396	34,533	-	783,929
Buildings	130,981,618	146,926	-	131,128,544
Equipment	8,196,114	495,279	-	8,691,393
Total Capital Assets Being Depreciated	189,367,838	1,464,811	-	190,832,649
Accumulated Depreciation	46,123,087	4,753,079	-	50,876,166
Total Capital Assets Being Depreciated, Net	143,244,751	(3,288,268)	-	139,956,483
Governmental Activities				
Capital Assets, Net	<u>\$182,890,041</u>	<u>\$ (3,111,841)</u>	<u>\$ 451,466</u>	<u>\$ 179,326,734</u>

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

General Government	\$ 1,759,743
Public Safety	135,304
Public Works	48,893
Culture and Recreation	2,806,346
Other	2,793
Total	<u>\$ 4,753,079</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 3- CAPITAL ASSETS (Continued)

Business-type capital assets activity for the year ended December 31, 2014 was as follows:

Business-Type Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets Not Being Depreciated				
Construction in Progress	\$ -	\$ 173,514	\$ -	\$ 173,514
Capital Assets Being Depreciated				
Infrastructure	23,167,085	-	-	23,167,085
Land Improvements	552,515	-	-	552,515
Buildings	1,331,498	-	-	1,331,498
Equipment	3,044,826	-	-	3,044,826
Total Capital Assets Being Depreciated	28,095,924	-	-	28,095,924
Accumulated Depreciation	12,187,561	652,643	-	12,840,204
Total Capital Assets Being Depreciated, Net	15,908,363	(652,643)	-	15,255,720
Business-Type Activities Capital Assets, Net	\$ 15,908,363	\$ (479,129)	\$ -	\$ 15,429,234

Depreciation expense was charged to business-type functions/programs of the Village as follows:

Water	\$ 432,123
Sewer	220,520
Total	<u>\$ 652,643</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 4 – LONG TERM DEBT**Long-Term Debt Summary**

The changes in the Village's governmental activities long-term debt are summarized as follows:

Governmental Activities	Beginning Balances	Additions	Reductions	Ending Balances	Due Within One Year
General obligation bonds					
Series 2003	\$ 1,720,000	\$ -	\$ 320,000	\$ 1,400,000	\$ 330,000
Series 2005	125,215,000	-	2,630,000	122,585,000	2,755,000
Series 2008 A&B	50,000,000	-	25,000,000	25,000,000	-
Series 2011A	2,500,000	-	140,000	2,360,000	150,000
Series 2012	27,215,000	-	-	27,215,000	-
Series 2013A	23,965,000	-	-	23,965,000	-
Series 2014A	-	27,475,000	-	27,475,000	-
Series 2014C	-	2,860,000	-	2,860,000	460,000
Bond premium	2,247,749	264,257	85,567	2,426,439	-
Bond discount	(222,163)	(436,659)	(22,018)	(636,804)	-
	<u>232,640,586</u>	<u>30,162,598</u>	<u>28,153,549</u>	<u>234,649,635</u>	<u>3,695,000</u>
SSA tax bonds					
SSA5 tax bonds	500,000	-	90,000	410,000	95,000
Bond discount	(6,816)	-	(1,364)	(5,452)	-
	<u>493,184</u>	<u>-</u>	<u>88,636</u>	<u>404,548</u>	<u>95,000</u>
Notes payable					
Penske lease #2	40,143	-	34,016	6,127	6,127
Ambulance lease	126,380	-	32,144	94,236	33,254
Pumper lease	-	360,000	22,827	337,173	46,890
Due to Bedford Park	250,000	-	50,000	200,000	50,000
Due to Burbank	66,533	-	22,177	44,356	22,178
	<u>483,056</u>	<u>360,000</u>	<u>161,164</u>	<u>681,892</u>	<u>158,449</u>
Compensated absences	1,103,243	941,217	1,103,243	941,217	-
Net pension obligation	8,640,444	613,477	-	9,253,921	-
Net OPEB obligation	863,383	62,033	-	925,416	-
Net IMRF obligation	154,666	4,719	-	159,385	-
	<u>\$ 244,378,562</u>	<u>\$32,144,044</u>	<u>\$ 29,506,592</u>	<u>\$ 247,016,014</u>	<u>\$ 3,948,449</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 4 – LONG TERM DEBT (Continued)

The changes in the Village's business-type activities long-term debt are summarized as follows:

Business-Type Activities	Beginning Balances	Additions	Reductions	Ending Balances	Due Within One Year
Notes payable					
Water utility truck lease	\$ 96,815	\$ -	\$ 30,777	\$ 66,038	\$ 32,248
IEPA Loan	-	157,096	-	157,096	-
	96,815	157,096	30,777	223,134	32,248
Net IMRF obligation	71,209	114	-	71,323	-
	<u>\$ 168,024</u>	<u>\$ 157,210</u>	<u>\$ 30,777</u>	<u>\$ 294,457</u>	<u>\$ 32,248</u>

Aggregate principal and interest requirements to maturity for the General Obligation Bonds by year for the Village are as follows:

Fiscal Year	General Obligation Bonds		
	Principal	Interest	Total
2015	\$ 3,790,000	\$ 12,006,317	\$ 15,796,317
2016	4,040,000	11,829,661	15,869,661
2017	4,265,000	11,632,400	15,897,400
2018	4,710,000	11,423,534	16,133,534
2019	4,470,000	11,205,302	15,675,302
2020-2024	24,110,000	52,724,573	76,834,573
2025-2029	33,010,000	45,406,705	78,416,705
2030-2034	46,660,000	35,646,549	82,306,549
2035-2039	51,285,000	22,478,079	73,763,079
2040-2044	56,930,000	9,279,019	66,209,019
	<u>\$ 233,270,000</u>	<u>\$ 223,632,139</u>	<u>\$ 456,902,139</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 4 – LONG TERM DEBT (Continued)

Aggregate principal and interest requirements to maturity for the Notes Payable by year for the Village are as follows:

Fiscal Year	Notes Payable		
	Principal	Interest	Total
2015	\$ 118,519	\$ 17,291	\$ 135,810
2016	116,807	12,774	129,581
2017	76,964	8,227	85,191
2018	52,224	6,012	58,236
2019	54,119	4,117	58,236
2020-2021	84,941	2,413	87,354
	<u>\$ 503,574</u>	<u>\$ 50,834</u>	<u>\$ 554,408</u>

The Village has entered into an intergovernmental agreement with the Village of Bedford Park for land annexation payable in the amount of \$50,000 over 10 years. There is no interest associated with these payments.

Fiscal Year	<u>Bedford Park Agreement</u>	
	Principal	
2015	\$	50,000
2016		50,000
2017		100,000
	<u>\$</u>	<u>200,000</u>

The Village has entered into an intergovernmental agreement with the Village of Burbank for repairs and paving improvements to 83rd St from Harlem Avenue to Newcastle Ave. There is no interest to be paid on this agreement.

Fiscal Year	<u>Burbank Agreement</u>	
	Principal	
2015	\$	22,178
2016		22,178
	<u>\$</u>	<u>44,356</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 4 – LONG TERM DEBT (Continued)

A brief summary of the debt instruments utilized by the Village is below.

General Obligation Bonds, Series 2003: On June 4, 2003, the Village issued General Obligation Bonds Series 2003 for \$4,000,000 the proceeds of which will be used to pay for redevelopment project costs in the Harlem Avenue TIF 1. The interest rates range from 2.5%- 3.6% with final maturity on December 1, 2018.

Senior Lien Revenue Bonds, Series 2004: On November 17, 2004 the Village issued Senior Lien Revenue Bonds Series 2004 for \$6,600,000 the proceeds of which will be used to pay for redevelopment project costs in the 103rd St and 76th Ave TIF Fund. The bonds shall be paid using incremental property taxes derived from within the TIF. The bonds do not constitute an indebtedness of the Village, and therefore are not recognized as a liability on the Statement of Net Position. On December 31, 2014, the principal outstanding was \$2,671,676. During the year principal payments of \$1,951,150 and interest payments of \$311,693 occurred. On January 1, 2015, the bonds were paid in full with the proceeds of General Obligation Bonds, Series 2014C.

General Obligation Bonds, Series 2005: On September 7, 2005, the Village issued General Obligation Bond Series 2005 for \$134,600,000 the proceeds of which will be used to pay for stadium and other Village redevelopment project costs. The bonds have interest rates ranging from 4.5%- 5.1%. Final maturity is December 1, 2036. The advance funding of the debt payments for the year did not occur as outlined in the bond agreement but all debt payments were made on time and in full.

General Obligation Bonds, Series 2008A&B: On October 31, 2008 the Village issued General Obligation Series 2008 A&B for \$50,000,000 the proceeds of which were used to pay off debt related to a line of credit and economic development note obligations. Additionally, proceeds were used to pay for project costs relating to the water fund. In the current year, the Village currently refunded \$17,500,000 of the outstanding General Obligation Variable Rate Demand Project and Refunding Bonds, Subseries 2008 A-1 and \$7,500,000 of the outstanding General Obligation Variable Rate Demand Project and Refunding Bonds, Subseries 2008 A-2 Bonds through the issuance of General Obligation Bonds, Series 2014A. The outstanding bonds are secured by letters of credit from BMO Harris Bank ("BMO"). Interest rates for the bonds secured by the BMO letter of credit are measured at a variable rate with interest in the Weekly Mode with the rate as of December 31, 2014 at 0.06% for the Series 2008A-2 bonds and 0.25% for the Series 2008B-1 and Series 2008B-2 bonds. In addition, there is a line of credit fee of 1.25% and remarketing fees of 0.125%. While interest initially accrues from the date of delivery at a Weekly Rate, it may be subsequently converted to bear interest at a CP Rate or an Adjustable Rate. While bearing interest at a Weekly Rate, interest is payable on the first business day of each calendar month, and is calculated on the basis of actual days elapsed. If the remarketing agent was not able to sell the bonds, the maximum interest rate payable to BMO is 12%. The BMO letter of credit has not been drawn on and is set to expire on October 31, 2015. The Village can request extensions, but BMO is not obligated to extend. Final maturity of the Series 2008 bonds is December 31, 2038.

Special Service Area No.5, Series 2008A: On May 29, 2008, the Village issued General Obligation Covenant Bonds, Series 2008 for \$840,000 the proceeds of which will be used for Special Service Area No.5. The interest rate is 4.8% with final maturity is December 1, 2018.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 4 – LONG TERM DEBT (Continued)

General Obligation Bonds, Series 2011A: On June 7, 2011, the Village issued General Obligation Bonds Series 2011A for \$2,500,000. The proceeds were used to refund the Series 2005 debt service payment. The interest rate on the bonds is 6.75% with final maturity on December 1, 2025.

General Obligation Bonds, Series 2012: On December 3, 2012, the Village issued General Obligation Bonds Series 2012 for \$27,215,000. The proceeds of the bonds were used to currently refund \$605,000 of the 1999A Bonds, \$11,035,000 of the 2002 Bonds, \$915,000 of the 2003A Bonds, \$4,905,000 of the 2005 Bonds and a portion of the 2011 interest payment. The interest rate on the bonds ranges from 4.125% to 5.00% with final maturity on December 1, 2042.

General Obligation Bonds, Series 2013A: On April 9, 2013, the Village issued General Obligation Bonds Series 2013A for \$23,965,000. The proceeds of the bonds were used to currently refund \$20,000,000 of the 2011 Bonds, \$3,600,000 of a call premium, and \$375,000 of accrued interest for the 2013 interest payment. The interest rate on the bonds ranges from 4.5% to 5.5% with final maturity on December 1, 2043.

General Obligation Bonds, Series 2014A: On June 9, 2014, the Village issued General Obligation Bonds Series 2014A for \$27,475,000. The proceeds of the bonds were used to currently refund and restructure outstanding Village obligations related to \$17,500,000 of the outstanding General Obligation Variable Rate Demand Project and Refunding Bonds, Subseries 2008 A-1 and \$7,500,000 of the outstanding General Obligation Variable Rate Demand Project and Refunding Bonds, Subseries 2008 A-2 Bonds maturing December 1, 2038. The interest rate on the bonds is 5.125% to 5.50% with a final maturity on December 1, 2044.

Series 2014B Senior Lien Refunding Bonds: During fiscal year 2014, the Village issued Series 2014B Senior Lien Refunding Bonds to refund a portion of Series 2004 Senior Lien Revenue Bonds held by FDIC in the amount of \$1,190,575. The bonds refunded were not general obligation bonds and were not recorded on the Statement of Net Position. Likewise, the current issuance used to refund the previous issuance is also not general obligation bonds and will not be recorded on the Statement of Net Position. The current issuance was sold entirely to Devon Bank. The bonds mature on December 31, 2019 with an interest rate of 5.0% in effect until maturity. Property tax increment received in the 103rd St. and 76th Ave. TIF Fund will be used to repay bond principal and associated interest.

General Obligation Bonds, Series 2014C: On December 12, 2014, the Village issued General Obligation Senior Lien Revenue Refunding Bonds, Series 2014C for \$2,860,000. The proceeds of the bonds were used to currently refund the Village's outstanding Senior Lien Revenue Bonds, Series 2004 for economic savings. The proceeds were held by the Village at year-end and the outstanding debt was not paid until January 1, 2015. The interest rate on the bonds ranges from 2.4% to 5.0% with final maturity on December 1, 2019.

Penske Lease #2: In March 2008, the Village entered into a \$168,759 lease agreement with Penske Truck Leasing to finance the purchase of a Top Kick Truck. The lease payments include the cost of the vehicle and a calculated interest rate of 13.5% through February 2015. The outstanding principal balance as of December 31, 2014 was \$6,127.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 4 – LONG TERM DEBT (Continued)

Ambulance Lease: On April 21, 2012, the Village entered into a \$168,652 lease agreement with Tax Exempt Leasing Corp. to finance the purchase of an ambulance. The lease payments include the cost of the vehicle and a calculated interest rate of 3.4% through September 2017. The outstanding principal balance as of December 31, 2014 was \$94,236.

Pumper Lease: On July 16, 2014, the Village entered into a \$360,000 lease agreement with Tax Exempt Leasing Corp. to finance the purchase of a 2014 E-One Stainless Steel Rescue Pumper on a Typhoon Chassis. The lease payments include the cost of the vehicle and a calculated interest rate of 3.59% through July 2021. The outstanding balance as of December 31, 2014 was \$337,173.

Water Utility Truck Lease: During fiscal year 2011, the Village entered into a five-year lease agreement for a water utility truck at a 5.05% interest rate. The Village pays \$35,404 annually until maturity in 2016. The outstanding principal balance as of December 31, 2014 was \$66,038.

Illinois Environmental Protection Agency (IEPA) Loan: During fiscal year 2014, the Village entered into a loan agreement with the IEPA at a 1.995% interest rate. The Village does not have a repayment schedule at this time. As of December 31, 2014, the Village has expensed \$157,096 in current costs of the total project which will be principal to be repaid as a part of the agreement.

Second Star Agreement: In August 2012, the Village entered into an agreement with the Chicago Fire Soccer, LLC (Chicago Fire) to convert eight stadium suites and additional space in the Stadium to build a new exclusive Second Star Club. The Chicago Fire paid for the project and the Village will provide repayment from the funds received from the sale of memberships and sponsorships. Interest will accrue at a rate of 5%. If as of December 31, 2021 the aggregate revenues do not match the outstanding obligation, the Village will not be obligated to pay the Chicago Fire for any additional remaining amounts. The total amount outstanding related to the agreement at December 31, 2014 was \$2,911,687 for the principal and \$141,446 in interest. These amounts have not been recorded as a liability, as it is contingent on the revenues being received.

Sodexo Agreement: On March 5, 2012, the Village entered into an agreement with Sodexo America to manage and operate the food and beverage services at the Stadium. The agreement has a term of five years and if terminated before this time period, the Village is required to reimburse Sodexo for the unamortized portion of the Contract Buy-In. The Contract Buy-In states that Sodexo will provide \$500,000 for use in the food service operation. This was provided during the fiscal year. The Contract Buy-In will be amortized on a straight-line basis over the five years and during that time it will be an operating expense. The Village has no intent to terminate the contract early, resulting in no liability being recorded.

Supplemental Agreement: On September 1, 2005, the Village entered into a supplemental agreement to the Team Permit agreement whereby certain revenues owed by the Village to the Chicago Fire will be deferred until and if cumulative net profits of the stadium exceed \$1 million (Deferred COI). Deferred COI will bear interest at the rate of 8% per annum (not compounded). The obligation to repay Deferred COI shall not constitute an indebtedness of the Village. As a result, no liability has been recorded for these amounts.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 5 – INTERFUND RECEIVABLES AND PAYABLES

All interfund balances are expected to be repaid in the next fiscal year. Mostly, the interfunds are a result of the final allocations of property tax revenues between the funds and expenditures paid for by the general fund which are to be reimbursed by other funds. The lone exception is the amount of money loaned to the general obligation fund from the general fund in order to meet debt repayment obligations. The repayment of these funds is expected to occur after a refinancing of debt in fiscal year 2015.

Fund	Due From	Due To
General:		
General obligation	\$ 2,695,147	\$ -
Non-major governmental	378,546	-
Water	8,627	62,066
Stadium	76,814	-
Subtotal	<u>3,159,134</u>	<u>62,066</u>
General obligation:		
General	<u>-</u>	<u>2,695,147</u>
Bridgeview Stadium:		
General	<u>-</u>	<u>76,814</u>
Non-major governmental:		
General	<u>-</u>	<u>378,546</u>
Water:		
General	<u>62,066</u>	<u>8,627</u>
Total	<u>\$ 3,221,200</u>	<u>\$ 3,221,200</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 6 – INTERFUND TRANSFERS

Multiple transfers between funds were made during the fiscal year between the Village's funds. Transfers include transfers of fund allocations, funding bond payments, funding capital projects, reimbursement for prior year transfers, funding grant shortages, funding shortfalls in certain funds, and payment reclassifications.

Fund	Transfer In	Transfer Out
General:		
Non-major governmental	\$ 114,561	\$ 482,457
Stadium	1,462,543	-
Subtotal	<u>1,577,104</u>	<u>482,457</u>
Non-major governmental:		
General	<u>482,457</u>	<u>114,561</u>
Water:		
Sewer	<u>-</u>	<u>314,736</u>
Sewer:		
Water	<u>314,736</u>	<u>-</u>
Stadium:		
General	<u>-</u>	<u>1,462,543</u>
Total	<u>\$ 2,374,297</u>	<u>\$ 2,374,297</u>

NOTE 7- DEFINED BENEFIT PLAN

Illinois Municipal Retirement Fund

Plan Description

The Village's defined benefit pension plan for employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. 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 financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Funding Policy

As set by statute, employees participating in IMRF are required to contribute 4.50% 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 employer annual required contribution rate for calendar year 2014 was 12.96% of covered payroll. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution requirements for disability and death benefits are established and may be amended by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

For 2014, the Village's actual contributions for pension cost were \$466,676.

Fiscal Year Ending	Annual Pension Cost (APC)	Percent Of APC Contributed	Net Pension Obligation
12/31/14	\$ 466,676	100%	\$ 230,708
12/31/13	462,495	93%	225,875
12/31/12	438,603	87%	187,929

The required contribution for 2014 was determined as part of the December 31, 2012, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2012, included (a) 7.50% investment rate of return (net of administrative and direct investment expenses); (b) projected salary increases of 4.00% per year, attributable to inflation; (c) additional projected salary increases ranging from 0.40% to 10.00% per year depending on age and service, attributable to seniority/merit; and (d) post-retirement benefit increases of 3.00% annually. The actuarial value of the Village's employer plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20.00% corridor between the actuarial and market value of assets. The plan's underfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open 29 year basis.

Funded Status and Funding Progress

As of December 31, 2014, the most recent actuarial valuation date, the plan was 78.62% funded. The actuarial accrued liability for benefits was \$10,445,142 and the actuarial value of assets was \$8,212,137 resulting in an underfunded actuarial accrued liability (UAAL) of \$2,233,005. The covered payroll for 2014 (annual payroll of active employees covered by the plan) was \$3,600,899 and the ratio of the UAAL to the covered payroll was 62%.

NOTE 7- DEFINED BENEFIT PLAN (Continued)

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

Police Pension Plan

Plan Description

Police sworn personnel are covered by the Police Pension which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits, as well as the employee and employer contributions levels, are governed by Illinois Compiled Statutes (40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Police Pension issues its own stand-alone financial report. The publicly available report that includes financial statements and other required information for the Police Pension may be obtained by writing the Village of Bridgeview, 7500 South Oketo Ave, Bridgeview, Illinois 60455.

As provided for in Illinois State Statutes, the Police Pension provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service 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 to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service.

The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.0% of the original pension and 3.0% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes shall not exceed \$106,800 however, that amount shall increase annually by the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. $\frac{1}{2}\%$ for each month under 55).

The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

At December 31, 2014, the Police Pension membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to but not yet receiving benefits	31
Current employees	
Vested and nonvested	<u>33</u>
	<u>64</u>

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting: The financial statements are prepared using the accrual basis of accounting. Employees and employer contributions are recognized as revenue in the period in which employee services are performed. Benefits and refunds are recognized in the period that they are paid.

Method Used to Value Investments: Fixed-income securities are reported at fair value. Short-term investments are reported at fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the trade date. Insurance contracts are valued at contract value. Fair values are derived from published sources.

Concentration of Investments: The Police Pension Plan had the following investments (other than U.S. government guaranteed obligations and mutual funds) in one organization that represents five percent or more of net position available for benefits: Federal Farm Credit Bank (\$2,466,480), Federal Home Loan Bank (\$3,364,601), Federal Home Loan Mortgage Corporation (\$1,238,100), T. Rowe Price Growth Stock Fund #40 (\$1,737,585) and Vanguard 500 Index (\$1,774,879).

Related-Party Transactions: There were no securities of the Village or related parties included in the Police Pension's assets.

Funding Policy and Annual Pension Cost: If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service costs for the Police Pension Plan.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Contribution rates:	
Employer	43.38%
Employee	9.91%
Annual pension cost	\$ 1,222,988
Contributions made	\$ 1,168,821

Actuarial Methods and Assumptions: The following is information as of the most recent actuarial valuation:

Actuarial valuation date	December 31, 2014
Actuarial cost method	Entry age normal
Amortization method	Level % of projected payroll
	Closed basis
Remaining amortization period	26 years
Asset valuation method	5-year Average Market value
Actuarial assumptions:	
Investment rate of return	7.00%, compounded annually
Projected salary increases	5.50%
Inflation rate included	3.00%
Cost of living adjustments	Tier 1 - 3.00%, compounded
	Tier 2 - 2.00%, simple

Annual Pension Cost and Net Pension Obligation: The pension liability for the Police Pension is as follows for December 31, 2013 and December 31, 2014:

	<u>12/31/2013</u>	<u>12/31/2014</u>
Annual required contribution	\$ 1,040,023	\$ 1,140,078
Interest on NPO	219,135	230,847
Adjustment to the ARC	<u>(136,314)</u>	<u>(147,937)</u>
Annual pension cost	1,122,844	1,222,988
Actual contributions	<u>955,530</u>	<u>1,168,821</u>
Increase in the NPO	167,314	54,167
NPO at beginning of year	<u>3,130,498</u>	<u>3,297,812</u>
NPO at end of year	<u>\$ 3,297,812</u>	<u>\$ 3,351,979</u>

Employer annual required contributions (ARC), actual contributions, and the net pension obligation (NPO) are as follows: The NPO is the cumulative difference between the ARC and the contributions actually made.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Trend information:

Fiscal Year Ending	Annual Pension Cost (APC)	Percent Of APC Contributed	Net Pension Obligation
12/31/14	\$ 1,222,988	95.6%	\$ 3,351,979
12/31/13	1,122,844	85.1%	3,297,812
12/31/12	1,116,222	86.8%	3,130,498

Funded Status and Funding Progress: The following is funded status information for the plan as of December 31, 2014, the most recent actuarial valuation date:

Fiscal Year Ending	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) -Entry Age	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL Excess of Assets over AAL) (2)-(1)	(5) Covered Payroll	(6) UAAL (Excess of Assets over AAL) as a % of Covered Payroll (4)/(5)
12/31/12	\$ 18,727,664	\$ 34,613,511	54.1%	\$ 15,885,847	\$ 2,952,913	538.0%
12/31/13	19,672,687	37,362,893	52.7%	17,690,206	2,732,378	647.4%
12/31/14	20,645,850	41,000,807	50.4%	20,354,957	2,694,499	755.4%

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

Fire Pension Plan

Plan Description

Fire sworn personnel are covered by the Fire Pension which is a defined benefit single employer pension plan. Although this is a single-employer pension plan, the defined benefits, as well as the employee and employer contributions levels, are governed by Illinois Compiled Statutes (40 ILCS 5/4) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The publicly available report that includes financial statements and other required information for the Fire Pension may be obtained by writing the Village of Bridgeview, 7500 South Oketo Ave., Bridgeview, Illinois 60455.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

As provided for in Illinois State Statutes, the Fire Pension provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service 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. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.0% of the original pension and 3.0% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800 plus the lesser of ½ of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. ½% for each month under 55).

The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

At December 31, 2014, Fire Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to but not yet receiving benefits	41
Current employees Vested and nonvested	25
	<u>66</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting: The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenue in the period in which employee services are performed. The benefits and refunds are recognized in the period that they are paid.

Method Used to Value Investments: Fixed-income securities are reported at fair value. Short-term investments are reported at fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the trade date. Fair values are derived from published sources.

Concentration of Investments: The Fire Pension had the following investments (other than U.S. government guaranteed obligations and mutual funds) in one organization that represents five percent or more of net position available for benefits: Federal Farm Credit Bank (\$2,945,684), Federal Home Loan Bank (\$4,431,405), T. Rowe Price Growth Stock Fund #40 (\$1,802,305) and Vanguard 500 Index (\$1,704,188).

Related-Party Transactions: There were no securities of the Village or related parties included in the Fire Pension's assets.

Funding Policy and Annual Pension Cost: If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service costs for the Firefighters' Pension Plan.

Contribution rates:	
Employer	57.963%
Employee	9.455%
Annual pension cost	\$ 1,495,421
Contributions made	\$ 1,310,298

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Actuarial Methods and Assumptions: The following is information as of the most recent actuarial valuation:

Actuarial valuation date	December 31, 2014
Actuarial cost method	Entry age normal, level dollar
Amortization method	Level % of projected payroll
	Closed basis
Remaining amortization period	26 years
Asset valuation method	5-year Average Market value
Actuarial assumptions:	
Investment rate of return	7.00%, compounded annually
Projected salary increases	5.50%
Inflation rate included	3.00%
Cost of living adjustments	Tier 1 - 3.00%, compounded
	Tier 2 - 2.00%, simple

Annual Pension Cost and Net Pension Obligation: The pension liability for Fire Pension is as follows for December 31, 2013 and December 31, 2014:

	<u>12/31/2013</u>	<u>12/31/2014</u>
Annual required contribution	\$ 1,252,196	\$ 1,351,696
Interest on NPO	385,696	400,177
Adjustment to the ARC	<u>(239,924)</u>	<u>(256,452)</u>
Annual pension cost	1,397,968	1,495,421
Actual contributions	<u>1,191,095</u>	<u>1,310,298</u>
Increase in the NPO	206,873	185,123
NPO at beginning of year	<u>5,509,946</u>	<u>5,716,819</u>
NPO at end of year	<u>\$ 5,716,819</u>	<u>\$ 5,901,942</u>

Employer annual required contributions (ARC), actual contributions, and the net pension obligation (NPO) are as follows: The NPO is the cumulative difference between the ARC and the contributions actually made.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Trend Information:

Fiscal Year Ending	Annual Pension Cost (APC)	Percent Of APC Contributed	Net Pension Obligation
12/31/14	\$ 1,495,421	87.6%	\$ 5,901,942
12/31/13	1,397,968	85.2%	5,716,819
12/31/12	1,345,986	80.5%	5,509,946

Funded Status and Funding Progress: The following is funded status information for the plan as of December 31, 2014, the most recent actuarial valuation date:

	(1)	(2)	(3)	(4) Unfunded AAL	(5)	(6) UAAL (Excess of Assets over AAL) as a % of Covered Payroll
Fiscal Year End	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) -Entry Age	Funded Ratio (1)/(2)	Excess of Assets over AAL (2)-(1)	Covered Payroll	(4)/(5)
12/31/12	\$ 19,894,597	\$ 38,688,634	51.4%	\$ 18,794,037	\$ 2,355,541	797.9%
12/31/13	20,991,531	39,799,756	52.7%	18,808,225	2,389,194	787.2%
12/31/14	22,008,081	42,588,844	51.7%	20,580,763	2,260,558	910.4%

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

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Fiduciary Net Position:

	Police Pension	Fire Pension	Total
Assets			
Cash and cash equivalents	\$ 1,332,433	\$ 580,946	\$ 1,913,379
Investments	18,971,687	21,353,273	40,324,960
Accrued interest	68,961	80,252	149,213
Prepaid expenses	265	-	265
Contributions due from members	65	-	65
Total assets	<u>20,373,411</u>	<u>22,014,471</u>	<u>42,387,882</u>
Liabilities			
Other liabilities	<u>536</u>	<u>6,390</u>	<u>6,926</u>
Total liabilities	<u>536</u>	<u>6,390</u>	<u>6,926</u>
Net Assets Held in Trust for Pension Benefit	<u><u>\$ 20,372,875</u></u>	<u><u>\$ 22,008,081</u></u>	<u><u>\$42,380,956</u></u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 7- DEFINED BENEFIT PLAN (Continued)

Changes in Plan Net Position:

	Police Pension	Fire Pension	Total
Additions			
Contributions			
Employer	\$ 1,168,821	\$ 1,310,298	\$ 2,479,119
Plan members	269,336	223,163	492,499
Total contributions	<u>1,438,157</u>	<u>1,533,461</u>	<u>2,971,618</u>
Investment earnings			
Net increase (decrease) in fair value of investments	536,270	581,668	1,117,938
Interest and dividends	760,617	856,116	1,616,733
Less investment expense	(50,816)	(57,056)	(107,872)
Net investment income	<u>1,246,071</u>	<u>1,380,728</u>	<u>2,626,799</u>
Total additions	<u>2,684,228</u>	<u>2,914,189</u>	<u>5,598,417</u>
Deductions			
Benefits	1,565,587	1,868,066	3,433,653
Administrative expense	55,214	29,572	84,786
Total deductions	<u>1,620,801</u>	<u>1,897,638</u>	<u>3,518,439</u>
Change in Net Position	<u>1,063,427</u>	<u>1,016,551</u>	<u>2,079,978</u>
Net Position - Beginning	<u>19,309,448</u>	<u>20,991,530</u>	<u>40,300,978</u>
Net Position - Ending	<u><u>\$ 20,372,875</u></u>	<u><u>\$ 22,008,081</u></u>	<u><u>\$42,380,956</u></u>

NOTE 8 – POST EMPLOYMENT BENEFITS**Plan Description**

The Village provides certain healthcare insurance benefits for retired employees. In accordance with the personnel policy, substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The plan does not issue a stand alone financial report. The plan is funded on a pay as you go basis.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 8 – POST EMPLOYMENT BENEFITS (Continued)

Annual OPEB Cost and Net OPEB Obligation

The Village's annual other post employment benefit (OPEB) cost is calculated on the annual required contribution (ARC). Actuarial calculations reflect a long-term perspective. 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 over a period not to exceed thirty years.

Annual required contribution	\$ 386,076
Interest on net OPEB obligation	43,168
Adjustment to the ARC	<u>(28,779)</u>
Annual OPEB cost	400,465
Contributions made	<u>338,432</u>
Increase in net OPEB obligation	62,033
Net OPEB- beginning of year	<u>863,383</u>
Net OPEB- end of year	<u><u>\$ 925,416</u></u>

Funded Status and Funding Progress

As of December 31, 2014 the actuarial accrued liability for benefits was \$6,061,313.

	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) -Entry Age	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL Excess of Assets over AAL) (2)-(1)	(5) Covered Payroll	(6) UAAL (Excess of Assets over AAL) as a % of Covered Payroll (4)/(5)
12/31/12	\$ -	\$ 6,061,313	0.00%	\$ 6,061,313	\$ -	0.00%
12/31/13	-	6,061,313	0.00%	6,061,313	-	0.00%
12/31/14	-	6,061,313	0.00%	6,061,313	-	0.00%

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

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 8 – POST EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions

In the actuarial valuation for the fiscal year ended December 31, 2014, the entry age normal cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 6 percent. The Unfunded Accrued Actuarial Liability is being amortized as level percentage of pay over 30 years. A discount (interest) rate of 5% was used and salary increases of 5% per year. Probabilities of death for participants were according to the IMRF rates. 100% of employees were assumed to elect the benefit. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

NOTE 9 – RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions, natural disasters; and injuries to the Village's employees. The Village maintains commercial insurance for its general liability, property and casualty, and all-risk coverage's. The policies are subject to various deductibles. For all programs, there has been no significant reduction in insurance coverage from coverage in the prior year. Insurance settlements have not exceeded insurance coverage for each of the past three fiscal years. The Village is self-insured for its dental insurance, the amount of claims incurred related to the plan is not material. Effective December 1, 2012, the Village is semi-self-insured for its workers compensation where the Village is responsible to pay the amount of claims up to \$250,000 per incident with excess coverage taking effect after that. Claims incurred at year-end, but not reported are estimated by third party administrators for the plan. At year-end, the claims liability for the self-insurance plan is \$206,194.

	<u>2014</u>	<u>2013</u>
Claims incurred but not paid		
Balance beginning of year	\$ 275,549	\$ 5,551
Claims incurred	1,236,019	1,207,130
Claims paid	<u>(1,305,374)</u>	<u>(937,132)</u>
Balance end of year	<u>\$ 206,194</u>	<u>\$ 275,549</u>

NOTE 10- NOTES RECEIVABLE

On March 1, 2002, the Village sold a parcel of property in the amount of \$225,000 in which the purchaser of the property entered into a financing agreement with the Village to pay the purchase price for the land. The agreement was refinanced on March 4, 2009 for a 4.5% interest rate, and requires the purchaser to make equal monthly payments of \$1,158 from March 1, 2009 through February 1, 2024. Effective October 1, 2010,

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 10- NOTES RECEIVABLE (continued)

the land parcel agreement was amended to lower the interest rate to 3% and suspend principal payments until December 31, 2012. An agreement with new terms has not been signed. With current information a payment schedule cannot be presented, thus the remaining balance as of September 1, 2010 will be presented.

NOTE 11- NEW PRONOUNCEMENTS

In June 2012, the GASB issued Statement 68, *Accounting and Financial Reporting for Pensions*. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* and Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI). The provisions of this Statement are effective for the Village's financial year ending December 31, 2015. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

In November, 2013, the GASB issued Statement 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date- An Amendment of GASB Statement No. 68*. The statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. The provisions of this statement are required to be applied simultaneously with the provisions of Statement 68.

In February, 2015, the GASB issued Statement 72, *Fair Value Measurement and Application*. The statement addresses accounting and financial reporting issues related to fair value measurements. Guidance for determining a fair value measurement for financial reporting purposes, applying fair value to certain investments, and related disclosures are presented. Fair value is the price that would be received when selling an asset or being paid to transfer a liability between parties as of the measurement date. For fair value measurement, a government should consider the unit of account of the asset or liability (i.e. the unit of account for an investment in a mutual fund is each share in the mutual fund held). Valuation techniques should be consistent with the market, cost and/or income approaches. The market approach uses prices or market transaction information that involve similar assets and liabilities. The cost approach is based upon the amount to replace an asset at its current capacity. The income approach future amounts to a discounted present amount. Additionally, the statement establishes a hierarchy to which inputs are to be used to measure fair value. The three levels are quoted prices in active markets for identical assets and liabilities, inputs other than quoted prices that are observable, directly or indirectly, for assets and liabilities, and unobservable inputs such as management assumptions. In terms of application, investments are to be measured at fair value. If a fair value is not easily determinable, it may be determined by using the net asset per share (or equivalent) of the investment. Donated capital assets, donated works of art, historical treasures, and assets received in a service concession agreement are to be recorded at acquisition value.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 11- NEW PRONOUNCEMENTS (continued)

Disclosures are required surrounding fair value measurements, level of fair value hierarchy, and valuation techniques to be organized by asset or liability type. Additional disclosures are necessary for investments valued at the net asset per share (or equivalent) amount. The statement is effective for the Village's financial year ending December 31, 2016, with early implementation encouraged.

NOTE 12 – FUND DISCLOSURES

The following funds had deficit fund balances/net position at December 31, 2014:

Funds	Deficit
Beautification of Bridgeview	148,444
Capital Projects Sidewalks	84,790
Capital Projects Street Lighting	28,290
Capital Projects 71st St. Underpass	357,407
Community Development Block Grant Fund	130,441
General Obligation Fund	1,919,305

Refunding bond proceeds will be used to address the General Obligation Fund deficit. A number of these funds are currently showing a deficit due to grant funding not being received within 60 days of year-end. Upon receipt of the grant funds, the deficit would be reversed.

NOTE 13- DEBT MANAGEMENT AND SUBSEQUENT EVENT

The Village has approximately \$236 million of general obligation bonds outstanding. Of this amount, \$132 million of bonds were issued in 2005 (\$122.5 remains outstanding at year-end) to fund the construction of Toyota Park, a soccer stadium to serve as the home field for the Chicago Fire of Major League Soccer (MLS), and other Village improvements. The operations of the Stadium were to provide annual cash flow to service \$8 million of the total amount of debt service on the bond associated with Toyota Park. However, as a result of the recent economic downturn and other factors, revenues from Toyota Park have not been sufficient to defray this annual cost. Further, debt restructurings since 2010 have increased the annual Village debt service.

Another portion of the Village's outstanding debt approximating \$50 million was issued in 2008 to fund economic development costs including land acquisition and off-site costs for Toyota Park. This debt was originally envisioned to be repaid from increased revenues resulting from redevelopment initiatives including Toyota Park. These revenues included land sales and increases in sales taxes and tax increment revenues. These bonds did not have amortization until 2018 to allow time for projects to materialize. While the recent recession delayed development, there are now projects that are proceeding that should begin to generate such revenues.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2014

NOTE 13- DEBT MANAGEMENT AND SUBSEQUENT EVENT (continued)

Instead of increasing taxes immediately for the shortfall associated with Toyota Park, the Village has been restructuring debt to gradually increase taxes and other revenues. The proceeds of these interim restructurings ran out in 2014 resulting in a \$2.7 million interfund borrowing from the general fund. Further, there are additional needs to restructure bonds over the next several years until additional revenues (other than debt service property taxes) are realized or the tax increase for debt service is sufficient to service outstanding bonds.

On June 24, 2015, the Village entered into an agreement for the sale of \$16 million of general obligation bonds to refund the following debt service payments and to provide cash to repay the interfund borrowing from the general fund:

Issue Refunded	Payments Refunded				
	June 1, 2015	Dec. 1, 2015	June 1, 2016	Dec. 1, 2016	Total
2005	\$ 3,119,856	\$ 5,874,856	\$ 3,053,737	\$ 2,063,360	\$ 14,111,809
2012	79,650	-	-	-	79,650
2013	672,828	-	-	-	672,828
2014A	635,713	-	-	-	635,713
Total	\$ 4,508,047	\$ 5,874,856	\$ 3,053,737	\$ 2,063,360	\$ 15,500,000

REQUIRED SUPPLEMENTARY INFORMATION



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original and Final Budget	Actual	Variance Over (Under) Final Budget
Revenues			
Property taxes	\$ 2,632,318	\$ 2,531,010	\$ (101,308)
Replacement taxes	215,800	208,869	(6,931)
Sales tax	8,605,000	8,802,309	197,309
Income tax	1,610,000	1,557,470	(52,530)
Other intergovernmental	798,650	809,036	10,386
Licenses, fees and permits	946,700	785,962	(160,738)
Fines and forfeitures	258,300	444,274	185,974
Charges for services	2,419,750	2,206,675	(213,075)
Interest	5,500	4,588	(912)
Miscellaneous	949,900	1,156,666	206,766
Total revenues	<u>18,441,918</u>	<u>18,506,859</u>	<u>64,941</u>
Expenditures			
Current			
Administrative	9,854,659	10,512,894	658,235
Police department	3,473,155	3,568,167	95,012
Fire department	3,635,699	3,640,620	4,921
Public works	1,292,058	1,590,371	298,313
Culture and recreation	393,117	534,552	141,435
All other departments	984,353	1,006,017	21,664
Capital outlays	139,900	604,033	464,133
Debt service- principal	-	88,987	88,987
Debt service- interest and fees	167,325	120,318	(47,007)
Total expenditures	<u>19,940,266</u>	<u>21,665,959</u>	<u>1,725,693</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,498,348)</u>	<u>(3,159,100)</u>	<u>(1,660,752)</u>
Other Financing Sources (Uses)			
Sale of property	1,900,000	-	(1,900,000)
Loan proceeds	-	360,000	360,000
Transfers in	300,000	1,577,104	1,277,104
Transfers (out)	(701,652)	(482,457)	219,195
Total other financing sources (uses)	<u>1,498,348</u>	<u>1,454,647</u>	<u>(43,701)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(1,704,453)</u>	<u>\$ (1,704,453)</u>
Fund Balance - Beginning of Year		<u>5,185,386</u>	
Fund Balance - End of Year		<u>\$ 3,480,933</u>	

VILLAGE OF BRIDGEVIEW, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
BRIDGEVIEW STADIUM
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original and Final Budget	Actual	Variance Over (Under) Final Budget
Revenues			
Stadium event revenue	\$ 1,375,000	\$ 1,540,138	\$ 165,138
Stadium sponsorship	945,000	890,216	(54,784)
Stadium rental revenue	908,480	1,342,575	434,095
Other revenue	2,065,000	363,761	(1,701,239)
Investment income	100	127	27
Total revenues	<u>5,293,580</u>	<u>4,136,817</u>	<u>(1,156,763)</u>
Expenditures			
Current			
Administrative	3,543,580	2,593,565	(950,015)
Debt service- principal	50,000	50,000	-
Capital outlay	-	62,437	62,437
Total expenditures	<u>3,593,580</u>	<u>2,706,002</u>	<u>(887,578)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,700,000</u>	<u>1,430,815</u>	<u>(269,185)</u>
Other Financing Sources (Uses)			
Transfers (out)	(1,700,000)	(1,462,543)	(237,457)
Total other financing sources (uses)	<u>(1,700,000)</u>	<u>(1,462,543)</u>	<u>(237,457)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(31,728)</u>	<u>\$ (31,728)</u>
Fund Balance - Beginning of Year		<u>489,768</u>	
Fund Balance - End of Year		<u>\$ 458,040</u>	

VILLAGE OF BRIDGEVIEW, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND
AS OF DECEMBER 31, 2014

Actuarial Valuation Date	Employer Contributions	Annual Pension Cost	Percent Contributed
12/31/2014	\$ 466,676	\$ 466,676	100.00%
12/31/2013	428,569	462,495	92.66%
12/31/2012	379,676	438,603	86.56%
12/31/2011	311,525	367,132	84.85%
12/31/2010	289,834	359,048	80.72%
12/31/2009	296,228	296,228	100.00%

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2014	\$ 8,212,137	\$ 10,445,142	\$ 2,233,005	78.62%	\$ 3,600,899	62.01%
12/31/2013	7,252,527	9,309,459	2,056,932	77.90%	3,461,787	59.42%
12/31/2012	6,271,030	8,794,254	2,523,224	71.31%	3,348,117	75.36%
12/31/2011	5,384,011	7,941,906	2,557,895	67.79%	3,251,830	78.66%
12/31/2010	4,690,924	7,035,423	2,344,499	66.68%	3,327,603	70.46%
12/31/2009	6,484,960	8,269,170	1,784,210	78.42%	3,475,548	51.34%

VILLAGE OF BRIDGEVIEW, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND
AS OF DECEMBER 31, 2014

Actuarial Valuation Date	Employer Contributions	Annual Pension Cost	Percent Contributed
12/31/2014	\$ 1,168,821	\$ 1,222,988	95.57%
12/31/2013	955,530	1,122,844	85.10%
12/31/2012	969,037	1,116,222	86.81%
12/31/2011	1,169,553	1,226,536	95.35%
12/31/2010	958,956	1,159,686	82.69%
12/31/2009	1,008,627	1,049,464	96.11%

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2014	\$ 20,645,850	\$ 41,000,807	\$20,354,957	50.35%	\$ 2,694,499	755.43%
12/31/2013	19,672,687	37,362,893	17,690,206	52.65%	2,732,378	647.43%
12/31/2012	18,727,664	34,613,511	15,885,847	54.11%	2,952,913	537.97%
12/31/2011	17,625,978	32,016,968	14,390,990	55.05%	2,937,045	489.98%
12/31/2010	16,359,859	30,618,101	14,258,242	53.43%	3,140,129	454.07%
12/31/2009	14,983,639	29,071,411	14,087,772	51.54%	3,097,101	454.87%

VILLAGE OF BRIDGEVIEW, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
FIRE PENSION FUND
AS OF DECEMBER 31, 2014

Actuarial Valuation Date	Employer Contributions	Annual Pension Cost	Percent Contributed
12/31/2014	\$ 1,310,298	\$ 1,495,421	87.62%
12/31/2013	1,191,095	1,397,968	85.20%
12/31/2012	1,083,524	1,345,986	80.50%
12/31/2011	1,306,104	1,422,769	91.80%
12/31/2010	1,074,674	1,367,553	78.58%
12/31/2009	1,129,973	1,217,344	92.82%

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2014	\$ 22,008,081	\$ 42,588,844	\$ 20,580,763	51.68%	\$ 2,260,558	910.43%
12/31/2013	20,991,531	39,799,756	18,808,225	52.74%	2,389,194	787.22%
12/31/2012	19,894,597	38,688,634	18,794,037	51.42%	2,355,541	797.86%
12/31/2011	18,895,286	36,116,788	17,221,502	52.32%	2,414,679	713.20%
12/31/2010	18,066,030	33,987,759	15,921,729	53.15%	2,717,071	585.99%
12/31/2009	16,408,459	31,748,457	15,339,998	51.68%	2,740,323	559.79%

VILLAGE OF BRIDGEVIEW, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS FOR RETIREE HEALTH PLAN
OTHER POST EMPLOYMENT BENEFITS PLAN
AS OF DECEMBER 31, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2014	\$ -	\$ 6,061,313	\$ 6,061,313	0.00%	\$ -	0.00%
12/31/2013	-	6,061,313	6,061,313	0.00%	-	0.00%
12/31/2012	-	6,061,313	6,061,313	0.00%	-	0.00%
12/31/2011	-	6,061,313	6,061,313	0.00%	-	0.00%
12/31/2010	-	3,826,497	3,826,497	0.00%	-	0.00%
12/31/2009	-	3,826,497	3,826,497	0.00%	-	0.00%

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to the required supplementary information
December 31, 2014

NOTE – BUDGET AND BUDGETARY ACCOUNTING

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

- The finance department submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- Budget hearings are held.
- The budget is legally enacted through passage of an ordinance.
- The budget may be amended by the Board of Trustees. The budget was not amended this year.
- Budgets are adopted on a basis consistent with accounting principals generally accepted in the United States of America, except for enterprise funds which do not budget for depreciation.

The level of control (level at which expenditures may not exceed budget/appropriations) is the Fund. Budget/appropriations lapse at year-end.

The Village legally adopts budgets for all funds except the Beautification of Bridgeview, Capital Projects Sidewalks, Capital Projects Street Lighting, Community Development Block Grant, 79th and Harlem TIF, and 103rd St. and Harlem TIF Funds. The following funds had an excess of actual expenditures over related budgeted expenditures, not including depreciation for the year ended December 31, 2014.

General Fund	\$ 1,691,572
Motor Fuel Tax Fund	996,555
Harlem Avenue TIF #1 Fund	31,184
71 st Street and Harlem Ave TIF Fund	275,719
103 rd Street and 76 th Avenue TIF Fund	1,340,647

COMBINING SCHEDULES



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2014

	Community Development Block Grant	103rd St and Harlem Ave	Motor Fuel Tax	Drug Enforcement	Harlem Ave TIF #1	Capital Projects Sidewalks	Capital Projects 71st St. Underpass	79th & Harlem TIF Fund	71st Street & Harlem Ave TIF	Beautification of Bridgeview	Capital Projects Street Lighting	Total Nonmajor Governmental Funds
Assets												
Cash and investments	\$ 945	\$ 342,168	\$ 222,135	\$ 1,212,429	\$ 6,012	\$ 407	\$ 9,948	\$ 5,621	\$ 7,686	\$ 4,007	\$ 3,385	\$ 1,814,743
Property tax receivable	-	2,870	-	-	22,175	-	-	-	-	-	-	25,045
Other receivable	-	-	-	-	-	-	-	-	32,525	-	-	32,525
Due from other governments	100,000	-	132,262	-	-	-	357,407	-	-	-	-	589,669
Interfund receivable	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 100,945</u>	<u>\$ 345,038</u>	<u>\$ 354,397</u>	<u>\$ 1,212,429</u>	<u>\$ 28,187</u>	<u>\$ 407</u>	<u>\$ 367,355</u>	<u>\$ 5,621</u>	<u>\$ 40,211</u>	<u>\$ 4,007</u>	<u>\$ 3,385</u>	<u>\$ 2,461,982</u>
Liabilities												
Accounts payable	\$ 131,386	\$ -	\$ 292,933	\$ 19,218	\$ 6,550	\$ 85,197	\$ 132,812	\$ -	\$ 34,748	\$ 152,451	\$ 31,675	\$ 886,970
Interfund payables	-	58,423	468	85,112	-	-	234,543	-	-	-	-	378,546
Other payables	-	241,577	-	-	-	-	-	-	-	-	-	241,577
Total liabilities	<u>131,386</u>	<u>300,000</u>	<u>293,401</u>	<u>104,330</u>	<u>6,550</u>	<u>85,197</u>	<u>367,355</u>	<u>-</u>	<u>34,748</u>	<u>152,451</u>	<u>31,675</u>	<u>1,507,093</u>
Deferred Inflows												
Unavailable revenue- property taxes	-	-	-	-	10,762	-	-	-	-	-	-	10,762
Unavailable revenue- grants	100,000	-	51,925	-	-	-	357,407	-	1,790	-	-	511,122
Total deferred inflows	<u>100,000</u>	<u>-</u>	<u>51,925</u>	<u>-</u>	<u>10,762</u>	<u>-</u>	<u>357,407</u>	<u>-</u>	<u>1,790</u>	<u>-</u>	<u>-</u>	<u>521,884</u>
Fund Balances												
Restricted												
Law enforcement	-	-	-	1,108,099	-	-	-	-	-	-	-	1,108,099
Street improvements	-	-	9,071	-	-	-	-	-	-	-	-	9,071
TIF redevelopment	-	45,038	-	-	10,875	-	-	5,621	3,673	-	-	65,207
Unassigned	(130,441)	-	-	-	-	(84,790)	(357,407)	-	-	(148,444)	(28,290)	(749,372)
Total fund balances	<u>(130,441)</u>	<u>45,038</u>	<u>9,071</u>	<u>1,108,099</u>	<u>10,875</u>	<u>(84,790)</u>	<u>(357,407)</u>	<u>5,621</u>	<u>3,673</u>	<u>(148,444)</u>	<u>(28,290)</u>	<u>433,005</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 100,945</u>	<u>\$ 345,038</u>	<u>\$ 354,397</u>	<u>\$ 1,212,429</u>	<u>\$ 28,187</u>	<u>\$ 407</u>	<u>\$ 367,355</u>	<u>\$ 5,621</u>	<u>\$ 40,211</u>	<u>\$ 4,007</u>	<u>\$ 3,385</u>	<u>\$ 2,461,982</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Community Development Block Grant	103rd St and Harlem Ave	Motor Fuel Tax	Drug Enforcement	Harlem Ave TIF #1	Capital Projects Sidewalks	Capital Projects 71st St. Underpass	79th & Harlem TIF Fund	71st Street & Harlem Ave TIF	Beautification of Bridgeview	Capital Projects Street Lighting	Total Nonmajor Governmental Funds
Revenues												
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 168,448	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 168,448
Motor fuel tax allotments	-	-	559,801	-	-	-	-	-	-	-	-	559,801
Other intergovernmental	-	-	986,844	-	-	-	1,324,134	-	112,532	-	-	2,423,510
Fines and forfeitures	-	-	-	49,157	-	-	-	-	-	-	-	49,157
Investment income	-	-	-	25,936	9	-	-	-	-	-	-	25,945
Other revenue	10,966	1,249	-	388	-	-	-	-	-	-	-	12,603
Total revenues	10,966	1,249	1,546,645	75,481	168,457	-	1,324,134	-	112,532	-	-	3,239,464
Expenditures												
Current												
Administration	8	6,650	-	-	31,184	-	-	26,095	215,813	-	-	279,750
Police department	-	-	-	172,142	-	-	-	-	-	-	-	172,142
Public works	-	-	1,430,378	-	-	-	-	-	-	-	-	1,430,378
Capital outlay	131,386	-	-	26,654	-	-	788,072	-	119,906	-	-	1,066,018
Debt service												
Principal	-	-	22,177	-	320,000	-	-	-	-	-	-	342,177
Interest and fees	-	-	-	-	58,605	-	-	-	-	-	-	58,605
Total expenditures	131,394	6,650	1,452,555	198,796	409,789	-	788,072	26,095	335,719	-	-	3,349,070
Excess (Deficiency) of Revenues over Expenditures	(120,428)	(5,401)	94,090	(123,315)	(241,332)	-	536,062	(26,095)	(223,187)	-	-	(109,606)
Other Financing Sources (Uses)												
Sale of property	-	-	-	-	-	-	-	-	340,548	-	-	340,548
Transfers in	-	-	-	-	137,000	-	297,457	33,000	-	15,000	-	482,457
Transfers (out)	-	-	-	-	-	(8,000)	-	-	(106,561)	-	-	(114,561)
Total other financing sources (uses)	-	-	-	-	137,000	(8,000)	297,457	33,000	233,987	15,000	-	708,444
Net Change in Fund Balances	(120,428)	(5,401)	94,090	(123,315)	(104,332)	(8,000)	833,519	6,905	10,800	15,000	-	598,838
Fund Balances - Beginning of Year	(10,013)	50,439	(85,019)	1,231,414	115,207	(76,790)	(1,190,926)	(1,284)	(7,127)	(163,444)	(28,290)	(165,833)
Fund Balances - End of Year	\$ (130,441)	\$ 45,038	\$ 9,071	\$ 1,108,099	\$ 10,875	\$ (84,790)	\$ (357,407)	\$ 5,621	\$ 3,673	\$ (148,444)	\$ (28,290)	\$ 433,005

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF PLAN NET POSITION
PENSION TRUST FUNDS
DECEMBER 31, 2014

	Police Pension	Fire Pension	Total
Assets			
Cash and cash equivalents	\$ 1,332,433	\$ 580,946	\$ 1,913,379
Investments	18,971,687	21,353,273	40,324,960
Accrued interest	68,961	80,252	149,213
Prepaid expenses	265	-	265
Contributions due from members	65	-	65
Total assets	<u>20,373,411</u>	<u>22,014,471</u>	<u>42,387,882</u>
Liabilities			
Other liabilities	536	6,390	6,926
Total liabilities	<u>536</u>	<u>6,390</u>	<u>6,926</u>
Net Position Held in Trust for Pension Benefits	<u><u>\$ 20,372,875</u></u>	<u><u>\$ 22,008,081</u></u>	<u><u>\$ 42,380,956</u></u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF CHANGES IN NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Police Pension Fund	Fire Pension Fund	Total
Additions			
Contributions			
Employer	\$ 1,168,821	\$ 1,310,298	\$ 2,479,119
Plan members	269,336	223,163	492,499
Total contributions	<u>1,438,157</u>	<u>1,533,461</u>	<u>2,971,618</u>
Investment earnings			
Interest and dividends earned	760,617	856,116	1,616,733
Net increase (decrease) in fair value	536,270	581,668	1,117,938
Total investment income	1,296,887	1,437,784	2,734,671
Less investment expense	(50,816)	(57,056)	(107,872)
Net investment earnings	<u>1,246,071</u>	<u>1,380,728</u>	<u>2,626,799</u>
Total additions	<u>2,684,228</u>	<u>2,914,189</u>	<u>5,598,417</u>
Deductions			
Benefits	1,565,587	1,868,066	3,433,653
Administrative expenses	55,214	29,572	84,786
Total deductions	<u>1,620,801</u>	<u>1,897,638</u>	<u>3,518,439</u>
Change in Net Position	<u>1,063,427</u>	<u>1,016,551</u>	<u>2,079,978</u>
Net Position Held in Trust for Pension Benefits			
Beginning of Year	<u>19,309,448</u>	<u>20,991,530</u>	<u>40,300,978</u>
End of Year	<u>\$ 20,372,875</u>	<u>\$ 22,008,081</u>	<u>\$ 42,380,956</u>