

VILLAGE OF BRIDGEVIEW, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

December 31, 2017



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS

ANNUAL FINANCIAL REPORT

December 31, 2017

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FINANCIAL SECTION



BRIDGEVIEW, ILLINOIS



INDEPENDENT AUDITOR'S REPORT

To the Honorable President and Board of Trustees
Village of Bridgeview, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Bridgeview, Illinois as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As explained in Note 1, the Harlem Ave TIF #2 fund which was reported as a non-major fund in the prior year is now reported as a major fund. In addition, the Village created a new fund, the Bridgeview Finance Corporation fund, which is reported as major. 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, budgetary comparison information, schedules of changes in Village net pension liability and related ratios, schedules of Village contributions, and schedule of funding progress for retiree health plan on pages 3–15 and 72–81 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 combining fund financial statements 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 fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

JW & Associates, P.C.

Hillside, Illinois
September 7, 2018

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

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, 2017. 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, 2017 is (\$106,283,397) as compared to (\$97,796,575) in the prior year. Governmental net position was (\$121,266,109) and business-type activities were \$14,982,712.
- During the year, the Village's Governmental revenues, totaled \$39,136,933 and expenses totaled, \$47,412,021 resulting in a decrease in net position of (\$8,275,088).
- The Village's business-type activities, revenues were \$5,832,293 and expenses were \$6,044,027 resulting in a decrease in net position of \$211,734.

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 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 16 of this report.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

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 17 of this report.

The governmental activities reflect the Village's basic services, which are general government, public safety, public works, culture and recreation 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 18-24 of this report.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

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 25 and 26 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, 2017

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, 2017 and 2016

(in thousands)	Governmental Activities <u>12/31/2017</u>	Governmental Activities <u>12/31/2016</u>	Increase (Decrease)
Assets:			
Current assets	\$ 40,971	\$ 24,831	\$ 16,140
Non-current assets	<u>167,355</u>	<u>168,468</u>	<u>(1,113)</u>
Total assets	<u>208,326</u>	<u>193,299</u>	<u>15,027</u>
Deferred outflows	<u>11,088</u>	<u>14,515</u>	<u>(3,427)</u>
Liabilities:			
Current liabilities	11,617	10,380	1,237
Non-current liabilities	<u>310,460</u>	<u>293,323</u>	<u>17,137</u>
Total liabilities	<u>322,077</u>	<u>303,703</u>	<u>18,374</u>
Deferred inflows	<u>18,602</u>	<u>17,102</u>	<u>1,500</u>
Net position:			
Net investment in capital assets	(94,827)	(75,163)	(19,664)
Restricted	19,979	2,459	17,520
Unrestricted	<u>(46,417)</u>	<u>(40,287)</u>	<u>(6,130)</u>
Total net position	<u><u>\$ (121,265)</u></u>	<u><u>\$ (112,991)</u></u>	<u><u>\$ (8,274)</u></u>

The 2017 assets as described above are composed of cash and investments valued at \$21.69 million (10% of total assets), \$18.87 million of intergovernmental and taxes receivable (9% of total assets) and capital assets net of accumulated depreciation of \$168.33 million (80% of total assets). The liabilities as described above are composed of accounts payable of \$1.8 million (0.6% of total liabilities), accrued payroll and other liabilities of \$5.2 million (1.6% of total liabilities), \$4.5 million of long term debt due within one year (1.4% of total liabilities) and \$310.5 million of long term debt due in more than one year (96.4% of total liabilities). Non-current assets are down by \$1.1 million due primarily to depreciation expense exceeding current year additions. Current assets are up \$16.1 million as a result of cash and investment balance being up by \$15.5 million from the previous year as a result of cash on hand after the issuances of current year bonds. The decrease in deferred outflows is the result of deferred

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

outflows related to pensions dropping by \$3.2 million. Non-current liabilities have increased \$17.1 million as a result of an issuance of bonds of \$48.2 million less debt payments of \$29.5 million. Additionally, net pension liability decreased by \$1.6 million. The increase in deferred inflows are the result of an increase in unavailable property taxes of \$1.0 million and an increase in deferred outflows related to pensions of \$0.5 million.

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, Other and Interest on Debt. General revenues are separated by property taxes, public service taxes, investment earnings, miscellaneous revenues and gain/loss on the sales of assets.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

CONDENSED STATEMENT OF ACTIVITIES

For the Years Ended December 31, 2017 and 2016

(in thousands)	Governmental Activities	Governmental Activities	Increase (Decrease)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Program Revenues:			
Charges for services	\$ 7,760	\$ 7,445	\$ 315
Operating grants and contributions	598	439	159
Capital grants and contributions	75	102	(27)
General Revenues:			
Taxes	30,649	27,462	3,187
Unrestricted Investment Earnings	12	9	3
Miscellaneous revenues	43	348	(305)
Gain/(Loss) on disposal of assets	-	-	-
Total revenues	<u>39,137</u>	<u>35,805</u>	<u>3,332</u>
Expenses:			
General government	14,273	14,116	157
Public safety	9,541	11,262	(1,721)
Highway and streets	2,002	1,915	87
Culture and recreation	5,360	5,143	217
Other	1,529	2,541	(1,012)
Interest on long-term debt	14,706	12,490	2,216
Total expenses	<u>47,411</u>	<u>47,467</u>	<u>(56)</u>
Change in net position	<u>(8,274)</u>	<u>(11,662)</u>	<u>3,388</u>
Net position - beginning	<u>(112,991)</u>	<u>(101,329)</u>	<u>(11,662)</u>
Net position - ending	<u>\$ (121,265)</u>	<u>\$ (112,991)</u>	<u>\$ (8,274)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

Total revenues for fiscal 2017 increased by \$3.3 million from the prior year. The most significant change was an increase in property tax revenue of \$2.4 million, which was collected primarily in the general obligation fund.

Total expenses for fiscal 2017 decreased by \$0.1 million. The most significant changes within expenses were an increase in interest on long-term debt of \$2.2 million and decreases in public safety of \$1.7 million and other functions of \$1.0 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>12/31/2017</u>	Business-Type Activities <u>12/31/2016</u>	Increase (Decrease)
(in thousands)			
Assets:			
Current assets	\$ 1,935	\$ 1,536	\$ 399
Non-current assets	<u>14,396</u>	<u>14,980</u>	<u>(584)</u>
Total assets	<u>16,331</u>	<u>16,516</u>	<u>(185)</u>
 Deferred outflows	 <u>449</u>	 <u>543</u>	 <u>(94)</u>
Liabilities:			
Current liabilities	544	540	4
Non-current liabilities	<u>1,212</u>	<u>1,287</u>	<u>(75)</u>
Total liabilities	<u>1,756</u>	<u>1,827</u>	<u>(71)</u>
 Deferred inflows	 <u>41</u>	 <u>37</u>	 <u>4</u>
Net Position:			
Net investment in capital assets	13,859	14,627	(768)
Unrestricted	<u>1,124</u>	<u>567</u>	<u>557</u>
 Total net position	 <u>\$ 14,983</u>	 <u>\$ 15,194</u>	 <u>\$ (211)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

The decrease in non-current liabilities is driven by a slight decrease in the net pension liability and the paying down of principal related to the IEPA loan. Deferred outflows related to pension dropped by nearly \$0.1 million during the fiscal year. Current assets increased by \$0.4 million due to the increase in cash balances of nearly the same amount. The decrease in non-current assets is due to depreciation expense in excess of capital asset additions.

CONDENSED STATEMENT OF ACTIVITIES

	Business-Type Activities <u>12/31/2017</u>	Business-Type Activities <u>12/31/2016</u>	Increase (Decrease) <u></u>
(in thousands)			
Revenues:			
Program Revenues			
Charges for services	\$ 5,735	\$ 5,665	\$ 70
General revenues:			
Miscellaneous	97	106	(9)
Interest Income (Expense)	-	-	-
Total revenues	<u>5,832</u>	<u>5,771</u>	<u>61</u>
Expenses:			
Water	5,042	4,760	282
Sewer	<u>1,001</u>	<u>979</u>	<u>22</u>
Total expenses	<u>6,043</u>	<u>5,739</u>	<u>304</u>
Change in net position	(211)	32	(243)
Net position beginning of year (as restated)	15,194	15,162	32
Net position end of year	<u>\$ 14,983</u>	<u>\$ 15,194</u>	<u>\$ (211)</u>

The most significant changes in water and sewer fund operations were increases of about \$282,000 in water expenses from the prior year due to increases in salaries and overtime paid out during the fiscal year. The Village also saw an increase in water revenues of nearly \$70,000. There were no transfers to governmental funds during the fiscal year.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

The major governmental funds are: General Fund, General Obligation Fund, the Bridgeview Finance Corporation (a newly formed blended component unit), Harlem Ave TIF #2 (previously non-major) and the Bridgeview Stadium. All other governmental funds are shown as non-major.

Overall revenue in the governmental funds increased by \$3.1 million, or 9%. The primary cause of the increase was a \$2.4 million increase in property tax revenues and \$0.4 million increase in stadium event revenue in the Bridgeview stadium fund.

Expenditures have increased by \$28.9 million or 65% primarily due to a \$25.0 million payoff of principal related to series 2008 A&B bonds and a \$2.3 million increase in interest and other fiscal charges which were related to debt issued on behalf of the Village by the Bridgeview Finance Corporation. Other increases in expenditures include \$0.7 million related to general administration, and \$0.3 million related to the culture and recreation. Increased capital outlay by nearly \$0.8 million was a result of completing the new sports dome project during the fiscal year.

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 presented 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, 2017**

(in thousands)	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>General Fund</u>			
Revenues	\$ 20,101	\$ 20,633	\$ 532
Expenditures	(22,359)	(22,128)	231
Net transfers/other sources/uses	2,258	1,601	(657)
Special items	<u>-</u>	<u>(888)</u>	<u>(888)</u>
Net change in fund balance	<u>-</u>	<u>(782)</u>	<u>(782)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

The major variances between actual and budget include the following:

- Sales tax revenue exceeded budget by \$370,000. Additionally, intergovernmental revenue exceeded budget by \$380,000 and charges for services exceeded budget by \$50,000.
- Income tax revenue was below budget by \$105,000. In addition, property tax revenue was below budget by \$133,000 and fines and forfeitures were below budget by \$74,000.
- Expenditures are under budget by \$208,000 in public works and by \$125,000 in fire. Conversely, expenditures are over budget by \$109,000 in culture and recreation.
- Debt issuances were below budget by \$1,333,000 while net transfer activity was below budget by \$676,000.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

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, 2016	Balance December 31, 2017	Increase/ (Decrease)
Land	\$ 37,206	\$ 37,206	\$ -
Construction in progress	1,104	228	(876)
Infrastructure	50,729	50,729	-
Land improvements	863	863	-
Buildings	128,378	132,575	4,197
Equipment	9,175	9,179	4
Accumulated Depreciation	(59,127)	(63,425)	(4,298)
Total capital assets, net	<u>\$ 168,328</u>	<u>\$ 167,355</u>	<u>\$ (973)</u>

Business-Type Activities	Balance December 31, 2016	Balance December 31, 2017	Increase/ (Decrease)
Construction in progress	\$ 352	\$ -	\$ (352)
Infrastructure	23,808	24,202	394
Land improvements	553	553	-
Buildings	1,331	1,331	-
Equipment	3,056	3,056	-
Accumulated Depreciation	(14,120)	(14,746)	(626)
Total capital assets, net	<u>\$ 14,980</u>	<u>\$ 14,396</u>	<u>\$ (584)</u>

Additions related to the new Sportsdome which was construction in progress in the prior year was reported in governmental activities in the amount of \$3,321,000. Purchases of vehicles and other equipment also occurred during the fiscal year for governmental activities in the amount of \$180,000 in business-type activities, additional costs related to the water main that was construction in progress in the previous year for the new Sportsdome was reported in the amount of \$42,000.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

DEBT ADMINISTRATION

At December 31, 2017, the Village had outstanding debt as follows:

Governmental Activities:	
2003 General Obligation Bonds	\$ 370,000
2005 General Obligations Bonds	113,915,000
2011A General Obligation Bonds	1,875,000
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	1,250,000
2015A General Obligation Bonds	16,000,000
2017A Sales Tax Securitized Bonds	27,155,000
2017B Taxable Sales Tax Securitized Bonds	20,285,000
2008 SSA #5 General Obligation Bonds	110,000
Premium/(Discount)	2,214,752
Notes Payable:	
Ford Ambulance Lease	111,811
Pumper Lease	191,277
Due to Bedford Park	50,000
Compensated Absences	1,122,165
Net Pension Liability	50,386,170
Net OPEB Obligation	<u>1,348,100</u>
Total Governmental Activities	<u>\$ 315,039,275</u>
Business-Type Activities:	
IEPA Loan	536,726
Net Pension Liability	<u>701,506</u>
Total Business-Type Activities	<u>\$ 1,238,232</u>

The Village, through the newly formed Bridgeview Finance Corporation, issued nearly \$48.2 million in new bonds during 2017. The Village experienced increases in compensated absences of \$106,000 and net OPEB obligation of \$100,000. Net pension liabilities related to the Village's pension plans dropped by nearly \$1.6 million. The Village made \$29.5 million in principal payments during the year.

VILLAGE OF BRIDGEVIEW, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2017

Currently Known Facts, Decisions and Conditions

Management's plans to ensure the short term and long term sustainability of the Village are currently focused on economic development within the Harlem Ave. #2 and Bridgeview Court TIF districts. Completion of a state of the art Sports Dome, a mini mall, and a hotel are expected in 2018 within the Harlem Ave. #2 TIF district. Those additions at the corner of 71st & Harlem will be adjacent to the already existing Stadium, home of the Chicago Fire. Those additions will add to the Village's existing sales tax revenues, hotel tax revenues and recreational fees to enhance the general fund's operating revenues. Property taxes generated by the mini mall and hotel will be available to reduce the Village's debt service burden on existing tax payers within the Village. Plans to sell available land within the Bridgeview Court TIF district are expected to be finalized in 2018 also. The multi-million dollar sale will bring the expansion of a local car dealership. The addition of the expansion will enhance the 79th & Harlem Ave. corridor, along with the additional tax revenues to supplement the Village's operating revenues and debt service burden.

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.

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF NET POSITION
DECEMBER 31, 2017

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and cash equivalents	\$ 21,694,804	\$ 1,231,441	\$ 22,926,245
Receivables (net of allowances for uncollectibles)			
Property taxes	15,080,357	-	15,080,357
Other governmental	3,265,713	-	3,265,713
Accounts	516,783	553,916	1,070,699
Inventory	-	17,740	17,740
Prepaid expenses	406,016	-	406,016
Internal balances	(132,037)	132,037	-
Noncurrent			
Notes receivable	139,767	-	139,767
Capital assets not being depreciated	37,434,022	-	37,434,022
Capital assets net of accumulated depreciation	129,920,516	14,395,817	144,316,333
Total assets	208,325,941	16,330,951	224,656,892
Deferred Outflows of Resources			
Call premium on refunded debt	2,353,846	-	2,353,846
Deferred outflows related to pensions	8,733,689	448,927	9,182,616
Total deferred outflows of resources	11,087,535	448,927	11,536,462
Liabilities			
Current			
Accounts payable	1,865,289	462,337	2,327,626
Accrued payroll	433,737	55,624	489,361
Accrued interest payable	913,063	-	913,063
Other payables	2,971,809	-	2,971,809
Unearned revenue	471,225	-	471,225
Claims payable	376,942	-	376,942
Due to pension funds	5,919	-	5,919
Current portion - bonds payable	4,445,000	-	4,445,000
Current portion - notes payable	134,567	25,907	160,474
Noncurrent			
Bonds payable	257,384,752	-	257,384,752
IEPA loan payable	-	510,819	510,819
Other notes payable	218,521	-	218,521
Net pension liability	50,386,170	701,506	51,087,676
OPEB obligation	1,348,100	-	1,348,100
Compensated absences	1,122,165	-	1,122,165
Total liabilities	322,077,259	1,756,193	323,833,452
Deferred Inflows of Resources			
Unavailable revenue - property taxes	15,014,234	-	15,014,234
Deferred inflows related to pensions	3,588,092	40,973	3,629,065
Total deferred inflows of resources	18,602,326	40,973	18,643,299
Net Position			
Net investment in capital assets	(94,828,302)	13,859,091	(80,969,211)
Restricted assets			
Law enforcement	663,446	-	663,446
Debt service	18,648,909	-	18,648,909
Street improvement	136,166	-	136,166
TIF redevelopment	530,843	-	530,843
Unrestricted	(46,417,171)	1,123,621	(45,293,550)
Total net position	\$ (121,266,109)	\$ 14,982,712	\$ (106,283,397)

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

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		Total
					Governmental Activities	Business-Type Activities	
Primary Government							
Governmental Activities							
General government	\$ 14,273,452	\$ 1,368,067	\$ -	\$ -	\$ (12,905,385)	\$ -	\$ (12,905,385)
Public safety	9,540,658	1,241,471	171,982	-	(8,127,205)	-	(8,127,205)
Public works	2,002,915	869,986	426,042	75,000	(631,887)	-	(631,887)
Culture and recreation	5,360,197	4,280,180	-	-	(1,080,017)	-	(1,080,017)
Other	1,528,574	-	-	-	(1,528,574)	-	(1,528,574)
Interest and fees	14,706,225	-	-	-	(14,706,225)	-	(14,706,225)
Total governmental activities	<u>47,412,021</u>	<u>7,759,704</u>	<u>598,024</u>	<u>75,000</u>	<u>(38,979,293)</u>	<u>-</u>	<u>(38,979,293)</u>
Business-Type Activities							
Water	5,041,924	5,056,591	-	-	-	14,667	14,667
Sewer	1,002,103	678,231	-	-	-	(323,872)	(323,872)
Total business-type activities	<u>6,044,027</u>	<u>5,734,822</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(309,205)</u>	<u>(309,205)</u>
Total primary government	<u>\$ 53,456,048</u>	<u>\$ 13,494,526</u>	<u>\$ 598,024</u>	<u>\$ 75,000</u>	<u>(38,979,293)</u>	<u>(309,205)</u>	<u>(39,288,498)</u>
General revenues							
Taxes:							
Property taxes, levied for general purposes					15,139,117	-	15,139,117
Public service taxes					15,510,323	-	15,510,323
Unrestricted investment earnings					12,003	7	12,010
Miscellaneous revenues					42,762	97,464	140,226
Total general revenues					<u>30,704,205</u>	<u>97,471</u>	<u>30,801,676</u>
Change in Net Position					<u>(8,275,088)</u>	<u>(211,734)</u>	<u>(8,486,822)</u>
Net Position - Beginning					<u>(112,991,021)</u>	<u>15,194,446</u>	<u>(97,796,575)</u>
Net Position - Ending					<u>\$ (121,266,109)</u>	<u>\$ 14,982,712</u>	<u>\$ (106,283,397)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2017

	Major Funds						
	General Fund	General Obligation Debt Service	Bridgeview Finance Corporation	Harlem Ave TIF #2	Bridgeview Stadium	Nonmajor Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	\$ 7,275,560	\$ 3,355,782	\$ 8,003,758	\$ 290,022	\$ 1,143,175	\$ 1,415,805	\$ 21,484,102
Property taxes receivable	2,550,169	11,747,066	-	-	-	783,122	15,080,357
Accounts receivable	129,778	-	-	-	387,005	-	516,783
Other governmental receivables	524,092	-	2,668,076	-	-	73,545	3,265,713
Notes receivable	139,767	-	-	-	-	-	139,767
Prepaid items	-	-	-	-	130,048	-	130,048
Interfund receivables	-	372,200	-	3,445,704	83,742	166,662	4,068,308
Advance to other funds	-	-	42,418,313	-	-	-	42,418,313
Total assets	<u>\$ 10,619,366</u>	<u>\$ 15,475,048</u>	<u>\$ 53,090,147</u>	<u>\$ 3,735,726</u>	<u>\$ 1,743,970</u>	<u>\$ 2,439,134</u>	<u>\$ 87,103,391</u>
Liabilities							
Accounts payable	\$ 1,014,442	\$ -	\$ 384,422	\$ 57,860	\$ 217,056	\$ 177,586	\$ 1,851,366
Accrued payroll	433,737	-	-	-	-	-	433,737
Other payables	1,820,520	178,050	-	-	943,239	30,000	2,971,809
Unearned revenue	30,000	-	-	150,000	291,225	-	471,225
Interfund payables	240,297	-	3,979,835	-	-	-	4,220,132
Advance from other funds	-	32,886,073	-	7,566,769	-	1,965,471	42,418,313
Total liabilities	<u>3,538,996</u>	<u>33,064,123</u>	<u>4,364,257</u>	<u>7,774,629</u>	<u>1,451,520</u>	<u>2,173,057</u>	<u>52,366,582</u>
Deferred Inflows of Resources							
Unavailable revenue - property taxes	2,544,379	11,697,421	-	-	-	772,434	15,014,234
Unavailable revenue - intergovernmental	93,336	-	952,887	-	-	-	1,046,223
Total deferred inflows of resources	<u>2,637,715</u>	<u>11,697,421</u>	<u>952,887</u>	<u>-</u>	<u>-</u>	<u>772,434</u>	<u>16,060,457</u>
Fund Balances							
Nonspendable							
Notes receivable	139,767	-	-	-	-	-	139,767
Prepays	-	-	-	-	130,048	-	130,048
Restricted							
Law enforcement	-	-	-	-	-	663,446	663,446
Debt service	-	-	47,773,003	-	162,402	-	47,935,405
Street improvement	-	-	-	-	-	136,166	136,166
TIF redevelopment	-	-	-	-	-	530,843	530,843
Unassigned	4,302,888	(29,286,496)	-	(4,038,903)	-	(1,836,812)	(30,859,323)
Total fund balances	<u>4,442,655</u>	<u>(29,286,496)</u>	<u>47,773,003</u>	<u>(4,038,903)</u>	<u>292,450</u>	<u>(506,357)</u>	<u>18,676,352</u>
Total liabilities, deferred inflows of resources and fund balances							
	<u>\$ 10,619,366</u>	<u>\$ 15,475,048</u>	<u>\$ 53,090,147</u>	<u>\$ 3,735,726</u>	<u>\$ 1,743,970</u>	<u>\$ 2,439,134</u>	<u>\$ 87,103,391</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
RECONCILIATION OF BALANCE SHEET - GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET POSITION
DECEMBER 31, 2017

Total fund balances - governmental funds	\$	18,676,352
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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 current financial resources and therefore are not reported in the governmental funds

Capital assets	230,779,477	
Accumulated depreciation	(63,424,939)	
Net capital assets		167,354,538

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	(261,829,752)	
Accrued interest payable	(913,063)	
Notes payable obligation	(353,088)	
Compensated absences	(1,122,165)	
Net pension liability	(50,386,170)	
OPEB obligation	(1,348,100)	
Total long-term liabilities		(315,952,338)

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds

Deferred outflows of resources related to pensions	8,450,168	
Deferred outflows of 2017 employer contributions related to pensions	283,521	
Deferred inflows of resources related to pensions	(3,588,092)	
Total deferred outflows and inflows of resources		5,145,597

Balance sheet items from the Village's internal service fund are allocated to the governmental and business-type activities for the government-wide statements.	109,673
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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	2,353,846
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Some of the State 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	1,046,223
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Net position of governmental activities	\$	(121,266,109)
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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, 2017

	Major Funds					Nonmajor	Total
	General	General	Bridgeview	Harlem Ave	Bridgeview	Governmental	Governmental
	Fund	Obligation	Finance	TIF #2	Stadium Fund	Funds	Funds
		Debt Service	Corporation				
Revenues							
Property taxes	\$ 1,365,500	\$ 11,872,931	\$ -	\$ 225,716	\$ -	\$ 1,674,970	\$ 15,139,117
State/home rule sales tax	10,806,058	-	-	-	-	-	10,806,058
State income tax	1,494,112	-	-	-	-	-	1,494,112
Replacement tax	227,293	-	-	-	-	-	227,293
Other intergovernmental	2,359,782	-	-	-	-	75,000	2,434,782
Charges for services	2,015,825	-	-	-	-	-	2,015,825
Licenses, permits, and fees	869,763	-	-	-	-	-	869,763
Fines and forfeitures	588,130	-	-	-	-	20,548	608,678
Stadium event revenue	-	-	-	-	2,269,718	-	2,269,718
Stadium sponsorships	-	-	-	-	304,592	-	304,592
Stadium rental revenue	-	-	-	-	1,398,216	-	1,398,216
Other revenue	901,363	-	-	30,000	164,652	-	1,096,015
Motor fuel tax allotments	-	-	-	-	-	426,042	426,042
Investment income	5,423	587	-	15	754	5,224	12,003
Total revenues	<u>20,633,249</u>	<u>11,873,518</u>	<u>-</u>	<u>255,731</u>	<u>4,137,932</u>	<u>2,201,784</u>	<u>39,102,214</u>
Expenditures							
Current							
Administration	11,527,975	175	10,534	132,821	-	693,497	12,365,002
Police department	3,553,390	-	-	-	-	66,641	3,620,031
Fire department	3,671,327	-	-	-	-	-	3,671,327
Public works	1,606,370	-	-	-	-	334,544	1,940,914
Culture and recreation	369,660	-	-	-	2,366,158	-	2,735,818
All other departments	1,112,911	-	-	-	-	409,943	1,522,854
Debt service							
Principal payments	108,300	28,310,000	-	-	50,000	1,155,000	29,623,300
Interest and other charges	130,988	13,091,628	1,274,973	-	-	117,058	14,614,647
Capital outlay	46,725	-	-	3,141,022	31,210	336,361	3,555,318
Total expenditures	<u>22,127,646</u>	<u>41,401,803</u>	<u>1,285,507</u>	<u>3,273,843</u>	<u>2,447,368</u>	<u>3,113,044</u>	<u>73,649,211</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,494,397)</u>	<u>(29,528,285)</u>	<u>(1,285,507)</u>	<u>(3,018,112)</u>	<u>1,690,564</u>	<u>(911,260)</u>	<u>(34,546,997)</u>
Other Financing Sources (Uses)							
Debt issuances	-	-	47,440,000	-	-	-	47,440,000
Bond premium	-	-	729,951	-	-	-	729,951
Transfers in	1,718,239	-	-	-	-	485,173	2,203,412
Transfers (out)	(117,299)	(367,874)	-	-	(1,718,239)	-	(2,203,412)
Total other financing sources (uses)	<u>1,600,940</u>	<u>(367,874)</u>	<u>48,169,951</u>	<u>-</u>	<u>(1,718,239)</u>	<u>485,173</u>	<u>48,169,951</u>
Special Items							
Gain on sale of receivables	-	-	888,559	-	-	-	888,559
Loss on sale of receivables	(888,559)	-	-	-	-	-	(888,559)
	<u>(888,559)</u>	<u>-</u>	<u>888,559</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(782,016)</u>	<u>(29,896,159)</u>	<u>47,773,003</u>	<u>(3,018,112)</u>	<u>(27,675)</u>	<u>(426,087)</u>	<u>13,622,954</u>
Fund Balances - Beginning of Year	<u>5,224,671</u>	<u>609,663</u>	<u>-</u>	<u>(1,020,791)</u>	<u>320,125</u>	<u>(80,270)</u>	<u>5,053,398</u>
Fund Balances - End of Year	<u>\$ 4,442,655</u>	<u>\$ (29,286,496)</u>	<u>\$ 47,773,003</u>	<u>\$ (4,038,903)</u>	<u>\$ 292,450</u>	<u>\$ (506,357)</u>	<u>\$ 18,676,352</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, 2017

Net change in fund balances - total governmental funds	\$ 13,622,954
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	3,501,666
Depreciation	(4,475,378)
Capital outlay in excess of depreciation	(973,712)
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	29,423,300
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	129,903
Increase in compensated absences not requiring the use of current financial resources and not reported as expenditures in the funds	(106,292)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	34,719
Increase in net other post employment benefits obligation not requiring the use of current financial resources are not reported as expenditures in the funds	(99,685)
Changes in deferred outflows and inflows or resources related to pensions are reported only in the statement of activities	
Deferred outflow and inflows or resources related to Fire pension	(933,822)
Deferred outflow and inflows or resources related to Police pension	(980,046)
Deferred outflow and inflows or resources related to IMRF	(137,694)
Total changes in deferred outflows and inflows or resources related to pensions	(2,051,562)
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)
The issuance of long-term debt provides current financial resources to governmental funds, while the proceeds are recognized as liabilities in the government-wide financial statements	(47,440,000)
Premiums on long term debt provide current financial resources to governmental funds but are recorded as liabilities and amortized in the government-wide financial statements	(729,951)
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 activities	55,442
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	136,719
Change in net position of governmental activities	\$ (8,275,088)

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2017

	Water Operations	Sewer Operations	Total Enterprise Funds	Internal Service Fund
Assets				
Current assets				
Cash	\$ 1,231,441	\$ -	\$ 1,231,441	\$ 210,702
Accounts receivable (net of allowance)	486,525	67,391	553,916	-
Interfund receivable	151,824	-	151,824	-
Inventory	17,740	-	17,740	-
Prepaid expenses	-	-	-	275,968
Total current assets	<u>1,887,530</u>	<u>67,391</u>	<u>1,954,921</u>	<u>486,670</u>
Noncurrent assets				
Capital assets				
Capital assets not being depreciated	-	-	-	-
Capital assets, net of depreciation	<u>8,186,743</u>	<u>6,209,074</u>	<u>14,395,817</u>	<u>-</u>
Total noncurrent assets	<u>8,186,743</u>	<u>6,209,074</u>	<u>14,395,817</u>	<u>-</u>
Total assets	<u>10,074,273</u>	<u>6,276,465</u>	<u>16,350,738</u>	<u>486,670</u>
Deferred Outflow of Resources				
Deferred outflows related to pensions	<u>279,021</u>	<u>169,906</u>	<u>448,927</u>	<u>-</u>
Total deferred outflow of resources	<u>279,021</u>	<u>169,906</u>	<u>448,927</u>	<u>-</u>
Liabilities				
Current liabilities				
Accounts payable	396,541	65,796	462,337	13,923
Accrued payroll	34,912	20,712	55,624	-
Claims payable	-	-	-	376,942
Due to pension plans	-	-	-	5,919
Long-term obligations, due in less than one year				
Notes payable	<u>-</u>	<u>25,907</u>	<u>25,907</u>	<u>-</u>
Total current liabilities	<u>431,453</u>	<u>112,415</u>	<u>543,868</u>	<u>396,784</u>
Noncurrent liabilities				
Long-term obligations, due in more than one year				
Loan payable	-	510,819	510,819	-
Net pension liability	<u>435,440</u>	<u>266,066</u>	<u>701,506</u>	<u>-</u>
Total noncurrent liabilities	<u>435,440</u>	<u>776,885</u>	<u>1,212,325</u>	<u>-</u>
Total liabilities	<u>866,893</u>	<u>889,300</u>	<u>1,756,193</u>	<u>396,784</u>
Deferred Inflow of Resources				
Deferred inflows related to pensions	<u>25,466</u>	<u>15,507</u>	<u>40,973</u>	<u>-</u>
Total deferred inflow of resources	<u>25,466</u>	<u>15,507</u>	<u>40,973</u>	<u>-</u>
Net Position				
Net Investment in capital assets	8,186,743	5,672,348	13,859,091	-
Unrestricted	<u>1,274,192</u>	<u>(130,784)</u>	<u>1,143,408</u>	<u>89,886</u>
Total net position	<u>\$ 9,460,935</u>	<u>\$ 5,541,564</u>	<u>15,002,499</u>	<u>\$ 89,886</u>
			<u>(19,787)</u>	
			<u>\$ 14,982,712</u>	

Effect of Internal Service Activity

Net Position reported on Statement
of Net Position

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Water Operations	Sewer Operations	Total Enterprise Funds	Internal Service Fund
Operating Revenues				
Water fees	\$ 5,056,591	\$ -	\$ 5,056,591	\$ -
Sewer fees	-	678,231	678,231	-
Other revenue	88,334	9,130	97,464	2,988,934
Total operating revenues	<u>5,144,925</u>	<u>687,361</u>	<u>5,832,286</u>	<u>2,988,934</u>
Operating Expenses				
Administration	4,666,965	757,684	5,424,649	2,834,381
Depreciation expense	392,793	233,331	626,124	-
Total operating expenses	<u>5,059,758</u>	<u>991,015</u>	<u>6,050,773</u>	<u>2,834,381</u>
Operating Income (Loss)	<u>85,167</u>	<u>(303,654)</u>	<u>(218,487)</u>	<u>154,553</u>
Nonoperating Revenues (Expenses)				
Transfers in	-	87,793	87,793	-
Transfers (out)	(87,793)	-	(87,793)	-
Interest expense	-	(11,088)	(11,088)	-
Interest income	7	-	7	-
Total nonoperating revenues (expenses)	<u>(87,786)</u>	<u>76,705</u>	<u>(11,081)</u>	<u>-</u>
Change in Net Position	<u>(2,619)</u>	<u>(226,949)</u>	<u>(229,568)</u>	<u>154,553</u>
Fund Net Position - Beginning of Year	<u>9,463,554</u>	<u>5,768,513</u>	<u>15,232,067</u>	<u>(64,667)</u>
Fund Net Position - End of Year	<u>\$ 9,460,935</u>	<u>\$ 5,541,564</u>	<u>15,002,499</u>	<u>\$ 89,886</u>
			<u>(19,787)</u>	
			<u>\$ 14,982,712</u>	

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Water Operations	Sewer Operations	Total Enterprise Funds	Internal Service Fund
Cash Flows from Operating Activities				
Receipt from customers	\$ 5,114,203	\$ 682,744	\$ 5,796,947	\$ 2,988,934
Payments to suppliers	(3,376,949)	(78,707)	(3,455,656)	(2,938,254)
Payments to employees	(1,259,897)	(655,344)	(1,915,241)	-
Net cash provided (used) by operating activities	<u>477,357</u>	<u>(51,307)</u>	<u>426,050</u>	<u>50,680</u>
Cash Flows from Noncapital Financing Activities				
Interfund borrowing (lending)	49,784	-	49,784	6,519
Transfers in (out)	(87,793)	87,793	-	-
Net cash provided by financing activities	<u>(38,009)</u>	<u>87,793</u>	<u>49,784</u>	<u>6,519</u>
Cash Flows from Capital and Related Financing Activities				
Principal payments on debt	-	(25,398)	(25,398)	-
Interest payments on debt	-	(11,088)	(11,088)	-
Purchases of capital assets	(41,900)	-	(41,900)	-
Net cash used by capital and related financing activities	<u>(41,900)</u>	<u>(36,486)</u>	<u>(78,386)</u>	<u>-</u>
Cash Flows from Investing Activities				
Interest received	7	-	7	-
Net cash provided by investing activities	<u>7</u>	<u>-</u>	<u>7</u>	<u>-</u>
Net Change in Cash and Cash Equivalents	<u>397,455</u>	<u>-</u>	<u>397,455</u>	<u>57,199</u>
Cash and Cash Equivalents - Beginning of Year	<u>833,986</u>	<u>-</u>	<u>833,986</u>	<u>153,503</u>
Cash and Cash Equivalents - End of Year	<u>\$ 1,231,441</u>	<u>\$ -</u>	<u>\$ 1,231,441</u>	<u>\$ 210,702</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ 85,167	\$ (303,654)	\$ (218,487)	\$ 154,553
Adjustments to reconcile operating activities to net cash provided (used) by operating activities:				
Depreciation	392,793	233,331	626,124	-
Decrease (increase) in receivables, net	(30,722)	(4,617)	(35,339)	-
Decrease (increase) in inventory	1,328	-	1,328	-
Decrease (increase) in prepaids	-	-	-	117,722
Decrease (increase) in deferred outflows	58,843	34,857	93,700	-
(Decrease) increase in accounts payable	(7,523)	3,138	(4,385)	565
(Decrease) increase in claims payable	-	-	-	(222,160)
(Decrease) increase in deferred inflows	2,498	1,587	4,085	-
(Decrease) increase in net pension liability	(26,273)	(15,998)	(42,271)	-
(Decrease) increase in accrued payroll	1,246	49	1,295	-
Total adjustments	<u>392,190</u>	<u>252,347</u>	<u>644,537</u>	<u>(103,873)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 477,357</u>	<u>\$ (51,307)</u>	<u>\$ 426,050</u>	<u>\$ 50,680</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2017

	Pension Trusts
Assets	
Cash and cash equivalents	\$ 1,164,387
Investments	45,757,095
Accrued interest	143,482
Due from Primary Government	5,919
Contributions due from members	196
Total assets	<u>47,071,079</u>
Liabilities	
Other liabilities	<u>1,450</u>
Total liabilities	<u>1,450</u>
Net Position Held in Trust for Pension Benefits	<u><u>\$ 47,069,629</u></u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Pension Trusts
Additions	
Contributions	
Employer	\$ 2,720,697
Plan members	541,884
Total contributions	<u>3,262,581</u>
Investment Income	
Interest and dividends earned	1,735,149
Net appreciation in	
Fair value of investments	2,780,149
Less investment expense	<u>(119,074)</u>
Net investment earnings	<u>4,396,224</u>
Total additions	<u>7,658,805</u>
Deductions	
Administration	114,554
Benefits	<u>4,241,059</u>
Total deductions	<u>4,355,613</u>
Change in Net Position	<u>3,303,192</u>
Net Position Held in Trust for Pension Benefits	
Beginning of Year	<u>43,766,437</u>
End of Year	<u>\$ 47,069,629</u>

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 a blended component unit.

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.

Blended Component Units

On October 20, 2017, the Village authorized the establishment of a bankruptcy remote special purpose entity named the Bridgeview Finance Corporation (“BFC”). While legally separate, it is presented as a blended component unit of the Village. The purpose of the organization is to issue bonds on behalf of the Village in order to provide funding for any lawful purpose of the Village, including but not limited to, funding for capital and infrastructure requirements of the Village, to refund any outstanding obligations of the Village and to refund outstanding bonds of the Corporation. To repay the debt service associated with the bonds issued by the BFC, the Village has sold and assigned its sales tax revenues to the BFC in order to make such payments. Pursuant to State of Illinois Public Act 100-0023, the sale resulted in a “statutory lien” that would insulate the sales and assignment from unfavorable actions in the event of a bankruptcy or other reorganization of the Village. The Board of the BFC consists of three voting members: the Village Treasurer, Chairman of the Finance

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Committee of the Village's Board, and an Independent Director who is independent of the Village. In the event that any of the positions of Village Treasurer or Finance Chairman are terminated or cease to exist for any reason, a replacement director shall be appointed by the Village's Mayor with the approval of the Village's Board of Trustees.

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 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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 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.

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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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

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.

Bridgeview Finance Corporation (a new major fund in 2017) accounts for the issuance of debt for the benefit of the Village as well as the receipt of sales tax revenues pledged by the Village in order to pay debt service related to the bond issued.

Harlem Ave TIF #2 (accounted for as non-major prior to 2017) accounts for revenues restricted for use within the Harlem Ave TIF #2 district boundaries and the expenditure of those funds within the TIF district.

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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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:

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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- 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, 2017, 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.

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 2017 property tax levy due to the levy being intended to fund the next fiscal year's operations.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 \$1,122,165 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.

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.

Special Items

Special items represent events and transactions that are either unusual in nature or infrequent in occurrence and are within the control of management. The General Fund and Bridgeview Finance Corporation Fund report as special items the loss and gain, respectively, from the intra-entity sale of sales tax receivables as more fully described in notes 4 and 14.

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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 2 – CASH AND INVESTMENTS

Cash

The carrying value of cash, excluding the Pension Trust Funds, was \$22,926,245 at December 31, 2017, while the bank balances were \$24,058,099 and \$25,000 of cash on hand. 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, 2017.

At December 31, 2017, the Pension Trust Funds' carrying amount of cash was \$1,164,387 while the bank balances were \$1,165,899. 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, 2017, 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 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, 2017.

Concentration of Credit Risk

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

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 2 – CASH AND INVESTMENTS (Continued)

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. The Police Pension investment policy does not specify such a requirement. 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, 2017.

<u>Investment Type</u>	<u>Investment Maturities</u>				
	<u>Fair Value</u>	<u>Less Than One Year</u>	<u>1 to 5 Years</u>	<u>6 to 10 Years</u>	<u>More Than 10 Years</u>
Municipal bonds	\$ 1,741,913	\$ -	\$ 978,375	\$ 763,538	\$ -
U.S. government notes	261	-	261	-	-
U.S. agency notes	7,930,386	251,055	2,684,969	4,994,363	-
U.S. treasury notes	1,780,275	261,171	1,269,979	249,125	-
	<u>\$11,452,835</u>	<u>\$ 512,226</u>	<u>\$ 4,933,583</u>	<u>\$ 6,007,026</u>	<u>\$ -</u>

The remainder of the Police Pension's investments were invested in mutual funds (\$9,561,964), variable annuities (\$961,887), and real estate investment trust (\$233,930) which do not have maturity dates.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 2 – CASH AND INVESTMENTS (Continued)

The Police Pension has the following recurring fair value measurements as of December 31, 2017:

Investment by Fair Value Level	December 31, 2017	Fair Value Measurements Using		
		Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasuries	\$ 1,780,275	\$ 1,780,275	\$ -	\$ -
U.S. Agencies	7,930,386	7,930,386	-	-
Municipal Bonds	1,741,913	-	1,741,913	-
Equity Securities				
Insurance Company Contracts	961,887	961,887		
Equity Mutual Funds	9,561,964	9,561,964	-	-
Real Estate Investment Trust	233,930	-	-	233,930
Government Backed Securities	261	-	-	261
	<u>\$ 22,210,616</u>	<u>\$ 20,234,512</u>	<u>\$ 1,741,913</u>	<u>\$ 234,191</u>

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Fire Pension's investments at December 31, 2017.

Investment Type	Investment Maturities				
	Fair Value	Less Than One Year	1 to 5 Years	6 to 10 Years	More Than 10 Years
Municipal bonds	\$ 1,982,084	\$ 150,251	\$ 1,189,147	\$ 642,686	\$ -
U.S. government notes	39,368	-	2,022	2,581	34,765
U.S. agency notes	8,791,220	79,981	3,105,697	5,605,541	-
U.S. treasury notes	1,541,094	399,227	992,023	149,844	-
	<u>\$12,353,766</u>	<u>\$ 629,459</u>	<u>\$ 5,288,890</u>	<u>\$ 6,400,652</u>	<u>\$ 34,765</u>

The remainder of the Fire Pension's investments were invested in mutual funds (\$10,429,709), real estate investment trusts (\$262,163) and variable annuities (\$500,841) which do not have maturity dates.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 2 – CASH AND INVESTMENTS (Continued)

The Fire Pension has the following recurring fair value measurements as of December 31, 2017:

<u>Investment by Fair Value Level</u>	<u>December 31, 2017</u>	<u>Markets for Identical Assets (Level 1)</u>	<u>Observable Inputs (Level 2)</u>	<u>Unobservable Inputs (Level 3)</u>
Debt Securities				
U.S. Treasuries	\$ 1,541,094	\$ 1,541,094	\$ -	\$ -
U.S. Agencies	8,791,220	8,791,220	-	-
Municipal Bonds	1,982,084	-	1,982,084	-
Equity Securities				
Insurance Company Contracts	500,841	500,841	-	-
Equity Mutual Funds	10,429,709	10,429,709	-	-
Real Estate Investment Trust	262,165	-	-	262,165
Government Backed Securities	39,368	-	-	39,368
	<u>\$ 23,546,480</u>	<u>\$ 21,262,863</u>	<u>\$ 1,982,084</u>	<u>\$ 301,533</u>

Interest Rate Risk

The Police and Fire Pension Plans have the following guidelines in their 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.

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, 2017 (excluding investments in the U.S. government bonds and mutual funds which are not considered to have credit risk) are as follows:

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 2 – CASH AND INVESTMENTS (Continued)

Investment Type	Aaa	Aa2	Aa3	Aa1	A1	N/R
U.S. Agency Notes	99%	0%	0%	0%	0%	1%
Municipal Bonds	17.46%	11.75%	8.42%	8.45%	9.61%	44.31%

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, 2017 (excluding investments in the U.S. government bonds and mutual funds which are not considered to have credit risk) are as follows:

Investment Type	Aaa	Aa3	Aa2	Aa1	A1	N/R
U.S. agency notes	98%	0%	0%	0%	0%	2%
Municipal bonds	2.68%	7.40%	28.45%	7.50%	7.99%	45.98%

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, 2017.

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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 2 – CASH AND INVESTMENTS (Continued)

At December 31, 2017, the Police Pension has over 5% of plan net position, \$1,142,900, invested in two separate mutual funds. They are as follows:

Mutual Fund Name	Amount
T Rowe Price Growth Stock	\$ 2,134,861
Vanguard 500 Index Fund	2,252,911

At December 31, 2017, the Fire Pension has over 5% of plan net position, \$1,210,582, invested in two separate mutual funds. They are as follows:

Mutual Fund Name	Amount
T Rowe Price Growth Stock	\$ 2,316,656
Vanguard 500 Index Fund	2,444,731

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

Cash and Investment Note

Carrying amount of Village's cash	\$ 22,926,245
Carrying amount of pension's funds	1,164,387
Police pension fund investments	22,210,616
Fire pension fund investments	<u>23,546,479</u>
Total cash and investments per note	<u><u>\$ 69,847,727</u></u>

Basic Financial Statements

Statement of Net Position	
Cash and cash equivalents	\$ 22,926,245
Statement of Fiduciary Net Position	
Cash and cash equivalents	1,164,387
Investments	<u>45,757,095</u>
Total cash and investments per statements	<u><u>\$ 69,847,727</u></u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 3 – CAPITAL ASSETS

Governmental capital assets activity for the year ended December 31, 2017 was as follows:

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets Not Being Depreciated				
Construction in Progress	\$ 1,103,608	\$ -	\$ 875,238	\$ 228,370
Land	37,205,652	-	-	37,205,652
Total Capital Assets Not Being Depreciated	38,309,260	-	875,238	37,434,022
Capital Assets Being Depreciated				
Infrastructure	50,729,370	-	-	50,729,370
Land improvements	863,444	-	-	863,444
Buildings	128,377,805	4,196,257	-	132,574,062
Equipment	9,175,237	180,647	177,305	9,178,579
Total Capital Assets Being Depreciated	189,145,856	4,376,904	177,305	193,345,455
Accumulated Depreciation	59,126,866	4,475,378	177,305	63,424,939
Total Capital Assets Being Depreciated, Net	130,018,990	(98,474)	-	129,920,516
Governmental Activities				
Capital Assets, Net	\$168,328,250	\$ (98,474)	\$ 875,238	\$ 167,354,538

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

General Government	\$ 1,495,311
Public Safety	171,445
Public Works	32,075
Culture and Recreation	2,772,704
Other	3,843
Total	<u>\$ 4,475,378</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 3 – CAPITAL ASSETS (Continued)

Business-type capital assets activity for the year ended December 31, 2017 was as follows:

Business-Type Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets Not Being Depreciated				
Construction in Progress	\$ 352,830	\$ -	\$ 352,830	\$ -
Capital Assets Being Depreciated				
Infrastructure	23,807,638	394,730	-	24,202,368
Land Improvements	552,515	-	-	552,515
Buildings	1,331,498	-	-	1,331,498
Equipment	3,055,568	-	-	3,055,568
Total Capital Assets Being Depreciated	28,747,219	394,730	-	29,141,949
Accumulated Depreciation	14,120,008	626,124	-	14,746,132
Total Capital Assets Being Depreciated, Net	14,627,211	(231,394)	-	14,395,817
Business-Type Activities Capital Assets, Net	\$ 14,980,041	\$ (231,394)	\$ 352,830	\$ 14,395,817

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

Water	\$ 392,793
Sewer	233,331
Total	<u>\$ 626,124</u>

Included in governmental capital assets at December 31, 2017 is \$721,985 of public safety equipment under capital leases. Amortization is included in depreciation expense and accumulated depreciation related to these assets is \$333,863. Included in business type activities is water equipment of \$156,141 under capital leases with accumulated depreciation thereon of \$126,864.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

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	\$ 725,000	\$ -	\$ 355,000	\$ 370,000	\$ 370,000
Series 2005	116,945,000	-	3,030,000	113,915,000	3,180,000
Series 2008 A&B	25,000,000	-	25,000,000	-	-
Series 2011A	2,050,000	-	175,000	1,875,000	185,000
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	1,850,000	-	600,000	1,250,000	600,000
Series 2015A	16,000,000	-	-	16,000,000	-
Series 2017A	-	27,155,000	-	27,155,000	-
Series 2017B	-	20,285,000	-	20,285,000	-
Bond premium	2,338,174	729,951	90,171	2,977,954	-
Bond discount	(795,207)	-	(33,365)	(761,842)	-
	<u>242,767,967</u>	<u>48,169,951</u>	<u>29,216,806</u>	<u>261,721,112</u>	<u>4,335,000</u>
SSA tax bonds					
SSA5 tax bonds	215,000	-	105,000	110,000	110,000
Bond discount	(2,724)	-	(1,364)	(1,360)	-
	<u>212,276</u>	<u>-</u>	<u>103,636</u>	<u>108,640</u>	<u>110,000</u>
Notes payable					
Ambulance lease	26,579	-	26,579	-	-
Pumper lease	241,662	-	50,385	191,277	52,224
Ford ambulance	143,147	-	31,336	111,811	32,343
Due to Bedford Park	100,000	-	50,000	50,000	50,000
	<u>511,388</u>	<u>-</u>	<u>158,300</u>	<u>353,088</u>	<u>134,567</u>
Compensated absences	<u>1,015,873</u>	<u>106,292</u>	<u>-</u>	<u>1,122,165</u>	<u>-</u>
Net pension liability	<u>51,990,703</u>	<u>-</u>	<u>1,604,533</u>	<u>50,386,170</u>	<u>-</u>
Net OPEB obligation	<u>1,248,415</u>	<u>99,685</u>	<u>-</u>	<u>1,348,100</u>	<u>-</u>
	<u>\$ 297,746,622</u>	<u>\$48,375,928</u>	<u>\$ 31,083,275</u>	<u>\$ 315,039,275</u>	<u>\$ 4,579,567</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

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					
IEPA Loan	\$ 562,124	\$ -	\$ 25,398	\$ 536,726	\$ 25,907
	562,124	-	25,398	536,726	25,907
Net pension liability	743,777	-	42,271	701,506	-
	\$ 1,305,901	\$ -	\$ 67,669	\$ 1,238,232	\$ 25,907

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
2018	\$ 4,445,000	\$ 13,198,075	\$ 17,643,075
2019	4,180,000	13,184,774	17,364,774
2020	3,710,000	12,990,133	16,700,133
2021	5,110,000	12,803,408	17,913,408
2022	5,365,000	12,550,273	17,915,273
2023-2027	36,485,000	53,926,664	90,411,664
2028-2032	48,145,000	47,297,057	95,442,057
2033-2037	58,240,000	33,290,566	91,530,566
2038-2042	69,400,000	17,839,331	87,239,331
2043-2044	24,535,000	1,947,688	26,482,688
	<u>\$ 259,615,000</u>	<u>\$ 219,027,969</u>	<u>\$ 478,642,969</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

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
2018	\$ 110,474	\$ 19,571	\$ 130,045
2019	113,897	16,139	130,036
2020	117,450	12,595	130,045
2021	68,052	9,367	77,419
2022	28,048	8,438	36,486
2023-2027	148,904	33,526	182,430
2028-2032	164,441	17,989	182,430
2033-2037	88,548	2,667	91,215
	<u>\$ 839,814</u>	<u>\$ 120,292</u>	<u>\$ 960,106</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 per year over 10 years. There is no interest associated with these payments.

Fiscal Year	Bedford Park Agreement
	Principal
2018	<u>\$ 50,000</u>
	<u>\$ 50,000</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. The agreement was paid off during the fiscal year.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

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 were 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. Subsequent to year end in January of 2018, the bonds were paid off prior to final maturity with proceeds from the 2017A bond issue.

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 were 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.

General Obligation Bonds, Series 2008A&B: On October 31, 2008, the Village issued General Obligation Series 2008 A&B (the "Series 2008 Bonds") 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 2014, the Village 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"). If the remarketing agent was not able to sell the bonds or the letters of credit are scheduled to expire, BMO has agreed to purchase the outstanding bonds and repay accrued interest. Pursuant to a reimbursement agreement between the Village and BMO ("BMO Reimbursement Agreement"), the Village is committed to repay BMO over a three-year period beginning July 1, 2017. The BMO letter of credit expired on February 28, 2017 since the Village intended to refinance these bonds with fixed rate bonds in the same manner as the Series 2014 Bonds. BMO purchased the bonds and the Village was obligated to repay BMO pursuant to the BMP Reimbursement Agreement except that the agreement was modified to defer the July 1, 2017 payment. The bonds were paid back with proceeds from the newly issued \$27,155,000 Sales Tax Securitized Bonds, Series 2017A and \$20,285,000 Taxable Sales Tax Securitized Bonds, Series 2017B bonds.

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 were used for Special Service Area No.5. The interest rate is 4.8% with final maturity on December 1, 2018.

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

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 4 – LONG TERM DEBT (Continued)

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 interest rate on the bonds ranges from 2.4% to 5.0% with final maturity on December 1, 2019.

General Obligation Bonds, Series 2015A: On June 30, 2015, the Village issued General Obligation Bonds, Series 2015A for \$16,000,000. The proceeds of the bonds were used to refund a portion of the Village's outstanding bonds related to Series 2005, Series 2011A, Series 2012 and Series 2013 in order to restructure future debt service and pay certain costs associated with the issuance of the bonds. The bonds mature on December 1, 2041, but are subject to redemption on December 1, 2025 at par. The interest rates on the bonds ranges from 5.0% to 5.75%.

Sales Tax Securitized Bonds, Series 2017A and 2017B: On December 29, 2017, the Bridgeview Finance Corporation ("BFC") issued Sales Tax Securitized Bonds, Series 2017A for \$27,155,000 and Taxable Sales Tax Securitized Bonds, Series 2017B for \$20,285,000 for the benefit of the Village. Repayment of the bonds will be made with future sales tax revenue streams, which were sold by the Village to the BFC. Included in these future sales tax revenue streams are amounts owed to the Village for the fourth quarter of 2017 and reported as receivables under modified accrual and full accrual accounting. The BFC will receive such revenues directly

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 4 – LONG TERM DEBT (Continued)

and will make all necessary debt service payments. The proceeds of the 2017A bonds were used to fund projects related to a new hotel, construction of the new sports dome, and construction related to Bridgeview Court. Additionally, proceeds were used to refund debt payments related to Series 2003, 2005, and 2008A bonds. The 2017A bonds mature on December 1, 2042 and the interest rate on the bonds is 5.0%. The proceeds of the 2017B bonds were used to fund projects related to construction of the new sports dome, construction related to Bridgeview Court, and other costs associated with the 71st Street TIF District. Additionally, proceeds were used to refund debt payments related to Series 2008B bonds. The 2017B bonds mature on December 1, 2033 and the interest rates on the bonds range from 4.30% to 5.70%.

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 lease was paid off during the fiscal year.

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, 2017 was \$191,277.

2015 Ambulance Lease: On April 15, 2015, the Village entered into a \$211,932 lease agreement with Tax Exempt Leasing Corp. to finance the purchase of an ambulance. The lease payments include the costs of the vehicle and calculated interest rate of 3.07% through April 2021. The outstanding principal balance as of December 31, 2017 was \$111,811.

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 pays \$36,486 annually until maturity in 2035. The outstanding principal balance as of December 31, 2017 was \$536,726.

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, 2017, was \$2,396,889 for the principal and \$119,844 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 had a term of five years and, upon expiration in 2017, was renewed for another two years. 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 \$100,000 for facility upgrades. \$77,247 of this was provided during the fiscal year.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 4 – LONG TERM DEBT (Continued)

The agreement was terminated in January of 2018 and the unamortized Contract Buy-In of \$59,001 which is included in other payables at December 31, 2017 was paid to Sodexo in January of 2018.

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.

NOTE 5 – SHORT TERM DEBT

Line of Credit

The Village had undertaken several “Economic Development Projects” including retail and hotel projects adjacent to Toyota Park and a soccer dome in the expanded soccer complex. In advance of the issuance of the bonds to fund these costs in addition to the refunding, the Village entered into an agreement on August 16, 2017 with Bridgeview Bank for a \$3 million line of credit. The bank would allow the Village to immediately draw up to \$1.5 million for liquidity needs resulting from capital project spending in addition to a liquidity reserve based on outstanding debt. This draw has an initial maturity date of November 1, 2018 unless extended. Further, the Village has committed to freeze any additional drawings and to levy a general obligation 2017 property tax by February 15, 2018 for any balances drawn and unpaid. No outstanding balance is owed as of yearend. Subsequent to year end, the line of credit was modified with the principal amount changed to \$2 million available until the maturity date of November 1, 2018.

Tax Anticipation Warrants

The Village authorized \$3 million of tax anticipation warrants (the “TAW’s”) on November 15, 2017. The TAW’s have an initial maturity date of December 31, 2017. The Village used the proceeds of the TAW’s to provide for cash flow prior to the issuance of the refunding bonds.

Changes in short term debt during 2017 were as follows:

<u>Balance January 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31</u>
\$ -	\$4,500,000	\$4,500,000	\$ -

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 6 – INTERFUND DISCLOSURES

Interfund Receivables and Payables

All interfund balances are expected to be repaid in the next fiscal year. The interfunds are primarily a result of undisbursed bond proceeds owed to other funds by the BFC and minor cash flow needs.

Fund	Due From	Due To
General:		
Stadium	\$ -	\$ 83,742
Non-major governmental		
Drug Enforcement	-	1,828
Motor Fuel Tax	-	2,903
Water	-	151,824
Subtotal	-	240,297
Bridgeview Finance Corporation		
General Obligation Debt Service	-	372,200
Harlem Ave TIF #2	-	3,445,704
Non-major governmental		
BV Court TIF	-	161,931
Subtotal	-	3,979,835
General Obligation Debt Service		
Bridgeview Finance Corporation	372,200	-
Harlem Ave TIF #2		
Bridgeview Finance Corporation	3,445,704	-
Bridgeview Stadium		
General	83,742	-
Non-major governmental:		
Drug Enforcement		
General	1,828	-
BV Court TIF		
Bridgeview Finance Corporation	161,931	-
Motor Fuel Tax		
General	2,903	-
Subtotal	166,662	-
Fire Pension		
Insurance	3,425	-
Police Pension		
Insurance	2,494	-
Water:		
General	151,824	-
Insurance:		
Police Pension	-	2,494
Fire Pension	-	3,425
Total	\$ 4,226,051	\$ 4,226,051

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 6 – INTERFUND DISCLOSURES (Continued)

Advances

Advances represent long term borrowing between funds. In accordance with GASB pronouncements, the following advances represent deferred inflows of resources and deferred outflows of resources resulting from intra-entity sales of future revenues (sales taxes) as more fully described in notes 4 and 14. The amounts are being recognized as revenue and expenditures over the life of the sales agreement between the Village and the BFC.

Fund	Advance to	Advance from
Bridgeview Finance Corporation		
General Obligation Bond Fund	\$ 32,886,073	\$ -
Harlem Ave TIF #2	7,566,769	-
Non-major governmental		
BV Court TIF	1,965,471	-
Subtotal	42,418,313	-
General Obligation Bond Fund		
Bridgeview Finance Corporation	-	32,886,073
Harlem Ave TIF #2		
Bridgeview Finance Corporation	-	7,566,769
Non-major governmental:		
BV Court TIF		
Bridgeview Finance Corporation	-	1,965,471
Total	\$ 42,418,313	\$ 42,418,313

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 6 – INTERFUND DISCLOSURES (Continued)**Interfund Transfers**

Multiple transfers between funds were made during the fiscal year between the Village's funds. Transfers include transfers of residual equity to close funds, expense reimbursement, and fund profits.

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General:		
Non-major governmental	\$ -	\$ 117,299
Stadium	1,718,239	-
Subtotal	<u>1,718,239</u>	<u>117,299</u>
General Obligation Debt Service:		
Non-major governmental	-	367,874
Stadium:		
General	-	1,718,239
Non-major governmental:		
General Obligation Debt Service	367,874	-
General	117,299	-
Subtotal	<u>485,173</u>	<u>-</u>
Water:		
Sewer	-	87,793
Sewer:		
Water	87,793	-
Total	<u>\$ 2,291,205</u>	<u>\$ 2,291,205</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN

A. Defined Benefit Pension Plans

Plan Descriptions: The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and, the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for the Police and Firefighters' Pension Plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police and Firefighters' Pension Plans issue separate reports on the pension plans and are available for inspection at Village Hall. IMRF benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. The report can be obtained online at www.imrf.org.

Below is aggregate information related to all of the pension plans in total reported by the Village as of and for the year ended December 31, 2017:

Total Pension Liability	\$ 114,142,049
Plan Fiduciary Net Position	<u>63,054,373</u>
Village's net pension liability	<u>51,087,676</u>
Deferred Inflows of Resources	\$ 3,629,065
Deferred Outflows of Resources	9,182,616
Pension Expense	5,291,570

Illinois Municipal Retirement Fund (IMRF)

General Information about the Pension Plan

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the year ended December 31, 2017 was 11.84% of covered payroll. The employer annual required contribution rate for calendar year 2016 was 11.84%.

At December 31, 2016, the following employees were covered by the benefit terms:

	<u>IMRF</u>
Retirees and Beneficiaries	77
Inactive, Non-retired Members	33
Active Members	<u>72</u>
Total	182

Net Pension Liability

The Village's net pension liability for the IMRF plan was measured as of December 31, 2016 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method:	Entry Age Normal
Price Inflation:	2.75%
Salary Increases:	3.75% to 14.50%
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality:	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

developed from the RP-2014 Employee Morality Table with adjustments to match current IMRF experience.

There were no benefit changes during the year.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Rate of Return</u>
Domestic Equity	38%	7.77%
International Equity	17%	3.54%
Fixed Income	27%	4.85%
Real Estate	8%	8.97%
Alternative Investments	9%	2.65-7.35%
Cash Equivalents	1%	2.25%
	<u>100%</u>	

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.78%, and the resulting single discount rate is 7.50%.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

Changes in the Net Pension Liability

IMRF:

	Increase (Decrease)		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2015	\$ 19,013,449	\$ 16,529,847	\$ 2,483,602
Changes for the year:			
Service Cost	376,371	-	376,371
Interest on the Total Pension Liability	1,407,233	-	1,407,233
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(52,474)	-	(52,474)
Changes of Assumptions	(24,928)	-	(24,928)
Contributions - Employer	-	440,052	(440,052)
Contributions - Employees	-	177,932	(177,932)
Net Investment Income	-	1,144,757	(1,144,757)
Benefit Payments, including Refunds of Employee Contributions	(826,944)	(826,944)	-
Other (Net Transfer)	-	84,328	(84,328)
Net Changes	879,258	1,020,125	(140,867)
Balances at December 31, 2016	19,892,707	17,549,972	2,342,735
Less: Bridgeview Public Library Portion	(1,768,278)	(1,565,229)	(203,049)
Village Balances at December 31, 2016	\$ 18,124,429	\$ 15,984,743	\$ 2,139,686

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
IMRF Net Pension Liability/(Asset)	\$ 4,602,867	\$ 2,139,686	\$ 125,902

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

For the year ended December 31, 2017, the Village recognized pension expense of \$657,003 related to IMRF. At December 31, 2017, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 107,744
Changes of assumptions	157,557	16,864
Net difference between projected and actual earnings on pension plan investments	<u>785,287</u>	<u>-</u>
Total Deferred Amounts to be recognized in pension expense in future periods	942,844	124,608
Pension Contributions made subsequent to the Measurement Date	<u>422,422</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u>\$ 1,365,266</u>	<u>\$ 124,608</u>

Pension contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

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

Year Ended <u>December 31</u>	
2018	\$ 364,987
2019	225,078
2020	211,690
2021	16,481
2022	-
Thereafter	-

Police Pension Plan

General Information about the Pension Plan

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

As provided for in the 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 1/2 of the annual change in the Consumer Price Index or 3.0%

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

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. 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. 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, 2017, the Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	33
Inactive employees entitled to but not yet receiving benefits	0
Current employees (vested and nonvested)	<u>31</u>
Total	64

Net Pension Liability

The Village's net pension liability for the Police Pension Plan was measured as of December 31, 2017 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The actuarial cost method was entry age normal with a level percent of pay.

Actuarial Assumptions: The following actuarial assumptions were used to determine the total pension liability in the December 31, 2017 actuarial valuation and the prior valuation:

	<u>Current Valuation</u>	<u>Prior Valuation</u>
Interest Rate	6.70%	6.70%
Discount Rate	6.70%	6.70%
Salary Increases	3.50%-11.00%	3.50%
Projected Increase in Payroll	3.50%	3.50%
Inflation	2.50%	2.50%

Long Term Expected Rate of Return: The long term expected rate of return on the Plan's investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Rate of Return</u>
Large Cap Domestic Equity	32%	6.60%
Small Cap Domestic Equity	9%	8.50%
Fixed Income	55%	1.40%
International Equity	4%	6.40%
	<u>100%</u>	

Single Discount Rate: A Single Discount Rate of 6.70% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments of 6.70% was used as the discount rate as it was determined that the long-term expected rate of return on pension plan investments should be sufficient to finance the payment of benefits for current plan participants. Such a methodology does not deem the use of the High Quality 20 Year Tax Exempt G.O. Bond rate to form the discount rate as necessary.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A) - (B)
Balances at December 31, 2016	<u>\$ 45,527,848</u>	<u>\$ 21,165,663</u>	<u>\$ 24,362,185</u>
Changes for the year:			
Service Cost	531,758	-	531,758
Interest on the Total Pension Liability	2,982,179	-	2,982,179
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual			
Experience of the Total Pension Liability	13,567	-	13,567
Changes of Assumptions	(96,408)	-	(96,408)
Contributions - Employer	-	1,320,200	(1,320,200)
Contributions - Employees	-	308,600	(308,600)
Net Investment Income	-	2,125,099	(2,125,099)
Benefit Payments, including Refunds			
of Employee Contributions	(2,035,422)	(1,975,584)	(59,838)
Other (Net Transfer)	-	(85,982)	85,982
Net Changes	<u>1,395,674</u>	<u>1,692,333</u>	<u>(296,659)</u>
Balances at December 31, 2017	<u><u>\$ 46,923,522</u></u>	<u><u>\$ 22,857,996</u></u>	<u><u>\$ 24,065,526</u></u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate:

The following presents the net pension liability related to the police pension plan of the Village calculated using the discount rate of 6.70% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate:

	1% Decrease (5.70%)	Current Discount Rate (6.70%)	1% Increase (7.70%)
Net Pension Liability	\$ 30,473,625	\$ 24,065,526	\$ 18,810,900

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued Police Pension Fund report.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

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

For the year ended December 31, 2017, the Village recognized pension expense of \$2,300,248 related to the police pension plan. At December 31, 2017, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 121,466	\$ 702,404
Changes of assumptions	2,828,159	75,887
Net difference between projected and actual earnings on pension plan investments	106,554	-
Total Deferred Amounts Related to Pensions	<u>\$ 3,056,179</u>	<u>\$ 778,291</u>

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

Year Ended December 31	
2018	\$ 472,735
2019	472,735
2020	240,117
2021	172,665
2022	329,229
Thereafter	590,407

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

Firefighters' Pension Plan

General Information about the Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan 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 by the Illinois legislature. The Village of Bridgeview accounts for the plan as a pension trust fund.

As provided for in the Illinois State Statutes, the Pension Plan 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 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. 1/2% 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, 2017, the Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	37
Inactive employees entitled to but not yet receiving benefits	6
Current employees (vested and nonvested)	<u>27</u>
Total	70

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

Net Pension Liability

The Village's net pension liability for the Firefighters' Pension Plan was measured as of December 31, 2017 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The actuarial cost method was entry age normal with a level percent of pay.

Actuarial Assumptions: The following actuarial assumptions were used to determine the total pension liability in the December 31, 2017 actuarial valuation and the prior valuation:

	<u>Current Valuation</u>	<u>Prior Valuation</u>
Interest Rate	6.70%	6.70%
Discount Rate	6.70%	6.70%
Salary Increases	3.50%-12.50%	3.50%
Projected Increase in Payroll	3.50%	3.50%
Inflation	2.50%	2.50%

Long Term Expected Rate of Return: The long term expected rate of return on the Plan's investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Rate of Return</u>
Large Cap Domestic Equity	32%	6.60%
Small Cap Domestic Equity	9%	8.50%
Fixed Income	55%	1.40%
International Equity	4%	6.40%
	<u>100%</u>	

Single Discount Rate: A Single Discount Rate of 6.70% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate and that employer contributions will be made at

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments of 6.70% was used as the discount rate as it was determined that the long-term expected rate of return on pension plan investments should be sufficient to finance the payment of benefits for current plan participants. Such a methodology does not deem the use of the High Quality 20 Year Tax Exempt G.O. Bond rate to form the discount rate as necessary.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2016	\$ 48,704,830	\$ 22,600,774	\$ 26,104,056
Changes for the year:			
Service Cost	553,356	-	553,356
Interest on the Total Pension Liability	3,187,330	-	3,187,330
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(1,022,708)	-	(1,022,708)
Changes of Assumptions	(63,234)	-	(63,234)
Contributions - Employer	-	1,400,497	(1,400,497)
Contributions - Employees	-	233,284	(233,284)
Net Investment Income	-	2,271,125	(2,271,125)
Benefit Payments, including Refunds of Employee Contributions	(2,265,476)	(2,265,475)	(1)
Other (Net Transfer)	-	(28,571)	28,571
Net Changes	389,268	1,610,860	(1,221,592)
Balances at December 31, 2017	\$ 49,094,098	\$ 24,211,634	\$ 24,882,464

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate:

The following presents the net pension liability related to the firefighters' pension plan of the Village calculated using the discount rate of 6.70% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate:

	1% Decrease (5.70%)	Current Discount Rate (6.70%)	1% Increase (7.70%)
Net Pension Liability	\$ 30,989,296	\$ 24,882,464	\$ 19,793,414

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued Firefighters' Pension Fund report.

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

For the year ended December 31, 2017, the Village recognized pension expense of \$2,334,319 related to the firefighters' pension plan. At December 31, 2017, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 2,679,146
Changes of assumptions	4,681,339	47,020
Net difference between projected and actual earnings on pension plan investments	<u>79,832</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u>\$ 4,761,171</u>	<u>\$ 2,726,166</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 7 – DEFINED BENEFIT PLAN (Continued)

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

Year Ended December 31	
2018	\$ 290,578
2019	290,578
2020	70,644
2021	252,116
2022	407,895
Thereafter	723,194

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.

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	\$ 665,453
Interest on net OPEB obligation	49,903
Adjustment to the ARC	<u>(48,136)</u>
Annual OPEB cost	667,220
Contributions made	<u>566,690</u>
Increase in net OPEB obligation	100,530
Net OPEB- beginning of year	<u>1,247,570</u>
Net OPEB- end of year	<u>\$ 1,348,100</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 8 – POST EMPLOYMENT BENEFITS (Continued)

Funded Status and Funding Progress

As of December 31, 2017 the actuarial accrued liability for benefits was \$9,475,689.

	(1)	(2)	(3)	(4)	(5)	(6)
	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) -Entry Age	Funded Ratio (1)/(2)	Unfunded AAL Excess of Assets over AAL) (2)-(1)	Covered Payroll	UAAL (Excess of Assets over AAL) as a % of Covered Payroll (4)/(5)
12/31/15	-	9,475,689	0.00%	9,475,689	7,328,776	129.29%
12/31/16	-	9,475,689	0.00%	9,475,689	7,328,776	129.29%
12/31/17	-	9,475,689	0.00%	9,475,689	7,328,776	129.29%

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.

Actuarial Assumptions

In the actuarial valuation for the fiscal year ended December 31, 2017, 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 4.5 percent. The Unfunded Accrued Actuarial Liability is being amortized as level percentage of pay over 30 years. A discount (interest) rate of 4% was used and salary increases of 3% per year. Probabilities of death for IMRF participants were according to the RP-2000 Combined Healthy Mortality Table, projected to the valuation date with Scale AA. For police and fire pension participants, the RP-2000 Mortality Table with Blue collar adjustment projected to the valuation date was used. Lastly, disabled employees had mortality rates as prescribed by the RP-2000 Disabled Mortality Table, projected to the valuation date. 75% 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.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

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 coverages. 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 workers' compensation plan is \$352,563.

	<u>2017</u>	<u>2016</u>
Claims incurred but not paid		
Balance beginning of year	\$ 581,372	\$ 305,934
Claims incurred	981,320	1,736,457
Claims paid	<u>(1,210,129)</u>	<u>(1,461,019)</u>
Balance end of year	<u>\$ 352,563</u>	<u>\$ 581,372</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, 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. Without current information a payment schedule cannot be presented, thus the remaining balance as of September 1, 2010 will be presented.

NOTE 11 – NEW PRONOUNCEMENTS

GASB Statement No. 75 – *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* is effective for the Village beginning with its fiscal year ending December 31, 2018. This statement replaces the requirements of Statements No. 45 and No. 57 for OPEB. This statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers.

GASB Statement No. 83 – *Certain Asset Retirement Obligations* will be effective for the Village with its fiscal year ending December 31, 2019. The objective of this Statement is to address accounting and financial reporting (including liability recognition) when a government has a legal obligation to perform future asset retirement activities related to its tangible capital assets (ARO).

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 11 - NEW PRONOUNCEMENTS (Continued)

GASB Statement No. 84 – *Fiduciary Activities* will be effective for the Village beginning with its year ending December 31, 2019. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

GASB Statement No. 85 – *Omnibus 2017* will be effective for the Village beginning with its year ending December 31, 2018. The objective of this Statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. It addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and OPEB).

GASB Statement No. 86 – *Certain Debt Extinguishment Issues* will be effective for the Village beginning with its year ending December 31, 2018. The objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources – resources other than the proceeds of refunding debt – are placed in an irrevocable trust for the sole purpose of extinguishing debt.

GASB Statement No. 87 – *Leases* will be effective for the Village beginning with its year ending December 31, 2020. This Statement requires recognition of certain lease assets and liabilities for leases previously classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provision of the contract.

GASB Statement No. 88 – *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements* is effective for the Village's fiscal year ended December 31, 2019. This Statement requires additional note disclosure related to debt including unused lines of credit, assets pledged as collateral for the debt, and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. It also requires that information be provided for direct borrowings and direct placements of debt separately from other debt.

GASB Statement No. 89 – *Accounting for Interest Cost Incurred Before the End of a Construction Period* is effective for the Village's fiscal year ended December 31, 2020. This statement requires that interest cost incurred before the end of a construction period be recognized as an expense/expenditure in the period in which the cost is incurred. As a result, such interest costs will not be included in the historical cost of capital assets.

Management has not determined what impact, if any, these GASB statements may have on its financial statements.

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to financial statements
December 31, 2017

NOTE 12 – FUND DISCLOSURES

The following funds had deficit fund balances/net position at December 31, 2017:

Funds	Deficit
BV Court TIF	\$ 1,836,812
General Obligation Debt Service	29,286,496
Harlem Ave TIF #2	4,038,903

The primary cause of the deficits in these funds is related to the accounting for bond proceeds received by these funds in connection with the sale to the BFC of future sales tax revenues. The proceeds are reflected as advances from other funds and are recognized as income over the life of the sales agreement. Therefore, the deficits will be reduced over time as the income is recognized.

NOTE 13 – TAX ABATEMENTS

The Village has entered into sales tax rebate agreements in order to attract new retailers and restaurants. The agreements are pursuant to Section 8-11-20 of the Illinois Municipal Code (65 ILCS 5/8-11-20) and have been approved by the Village Board

To be eligible for the rebate, the businesses must open locations within the Village's boundaries and submit sales tax information to the Village. The specific terms of the agreements vary; however, in general they provide for the Village to rebate 25-75% of the sales tax generated by the locations within Bridgeview back to the businesses. As of December 31, 2017, total tax abatements were \$1,669,512.

The largest abatement agreement states the rebates received from the Village are to be used solely for capital asset expenditures in order to create and retain job opportunities within the Village. The rebate is calculated on both the Village's local share of the state Sales Tax and the Village Home Rule Municipal Retailers' Occupation Tax less the base period amount (actual sales tax reported during 2006 increased annually by the greater of 3% or the annual percentage change in CPI). The agreement provides for the Village to rebate the sales tax generated by the project at 70% for the first 10 years and at 50% for the following 10 years. At December 31, 2017, sales tax rebates under this agreement totaled \$1,313,246 for the year.

NOTE 14 – REVENUES AND RECEIVABLES PLEDGED IN CONNECTION WITH COMPONENT UNIT DEBT

The Village has irrevocably sold and conveyed to the BFC the Village's future home rule sales tax revenues and local share sales tax revenues. In addition, receivables for the fourth quarter 2017 home rule and local share sales tax revenues have also been sold to the BFC. As discussed previously, this was done in order to provide for debt service payments on bonds issued by the BFC. All sales tax revenues will be deposited directly in trust by the Illinois State Comptroller. The Village is the holder of a Residual Certificate allowing for residual funds as defined in the Master Indenture to be paid to the Village. For the current year, no principal or interest payments were made on the bonds by the BFC. No sales tax revenues have been recognized by the BFC in 2017. The total sales tax sold is estimated to be \$272,819,526 and anticipated residuals are \$189,713,480. The estimated present value of the sales tax sold, net of the expected residuals, assuming a 5.08% percent interest rate, at the time of the sale was \$46,128,794.

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, 2017

	Original and Final Budget	Actual	Variance Over (Under) Final Budget
Revenues			
Property taxes	\$ 1,498,500	\$ 1,365,500	\$ (133,000)
Replacement taxes	211,500	227,293	15,793
Sales tax	10,435,874	10,806,058	370,184
Income tax	1,600,000	1,494,112	(105,888)
Other intergovernmental	1,980,175	2,359,782	379,607
Licenses, fees and permits	851,500	869,763	18,263
Fines and forfeitures	662,500	588,130	(74,370)
Charges for services	1,965,500	2,015,825	50,325
Interest	4,500	5,423	923
Miscellaneous	890,900	901,363	10,463
Total revenues	<u>20,100,949</u>	<u>20,633,249</u>	<u>532,300</u>
Expenditures			
Current			
Administrative	11,536,968	11,527,975	(8,993)
Police department	3,603,916	3,553,390	(50,526)
Fire department	3,795,855	3,671,327	(124,528)
Public works	1,813,895	1,606,370	(207,525)
Culture and recreation	260,765	369,660	108,895
All other departments	1,102,750	1,112,911	10,161
Capital outlays	47,750	46,725	(1,025)
Debt service - principal	-	108,300	108,300
Debt service - interest and fees	197,500	130,988	(66,512)
Total expenditures	<u>22,359,399</u>	<u>22,127,646</u>	<u>(231,753)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,258,450)</u>	<u>(1,494,397)</u>	<u>764,053</u>
Other Financing Sources (Uses)			
Bond Proceeds	1,333,450	-	(1,333,450)
Transfers in	1,225,000	1,718,239	493,239
Transfers (out)	(300,000)	(117,299)	182,701
Total other financing sources (uses)	<u>2,258,450</u>	<u>1,600,940</u>	<u>(657,510)</u>
Special Item	<u>-</u>	<u>(888,559)</u>	<u>(888,559)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(782,016)</u>	<u>\$ 106,543</u>
Fund Balance - Beginning of Year		<u>5,224,671</u>	
Fund Balance - End of Year		<u>\$ 4,442,655</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, 2017

	Original and Final Budget	Actual	Variance Over (Under) Final Budget
Revenues			
Stadium event revenue	\$ 1,257,500	\$ 2,269,718	\$ 1,012,218
Stadium sponsorship	505,000	304,592	(200,408)
Stadium rental revenue	1,187,996	1,398,216	210,220
Other revenue	146,500	164,652	18,152
Investment income	100	754	654
Total revenues	<u>3,097,096</u>	<u>4,137,932</u>	<u>1,040,836</u>
Expenditures			
Current			
Culture and recreation	1,822,096	2,366,158	544,062
Debt service - principal	50,000	50,000	-
Capital outlay	-	31,210	31,210
Total expenditures	<u>1,872,096</u>	<u>2,447,368</u>	<u>575,272</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,225,000</u>	<u>1,690,564</u>	<u>465,564</u>
Other Financing Sources (Uses)			
Transfers (out)	<u>(1,225,000)</u>	<u>(1,718,239)</u>	<u>493,239</u>
Total other financing sources (uses)	<u>(1,225,000)</u>	<u>(1,718,239)</u>	<u>493,239</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(27,675)</u>	<u>\$ (27,675)</u>
Fund Balance - Beginning of Year		<u>320,125</u>	
Fund Balance - End of Year		<u>\$ 292,450</u>	

VILLAGE OF BRIDGEVIEW, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN VILLAGE NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2017

Last 10 Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability										
Service Cost	\$ 376,371	\$ 391,685	\$ 416,425	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	1,407,233	1,349,296	1,240,216	-	-	-	-	-	-	-
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	(52,474)	(137,650)	(44,919)	-	-	-	-	-	-	-
Changes of Assumptions	(24,928)	23,715	636,078	-	-	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(826,944)	(816,730)	(745,328)	-	-	-	-	-	-	-
Net Change in Total Pension Liability	879,258	810,316	1,502,472	-	-	-	-	-	-	-
Total Pension Liability - Beginning	19,013,449	18,203,133	16,700,661	-	-	-	-	-	-	-
Total Pension Liability - Ending (a)	\$ 19,892,707	\$ 19,013,449	\$ 18,203,133	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - Employer	\$ 440,052	\$ 419,547	\$ 444,317	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions - Member	177,932	157,646	172,325	-	-	-	-	-	-	-
Net Investment Income	1,144,757	83,586	969,722	-	-	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(826,944)	(816,730)	(745,328)	-	-	-	-	-	-	-
Other	84,328	(151,116)	34,448	-	-	-	-	-	-	-
Net Change in Fiduciary Net Position	\$ 1,020,125	\$ (307,067)	\$ 875,484	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	16,529,847	16,836,914	15,961,430	-	-	-	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 17,549,972	\$ 16,529,847	\$ 16,836,914	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ 2,342,735	\$ 2,483,602	\$ 1,366,219	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.22%	86.94%	92.49%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-Employee Payroll	3,648,856	3,501,722	\$ 3,600,899	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered-Employee Payroll	64.20%	70.93%	37.94%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**VILLAGE OF BRIDGEVIEW, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE CONTRIBUTIONS
DECEMBER 31, 2017**

Last 10 Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially Determined Contribution	\$ 487,946	\$ 440,052	\$ 419,512	\$ 432,984	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	487,756	440,052	419,547	444,317	-	-	-	-	-	-
Contribution Deficiency (Excess)	\$ 190	\$ -	\$ (35)	\$ (11,333)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-Employee Payroll	\$ 4,121,166	\$ 3,648,856	\$ 3,501,772	\$ 3,508,781	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered-Employee Payroll	11.84%	12.06%	11.98%	12.66%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Pay, Closed
Remaining Amortization Period	27 year closed period until remaining period reaches 15 years (then 15 year rolling period)
Asset Valuation Method	5-Year Smoothed Market, 20% Corridor
Inflation	3.50%
Salary increases	3.75%-14.50%, including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

VILLAGE OF BRIDGEVIEW, ILLINOIS
POLICE PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN VILLAGE NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2017

Last 10 Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Pension Liability										
Service Cost	\$ 531,758	\$ 483,669	\$ 625,024	\$ 664,589	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	2,982,179	3,065,225	2,830,424	2,705,774	-	-	-	-	-	-
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	13,567	(894,844)	163,540	(644,582)	-	-	-	-	-	-
Changes of Assumptions	(96,408)	2,405,149	1,387,983	637,738	-	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(2,035,422)	(1,906,620)	(1,761,348)	(1,596,766)	-	-	-	-	-	-
Net Change in Total Pension Liability	1,395,674	3,152,579	3,245,623	1,766,753	-	-	-	-	-	-
Total Pension Liability - Beginning	45,527,848	42,375,269	39,129,646	37,362,893	-	-	-	-	-	-
Total Pension Liability - Ending (a)	\$ 46,923,522	\$ 45,527,848	\$ 42,375,269	\$ 39,129,646	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - Employer	\$ 1,320,200	\$ 1,365,392	\$ 1,335,459	\$ 1,168,821	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions - Member	308,600	267,127	277,372	269,336	-	-	-	-	-	-
Net Investment Income	2,124,742	998,258	283,590	1,296,886	-	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(2,035,422)	(1,906,620)	(1,761,346)	(1,596,766)	-	-	-	-	-	-
Administrative Expense	(25,790)	(46,486)	(19,958)	(74,850)	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Net Change in Fiduciary Net Position	\$ 1,692,330	\$ 677,671	\$ 115,117	\$ 1,063,427	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	21,165,664	20,487,992	20,372,875	19,309,448	-	-	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 22,857,995	\$ 21,165,664	\$ 20,487,992	\$ 20,372,875	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ 24,065,527	\$ 24,362,184	\$ 21,887,277	\$ 18,756,771	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.71%	46.49%	48.35%	52.07%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-Employee Payroll	\$ 2,655,168	\$ 2,528,201	\$ 2,687,703	\$ 2,694,499	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered-Employee Payroll	906.37%	963.62%	814.35%	696.11%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**VILLAGE OF BRIDGEVIEW, ILLINOIS
POLICE PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE CONTRIBUTIONS
DECEMBER 31, 2017**

Last 10 Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially Determined Contribution	\$ 1,677,254	\$ 1,396,718	\$ 1,209,596	\$ 1,140,078	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	<u>1,320,200</u>	<u>1,365,392</u>	<u>1,335,459</u>	<u>1,168,821</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution Deficiency (Excess)	\$ 357,054	\$ 31,326	\$ (125,863)	\$ (28,743)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-Employee Payroll	\$ 2,655,168	\$ 2,528,201	\$ 2,687,703	\$ 2,694,499	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered- Employee Payroll	49.72%	54.01%	49.69%	43.38%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Pay
Remaining Amortization Period	23 years
Asset Valuation Method	Market Value
Inflation	2.50%
Salary increases	3.50%-11.00%
Investment Rate of Return	6.70%
Retirement Age	50-70
Mortality	RP 2014 projected to 2018

VILLAGE OF BRIDGEVIEW, ILLINOIS
FIREFIGHTERS' PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN VILLAGE NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2017

Last 10 Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Pension Liability										
Service Cost	\$ 553,356	\$ 495,387	\$ 633,630	\$ 730,087	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	3,187,330	3,297,762	2,928,563	2,798,332	-	-	-	-	-	-
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	(1,022,708)	(722,597)	(1,982,545)	(684,812)	-	-	-	-	-	-
Changes of Assumptions	(63,234)	2,152,746	4,386,604	892,748	-	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(2,265,476)	(2,165,640)	(1,987,125)	(1,868,066)	-	-	-	-	-	-
Net Change in Total Pension Liability	\$ 389,268	\$ 3,057,658	3,979,127	1,868,289	-	-	-	-	-	-
Total Pension Liability - Beginning	48,704,830	45,647,172	41,668,045	39,799,756	-	-	-	-	-	-
Total Pension Liability - Ending (a)	\$ 49,094,098	\$ 48,704,830	\$ 45,647,172	\$ 41,668,045	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - Employer	1,400,497	1,406,913	\$ 1,447,474	\$ 1,310,298	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions - Member	233,284	261,885	307,462	223,164	-	-	-	-	-	-
Net Investment Income	2,271,033	1,113,630	319,215	1,437,783	-	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(2,265,476)	(2,165,640)	(1,987,124)	(1,868,067)	-	-	-	-	-	-
Administrative Expense	(28,476)	(89,587)	(21,534)	(86,628)	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Net Change in Fiduciary Net Position	\$ 1,610,862	\$ 527,201	\$ 65,493	\$ 1,016,550	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	22,600,775	22,073,574	22,008,081	20,991,531	-	-	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 24,211,637	\$ 22,600,775	\$ 22,073,574	\$ 22,008,081	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ 24,882,462	\$ 26,104,056	\$ 23,573,598	\$ 19,659,964	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	49.32%	46.40%	48.36%	52.82%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-Employee Payroll	\$ 2,511,751	\$ 2,380,312	\$ 2,441,884	\$ 2,260,558	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered-Employee Payroll	990.64%	1096.67%	965.39%	869.70%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**VILLAGE OF BRIDGEVIEW, ILLINOIS
FIREFIGHTERS' PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF VILLAGE CONTRIBUTIONS
DECEMBER 31, 2017**

Last 10 Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially Determined Contribution	\$ 1,442,587	\$ 1,442,587	\$ 1,377,949	\$ 1,351,696	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	1,400,497	1,406,913	1,447,474	1,310,298	-	-	-	-	-	-
Contribution Deficiency (Excess)	42,090	35,674	(69,525)	41,398	-	-	-	-	-	-
Covered-Employee Payroll	2,511,751	2,380,312	2,441,844	2,260,558	-	-	-	-	-	-
Contributions as a Percentage of Covered-Employee Payroll	55.76%	59.11%	59.28%	57.96%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Pay
Remaining Amortization Period	23 years
Asset Valuation Method	Market Value
Inflation	2.50%
Salary increases	3.50%-12.50%
Investment Rate of Return	6.70%
Retirement Age	50-70
Mortality	RP 2014 projected to 2018

VILLAGE OF BRIDGEVIEW, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST EMPLOYMENT BENEFITS PLAN
AS OF DECEMBER 31, 2017

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)
12/31/2017	\$ -	9,475,689	\$ 9,475,689	0.00%	\$ 9,288,085	102.02%
12/31/2016	-	9,475,689	\$ 9,475,689	0.00%	8,410,285	112.67%
12/31/2015	-	9,475,689	9,475,689	0.00%	7,328,776	129.29%
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%

VILLAGE OF BRIDGEVIEW, ILLINOIS

Notes to the required supplementary information
December 31, 2017

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 principles 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 Community Development Block Grant and the Bridgeview Finance Corporation. The following funds had an excess of actual expenditures over related budgeted expenditures, not including depreciation for the year ended December 31, 2017.

Drug Enforcement	\$ 48,281
Stadium	575,272
Harlem Ave TIF #2	223,843
BV Court	378,939
Water	131,841
Sewer	216,020

COMBINING SCHEDULES



BRIDGEVIEW, ILLINOIS

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017

	Community Development Block Grant	BV Dome TIF	Motor Fuel Tax
Assets			
Cash and investments	\$ 931	\$ 6,283	\$ 158,430
Property tax receivable	-	105	-
Due from other governments	-	-	73,545
Interfund receivable	-	-	2,903
Total assets	<u>\$ 931</u>	<u>\$ 6,388</u>	<u>\$ 234,878</u>
Liabilities			
Accounts payable	\$ -	\$ -	\$ 69,643
Interfund payables	-	-	-
Advance from other funds	-	-	-
Unearned revenue	-	-	-
Other payables	-	-	30,000
Total liabilities	<u>-</u>	<u>-</u>	<u>99,643</u>
Deferred Inflows			
Unavailable revenue - property taxes	-	105	-
Total deferred inflows	<u>-</u>	<u>105</u>	<u>-</u>
Fund Balances			
Restricted			
Law enforcement	-	-	-
Street improvements	931	-	135,235
TIF redevelopment	-	6,283	-
Unassigned	-	-	-
Total fund balances	<u>931</u>	<u>6,283</u>	<u>135,235</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 931</u>	<u>\$ 6,388</u>	<u>\$ 234,878</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017

	Drug Enforcement	Harlem Ave TIF #1	103rd St & 76th Ave TIF
Assets			
Cash and investments	\$ 662,808	\$ 20,043	\$ 477,829
Property tax receivable	-	7,062	16,077
Due from other governments	-	-	-
Interfund receivable	1,828	-	-
Total assets	<u>\$ 664,636</u>	<u>\$ 27,105</u>	<u>\$ 493,906</u>
Liabilities			
Accounts payable	\$ 1,190	\$ -	\$ -
Interfund payables	-	-	-
Advance from other funds	-	-	-
Unearned revenue	-	-	-
Other payables	-	-	-
Total liabilities	<u>1,190</u>	<u>-</u>	<u>-</u>
Deferred Inflows			
Unavailable revenue - property taxes	-	2,374	10,077
Total deferred inflows	<u>-</u>	<u>2,374</u>	<u>10,077</u>
Fund Balances			
Restricted			
Law enforcement	663,446	-	-
Street improvements	-	-	-
TIF redevelopment	-	24,731	483,829
Unassigned	-	-	-
Total fund balances	<u>663,446</u>	<u>24,731</u>	<u>483,829</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 664,636</u>	<u>\$ 27,105</u>	<u>\$ 493,906</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017

	BV Court TIF	78th Avenue TIF	Total Nonmajor Governmental Funds
Assets			
Cash and investments	\$ 73,481	\$ 16,000	\$ 1,415,805
Property tax receivable	759,878	-	783,122
Due from other governments	-	-	73,545
Interfund receivable	161,931	-	166,662
Total assets	<u>\$ 995,290</u>	<u>\$ 16,000</u>	<u>\$ 2,439,134</u>
Liabilities			
Accounts payable	\$ 106,753	\$ -	\$ 177,586
Interfund payables	-	-	-
Advance from other funds	1,965,471	-	1,965,471
Unearned revenue	-	-	-
Other payables	-	-	30,000
Total liabilities	<u>2,072,224</u>	<u>-</u>	<u>2,173,057</u>
Deferred Inflows			
Unavailable revenue - property taxes	<u>759,878</u>	<u>-</u>	<u>772,434</u>
Total deferred inflows	<u>759,878</u>	<u>-</u>	<u>772,434</u>
Fund Balances			
Restricted			
Law enforcement	-	-	663,446
Street improvements	-	-	136,166
TIF redevelopment	-	16,000	530,843
Unassigned	<u>(1,836,812)</u>	<u>-</u>	<u>(1,836,812)</u>
Total fund balances	<u>(1,836,812)</u>	<u>16,000</u>	<u>(506,357)</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 995,290</u>	<u>\$ 16,000</u>	<u>\$ 2,439,134</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Community Development Block Grant	BV Dome TIF	Motor Fuel Tax
Revenues			
Property taxes	\$ -	\$ 95	\$ -
Motor fuel tax allotments	-	-	426,042
Other intergovernmental	75,000	-	-
Fines and forfeitures	-	-	-
Investment income	-	1	-
Other revenue	-	-	-
Total revenues	<u>75,000</u>	<u>96</u>	<u>426,042</u>
Expenditures			
Current			
Administration	7	21,700	-
Police department	-	-	-
Public works	-	-	334,544
All other departments	-	-	-
Capital outlay	104,021	-	-
Debt service			
Principal	-	-	-
Interest and fees	-	-	-
Total expenditures	<u>104,028</u>	<u>21,700</u>	<u>334,544</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(29,028)</u>	<u>(21,604)</u>	<u>91,498</u>
Other Financing Sources (Uses)			
Transfers in	29,000	58,300	-
Transfers (out)	-	-	-
Total other financing sources (uses)	<u>29,000</u>	<u>58,300</u>	<u>-</u>
Net Change in Fund Balances	<u>(28)</u>	<u>36,696</u>	<u>91,498</u>
Fund Balances - Beginning of Year	<u>959</u>	<u>(30,413)</u>	<u>43,737</u>
Fund Balances - End of Year	<u>\$ 931</u>	<u>\$ 6,283</u>	<u>\$ 135,235</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Drug Enforcement	Harlem Ave TIF #1	103rd St & 76th Ave TIF
Revenues			
Property taxes	\$ -	\$ 267,818	\$ 1,264,936
Motor fuel tax allotments	-	-	-
Other intergovernmental	-	-	-
Fines and forfeitures	20,548	-	-
Investment income	5,039	41	80
Other revenue	-	-	-
Total revenues	<u>25,587</u>	<u>267,859</u>	<u>1,265,016</u>
Expenditures			
Current			
Administration	-	1,135	616,659
Police department	66,641	-	-
Public works	-	-	-
All other departments	-	-	-
Capital outlay	232,340	-	-
Debt service			
Principal	-	355,000	800,000
Interest and fees	-	25,745	91,313
Total expenditures	<u>298,981</u>	<u>381,880</u>	<u>1,507,972</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(273,394)</u>	<u>(114,021)</u>	<u>(242,956)</u>
Other Financing Sources (Uses)			
Transfers in	-	138,752	-
Transfers (out)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>138,752</u>	<u>-</u>
Net Change in Fund Balances	<u>(273,394)</u>	<u>24,731</u>	<u>(242,956)</u>
Fund Balances - Beginning of Year	<u>936,840</u>	<u>-</u>	<u>726,785</u>
Fund Balances - End of Year	<u>\$ 663,446</u>	<u>\$ 24,731</u>	<u>\$ 483,829</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	BV Court TIF	78th Avenue TIF	Total Nonmajor Governmental Funds
Revenues			
Property taxes	\$ 142,121	\$ -	\$ 1,674,970
Motor fuel tax allotments	-	-	426,042
Other intergovernmental	-	-	75,000
Fines and forfeitures	-	-	20,548
Investment income	63	-	5,224
Other revenue	-	-	-
Total revenues	<u>142,184</u>	<u>-</u>	<u>2,201,784</u>
Expenditures			
Current			
Administration	53,996	-	693,497
Police department	-	-	66,641
Public works	-	-	334,544
All other departments	409,943	-	409,943
Capital outlay	-	-	336,361
Debt service			
Principal	-	-	1,155,000
Interest and fees	-	-	117,058
Total expenditures	<u>463,939</u>	<u>-</u>	<u>3,113,044</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(321,755)</u>	<u>-</u>	<u>(911,260)</u>
Other Financing Sources (Uses)			
Transfers in	229,121	30,000	485,173
Transfers (out)	-	-	-
Total other financing sources (uses)	<u>229,121</u>	<u>30,000</u>	<u>485,173</u>
Net Change in Fund Balances	<u>(92,634)</u>	<u>30,000</u>	<u>(426,087)</u>
Fund Balances - Beginning of Year	<u>(1,744,178)</u>	<u>(14,000)</u>	<u>(80,270)</u>
Fund Balances - End of Year	<u>\$ (1,836,812)</u>	<u>\$ 16,000</u>	<u>\$ (506,357)</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF PLAN NET POSITION
PENSION TRUST FUNDS
DECEMBER 31, 2017

	Police Pension	Fire Pension	Total
Assets			
Cash and cash equivalents	\$ 578,039	\$ 586,348	\$ 1,164,387
Investments	22,210,616	23,546,479	45,757,095
Accrued interest	66,664	76,818	143,482
Due from Primary Government	2,494	3,425	5,919
Contributions due from members	182	14	196
Total assets	<u>22,857,995</u>	<u>24,213,084</u>	<u>47,071,079</u>
Liabilities			
Other liabilities	<u>-</u>	<u>1,450</u>	<u>1,450</u>
Total liabilities	<u>-</u>	<u>1,450</u>	<u>1,450</u>
Net Position Held in Trust for Pension Benefits			
	<u>\$ 22,857,995</u>	<u>\$ 24,211,634</u>	<u>\$ 47,069,629</u>

VILLAGE OF BRIDGEVIEW, ILLINOIS
COMBINING STATEMENT OF CHANGES IN NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Police Pension Fund	Fire Pension Fund	Total
Additions			
Contributions			
Employer	\$ 1,320,200	\$ 1,400,497	\$ 2,720,697
Plan members	308,600	233,284	541,884
Total contributions	<u>1,628,800</u>	<u>1,633,781</u>	<u>3,262,581</u>
Investment earnings			
Interest and dividends earned	841,056	894,093	1,735,149
Net increase (decrease) in fair value	<u>1,340,237</u>	<u>1,439,912</u>	<u>2,780,149</u>
Total investment income	2,181,293	2,334,005	4,515,298
Less investment expense	<u>(56,194)</u>	<u>(62,880)</u>	<u>(119,074)</u>
Net investment earnings	<u>2,125,099</u>	<u>2,271,125</u>	<u>4,396,224</u>
Total additions	<u>3,753,899</u>	<u>3,904,906</u>	<u>7,658,805</u>
Deductions			
Benefits	1,975,584	2,265,475	4,241,059
Administrative expenses	<u>85,983</u>	<u>28,571</u>	<u>114,554</u>
Total deductions	<u>2,061,567</u>	<u>2,294,046</u>	<u>4,355,613</u>
Change in Net Position	<u>1,692,332</u>	<u>1,610,860</u>	<u>3,303,192</u>
Net Position Held in Trust for Pension Benefits			
Beginning of Year	<u>21,165,663</u>	<u>22,600,774</u>	<u>43,766,437</u>
End of Year	<u>\$ 22,857,995</u>	<u>\$ 24,211,634</u>	<u>\$ 47,069,629</u>
	-	-	-
	0	0	0