



# **Tinley Park, Illinois Comprehensive Annual Financial Report**

**Fiscal Year Ended April 30,**

# **2012**





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**Village of Tinley Park, Illinois  
Comprehensive Annual Financial Report  
Year Ended April 30, 2012**

Submitted by: Brad L. Bettenhausen  
Treasurer

## **Village of Tinley Park, Illinois**

### **On Our Cover**

The cover of our Comprehensive Annual Financial Report contains the official crest of the Village of Tinley Park, Illinois.

The Village crest was designed by Mrs. John R. Avis and was adopted as the official village flag and seal in 1963.

The components of the crest are explained below:

The candle is a modern touch signifying the light of learning, burning towards progress.

The Chevron above the candle represents the framework supporting the roof of a house. For our town it signifies the strong and enduring framework already built - ready to meet our future years.

"Illinois" is in part a word of French derivation ("Illini", Indian, and "ois", French - meaning "Tribe of Men").

Also picked was a symbol of French Heraldry, the Fleur-de-lis. This sign of the flower, lily, brings to mind purity and cleanliness. For us, it is our striving to keep our town "clean" physically as well as politically.

The cross of Moline signifies our brotherhood and faith in the future of our town.

The crescents beneath the candle are a symbol of growth, appropriate to this expanding community.

The colors of gold, white and red signify brotherhood, cleanliness and courage - reminders of our work, pride and hope in the town of Tinley Park, Illinois.

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December 28, 2012

**Village President**

Edward J. Zabrocki

**Village Clerk**

Patrick E. Rea

**Village Trustees**

David G. Seaman

Gregory J. Hannon

Brian S. Maher

Thomas J. Staunton, Jr.

Patricia A. Leoni

T. J. Grady

**Village Hall**

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**Administration**

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Fax: (708) 444-5099

**Building & Planning**

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Fax: (708) 444-5199

**Public Works**

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**Police Department**

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Tinley Park, IL 60477

(708) 444-5300/Non-emergency

Fax: (708) 444-5399

**John T. Dunn**

**Public Safety Building**

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Tinley Park, IL 60477

**Fire Department & Prevention**

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**EMA**

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**Senior**

**Community Center**

(708) 444-5150

[www.tinleypark.org](http://www.tinleypark.org)

The Honorable Edward J. Zabrocki, Village President  
and Members of the Board of Trustees  
Village of Tinley Park, Illinois

The Comprehensive Annual Financial Report of the Village of Tinley Park, Illinois (the Village) for the fiscal year ended April 30, 2012, is submitted herewith. The report has been prepared by the Treasurer's Office/Finance Department. Responsibility for the accuracy of the data, the completeness and fairness of the presentation, including all disclosures, rests with the Village. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the Village. All disclosures necessary to enable the reader to gain an adequate understanding of the Village's financial activities have been included.

The Management's Discussion and Analysis (MD&A) provides additional information on the financial activities of the Village by providing an overview and analysis of the basic financial statements. The MD&A is required supplementary information in the overall financial report and provides insight into the Village's financial activities and internal and external forces which influence or impact the financial operations that may not be apparent from the financial statements alone. I encourage you to look to the MD&A in conjunction with their review of the financial statements and other information contained in this financial report.

**The Reporting Entity**

The financial reporting entity (the Village) includes all the funds of the primary government (i.e. the Village of Tinley Park), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The Village government provides a full range of services including police and fire protection; sanitation services; the construction and maintenance of highways, streets, and other infrastructure; and certain recreational activities and cultural events.

Discretely presented component units are reported separately in the combined financial statements to emphasize that they are separate from the primary government and to differentiate their financial position, results of operations and cash flows from those of the primary government (the Village). The Tinley Park Public Library provides library services to the residents of the Village of Tinley Park as well as the residents of the Orland Hills Public Library District under an intergovernmental contract with that district. The members (trustees) of the Library Board are elected by the Public. Under Illinois Statutes the Village Board has final approval over the Library's annual budget and tax levy requests (the Library's budget and levy are considered part of the Village's budget and levy) and must also authorize and approve any debt issuances contemplated by the Library Board. These statutory requirements cause the Library to be fiscally dependent upon the Village. Financial data of the Library has been discretely presented in the component unit column in the combined financial statements to emphasize that it is separate from the Village. No separate financial statements have been issued for the Library.



The Village of Tinley Park is served by multiple school and park districts. The Village Board does not exercise financial control or accountability for any school district, park district, or other governmental agency that is located within the Village limits or provides services to Village residents, and accordingly, they are not included in the Village's basic financial statements.

### **General Information - Village of Tinley Park**

The Village of Tinley Park has a current population of 56,703 per the 2010 decennial census and is located approximately 30 miles southwest of Chicago's Loop. The present incorporated boundary covers approximately 16 square miles and includes portions of Bremen, Orland, and Rich Townships in Cook County, and Frankfort Township in Will County. The community is served by six (6) elementary school districts, four (4) high school districts, and four (4) junior college districts in addition to several parochial and private schools. Additionally, three (3) park districts provide recreational services to residents of the community depending on location. The Village is located near the intersections of two major interstate highways. Combined, Interstate 57 (north-south) and Interstate 80 (east-west) offer convenient access to the other Chicago metropolitan expressways and tollways and the rest of the nation. Daily commuter rail service to and from Chicago is provided by Metra (**Metropolitan Rail** Service of the Regional Transportation Authority). The Metra commuter rail service reaches downtown Chicago in approximately 50 minutes from two commuter stations located in Tinley Park.

The community was originally platted as the Village of Bremen in 1853 on the path of the Chicago, Rock Island and Pacific Railroad which was constructed through this area a year earlier. In its early years, the town was commonly known as New Bremen, based on the name of the post office that served the community and surrounding area. The railroad has always played a prominent role in the growth and development of the community, and the village quickly became a center of commerce and industry in the area. The village was renamed in 1890 in homage to the first railroad station agent, Samuel Tinley (Senior), who served the railroad and the community in that capacity for more than 25 years. Mr. Tinley is known to have been one of the early residents of the Village of Bremen and he is believed to have been a continuous resident of the community longer than any other person up to that time. It would also seem clear that he was well respected by the leading citizens of the day.

An election to incorporate as the Village of Tinley Park became official on June 28, 1892. The government has operated under the trustee-village form of government whereby a Village President (Mayor), Village Clerk, and six trustees are elected from the village at large on overlapping four year terms. The Village Government has provided over one hundred twenty years of service to and for the community. The Village automatically became a Home Rule Unit in 1980 when its population exceeded 25,000 under the provisions of the Illinois Constitution. As a Home Rule Unit, the Village Board may exercise virtually any power and perform any function pertaining to its governmental affairs. This allows the Village greater control and flexibility in administration and governance.

Between the 2000 and 2010 Federal Census, the Village of Tinley Park moved from the 29<sup>th</sup> largest incorporated municipality in the State of Illinois to the 22<sup>nd</sup> largest. In just five years time (2000-2005), the Village grew from being the 20<sup>th</sup> largest municipality in the Chicago metropolitan area to the 14<sup>th</sup> largest. At present, Tinley Park is larger than every other community in the south and southwest suburbs except Joliet, Bolingbrook, Cicero, and Orland Park. As we continue in the second century of our municipal government, and new millennium, the Village continues to actively pursue development for the community to further broaden and diversify its economic base and provide local employment opportunities.

Over time, the community has evolved from a rural commerce center based primarily on agrarian (farm based) activities and pursuits to a progressive and dynamic suburb of Chicago. Although primarily a residential community, the Village also has a diverse economic base with a variety of retail stores and shops, offices, light industry, and manufacturing.

### **Local Economy/Economic Development**

The Village of Tinley Park and the Chicagoland region have long enjoyed a favorable economic environment. The region has a diverse commercial and light industrial base which has helped to stabilize unemployment rates. Tinley Park, like the region and Nation, has suffered during the Recession that began in 2007. The unemployment rate for the Village remains below both Illinois and US averages for calendar 2011, and has consistently been below these annual comparative averages since 1986 when separate employment statistics for Tinley Park became available. Even during the recent economic recession, Tinley Park has maintained lower unemployment rates than the comparable State and US statistics.

Despite the impacts of the recession, commercial and industrial developments continue to move forward, albeit at a slower pace than in recent years. Of all cities in Illinois with a population greater than 40,000, Tinley Park is one of only three communities (the others being Schaumburg and Champaign) that have weathered the past few years of the current recession with a) no municipal layoffs; b) maintenance of a AA+ credit rating or better; and c) maintenance of a balanced budget.

During the past year, over 70 new businesses have opened or located within the community. A net total of 165 new businesses have opened during the past four years. New businesses include: M Block and Sons, Archer Wire International Corp., Temperature Equipment Corporation (TEC), Owens & Minor medical products distribution facility, Sanford-Brown College, Fox College Vet Tech Institute, Illinois Institute of Art, International Subaru, International MINI, and Steiner Electric. Alpha Med Physicians Group constructed of a new medical building and Pronger Smith Medical Care undertook a significant expansion to their existing medical facilities. New commercial developments initiated, during calendar year 2011 include capital investments of nearly \$10 million. These projects are expected to produce additional property and sales tax revenues to the Village, in addition to other economic impacts.

The community's single largest employer continues to be Panduit Corporation who has maintained their world headquarters here since their founding in 1966. Privately held, they produce a variety of plastic and electronic components used in a number of industries. The company added over 166,000 square feet of manufacturing space to its main campus since 1993. In November 2007, the company announced plans to construct a new 500,000 square foot corporate headquarters campus in the Will County portion of the Village. The Village, Will County, local school districts, and the State all have provided various forms of economic assistance to encourage the company to retain its headquarters in Tinley Park. The company has designed the building and grounds to be environmentally friendly following Leadership in Energy and Environmental Design (LEED) gold certified "green" building concepts and is only the second building in Illinois to meet the LEED Gold standards. The campus has been designed to be expandable to accommodate an additional 700 employees beyond its current 500 office staff members. Site work and building construction began mid-year 2008 and occupancy took place in May 2010. The former office and manufacturing facility continues its manufacturing activities, but the Company has indicated that the manufacturing activities will be relocated. The Company is considering options for continued use of all or parts of the former headquarters and manufacturing facility including maintaining its research and



development functions at this location and possibly partnering with an educational institution. It is unclear what impact these changes will have on local employment at this time.

Slightly less than half of the current top ten employers in the community are either governmental (including schools) or institutional in nature which has historically provided a level of stability in local employment.

Within the community, the State of Illinois has operated a mental health facility since the late 1950s and the W.A. Howe Development Center, a residential facility catering to the needs of developmentally disabled individuals since the late 1970s. These two mental health facilities are located on approximately 280 acres near the Harlem Avenue interchange for Interstate 80. Since the Mental Health Center opened in the mid 1950s, the direction of mental health care has shifted from isolation and institutionalizations to greater out-patient treatment resulting in many of the campus structures having being subsequently vacated or underutilized. Nearly all the buildings have suffered deterioration due to age and deferred property maintenance.

In 2005, following an evaluation of a number of State owned properties and facilities, the Governor announced that the Tinley Park Mental Health Center was identified as a facility that would likely be closed and the property sold. The Howe Center had not been included in the proposed closings at that time. However, the closure and sale was contingent upon relocating essential mental health care services and facilities to other locations. These two facilities were de-certified in 2007 which resulted in the loss of federal funding. In September 2008, the Illinois Department of Human Services announced the decision to close both the Tinley Park Mental Health Center and the W.A. Howe Development Center as part of a broader plan to restructure and update State provided mental health services. The State closed the Howe Center in July 2010 after several years of controversy over its operations and quality of care. The Mental Health Center was closed at the beginning of July 2012.

The Village has long felt that there is redevelopment potential for this underutilized property and had approached the State regarding its acquisition as early as 2002. In advance of the "decommissioning" of the facility, the Village took a pro-active planning role. Working with both internal planning staff and external consultants, the Village actively pursued identification of environmental issues, infrastructure needs, and other factors that may impact redevelopment including estimates of the associated costs to address these issues. Concurrently, the Village planning staff and consultants developed scenarios for potential uses and redevelopment that would be appropriate regardless of whether the site is acquired by the Village, or by other developers. These planning processes will prove beneficial once the State releases the closed facility for sale.

The Village continues to promote and encourage development of lands bordering Interstate 80 (also known as the I-80 Corridor) for commercial, light industrial, and warehousing operations. An intergovernmental committee was formed with neighboring communities to establish a coordinated and cooperative effort in the promotion and development of this area. Because of significant differences in both the method of property tax assessment of commercial and industrial properties, and in overall tax rates between Cook and Will Counties, the Will County area of the I-80 Corridor is a prime relocation and expansion destination for many area businesses. For commercial or industrial projects, the property tax savings alone of the Will County portion of the I-80 Corridor over neighboring Cook County areas create a significant incentive for business development. Combined with the convenient access to the Interstate highway system, this area will continue to be highly desirable for business development for many years.

Development along Interstate 80 (I-80 Corridor) has been primarily focused on industrial and commercial developments which continue to add to the Village's economic and employment bases. Since 1995, nearly 1,000 lodging rooms have become available in the community with the construction of nine hotels

between the Harlem Avenue and LaGrange Road interchanges of I-80. A full service Holiday Inn hotel with over 200 rooms is connected to the Village of Tinley Park's Convention and Conference Center which opened in October 2000. The facility was substantially expanded and renovated between 2009 and 2011. Located near Interstate 80 at the Harlem Avenue exit, the newly expanded facility is approximately 120,000 square feet and contains approximately 70,000 square feet of multi-functional exhibition and meeting space and is managed by the operator of the adjacent Holiday Inn hotel. The space and amenities available are able to accommodate approximately 77% of all conventions, trade shows, and conferences held in the United States. The owners of the adjacent Holiday Inn are seeking financing to construct an additional 68 rooms to the hotel to accommodate the expected expanded market needs associated with the larger convention center facility based on studies commissioned by the Village.

One of the largest developers in the nation, First Industrial Realty Trust, constructed a million-square foot speculative distribution center in Tinley Park, Cook County completed in 2008. This investment demonstrated a commitment to the business advantages of Tinley Park and the advantages of Cook County for multi-modal distribution projects. Occupancy of this facility took place in 2012, with the largest tenant being M Block and Sons who are the primary distributors of the Green Mountain Coffee/Kuerig single serve coffee makers and related accessories and supplies.

Sales taxes, with a significant portion derived from automobile sales, provide significant revenues for the Village's ongoing operations. Accordingly, from time to time, the Village has utilized inducement and incentive agreements with developers and business owners to encourage local economic development and add to the Village's non-property tax based revenues. During fiscal 2010, the Village entered into such agreements for the relocation of a Subaru dealership, and the order center for Temperature Equipment Corporation a supplier of heating and air conditioning equipment. Agreements with the Ryan Company, Menard, Inc., International MINI, and Steiner Electric were adopted in fiscal 2011. Similar agreements were established with Apple Chevrolet and Orland Toyota for renovation, remodeling, and upgrades to their automotive dealership facilities. These agreements are expected to add significantly to the Village's sales tax revenues as well as providing local employment opportunities.

Along with most of the country, the Village has experienced the slow-down in new housing construction since the start of the Recession. The number of new residential construction permits issued peaked in calendar 2002 and has declined each year subsequent. During calendar 2011, the Village issued only 9 new construction residential building permits, the second lowest number of such permits issued in any year since 1982. The same number of new residential building permits were issued in calendar 2010. This decline can not be wholly attributable to economic factors, as some of the decrease in new construction units can also be attributed to the completion of existing subdivisions and other residential developments. In recent years, the Village is beginning to see in-fill developments as well as some tear-down redevelopments particularly in the older portions of the community.

The Village's Economic Development Department worked closely with Cook County officials to expand the availability of the "Class 8" property tax assessment incentive program in Bremen and Rich Townships. Additionally, the Village received approval for "Class 8" eligibility for commercial properties that are part of the Duvan Drive Industrial Park in Orland Township. This program requires the properties to be vacant for a period of time prior to application and cannot be applied to currently occupied properties. Commercial and industrial sites meeting the qualifications for this program are afforded an assessment rate comparable to residential property (through tax year 2008, 16% instead of the normal 38% or 36%; for tax year 2009 forward, 10% versus 25%) for a ten year period that can be renewed with appropriate approvals. This reduction provides significant property tax relief to a business (42% lower through tax year 2008; 40% lower thereafter). The Village is proactively working with the Cook County Assessor's Office to conduct further research on the Class 8 property tax assessment incentive program. Following completion of the research study, it is anticipated that the program will be amended to allow

commercial properties to be eligible for the Class 8 program without change of ownership. It is expected that these changes will aid economic development and reduce urban blight by creating an environment that would encourage redevelopment and reoccupancy of vacant properties more quickly. While the taxes are still higher than neighboring Frankfort Township (Will County) locations, the Class 8 incentive program greatly reduces the differential.

The Village of Tinley Park has drawn the interest of several institutions of higher education, as well as printers and publishers of textbooks and training manuals. DeVry University maintains a 55,000 square foot education center in the North Creek Business Park of the I-80 Corridor. Other educational institutions (including those under development) with satellite locations in Tinley Park include Moraine Valley Community College, Sanford-Brown College, Illinois Institute of Art, Lewis University and the Vet Tech Institute of Fox College. These institutions add to both the continuing educational and employment opportunities available to residents of the area.

The Village Board approved the creation of a "Main Street Development Fund" during fiscal year 1997 as part of an economic development and retention tool for businesses along Oak Park Avenue, the Village's traditional uptown business district. Long before other commercial areas developed at other locations in the town, Oak Park Avenue was the central business area of the community. Structured similar to a TIF District, certain incremental property and sales tax revenues, totaling \$1.6 million dollars, have been set aside in a special reserve. The earnings generated by the principal are to be used for certain public improvements along the street, low cost loans to local businesses, facade rehabilitations, and other related projects in this area to encourage businesses to locate and remain in this area of the community. Even though the earnings from this core "trust" are minimal under the current economic conditions, the earnings continue to be used to support programs and activities of the Main Street Commission of the Village of Tinley Park.

In addition to the Main Street Development Fund, the Village Board has developed economic incentives for local businesses within the Main Street and Historic District area to encourage business expansion and retention in this area of the community. These incentives, in the form of facade improvement grants and a reduced cost small business loan program, have assisted in the restoration or enhancement of the facades of structures in the Main Street and Historic District area, and encourage further preservation and restoration efforts.

The Village Board created its first Tax Increment Finance (TIF) district for an area on the south end of the Village (Oak Park Avenue TIF) to encourage new development and redevelopment and to provide for other improvements in the designated area. The centerpiece of this TIF district is the Village's Convention Center complex. Redevelopment in this area has resulted in increased property tax values over 18 times greater than existed when the District was formed and providing other economic benefits through employment opportunities and the generation of additional sales tax revenues by businesses located within this area. Due to favorable market conditions, the bonds issued for the construction of the original Convention Center were refinanced in April 2008 and will yield the Village over \$270,000 in interest savings over the remaining life of the bond issue. The bonds issued in December 2009 for the expansion of the Convention Center are believed to have yielded the lowest net interest rate of any debt ever issued by the Village in its 119 year history to that point in time. The property tax generated incremental TIF revenues which are derived from the residential and commercial developments in the Oak Park Avenue TIF (TIF #1) have consistently produced sufficient funds necessary to pay the debt obligations of the convention center bond issues without requiring an additional property tax levy against the general property of Tinley Park.

During fiscal year 2003, the Village Board established two additional TIF districts in the core of the original village and along Oak Park Avenue (Main Street North, and Main Street South TIF Districts) to



encourage further enhancements and new development. The expected redevelopment of a former school site was a catalyst for creation of the TIF Districts with the support and encouragement of the school district. The Main Street South TIF was further expanded to include additional properties during 2006. This expansion will allow the Village to provide needed public improvements to streets adjacent to the expanded area, as well as further facilitate economic redevelopment to occur within the District. While redevelopment within these districts has been slow, and property values have contracted following the 2007-2009 Recession, the taxable property values in the Main Street South TIF have increased 1.2 times and the Main Street North TIF reflects values 1.9 times greater than their initial values.

When establishing a TIF district, the then current values of the property is determined and “frozen” for purposes of allocating property taxes to the various governmental agencies included on the property tax bill. As improvements are made, and the value of the property increases, the taxes calculated on the “incremental value” (the difference between the frozen base value, and the current value) are distributed into a separate Village fund to be used for projects, improvements, and related expenditures within each TIF District.

The Village Board has authorized financial assistance agreements for construction of several mixed use development projects (with residential condominiums constructed above a ground level commercial/retail space) within the Main Street South, and Main Street North TIF districts as part of the redevelopment efforts within these economic zones. Additionally, the Board approved a plan for redevelopment and financial assistance for the former Lions Pool site (also in the Main Street North TIF) for development of low density single family residential home sites.

Probably the most significant of the TIF district redevelopment proposals to date, in both size and scope, has been the Tinley Park Place development proposed for a site in the Main Street South TIF. As proposed, this would have been one of the region’s largest and ambitious downtown redevelopment projects. As planned, the project would have encompass an entire block and include 60,000 square feet of retail and office space, an 11 screen movie theater, and 111 residential condominiums. This project will require improvement to public infrastructure (water, sanitary and storm sewers, and roads) as well as construction of a new parking facility that will serve both business and commuter parking needs. Unfortunately, the downturn in the housing market, and the general economic recession have stalled this ambitious redevelopment project. The Village has contracted for the engineering and design for the parking facilities that would be required. As an added community benefit, the design includes creation of an expanded community park area above a portion of the parking facility which will further enhance the areas adjacent to the Oak Park Avenue train depot. The parking lot plans have also been developed in a modular fashion to allow the project to be scaled appropriately for anticipated area commercial developments and commuter parking needs.

The First Midwest Bank Amphitheater (formerly known as the World Music Theatre and the Tweeter Center), which opened in 1990, remains one of the larger outdoor music and entertainment pavilions in North America with capacity for over 30,000 spectators. The theater was purchased at the end of 1999 by Clear Channel Communications, Inc. (now Live Nation), which has become one of the leading owner/operators of both indoor and outdoor concert venues across the country. Adjacent to the theater is the 18 hole Odyssey Golf Course designed by Curtis Strange complimented by a banquet facility. The Odyssey Fun World, an indoor arcade and outdoor amusement park is located nearby. The combination of these developments, and their close proximity to each other, has created a local entertainment center along the I-80 Corridor.

Readers are encouraged to also reference Note 13 of the Notes to Basic Financial Statements for further details of Village commitments which are primarily associated with its economic development efforts within the community.

### **Major Initiatives**

#### **Road and Bridge**

The Village continues to operate its Pavement Management Program under which major street maintenance is performed including street resurfacing crack sealing. The resurfacing and crack sealing of streets is an annual and ongoing program of the Village and is funded primarily from Motor Fuel Tax revenues and a portion of municipal vehicle sticker fees.

The Village has periodically conducted a detailed surface analysis and digital video taping of its roadway network which is then tied to a Geographical Information System (GIS) database to further assist in evaluating and prioritizing future maintenance needs. With the aid of this data and analysis, the Village has developed a Pavement Management Program (PMP) designed to maintain our streets at the upper percentile of the Overall Condition Index (OCI) levels (80% or better). Each year several miles of the Village's streets are sealed, resurfaced or reconstructed based on the condition index and available funding. Under this program, all municipal roads typically receive major maintenance attention within a fifteen year period. This approach has set a standard for road maintenance virtually unequaled in the suburban area. However, growth in the Village road network, and increased material and labor costs have placed significant stress on the Village's ability to sustain the PMP as it has been established. This situation is exacerbated by declining Motor Fuel Tax revenues resulting from the combination of reduced fuel consumption from recessionary factors, increased fuel costs, and improvements in vehicle fuel efficiency. Motor Fuel taxes are almost exclusively computed on a cents per gallon basis, and thus are unaffected by fluctuations in the price at the pump. However, Motor Fuel taxes are affected by changes in consumption.

Work was substantially completed during fiscal year 2011 on improvements for the widening and extension of 183<sup>rd</sup> Street from LaGrange Road (US Route 45) to 84<sup>th</sup> Avenue which includes construction of a surface grade crossing over the Metra (former Rock Island) railroad to create a needed additional east-west arterial road. To aid in the approval of the at-grade crossing at 183<sup>rd</sup> Street and 84<sup>th</sup> Avenue, the Village had previously provided alternate means of access to two homes that historically used un-signalized private railroad crossings to access their property. Both Metra and the Village are pleased to have removed these potentially dangerous crossings. In early November 2008, the Village secured needed land for the 183<sup>rd</sup> Street right-of-way between 94<sup>th</sup> Avenue and LaGrange Road. The roadway improvements are under the jurisdictional control of the Cook County Highway Department. The extension of 191<sup>st</sup> Street east of Harlem Avenue where it will be joined with Flossmoor Road at Ridgeland Avenue to create another improved east-west arterial road to the region is also planned for the future.

The Village and its engineers continued to develop plans for various roadway and intersection improvements. One of the two most significant of these improvements was the reconfiguration of the intersection at 171<sup>st</sup> Street and Oak Park Avenue to provide for a right turn lane for southbound Oak Park Avenue traffic. Prior to this improvement, at certain times of the day, it was not uncommon for traffic to back up a half mile or more from this intersection. Similarly, the installation of a traffic signal at the intersection of 175<sup>th</sup> Street and Oak Park Avenue has allowed for better traffic flow. Engineering completed plans to realign the intersection at 175<sup>th</sup> Street and Harlem Avenue to eliminate a dangerous misalignment of 175<sup>th</sup> Street. A grant was received to assist in the funding of this improvement and construction began in the spring of 2011. The Village engineers have been commissioned to design a roundabout to replace the traditional intersection at 183<sup>rd</sup> Street and Oak Park Avenue. This intersection reconstruction is primarily funded by a federal grant. Although roundabouts have a long and storied

history throughout the world, upon completion, this will be one of the first roundabouts on primary arterial streets in the suburban area.

A grant was secured for the installation of street lights on 191<sup>st</sup> Street between Harlem and 80<sup>th</sup> Avenues which was substantially completed during fiscal year 2011. Additionally, the South Suburban Mayors and Managers Association provided funding for this improvement, resulting in virtually no net costs to the Village.

#### Water and Sewer Services

The Village of Tinley Park completed a multi-year program to upgrade and replace residential water meters in fiscal 2010. Under this program, the existing mechanical meters were replaced with a new style meter with no moving parts and using fluidic oscillation to measure the water flow. Mechanical meters will wear and corrode over time, causing the mechanical turbines to slow down, and accordingly reduce their ability to accurately measure water usage over time. The new "Smart Meters" are more accurate at measuring water usage at all levels of water flow. The Smart Meter was designed in England, and Tinley Park was one of the first communities in the United States to adopt the new meters for regular use. Random testing of meters removed from service, have shown that these meters were under-registering water consumption by 10-15% on average. Unfortunately, it has been discovered that some of the installed meters contained a manufacturing flaw that has caused premature failure of certain series of meters. The meter company has been working closely with the Village to rectify this issue. The Company is providing warranty replacement meters and is also providing financial assistance for the installation of the replacement meters. These replacements are expected to be completed in fiscal year 2013.

The Village of Tinley Park entered into agreements in 1999 with the Villages of New Lenox and Mokena to provide Lake Michigan water to those communities. The Village of New Lenox began water service in October 2001, and Mokena began service in the late fall of 2002.

The Village has agreed to participate with other communities on the Southwest Transmission System served by Oak Lawn on certain system improvements to provide increased water flow, particularly in high demand periods. The first phase of these improvements was installed in 2007. The booster pumps were supplying the expected water flow capacity by mid-summer 2008. Due to outside water use, summer months normally produce the greatest water consumption and the greatest stress on the supply system to maintain adequate water reserves in the storage tanks to provide for public safety (fire service) needs.

Oak Lawn has continued to evaluate its transmission system and has identified approximately \$190 million in system improvements that they feel are necessary in the upcoming years to improve water handling and delivery and provide additional redundancy in the supply system. As many of the municipal water supply contracts with Oak Lawn expired in 2011, these improvements are being reviewed and evaluated as part of negotiations for the contract renewals. It is expected that the list of improvements, and the financial commitment will be reduced as evaluation and negotiations continue. Oak Lawn and the individual communities have mutually agreed to extend the terms of the expired supply contracts until the new contract negotiations are finalized.

The Village Board initiated a detailed utility rate study of its various utility rates to assure that the rates are adequate to provide for the ongoing maintenance and operations as well as future capital needs of the underlying systems. The study was completed in the fall of 2009 and the new rate structures recommended by the study were implemented in January 2010 through a series of incremental increases. The City of Chicago instituted a series of annual water supply increases beginning in January 2012 and continuing through January 2015. The Chicago increases, as well as any increases associated with the delivery of the water supply by the Village of Oak Lawn will result in automatic adjustments of the Village



of Tinley Park's wholesale and retail water rates so as not to compromise the implementation of the recommendations of the water rate study and to assure the financial stability of the Village's water and sewer utilities.

Modifications to establish a uniform basis and methodology to compute the operations and maintenance (O&M) charges for supplying water to the Village's wholesale/bulk service customer agreements are being held off pending the completion of the Oak Lawn supply agreement.

The Village has established a Sewer System Evaluation Survey (SSES) program which examines both public and private sanitary sewer systems to determine sources of extraneous inflow and infiltration (I&I) entering the sewers. The program has initially been focused on some of the oldest portions of the community and an area experiencing regular sewer overflows. This ongoing program will focus on additional segments of the community, generally by subdivision and geographical area, over time with a prioritized focus on areas experiencing issues with sewer overflows. Primary testing will typically include cleaning and televising of sewers, smoke and dye testing. Individual house inspections are also conducted as part of this program to identify any prohibited or improper connections to the sanitary sewer. Reducing inflow and infiltration in the sanitary sewer system removes storm water that was not designed to be accommodated by the sewer system, reduces problems of sewerage backups, and improves water quality in our lakes and streams by not overburdening water reclamation (sewerage treatment) facilities. The results of the program identify both public and private improvements that are needed. Identification of the problems and recommended corrective actions also benefits the budgeting process and funding of capital projects.

#### Flood Control

The Village of Tinley Park has taken an aggressive position regarding flood control and storm water management after the Chicago area was deluged with over 12" of rain in a 24 hour period in June 1996. While Tinley Park residents fared far better than many neighboring communities during this unprecedented storm, the Village Board has taken aggressive steps to help further mitigate the impacts of future storms by funding a series of studies and improvement programs over the ensuing years. These actions that have been undertaken have been in concert with the requirements mandated by the US Environmental Protection Agency under the Clean Water Act, and more specifically the National Pollution Discharge Elimination System (NPDES) rules and regulations. The Village Board has established a Storm Water Management Fund (considered a special revenue fund) and utility rate to support some of the costs associated with the water quality monitoring mandated by NPDES, operation and maintenance of storm water facilities, and construction of new storm water structures and improvements.

Construction of a new bridge and replacement of several culverts along 76th Avenue was undertaken to improve storm water flow. These improvements resulted in a lowering of a local flood elevation and enabled removal of approximately 200 homes from a designated flood plain. A large storm water retention pond was constructed in an area between Oak Park Avenue and Harlem Avenue and dedicated as Settler's Pond. This pond, along with the related drainage system, effectively lowers the local flood elevation and has removed approximately 550 properties and homes from a designated flood plain. These improvements have eliminated the requirement for separate flood insurance policies for these property owners with premiums totaling approximately \$750,000 per year. The Village completed planning for additional culvert maintenance at points along the "76<sup>th</sup> Avenue Ditch" with funding for these projects provided through an Illinois Department of Commerce and Economic Opportunity (DCEO) grant.

Construction of a detention pond adjacent to the Tinley Terrace subdivision to relieve chronic and severe street flooding during heavy rain events was completed during fiscal year 2009. This project was

accomplished with the assistance of an Illinois Department of Commerce and Economic Opportunity (DCEO) grant that underwrote land acquisition and a portion of initial site work.

The Village participates under the Federal Emergency Management Agency (FEMA) Community Rating System program (CRS). The CRS program is part of the National Flood Insurance program administered by FEMA. The CRS program awards points to communities based upon their efforts to address flood related issues. Points are awarded based upon building standards, construction projects and community education. The Village has ranked as a seven (7) on the CRS scale which ranges between one (1) and ten (10), with 1 being highest. The lower the rating the greater the discount provided on flood insurance. By meeting the information and reporting standards for inclusion in this program and based upon this ranking, the Village anticipates that affected residents will receive a flood insurance premium reduction of between 10% and 15% (at level 7). In October 2011, the Village rating was raised to level 6, which is expected to result in a 20% discount in flood insurance premiums within the community.

#### Other

The Village continues to incorporate ongoing upgrades to its internal computer network, and completed the principal implementation of a new suite of financial software programs during fiscal 2007. The new financial system integrates data and information that previously was found in a number of stand-alone software programs as well as manual processes and database systems. Through automating non-computerized functions, and integrating others, this will allow greater sharing of information between Village departments with less duplication and redundant data processing. This in turn allows the Village staff to provide more efficient services to our citizens. During fiscal year 2010, the Village implemented new hardware and software necessary to provide for the acceptance of credit and debit card payments for most Village transactions. Work also began on implementation of new software to provide citizens with additional inquiry and payment options via the Internet for the amounts they owe, and provide another means to contact the Village for their service needs or questions. These services became available in the summer of 2010. Under the Village's EZ-Pay program, utility customers also have the ability to have their bills paid electronically on the due date from a bank account of their choosing. The Village has taken steps to reduce the number of checks it receives from on-line banking services and instead receive these payments through electronic funds transfer. This reduces the amount of time and associated costs to process these payments. Additionally, the Village has contracted for a lockbox service to process utility billing payments. These alternate payment options will reduce both walk-in traffic and mail processing of utility bill payments. Utility customers will have the ability to receive their bills electronically via email in late 2012.

Several years ago, the Village engaged consultants to develop a comprehensive plan to improve the areas around both railroad depots and other streetscape improvements along Oak Park Avenue, and other parts of the community. The plans included creating some unique public spaces within the Historic District, and also included the potential replacement of both railroad depots to better serve the needs of the community and its rail commuters. Each fiscal year, projects detailed under this plan are reviewed during the budgeting process to determine which individual projects can be implemented based on the availability of funds.

Under this ongoing program of streetscape enhancements, a small park and sculpture garden was developed near the Oak Park Avenue train depot. This park features a fountain as one of its focal pieces, and is accentuated by a number of bronze sculptures. The park was dedicated in September 2001 and named Zabrocki Plaza. A monument to commemorate the centennial anniversary of the Tinley Park Fire Department and their century of volunteer contributions to the life and safety of community is also located at a high profile location in this plaza and was also dedicated in the Fall of 2001. As a footnote, this site, which most recently served as a part of the adjacent commuter parking lot, was historically the location of the town's first official park.

A community message board was installed near the Oak Park Avenue depot to provide information on events and other activities within the community and was completed in late 2005. The Village prohibits signs from being installed in public parkways and rights of way and on telephone/light poles to control visual pollution and maintain the aesthetics of the community. A key objective of this message board is to eliminate temporary signs and banners to announce and advertise events that inevitably would be illegally placed throughout town. In the following year, an expanded park area was developed around this message board and in front of the "Carl Vogt Building" (listed on the National Register of Historic Places) continuing the improvements in the area of the Oak Park Avenue train station and the historic core of the community. This "pocket park" compliments the Zabrocki Plaza and train station public spaces previously developed. Community entry signs which follow common design elements provided by the comprehensive landscape plan have been installed at a number of entry point locations into the community.

The railroad has always played a prominent role in the history, growth, and development of Tinley Park. The community actually owes its existence to the railroad, as its initial foundations found in the plat of subdivision for the "Village of Bremen" came as a result of the completion of the railroad through this area. In earlier times, the railroad's greater impact on the community was in freight services; hauling grains and dairy products for the area farmers and shipment of household effects of new settlers and goods to local retail merchants. Today the railroad's primary impact on the community is as a passenger commuter service to the City of Chicago for area residents that work downtown. The Village of Tinley Park took initiatives to request a second commuter station for the community in the 1970s long before residential growth would make this practically essential. The Village currently maintains nearly 3,000 commuter parking spaces near its two depots. Additionally, the two Tinley Park stops on the Metra Rock Island District line have the highest boarding/ridership of any other stop on the railroad. Additionally, the 80<sup>th</sup> Avenue depot alone has the fourth highest boarding/ridership of any stop in the entire Metra rail network.

The Village played an integral role in the construction of the current Oak Park Avenue depot, which was dedicated in 2003. This station has become the centerpiece of redevelopment plans for the historic roots and core of the community. Design of a parking facility which will include the expansion of Zabrocki Plaza above underground parking has been completed and is ready to execute when area development warrants and financing is determined. The commercial redevelopment that had been the impetus for creating additional public parking unfortunately was a victim of the economic recession and collapse of the housing markets. The Village is continuing to seek grants and other financial assistance that would allow this parking/park project to move forward ahead of development.

Groundbreaking for the construction of a new 80th Avenue commuter station was held in November 2010. Jointly funded by a Federal grant, Metra, and the Village, the station design will compliment the Village's other depot and the nearby public library constructed in 2003. Metra will provide the necessary platform improvements to improve boarding access at this depot location. To facilitate safe commuter passage to the appropriate train track, a pedestrian underpass is being incorporated into the depot and platform improvements. Due to favorable bid pricing obtained, the Village was able to add the underpass to the current depot construction project and minimize later service disruptions. The underpass will also allow local residents to more easily access the nearby public library and park facilities and thus benefit more than just rail commuters. The depot was formally dedicated in November 2012.

Under a Metra pilot program, electronic information signs were installed to give commuters indication of parking availability at the Tinley Park 80<sup>th</sup> Avenue commuter lots. In conjunction with Metra, and the State of Illinois, Tinley Park completed construction of Veterans Parkway which provided a new access road to the 80<sup>th</sup> Avenue depot from 76<sup>th</sup> Avenue at 183<sup>rd</sup> Street. This access road provides a signalized

intersection at 76<sup>th</sup> Avenue, which will assist in the orderly movement of commuter traffic in and out of the depot, as well as provide alternate access to the Village's new library and Tinley Park Park District facilities. In 2008, the Village obtained approval to install a traffic signal at the intersection of 80<sup>th</sup> Avenue and Timber Drive, which continues to be the primary access point for the commuter station and library. The installation of the traffic signal is on hold pending the release of a State of Illinois grant that will fund a substantial portion of the project.

The Village of Tinley Park established a web presence in the late 1990s and the current website address is: [www.tinleypark.org](http://www.tinleypark.org). The website contains information on the community and Village departments. In late 2010, the Village contracted with a firm to undertake a major redesign of the Village website to refresh the site and facilitate its use by the public. The new web design was released in October 2011 and has received positive feedback from regular users. During 2011 and 2012 the Village continued its efforts toward transparency and "open government" by adding substantial financial and operational information to its website following the "10 Points of Transparency" initiative of the Illinois Policy Institute (<http://www.illinoispolicy.org/content/?section=503>).

The Village of Tinley Park has developed bike paths that provide access to the 80<sup>th</sup> Avenue railroad depot and add to the recreational resources available. Plans have been discussed to further expand the trail network over time and link to trails being developed in the Cook County Forest Preserves that border the community.

The Village has long funded an ongoing program of parkway tree replacement and other landscaping along public properties and streets to enhance the beauty of the community. In conjunction with improvements being made by the State of Illinois along Harlem Avenue (Illinois Route 43), several miles of medians were landscaped with grass, trees, and other plants to enhance the local streetscape. This program was expanded with landscaped medians along 167<sup>th</sup> Street between Harlem Avenue and Oak Park Avenue through a cooperative effort between the Village and Cook County in conjunction with the County's contracted repairs to 167<sup>th</sup> Street. A long-term program of sidewalk installation and replacement also continues to improve pedestrian access and safety throughout the community. During fiscal year 2010 the Village received a grant to improve landscaping in the medians along Harlem Avenue. This work was completed in the summer of 2012.

The Village Board has established two administrative courts to adjudicate parking and other minor offenses, thus relieving burden from the County court systems, expedites the appeals process, and reduces court costs. Additionally, a "Peer Jury" court is operated by our Police Department. Under this successful program, area youths charged with minor crimes are tried by a jury of their peers. The Peer Jury program also reduces the burden on our County court system as well provides a learning experience to the participants on both sides of the bench.

The people of Tinley Park have long had the benefit of a high level 9-1-1 emergency services (Tinley Park was the 13th municipality in Illinois, and one of the first in the area to offer this service). A referendum to allow a 75¢ per month surcharge added to each phone line to provide the Enhanced 9-1-1 dispatch services within the community was overwhelmingly approved by the voters. The surcharge revenues are used exclusively for costs associated with providing emergency services dispatch. The Village's Enhanced 9-1-1 Board continues oversee and review the system operations in order to plan for the system improvements necessary to provide exceptional emergency services.

During fiscal year 2010, red light cameras were installed at three intersections along Harlem Avenue that have historically experienced a large number of traffic accidents associated with failure to obey the State vehicular code and the traffic control devices. The Village has taken a fairly conservative position in reviewing the violations and many potential infractions are rejected without a ticket issued. The Village is



finding that these cameras have been effective in improving driver safety which is reflected in a declining number of violations over time.

Also in the area of public safety, the Village has contracted for local ambulance services since 1978; long before “privatizing” municipal services was a popular concept or “buzzword.” Ambulance services generally account for a significant portion of the activity of a full time fire department. By contracting these services, the Village effectively reduces its manpower needs, liabilities and risks, while also realizing significant saving for its taxpayers. The Fire Department has implemented a program whereby all four of the Village’s fire stations are manned around the clock to reduce emergency response times. Additional manpower is added in emergencies or if severe weather is expected. This move is just one of many taken by the Village Board and the Tinley Park Fire Department over the years which have assisted in maintaining one of the finest fire departments in the State of Illinois delivering exceptional service to the community as economically as possible.

The Village’s fire training tower assists in the training and emergency preparedness of the Village’s firefighters. Other communities also benefit in using the facility for training purposes, including programs offered through the Intergovernmental Risk Management Association (IRMA). The Village has the distinction of being one of first communities in the State of Illinois to have achieved the current Class 3 rating (Class 1 is the highest ranking) with, at that time, an all volunteer fire department.

Also at the site of the Village’s Fire Training Tower, the Village developed the first public heliport in the south suburbs. Planned initially to provide a designated landing area for helicopters in an emergency or disaster situation, it was felt that public benefit could also be derived, and thus the necessary improvements to allow for public access were also included in its development.

The Village began selling single use parking tokens for its daily pay commuter parking lots in the summer of 2010 for the convenience of commuters using these lots. The single use tokens minimize the administrative costs typically associated with conventional coin type tokens. The introduction of the single use tokens has been very well received by the public and several other communities have since adopted similar token programs as well.

### **Accounting System and Budgetary Control**

Management of the Village is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Village are protected from loss, theft, or misuse and that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. In developing and evaluating the Village’s accounting system, consideration is given to the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the disposition and the reliability of financial records for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the Village’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

In addition, budgetary controls are established to ensure compliance with legal provisions embodied in the annual budget approved by the Village Board. The activities of the general, special revenue, capital

projects, and enterprise funds are included in the annual approved budget. Budgetary control (that is, the level at which expenditures cannot legally exceed the established budget amount) is generally considered the fund budget in total. Formal budgetary integration is not employed for debt service funds since effective budgetary control is achieved through the provisions of the individual bond issues.

As demonstrated by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management.

The Village's accounting records for governmental and agency funds are maintained on a modified accrual basis for annual financial reporting, with revenues being recorded when they become both measurable and available, and expenditures being recorded when the fund liability is incurred. Accounting records for the Village's proprietary (enterprise), and pension trust funds are maintained on a full accrual basis. Their revenues are recognized when earned, and expenses when incurred.

### **Financial Information**

#### **Foundation for the Future**

The Village of Tinley Park has served the community, and overseen its growth and development, for well over a century. The Village has come a long way since 1893, its first year of operation, when total revenues were \$1,695 and consisting solely of licensing fees, primarily derived from liquor licensing. (The Village's revenue sources have been greatly expanded and diversified since that time). Total expenses for that first year amounted to \$504, leaving a surplus of \$1,191 and setting the standard for conservative and responsible fiscal management followed to this day.

### **Governmental Fund Types**

Governmental Funds are those through which most governmental functions of the Village are financed and provided. The Village's expendable financial resources (except those accounted for in the Proprietary Funds) are accounted for through Governmental Funds. The Village's Governmental Fund types are General, Capital Projects, Special Revenue, and Fiduciary, and are explained in further detail below.

#### **General Fund**

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

#### **Capital Projects Funds**

Capital Projects Funds are used to account for the acquisition of capital assets or construction of major capital projects not being financed by Enterprise Funds. The Village's Capital Project Funds include:

##### **Capital Projects**

The Capital Projects fund accounts for all capital asset acquisitions and major capital projects not otherwise accounted for in other capital projects or enterprise funds.

It is a long established practice of the Village to make a year end transfer of cash funds from the General Fund to the Capital Projects Fund in excess of a predetermined cash balance (including investments). The desired cash balance (including investments) is

determined in consideration of a number of factors and has been maintained well in excess of \$1,000,000 for many years. The funds transferred to the Capital Projects Fund are used to finance capital expenditures in subsequent fiscal years. This process provides the Village with greater fiscal control over operating budgets and expenditures, plan for future capital expenditures, as well as minimizing the need for debt financing. This policy also minimizes the impact of unexpected restrictions of the revenue stream on current capital acquisitions and replacements.

To get a more accurate picture of the Village's financial position, the fund balances of the General Fund and Capital Projects Fund could be viewed as a collective surplus. In many municipalities, capital purchases are often made from the general fund, thus by adding the two fund balances as reflected in our financial statements, a better comparison to other communities can be made. The Illinois Department of Commerce and Economic Opportunity (DCEO) recommended standard of 25%, or three months of operating expenditures, to provide a cushion against unexpected spending needs, and the Village has well exceeded this requirement.

Oak Park Avenue Tax Incremental Finance District

Accounts for the incremental property taxes and related revenues derived from the Oak Park Avenue TIF District, established in 1994, and the use of those funds.

Main Street North Tax Incremental Finance District

Accounts for the incremental property taxes and related revenues derived from the Main Street North TIF District, established in 2003, and the use of those funds.

Main Street South Tax Incremental Finance District

Accounts for the incremental property taxes and related revenues derived from the Main Street South TIF District, established in 2003, and the use of those funds.

Municipal Real Estate Fund

The Village Board established this fund to accept the proceeds from the sale of Village owned real property. The funds accumulated in this fund are earmarked for the purchase of real property for Village uses.

Special Revenue Funds

Special Revenue Funds are used to account for the financial resources generated by specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The Village's Special Revenue Funds include:

Custom Seizures

Accounts for the Village share of distributions of seized assets obtained under a US Customs/Department of the Treasury cooperative labor program with these distributions restricted to use for certain law enforcement expenditures and related capital acquisitions.

Motor Fuel Tax

Accounts for a share of motor fuel taxes distributed to municipalities by the State of Illinois on a per-capita basis, with the distributions restricted for roadway construction and maintenance related expenditures.

Enhanced 9-1-1

A 75¢ per line, per month, assessment on each phone line within Tinley Park generates the revenues for this fund which is restricted by State Statutes to expenditures for operating and maintaining an emergency services 9-1-1 dispatch system.

Hotel/Motel Accommodations Tax

A 6% charge on the rental of hotel/motel rooms generates the revenues for this fund, which are segregated at the direction of the Village Board with an emphasis on expending these funds in promotion of the community and the hotels.

Main Street Development Trust

A combination of incremental property and sales taxes generated by the businesses along Oak Park Avenue has been segregated at the direction of the Village Board to create the principal of this fund. Under the Board's direction, the earnings from the \$1.6 million corpus are to be used to fund the activities of the Main Street Commission and for certain public improvements along the street, low cost loans to local businesses, facade rehabilitations, and other related projects in this area to encourage businesses to locate and remain in this area of the community.

Community Development Block Grant

Grants received from Cook and Will County, where the expenditure is restricted by the stated grant purpose(s).

Foreign Fire Tax

The State of Illinois imposes a 2% tax on any insurance policy covering property in Illinois issued by an insurance company that is not physically located in the State. This money is distributed to the local communities in which the policies are written and to be used for expenditures related to providing fire services. This fund was established in Fiscal Year 2005 to enhance the accountability over the use and expenditure of these monies under the direction of a Foreign Fire Tax Board comprised of firefighters serving the community.

Local Road Improvements

In April 2008, the vehicle licensing (sticker) fees were increased for the first time in 26 years. The Village Board directed that the incremental revenues between the old and new fees be earmarked toward the Village's Pavement Management Program for street maintenance. Beginning with fiscal year 2013, the Village Board authorized the entire amount of revenues generated by vehicle licensing (sticker) as well as revenues derived from Red Light Camera fines be assigned to this fund to further enhance the funding necessary to support the Pavement Management Program. This fund was established to account for this revenue and related expenditures.

Train Station Operations and Maintenance

The rental income received from concessioners in the two local railroad commuter stations has been set aside at the direction of the Village Board to be used to pay the related operating and maintenance expenses associated with the Village's train depots. Shortfalls of revenues over expenses are supplemented from the Village's General fund. Accumulated excesses of revenues over expenses, if any, are to be used for future capital needs associated with these facilities.



Fire Alarm Fund

A wireless fire alarm Village wide system was installed to replace hard wired fire alarm connections handled by phone lines for Village businesses. The wireless system has improved the operation and reliability of the fire alarm system as well as reduced the associated costs to the business community. This fund accumulates the revenues from businesses using the system and pays the associated costs of operation and maintenance, equipment upgrades and replacements.

Drug Enforcement

State receipts from cases related to controlled substances to be used for enforcement of the Cannabis Control Act and Controlled Substances Act.

Storm Water Management Fund

A Storm Water Management fee was imposed in April 2004, becoming effective with the August 2004 utility billing cycle. These funds are used toward construction, operation, and maintenance of Village storm water facilities within Tinley Park including retention and detention ponds, and storm sewer lines, and lift stations.

Proprietary/Enterprise Funds

Proprietary/Enterprise funds are established to account for the financing and self-supporting operations and activities of governmental units which render services to the public on a user fee basis. These operations are often similar to those found in the private sector operated for a profit. The Village's proprietary/enterprise operations are comprised of two operations: Waterworks and Sewerage Fund and Commuter Parking Lot Fund.

Waterworks and Sewerage Fund Operations

The Village waterworks and sewerage system provides water, and sewerage collection and removal services to the citizens of Tinley Park. Water is supplied from Lake Michigan by intergovernmental agreements with the Village of Oak Lawn and the City of Chicago.

Water reclamation (sanitary sewerage treatment and disposal) is provided primarily by the Metropolitan Water Reclamation District of Greater Chicago (MWRD). Tinley Park properties located within Cook County pay for the MWRD provided water reclamation services through property taxes. Water reclamation services for the portion of Tinley Park located in Will County is provided by contractual agreements with the MWRD, Village of Frankfort, and a private utility company (Illinois American Water Company, formerly Citizens Utilities). The Village is billed for these services under the contractual agreements, and in turn, charge the property owners/Village water and sewer utility customers for these services.

The Village of Tinley Park has contractual agreements for supplying water to the Villages of New Lenox and Mokena, as well as a private utility company (Illinois American Water Company, formerly Citizens Utilities).

Water and sewer rates are reviewed at regular intervals and are adjusted to pass on additional costs associated with the water supplied and sewerage removed. The Village conducted a utility rate study that resulted in changes to the rate structure the rates themselves for water, sanitary sewerage collection, and storm water management that initially became effective in January 2010. Subsequent water supply rate increases

imposed by the City of Chicago or Oak Lawn will automatically adjust the rates charged to Village customers.

Commuter Parking Lot Operations

The Village of Tinley Park operates several parking facilities with nearly 3,000 parking spaces for individuals utilizing the Metra rail service and other modes of public transport who commute primarily to and from Chicago. The various parking lots are rented in a combination of daily fee and monthly permit bases to both residents of the Village and non-residents. The rates were adjusted in January 2010 in order for the Village to cover increased operating and maintenance costs over the sixteen years since the rate was last changed in 1994.

Debt Service Funds

Debt Service Funds are used to account for assets held by the Village for the purpose of paying bonded debt issued by the community.

Tax/Bond Stabilization

The Village has set aside funds to assist in stabilizing its tax levy requirements over time and to provide for a portion (or all) of the debt service requirements on some of its general obligation issues.

2009 General Obligation Refunding Bonds

2009A General Obligation Bonds

2010 General Obligation Bonds

2012 General Obligation Refunding Bonds

These funds are established initially to account for the expenditure of bond issue proceeds. Once the proceeds have been expended for their intended purpose(s), these funds then accumulate monies for payment of the respective general obligation bonds. These bonds were issued to finance a variety of public improvements within the community including constructing a water reservoir, the Oak Park Avenue train depot, water mains, flood control projects, roadway improvements and expansion of the Village convention center. The debt service is provided by the Tax/Bond Stabilization fund, Water & Sewer fund, incremental tax revenues from established Tax Increment Financing (TIF) districts and a general tax against the property in Tinley Park.

Special Service Area Number 3

This fund accumulated monies for payment of the 1988 series Unlimited Ad-valorem Tax Bonds which are serially due in annual installments through December 2007. These bonds were issued to finance certain improvements for a commercial development within the community. The debt service was provided by an annual real estate tax on all properties within the special service area.

Limited Sales Tax Bonds

This fund accumulates monies for payment of the 1988 series Limited Sales Tax Revenue Bonds which were serially due in annual installments through the scheduled maturity in November 1999. These bonds were issued to finance certain improvements for a commercial development within Special Service Area Number 3. The debt service is to be provided solely from a specified increment of sales taxes received by the Village from businesses located in the shopping center. These bonds are not a general obligation of the Village.

Fiduciary Fund Types

Fiduciary Funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other Funds. The Village's Fiduciary Funds consist of the following:

Police Pension Trust Fund

The Police Pension Trust Fund accounts for the accumulation of resources to pay pension benefit obligations and related pension and administrative costs for the Village of Tinley Park's full time sworn officers. The rules for the defined benefit pension plan are provided by State Statute. Resources are contributed by members of the police force at rates fixed by State Statute, from other Police Pension Trust Funds following provisions of State Statute, and by the Village through an annual property tax levy. The Police Pension Trust Fund is administered by a Board of Trustees elected from the participating members of the Fund, and appointed by the Village President. The Village Treasurer is an ex-officio member of the Police Pension Trust Board and custodian of the funds.

The Pension Board has elected to engage the services of an Investment Advisor to assist in the investing of a portion of the pension assets in equity securities (common stocks and annuities).

The Village of Tinley Park has made a commitment to make contributions to the fund as annually determined by the Public Pension Division, Division of Insurance, of the Illinois Department of Financial and Professional Regulation or by an independent actuary. Additionally, the Village has periodically contributed amounts to the Police Pension Fund above and beyond the actuarially determined amounts to allow the Fund to increase its future earnings potential and actuarial funding levels. These additional contributions total \$1,413,650 between fiscal years 1990 and 2001. The additional contributions were designed to effectively stabilize tax levy funding requirements, and correspondingly the impact to Village taxpayers, for the support of the fund for a number of tax years. In more recent years, poor performance results of the Police Pension Fund's investment activity primarily in equity investments (stocks) largely negated the benefits of tax stabilization that these additional contributions had previously provided.

Special Assessment

Special Assessment funds are established to account for the financial resources received and expended in association with capital projects in which individual property owners derive a direct benefit by the improvements. The Village contracts for the project, and provides the financing to the property owners allowing them to pay the Village for their share of the improvement costs in annual installments of principal and interest, usually for a period of 10-20 years. Examples of typical special assessment projects include: installation of water mains, sanitary sewers, roadway, street lighting, and storm water drainage improvements.

Escrow

The Escrow fund accounts for the collection, retention, and disbursement of funds deposited with the Village as fiduciary.

Payroll

The Payroll fund accounts for the collection and disbursement of deductions withheld from Village employees paychecks.

**Debt Administration**

In April 2008, in conjunction with a bond refunding issue, the Village received an upgraded rating of "AA+" by Standard and Poor's. This rating was reaffirmed most recently in December 2011. The Village's prior Standard and Poor's rating of "AA" dated to June 2003. The Standard and Poor's "AA+" rating, is a full three rating grades higher than the "A-1" rating previously obtained from Moody's Investor Services (Moody's) in 2001 (this rating was re-affirmed in May 2009) and places the Village among the top 5 percent of rated governmental issuers in the Nation (and currently comparable to the US Government itself). In assigning this rating, Standard and Poor's specifically cited the region's deep and diverse local economy, the Village's large and growing tax base, favorable economic indicators, strong financial operation, significant reserve levels, and moderate debt burden. These ratings are indicative of the conservative and responsible fiscal management of the Village government.

As a Home Rule Unit, the Village of Tinley Park has no legal limits on the amount of general obligation debt it may issue and have outstanding at any time. As in other areas, the Village Board has chosen not to take undue advantage of its Home Rule powers and only issues debt when absolutely necessary, economically feasible, and fiscally prudent. The ratio of Net General Obligation Debt as of April 30, 2012 to the 2011 equalized assessed valuation is 2.85% -- well below the 8.625% limit applicable under Illinois State Statutes if the Village were not a Home Rule Unit.

A number of years ago, the Village placed funds in reserve establishing an internally managed Tax/Bond Stabilization fund. Annually, as funds are available, money is transferred to this fund to further provide for debt service on general obligation issues of the Village. This fund has allowed the Village to stabilize its tax levy, with particular focus on its debt service levy requirements. Through these means, as well as a portion of the total general obligation debt service provided by the Waterworks and Sewerage Fund, over \$5.7 million of general obligation debt was abated from the property tax levy requirements of the 2011 levy (payable in calendar 2012), and the annual abatement has consistently been over \$1 million annually for many years. The net amount levied for debt service has remained at or below \$350,000 annually since the 1992 levy year (payable in calendar 1993).

The Village's program of annual debt service abatements rivals or exceeds the benefits of property tax rebate programs that have become politically fashionable in other communities in the area and has been employed for far longer than any other such program. The philosophy of the Village's tax abatement program can be summed up in the question, why should the Village tax its property owners for something that the Village has the funds available to pay and can pay from income sources other than property taxes? The Village Board feels it is better fiscal policy not to tax in the first place than to tax and then issue a rebate. This process creates a false sense of benefit to the taxpayer. The tax abatement program requires no administrative costs to implement each year, where most tax rebate programs require the municipality to incur additional administrative costs to receive the rebate requests, perform calculations and verifications before processing the tax refund checks themselves. Additionally, most of the tax rebate programs only benefit owner-occupied residential homeowners whereas the Village's tax abatement process benefits all property owners including rental and commercial business property. Including all properties helps to keep rents low (both residential and business) and helps encourage business success.

The current debt burden is \$874 for each resident of the Village based on total bonded debt as of April 30, 2012. Additionally, the Village Board has pledged a portion of its Illinois income tax receipts, along with funds from the Waterworks and Sewerage Fund to pay the debt service on other outstanding bond issues which will not require a tax levy against the property in the community. This will effectively reduce



the net debt per-capita. The continued growth in the community, and the Village's fiscal practices, has resulted in an extremely stable per-capita debt.

Before issuing new debt, the Village carefully reviews its own financial position, and its ability to repay new debt issues with the least impact on our citizens and taxpayers. New issues are often structured in recognition of our existing debt obligations and when those obligations are retired. Additionally, the Village is ever conscious of the debt burden placed on our taxpayers by other governmental agencies that overlap or share the same tax base as our community. As feasible, the Village will also structure our own debt issues to coordinate with these overlapping governments.

### **Long Term Financial Planning**

Since the 1960s, the Village has taken an active role in planning its growth and development, commissioning its first Comprehensive Plan in 1967, with several subsequent and periodic updates, the most recent of which occurred in 2000. Through the Comprehensive Plan, and through intergovernmental boundary agreements with neighboring communities, the Village has effectively established the extent to which the Village is able to grow in physical area, and establish the types of development expected to occur in the undeveloped areas within these boundaries. By determining the geographic size of the community, and the expected development, it enables the Village to better anticipate and plan for its needs for infrastructure, improvements, and other purposes (including personnel to some degree). This in turn, allows the Village to schedule improvements to precede or coincide with development, and to appropriately assess new development for its impacts on the community. As part of its established policies regarding development, the Village has long held that new development is responsible for bearing the costs of its impacts on the community and that these impacts should not be the burden of the rest of the community and taxpayers. The Village has collected and distributed over \$21 million in cash impact fees since 1971 on behalf of the Village and other governmental bodies resulting from new development. This figure does not include the value of land received by the Village on behalf of other governments for park and school sites.

The Village continues to develop and refine its plans and programs with regard to its public buildings, equipment, infrastructure, and staffing to maintain acceptable levels of service to the community, while remaining within its self imposed property tax caps and other limitations. The Village has developed programmed schedules for vehicle and most equipment replacements. Similarly, it has developed the Pavement Management Program, as noted earlier, in order to maintain the public streets to a given service level. Similar programs, have, and are being developed for other components of the Village's infrastructure. The Village's established policies to set aside a sizeable portion of our annual revenues from the General Fund for capital expenditures and equipment replacements, the established Tax/Bond Stabilization Fund, economic development standards among others all speak to the Village's financial planning. As you have read through this transmittal letter alone, many of the economic development and other initiatives described speaks volumes to the long term planning the Village has done, and continues to do. Further examples of the Village's financial planning will be evident in the MD&A report and the financial statements themselves.

### **Fiscal Policies**

In October 2011, the Village Board adopted a comprehensive Fiscal Policies Manual. This document sets forth the basic framework for the overall fiscal management of the Village government. Operating

independently of changing economic circumstances and conditions, these policies held the decision making process of the Village Board and administration. These policies provide guidelines and guidance for evaluating both current activities and proposals for future activities and programs.

Most of the policies represent long-standing principles (i.e. traditions and practices) that have guided the Village government for most of its existence. These traditions and practices have been further defined and refined over the past forty plus years and have helped maintain the fiscal and financial stability in both the community and its government.

The Fiscal Policies Manual was designed to formalize and memorialize many of the traditions and practices that have long been followed; more clearly define the fiscal discipline of the Village of Tinley Park government; and set standards to be maintained into the future. Within this context, it also compiles, assembles, and references the various policies that the Village Board had previously formally adopted that bear clear fiscal and financial ramifications.

### **Independent Audit**

Illinois State Statutes, as well as provisions in several municipal bond issues, require an annual audit of the financial records of the Village by independent certified public accountants. The accounting firm of McGladrey and Pullen CPAs was selected by the Village Board. Their auditor's opinion is included in this report.

### **Awards and Recognitions**

The National League of Cities honored Tinley Park with an Award for Municipal Excellence for its city governance, best practices in municipal policy and establishing models to follow and to improve the lives of its citizens. Of 168 nominees from 37 states and Puerto Rico, Tinley Park was the only nominee from Illinois.

Tinley Park was one of only five Illinois communities to be honored by the National Association of Town Watchs for our participation in the *National Night Out* program which focuses on crime, drug and violence prevention. Additionally, the Illinois Crime Prevention Association presented its 2007 *Organization of the Year Award* to Tinley Park's Seniors and Law Enforcement Together (SALT) group. The SALT group includes approximately 60 senior citizens who assist the Police Department in crime prevention and other activities.

In 2006, the Village of Tinley Park was named the national winner of the US Department of Commerce and Economic Development Administration's "Excellence in Urban/Suburban Economic Development" Award. We have the distinct honor of being the first community in Illinois to receive this award. Additionally, we are proud to note that this honor was bestowed to us over other "more nationally well known" communities such as Los Angeles, California and San Antonio, Texas. In making the award, the US Assistant Secretary for Economic Development, Sandy K. Baruah was quoted as saying, "The winners of EDA's Excellence Awards represent the best and brightest economic development methods and practices in use today. Their commitment to sound, research-based, market driven economic development is helping America's communities grow their economies and create jobs."

Tinley Park's economic development website, [www.TinleyParkBiz.biz](http://www.TinleyParkBiz.biz), was named the "Best Economic Development Website in the United States" by the International Economic Development Council in 2005.

Also following in these accolades is recognition of Tinley Park as one of the "Top 12 in the United States for Economic Development Leadership and Innovation" bestowed by the CoreNet Global Real Estate Executives Association in 2006.

Village President (Mayor) Edward J. Zabrocki was recognized as one of the "Top 10 Mayors in the Country" by the World Mayor Project in 2007.

Retired Fire Marshal Robert T. Bettenhausen was named by Fire Chief Magazine's Volunteer Fire Chief of the Year in 1997. More recently, Fire Marshal Bettenhausen was recognized by the National Volunteer Fire Council with their 2007 Lifetime Achievement Award for his service to the community, State, and Nation in the name of fire service. He was similarly honored with a Lifetime Achievement Award by the Illinois Fire Chiefs Association in May 2008. Bettenhausen was an integral part of the Fire Department's growth and development since he joined the department in 1952 subsequently serving as Assistant Chief, Chief, and subsequently as Fire Marshal until his retirement in the fall of 2009. He served the fire prevention and suppression interests of the community longer than any other firefighter in the community's history.

The Illinois chapter of the American Institute of Architects selected Tinley Park's Oak Park Avenue train station to be on its list of "150 Great Places in Illinois" in April 2007. The organization's web site's description of the station says it "reclaims the traditional role of the train station as a ceremony place of arrival." The list is part of the chapter's celebration of the AIA's 150th anniversary. The initiative was begun to raise awareness about architecture's effect on the quality of life for Illinois residents.

The Village of Tinley Park has received an Honorable Mention in the Illinois Arts Alliance's annual Arts Friendly Community Awards program in 2007. The award program is aimed at promoting municipal support of the arts in Illinois communities and to honor municipal leaders who have encouraged innovative approaches to using the arts to build healthy communities. The award showcases programs and projects that may be viewed as models or best practices for other communities. Tinley Park was honored for programs including Benches on the Avenue, Music and Movies in the Park, the Caribbean Beach Block Party, Christmas Market, the use of bronze sculptures and artistic birdhouses in public places, and the Vogt Visual Arts Center and Arts Council events.

The Village of Tinley Park was recognized by the Department of Defense as a Commemorative Community for its support of activities to remember the fiftieth anniversary of World War II. The Village is also a recognized White House Millennium Council Project participant in planning activities to celebrate the beginning of the new millennium. The Village of Tinley Park is also a member of Sister City International, and has been recognized for the exchange programs that have taken place with Büdingen Germany since 1985.

The Village's Crime Prevention Committee was recognized by the Illinois Crime Prevention Association for its ongoing efforts to educate our citizens with ways to reduce and prevent crime. The Village of Tinley Park has been a recipient of the annual Governor's Home Town Award on multiple occasions. A number of these awards were for youth achievement, and all represented the community's volunteer spirit and are a source of civic pride and long standing tradition for the Village.

In November 2009, the Village was identified by BusinessWeek magazine's fourth annual survey "America's Best Place to Raise Your Kids" (considered their 2010 survey) as the number one place in

both Illinois and the Nation. In the April 2010 issue, Chicago Magazine recognized Tinley Park among their list of "20 Best Towns and Neighborhoods in Chicago and the Suburbs."


The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for municipal entities that publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR). The CAFR must also satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements. The Village of Tinley Park received this distinguished award for the first time with its CAFR report for the fiscal year ended April 30, 1992, and has continued to receive it each subsequent year. A copy of the current certificate is reproduced in this report. The Village has participated in the certification program since 1991 and intends to continue its participation in the program.

### **Acknowledgments**

The credit for the preparation of the Comprehensive Annual Financial Report cannot be taken entirely by only one, and I would like to express my appreciation for the contributions of the Treasurer's Office/Finance Department, the members of Village staff, and others, who assisted and contributed to its presentation.

In closing, I would like to thank you and the members of the Board of Trustees for their interest and support in planning and conducting the financial operations of the Village in a responsible and progressive manner. Without the leadership and ongoing support, preparation of this report could not have been accomplished.

Respectively submitted,

A handwritten signature in black ink, reading "Brad L. Bettenhausen". The signature is fluid and cursive, with the first name "Brad" and last name "Bettenhausen" clearly legible.

Brad L. Bettenhausen, CPA  
Village Treasurer



# Village of Tinley Park, Illinois

## Officers and Officials April 30, 2012

Village President  
**Edward J. Zabrocki**  
first elected 1981  
Village Trustee 1978 - 1981  
Illinois 37th District Representative 1994 - 1995

### Board of Trustees

**David G. Seaman**  
since 1984

**Gregory J. Hannon**  
since 1987

**Brian S. Maher**  
since 1999

**Thomas J. Staunton, Jr.**  
since 2007

**Patricia A. Leoni**  
since 2009

**T. J. Grady**  
since 2011

Village Clerk  
**Patrick E. Rea**  
since 2009  
Village Trustee 1971 - 2009

Village Treasurer  
**Brad L. Bettenhausen**  
first appointed 1984

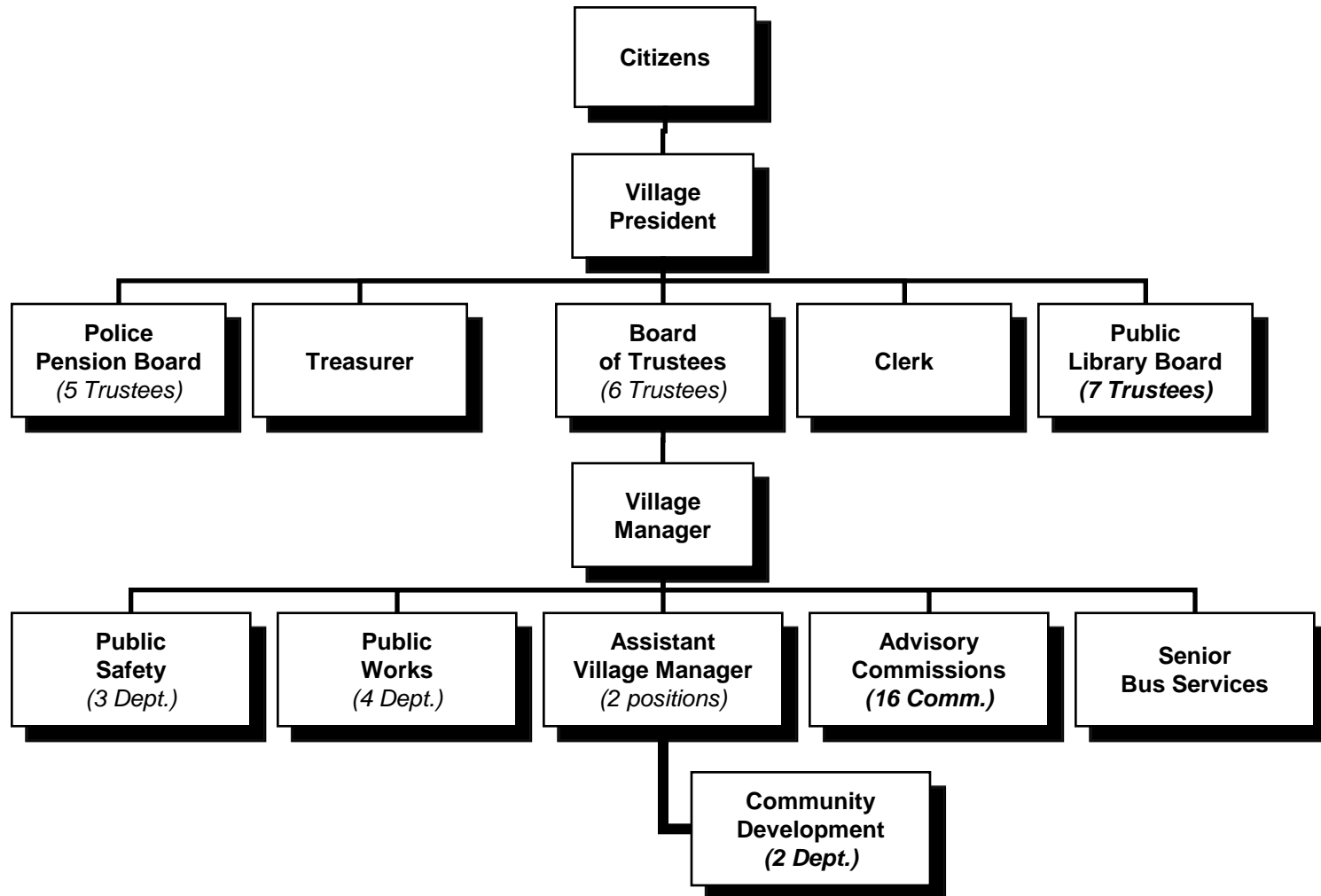
Village Manager  
**Scott R. Niehaus**  
first appointed 2003  
Assistant Village Manager 1999-2003

Assistant Village Managers  
**Michael S. Mertens**  
first appointed 2003

**Steven J. Tilton**  
first appointed 2006

# Village of Tinley Park, Illinois

## Organizational Chart



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Tinley Park  
Illinois

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
April 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Linda C. Sandison*

President

*Jeffrey R. Emer*

Executive Director



## Independent Auditor's Report

To the Honorable President and  
Members of the Board of Trustees  
Village of Tinley Park, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Tinley Park, Illinois, as of and for the year ended April 30, 2012, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Tinley Park, Illinois. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Tinley Park, Illinois, as of April 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1, as of May 1, 2011, the Village adopted the reporting and disclosure requirements of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2012 on our consideration of the Village of Tinley Park's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 3 - 16), schedules of funding progress (pages 66 – 69) and budgetary schedules (pages 70 – 93) 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 inquires 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.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Tinley Park's basic financial statements. The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

A handwritten signature in cursive script that reads "McGladrey LLP".

Chicago, Illinois  
December 28, 2012



## **Required Supplemental Information**

## **Management's Discussion And Analysis (MD&A)**



## Village of Tinley Park, Illinois

### Management's Discussion and Analysis

April 30, 2012

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

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, please read it in conjunction with the Transmittal Letter (beginning on page i) and the Village's financial statements (beginning on page 17).

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

For more than 20 years, the primary focus of local governmental financial statements had been summarized fund type information on a current financial resource basis. This approach was modified by the Government Accounting Standards Board, and beginning with the fiscal year ended April 30, 2004, the Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

#### **Government-Wide Financial Statements**

The government-wide financial statements (see pages 17-19) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see page 19) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including public safety (police, fire, and emergency services), public works (road and bridge, and facilities maintenance), and administration. Shared state sales and income taxes, and the local property tax finance the majority of these services. The Business-type Activities reflect private sector type operations (Waterworks and Sewerage, and Commuter Parking Lot), where the fee for service is typically expected to cover all or most of the cost of operation, including depreciation.

#### **Fund Financial Statements**

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

**Management's Discussion and Analysis (Continued)**

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The Governmental Funds (see pages 20-23) are presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Police Pension and certain Agency funds, see pages 29-30). While these Funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Business-type Activities column on the Business-type Fund Financial Statements (see pages 24-28) is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 21 and 23). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-wide financial statements).

**Infrastructure Assets**

Historically, a government's largest group of assets (infrastructure – roads, bridges, storm sewers, etc.) were not reported nor depreciated in governmental financial statements. The Governmental Accounting Standards Board Statement No. 34 (GASB 34) requires that these assets be valued and reported within the Governmental column of the Government-Wide Financial Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential of such assets to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful lives. If a road project is considered maintenance – a recurring cost that does not extend the road's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" (resurfacing) of a road is considered maintenance and thus expensed, whereas a "rebuild" (reconstruction) of a road will be capitalized.

**Government-Wide Financial Statements**

**Statement of Net Assets**

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets exceeded liabilities by \$264.7 million as of April 30, 2012, for the primary government (the "Village"), and by \$9.5 million for its component unit, the Tinley Park Public Library (the "Library"). As of April 30, 2011, assets exceeded liabilities by \$247.1 million for the primary government (the "Village"), and by \$8.1 million for its component unit, the Tinley Park Public Library (the "Library").

A significant portion of the Village's net assets as of April 30, 2012 (71%) reflects its investment in capital assets (i.e., land, land improvements, storm sewers, water mains, buildings, equipment, and vehicles), less any related debt that is still outstanding which was used to acquire those assets. The Village uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

**Village of Tinley Park, Illinois**

**Management's Discussion and Analysis (Continued)**

Table 1 on the following page summarizes the Statement of Net Assets for the prior and current fiscal years.

**Table 1**  
**Statement of Net Assets**  
**As of April 30, 2011**  
**(In millions)**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total Primary Government</b>
Current Assets	\$83.4	\$19.9	\$103.3
Other Assets	1.9	.1	2.0
Capital Assets	<u>184.8</u>	<u>35.4</u>	<u>220.2</u>
Total Assets	270.1	55.4	325.5
Current Liabilities	27.7	2.1	29.8
Non Current Liabilities	<u>40.2</u>	<u>8.4</u>	<u>48.6</u>
Total Liabilities	67.9	10.5	78.4
Net Assets:			
Invested in Capital Assets, Net of Related Debt	155.2	27.9	183.1
Restricted	13.4	-	13.4
Unrestricted	<u>33.6</u>	<u>17.0</u>	<u>50.6</u>
Total Net Assets	<u>\$202.2</u>	<u>\$44.9</u>	<u>\$247.1</u>

**Statement of Net Assets**  
**As of April 30, 2012**  
**(In millions)**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total Primary Government</b>
Current Assets	\$85.6	\$20.8	\$106.4
Other Assets	0.2	1.4	1.6
Capital Assets	<u>196.7</u>	<u>34.0</u>	<u>230.7</u>
Total Assets	282.5	56.2	338.7
Current Liabilities	26.9	1.9	28.8
Non Current Liabilities	<u>37.3</u>	<u>7.9</u>	<u>45.2</u>
Total Liabilities	64.2	9.8	74.0
Net Assets:			
Invested in Capital Assets, Net of Net of Related Debt	161.2	26.0	187.2
Restricted	12.5	-	12.5
Unrestricted	<u>44.6</u>	<u>20.4</u>	<u>65.0</u>
Total Net Assets	<u>\$218.3</u>	<u>\$46.4</u>	<u>\$264.7</u>

For more detailed information see the Statement of Net Assets (pages 17-18).

## Village of Tinley Park, Illinois

### Management's Discussion and Analysis (Continued)

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The Village's combined net assets (the Village's equity) increased \$17.6 million from \$247.1 million to \$264.7 million. Net assets of the Village's governmental activities were \$218.3 million and increased by \$16.2 million from the prior year. \$12.0 million is represented by net additions to Capital Assets (\$15.3 million of additions less \$3.3 million in deletions). Other assets decreased \$0.4 million, liabilities decreased \$3.0 million and current assets increased \$3.1 million. The Village's unrestricted net assets for governmental activities, the part of net assets that can be used to finance day-to-day operations, were \$44.6 million and increased by \$11.0 million over the prior year. Due to the change in classification of restricted assets under GASB 46, now only legally imposed restrictions by outside sources are shown. The net assets of business-type activities were \$46.4 million and increased by \$1.5 million.

#### Normal Impacts

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

- **Net Results of Activities** – will impact (increase/decrease) Current Assets and Unrestricted Net Assets.
- **Borrowing for Capital** – will increase Current Assets and Non Current Liabilities (Long-Term Debt).
- **Spending Borrowed Proceeds on New Capital** – will reduce Current Assets and increase Capital Assets. There is also a second impact, an increase in the Invested in Capital Assets portion of Net Assets and an increase in Related Debt which will not change the Invested in Capital Assets, Net of Related Debt.
- **Spending of Non-borrowed Current Assets on New Capital** – will (a) reduce Current Assets and increase Capital Assets; and (b) will reduce Unrestricted Net Assets and increase Invested in Capital Assets, Net of Related Debt.
- **Principal Payment on Debt** – will (a) reduce Current Assets and reduce Non Current Liabilities (Long-Term Debt); and (b) reduce Unrestricted Net Assets and increase Invested in Capital Assets, Net of Related Debt.
- **Reduction of Capital Assets through Depreciation** – will reduce Capital Assets and Invested in Capital Assets, Net of Related Debt.

#### Current Year Impacts

The Village's net assets increased by \$17.7 million during the current fiscal year. Governmental activities resulted in an increase in net assets of \$16.2 million while Business-Type activities increased net assets by \$1.5 million. Capital outlay associated with governmental activities increased net assets by \$15.3 million, and repayment of principal on outstanding debt decreased net assets by \$5.9 million. Operating income from Business-Type activities, inclusive of depreciation, increased net assets by \$1.1 million, and non-operating revenues and expenses increased net assets by \$1.5 million.

#### Changes in Net Assets

The following Table 2 summarizes the revenues and expenses for the prior and current fiscal years and highlights the Changes in Net Assets.



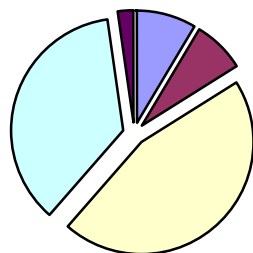
Village of Tinley Park, Illinois

Management's Discussion and Analysis (Continued)

**Table 2**  
**Changes in Net Assets**  
**For the Fiscal Year Ended April 30, 2011**  
**(In millions)**

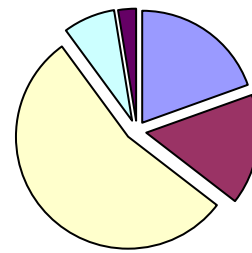
	<u><b>Governmental Activities</b></u>	<u><b>Business-Type Activities</b></u>	<u><b>Total Primary Government</b></u>
<b>REVENUES</b>			
Program Revenues			
Charges for Services	\$4.4	\$16.4	\$20.8
Operating and Capital			
Grants & Contributions	3.8	0.2	4.0
General Revenues			
Property Taxes	22.8	-	22.8
Other Taxes	18.5	-	18.5
Miscellaneous	<u>1.1</u>	<u>0.2</u>	<u>1.3</u>
Total Revenues	<u>50.6</u>	<u>16.8</u>	<u>67.4</u>
<b>EXPENSES</b>			
General Government	8.1	-	8.1
Public Works	6.7	17.3	24.0
Public Safety	22.6	-	22.6
Social Services	3.1	-	3.1
Interest	<u>1.0</u>	<u>-</u>	<u>1.0</u>
Total Expenses	<u>41.5</u>	<u>17.3</u>	<u>58.8</u>
Excess (deficiency) before transfers	9.1	(0.5)	8.6
Transfers	<u>0.0</u>	<u>(0.0)</u>	<u>0.0</u>
CHANGE IN NET ASSETS	<u>9.1</u>	<u>(0.5)</u>	<u>8.6</u>
ENDING NET ASSETS	<u>\$202.2</u>	<u>\$ 44.9</u>	<u>\$247.1</u>

**2011 Governmental Activities Revenues**



■ Charges for Services    ■ Operating Grants  
■ Property Taxes        ■ Other Taxes  
■ Other

**2011 Governmental Activities Expenses**



■ General Government    ■ Public Works  
■ Public Safety            ■ Social Services  
■ Interest

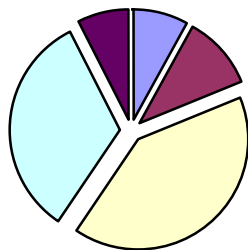
Village of Tinley Park, Illinois

Management's Discussion and Analysis (Continued)

Table 2 (continued)  
Changes in Net Assets  
For the Fiscal Year Ended April 30, 2012  
(In millions)

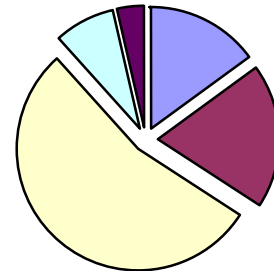
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total Primary Government</u>
REVENUES			
Program Revenues			
Charges for Services	\$ 4.8	\$17.9	\$ 22.7
Operating and Capital			
Grants & Contributions	6.5	0.4	6.9
General Revenues			
Property Taxes	24.1	-	24.1
Other Taxes	19.7	-	19.7
Miscellaneous	<u>4.4</u>	<u>0.1</u>	<u>4.5</u>
Total Revenues	<u>59.5</u>	<u>18.4</u>	<u>77.9</u>
EXPENSES			
General Government	6.5	-	6.5
Public Works	8.2	17.1	25.3
Public Safety	23.4	-	23.4
Social Services	3.5	-	3.5
Interest	<u>1.5</u>	<u>-</u>	<u>1.5</u>
Total Expenses	<u>43.1</u>	<u>17.1</u>	<u>60.2</u>
Excess before transfers	16.4	1.3	17.7
Transfers	<u>(0.2)</u>	<u>0.2</u>	<u>0.0</u>
CHANGE IN NET ASSETS	<u>16.2</u>	<u>1.5</u>	<u>17.7</u>
ENDING NET ASSETS	<u>\$218.3</u>	<u>\$ 46.4</u>	<u>\$264.7</u>

2012 Governmental Activities Revenues



■ Charges for Services 
 ■ Operating Grants  
■ Property Taxes 
 ■ Other Taxes  
■ Other

2012 Governmental Activities Expenses



■ General Government 
 ■ Public Works  
■ Public Safety 
 ■ Social Services  
■ Interest

## Management's Discussion and Analysis (Continued)

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### Normal Impacts

There are eight basic impacts on revenues and expenses as reflected below.

#### Revenues:

- **Economic Condition** – which can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption.
- **Increase/Decrease in Village Board approved rates** – while certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fees, building fees, home rule sales tax, etc.).
- **Changing Patterns in Intergovernmental and Grant Revenue (both recurring and non-recurring)** – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.
- **Market Impacts on Investment income** – the Village's investment portfolio is managed using a similar average maturity to most governments. Market conditions may cause investment income to fluctuate.

#### Expenses:

- **Introduction of New Programs** – within the functional expense categories (Public Safety, Public Works, General Government, Social Services, etc.) individual programs may be added or deleted to meet changing community needs.
- **Increase in Authorized Personnel** – changes in service demand may cause the Village Board to increase/decrease authorized staffing.
- **Salary Increases (annual adjustments and merit)** – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.
- **Inflation** – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuels and parts. Some functions may experience unusual commodity specific increases.

### Current Year Impacts

#### Revenues:

For the fiscal year ended April 30, 2012, revenues from all activities totaled \$77.9 million. The Village has a diversified revenue structure and depends on several key revenue sources to help pay for the services provided.

The property tax revenues derived from governmental activities increased approximately 5.7% over the prior year.

Due to a unique set of circumstances, taxes generated within the Oak Park Avenue, Main Street North and Main Street South Tax Increment Finance (TIF) Districts combined increased by approximately \$100,000 in comparison to the prior year (\$5.4 million in Fiscal Year 2012 and \$5.3 million in Fiscal Year 2011) even though the overall tax base of the three TIF Districts decreased 15.3% between tax years 2010 and 2011. The Village of Tinley Park established these three TIF districts to encourage both new development and redevelopment in certain targeted areas of the community with an objective to stabilize and potentially increase the local tax base. Under TIF statutes, the taxable property values of each parcel located within the boundaries of the district are frozen at the inception of the TIF for distribution of taxes to the various taxing agencies that derive taxes from these properties. The property taxes generated by any subsequent increase in taxable property values (the increment), are distributed to the

Village to assist in making necessary public improvements, or undertake other activities to encourage and promote development.

Even though the Village is a Home Rule community and does not have any restrictions as to the amounts that can be requested from property taxes, the Village follows a formula for determining the annual property tax levy that establishes a limit on the annual tax levy request. This formula limits the tax levy to increase annually by no more than the rate of inflation plus new growth. The Tinley Park Public Library's annual property tax levy is determined using the same formula. The tax base of the Village decreased 11.3% from tax year 2010 to 2011, primarily in the three Cook County quadrants of the community (13.2% decrease) as part of the regular triennial reassessment process. 2011 marks the first reassessment cycle for the southern portion of Cook County since the recent Recession and this reassessment reflects its effects on the real estate market. The Will County portion of the Village's tax base decreased 3.6%, also attributable to the downturn in the economy and its effects on real estate. The Cook County Board approved a change to the assessment classifications beginning with tax year 2009 whereby virtually all residential property is assessed at 10% of fair value, and commercial/industrial property is assessed at 25% of fair value. When a classified system is used for assessments (where property is assessed at different rates depending on use), under Illinois statutes, the property must still be assessed at 1/3 of fair value overall. Because all property classes are now below this 1/3 (33.33%) benchmark, this change contributed to a significant increase in the Cook County Equalization Factor. Any change in the Equalization Factor (also referred to as the Multiplier) results in an increase or decrease of the overall tax base without changing the underlying property assessments.

The Expanded Homeowner Exemption was introduced in tax year 2005 by the Cook County Assessor to mitigate the impacts of large increases in property values arising from the triennial reassessment cycles. The program was designed to spread the impact of reassessment over several years rather than all in one year. As a result, many homeowners saw large annual increases in their taxes. The Expanded Homeowner Exemption is being phased out and will return to a standard flat homeowner exemption in tax year 2014. Reflecting the continued phase out, the total of all homeowner based exemptions decreased by 51.8% from tax year 2010 to 2011. Similar to the Equalization Factor, the changes in the homeowner exemptions results in an increase or decrease of the overall tax base without changing the underlying property assessments.

Intergovernmental revenues increased in Fiscal Year 2012 when compared to the prior year primarily from increases in per-capita revenue sharing received from the State of Illinois. This is discussed in further detail below.

The State of Illinois distributes several tax items to municipalities based on population including Motor Fuel, Income, and Use taxes. The Tinley Park Public Library (component unit) receives an annual Per-Capita grant which is also based on population.

The Village established a policy beginning in 1989 to set aside a portion of the State income tax distributions received to be used exclusively for major capital projects within the community. Under this policy, 30.58% of all income tax receipts are segregated and earmarked for capital projects. The direct effect of this policy is to limit the portion of income tax receipts that may be used to support general operations of the Village to the State's income tax distribution allocation levels that existed prior to the 1989 increase in income tax rates and the subsequent changes in the formula for State income tax revenues distributable to municipalities through the Local Government Distributive Fund. This bold action reflects the Village Board's fiscal restraint and long range financial planning. The earmarked share of the income tax revenues is transferred to a Village Capital Projects fund annually at the end of the fiscal year. Allowing these funds to remain in the General Fund throughout the fiscal year provides the Village the opportunity to utilize this cash flow throughout the year, and minimize the need for short-term borrowing or the establishment of a separate working cash fund.

In the past, the monthly income tax distributions were generally paid to municipalities within 30 days of determination of the amounts due. Due to the State's own fiscal problems, the State began increasing the lag time between determination of the per-capita distribution and the physical payment. This lag time has been as much as six months, and was a four month lag at the end of fiscal year 2012. This delay has impacted the revenue recognition for State income taxes due to the uncertainty of when the funds owed will be distributed. The timing of the State distributions has been factor in the change in

intergovernmental revenues between fiscal years 2011 and 2012. If the income tax distributions were compared on a regular month to month basis without consideration of timing of the actual payment, income tax revenues for fiscal year 2012 would have been 2% higher than the prior year as opposed to the 34% increase reflected in the accompanying financial statements.

License revenues decreased 19.4% (over \$141,000) overall in Fiscal Year 2012 over the prior year. Cable franchise fees increased by 7.7% (\$64,000) when compared to the prior year. Building permit revenues increased 23.7% (\$69,000) in relation to the prior year. Residential construction during the year continued to be slow as a result of the economy. Calendar year 2011 saw only nine (9) new construction residential building permits issued. This was on par with the prior calendar year. In over three decades of building permit activity history, no year had fewer new construction residential permits issued than in calendar 2009. Based on all building permits issued in calendar 2011, all types of building activity added \$44.7 million dollars of new construction and improvements to community.

Sales tax revenues (municipal occupation taxes) increased 4.3% (over \$500,000) during Fiscal Year 2012 over the prior year. This increase more predominately reflects improved retail and automotive sales due to improving local economic conditions.

The Village has continued to participate in a cooperative enforcement program with the U.S. Customs Bureau and the Department of Justice whereby the Village receives a portion of assets seized under this program. These funds are restricted for uses associated with police activities and public safety. The cash flow from these seizure funds has slowed in recent years due to the extended legal process required to authorize release of seized assets for distribution. Additionally, due to changes in the asset sharing guidelines, the Village no longer receives a share of seizures that total less than \$2,500. Revenues under the Customs Seizures program increased 195.2% (\$119,000) over the prior fiscal year. Despite these favorable statistics, the Customs Seizures revenue totaled a modest \$159,000 in fiscal year 2012.

During Fiscal Year 2012, the Village's earnings from investments decreased by 31.8% over the prior fiscal year. This decrease was primarily due to declining interest rates throughout the year. Even with overall investment earnings decreasing, the Village's effective yield continued to be in line with established benchmarks. The Village of Tinley Park has traditionally considered investment earnings as a supplement to the annual operating budgets of the various funds and not considered as an integral component of operating revenues or essential to the support of budgeted expenditures during the fiscal year.

The net assets of the Tinley Park Police Pension Fund increased \$2.6 million (5.8%) during Fiscal Year 2012. There was a 15.0% increase in the employee contributions that would be primarily attributable to wage increases. Investment gains for the current fiscal year in the Police Pension Fund totaled nearly \$600,000.

In the fall of 1999, the Pension Fund authorized investing in equity securities (stocks and insurance contracts) to diversify its investment portfolio and to increase overall investment returns. The first ten years of equity investment proved to be less than satisfying with the investment managers all too frequently seemingly following a warped adage of "buy high and sell low." The generally disappointing performance of the equity sector of the portfolio has been a significant impact on the increase in the actuarially determined "employer" contribution, which correspondingly places a greater burden on the taxpayers of the Village to fund this defined benefit pension plan.

#### **Expenses:**

The Village's total expenses for all activities for the year ended April 30, 2012 were \$60.2 million. Public Works activities (\$25.3 million) accounted for the largest share (39%) of the total expenditures. The Village provides Lake Michigan water to its residents, as well as two other municipalities and a private utility company (primarily serving a third municipality) through intergovernmental agreements and contracts. The water supply is purchased from the Village of Oak Lawn. In turn, Oak Lawn obtains the treated Lake Michigan water supply from the City of Chicago. The Village maintains its own wastewater collection system, but the water reclamation and solid waste disposal (also commonly referred to as sewerage treatment) is performed by other governmental agencies and a private utility company. Additionally, the Village operates and maintains storm water collection and storage facilities throughout the community. The waterworks, sewerage and storm water management operations accounted for 65% of the total Public Works activities for the fiscal year. The remaining public works activities relate to the maintaining of Village streets, street lighting, commuter parking lots, municipal buildings, and related facilities.

Public safety expenses are related to the operations of the Police and Fire Departments, as well as the Emergency Management Agency which accounted for \$23.4 million (36%) of the total expenses. The Village has an authorized strength of 81 full-time sworn police personnel and 72 of these positions are currently filled. The patrol officers are members of the Metropolitan Alliance of Police (MAP) collective bargaining unit and their current contract ends April 30, 2012.

The Village of Tinley Park participates in an insurance risk pool (Intergovernmental Risk Management Agency – IRMA) which provides all liability and workers compensation coverage beyond a basic deductible for each claim. The annual contribution (premium) is based on the participating agency's prior revenues, and further adjusted for prior claims experience. The Village's general liability insurance contribution increased approximately \$127,000 in the current fiscal year over the prior fiscal year. This change was partially the result of a higher five year average of revenues which is used as the basis for the annual contribution calculation. In addition, the Village received a credit for favorable claims experience which also contributed to the reduction in the total contribution. The cost of providing employee benefits (health insurance, etc.) continues to increase.

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

### **Governmental Funds**

At April 30, 2012, the governmental funds (as presented on the balance sheet on page 20, and the statement of revenues, expenditures, and changes in fund balance on page 22) reported a combined fund balance of \$61.1 million. Revenues and other financing sources were more than expenditures and other financing uses in Fiscal Year 2012 by \$1.8 million. General Fund expenditures were approximately \$5 million under budget and reflect financial monitoring and controls implemented in regard to spending as well as some lower than anticipated costs.

The Capital Improvements Fund intergovernmental revenues were less than projections by 39.3% (\$2.6 million), primarily due to the timing of grant distributions not received from the Illinois Department of Transportation. Expenditures constituted 43.4% (\$9.9 million) of the budget. The annual Capital Improvements Fund budget does include a number of contingency and reserve items that would only be utilized in emergency situations. These unspent budgeted reserves contribute significantly to the favorable budget to expenditure relationship that exists in this Fund. Additionally, due to a variety of reasons, some of the departmental capital requests that had been approved and included in the adopted budget were unable to be purchased or expended within the fiscal year. As the budgetary authority lapses at fiscal year-end, these unspent capital requests generally must be re-requested and re-authorized in the following fiscal year, should the department determine they are still necessary.

The Village of Tinley Park established a Storm Water Management Fund in April 2004, as well as imposing a Storm Water Management Utility Fee based on water consumption to provide revenues toward support of the operation and maintenance of the various storm water facilities and infrastructure within the community; and toward construction of new storm water facilities and infrastructure. This action was driven in large part by requirements imposed by the National Pollution Discharge Elimination System (NPDES) rules and regulations issued by the U.S. Environmental Protection Agency which are designed toward protecting our natural land and water resources including lakes, streams, and other waterways, from erosion and storm water pollution. This new charge was first assessed beginning with August 2004 utility billing. At this time, a portion of the storm water management activities, including operation, maintenance, and repair of existing storm sewers, detention and retention ponds and related facilities continue to be funded through the General Fund and Capital Projects Funds. The revenues generated by storm water management utility fees contribute only a small portion of the construction, operation and maintenance of the existing storm water facilities located throughout the community. Accordingly, this fund has been classified as a special revenue fund in this financial report.



### **Proprietary Funds**

The budget approved for the Waterworks and Sewerage Fund reflected expenditures in excess of revenues by approximately \$1.9 million, before depreciation and non operating revenues and expenses.

The fiscal year financial activities included a number of capital improvements and scheduled infrastructure replacements being funded from net assets accumulated in earlier years that were components of this budgetary "loss." The actual revenues for the fiscal year were 7.5% over budget for the year primarily in the sale of water and sewer services and an increase in utility rates. Expenditures were 23.1% (\$4.2 million) under budget for the year. The budgetary savings in expenditures were primarily in the area of capital projects that had been approved, but due to engineering, bidding, and other timing considerations, were unable to be undertaken or completed within the fiscal year. For construction projects with approved contractual obligations, the budget is re-authorized in the following fiscal year for the remainder of the project. Budgeted projects that were not initiated or expended during the fiscal year will be re-evaluated for inclusion in subsequent budgets.

The Village Board completed a utility rate study in 2009 to review the rate structures and assess the adequacy to cover operating expenses and provide for necessary reserves to provide for future rehabilitation or replacement of system components. A series of incremental rate increases have been implemented as a result of this study to move the Waterworks and Sewerage Fund toward the recommended and desired fiscal and financial objectives. Additionally, the City of Chicago announced a series of annual rate increases impacting the Lake Michigan water supply beginning in 2012 and continuing through 2015. These increases will be automatically incorporated into the Village's wholesale and retail rates as they become effective. As noted, these increases contributed to the favorable comparison of actual revenues to budgeted revenues.

### **General Fund Budgetary Highlights**

The Village typically starts its annual budget preparation near the end of each calendar year, preparing projections of expected revenues for both the current and upcoming fiscal years; obtaining operating budget expenditure projections for the current year; as well as operating budget and capital expenditure requests for the ensuing fiscal year from Village department heads. The Treasurer and Village Manager review these requests and provide recommendation to the Village Board committees on the various departmental budgets, based on the requests and the expected revenue sources to support the activities. The Village Board then meets to review the proposed budgets in their entirety, generally during the month of March. It is the Village Board's policy that the primary operating and enterprise funds reflect a balanced budget prior to approval. Most of the other Village funds including capital projects and special revenue funds are not subject to this requirement since they are generally designed to accumulate funds for later expenditure. The budget details are finalized and presented at a Public Hearing, and adopted by the Village Board, typically during the month of April, so that the budget is completed and approved prior to the start of the new fiscal year. The Village did not adopt any budget amendments applicable to fiscal year 2012. On the following page is a table that reflects the original budget and the actual activity for the revenues and expenditures for the General Fund.

**Table 3**  
**General Fund Budgetary Highlights**  
(In millions)

<b>General Fund</b>	<b>Original and Final Budget</b>	<b>Actual</b>
Revenues and Other Financing Sources		
Taxes	\$32.1	\$31.3
Licenses/charges for services	1.9	2.3
Intergovernmental	4.9	5.3
Fines and penalties	0.8	1.2
Reimbursements/Other/Miscellaneous	<u>0.5</u>	<u>0.5</u>
<b>Total</b>	<b>40.2</b>	<b>40.6</b>
Expenditures and Other Financing Uses		
General government	6.4	5.3
Public works	6.1	4.9
Public safety	22.4	20.6
Social services	4.0	3.1
Other financing uses	<u>1.2</u>	<u>6.5</u>
<b>Total</b>	<b><u>40.1</u></b>	<b><u>40.4</u></b>
Change in Fund Balance	<b><u>\$ 0.1</u></b>	<b><u>\$ 0.2</u></b>

As shown above, the General Fund budget was anticipated to have a surplus of \$0.1 million; however, actual results provided a \$0.2 million surplus. Actual revenues were more than budget by \$0.4 million, and actual expenditures were more than budget by \$0.3 million.

As noted earlier, the Village annually transfers a portion of the income tax distributions received from the State of Illinois to a Capital Improvements (Projects) Fund for future expenditures to benefit the community. Additionally, it has also been a long established practice of the Village Board to make year-end transfers of cash funds from the General Fund to the Capital Projects Fund, and other "reserve" funds in excess of a predetermined cash balance (including investments) and fund balance. The desired cash balance (including investments) is determined in consideration of a number of factors and has been maintained well in excess of \$1,000,000 for many years. The funds transferred to the Capital Projects Fund are used to finance capital expenditures in subsequent fiscal years as well as certain contingency reserves. It is these year end transfers, which are not specifically budgeted, that primarily contribute to the unfavorable expenditure to budget variance noted earlier. This process provides the Village with greater fiscal control over operating budgets and expenditures, plan for future capital expenditures, as well as minimizing the need for frequent debt financing. This policy also minimizes the impact of unanticipated contractions in the revenue stream during any given fiscal year on capital acquisitions and replacements that had been scheduled and budgeted to occur within that fiscal year.

### **Capital Assets**

At the end of the Fiscal Year 2012, the Village (primary government) had a combined total of capital assets of \$230.7 million (after accumulated depreciation of \$89.9 million). This investment is found in a broad range of capital assets including land, land improvements, buildings, vehicles, machinery and equipment, furniture and fixtures, streets, bridges, water mains, storm sewers, and sanitary sewers.

The Net Capital Assets of the Village increased by about \$10.5 million over Fiscal Year 2011. For more detailed information on capital assets, refer to the table on the following page and Footnote 5 in the basic financial statements found on pages 42 through 44.

**Table 4**  
**Total Capital Assets at Year End**  
**Net of Depreciation**  
**(In millions)**

	Balance 4/30/11	Net Additions/Deletions	Balance 4/30/12
Land	\$ 118.0	\$ 1.3	\$ 119.3
Buildings and property	36.7	1.8	38.4
Machinery and Equipment	4.6	0.0	4.6
Waterworks and sewer system	32.2	(1.8)	30.4
Parking lot	1.1	0.0	1.1
Construction in Progress (infrastructure)	<u>27.6</u>	<u>9.3</u>	<u>36.9</u>
Total Capital Assets	<u>\$220.2</u>	<u>\$10.5</u>	<u>\$230.7</u>

### **Debt Outstanding**

During the fiscal year, the Village of Tinley Park retired about \$3.9 million of debt.

The Village Board has a long established practice of abating a substantial portion of the annual debt service requirements on the various outstanding general obligation bonds utilizing certain available funds or funding sources to minimize the impact on the community's property owners. The abatements of the debt service requirements for the 2011 tax year totaled over \$5.7 million. All owners of real property in Tinley Park receive the benefit of these abatements. Tinley Park property owners generally receive a comparable or greater annual benefit through this abatement process than through tax rebate programs that have become politically popular in other communities in the area. The Village's program of annual abatements also benefits the business community which no other local tax rebate program considers. In fact, most municipal rebate programs established by other communities are predominately financed at the expense of the business community. The Village finds the concept of rebate programs to be generally fiscally unsound and administratively costly and has absolutely no plans to implement such a tax rebate program in the foreseeable future. The Village Board feels strongly that it is a better fiscal policy to have only taxed for what is necessary in the first place, than to create false illusions of an extra property owner benefit through a rebate program structure.

For more detailed information on the Village's debt, refer to Footnote 6 in the basic financial statements on pages 44 through 48.

### **Economic Factors**

The financial condition of the Federal and State governments has had an effect on the Village of Tinley Park during Fiscal Year 2012 and is expected to continue into Fiscal Year 2013. The State of Illinois' financial condition has resulted in delayed payments for rent, utility services, grants, and other operating expenses and reimbursements. The Village has often found it necessary to provide funding from other sources to complete or continue certain capital projects which involve State funding, as the distribution of the grant funds or other payments by the State agencies had been significantly delayed. New grant assistance through the State has been substantially reduced and is extremely competitive. Previously reliable State shared revenues (most notably the income taxes) have been delayed, and changes in the State allocation formulas are periodically being proposed for legislative consideration. The Village has long history of established fiscal policies, special revenue funds, and other reserves to provide for its ability to continue operations for a period of time should changes in economy or its normal revenue streams occur. While the financial issues particularly associated with the State of Illinois are yet to be resolved, they have not caused insurmountable, immediate, or long-term concerns to the Village. It may need to reevaluate its operations, consider increasing other revenue sources, and/or reduce expenditures should there be significant or permanent changes in normal funding received through these sources in the future.

The Illinois General Assembly imposed property tax legislation on municipalities and other taxing bodies to give property taxpayers some tax relief by limiting the increase in tax levy dollars allowed each year. The Property Tax Extension Limitation Law (PTELL) limits an annual levy increase to the lower of the consumer price index (CPI) or five percent, plus new growth, and mandates the use of the prior year equalized assessed valuation (EAV) amounts to provide additional limits on the tax extension. This “tax cap” continues to limit the taxing authority of the majority of taxing bodies that overlap or share boundaries with the Village of Tinley Park. Qualifying as a Home Rule Unit under the Illinois Constitution, the Village of Tinley Park, inclusive of the Tinley Park Public Library as a component unit (which is considered a direct part of the Village’s tax levy), is not subject to these State imposed tax cap requirements. However, as previously noted, the Village Board has long adhered to its own self imposed “tax caps” since the early 1970s as part of its fiscal policies and practices. The Village’s “tax cap” policies predate the State imposed formula.

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

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village’s finances and to demonstrate the Village’s accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to:

Brad L. Bettenhausen, Treasurer  
Village of Tinley Park  
16250 Oak Park Avenue  
Tinley Park, Illinois 60477  
[finance@tinleypark.org](mailto:finance@tinleypark.org)  
708-444-5000

## **Basic Financial Statements**

## **Government-Wide Financial Statements**



Village of Tinley Park, Illinois

Statement of Net Assets

April 30, 2012

	Governmental Activities	Business-Type Activities	Total	Component Unit Library
<b>Assets</b>				
Current:				
Cash and cash equivalents	\$ 63,653,981	\$ 17,225,178	\$ 80,879,159	\$ 10,297,077
Land held for resale	1,350,505	-	1,350,505	-
Receivables:				
Property taxes	11,687,289	-	11,687,289	3,312,509
Accounts	684,282	2,882,573	3,566,855	-
Intergovernmental	5,826,200	459,775	6,285,975	30,077
Other	1,511,508	302,727	1,814,235	6,011
Deposits	859,970	-	859,970	-
<b>Total current assets</b>	<b>85,573,735</b>	<b>20,870,253</b>	<b>106,443,988</b>	<b>13,645,674</b>
Noncurrent:				
Net pension asset	1,157,159	-	1,157,159	-
Deferred charges	437,353	97,753	535,106	82,489
Advance to/from other funds	(1,321,642)	1,321,642	-	-
Capital assets, not being depreciated	154,281,418	1,867,497	156,148,915	-
Capital assets, net of accumulated depreciation	42,426,720	32,083,323	74,510,043	8,674,475
<b>Total noncurrent assets</b>	<b>196,981,008</b>	<b>35,370,215</b>	<b>232,351,223</b>	<b>8,756,964</b>
<b>Total assets</b>	<b>\$ 282,554,743</b>	<b>\$ 56,240,468</b>	<b>\$ 338,795,211</b>	<b>\$ 22,402,638</b>

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Net Assets - Continued

April 30, 2012

	Governmental Activities	Business-Type Activities	Total	Component Unit Library
<b>Liabilities</b>				
Current:				
General obligation bonds	\$ 3,620,622	\$ 629,379	\$ 4,250,001	\$ 445,000
Accounts payable	2,713,582	1,016,014	3,729,596	109,449
Accrued payroll	79,561	-	79,561	25,122
Accrued interest	393,800	87,729	481,529	87,400
Deposits	5,197	82,217	87,414	-
Capital leases	-	52,860	52,860	-
Compensated absences	929,500	82,591	1,012,091	114,500
Deferred revenue	19,197,095	-	19,197,095	5,670,189
<b>Total current liabilities</b>	<b>26,939,357</b>	<b>1,950,790</b>	<b>28,890,147</b>	<b>6,451,660</b>
Noncurrent:				
General obligation bonds, net of unamortized bond premium and deferred loss on refunding	33,091,048	7,197,317	40,288,365	6,409,640
Revenue bonds	-	560,000	560,000	-
Special service area bonds	895,000	-	895,000	-
Other postemployment benefits	3,259,851	-	3,259,851	-
Capital leases	-	111,099	111,099	-
Compensated absences	48,895	4,347	53,242	14,887
<b>Total noncurrent liabilities</b>	<b>37,294,794</b>	<b>7,872,763</b>	<b>45,167,557</b>	<b>6,424,527</b>
<b>Total liabilities</b>	<b>64,234,151</b>	<b>9,823,553</b>	<b>74,057,704</b>	<b>12,876,187</b>
<b>Net Assets</b>				
Invested in capital assets, net of related debt	161,244,471	26,058,168	187,302,639	1,819,835
Restricted for:				
Custom seizures	775,579	-	775,579	-
Motor fuel tax	1,889,687	-	1,889,687	-
Enhanced 911	611,407	-	611,407	-
Debt service	2,510,826	-	2,510,826	-
Oak Park Avenue TIF	4,586,824	-	4,586,824	-
Main Street North TIF	2,906,435	-	2,906,435	-
Main Street South TIF	2,426,178	-	2,426,178	-
Unrestricted	41,369,185	20,358,747	61,727,932	7,706,616
<b>Total net assets</b>	<b>\$ 218,320,592</b>	<b>\$ 46,416,915</b>	<b>\$ 264,737,507</b>	<b>\$ 9,526,451</b>

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Activities  
Year Ended April 30, 2012

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Assets			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Component Unit Library
Governmental activities:								
General government	\$ 6,525,519	\$ 3,703,464	\$ 335,815	\$ 108,392	\$ (2,377,848)	\$ -	\$ (2,377,848)	\$ -
Public works	8,153,546	577,874	-	5,778,127	(1,797,545)	-	(1,797,545)	-
Public safety	23,410,071	366,389	134,696	159,049	(22,749,937)	-	(22,749,937)	-
Social services	3,450,385	167,212	26,505	-	(3,256,668)	-	(3,256,668)	-
Interest expense	1,531,413	-	-	-	(1,531,413)	-	(1,531,413)	-
Total governmental activities	43,070,934	4,814,939	497,016	6,045,568	(31,713,411)	-	(31,713,411)	-
Business-type activities:								
Public works:								
Waterworks and sewerage	16,537,609	17,153,816	398,044	-	-	1,014,251	1,014,251	-
Commuter parking lot	597,467	746,284	-	-	-	148,817	148,817	-
Total business-type activities	17,135,076	17,900,100	398,044	-	-	1,163,068	1,163,068	-
Primary Government	60,206,010	22,715,039	895,060	6,045,568	(31,713,411)	1,163,068	(30,550,343)	-
Component Unit	4,653,449	110,809	-	-	-	-	-	(4,542,640)
Total Reporting Entity	\$ 64,859,459	\$ 22,825,848	\$ 895,060	\$ 6,045,568	(31,713,411)	1,163,068	(30,550,343)	(4,542,640)
General revenues								
Taxes:								
Property					24,083,613	-	24,083,613	5,559,221
Other Taxes:								
Municipal occupation					12,218,590	-	12,218,590	-
Amusement					385,198	-	385,198	-
Income					4,804,221	-	4,804,221	-
Personal property replacement					71,871	-	71,871	12,782
Telecommunication					450,406	-	450,406	-
911					582,564	-	582,564	-
Hotel/Motel					1,159,957	-	1,159,957	-
Other grants					-	-	-	323,149
Interest					443,478	114,264	557,742	18,058
Miscellaneous					3,916,125	-	3,916,125	19,732
Transfers in (out)					(246,793)	246,793	-	-
Total general revenues and transfers					47,869,230	361,057	48,230,287	5,932,942
Change in net assets					16,155,819	1,524,125	17,679,944	1,390,302
Net assets:								
May 1, 2011					202,164,773	44,892,790	247,057,563	8,136,149
April 30, 2012					\$ 218,320,592	\$ 46,416,915	\$ 264,737,507	\$ 9,526,451

See Notes to Financial Statements

## **Fund Financial Statements**

Village of Tinley Park, Illinois

Balance Sheet - Governmental Funds  
April 30, 2012

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash and cash equivalents	\$ 19,406,700	\$ 26,436,507	\$ 17,810,774	\$ 63,653,981
Land held for resale	-	1,350,505	-	1,350,505
Receivables				
Property taxes	11,467,189	-	220,100	11,687,289
Accounts	684,282	-	-	684,282
Intergovernmental	5,279,605	-	546,595	5,826,200
Other	-	1,481,440	30,068	1,511,508
Deposits	-	859,970	-	859,970
Due from other funds	-	-	29,921	29,921
Advance to other funds	-	1,101,856	-	1,101,856
<b>Total assets</b>	<b>\$ 36,837,776</b>	<b>\$ 31,230,278</b>	<b>\$ 18,637,458</b>	<b>\$ 86,705,512</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ 1,261,026	\$ 1,396,967	\$ 55,589	\$ 2,713,582
Accrued payroll	79,561	-	-	79,561
Deposits	5,197	-	-	5,197
Due to other funds	29,921	-	-	29,921
Advance from other funds	2,423,498	-	-	2,423,498
Deferred revenue	19,426,927	588,746	384,611	20,400,284
<b>Total liabilities</b>	<b>23,226,130</b>	<b>1,985,713</b>	<b>440,200</b>	<b>25,652,043</b>
<b>Fund Balances</b>				
Nonspendable	-	1,101,856	-	1,101,856
Unassigned	8,679,443	-	(143,725)	8,535,718
Assigned	4,932,203	-	-	4,932,203
Restricted	-	-	15,940,759	15,940,759
Committed	-	28,142,709	2,400,224	30,542,933
<b>Total fund balances</b>	<b>13,611,646</b>	<b>29,244,565</b>	<b>18,197,258</b>	<b>61,053,469</b>
<b>Total liabilities and fund balances</b>	<b>\$ 36,837,776</b>	<b>\$ 31,230,278</b>	<b>\$ 18,637,458</b>	<b>\$ 86,705,512</b>

See Notes to Financial Statements.

**Village of Tinley Park, Illinois**

**Reconciliation of the Balance Sheet - Governmental Funds  
to the Statement of Net Assets  
April 30, 2012**

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Total fund balances-governmental funds	\$ 61,053,469
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Amounts reported for governmental activities in the  
Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	196,708,138
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Certain assets reported in the Statement of Net Assets do not  
result in current financial resources and therefore are  
not reported as assets in governmental funds. This  
activity consists of:

Net pension asset	1,157,159
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Bond issuance costs that are an expenditure in the fund financial statements are an asset amortized over the life of the bond in the government-wide financial statements	437,353
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Bond premiums are other financing sources in the fund financial statements and a liability amortized over the life of the bond in the government-wide financial statements	(317,304)
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Losses on debt refundings that are other financing uses in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements	323,102
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State income tax revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements	1,203,189
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Some liabilities reported in the Statement of Net Assets do not  
require the use of current financial resources and, therefore, are  
not reported as liabilities in governmental funds. These  
activities consist of:

General obligation bonds	(36,717,468)
Special service area bonds	(895,000)
Accrued interest	(393,800)
Other postemployment benefits	(3,259,851)
Compensated absences	(978,395)

Net assets of governmental activities	<u>\$ 218,320,592</u>
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See Notes to Financial Statements.

Village of Tinley Park, Illinois

**Statement of Revenues, Expenditures and Changes in Fund Balances –  
Governmental Funds  
Year Ended April 30, 2012**

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Property taxes	\$ 18,428,532	\$ -	\$ 5,655,081	\$ 24,083,613
Other taxes	13,763,745	-	582,564	14,346,309
Interest	174,710	142,039	126,729	443,478
Fines, forfeitures and reimbursements	1,235,729	-	352,880	1,588,609
Licenses, permits and fees	2,362,163	86,851	-	2,449,014
Charges for services	1,212,089	-	-	1,212,089
Intergovernmental	5,337,424	4,072,206	2,035,605	11,445,235
Miscellaneous	722,626	3,182,506	10,993	3,916,125
<b>Total revenues</b>	<b>43,237,018</b>	<b>7,483,602</b>	<b>8,763,852</b>	<b>59,484,472</b>
Expenditures:				
Current:				
General government	3,819,595	-	120,811	3,940,406
General overhead	1,982,874	-	-	1,982,874
Police	15,840,062	-	412,788	16,252,850
Fire	3,939,515	-	-	3,939,515
Emergency management agency (EMA)	802,958	-	-	802,958
Road and bridge	3,163,606	-	2,683,857	5,847,463
Electrical	1,043,256	-	-	1,043,256
Municipal building and grounds	659,885	-	-	659,885
Community development	1,381,718	-	-	1,381,718
Boards, commissions and committees	175,254	-	-	175,254
Senior bus service	79,569	-	-	79,569
Village bus services	40,333	-	-	40,333
Economic incentives	1,528,621	-	-	1,528,621
Debt service:				
Principal	-	-	3,312,397	3,312,397
Interest and fees	57,262	37,438	1,434,040	1,528,740
Bond issuance costs	20,611	13,534	-	34,145
Capital outlay	355,251	9,821,017	4,809,609	14,985,877
<b>Total expenditures</b>	<b>34,890,370</b>	<b>9,871,989</b>	<b>12,773,502</b>	<b>57,535,861</b>
Excess (deficiency) of revenues over (under) expenditures	<b>8,346,648</b>	<b>(2,388,387)</b>	<b>(4,009,650)</b>	<b>1,948,611</b>
Other financing sources (uses):				
Bond issuance	1,570,500	1,031,295	-	2,601,795
Premium on bond issuance	60,443	39,691	-	100,134
Transfers in	222,670	10,130,309	9,552,241	19,905,220
Transfers (out)	(7,141,252)	(675,403)	(12,335,358)	(20,152,013)
Payment to escrow agent	(1,552,500)	(1,019,475)	-	(2,571,975)
<b>Total other financing sources (uses)</b>	<b>(6,840,139)</b>	<b>9,506,417</b>	<b>(2,783,117)</b>	<b>(116,839)</b>
<b>Changes in fund balances</b>	<b>1,506,509</b>	<b>7,118,030</b>	<b>(6,792,767)</b>	<b>1,831,772</b>
Fund balances:				
May 1, 2011, as restated	12,105,137	22,126,535	24,990,025	59,221,697
April 30, 2012	<b>\$ 13,611,646</b>	<b>\$ 29,244,565</b>	<b>\$ 18,197,258</b>	<b>\$ 61,053,469</b>

See Notes to Financial Statements.

**Village of Tinley Park, Illinois**

**Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
Year Ended April 30, 2012**

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Net change in fund balances-total governmental funds	\$ 1,831,772
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets.	
Capital outlay	14,661,403
Depreciation	(2,618,005)
Loss on disposal of capital assets	(52,198)
Some general operations were financed through the issuance of long-term debt. In governmental funds, long-term debt is considered other financing sources, but in the Statement of Net Assets, debt is reported as a liability. In the current period, proceeds were received from:	
General obligation bonds	(2,601,795)
The following are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount in the current period.	
General obligation bonds	5,884,372
Losses on refunded debt are recorded as an expenditure in the fund financial statements, but the loss is netted with general obligation bonds in the Statement of Net Assets and is amortized over the life of the bonds.	
Deferred loss on refunding	37,532
Amortization of deferred loss on refunding	(30,433)
Premium/discount on bonds is recorded as other financing uses/sources in the fund financial statements, but the premium/discount is netted with general obligation bonds in the Statement of Net Assets and is amortized over the life of the bonds. This is the amount in the current period:	
Bond issuance premium	(100,134)
Amortization of bond premium/discount	26,475
Bond issuance costs are recorded as an expenditure in the fund financial statements, but the cost is recorded as an asset in the Statement of Net Assets and amortized over the life of the bonds. These are the amounts in the current period:	
Bond issuance costs	34,145
Amortization of bond issuance costs	(83,247)
State income tax revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements	(10,926)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:	
Decrease in compensated absences	64,246
(Increase) in other postemployment benefits	(680,400)
Decrease in accrued interest	47,000
(Decrease) in net pension asset	(253,988)
Change in net assets of governmental activities	<u><u>\$ 16,155,819</u></u>

See Notes to Financial Statements.



Village of Tinley Park, Illinois

Statement of Net Assets - Enterprise Funds  
April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
<b>Assets</b>			
Current Assets:			
Cash and cash equivalents	\$ 13,965,532	\$ 3,259,646	\$ 17,225,178
Receivables:			
Customer accounts	275,955	-	275,955
Unbilled service	2,606,618	-	2,606,618
Other receivables	302,727	-	302,727
Due from other governments	459,775	-	459,775
<b>Total current assets</b>	<b>17,610,607</b>	<b>3,259,646</b>	<b>20,870,253</b>
Noncurrent Assets:			
Capital Assets:			
Land	911,483	278,000	1,189,483
Construction in progress	678,014	-	678,014
Waterworks and sewerage system	88,101,694	-	88,101,694
Parking lot	-	3,383,821	3,383,821
Equipment	1,724,801	696,041	2,420,842
Pedestrian crossing	-	30,260	30,260
	91,415,992	4,388,122	95,804,114
Less accumulated depreciation	58,799,658	3,053,636	61,853,294
<b>Net capital assets</b>	<b>32,616,334</b>	<b>1,334,486</b>	<b>33,950,820</b>
Advance to other funds	1,321,642	-	1,321,642
Deferred charges	97,753	-	97,753
<b>Total noncurrent assets</b>	<b>34,035,729</b>	<b>1,334,486</b>	<b>35,370,215</b>
<b>Total assets</b>	<b>\$ 51,646,336</b>	<b>\$ 4,594,132</b>	<b>\$ 56,240,468</b>

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Net Assets - Enterprise Funds - Continued  
April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
<b>Liabilities</b>			
Current Liabilities:			
Current maturities of bonds payable:			
General obligation bonds	\$ 629,379	\$ -	\$ 629,379
Accounts payable	1,014,244	1,770	1,016,014
Accrued interest	87,729	-	87,729
Deposits	82,217	-	82,217
Capital lease	52,860	-	52,860
Compensated absences	66,307	16,284	82,591
<b>Total current liabilities</b>	<b>1,932,736</b>	<b>18,054</b>	<b>1,950,790</b>
Noncurrent Liabilities:			
Bonds payable, net of current maturities:			
General obligation bonds, net of unamortized bond premium	7,197,317	-	7,197,317
Revenue bonds payable	560,000	-	560,000
Capital lease	111,099	-	111,099
Compensated absences	3,490	857	4,347
<b>Total noncurrent liabilities</b>	<b>7,871,906</b>	<b>857</b>	<b>7,872,763</b>
<b>Total liabilities</b>	<b>9,804,642</b>	<b>18,911</b>	<b>9,823,553</b>
Net Assets:			
Invested in capital assets, net of related debt	24,723,682	1,334,486	26,058,168
Unrestricted	17,118,012	3,240,735	20,358,747
<b>Total net assets</b>	<b>\$ 41,841,694</b>	<b>\$ 4,575,221</b>	<b>\$ 46,416,915</b>

See Notes to Financial Statements.

Village of Tinley Park, Illinois

**Statement of Revenues, Expenses, and Changes in Net Assets -  
Enterprise Funds  
Year Ended April 30, 2012**

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Operating revenues:			
Water sales and sewer services	\$ 16,610,534	\$ -	\$ 16,610,534
Meter sales	26,037	-	26,037
Building impact fees	12,972	-	12,972
Parking fees	-	714,415	714,415
Parking fines	-	31,869	31,869
Other	504,273	-	504,273
<b>Total operating revenues</b>	<b>17,153,816</b>	<b>746,284</b>	<b>17,900,100</b>
Operating expenses:			
Operations	13,701,615	546,469	14,248,084
Depreciation	2,439,586	50,998	2,490,584
<b>Total operating expenses</b>	<b>16,141,201</b>	<b>597,467</b>	<b>16,738,668</b>
<b>Operating income</b>	<b>1,012,615</b>	<b>148,817</b>	<b>1,161,432</b>
Nonoperating revenues (expenses):			
Annexation recaptures	58,053	-	58,053
Development assessments and fees	339,991	-	339,991
Interest income	88,968	25,296	114,264
Interest (expense)	(396,408)	-	(396,408)
<b>Profit before transfers</b>	<b>1,103,219</b>	<b>174,113</b>	<b>1,277,332</b>
Transfers in (out):			
Transfers in	356,793	-	356,793
Transfers (out)	(60,000)	(50,000)	(110,000)
	296,793	(50,000)	246,793
<b>Changes in net assets</b>	<b>1,400,012</b>	<b>124,113</b>	<b>1,524,125</b>
Net assets:			
May 1, 2011	40,441,682	4,451,108	44,892,790
April 30, 2012	\$ 41,841,694	\$ 4,575,221	\$ 46,416,915

See Notes to Financial Statements.

Village of Tinley Park, Illinois

**Statement of Cash Flows - Enterprise Funds**  
**Year Ended April 30, 2012**

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Cash flows from operating activities			
Cash received for services	\$ 16,711,064	\$ 746,284	\$ 17,457,348
Payments to employees	(1,741,901)	(296,960)	(2,038,861)
Payments to suppliers	(11,775,134)	(256,826)	(12,031,960)
<b>Net cash provided by operating activities</b>	<b>3,194,029</b>	<b>192,498</b>	<b>3,386,527</b>
Cash flows from noncapital financing activities			
Decrease in due to other funds	(143,761)	-	(143,761)
Increase in advance from other funds	(1,321,642)		(1,321,642)
Transfers in	356,793	-	356,793
Transfers (out)	(60,000)	(50,000)	(110,000)
<b>Net cash flows (used in) noncapital financing activities</b>	<b>(1,168,610)</b>	<b>(50,000)</b>	<b>(1,218,610)</b>
Cash flows from capital and related financing activities			
Capital assets purchased	(1,002,155)	-	(1,002,155)
Proceeds from general obligation bonds	2,633,205	-	2,633,205
Issuance costs paid on general obligation bonds issued	(73,237)	-	(73,237)
Premium on general obligation bonds issued	99,164	-	99,164
Developer fees received	339,991	-	339,991
Cash payments for interest	(428,779)	-	(428,779)
Receipts from other governments	65,000	-	65,000
Payments on capital lease	(51,039)	-	(51,039)
Principal payments, general obligation bonds	(3,265,628)	-	(3,265,628)
Principal payments, alternate revenue bonds	(65,000)	-	(65,000)
Annexation recapture proceeds	58,053	-	58,053
<b>Net cash flows (used in) capital and related financing activities</b>	<b>(1,690,425)</b>	<b>-</b>	<b>(1,690,425)</b>
Cash flows from investing activities			
Cash receipts from interest income	88,968	25,296	114,264
<b>Net cash flows provided by investing activities</b>	<b>88,968</b>	<b>25,296</b>	<b>114,264</b>
<b>Net increase in cash and cash equivalents</b>	<b>423,962</b>	<b>167,794</b>	<b>591,756</b>
Cash and cash equivalents:			
May 1, 2011	13,541,569	3,091,852	16,633,421
April 30, 2012	<u>\$ 13,965,531</u>	<u>\$ 3,259,646</u>	<u>\$ 17,225,177</u>

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Cash Flows - Enterprise Funds - Continued  
Year Ended April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Reconciliation of operating income to net cash provided by operating activities			
Operating income	\$ 1,012,615	\$ 148,817	\$ 1,161,432
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	2,439,586	50,998	2,490,584
Amortization	41,652	-	41,652
Changes in assets and liabilities			
Accounts receivable	(450,430)	-	(450,430)
Deposits	7,678	-	7,678
Accounts payable	162,197	74	162,271
Accrued payroll and compensated absences	(19,269)	(7,391)	(26,660)
Total adjustments	2,181,414	43,681	2,225,095
Net cash provided by operating activities	\$ 3,194,029	\$ 192,498	\$ 3,386,527

See Notes to Financial Statements.

Village of Tinley Park, Illinois

**Combining Statement of Fiduciary Net Assets**  
**Pension Trust and Agency Funds**  
**April 30, 2012**

	Pension Trust Police Pension	Agency
<b>Assets</b>		
Cash and cash equivalents	\$ 2,178,703	\$ 4,836,560
Investments:		
U.S. Government securities	16,309,297	-
Corporate equity instruments	25,542,049	-
Insurance annuity contracts	1,813,160	-
Interest and other receivable	214,855	172,280
<b>Total assets</b>	<u>46,058,064</u>	<u>\$ 5,008,840</u>
<b>Liabilities</b>		
Accounts payable	7,602	\$ 1,134,089
Deposits	-	3,874,751
<b>Total liabilities</b>	<u>7,602</u>	<u>\$ 5,008,840</u>
<b>Net Assets</b>		
Held in trust for pension benefits	<u>\$ 46,050,462</u>	

See Notes to Financial Statements.

Village of Tinley Park, Illinois

**Combining Statement of Changes in Plan Net Assets  
Pension Trust Funds  
Year Ended April 30, 2012**

	Police Pension
<hr/>	
<b>Additions</b>	
Contributions:	
Employer	\$ 2,204,188
Plan members	948,904
<b>Total contributions</b>	<u>3,153,092</u>
Investment income (expense):	
Net increase in fair value of investments	580,324
Dividends	301,726
Interest	772,865
Less: investment expenses	(132,266)
<b>Net investment income</b>	<u>1,522,649</u>
<b>Total additions</b>	<u>4,675,741</u>
<b>Deductions</b>	
Benefits	2,090,656
Administrative expenses:	
Other	32,187
<b>Total deductions</b>	<u>2,122,843</u>
<b>Net increase</b>	2,552,898
Net assets held in trust for pension benefits:	
May 1, 2011	<u>43,497,564</u>
April 30, 2012	<u><u>\$ 46,050,462</u></u>

See Notes to Financial Statements.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### **Note 1. Summary of Significant Accounting Policies**

##### Nature of Activities

The Village of Tinley Park, Illinois, is located in Cook County, Illinois, is a home-rule municipality and was incorporated in 1892 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under the trustee-village form of government and provides a full range of services including public safety, roads, planning, zoning, and general administrative services.

The accounting policies of the Village of Tinley Park conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

##### **(a) Financial Reporting Entity**

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

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

Based upon the application criteria, the Tinley Park Public Library (Library) has been included within the reporting entity as a component unit. The Library provides library services to the residents of the Village of Tinley Park and to the citizens of Orland Hills under a contract with the Orland Hills Public Library District. The members of the Tinley Park Public Library Board are elected by the public. However, the Library is fiscally dependent upon the Village because the Village's board approves the Library's budget and tax levies and must approve any debt issuances. Financial data of the Library has been discretely presented in the component unit column in the combined financial statements to emphasize that it is separate from the Village. No separate financial statements have been issued for the Library.

##### **(b) Government-Wide and Fund Financial Statements**

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

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

**Invested in capital assets**, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.



## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

##### (b) Government-Wide and Fund Financial Statements (Continued)

##### Government-Wide Financial Statements (Continued)

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

**Unrestricted net assets** consist of net assets that do not meet the criteria of the two preceding categories.

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

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

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

**Fund Financial Statements:** Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds - General Fund and Capital Improvements Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major enterprise fund – Waterworks and Sewerage Fund. The remaining enterprise fund is reported as a nonmajor enterprise fund.

The Village administers the following major governmental funds:

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

**Capital Improvements Fund** – This fund is used to account for all other major capital projects transactions of the Village not financed through proprietary funds or other capital projects funds.

The Village administers the following major proprietary fund:

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

Additionally, the Village administers a fiduciary (police pension trust) fund for assets held by the Village in a fiduciary capacity on behalf of its sworn police officers and agency trust funds (Special Assessment Fund, Escrow Fund, and Payroll Fund) each holding assets for others in an agency capacity.

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(c) Measurement Focus and Basis of Accounting and Financial Statement Presentation**

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

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

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

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

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

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

**(d) Assets, liabilities, and net assets or equity**

**1. Cash and Cash Equivalents**

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits, all highly liquid investments, and all certificates of deposit.

**2. Investments**

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

**Note 1. Summary of Significant Accounting Policies (Continued)**

(d) Assets, liabilities, and net assets or equity

**3. Interfund Receivables, Payables and Activity**

The Village has the following types of transactions between funds:

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

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

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

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

**4. Capital Assets**

Capital assets which include land and improvements, current year purchases of streets and sidewalks, buildings, storm sewers, sanitary sewers, water distribution system and machinery and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$15,000, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

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

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

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

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### **Note 1. Summary of Significant Accounting Policies (Continued)**

(d) Assets, liabilities, and net assets or equity (Continued)

##### **4. Capital Assets (Continued)**

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

	<u>Estimated Useful Lives</u>
Buildings and property	20 - 40 years
Equipment and vehicles	5 - 15 years
Waterworks and sewerage system	10 - 40 years
Parking lot	20 - 30 years
Pedestrian crossing	30 years

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

##### **5. Unearned / Deferred Revenue**

The Village defers revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

##### **6. Compensated Absences**

Vacation leave is recorded in governmental funds when due (upon employee retirement or termination). Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

##### **7. Long-Term Obligations**

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Assets. Bond issuance costs are reported as noncurrent assets and amortized over the term of the related debt.

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

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

(d) Assets, liabilities, and net assets or equity (Continued)

##### 7. Long-Term Obligations (Continued)

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

##### 8. Fund Balances

Effective May 1, 2011, the Village adopted the provisions of Governmental Accounting Standards Board Statement No. 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In addition, GASB 54 modified certain fund type definitions and provided guidance for classification of stabilization amounts on the face of the balance sheet.

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

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

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

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

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

Unassigned – includes the residual fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

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

For all other governmental funds, it is the Village's policy to consider unrestricted resources (i.e. – committed, assigned) to have been spent first, followed by restricted resources.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

##### (d) Assets, liabilities, and net assets or equity (Continued)

#### 8. Fund Balances (Continued)

At April 30, 2012, the Village's Governmental Fund fund balances were classified as follows:

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total
Nonspendable:				
Advances	\$ -	\$ 1,101,856	\$ -	\$ 1,101,856
Assigned:				
Commercial Development	1,234,192	-	-	1,234,192
Main Street Commission	1,600,000	-	-	1,600,000
Local Road Improvements	1,519,740	-	-	1,519,740
Fire Alarms	578,271	-	-	578,271
	<u>4,932,203</u>	<u>-</u>	<u>-</u>	<u>4,932,203</u>
Restricted:				
Custom Seizures	-	-	775,579	775,579
Motor Fuel	-	-	1,889,687	1,889,687
Drug Enforcement	-	-	75,379	75,379
Enhanced 911 Services	-	-	611,407	611,407
Foreign Fire	-	-	231,381	231,381
Community Development	-	-	3,999	3,999
Special Service Area	-	-	275,862	275,862
Limited Sales Tax Bonds	-	-	9,227	9,227
Capital Projects	-	-	12,068,238	12,068,238
	<u>-</u>	<u>-</u>	<u>15,940,759</u>	<u>15,940,759</u>
Committed:				
Debt Service	-	-	2,369,462	2,369,462
Capital Projects	-	28,142,709	30,762	28,173,471
	<u>-</u>	<u>28,142,709</u>	<u>2,400,224</u>	<u>30,542,933</u>
Unassigned	<u>8,679,443</u>	<u>-</u>	<u>(143,725)</u>	<u>8,535,718</u>
Total Fund Balances	<u>\$ 13,611,646</u>	<u>\$ 29,244,565</u>	<u>\$ 18,197,258</u>	<u>\$ 61,053,469</u>

#### 9. Capital Contributions

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

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

##### (d) Assets, liabilities, and net assets or equity (Continued)

#### 10. Accounting Estimates

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

#### 11. Eliminations and Reclassifications

In the process of aggregating information for the Government Wide statements, some amounts reported as interfund activity and/or interfund balances in the Fund Financial statements are eliminated or reclassified.

#### Note 2. Cash and Investments

##### Deposits

##### Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village does not have a policy for custodial credit risk. As of April 30, 2012, the carrying amount of the Village's deposits was \$66,246,964, with bank balances totaling \$67,345,052, all of which are fully insured and collateralized. The Village also had \$2,300 in petty cash on hand at April 30, 2012.

As of April 30, 2012, the Village had \$21,645,158 with Illinois Funds, which are considered to mature in less than one year because the weighted average maturity of the pool is less than one year.

##### Investments

As of April 30, 2012, the Village had the following investments and maturities all of which were held by the Tinley Park Police Pension Fund:

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Backed Securities	\$ 156,739	\$ -	\$ 878	\$ -	\$ 155,861
U.S. Government Bonds	2,314,862	-	1,209,617	1,105,245	-
U.S. agencies - FHLB	6,323,362	502,700	2,805,274	2,920,318	95,070
U.S. agencies - FNMA	959,342	-	959,342	-	-
U.S. agencies - FFCB	4,292,783	-	1,870,797	2,421,986	-
Local Government Bonds	2,262,209	-	423,575	1,110,909	727,725
Total investments with maturities	16,309,297	\$ 502,700	\$ 7,269,483	\$ 7,558,458	\$ 978,656
Corporate equity investments	25,542,049				
Insurance annuity contracts	1,813,160				
	<u>\$ 43,664,506</u>				

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 2. Cash and Investments (Continued)

*Interest Rate Risk* – The Tinley Park Police Pension Fund's investment policy states that the investment portfolio of the Fund shall be designed to attain a market-average rate of return throughout budgetary and economic cycles, taking into account the Fund's risk constraints, the cash flow characteristics of the portfolio and legal restrictions for return on investments. As a means of managing its exposure to fair value losses arising from increasing interest rates, the Fund's investment policy specifically identifies limits on investment maturities as follows:

Maturity	Percentage
0 - 1	25%
1 - 2	15%
2 - 3	15%
3 - 4	15%
4 - 5	10%
5 - 10	10%

*Credit Risk* – State statutes authorize the Village to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, repurchase agreements (under certain statutory restrictions), commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds and the Illinois Metropolitan Investment Fund. Pension funds may invest as allowed by Illinois Compiled Statutes. As of April 30, 2012, the Village's investments in U.S. Government agencies were rated AAA by Standard & Poor's and AAA by Moody's Investors Service. The Village's investments in the Local Government Bonds were rated AAA by Standard & Poor's.

*Concentration of Credit Risk* – The Tinley Park Police Pension Fund's investment policy requires the Fund to diversify its investments by security type and institutions with the exception of U.S. Treasury Securities and authorized Pools for which there is no restriction as to percentage of portfolio. No more than (50%) of the Fund's total portfolio at the time of the investment will be invested in a single security, type of security or single financial institution. As of April 30, 2012, more than 5% of the Fund's investments are in U.S. Government Treasuries, FHLB, FFCB, and Local Government Bonds. These investments are 5.3%, 14.5%, 9.8%, and 5.2%, respectively, of the Fund's total investments.

*Custodial Credit Risk* – For an investment, this is the risk that, in the event of failure of the counterparty, the Tinley Park Police Pension Fund will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Fund's investment policy states that all security transactions, including collateral for any repurchase agreements, entered into by the Fund shall be conducted on a delivery versus payment basis, which requires the delivery of securities with an exchange of money for those securities. The policy also states that securities will be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts and reports. The U.S. Treasury Notes and Strips, U.S. agency securities, local government bonds, annuity contracts, and certificate of deposit are held by the Fund's agent in the Fund's name.



## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 2. Cash and Investments (Continued)

The previously discussed deposits of \$66,246,964, petty cash of \$2,300, Illinois Funds of \$21,645,158 and investments of \$43,664,506 totaling \$131,558,928 are reported in the financial statements as follows:

Governmental and business-type activities,

Cash and cash equivalents:

Subject to risk categorization	\$ 59,234,001
Not subject to risk categorization	21,645,158
Subtotal	<u>80,879,159</u>

Fiduciary Funds:

Cash and cash equivalents	7,015,263
Investments	43,664,506
Subtotal	<u>50,679,769</u>

<b>Total</b>	<b><u><u>\$ 131,558,928</u></u></b>
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#### Component Unit Library

##### Deposits

State statutes authorize the Library to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks, savings and loan associations, and credit unions. As of April 30, 2012, the Library had deposits with federally insured financial institutions of \$1,352,848 with bank balances totaling \$1,405,530, all of which are fully insured and collateralized.

*Custodial Credit Risk – Deposits* – In the case of deposits, this is the risk that in the event of bank failure, the Library's deposits may not be returned to it. The Library does not have an investment policy for custodial credit risk for deposits.

As of April 30, 2012, the Library had \$8,944,229 with Illinois Funds, which are considered to mature in less than one year because the weighted average maturity of the pool is less than one year.

The Illinois Funds Investment Pool is not registered with the SEC. The pool is sponsored by the Treasurer of the State of Illinois, in accordance with State law. The fair value of the position in the Pool is the same as the value of the Pool shares.

*Interest Rate Risk* - The Library's investment policy does not limit the Library's investment portfolio to specific maturities.

*Credit Risk* - State statutes allow the Library to invest in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, and short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000. The Library is also authorized to invest in the Illinois Funds. Investments in Illinois Funds were rated AAA by Standard and Poor's. The Library's investment policy does not address credit risk.

*Concentration of Credit Risk* - The Library's investment policy does not restrict the amount of investments in any one issuer. All of the Library's investments are in the Illinois Funds.

*Custodial Credit Risk* – For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Illinois Funds held by the Library are not subject to custodial credit risk. The Library's investment policy does not address custodial credit risk for investments.

## **Village of Tinley Park, Illinois**

### **Notes to Financial Statements**

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#### **Note 3. Property Taxes**

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board of Trustees. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by Cook County and issued on or about February 1 and August 1, and are payable in two installments which become due on or about March 1 and September 1. Tax bills are prepared by Will County and issued on or about May 1, and are payable in two equal installments which become due on or about June 1 and September 1. The Counties collect such taxes and periodically remit them to the Village.

The 2011 property tax assessment, which was levied in December 2011, is to finance the budget for the fiscal year beginning May 1, 2012, and the revenue to be produced from that assessment is to be recognized during that period, provided the "available" criteria has been met. "Available" means when due or receivable within the current period, and collected within that fiscal period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For governmental fund types, property taxes collected in advance of the fiscal year for which they are levied are recorded as deferred revenue and recognized as revenue in the year for which they are levied except for employee pension taxes which are recognized as revenue in the year in which they are received. A reduction for collection losses based on historical collection experience has been provided on uncollected tax levies.

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

#### **Note 4. Due from Other Governmental Agencies**

The Village of Tinley Park entered into an intergovernmental agreement with the Villages of New Lenox and Mokena for bulk water supply services (providing Lake Michigan water to these communities). As part of this agreement, the Village of Tinley Park issued revenue bonds to assist the Village of Mokena in funding construction of improvements required to provide this water service to Mokena. The Village of Mokena has agreed to pay for all principal and interest payments on the debt. The initial amount of the debt was \$1,000,000 and the balance receivable as of April 30, 2012 is \$459,775.

**Village of Tinley Park, Illinois**

**Notes to Financial Statements**

**Note 5. Capital Assets**

***Governmental Activities***

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

	Balance May 1, 2011	Additions	Deletions	Balance April 30, 2012
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 116,839,337	\$ 1,299,373	\$ 50,311	\$ 118,088,399
Construction in progress	27,263,881	12,170,002	3,240,864	36,193,019
	<u>144,103,218</u>	<u>13,469,375</u>	<u>3,291,175</u>	<u>154,281,418</u>
Capital assets being depreciated:				
Buildings and property	52,703,336	3,741,661	-	56,444,997
Equipment and vehicles:				
General purpose	818,056	19,519	30,536	807,039
Public works	4,848,833	407,251	297,959	4,958,125
Public safety	8,210,580	264,461	185,401	8,289,640
	<u>66,580,805</u>	<u>4,432,892</u>	<u>513,896</u>	<u>70,499,801</u>
Less accumulated depreciation for:				
Buildings and property	16,170,864	1,730,264	-	17,901,128
Equipment and vehicles	9,796,221	887,741	512,009	10,171,953
	<u>25,967,085</u>	<u>2,618,005</u>	<u>512,009</u>	<u>28,073,081</u>
Total capital assets being depreciated, net	<u>40,613,720</u>	<u>1,814,887</u>	<u>1,887</u>	<u>42,426,720</u>
Governmental activities capital assets, net	<u>\$ 184,716,938</u>	<u>\$ 15,284,262</u>	<u>\$ 3,293,062</u>	<u>\$ 196,708,138</u>

Village of Tinley Park, Illinois

Notes to Financial Statements

**Note 5. Capital Assets (Continued)**

***Business-Type Activities***

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

	Balance May 1, 2011	Additions	Deletions	Balance April 30, 2012
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 1,189,483	\$ -	\$ -	\$ 1,189,483
Construction in progress	330,047	722,878	374,911	678,014
	<u>1,519,530</u>	<u>722,878</u>	<u>374,911</u>	<u>1,867,497</u>
Capital assets being depreciated:				
Waterworks and sewerage system	87,593,457	547,979	39,742	88,101,694
Parking lot	3,383,821	-	-	3,383,821
Equipment	2,458,735	106,209	144,102	2,420,842
Pedestrian crossing	30,260	-	-	30,260
	<u>93,466,273</u>	<u>654,188</u>	<u>183,844</u>	<u>93,936,617</u>
Less accumulated depreciation for:				
Waterworks and sewerage system	55,382,310	2,344,302	39,742	57,686,870
Parking lot	2,276,335	50,999	-	2,327,334
Equipment	1,857,649	95,283	144,102	1,808,830
Pedestrian crossing	30,260	-	-	30,260
	<u>59,546,554</u>	<u>2,490,584</u>	<u>183,844</u>	<u>61,853,294</u>
Total capital assets being depreciated, net	<u>33,919,719</u>	<u>(1,836,396)</u>	<u>-</u>	<u>32,083,323</u>
Business-type activities capital assets, net	<u>\$ 35,439,249</u>	<u>\$ (1,113,518)</u>	<u>\$ 374,911</u>	<u>\$ 33,950,820</u>

Component Unit Library

	Balance May 1, 2011	Additions	Deletions	Balance April 30, 2012
Library building and equipment	\$ 11,211,666	\$ -	\$ -	\$ 11,211,666
Less accumulated depreciation	2,238,403	298,788	-	2,537,191
Total capital assets being depreciated, net	<u>\$ 8,973,263</u>	<u>\$ (298,788)</u>	<u>\$ -</u>	<u>\$ 8,674,475</u>

# Village of Tinley Park, Illinois

## Notes to Financial Statements

### Note 5. Capital Assets (Continued)

#### Governmental Activities Depreciation Charged to Functions/Programs

Depreciation was charged to functions/programs as follows:

#### Governmental activities:

General government	\$ 411,617
Public safety	1,458,931
Public works	524,702
Social services	222,755
<b>Total depreciation expense - governmental activities</b>	<b>\$ 2,618,005</b>

#### Business-type activities:

Waterworks and sewerage	\$ 2,439,586
Commuter parking lot	50,998
<b>Total depreciation expense - business-type activities</b>	<b>\$ 2,490,584</b>

### Note 6. Long-Term Obligations

#### Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2012:

	Outstanding Debt as of May 1, 2011	Additions	Reductions	Outstanding Debt as of April 30, 2012	Due within one year
General obligation bonds financed through governmental funds	\$ 40,000,045	\$ 2,601,795	\$ 5,884,372	\$ 36,717,468	\$ 3,620,622
Special service area bonds	895,000	-	-	895,000	-
Unamortized issuance costs	(486,455)	(34,145)	(83,247)	(437,353)	-
Unamortized bond premium	243,645	100,134	26,475	317,304	-
Deferred loss on refunding	(316,003)	(37,532)	(30,433)	(323,102)	-
Other postemployment benefits	2,579,451	680,400	-	3,259,851	-
Compensated absences	1,042,641	1,293,283	1,357,529	978,395	929,500
	<b>\$ 43,958,324</b>	<b>\$ 4,603,935</b>	<b>\$ 7,154,696</b>	<b>\$ 41,407,563</b>	<b>\$ 4,550,122</b>

Compensated absences and other postemployment benefits are historically retired by the Village's General Fund.

#### Business-Type Activities

The following is a summary of long-term obligation activity for the Village with business-type activities for the year ended April 30, 2012:

	Outstanding Debt as of May 1, 2011	Additions	Reductions	Outstanding Debt as of April 30, 2012	Due within one year
General obligation bonds financed through enterprise funds	\$ 8,359,955	\$ 2,633,205	\$ 3,265,628	\$ 7,727,532	\$ 629,379
Unamortized issuance costs	(66,168)	(73,237)	(41,652)	(97,753)	-
Unamortized bond premium	-	101,343	2,179	99,164	-
Revenue bonds financed through enterprise funds	625,000	-	65,000	560,000	-
Capital lease	214,998	-	51,039	163,959	52,860
Compensated absences	113,598	121,980	148,640	86,938	82,591
	<b>\$ 9,247,383</b>	<b>\$ 2,783,291</b>	<b>\$ 3,490,834</b>	<b>\$ 8,539,840</b>	<b>\$ 764,830</b>

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 6. Long-Term Obligations (Continued)

Outstanding debt as of April 30, 2012, consists of the following:

General obligation bonds:

General obligation bonds dated October 5, 2004, of which original principal of \$4,250,350 is to be serviced by the Waterworks and Sewerage Fund, \$2,535,000 is to be serviced by the Storm Water Management Fund and \$1,644,650 is to be serviced by the Surtax Cap Fund, provides for the retirement of principal at the rate of \$550,000 in 2013. Interest is payable on December 1 and June 1 of each year at a rate of 3.25%.

\$ 550,000

General obligation refunding bonds dated April 28, 2008 provide for the retirement of principal of \$480,000 in 2013, \$495,000 in 2014, \$515,000 in 2015, \$535,000 in 2016, \$555,000 in 2017 and \$580,000 in 2018. Interest is payable on December 1 and June 1 of each year at varying rates between 3.5% and 4.0%.

3,160,000

General obligation refunding and improvement bonds dated March 23, 2009 provide for the retirement of principal of \$755,000 in 2013, \$780,000 in 2014, \$685,000 in 2015, \$705,000 in 2016, \$715,000 in 2017, \$750,000 in 2018, \$1,000,000 in 2019, \$1,050,000 in 2020, \$1,050,000 in 2021 and \$1,070,000 in 2022. Interest is payable on December 1 and June 1 of each year at varying rates between 3.0% and 4.1%.

8,560,000

General obligation bonds dated December 30, 2009 provide for the retirement of principal of \$1,910,000 in 2013, \$1,615,000 in 2014, \$2,280,000 in 2015, \$1,965,000 in 2016, \$2,685,000 in 2017, and \$2,865,000 in 2018. Interest is payable on December 1 and June 1 of each year at varying rates between 1.7% and 3.5%.

13,320,000

General obligation bonds dated December 22, 2010 provide for the retirement of principal of \$500,000 in 2013, \$510,000 in 2014, \$520,000 in 2015, \$535,000 in 2016, \$550,000 in 2017, \$565,000 in 2018, \$590,000 in 2019, \$615,000 in 2020, \$640,000 in 2021, \$670,000 in 2022, \$705,000 in 2023, \$745,000 in 2024, \$780,000 in 2025, \$825,000 in 2026, \$865,000 in 2027, \$915,000 in 2028, \$970,000 in 2029, \$1,030,000 in 2030, and \$1,090,000 in 2031. Interest is payable on December 1 and June 1 of each year at varying rates between 1.75% and 6.2%.

13,620,000

General obligation refunding bonds dated February 15, 2012, of which the refunded principal of \$2,633,205 is to be serviced by the Waterworks and Sewerage Fund, \$1,570,500 is to be serviced by the Storm Water Management Fund and \$1,031,295 is to be serviced by the Surtax Cap Fund, provides for the retirement of principal at the rate of \$55,000 in 2013, \$610,000 in 2014, \$750,000 in 2015, \$765,000 in 2016, \$780,000 in 2017, \$790,000 in 2018, \$725,000 in 2019 and a final installment of \$760,000 in 2020. Interest is payable on December 1 and June 1 of each year at a rate of 2.00%.

5,235,000

Unamortized bond premium 416,468

Unamortized issuance costs (535,106)

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**Total general obligation bonds** 44,326,362

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## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 6. Long-Term Obligations (Continued)

##### Special Service Area Bonds:

Limited sales tax revenue bonds dated November 1, 1988 provide for the retirement of principal at the rate of \$895,000 through 2003. Interest was payable May 1 and November 1 at a rate of 10.25%. Bonds are to be paid solely from a specific portion of the sales tax revenues generated in the special service area over the life of the bonds. Incremental sales tax revenues have generated \$89,416 in "Recapture Differential" through April 30, 2012 that is applied to retire outstanding interest coupons and bonds in serial order, respectively. Of this amount, \$88,919 has been paid and reduced outstanding interest coupons, and \$497 is held as Unused Recapture Differential for future debt service. The Village is not legally obligated to fund these payments except from available incremental sales tax revenues. When future incremental revenues become available bond maturity payments will be made.

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895,000

##### Revenue Bonds:

Revenue bonds dated August 1, 2000 provide for the retirement of principal of \$65,000 in 2014, \$70,000 in 2015, \$75,000 in 2016, \$80,000 in 2017, \$85,000 in 2018, \$90,000 in 2019 and \$95,000 in 2020. Interest is payable on May 1 and November 1 of each year at rates varying from 5.25% - 5.5%.

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560,000

Capital lease. Sewer jet machine dated August 25, 2010 with annual payments of \$58,710 (including interest at 3.57%). Matures in 2015.

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163,959

##### Compensated Absences

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1,065,333

#### **Total long-term debt**

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**\$ 47,010,654**

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On February 15, 2012, the Village issued \$5,235,000 in General Obligation Bonds with an average interest rate of 2.00 percent to advance refund \$5,175,000 of outstanding General Obligation Bonds, Series 2004 with an average interest rate of 3.60 percent. \$5,175,000 was deposited with an escrow agent for the refunding. The refunding resulted in an economic loss of approximately \$76,000 and had the net effect of decreasing the life of the bonds by 1 year and decreasing future debt service by approximately \$500,000.

# Village of Tinley Park, Illinois

## Notes to Financial Statements

### Note 6. Long-Term Obligations (Continued)

The future debt service requirements to amortize the outstanding debt other than the 1988 limited sales tax bonds, unamortized issuance costs, unamortized bond premiums, compensated absences, and the capital lease including interest of \$9,777,972 are as follows:

Year Ending April 30,	Governmental		Business-Type					Total
	General		General		Revenue			
	Obligation		Obligation		Bonds			
	Bonds		Bonds		Bonds			
	Principal	Interest	Principal	Interest	Principal	Interest		
2013	\$ 3,620,622	\$ 1,111,512	\$ 629,378	\$ 297,225	\$ -	\$ 15,193	\$ 5,673,931	
2014	3,367,353	958,559	642,647	193,095	65,000	28,679	5,255,333	
2015	4,072,805	888,245	677,195	177,765	70,000	25,118	5,911,128	
2016	3,810,657	799,398	694,343	161,537	75,000	21,256	5,562,191	
2017	4,579,104	708,327	705,896	144,746	80,000	17,050	6,235,123	
2018	4,823,876	593,172	726,124	126,370	85,000	12,512	6,367,054	
2019	1,526,615	464,203	788,385	107,205	90,000	7,700	2,984,108	
2020	1,598,654	415,613	826,346	84,804	95,000	2,613	3,023,030	
2021	1,242,363	362,256	447,637	60,349	-	-	2,112,605	
2022	1,282,482	317,523	457,518	44,362	-	-	2,101,885	
2023	604,293	267,745	100,707	27,405	-	-	1,000,150	
2024	638,579	245,921	106,421	25,171	-	-	1,016,092	
2025	668,579	222,859	111,421	22,811	-	-	1,025,670	
2026	707,151	198,712	117,849	20,339	-	-	1,044,051	
2027	741,437	173,173	123,563	17,725	-	-	1,055,899	
2028	784,295	143,081	130,705	14,645	-	-	1,072,726	
2029	831,438	111,249	138,562	11,387	-	-	1,092,636	
2030	882,868	77,503	147,132	7,933	-	-	1,115,436	
2031	934,297	39,848	155,703	4,079	-	-	1,133,927	
	\$ 36,717,468	\$ 8,098,899	\$ 7,727,532	\$ 1,548,952	\$ 560,000	\$ 130,121	\$ 54,782,972	

The Village has pledged revenues to repay certain bond issues. The pledges will remain until all bonds are retired. The amount of pledges remaining as of April 30, 2012 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Remaining	Commitment End Date	Percentage of Revenue Pledged
2000	Water Sales and Sewer Services	\$ 560,000	5/1/2019	0.39%
2004	Water Sales and Sewer Services	276,650	12/1/2012	17.26%
2004	Storm Water Fees	273,350	12/1/2012	0.00%
2008	Property Taxes	3,160,000	12/1/2017	14.70%
2009	Water Sales and Sewer Services	2,872,100	12/1/2021	2.23%
2009	Property Taxes and Intergovernmental Receipts	5,687,900	12/1/2021	17.10%
2009A	Property Taxes	13,320,000	12/1/2017	48.36%
2010	Water Sales and Sewer Services	1,945,577	12/1/2030	0.81%
2010	Property Taxes, Other Taxes and Intergovernmental Receipts	11,674,423	12/1/2030	11.78%
2012	Water Sales and Sewer Services	2,633,205	12/1/2019	0.00%
2012	Property Taxes and Intergovernmental Receipts	2,601,795	12/1/2019	0.00%



# Village of Tinley Park, Illinois

## Notes to Financial Statements

### Note 6. Long-Term Obligations (Continued)

The secured debt was issued to provide for various Waterworks and Sewerage improvements and Special Service Area Number 3 improvements. A comparison of the pledged revenues collected and the related principal and interest expenditures for the fiscal year 2012 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Revenue	Principal and Interest Retired
2000	Water Sales and Sewer Services	\$ 16,610,534	\$ 65,000
2004	Water Sales and Sewer Services	16,610,534	2,867,100
2004	Storm Water Fees	-	2,832,900
2008	Property Taxes	4,108,720	604,038
2009	Water Sales and Sewer Services	16,610,534	371,226
2009	Property Taxes and Intergovernmental Receipts	4,260,560	728,394
2009A	Property Taxes	4,108,720	1,986,900
2010	Water Sales and Sewer Services	16,610,534	134,578
2010	Property Taxes, Other Taxes and Intergovernmental Receipts	8,715,580	1,026,750
2012	Water Sales and Sewer Services	16,610,534	-
2012	Property Taxes and Intergovernmental Receipts	4,260,560	-

A summary of debt transactions of Tinley Park Public Library, a component unit, for the year ended April 30, 2012, is as follows:

	Outstanding Debt as of May 1, 2011	Additions	Reductions	Outstanding Debt as of April 30, 2012	Due within one year
General obligation bonds	\$ 6,850,000	\$ 5,940,000	\$ 6,850,000	\$ 5,940,000	\$ 445,000
Unamortized bond issuance costs	(26,189)	(87,685)	(31,385)	(82,489)	-
Deferred gain on refunding	-	408,811	24,226	384,585	-
Unamortized bond premium	-	541,565	11,510	530,055	-
Compensated absences	116,052	117,379	104,044	129,387	114,500
	<u>\$ 6,939,863</u>	<u>\$ 6,920,070</u>	<u>\$ 6,958,395</u>	<u>\$ 6,901,538</u>	<u>\$ 559,500</u>

### Note 7. Capital Lease Obligation

The Village leases sewer equipment under capital lease, which expires in August 2014. Annual lease payments, including interest at 3.57 percent are \$58,710. The cost of the capital asset acquired under the capital lease was \$274,988. The book value of this asset at year-end is \$242,915.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 7. Capital Lease Obligation (Continued)

Minimum future lease payments under capital lease together with the present value of the net minimum lease payments as of April 30, 2012 are as follows:

<u>Year Ending April 30:</u>	
2013	\$ 58,710
2014	58,710
2015	58,710
Total minimum lease payments	176,130
Less amount representing interest	12,171
Present value of future minimum lease payments	163,959
Less current portion	52,860
Long-term portion	<u>\$ 111,099</u>

#### Note 8. Pension and Retirement Plan Commitments

Substantially all Village employees are covered under one of the following employee retirement plans.

##### Illinois Municipal Retirement Fund

*Plan Description.* The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

*Funding Policy.* As set by statute, the Village's regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's actual contribution rates for calendar years 2012 and 2011 used by the Village were 13.81 percent and 13.88 percent, respectively, of annual covered payroll. The Village's annual required contribution rates for calendar years 2012 and 2011 were 13.88 and 13.65 percent, respectively. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Annual Pension Cost.* For fiscal year 2012, the Village's annual pension cost of \$1,568,325 was equal to the required and actual contributions.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 8. Pension and Retirement Plan Commitments (Continued)

##### Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
04/30/12	\$ 1,568,325	100%	\$ -
04/30/11	1,499,834	100%	-
04/30/10	1,364,158	100%	-

The required contribution for calendar year 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009 included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

*Funded Status and Funding Progress.* As of December 31, 2011, the most recent actuarial valuation date, the regular plan was 61.35% funded. The actuarial accrued liability for benefits was \$30,024,056 and the actuarial value of assets was \$18,420,498, resulting in an unfunded actuarial accrued liability (UAAL) of \$11,603,558. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$11,294,717 and the ratio of the UAAL to the covered payroll was 103%.

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

#### Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois Legislature. The plan provides retirement benefits as well as death and disability benefits. The Village presents the plan as a Pension Trust Fund within this report. No separate report is issued for the pension trust fund.

Covered employees are currently required to contribute 9.91% of their base salary to the Police Pension Plan. The member rate is determined by State Statute. The Village is required to contribute at an actuarially determined amount. The employer rate for fiscal year ended April 30, 2012, was 24.74% of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable and pursuant to formal commitments, as well as statutory or contractual requirements rather than the period in which employee services are performed. Refunds are recognized as paid.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 8. Pension and Retirement Plan Commitments (Continued)

The Village's annual pension cost and net pension (asset) of the Plan for the year ended April 30, 2012, were as follows:

Annual required contribution	\$ 1,964,280
Interest on net pension obligation	(60,007)
Adjustment to annual requirement contribution	553,903
Annual pension cost	2,458,176
Contributions made	2,204,188
Decrease in net pension asset	253,988
Net pension (asset), beginning of year	(1,411,147)
Net pension (asset), end of year	<u>\$ (1,157,159)</u>

The annual required contribution for the year ended April 30, 2012, was determined as part of the April 30, 2011, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0% investment rate of return, (b) projected salary increases of 5.5%, (c) 3.0% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0%. The actuarial value of Police Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2011, was 22 years.

#### Trend Information - Schedule of Employer Contributions

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation (Asset)
04/30/12	\$ 2,458,176	\$ 2,204,188	89.7%	\$ (1,157,159)
04/30/11	1,941,556	1,584,771	81.6%	(857,244)
04/30/10	1,447,429	1,441,809	99.6%	(1,213,868)

*Funded Status and Funding Progress.* As of April 30, 2011, the most recent actuarial valuation date, the Police Pension Plan was 71.9% funded. The actuarial accrued liability for benefits was \$60,478,664 and the actuarial value of assets was \$43,497,563, resulting in an unfunded actuarial accrued liability (UAAL) of \$16,981,101. The covered payroll (annual payroll of active employees covered by the plan) was \$6,405,212 and the ratio of the UAAL to the covered payroll was 265.1%.

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### **Note 8. Pension and Retirement Plan Commitments (Continued)**

Membership in the plan consisted of the following as of April 30, 2012:

Retirees and beneficiaries receiving benefits	33
Terminated plan members entitled to but not yet receiving benefits	1
Active vested plan members	56
Active nonvested plan members	16
	<hr/>
	106
	<hr/>

#### **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; injuries to employees; and natural disasters.

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois, which have formed an association under the Illinois Intergovernmental Cooperation Statute, to pool its risk management needs. The Agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$10,000 of each occurrence. IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

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

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

The Village purchases commercial insurance to cover its employees for health and accident claims.

The Village has not had significant reductions in insurance coverage from the previous fiscal year nor did settlements exceed insurance coverage in any of the last three years.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 10. Other Fund Disclosures (FFS Level Only)

Other information related to individual funds includes the following:

(a) Interfunds

Individual fund interfund receivable and payable balances as of April 30, 2012, are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>
Other Nonmajor Governmental General	<u>\$ 29,921</u>

<u>Fund</u>	<u>Due To Other Funds</u>
General Other Nonmajor Governmental	<u>\$ 29,921</u>

Interfund debt reflects operating loans which are expected to be repaid in the following fiscal year.

(b) Advances

<u>Fund</u>	<u>Advance To Other Funds</u>
Capital Improvements General	\$ 1,101,856
Waterworks and Sewerage General	<u>1,321,642</u>
Total	<u>\$ 2,423,498</u>

<u>Fund</u>	<u>Advance From Other Funds</u>
General Capital Improvements Waterworks and Sewerage	<u>\$ 1,101,856</u> <u>1,321,642</u>
Total	<u>\$ 2,423,498</u>

Advances reflect loans between funds which are not expected to be repaid in the following fiscal year.

# Village of Tinley Park, Illinois

## Notes to Financial Statements

### Note 10. Other Fund Disclosures (FFS Level Only) (Continued)

Transfers for the year ended April 30, 2012 are as follows:

<u>Fund</u>	<u>Transfer From Other Funds</u>
General	
Nonmajor Governmental	\$ 222,670
Capital Improvements	
General Fund	5,840,897
Waterworks and Sewerage	60,000
Nonmajor Governmental	4,179,412
Commuter Parking Lot	50,000
Waterworks and Sewerage	
General Fund	356,793
Nonmajor Governmental	
General Fund	943,562
Capital Improvements	675,403
Other Nonmajor Governmental	7,933,276
Total	<u>\$ 20,262,013</u>

<u>Fund</u>	<u>Transfer To Other Funds</u>
General	
Capital Improvements	\$ 5,840,897
Nonmajor Governmental	943,562
Waterworks and Sewerage	356,793
Capital Improvements	
Nonmajor Governmental	675,403
Waterworks and Sewerage	
Capital Improvements	60,000
Commuter Parking Lot	
Capital Improvements	50,000
Nonmajor Governmental	
Other Nonmajor Governmental	7,933,276
General Fund	222,670
Capital Improvements	4,179,412
Total	<u>\$ 20,262,013</u>

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

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 10. Other Fund Disclosures (FFS Level Only) (Continued)

In addition, the Village had the following transactions with its component unit, the Library:

	<u>Transfers From</u>
Component Unit, Library	
Capital Improvements	<u>\$ 150,000</u>

	<u>Transfers To</u>
Capital Improvements	
Component Unit, Library	<u>\$ 150,000</u>

#### Budget Overexpenditure

The following funds overexpended their budgets for the year ended April 30, 2012, by the following amounts: the Drug Enforcement (Special Revenue) overexpended by \$5,353, and the Library Special Building (Component Unit) overexpended by \$253,678.

#### Deficit Fund Balance

The following funds had deficit fund balances for the year ended April 30, 2012: 2009 General Obligation Bonds (Debt Service) \$143,725.

#### Note 11. Postemployment Healthcare Plan

*Plan Description.* The Village of Tinley Park (Village) provides limited health care insurance coverage for its eligible retired employees. Dependent coverage is available to eligible retired employees at an additional cost to the retiree. This is a single-employer plan. The Retiree Health Plan does not issue a publicly available financial report.

*Funding Policy.* The required contribution is based on projected pay-as-you-go financing requirements. Retirees receive coverage under the Village's health plan with a limited employer contribution rate applied towards the premiums for the coverage elected by the employee. For fiscal year 2012, the Village contributed \$527,276 to the plan.

*Annual OPEB Cost and Net OPEB Obligation.* The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.



## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 11. Postemployment Healthcare Plan (Continued)

The following table shows the components of the Village's annual OPEB cost for the year ended April 30, 2012, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the plan:

Annual required contribution	\$ 1,164,685
Interest on net OPEB obligation	128,973
Adjustment to annual requirement contribution	(85,982)
Annual OPEB cost (expense)	<u>1,207,676</u>
Contributions made	<u>527,276</u>
Increase in net OPEB obligation	680,400
Net OPEB liability, beginning of year	<u>2,579,451</u>
Net OPEB liability, end of year	<u><u>\$ 3,259,851</u></u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2012 and the two preceding years were as follows:

Year Ending	Annual OPEB Cost	Percentage Annual OPEB Cost Contributed	Net OPEB Obligation
04/30/12	\$ 1,207,676	43.7%	\$ 3,259,851
04/30/11	1,331,407	24.5%	2,579,451
04/30/10	1,266,628	41.6%	1,573,706

*Funded Status and Funding Progress.* As of April 30, 2012, the most recent actuarial valuation data, the plan was not funded. The actuarial accrued liability for benefits was \$15,236,208, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of \$15,236,208. The covered payroll (annual payroll of active employees covered by the plan) was \$17,061,005, and the ratio of the UAAL to the covered payroll was 89.30%.

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

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

**Note 11. Postemployment Healthcare Plan (Continued)**

In the April 30, 2012 actuarial valuation (the most recent available), the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date, 5.0% projected salary increases, and an annual healthcare cost trend rate of 8.0% initially, reduced by decrements to an ultimate rate of 6.0%. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2012 was 30 years.

**Note 12. Lake Michigan Water Project and Sanitary Sewer Services**

In 1973, the Village entered into water service supply agreements with the Village of Oak Lawn, Illinois (Oak Lawn) whereby Oak Lawn constructed a water transmission line to provide Lake Michigan water to the Village and to neighboring communities. The purpose of the transmission line, as well as the related assets constructed by the Village was to provide, pump, and store Lake Michigan water. The project began operations in 1974.

To finance the construction of the transmission line, which remains the property of Oak Lawn, Oak Lawn issued general obligation bonds. As part of the current water supply agreements the Village was responsible for a share of the costs related to the construction of the transmission line. In addition to the transmission line costs, the Village was responsible for a portion of principal and interest on the bonded debt incurred by Oak Lawn to finance the expansion of the pumping and storage system, and was to make semiannual payments to Oak Lawn as the bonds are repaid through the fiscal year 2012. Payments were in proportion to the Village's water allocations. The final payment was made in fiscal year 2012.

The Village also pays Oak Lawn for the purchase of Lake Michigan water which is based upon water consumption. During the year ended April 30, 2012, this additional amount totaled \$7,825,369.

In 1982, the Village of Tinley Park entered into a water supply contract with Citizens Utilities (now Illinois American Water, hereafter IAW). Under this contract, the Village supplies Lake Michigan water to this private utility company that serves a portion of the Village of Orland Hills, and a small Orland Park subdivision. For services provided under the agreement, the Village receives a handling fee toward the maintenance and operation of the water system, calculated on gallons supplied to IAW. The contract, as amended, has expired as of November 2006. Negotiations on a contract renewal are in process. The Village has continued to supply water to IAW under terms of the amended contract previously noted.

Under a 1999 water supply contract, the Village of Tinley Park also supplies Lake Michigan water to the Villages of New Lenox and Mokena. Similar to the IAW agreement, the Village receives a handling fee toward the maintenance and operation of the water system calculated on the gallons supplied to New Lenox and Mokena. The contract runs for a term of forty years (2039). Additionally, New Lenox and Mokena are responsible for a portion of the Village's commitment to Oak Lawn for debt service and the net amount paid by the Village is reflected in the table on the preceding page.

**Sanitary Sewer Services**

The portion of the Village of Tinley Park located within Cook County receives sanitary sewer treatment and disposal services through the Metropolitan Water Reclamation District (MWRD). The District charges for these services through a property tax against all property within its District.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### **Note 12. Lake Michigan Water Project and Sanitary Sewer Services (Continued)**

In 1978, the Village of Tinley Park entered into a service agreement with the MWRD to provide sanitary sewer treatment and disposal services to a portion of Will County that was within the corporate limits, or planning area, of the Village. The fee for these services is calculated on a basis similar to the property tax the MWRD receives within its District boundaries assessed on all properties within the service area that are incorporated into the Village, but includes a premium factor for service outside their normal service area. These annual service fees are then charged to the individual properties as part of their quarterly utility billings. During the year ended April 30, 2012, the Village paid \$634,030 under this agreement.

A portion of the Village of Tinley Park located in Will County receives sanitary sewer treatment and disposal services under a 1994 bulk wastewater treatment service agreement with Illinois American Water (formerly known as Citizen's Utilities). The fee for these services are based on the tariff schedule currently in effect as approved from time to time by the Illinois Commerce Commission. This agreement runs for a term of forty years, with a provision for a ten-year extension. The Village's utility customers within this service area are charged for these services as part of the quarterly utility billings. During the year ended April 30, 2012, the Village paid \$416,217 under this agreement.

Under a 1996 wastewater treatment service agreement, the Village of Frankfort (Frankfort) provides sanitary sewer treatment and disposal services to a portion of the Village of Tinley Park located within Will County. This agreement runs for a period of twenty years (2016), with provision for extension. Frankfort receives a fee, based on water consumption, which is included as part of the utility bills to these property owners. During the year ended April 30, 2012, the Village paid \$227,880 under this agreement.

#### **Note 13. Commitments**

The Village has agreements associated with the development of the Park Center Plaza to provide economic assistance in the development of the shopping center. Under the 1988 amended agreement, municipal sales taxes collected by the Village from this shopping plaza up to a maximum of the incremental \$150,000 in excess of \$425,000 annually are to be set aside for remittance to the bondholder(s) of limited sales tax bonds issued in conjunction with the agreement. The incremental taxes generated are referred to as "Recapture Differential" under the agreement. The Unused Recapture Differential is held until sufficient funds are accumulated to retire the next series of interest coupons. After all the outstanding interest coupons have been retired, Recapture Differential is then applied to retire outstanding bonds in serial order. The total amount to be provided under this agreement is not to exceed \$1,500,000 and the actual total commitment of \$1,426,719 is less than the established maximum. Unpaid bonds and interest coupons outstanding under the limited sales tax bond issue total \$1,337,800 as of April 30, 2012. Through the year ended April 30, 2012, the annual sales taxes collected from the development have exceeded the \$425,000 minimum threshold in a total of four incentive based fiscal years, and have generated a total of \$89,416 in "Recapture Differential." Of this amount, \$88,919 has been provided to the bond registrar for benefit of the bondholder(s) and retirement of the outstanding debt service. The remaining unused Recapture Differential in the amount of \$497 is held as of April 30, 2012.

The Village has an agreement with the developers of a commercial development known as 1-80 World to provide possible future economic assistance in the development of this commercial complex. Under this 1997 agreement, which ran through April 2003, the Village agreed to remit to the developers a portion of the municipal sales taxes collected by the Village from the businesses located within the development in excess of a base amount each year. The initial base amount was \$120,000 and increased by 8% each year thereafter. The total contingent amount to be provided under this agreement was not to exceed \$1,600,000. The total economic assistance earned under this agreement through April 30, 2003 was \$1,600,000. As of April 30, 2012, \$263,450 has been held and accrued pending completion by the developer of certain public improvements as required under the agreement.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 13. Commitments (Continued)

Under the 1998 development agreement for the construction of a full service hotel adjacent to the Village's Convention Center, the Village of Tinley Park agreed to pay an annual amount toward the costs of maintenance and repair of the Convention Center to the hotel operator, who also manages and operates the Convention Center facility on behalf of the Village. In December 2008, the hotel operator and the Village entered into new development and management agreements due to the expansion of the convention center and anticipated expansion of the hotel. Under the new management agreement, the hotel operator receives the Facility Maintenance Cost Sharing payment in two equal installments each year of \$510,000 the first year and \$675,000 each subsequent year of the 10 year agreement. Additionally, the Village will support capital improvement expenditures benefiting the convention center facility of \$500,000 in the first year and \$185,000 each subsequent year of the agreement. The Village has agreed to a payment to hotel developer/operator of up to \$3,700,000 as a TIF qualified reimbursement for interest costs write-down in the final year of the TIF per the agreement contingent upon the completion of the contemplated hotel expansion and the availability of TIF funds. As of April 30, 2012, the Village has paid a total of \$2,197,500 to the hotel developer/operator under the new agreement.

The Village of Tinley Park entered into an intergovernmental agreement with Community Consolidated School District 146 for the purchase of the former Central Middle School site located one block east of Oak Park Avenue. The approximately three acre retired school site is located in the Main Street South TIF District. Under the terms of this 2003 agreement, the Village paid \$350,000 at closing, with an additional \$1,000,000 due within the five years after the transfer of title (December 2008). Additionally, the School District would be entitled to 30% of any incremental taxes generated by the property from December 2008 through the life of the TIF to a maximum of \$1,650,000 (\$3,000,000 overall total). The Village intends to utilize the property for temporary parking and staging area for construction projects contemplated in the Main Street South TIF District, and then sell the property for redevelopment, most likely for town homes or similar density residential development. As such, the property remains tax exempt and has not generated any incremental taxes. As of April 30, 2012, the Village has paid a total of \$1,350,000 under the agreement.

An intergovernmental agreement was established between the Village of Tinley Park and Community Consolidated School District 146 associated with the Main Street North TIF District. Under this 2003 agreement and subject to some restrictions and priorities, 17% of the incremental taxes generated over the life of the TIF or a maximum of \$2,500,000 are to be set aside for possible future capital improvements made by the School District within the Main Street North TIF District. A total of \$627,325 has been accumulated in the aforementioned Cap Fund through April 30, 2012.

The Village has an agreement with the owner/developer of the Hilton Garden subdivision to provide possible future economic assistance in the redevelopment of the property. Under this 2003 agreement, the Village paid for the installation of certain public improvements on behalf of the developer. The developer agreed to provide certain other site improvements and enhancements beyond normal Village standards in an estimated amount not to exceed \$450,000. The agreement, which runs for a ten year period beginning with the completion of the first hotel (Hilton Garden Inn) on the property, the Village will first recover its cost of the public improvements, plus interest at 3.46%, from hotel/motel taxes generated from the development. Provided that the development has been fully completed, including the identified enhancements, the Village would thereafter remit to the owner/developer a portion of the municipal hotel/motel accommodations taxes generated up to a maximum of \$450,000. The agreement provides that the Village is not obligated to provide any financial assistance to the developer should the development conditions not be met by September 30, 2005. The agreement was subsequently amended to extend the developer's completion date to September 30, 2006. The agreement also provides that the Village can provide a lesser pro-rated assistance amount at its discretion based on the amount expended on identified enhancements that have been completed. The public improvements paid by the Village totaled \$640,796. Through the end of the April 30, 2012 fiscal year a total of \$732,708 has been recouped from the hotel/motel accommodations taxes generated from businesses located on the property and represents the full recovery of the public improvements and related interest. As of April 30, 2012, this commercial development had not completed all required site improvements, and the completion date has passed, therefore, no other direct financial assistance payments are currently due.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 13. Commitments (Continued)

The Village has entered into an agreement with Menard, Inc. to provide economic assistance to redevelop portions of what was formerly known as the Brementowne Mall in order to expand their Tinley Park store location. Under the original 2004 agreement, the total economic assistance provided was \$21,050. This agreement was terminated in April 2011 as a new agreement was adopted in relation to a proposed further expansion of their business location. Under the 2011 agreement with Menard, Inc., the Village will provide economic assistance to the company to redevelop the former Gateley's Department Store building, most recently occupied by Midwest Suburban Publishing and the SouthtownStar Newspaper corporate offices for a further expanded Menard's retail center. Under this agreement, the Village will remit 50% of the sales taxes generated by the local Menard's business location in excess of \$288,000 annually commencing once the new expansion is completed and continuing for a total of ten years. The maximum incentive to be provided under this revised agreement is \$1,000,000. As of April 30, 2012, the expansion/renovations had not commenced, and therefore, no financial assistance payments are currently due.

The Village entered into a development agreement with Ryan Companies US, Inc. as owner/developer to provide possible future economic assistance in association with the development of a commercial shopping center known as Brookside Marketplace. Under this 2004 agreement, which runs for a ten year period beginning with the opening of the key anchor store, the Village will provide a maximum of \$5,000,000 in financial assistance through sharing of sales tax revenues generated by the development. In addition, the Village reimbursed the developer a total of \$2,517,267 for certain development costs in addition to certain infrastructure related costs paid for directly by the Village. The Village will remit a portion of the sales taxes generated in excess of an annual amount of \$75,000 in semi-annual payments until either the maximum amount is achieved or the term expires (whichever occurs first). As of April 30, 2012, the total economic assistance provided through sales tax sharing under this agreement is \$3,683,707. Incentive dollars earned through April 30, 2012 have been accrued in the amount of \$393,000, but is not due and payable until after the conclusion of the semi-annual reporting periods of the incentive year.

In February 2011, the Village entered into an inducement agreement with Ryan Companies US, Inc. to provide possible future economic assistance in association with addition of new retail facilities in the commercial shopping center known as Brookside Marketplace. Due to the recession, and changing economic climate, the developer requested additional assistance to entice new retailers to construct or occupy new stores in the Brookside Marketplace shopping center. The agreement was predicated on adding, at a minimum, HomeGoods and Old Navy stores to the shopping center. This agreement runs for a ten year period beginning with the opening of the first store to occupy retail spaces constructed after December 31, 2010. The Village will provide a maximum of \$1,250,000 in financial assistance under this agreement through sharing of sales tax revenues generated by the new store development. The Village will provide the developer 54% of the sales taxes generated from the new retail spaces constructed post-2010 in semi-annual payments until either the maximum amount is achieved or the term expires (whichever occurs first). The developer (Ryan Companies US, Inc.) entered into an agreement with DDR Brookside, LLC on January 16, 2012 in relation to the sale of the Brookside Marketplace properties. As part of this agreement, Ryan Companies US, Inc. and DDR Brookside, LLC will each share a portion of this incentive. The inducement agreement was amended on March 6, 2012 to provide for this change. As of April 30, 2012, no payments had been made under the agreement. Incentive dollars earned through April 30, 2012 have been accrued in the amount of \$43,750, but is not due and payable until after the conclusion of the semi-annual reporting periods of the incentive year.

The Village entered into an agreement with Sord Management, Inc. as owner/developer, to provide possible future economic assistance in the development of a commercial shopping center known as Park Hills. Under this 2004 agreement, which ran for a twenty year period beginning with the Village's issuance of the first Certificate of Occupancy (June 2006), the Village would provide the developer 25% of the sales taxes generated from businesses located on the site. All of the developer and development commitments under the agreement have not been completed, and as such, no payments were yet required. The shopping center was sold in August 2011 which terminated the developer's right to receive a share of sales taxes from the development.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 13. Commitments (Continued)

The Village has entered into an intergovernmental agreement with the Village of Orland Hills providing for possible sales tax revenue sharing in association with development of a commercial shopping center known as Park Hills. The site of this development was in the planning area for the Village of Tinley Park, but had been annexed by Orland Hills. However, it was subsequently determined that the Village of Orland Hills was unable to adequately provide certain public services necessary for the site to develop. The property was subsequently de-annexed by Orland Hills and annexed to Tinley Park. The primary storm water detention for this development is being provided by a nearby site within the corporate limits of the Village of Orland Hills. In the spirit of inter-governmental cooperation, it was agreed that the two communities would share in the sales tax revenues generated by the shopping center development. Tinley Park was required to pay for the modification of a storm water detention pond located in Orland Hills that would be utilized by this commercial development. Under this 2005 agreement, beginning with the Village's issuance of the first Certificate of Occupancy for the Park Hills Shopping Plaza, the Village of Tinley Park will provide the Village of Orland Hills with 65% of the municipal sales taxes received from businesses located on the site for the next twenty years. After the initial twenty year period, the Village of Orland Hills will receive 55% of the municipal sales taxes received from the development. However, Tinley Park would be allowed to retain a portion of the Orland Hills share of the sales taxes in repayment of the costs associated with modification of the storm water facilities in Orland Hills. As of April 30, 2012, approximately \$213,800 in sales tax sharing has been determined. The Village of Tinley Park expended \$1,760,227 on the storm water detention facility. As the costs of the detention pond modifications were substantially greater than anticipated, by mutual agreement of the two municipalities, no payments have been made.

The Village has entered into an agreement with Hanfer, Inc. (doing business as Hansen Development) to provide possible future economic assistance in the redevelopment and construction of a mixed-use commercial and residential project located on 183<sup>rd</sup> Street commonly referred to as Tinley Pointe. Under this 2005 agreement, the Village will provide a maximum of \$423,000 in financial assistance in the form of reimbursement of eligible redevelopment costs including demolition, utilities, and roadwork. The total of qualified costs was determined to be \$318,587. The incentive is payable over a maximum five year period from tax increment financing (TIF) revenue generated by the redevelopment which is located in the Oak Park Avenue TIF District. A total of \$318,587 in TIF reimbursements have been paid as of April 30, 2012 and the agreement is concluded.

An agreement with JP Gallagher Building Corp was approved during 2005 to provide economic assistance in redeveloping the former Lion's Pool site for eight (8) upscale single family wooded homes. The redevelopment site, known as Forest Glen, is located within the Main Street North TIF District. Under this agreement, the Village constructed a bridge over Midlothian Creek to allow Willow Lane (on the east) to be improved and interconnected with Gaynelle Road (on the west) and providing a means of public access through the development. This bridge was estimated to cost \$250,000, with the developer providing \$90,000 toward the project as building permits were issued. This financial assistance was provided from sources other than tax incremental financing (TIF) revenues generated by the project. The Village has completed its commitment under the agreement and has expended \$545,666 on the bridge and roadway project. A total of one building permit has been issued for this development to date. No other financial assistance has been provided.

An agreement with Family Hyundai and Suzuki, Inc. was approved during 2005 to provide possible future economic assistance in development and construction of a new Hyundai automobile dealership location, and the renovation and expansion of the existing Hyundai building for the Suzuki automobile dealership. Under this 2005 agreement which was to run for a ten year period, the Village would provide a maximum of \$1,250,000 in financial assistance from sales taxes generated by the two automobile dealership locations. This agreement was modified in April 2009 to provide for sharing of the economic assistance with Community Motors, Inc. who would purchase and renovate the former Hyundai location (Suzuki dealership under the original agreement) for a Pontiac and GMC dealership (the Pontiac brand was subsequently retired by General Motors). The Village remits a portion of the sales taxes generated in excess of a base amount over the life of the agreement, until either the maximum amount is achieved or the term expires. The initial base amount was \$437,000, and the base amount increases annually to a maximum of \$547,328 over the life of the agreement. During fiscal year 2009, the Village Board

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 13. Commitment (Continued)

approved an extension of the term of the incentive agreement to a maximum of twelve years at the request of the business owners/developers. As of April 30, 2012 a total of \$67,845 has been paid under this agreement. Incentive dollars earned through April 30, 2012 have been accrued in the amount of \$84,347. In June 2012, Community Motors, Inc. sold its GMC dealership and the franchise was relocated to another Tinley Park location. These transactions have put the inducement agreement in default. Potential liquidating damages would be due to the Village in the form of return of a portion of the previously paid incentives if the default is not cured.

A development agreement was approved between the Village of Tinley Park and Tinley Park Place LLC to provide possible future economic assistance in the redevelopment and construction of a mixed-use commercial and residential project encompassing Block 4 of the Village of Bremen (now Tinley Park), at Oak Park Avenue and North Street commonly known as Tinley Park Place. The proposed redevelopment project consisted of development of approximately 60,000 square feet of retail commercial and office space, an 11 screen movie theater, and 115 residential condominiums. This 2008 agreement provided for a maximum of \$12,000,000 in financial assistance for demolition, professional services, and construction payable from tax incremental financing (TIF) revenues generated by the project. This incremental tax assistance is subject to priorities for statutorily required payments to school or other districts and Village administrative expenses. Additionally, the developers are eligible to receive a maximum of \$1,300,000 in amusement taxes generated by the development over no more than a ten year period after the cinema opens. The Village is committed to constructing, or reimbursing for approximately \$25,000,000 in public improvements including roadway, water, sanitary sewer, and storm sewer improvements and construction of public parking. The redevelopment site is located within the Main Street South TIF District. The developer has not met the conditions necessary to be eligible for any payments under this agreement as of April 30, 2012. Likewise, the Village is not obligated to commence any of the related public improvements at this time. This notwithstanding, the Village has proceeded with the acquisitions and clearing of real estate associated with this development totaling \$837,158. In addition, the Village has authorized the engineering and design for the parking facilities (including temporary parking) and has incurred \$1,853,735 in related expenses as of April 30, 2012.

Since approving the plans for the Tinley Park Place development and establishing the original development agreement, certain properties had been vacated and were becoming a public nuisance and blight on the community. To address this issue, in February 2011, the Village entered into an agreement with Tinley Park Place, LLC providing for the reimbursement of demolition costs for certain identified structures on North Street. This reimbursement would be treated as an advance on the qualified cost reimbursements and deducted from the total financial assistance provided for in the 2008 development agreement. The total of \$122,925 was incurred and paid as of April 30, 2012 and the related lien has been filed against the affected properties.

The Village of Tinley Park entered into a preliminary development agreement with South Street Development, LLC related to the construction of a mixed use development encompassing the majority of Block 9 of the Village of Bremen (now Tinley Park) which fronts South Street across from the Tinley Park Oak Park Avenue commuter station. This development is currently proposed to consist of retail commercial space combined with residential apartments. Under the 2007 preliminary agreement, the Village will provide a maximum of \$2,200,000 in reimbursement of TIF eligible expenses. Although the developer has not received any direct reimbursement payments, the developer has received benefit of \$637,430 in expenses paid by the Village for real estate acquisition, demolition, and other site related costs under this agreement as of April 30, 2012. These costs will count toward the maximum financial assistance to be provided.

In conjunction with the development of a new corporate world headquarters, the Village of Tinley Park and Panduit Corporation entered into an agreement providing for certain financial assistance in May 2008. Under this agreement, the Village will rebate a portion of the Village's property taxes extended against the property in excess of \$26,000 each year for a maximum of \$2,200,000 over twenty years. The company moved into the new building in mid-2010. The initial incentive year begins the year that the completed project is fully assessed for property tax purposes. As of April 30, 2012, a total of \$61,469 has been paid under this agreement. Based on the 2011 property taxes (payable in calendar 2012), the Company will be potentially eligible for a rebate of \$69,447. The rebate is contingent on the Company paying the total amounts due on the annual property tax bill, which has not occurred as of April 30, 2012.

**Note 13. Commitments (Continued)**

Related to the development of the Panduit Corporation world headquarters complex, the Village entered into a sales tax sharing agreement with related Panduit Procurement LLC in April 2008 which provides for the sharing of 50% of all sales taxes generated by the business for a ten year period with no maximum limitation. As of April 30, 2012, a total of \$212,419 had been paid under this agreement and an estimated \$8,943 has been accrued based on expected sales tax reporting through the end of the fiscal year.

An agreement between Temperature Equipment Corporation (TEC), the Village of Lansing, and the Village of Tinley Park was approved in April 2010 to provide economic assistance to TEC in relocating its sales office to a location in Tinley Park from Lansing, IL. Under Illinois statutes, this agreement was required to provide compensation to Lansing for the loss of sales tax revenues due to the economic incentive being offered in association with this type of sales relocation. This agreement, covering a ten year period, provides for the sharing of sales taxes generated by the business in excess of \$20,000 annually. The next \$600,000 in sales taxes generated would be shared 50% to TEC and 25% to Lansing. Sales taxes in excess of \$620,000 are shared 25% to TEC, and 25% to Lansing with no maximum limit. As of April 30, 2012, a total of \$821,896 has been paid under the agreement and an estimated \$188,856 has been accrued based on expected sales tax reporting through the end of the fiscal year.

The Village entered into an agreement with International Imports, LLC in April 2010 to provide economic assistance in conjunction with the remodeling of facilities to accommodate a Subaru dealership. Under this agreement, which runs for a ten year period, the Village will provide a maximum of \$395,000 in financial assistance through sales taxes generated by the new automobile dealership. As of April 30, 2012 a total of \$27,833 has been paid under the agreement. Incentive dollars earned through April 30, 2012 have been accrued in the amount of \$29,325, but is not due and payable until after the conclusion of the incentive year.

In May 2010, the Village entered into an agreement with International Imports, LLC to provide economic assistance associated with the purchase of a vacant dealership location, related renovations, and relocation of a Mazda dealership. Under this ten year agreement, the Village would provide a maximum of \$805,000 in financial assistance through sales taxes generated by the new automobile dealership. In March 2011, the agreement was amended to replace the Mazda dealership franchise with a MINI dealership. As of April 30, 2012, no payments have been made under the agreement. Incentive dollars projected to be earned through April 30, 2012 have been accrued in the amount of \$26,000, but is not due and payable until after the conclusion of the incentive year.

The Village entered into an agreement with Steiner Electric Co in February 2011 to provide economic assistance associated with the renovation of a vacant industrial building for a manufacturing and distribution division of the company. The agreement encompasses a ten year period beginning with September 2011 and provides for sales tax sharing in an amount not to exceed \$212,000 over the life of the agreement. The company will receive 25% of the sales taxes generated on an annual basis in excess of \$5,000. As of April 30, 2012, no payments have been made under the agreement. Incentive dollars projected to be earned through April 30, 2012 have been accrued in the amount of \$14,250, but is not due and payable until after the conclusion of the incentive year.

Apple Chevrolet, Inc. and the Village of Tinley Park entered into an agreement in June 2011 to provide economic assistance associated with the renovation, remodeling, and other upgrades to their sales facilities in Tinley Park. The agreement encompasses a ten year period beginning no later than July 2012 and provides for sales tax sharing in an amount not to exceed \$350,000 over the life of the agreement. The company will receive 33% of any sales taxes generated on an annual basis in excess of \$355,000. As of April 30, 2012, the improvements had not been completed and therefore no payments have been made under the agreement.

In June 2011, the Village approved an assignment of a 2009 incentive with 183<sup>rd</sup> & Tinley, LLC to DK Tinley Park, LLC in relation to the development of certain properties in the Oak Park Avenue Tax Increment Financing District. Under this agreement, the Village would reimburse up to \$1,000,000 in qualified TIF reimbursable expenses for the substantial completion of at least two commercial structures. \$500,000 would be payable upon completion of the first building, with the balance paid after completion of a second building. The TIF incentive is reduced by 33.33% per month for any project not substantially completed by July 2, 2013. As of April 30, 2012 no new buildings have been proposed or approved for construction, and therefore no payments are due.



## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### **Note 13. Commitments (Continued)**

The Village of Tinley Park entered into an agreement with Kowalis Motors, Inc. in February 2012 to provide economic assistance associated with the renovation, remodeling, and other upgrades to their Orland Toyota sales facilities in Tinley Park. The agreement encompasses a ten year period beginning no later than September 2012 and provides for sales tax sharing in an amount not to exceed \$1,000,000 over the life of the agreement. The company will receive 33% of any sales taxes generated on an annual basis in excess of \$360,000. As of April 30, 2012, the improvements had not been completed and therefore no payments have been made under the agreement.

The Village has several construction contracts for various Village improvements totaling \$7,213,697 at April 30, 2012.

#### **Note 14. Pronouncements Issued But Not Yet Adopted**

GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, will be effective for the Village with its year ended April 30, 2013. This statement addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit plan.

GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*, will be effective for the Village beginning with its year ending April 30, 2013. The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. This Statement establishes recognition, measurement, and disclosure requirements for SCAs for both transferors and governmental operators.

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, will be effective for the Village beginning with its year ending April 30, 2014. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, will be effective for the Village beginning with its year ending April 30, 2013. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, will be effective for the Village with its year ended April 30, 2013. The objective of this statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance when none previously existed.

GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53*, will be effective for the Village with its year ended April 20, 2013. The objective of this statement is to enhance the comparability and improve financial reporting by clarifying the circumstances in which hedge accounting should continue when a swap counterparty, or a swap counterparty's credit support provider, is replaced.

## Village of Tinley Park, Illinois

### Notes to Financial Statements

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#### Note 14. Pronouncements Issued But Not Yet Adopted (Continued)

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, will be effective for the Village beginning with its year ending April 30, 2014. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

GASB Statement No. 66, *Technical Corrections—2012—an amendment of GASB Statements No. 10 and No. 62*, will be effective for the Village beginning with its year ending April 30, 2014. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*.

GASB Statement No. 67, *Financial Reporting for Pension Plans*, will be effective for the Village beginning with its year ended April 30, 2015. This statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. This statement enhances note disclosures and RSI for both defined benefit and defined contribution pension plans and requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules.

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, will be effective for the Village beginning with its year ended April 30, 2016. This statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI).

Management has not yet completed its evaluation of the impact, if any, of the provisions of these statements on its financial statements.

#### Note 15. Restatement

For the year ended April 30, 2012, the Village implemented GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

As a result of implementing GASB 54, certain funds which were previously reported as special revenue funds no longer meet the criteria for reporting as such and are now reported as part of the General Fund. These funds were Storm Water Management, Hotel/Motel Tax, Main Street Development, Local Road Improvements, Train Station Operation and Maintenance, and Fire Alarm. The impact of implementing this new standard is detailed as follows:

	Fund Balances/ Net Assets
General Fund:	
April 30, 2011, as previously reported	\$ 9,049,595
Adjustment for GASB 54	3,055,542
April 30, 2012, as restated	<u>\$ 12,105,137</u>

## **Required Supplementary Information**

**Village of Tinley Park, Illinois**

**Illinois Municipal Retirement Fund  
Schedule of Funding Progress**

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)
12/31/11	\$ 18,420,498	\$ 30,024,056	\$ 11,603,558	61.35 %	\$ 11,294,717	102.73 %
12/31/10	16,896,654	28,116,663	11,220,009	60.09	10,904,953	102.89
12/31/09	15,476,915	27,121,699	11,644,784	57.06	11,050,083	105.38

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$17,335,987. On a market basis, the funded ratio would be 57.74%.

**Village of Tinley Park, Illinois**

**Police Pension Fund  
Schedule of Funding Progress**

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]
4/30/11	\$ 43,497,563	\$ 60,478,664	\$ 16,981,101	71.9 %	\$ 6,405,212	265.11 %
4/30/10	38,532,632	56,117,025	17,584,393	68.7	6,522,884	269.58
4/30/09	32,559,551	52,118,070	19,558,519	62.5	6,242,342	313.32

**Village of Tinley Park, Illinois**

**Schedule of Employer Contributions  
Police Pension Fund**

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
Fiscal Year			
2012	\$ 1,964,280	112.21	%
2011	1,964,280	80.68	
2010	1,472,463	97.92	

**Village of Tinley Park, Illinois**

**Schedule of Funding Progress  
Postemployment Healthcare Plan**

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]
4/30/11	\$ -	\$ 15,236,208	\$ 15,236,208	0.0	% \$ 17,061,005	89.30 %
4/30/10	-	14,285,906	14,285,906	0.0	16,459,219	86.80
4/30/09	-	14,108,935	14,108,935	0.0	14,999,067	94.07

Village of Tinley Park, Illinois

Combining Balance Sheet –  
General Fund, by Accounts  
Year Ended April 30, 2012

	General Agency	Storm Water Management	Hotel/Motel Tax
<b>Assets</b>			
Cash and cash equivalents	\$ 12,770,638	\$ 1,768,339	\$ 1,188,604
Receivables:			
Property taxes	11,467,189	-	-
Accounts	470,062	95,034	89,764
Intergovernmental	5,279,605	-	-
<b>Total assets</b>	<b>\$ 29,987,494</b>	<b>\$ 1,863,373</b>	<b>\$ 1,278,368</b>
<b>Liabilities and Fund Balances</b>			
Liabilities			
Accounts payable	\$ 1,218,206	\$ 16,635	\$ 14,255
Accrued payroll	79,561	-	-
Deposits	5,197	-	-
Due to other funds	-	-	29,921
Advance from other fund	-	2,423,498	-
Deferred revenue	19,426,927	-	-
<b>Total liabilities</b>	<b>20,729,891</b>	<b>2,440,133</b>	<b>44,176</b>
Fund Balances (deficits)			
Unassigned	9,257,603	(576,760)	-
Assigned	-	-	1,234,192
<b>Total fund balances</b>	<b>9,257,603</b>	<b>(576,760)</b>	<b>1,234,192</b>
<b>Total liabilities and fund balances</b>	<b>\$ 29,987,494</b>	<b>\$ 1,863,373</b>	<b>\$ 1,278,368</b>



Main Street Development	Local Road Improvements	Train Station Operation & Maintenance	Fire Alarm	Total
\$ 1,604,700	\$ 1,499,023	\$ 873	\$ 574,523	\$ 19,406,700
-	-	-	-	11,467,189
-	20,717	-	8,705	684,282
-	-	-	-	5,279,605
\$ 1,604,700	\$ 1,519,740	\$ 873	\$ 583,228	\$ 36,837,776

\$ 4,700	\$ -	\$ 2,273	\$ 4,957	\$ 1,261,026
-	-	-	-	79,561
-	-	-	-	5,197
-	-	-	-	29,921
-	-	-	-	2,423,498
-	-	-	-	19,426,927
4,700	-	2,273	4,957	23,226,130

-	-	(1,400)	-	8,679,443
1,600,000	1,519,740	-	578,271	4,932,203
1,600,000	1,519,740	(1,400)	578,271	13,611,646

\$ 1,604,700	\$ 1,519,740	\$ 873	\$ 583,228	\$ 36,837,776
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Village of Tinley Park, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) –  
General Fund, by Accounts  
Year Ended April 30, 2012

	General Agency		Storm Water Management		Hotel/Motel Tax	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:						
Property taxes	\$ 19,438,000	\$ 18,428,532	\$ -	\$ -	\$ -	\$ -
Other taxes	12,695,000	12,603,788	-	-	1,020,000	1,159,957
Interest	120,000	124,496	18,000	19,953	12,000	9,002
Fines, forfeitures and reimbursements	787,800	1,214,608	-	-	-	404
Licenses, permits and fees	1,765,000	1,929,435	-	-	-	-
Charges for services	181,450	354,767	503,000	491,023	-	-
Intergovernmental	4,913,600	5,337,424	-	-	-	-
Miscellaneous	321,400	639,234	-	15,413	-	-
<b>Total revenues</b>	<b>40,222,250</b>	<b>40,632,284</b>	<b>521,000</b>	<b>526,389</b>	<b>1,032,000</b>	<b>1,169,363</b>
Expenditures:						
Current:						
General government	3,575,535	3,335,204	-	6,202	197,720	185,549
General overhead	2,801,694	1,982,874	-	-	-	-
Police	17,186,183	15,840,062	-	-	-	-
Fire	4,342,491	3,945,797	-	-	-	-
Emergency management agency (EMA)	811,645	796,676	-	-	-	-
Road and bridge	4,199,680	3,163,606	-	-	-	-
Electrical	1,105,985	1,043,256	-	-	-	-
Municipal building and grounds	793,650	659,885	-	-	-	-
Community development	1,423,656	1,381,718	-	-	-	-
Boards, commissions and committees	168,765	175,254	-	-	-	-
Senior bus service	99,420	79,569	-	-	-	-
Village bus services	59,185	40,333	-	-	-	-
Economic incentives	2,398,000	1,528,621	-	-	-	-
Debt service:						
Interest and fees	-	-	-	57,262	-	-
Bond issuance costs	-	-	-	20,611	-	-
Capital outlay	-	-	412,278	342,454	-	-
<b>Total expenditures</b>	<b>38,965,889</b>	<b>33,972,855</b>	<b>412,278</b>	<b>426,529</b>	<b>197,720</b>	<b>185,549</b>
Excess (deficiency) of revenues over (under) expenditures	1,256,361	6,659,429	108,722	99,860	834,280	983,814
Other financing sources (uses):						
Bond issuance	-	-	-	1,570,500	-	-
Premium on bond issuance	-	-	-	60,443	-	-
Transfers in	709,770	388,199	250,000	222,670	-	-
Transfers (out)	(1,863,860)	(6,839,620)	(316,958)	(542,836)	(845,924)	(774,851)
Payment to escrow agent	-	-	(2,259,980)	(1,552,500)	-	-
<b>Total other financing sources (uses)</b>	<b>(1,154,090)</b>	<b>(6,451,421)</b>	<b>(2,326,938)</b>	<b>(241,723)</b>	<b>(845,924)</b>	<b>(774,851)</b>
<b>Changes in fund balances</b>	<b>\$ 102,271</b>	<b>208,008</b>	<b>\$ (2,218,216)</b>	<b>(141,863)</b>	<b>\$ (11,644)</b>	<b>208,963</b>
Fund balances (deficits):						
May 1, 2011, as restated		9,049,595		(434,897)		1,025,229
April 30, 2012		<u>\$ 9,257,603</u>		<u>\$ (576,760)</u>		<u>\$ 1,234,192</u>

Main Street Development		Local Road Improvement		Train Station O&M		Fire Alarm		Interfund Reclassifications		Total	
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,438,000	\$ 18,428,532
-	-	-	-	-	-	-	-	-	-	13,715,000	13,763,745
16,000	12,126	-	6,065	-	-	1,200	3,068	-	-	167,200	174,710
-	-	-	20,717	-	-	-	-	-	-	787,800	1,235,729
-	-	295,000	432,728	-	-	-	-	-	-	2,060,000	2,362,163
-	-	-	-	-	-	357,150	366,299	-	-	1,041,600	1,212,089
-	-	-	-	-	-	-	-	-	-	4,913,600	5,337,424
48,500	56,297	-	-	11,000	10,700	-	982	-	-	380,900	722,626
64,500	68,423	295,000	459,510	11,000	10,700	358,350	370,349	-	-	42,504,100	43,237,018
155,980	155,418	-	-	73,380	37,514	269,621	99,708	-	-	4,272,236	3,819,595
-	-	-	-	-	-	-	-	-	-	2,801,694	1,982,874
-	-	-	-	-	-	-	-	-	-	17,186,183	15,840,062
-	-	-	-	-	-	-	-	-	-	4,342,491	3,945,797
-	-	-	-	-	-	-	-	-	-	811,645	796,676
-	-	-	-	-	-	-	-	-	-	4,199,680	3,163,606
-	-	-	-	-	-	-	-	-	-	1,105,985	1,043,256
-	-	-	-	-	-	-	-	-	-	793,650	659,885
-	-	-	-	-	-	-	-	-	-	1,423,656	1,381,718
-	-	-	-	-	-	-	-	-	-	168,765	175,254
-	-	-	-	-	-	-	-	-	-	99,420	79,569
-	-	-	-	-	-	-	-	-	-	59,185	40,333
-	-	-	-	-	-	-	-	-	-	2,398,000	1,528,621
-	-	-	-	-	-	-	-	-	-	-	57,262
-	-	-	-	-	-	-	-	-	-	-	20,611
-	-	-	-	-	-	19,800	12,797	-	-	432,078	355,251
155,980	155,418	-	-	73,380	37,514	289,421	112,505	-	-	40,094,668	34,890,370
(91,480)	(86,995)	295,000	459,510	(62,380)	(26,814)	68,929	257,844	-	-	2,409,432	8,346,648
-	-	-	-	-	-	-	-	-	-	-	1,570,500
-	-	-	-	-	-	-	-	-	-	-	60,443
91,480	98,827	-	504,029	62,380	25,000	-	-	(659,784)	(1,016,055)	453,846	222,670
-	-	(500,000)	-	-	-	-	-	659,784	1,016,055	(2,866,958)	(7,141,252)
-	-	-	-	-	-	-	-	-	-	(2,259,980)	(1,552,500)
91,480	98,827	(500,000)	504,029	62,380	25,000	-	-	-	-	(4,673,092)	(6,840,139)
<u>\$ -</u>	<u>11,832</u>	<u>\$ (205,000)</u>	<u>963,539</u>	<u>\$ -</u>	<u>(1,814)</u>	<u>\$ 68,929</u>	<u>257,844</u>	<u>\$ -</u>	<u>-</u>	<u>\$ (2,263,660)</u>	<u>1,506,509</u>
	1,588,168		556,201		414		320,427		-		12,105,137
	<u>\$ 1,600,000</u>		<u>\$ 1,519,740</u>		<u>\$ (1,400)</u>		<u>\$ 578,271</u>		<u>\$ -</u>		<u>\$ 13,611,646</u>

Village of Tinley Park, Illinois

Schedule of General Agency Revenues - Budget and Actual  
Year Ended April 30, 2012

	Original and Final Budget	Actual
Property taxes	\$ 19,438,000	\$ 18,428,532
Other taxes:		
Municipal occupation taxes	12,320,000	12,218,590
Amusement	375,000	385,198
<b>Total other taxes</b>	<b>12,695,000</b>	<b>12,603,788</b>
Interest	120,000	124,496
Fines, forfeitures and reimbursements:		
Pace	30,000	26,505
State	35,400	112,487
Police grant	40,000	80,628
Custom seizures	10,000	5,607
Other reimbursements	138,800	198,665
Fines and penalties	483,600	581,170
Insurance	50,000	209,546
<b>Total fines, forfeitures and reimbursements</b>	<b>787,800</b>	<b>1,214,608</b>
Licenses, permits and fees:		
Liquor	125,000	127,342
Vehicles	470,000	325,000
Business	120,000	137,320
Cable franchise	760,000	893,435
Building permits	225,000	359,352
Contractor	45,000	64,615
Pet	2,000	2,271
Crime free rental license	18,000	20,100
<b>Total licenses, permits and fees</b>	<b>1,765,000</b>	<b>1,929,435</b>

See Note to Required Supplementary Information.

(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Revenues - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Charges for services:		
Police security	\$ 110,000	\$ 161,549
Rebillables	50,000	131,775
Fire protection	-	35,437
Senior bus	6,450	6,746
Elevator inspection fees	15,000	19,260
<b>Total charges for services</b>	<b>181,450</b>	<b>354,767</b>
Intergovernmental:		
Personal property replacement taxes	73,600	71,871
State income taxes	3,100,000	3,342,675
Illinois income tax surcharge	1,360,000	1,472,472
Telecommunication tax	380,000	450,406
<b>Total intergovernmental</b>	<b>4,913,600</b>	<b>5,337,424</b>
Miscellaneous	321,400	639,234
<b>Total revenues</b>	<b>\$ 40,222,250</b>	<b>\$ 40,632,284</b>

See Note to Required Supplementary Information.

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
General government:		
Mayor and trustees:		
Personal services:		
Salaries	\$ 228,000	\$ 228,067
Health and life	36,230	30,580
Social Security and IMRF	49,220	48,281
Contractual services and commodities:		
Telephone communications	1,922	2,149
Travel	500	198
Meetings and conferences	5,500	1,910
Reception and meals	12,000	6,291
Dues and subscriptions	9,557	12,512
Office supplies	2,500	1,727
Repairs and maintenance - computer equipment	500	-
<b>Total mayor and trustees</b>	<b>345,929</b>	<b>331,715</b>
Village manager:		
Personal services:		
Salaries	662,500	679,194
Employee health and life	72,600	59,791
Social Security and IMRF	143,425	141,357
Contractual services and commodities:		
Telephone communications	3,780	4,291
Meetings and conferences	1,600	2,517
Reception and meals	2,700	2,641
Dues and subscriptions	10,250	9,957
Gasoline	10,275	6,650
Travel	350	265
Office supplies	400	936
Repair motor vehicles	600	3,665
Other operating supplies	1,000	349
<b>Total village manager</b>	<b>909,480</b>	<b>911,613</b>
Finance:		
Personal services:		
Salaries	707,750	704,721
Employee health and life	116,100	92,664
Social Security and IMRF	149,620	146,302
Contractual services and commodities:		
Telephone communications	4,260	4,261
Travel	1,000	375
Training	6,800	1,952
Employment costs	200	150
Meetings and conferences	5,000	2,223
Reception and meals	750	705
Dues and subscriptions	13,288	12,966
Reference	200	433
Office supplies	1,200	381
Other operating supplies	50	26
<b>Total finance</b>	<b>1,006,218</b>	<b>967,159</b>

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
General government: (continued)		
Village clerk:		
Personal services:		
Salaries	\$ 323,250	\$ 301,503
Employee health and life	89,500	78,071
Social Security and IMRF	69,980	62,818
Contractual services and commodities:		
Training	3,000	46
Meeting and conferences	2,500	250
Receptions and meals	2,500	1,966
Printing	2,000	1,107
Legal and classified advertising	1,000	585
Dues and subscriptions	11,304	7,165
Other contractual services	500	-
Codification	6,500	4,252
Postage	3,500	3,617
Uniforms	2,000	32
Telephone communications	300	295
Office supplies	3,250	3,250
<b>Total village clerk</b>	<b>521,084</b>	<b>464,957</b>
Economic Development:		
Personal services:		
Salaries	194,000	189,739
Employee health and life	19,000	12,393
Social Security and IMRF	42,200	40,643
Contractual services and commodities:		
Travel	200	132
Meeting and conferences	2,500	2,438
Reception and meals	1,500	460
Employment costs	-	275
Dues and subscriptions	16,005	15,798
Marketing	5,000	4,421
Programs	11,700	11,329
Telephone communications	1,070	1,044
Postage	250	538
Office supplies	400	244
Gasoline	1,875	1,253
Repair motor vehicles	200	264
Other contractual services	1,000	131
<b>Total economic development</b>	<b>296,900</b>	<b>281,102</b>

See Note to Required Supplementary Information.  
(continued)

Village of Tinley Park, Illinois

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Marketing/Communications:		
Personal services:		
Salaries	110,250	101,718
Employee health and life	-	171
Social Security and IMRF	21,700	18,721
Contractual services and commodities:		
Travel	1,800	1,430
Meeting and conferences	4,800	190
Reception and meals	1,000	1,571
Printing	25,000	6,400
Repairs and maintenance	5,000	4,593
Website	6,700	5,330
Employment costs	-	2,495
Dues and subscriptions	3,914	3,158
Contract	14,000	15,040
Programs	165,900	99,134
Tourism grant	100,000	113,640
Telephone communications	1,860	1,232
Postage	3,000	2,674
Municipal TV station	5,500	-
Flags and banners	23,000	330
Office supplies	2,500	831
<b>Total marketing/communications</b>	<b>495,924</b>	<b>378,658</b>
 <b>Total general government</b>	 <b>\$ 3,575,535</b>	 <b>\$ 3,335,204</b>
General overhead:		
Personal services:		
Employee health and life	\$ 12,350	\$ 12,295
Contractual services and commodities:		
Telephone communications	33,580	25,879
Wireless fire alarm	810	660
Printing	18,000	16,207
Liability insurance	1,000,000	695,702
Unemployment compensation	5,000	14,751
Insurance deductible	20,000	(1,629)
Maintenance operations	9,500	9,398
Dues and subscriptions	44,004	36,959
Other contractual service	316,710	180,628
Auditing services	37,000	34,305
Legal services	562,000	557,972

See Note to Required Supplementary Information.  
(continued)



**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
General overhead (continued):		
Illinois state police fingerprint fee	300	3,181
Administrative fees	7,500	33,623
Postage	13,860	16,090
Office supplies	10,000	11,757
Items for resale	59,680	45,972
Confectionery supplies	4,500	5,278
Other operating supplies	800	1,427
Repair motor vehicles	700	746
Exchange	70,680	78,502
Engineering rebillable	125,000	31,530
Appraisal services	5,000	2,000
Refunds	-	3,222
Property taxes	3,000	12,308
Miscellaneous	291,200	56,419
Fuel supplied to others	150,520	97,692
<b>Total general overhead</b>	<b>\$ 2,801,694</b>	<b>\$ 1,982,874</b>

**Police:**

**Personal services:**

Salaries	\$ 10,716,925	\$ 10,178,856
Employee recognitions	7,000	1,923
Employee health and life	2,524,450	1,957,316
Social Security and IMRF	613,095	542,633

**Contractual services and commodities:**

Telephone communications	87,416	84,402
Travel	500	385
Training	37,967	52,708
Meetings and conferences	6,466	2,084
Reception and meals	2,050	923
Prisoner care	4,490	3,722
Employment costs	7,200	724
Tuition reimbursement	5,000	-
Animal care	11,875	12,386
Printing	16,800	11,337
Legal and classified advertising	5,200	1,207
Photography	1,400	1,035
Microfilming	4,500	3,066
Repair to machinery and equipment	42,445	21,308
Repair motor vehicles	80,740	85,398
Insurance deductible	40,000	83,219
Radio maintenance	22,080	5,901
Radio changeover	2,500	720
Machine rental	7,200	2,400
Towel and laundry service	1,000	735
Dues and subscriptions	113,828	109,819
Service contract by agreement	87,942	48,373

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Police (continued):		
Wireless fire alarm	\$ 810	\$ 813
Towing service	2,025	1,922
Medical services	3,050	360
Vehicle licenses	2,500	2,468
Postage	13,000	9,085
Office supplies	26,450	22,525
Confectionery supplies	1,500	1,432
Expendable tools	500	183
Gasoline	337,500	253,863
Oil	4,500	4,459
Miscellaneous fuels	600	356
Chemical supplies	11,550	6,807
Tires and tubes	18,500	14,126
Electric supplies	1,550	893
Books/manuals/brochures	27,950	31,975
Police operating supplies	26,965	26,343
Uniforms	11,791	22,549
Ammunition and targets	19,630	19,022
Signs and sign material	500	185
Grant expenditures	4,365	440
Training	5,878	3,485
Travel expenses	5,000	-
Pension contribution	2,210,000	2,204,191
<b>Total police</b>	<b>\$ 17,186,183</b>	<b>\$ 15,840,062</b>

Fire:

Fire suppression:

Personal services:

Salaries	\$ 2,612,750	\$ 2,363,437
Employee health and life	-	3,292
Deferred compensation contribution	135,705	112,766
Social Security and IMRF	209,755	188,345
Employee recognition	-	1,000
Disability insurance	5,110	5,292
Insurance deductible	10,000	3,663

Contractual services and commodities:

Telephone communications	89,681	85,465
Liability insurance	3,500	3,491
Training	30,650	29,135
Medical exams	2,200	-
Meetings and conferences	3,500	4,254
Employment costs	7,100	4,455
Reception and meals	2,000	2,426
Printing	3,075	1,606

See Note to Required Supplementary Information.  
(continued)

Village of Tinley Park, Illinois

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Fire (continued):		
Fire suppression:		
Contractual services and commodities (continued):		
Microfilm/digital imaging	\$ 3,000	\$ 1,969
Repair machinery and equipment	25,000	25,876
Repair motor vehicles	65,000	84,539
Radio maintenance	5,000	2,341
Repairs tires/tubes	12,000	5,731
Repair/maintenance airpaks	24,660	24,882
Equipment rental	10,454	6,600
Towel and laundry services	500	551
Service contracts	1,014	1,022
Testing services	4,725	1,434
Dues and subscription	23,582	16,882
Postage	917	912
Wireless fire alarm	3,240	3,254
Office supplies	7,500	5,607
Expendable tools	10,000	3,277
Gasoline	18,750	15,128
Diesel	39,500	39,004
Miscellaneous fuels	400	102
Chemical supplies	1,000	555
Hazardous material supplies	2,500	1,213
Janitorial supplies	5,000	5,626
Uniforms	40,000	41,807
Bunker gear	48,005	44,516
Hose	10,000	9,832
Other operating supplies	13,000	9,795
<b>Total fire suppression</b>	<b>3,489,773</b>	<b>3,161,082</b>
Fire prevention:		
Personal services:		
Salaries	\$ 550,650	\$ 518,130
Employee health and life	120,000	99,920
Social Security and IMRF	115,100	106,715

See Note to Required Supplementary Information.  
(continued)

Village of Tinley Park, Illinois

Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012

	Original and Final Budget	Actual
Fire (continued):		
Contractual services and commodities:		
Accreditation expenses	-	6,282
Travel	450	337
Training	7,505	5,660
Meetings and conferences	1,450	787
Reception and meals	2,500	1,856
Printing	4,000	4,199
Photography	4,200	3,411
Blueprinting and mapping	2,000	2,254
Repair motor vehicles	2,500	2,326
Repair office equipment	2,000	321
Radio maintenance	500	-
Other contractual services	2,530	2,528
Dues and subscription	12,838	10,825
Postage	2,200	2,229
Office supplies	1,500	899
Gasoline	7,500	7,067
Pamphlets	1,000	499
Fire safety/ed program supplies	6,296	6,249
Uniforms	3,150	1,141
Fire investigations equipment	1,500	667
Signs and sign material	100	20
Other operating supplies	1,250	393
<b>Total fire prevention</b>	<b>852,719</b>	<b>784,715</b>
<b>Total fire</b>	<b>\$ 4,342,491</b>	<b>\$ 3,945,797</b>

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Emergency management agency (EMA):		
Personal services:		
Salaries	\$ 105,200	\$ 106,344
Employee health and life	-	190
Social Security and IMRF	21,405	22,679
Contractual services and commodities:		
Telephone communications	11,440	9,752
Travel	1,050	358
Medical exams / drug tests	500	-
Training	3,000	333
Meetings and conferences	3,000	1,589
Reception and meals	3,000	1,962
Printing	1,000	189
Repair machinery and equipment	3,680	2,709
Repair motor vehicles	7,400	6,442
Radio maintenance	3,000	1,764
Repair sirens	6,500	6,210
Computer maintenance	550	697
Dues and subscriptions	6,048	5,714
Ambulance service	606,000	605,699
Marketing/recruitment	4,000	1,306
Emergency disaster plan	4,000	2,167
Postage	300	101
Office supplies	800	669
Gasoline	10,500	12,799
Uniforms	3,000	3,136
Grant expenditures	2,952	2,389
Service contracts	1,320	1,478
Pamphlets	2,000	-
<b>Total emergency management agency (EMA)</b>	<b>\$ 811,645</b>	<b>\$ 796,676</b>

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Road and bridge:		
Personal services:		
Salaries	\$ 1,866,550	\$ 1,555,464
Employee health and life	441,200	361,009
Employee recognitions	-	805
Social Security and IMRF	397,080	323,325
Contractual services and commodities:		
Telephone communications	7,900	7,521
Training	3,000	617
Employment costs	500	700
Meetings and conferences	700	244
Reception and meals	1,000	208
Vehicle inspection	2,150	1,921
Printing	1,000	940
Photography	400	19
Blueprinting and mapping	200	-
Electricity	3,000	3,264
Water and sewer	-	1,173
Utility locating service	1,750	1,782
Maintenance lift station	5,000	-
Contract services - rebillables	4,000	10,103
Drainage maintenance	25,000	31,147
Repair machinery and equipment	62,000	34,026
Repair motor vehicles	60,000	20,903
Insurance deductible	50,000	25,533
Radio maintenance	1,000	340
Computer maintenance	500	667
Machine rental	6,000	4,865
Towels and laundry service	1,000	514
Dues and subscriptions	21,250	20,718
Drug testing	1,000	315
Service contract by agreement	2,000	1,653
Contract snow removal	40,000	61,060
Contract landscape maintenance	254,000	96,905
Other contractual services	38,500	17,665
Engineering services	125,000	134,113
Vehicle license	500	750
Soil testing	6,000	-
Refuse disposal	50,000	39,796
Duplicating	700	1,426
Advertising and legal notices	750	1,378
Postage	2,500	124
Office supplies	2,000	1,533
Confectionery supplies	1,300	982
First aid supplies	500	198
Expendable tools	5,000	4,970
Kerosene and LP gas	200	181
Gasoline	54,600	45,081
Oil	4,000	3,464
Diesel	91,050	48,673

See Note to Required Supplementary Information.  
(continued)

Village of Tinley Park, Illinois

Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012

	Original and Final Budget	Actual
Road and bridge (continued):		
Chemical supplies	9,000	542
Tires and tubes	10,000	10,124
Electrical supplies	100	46
Books/manuals/brochures	500	133
Uniforms	16,000	11,895
Paint supplies	10,000	7,319
Thermo lane marking	2,000	1,973
Plumbing supplies	100	25
Landscaping materials	20,000	14,860
Retention maintenance	16,000	1,625
Lumber supplies	1,000	64
Welding supplies	700	863
Concrete and masonry supplies	20,000	14,774
Asphalt/road oil and tar	19,000	8,018
Sewer tile culvert and related supplies	12,500	4,071
Ice control for roads	250,000	109,784
Signs and sign material	40,000	14,544
Hardware	3,000	2,542
Safety supplies	7,000	7,816
Steel supplies	1,000	-
Sand/gravel/rock	20,000	12,182
Sidewalk repair	90,000	63,172
Other operating supplies	10,000	9,159
<b>Total road and bridge</b>	<b>\$ 4,199,680</b>	<b>\$ 3,163,606</b>
Electrical:		
Personal services:		
Salaries	\$ 414,900	\$ 430,994
Employee health and life	153,500	122,002
Social Security and IMRF	88,400	92,105
Contractual services and commodities:		
Telephone communications	6,450	3,911
Training	2,000	328
Meetings and conferences	100	-
Receptions and meals	500	83
Vehicle inspection	1,100	919
Printing	175	-
Utility locating service	1,750	1,782
Repair machinery and equipment	2,000	4,132
Repair motor vehicles	10,000	5,548
Towel and laundry service	750	514
Insurance deduction	10,000	6,922
Radio maintenance	1,500	170
Machine rental	500	-
Duplicating	400	393
Dues and subscriptions	3,010	2,961
Drug testing	250	150

See Note to Required Supplementary Information.  
(continued)

Village of Tinley Park, Illinois

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Electrical: (continued)		
Service contract by agreement	\$ 1,350	\$ 971
Traffic signal maintenance	42,000	31,538
Other contractual services	1,000	460
Vehicle license	200	125
Electricity	265,000	230,508
Office supplies	500	475
Confectionery supplies	500	425
First aid supplies	200	44
Expendable tools	1,100	826
Kerosene and LP gas	50	47
Gasoline	15,500	10,995
Oil	1,800	656
Diesel fuel	5,700	5,149
Tires and tubes	1,000	832
Electrical supplies	63,000	79,252
Uniforms	3,500	2,293
Paint supplies	-	376
Welding supplies	100	99
Concrete and masonry supplies	1,000	1,026
Hardware	200	140
Safety supplies	3,500	3,702
Other operating supplies	700	305
Books, manuals, brochures	700	-
Sand, gravel and rock	-	24
Chemical supplies	100	74
<b>Total electrical</b>	<b>\$ 1,105,985</b>	<b>\$ 1,043,256</b>
Municipal buildings and grounds:		
Personal services:		
Salaries	\$ 282,000	\$ 264,671
Employee health and life	75,400	56,053
Social Security and IMRF	58,790	53,184
Contractual services and commodities:		
Printing	100	595
Repair buildings and structures	64,000	50,118
Employment costs	700	125
Dues and subscriptions	3,650	3,539
Custodial services	52,000	44,990
Insurance deductible	10,000	230
Maintenance contract	19,000	8,750
Phone system maintenance	35,000	22,552
Other contractual services	38,000	34,078
Engineering	3,000	2,579
Planning services	-	2,000
Repairs and maintenance - computer equipment	-	242
Inspection fees	700	-
Wireless fire alarm	810	813
Telephone communications	2,000	1,837
Gas	37,000	29,764

See Note to Required Supplementary Information.  
(continued)



Village of Tinley Park, Illinois

Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012

	Original and Final Budget	Actual
Municipal buildings and grounds:		
Electricity	\$ 3,000	\$ 2,808
Water and sewer	24,000	21,765
Confectionery supplies	500	634
Expendable tools	2,000	1,984
Diesel fuel	400	740
Chemical supplies	1,000	266
Electrical supplies	8,000	5,960
Janitorial supplies	18,000	8,385
Paint supplies	1,500	554
Plumbing supplies	1,800	3,026
Landscaping maintenance	27,000	22,699
Landscaping materials	4,000	24
Lumber supplies	300	55
Concrete	1,000	988
Hardware	1,500	1,060
Other operating supplies	9,000	4,596
Furniture repair	3,500	3,448
Office supplies	1,000	628
Uniforms	1,500	2,200
Flags and banners	500	1,945
Asphalt	2,000	-
<b>Total municipal buildings and grounds</b>	<b>\$ 793,650</b>	<b>\$ 659,885</b>
Community development:		
Building:		
Personal services:		
Salaries	\$ 487,950	\$ 477,400
Employee health and life	167,500	142,299
Social Security and IMRF	105,100	101,282
Contractual services and commodities:		
Telephone communications	6,050	5,529
Travel	500	706
Training	5,155	1,550
Meetings and conferences	810	215
Reception and meals	500	414
Printing	2,566	2,045
Repair motor vehicles	6,900	4,322
Repair office equipment	1,800	269
Towel and laundry services	-	147
Dues and subscriptions	9,851	9,238
Architectural fees	30,000	26,592
Elevator inspection	19,000	16,141
Engineering services	20,000	12,349
Postage	2,160	1,832
Office supplies	3,800	2,886
Gasoline	11,625	8,748
Books/manuals/brochures	240	219
Uniforms	1,550	678
Service contracts	900	600
Other operating supplies	1,500	839
<b>Total building</b>	<b>885,457</b>	<b>816,300</b>

See Note to Required Supplementary Information.

(continued)

Village of Tinley Park, Illinois

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Planning:		
Personal services:		
Salaries	\$ 310,750	\$ 299,734
Employee health and life	68,700	53,771
Social Security and IMRF	67,840	63,670
Contractual services and commodities:		
Telephone communications	1,500	1,222
Travel	300	735
Training	1,470	605
Employment costs	-	100
Tuition reimbursement	13,000	12,440
Grant expenditures	-	80,819
Meetings and conferences	3,390	2,423
Reception and meals	1,000	829
Printing	4,500	6,241
Repair motor vehicles	300	140
Dues and subscriptions	7,386	7,292
Engineering services	25,500	21,216
Planning services	25,000	8,484
Office equipment	1,000	465
Postage	\$ 1,000	\$ 784
Office supplies	1,600	1,888
Gasoline	1,313	616
Books/manuals/brochures	300	71
Service contracts	600	600
Other supplies	1,750	1,273
<b>Total planning</b>	<b>538,199</b>	<b>565,418</b>
<b>Total community development</b>	<b>\$ 1,423,656</b>	<b>\$ 1,381,718</b>
Boards, commissions and committees:		
Civil service commission:		
Personal services:		
Salaries	\$ 7,950	\$ 7,774
Social Security and IMRF	615	592
Contractual services and commodities:		
Reception and meals	300	165
Legal and classified advertising	8,000	2,230
Dues and subscriptions	400	375
Other contractual services	500	-
Testing services	15,000	36,764
Printing	100	-
Legal services	3,000	-
Postage	800	174
Office supplies	200	106
<b>Total civil service commission</b>	<b>36,865</b>	<b>48,180</b>

See Note to Required Supplementary Information.

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Environmental control board:		
Personal services:		
Salaries	\$ 1,600	\$ 310
Social Security and IMRF	125	24
Contractual services and commodities:		
Clean up program	1,200	815
Postage	100	-
Other operating supplies	250	365
<b>Total environmental control board</b>	<b>3,275</b>	<b>1,514</b>
Community resource commission:		
Personal services:		
Salaries	\$ 2,450	\$ 1,552
Social Security and IMRF	185	114
Contractual services and commodities:		
Meetings and conferences	300	300
Other contractual services	1,020	1,006
Receptions and meals	575	409
Discover Tinley television production	19,600	27,406
Scholarships	6,500	6,463
Printing	5,000	3,767
Youth in Government	725	561
Postage	1,000	698
Other operating supplies	850	731
<b>Total community resource commission</b>	<b>38,205</b>	<b>43,007</b>
Zoning board of appeals:		
Personal services:		
Salaries	\$ 850	\$ 121
Social Security	65	9
Contractual services and commodities:		
Legal and classified advertising	500	629
Postage	500	151
Other operating supplies	-	221
<b>Total zoning board of appeals</b>	<b>1,915</b>	<b>1,131</b>

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Long range planning commission:		
Personal services:		
Salaries	\$ 3,175	\$ 1,012
Social Security and IMRF	240	77
Contractual services and commodities:		
Legal and classified advertising	2,500	10,916
Receptions and meals	500	1,858
Other contractual services	-	1,925
Training	-	150
Postage	500	1,516
<b>Total long range planning commission</b>	<b>6,915</b>	<b>17,454</b>
Veterans commission:		
Personal services:		
Salaries	\$ 1,600	\$ 1,578
Employee health and life	-	72
Social Security	100	123
Contractual services and commodities:		
Receptions and meals	250	-
Flagpole maintenance	50	-
Other contractual services	1,380	1,262
Awards and scholarships	600	-
Armed service reunion	3,500	3,574
Vet welcome home reception	2,750	1,243
Art public building education	1,200	627
Community support	500	-
Overseas support	1,000	-
Postage	3,500	-
Flags/banners	750	1,525
<b>Total veterans commission</b>	<b>17,180</b>	<b>10,004</b>

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Historical preservation commission:		
Personal services:		
Salaries	\$ 500	\$ -
Social Security and IMRF	40	-
Contractual services and commodities:		
Other contractual services	3,000	-
Printing	100	-
Dues and subscriptions	500	395
Donations and support	5,000	5,000
Architect/planning service	3,000	-
Office supplies	100	-
Postage	25	138
<b>Total historical preservation commission</b>	<b>12,265</b>	<b>5,533</b>
Senior services commission:		
Personal services:		
Salaries	\$ 14,300	\$ 12,351
Social Security and IMRF	2,785	1,580
Contractual services and commodities:		
Printing	300	-
Community center	13,300	17,216
Meetings and conferences	-	55
Office supplies	1,000	849
Service contracts	310	-
Postage	700	1,379
<b>Total senior services commission</b>	<b>32,695</b>	<b>33,430</b>

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Sister cities commission:		
Personal services:		
Salaries	\$ -	\$ 232
Social Security and IMRF	-	84
Contractual services and commodities:		
Reception and meals	1,000	-
Dues and subscriptions	750	1,395
Promotional brochures	150	-
Other contractual services	600	35
Awards/Scholarships	200	-
German exchange visit	1,500	-
Other exchange visits	150	-
Postage	150	-
<b>Total sister cities commission</b>	<b>4,500</b>	<b>1,746</b>
Economic / Commercial Commission		
Personal services:		
Salaries	\$ 2,975	\$ 2,054
Social Security and IMRF	225	149
Contractual services and commodities:		
Reception and meals	3,500	4,128
Programs	4,250	5,075
Printing	2,000	1,030
Postage	2,000	819
<b>Total economic / commercial commission</b>	<b>14,950</b>	<b>13,255</b>
<b>Total boards, commissions and committees</b>	<b>\$ 168,765</b>	<b>\$ 175,254</b>
Senior bus service:		
Personal services:		
Salaries	\$ 69,725	\$ 59,124
Social Security and IMRF	11,425	9,419
Contractual services and commodities:		
Telephone and pagers	450	278
Repair motor vehicles	2,000	2,312
Radio maintenance	100	-
Medical services	1,000	476
Postage	10	4
Diesel fuel	9,085	7,829
Tires and tubes	500	-
Vehicle inspections	75	47
Other operating supplies	50	80
Insurance deductible	5,000	-
<b>Total senior bus service</b>	<b>\$ 99,420</b>	<b>\$ 79,569</b>

See Note to Required Supplementary Information.  
(continued)

**Village of Tinley Park, Illinois**

**Schedule of General Agency Expenditures - Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Village bus services:		
Personal services:		
Salaries	\$ 37,650	\$ 26,060
Social security and IMRF	7,225	4,401
Contractual services and commodities:		
Telephone communications	250	182
Vehicle inspection	50	47
Repair motor vehicles	1,500	1,200
Repair radios	100	-
Tires and tubes	200	1,269
Oil	7,110	7,150
Other operating supplies	100	24
Insurance deductible	5,000	-
<b>Total village bus services</b>	<b>\$ 59,185</b>	<b>\$ 40,333</b>
Economic incentives	\$ 2,398,000	\$ 1,528,621
<b>Total expenditures</b>	<b>\$ 38,965,889</b>	<b>\$ 33,972,855</b>

See Note to Required Supplementary Information.

## Village of Tinley Park, Illinois

### Note to Required Supplementary Information

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#### **Note 1. Budgetary Information**

##### **Budgetary Basis of Accounting**

Budgets are adopted on a basis consistent with generally accepted accounting principles. The original budget was not amended during the current year.

##### **Budgetary Process**

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

1. The Village Manager submits to the Village Board of Trustees a proposed operating budget ordinance, which serves as a budget, for the fiscal year commencing the following May 1. The operating budget ordinance includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the Village to obtain taxpayer comments.
3. Subsequently, the budget is legally enacted through passage of an ordinance.
4. Formal budgetary integration is employed as a management control device during the year for the general, certain special revenue (excluding Drug Enforcement and Local Road Improvement), and capital projects funds. Formal budgetary integration is not employed for debt service funds because effective budgetary control is alternatively achieved through general obligation bond indenture provisions.
5. Budgets for the general, special revenue, and capital projects funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
6. Budgetary authority lapses at year-end.
7. State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. Legal budgetary control is maintained at fund level.
8. Budgeted amounts are as originally adopted.



## **Supplemental Data**

**Nonmajor Governmental Funds – Combining Statements**

Village of Tinley Park, Illinois

Combining Balance Sheet  
Nonmajor Governmental Funds  
April 30, 2012

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
<b>Assets</b>				
Cash and cash equivalents	\$ 3,033,587	\$ 2,624,630	\$ 12,152,557	\$ 17,810,774
Receivables:				
Property taxes	-	220,100	-	220,100
Intergovernmental	546,595	-	-	546,595
Other	30,068	-	-	30,068
Due from other funds	-	29,921	-	29,921
<b>Total assets</b>	<b>\$ 3,610,250</b>	<b>\$ 2,874,651</b>	<b>\$ 12,152,557</b>	<b>\$ 18,637,458</b>
<b>Liabilities and Fund Balances</b>				
Liabilities				
Accounts payable	\$ 2,032	\$ -	\$ 53,557	\$ 55,589
Deferred revenue	20,786	363,825	-	384,611
<b>Total liabilities</b>	<b>22,818</b>	<b>363,825</b>	<b>53,557</b>	<b>440,200</b>
Fund Balances				
Unassigned	-	(143,725)	-	(143,725)
Restricted	3,587,432	285,089	12,068,238	15,940,759
Committed	-	2,369,462	30,762	2,400,224
<b>Total fund balances</b>	<b>3,587,432</b>	<b>2,510,826</b>	<b>12,099,000</b>	<b>18,197,258</b>
<b>Total liabilities and fund balances</b>	<b>\$ 3,610,250</b>	<b>\$ 2,874,651</b>	<b>\$ 12,152,557</b>	<b>\$ 18,637,458</b>

Village of Tinley Park, Illinois

**Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
Year Ended April 30, 2012**

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Revenues:				
Property taxes	\$ -	\$ 285,674	\$ 5,369,407	\$ 5,655,081
Other taxes	582,564	-	-	582,564
Interest	23,939	19,555	83,235	126,729
Fines, forfeitures, and reimbursements	-	352,880	-	352,880
Intergovernmental	1,927,213	-	108,392	2,035,605
Miscellaneous	9,993	-	1,000	10,993
<b>Total revenues</b>	<b>2,543,709</b>	<b>658,109</b>	<b>5,562,034</b>	<b>8,763,852</b>
Expenditures:				
Current:				
General government	33,983	-	86,828	120,811
Police	412,788	-	-	412,788
Road and bridge	2,683,857	-	-	2,683,857
Debt service:				
Principal	-	3,312,397	-	3,312,397
Interest and fees	-	1,433,040	1,000	1,434,040
Capital outlay	280,603	-	4,529,006	4,809,609
<b>Total expenditures</b>	<b>3,411,231</b>	<b>4,745,437</b>	<b>4,616,834</b>	<b>12,773,502</b>
Excess (deficiency) of revenues over (under) expenditures	(867,522)	(4,087,328)	945,200	(4,009,650)
Other financing sources (uses):				
Transfers in	-	4,742,783	4,809,458	9,552,241
Transfers (out)	-	(675,317)	(11,660,041)	(12,335,358)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>4,067,466</b>	<b>(6,850,583)</b>	<b>(2,783,117)</b>
<b>Changes in fund balance</b>	<b>(867,522)</b>	<b>(19,862)</b>	<b>(5,905,383)</b>	<b>(6,792,767)</b>
Fund balances:				
May 1, 2011, as restated	4,454,954	2,530,688	18,004,383	24,990,025
April 30, 2012	<b>\$ 3,587,432</b>	<b>\$ 2,510,826</b>	<b>\$ 12,099,000</b>	<b>\$ 18,197,258</b>

Village of Tinley Park, Illinois

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
April 30, 2012

	Customs Seizures	Motor Fuel Tax	Drug Enforcement	Enhanced 911 Services	Foreign Fire Tax	Community Development Block Grant	Total
<b>Assets</b>							
Cash and cash equivalents	\$ 775,579	\$ 1,779,604	\$ 75,379	\$ 165,726	\$ 233,300	\$ 3,999	\$ 3,033,587
Receivables:							
Intergovernmental	-	110,083	-	436,512	-	-	546,595
Other	-	-	-	30,068	-	-	30,068
<b>Total assets</b>	<b>\$ 775,579</b>	<b>\$ 1,889,687</b>	<b>\$ 75,379</b>	<b>\$ 632,306</b>	<b>\$ 233,300</b>	<b>\$ 3,999</b>	<b>\$ 3,610,250</b>
<b>Liabilities and Fund Balances</b>							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ 113	\$ 1,919	\$ -	\$ 2,032
Deferred revenue	-	-	-	20,786	-	-	20,786
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,899</b>	<b>1,919</b>	<b>-</b>	<b>22,818</b>
Fund Balances							
Restricted	775,579	1,889,687	75,379	611,407	231,381	3,999	3,587,432
<b>Total liabilities and fund balances</b>	<b>\$ 775,579</b>	<b>\$ 1,889,687</b>	<b>\$ 75,379</b>	<b>\$ 632,306</b>	<b>\$ 233,300</b>	<b>\$ 3,999</b>	<b>\$ 3,610,250</b>

Village of Tinley Park, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
Year Ended April 30, 2012

	Customs Seizures	Motor Fuel Tax	Drug Enforcement	Enhanced 911 Services	Foreign Fire Tax	Community Development Block Grant	Total
Revenues:							
Other taxes	\$ -	\$ -	\$ -	\$ 582,564	\$ -	\$ -	\$ 582,564
Interest	6,081	13,163	592	2,229	1,874	-	23,939
Intergovernmental	159,049	1,705,921	13,782	-	48,461	-	1,927,213
Miscellaneous	-	400	-	-	9,593	-	9,993
<b>Total revenues</b>	<b>165,130</b>	<b>1,719,484</b>	<b>14,374</b>	<b>584,793</b>	<b>59,928</b>	<b>-</b>	<b>2,543,709</b>
Expenditures:							
Current:							
General government	-	-	12,353	-	21,630	-	33,983
Police	11,163	-	-	401,625	-	-	412,788
Road and bridge	-	2,683,857	-	-	-	-	2,683,857
Capital outlay	241,918	-	-	-	38,685	-	280,603
<b>Total expenditures</b>	<b>253,081</b>	<b>2,683,857</b>	<b>12,353</b>	<b>401,625</b>	<b>60,315</b>	<b>-</b>	<b>3,411,231</b>
<b>Change in fund balance</b>	<b>(87,951)</b>	<b>(964,373)</b>	<b>2,021</b>	<b>183,168</b>	<b>(387)</b>	<b>-</b>	<b>(867,522)</b>
Fund balances:							
May 1, 2011, as restated	863,530	2,854,060	73,358	428,239	231,768	3,999	4,454,954
April 30, 2012	\$ 775,579	\$ 1,889,687	\$ 75,379	\$ 611,407	\$ 231,381	\$ 3,999	\$ 3,587,432

Village of Tinley Park, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Customs Seizures

Year Ended April 30, 2012

	Original and Final Budget	Actual
Revenues:		
Intergovernmental	\$ 50,000	\$ 159,049
Interest	9,000	6,081
Miscellaneous	-	-
<b>Total revenues</b>	<u>59,000</u>	<u>165,130</u>
Expenditures,		
Current, police	5,200	11,163
Capital outlay	303,625	241,918
<b>Total expenditures</b>	<u>308,825</u>	<u>253,081</u>
<b>Change in fund balance</b>	<u><u>\$ (249,825)</u></u>	<u>(87,951)</u>
Fund balance:		
May 1, 2011		<u>863,530</u>
April 30, 2012		<u><u>\$ 775,579</u></u>

Village of Tinley Park, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Motor Fuel Tax

Year Ended April 30, 2012

	Original and Final Budget	Actual
Revenues:		
Intergovernmental	\$ 1,430,000	\$ 1,705,921
Interest	20,000	13,163
Miscellaneous	-	400
<b>Total revenues</b>	<u>1,450,000</u>	<u>1,719,484</u>
Expenditures,		
current, road and bridge	<u>2,714,000</u>	<u>2,683,857</u>
<b>Change in fund balance</b>	<u><u>\$ (1,264,000)</u></u>	<u>(964,373)</u>
Fund balance:		
May 1, 2011		<u>2,854,060</u>
April 30, 2012		<u><u>\$ 1,889,687</u></u>



Village of Tinley Park, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
Drug Enforcement  
Year Ended April 30, 2012

	Original and Final Budget	Actual
Revenues,		
Interest	\$ 800	\$ 592
Intergovernmental	-	13,782
<b>Total revenues</b>	<u>800</u>	<u>14,374</u>
Expenditures,		
Miscellaneous	<u>7,000</u>	<u>12,353</u>
<b>Change in fund balance</b>	<u><u>\$ (6,200)</u></u>	<u>2,021</u>
Fund balance:		
May 1, 2011		<u>73,358</u>
April 30, 2012		<u><u>\$ 75,379</u></u>

**Village of Tinley Park, Illinois**

**Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
Enhanced 911 Services  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues:		
Other taxes	\$ 427,000	\$ 582,564
Interest	3,000	2,229
<b>Total revenues</b>	<u>430,000</u>	<u>584,793</u>
Expenditures:		
Current, police	401,095	400,713
Capital outlay	960	912
<b>Total expenditures</b>	<u>402,055</u>	<u>401,625</u>
<b>Change in fund balance</b>	<u><u>\$ 27,945</u></u>	183,168
Fund balance:		
May 1, 2011		<u>428,239</u>
April 30, 2012		<u><u>\$ 611,407</u></u>

Village of Tinley Park, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Foreign Fire Tax

Year Ended April 30, 2012

	Original and Final Budget	Actual
Revenues:		
Intergovernmental	\$ 40,000	\$ 48,461
Interest	-	1,874
Miscellaneous	-	9,593
<b>Total revenues</b>	<u>40,000</u>	<u>59,928</u>
Expenditures,		
Current, general government	99,680	21,630
Capital outlay	-	38,685
<b>Total expenditures</b>	<u>99,680</u>	<u>60,315</u>
<b>Change in fund balance</b>	<u><u>\$ (59,680)</u></u>	(387)
Fund balance:		
May 1, 2011		<u>231,768</u>
April 30, 2012		<u><u>\$ 231,381</u></u>

Village of Tinley Park, Illinois

Combining Balance Sheet  
Nonmajor Debt Service Funds  
April 30, 2012

	Tax/Bond Stabilization	2009 General Obligation Bonds	Special Service Area #3	Limited Sales Tax Bonds	Hotel Tax Debt Service Reserve	Total
<b>Assets</b>						
Cash and cash equivalents	\$ 2,257,391	\$ -	\$ 275,862	\$ 9,227	\$ 82,150	\$ 2,624,630
Receivables:						
Property taxes	-	220,100	-	-		220,100
Due from other funds	-	-	-	-	29,921	29,921
<b>Total assets</b>	<u>\$ 2,257,391</u>	<u>\$ 220,100</u>	<u>\$ 275,862</u>	<u>\$ 9,227</u>	<u>\$ 112,071</u>	<u>\$ 2,874,651</u>
<b>Liabilities and Fund Balances</b>						
Liabilities						
Deferred revenue	\$ -	\$ 363,825	\$ -	\$ -	\$ -	\$ 363,825
Fund Balances						
Unassigned	-	(143,725)	-	-	-	(143,725)
Restricted	-	-	275,862	9,227	-	285,089
Committed	2,257,391	-	-	-	112,071	2,369,462
<b>Total fund balances</b>	<u>2,257,391</u>	<u>(143,725)</u>	<u>275,862</u>	<u>9,227</u>	<u>112,071</u>	<u>2,510,826</u>
<b>Total liabilities and fund balances</b>	<u>\$ 2,257,391</u>	<u>\$ 220,100</u>	<u>\$ 275,862</u>	<u>\$ 9,227</u>	<u>\$ 112,071</u>	<u>\$ 2,874,651</u>

Village of Tinley Park, Illinois

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Nonmajor Debt Service Funds  
Year Ended April 30, 2012

	Tax/Bond Stabilization	2002 General Obligation Bonds	2004 General Obligation Bonds	2008 General Obligation Bonds	2009 General Obligation Bonds	2009A Build America Bonds	2010 Build America Bonds	Special Service Area #3	Limited Sales Tax Bonds	Hotel Tax Debt Service Reserve	Total
Revenues:											
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 285,674	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 285,674
Fines, forfeitures, and reimbursements	-	-	-	-	-	133,665	219,215	-	-	-	352,880
Interest	16,684	-	-	-	-	-	-	2,159	73	639	19,555
<b>Total revenues</b>	<u>16,684</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>285,674</u>	<u>133,665</u>	<u>219,215</u>	<u>2,159</u>	<u>73</u>	<u>639</u>	<u>658,109</u>
Expenditures:											
Debt service:											
Principal	-	23,400	260,925	465,000	499,495	1,605,000	458,577	-	-	-	3,312,397
Interest and fees	250	1,053	113,478	139,038	228,898	381,900	568,173	-	-	250	1,433,040
<b>Total expenditures</b>	<u>250</u>	<u>24,453</u>	<u>374,403</u>	<u>604,038</u>	<u>728,393</u>	<u>1,986,900</u>	<u>1,026,750</u>	<u>-</u>	<u>-</u>	<u>250</u>	<u>4,745,437</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,434</u>	<u>(24,453)</u>	<u>(374,403)</u>	<u>(604,038)</u>	<u>(442,719)</u>	<u>(1,853,235)</u>	<u>(807,535)</u>	<u>2,159</u>	<u>73</u>	<u>389</u>	<u>(4,087,328)</u>
Other financing sources (uses):											
Transfers in	250,000	24,453	374,403	604,038	442,467	1,853,235	807,535	-	-	386,652	4,742,783
Transfers (out)	(298,472)	-	-	-	-	-	-	-	-	(376,845)	(675,317)
<b>Total other financing sources (uses)</b>	<u>(48,472)</u>	<u>24,453</u>	<u>374,403</u>	<u>604,038</u>	<u>442,467</u>	<u>1,853,235</u>	<u>807,535</u>	<u>-</u>	<u>-</u>	<u>9,807</u>	<u>4,067,466</u>
<b>Change in fund balances</b>	<u>(32,038)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(252)</u>	<u>-</u>	<u>-</u>	<u>2,159</u>	<u>73</u>	<u>10,196</u>	<u>(19,862)</u>
Fund balances (deficit):											
May 1, 2011	<u>2,289,429</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(143,473)</u>	<u>-</u>	<u>-</u>	<u>273,703</u>	<u>9,154</u>	<u>101,875</u>	<u>2,530,688</u>
April 30, 2012	<u>\$ 2,257,391</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (143,725)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 275,862</u>	<u>\$ 9,227</u>	<u>\$ 112,071</u>	<u>\$ 2,510,826</u>

Village of Tinley Park, Illinois

Combining Balance Sheet  
Nonmajor Capital Projects Funds  
April 30, 2012

	Main Street North TIF	Main Street South TIF	Oak Park Avenue TIF	Municipal Real Estate	2010 Build America Bond Fund	Total
<b>Assets</b>						
Cash and cash equivalents	\$ 2,906,455	\$ 2,426,198	\$ 4,640,341	\$ 30,762	\$ 2,148,801	\$ 12,152,557
<b>Liabilities and Fund Balances</b>						
Liabilities						
Accounts payable	\$ 20	\$ 20	\$ 53,517	\$ -	\$ -	\$ 53,557
Fund Balances						
Restricted	2,906,435	2,426,178	4,586,824	-	2,148,801	12,068,238
Committed	-	-	-	30,762	-	30,762
<b>Total fund balances</b>	<b>2,906,435</b>	<b>2,426,178</b>	<b>4,586,824</b>	<b>30,762</b>	<b>2,148,801</b>	<b>12,099,000</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,906,455</b>	<b>\$ 2,426,198</b>	<b>\$ 4,640,341</b>	<b>\$ 30,762</b>	<b>\$ 2,148,801</b>	<b>\$ 12,152,557</b>

Village of Tinley Park, Illinois

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Capital Projects Funds  
Year Ended April 30, 2012

	Main Street North TIF	Main Street South TIF	Oak Park Avenue TIF	Municipal Real Estate	2010 Build America Bond Fund	Total
Revenues:						
Property taxes	\$ 628,713	\$ 631,974	\$ 4,108,720	\$ -	\$ -	\$ 5,369,407
Interest	19,967	16,404	29,611	234	17,019	83,235
Intergovernmental	-	-	108,392	-	-	108,392
Miscellaneous	-	-	-	1,000	-	1,000
<b>Total revenues</b>	<b>648,680</b>	<b>648,378</b>	<b>4,246,723</b>	<b>1,234</b>	<b>17,019</b>	<b>5,562,034</b>
Expenditures:						
Current, general government:						
Reimbursements and refunds	30,000	121,620	64,787	-	-	216,407
Other contractual services	2,925	5,425	(137,929)	-	-	(129,579)
Debt service:						
Interest and fees	-	-	1,000	-	-	1,000
Capital outlay	39,442	175,932	4,313,632	-	-	4,529,006
<b>Total expenditures</b>	<b>72,367</b>	<b>302,977</b>	<b>4,241,490</b>	<b>-</b>	<b>-</b>	<b>4,616,834</b>
Excess of revenues over expenditures	576,313	345,401	5,233	1,234	17,019	945,200
Other financing sources (uses):						
Transfer in	-	150,000	4,659,458	-	-	4,809,458
Transfer (out)	-	(10,117)	(2,457,273)	-	(9,192,651)	(11,660,041)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>139,883</b>	<b>2,202,185</b>	<b>-</b>	<b>(9,192,651)</b>	<b>(6,850,583)</b>
<b>Change in fund balances</b>	<b>576,313</b>	<b>485,284</b>	<b>2,207,418</b>	<b>1,234</b>	<b>(9,175,632)</b>	<b>(5,905,383)</b>
Fund balances:						
May 1, 2011	2,330,122	1,940,894	2,379,406	29,528	11,324,433	18,004,383
April 30, 2012	\$ 2,906,435	\$ 2,426,178	\$ 4,586,824	\$ 30,762	\$ 2,148,801	\$ 12,099,000

Village of Tinley Park, Illinois

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Main Street North TIF  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues:		
Property taxes	\$ 595,000	\$ 628,713
Interest	20,000	19,967
<b>Total revenues</b>	<u>615,000</u>	<u>648,680</u>
Expenditures,		
Current, general government:		
Reimbursements and refunds	30,000	30,000
Other contractual services	15,000	2,925
Capital outlay	60,000	39,442
<b>Total expenditures</b>	<u>105,000</u>	<u>72,367</u>
<b>Change in fund balance</b>	<u><u>\$ 510,000</u></u>	576,313
Fund balance:		
May 1, 2011		<u>2,330,122</u>
April 30, 2012		<u><u>\$ 2,906,435</u></u>



Village of Tinley Park, Illinois

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Main Street South TIF  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues:		
Property taxes	\$ 615,000	\$ 631,974
Interest	15,000	16,404
<b>Total revenues</b>	<u>630,000</u>	<u>648,378</u>
Expenditures:		
Current, general government:		
Reimbursements and refunds	107,000	121,620
Other contractual services	40,000	5,425
Capital outlay	855,437	175,932
<b>Total expenditures</b>	<u>1,002,437</u>	<u>302,977</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(372,437)</u>	<u>345,401</u>
Other financing (uses),		
Transfers in	150,000	150,000
Transfers (out)	(10,363)	(10,117)
<b>Total other financing sources (uses)</b>	<u>139,637</u>	<u>139,883</u>
<b>Change in fund balance</b>	<u><u>\$ (232,800)</u></u>	<u>485,284</u>
Fund balance:		
May 1, 2011		<u>1,940,894</u>
April 30, 2012		<u><u>\$ 2,426,178</u></u>

Village of Tinley Park, Illinois

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Oak Park Avenue TIF  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues:		
Property taxes	\$ 4,025,000	\$ 4,108,720
Fines, forfeitures, and reimbursements	352,880	-
Interest	20,250	29,611
Intergovernmental	388,600	108,392
<b>Total revenues</b>	<u>4,786,730</u>	<u>4,246,723</u>
Expenditures,		
Current, general government:		
Reimbursements and refunds	84,600	64,787
Other contractual services	2,686,900	685,145
Distributions to school districts	1,000,000	(823,074)
Debt service:		
Principal	219,215	-
Interest and fees	1,000	1,000
Capital outlay	7,074,600	4,313,632
<b>Total expenditures</b>	<u>11,066,315</u>	<u>4,241,490</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,279,585)</u>	<u>5,233</u>
Other financing (uses),		
Transfers in	5,600,000	4,659,458
Transfers (out)	(604,038)	(2,457,273)
<b>Total other financing sources (uses)</b>	<u>4,995,962</u>	<u>2,202,185</u>
<b>Change in fund balance</b>	<u><u>\$ (1,283,623)</u></u>	<u>2,207,418</u>
Fund balance:		
May 1, 2011		<u>2,379,406</u>
April 30, 2012		<u><u>\$ 4,586,824</u></u>

**Village of Tinley Park, Illinois**

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Municipal Real Estate  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues:		
Interest	\$ 300	\$ 234
Other	-	1,000
<b>Total revenues</b>	<u>300</u>	<u>1,234</u>
Expenditures, capital outlay	<u>29,800</u>	<u>-</u>
<b>Change in fund balance</b>	<u><u>\$ (29,500)</u></u>	<u>1,234</u>
Fund balance:		
May 1, 2011		<u>29,528</u>
April 30, 2012		<u><u>\$ 30,762</u></u>

Village of Tinley Park, Illinois

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
2010 Build America Bond Fund  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues, Interest	\$ 2,000	\$ 17,019
Expenditures: Current, general government:	-	-
Excess (deficiency) of revenues over (under) expenditures	2,000	17,019
Other financing (uses), Transfers (out)	(11,000,000)	(9,192,651)
<b>Total other financing sources (uses)</b>	<b>(11,000,000)</b>	<b>(9,192,651)</b>
<b>Change in fund balance</b>	<b>\$ (10,998,000)</b>	<b>(9,175,632)</b>
Fund balance: May 1, 2011		11,324,433
April 30, 2012		<b>\$ 2,148,801</b>

Village of Tinley Park, Illinois

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Capital Improvements Fund  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues:		
Interest	\$ 202,000	\$ 142,039
Licenses, permits and fees	55,040	86,851
Intergovernmental	6,688,070	4,072,206
Miscellaneous	-	3,182,506
<b>Total revenues</b>	<u>6,945,110</u>	<u>7,483,602</u>
Expenditures:		
Debt service:		
Interest and fees	-	37,438
Bond issuance cost	-	13,534
Capital outlay	22,654,101	9,821,017
<b>Total expenditures</b>	<u>22,654,101</u>	<u>9,871,989</u>
(Deficiency) of revenues (under) expenditures	<u>(15,708,991)</u>	<u>(2,388,387)</u>
Other financing sources (uses):		
Bond issuance	-	1,031,295
Premium on bonds issued	-	39,691
Transfers in	6,770,000	10,130,309
Transfers (out)	(507,600)	(675,403)
Payment to escrow agent	(148,405)	(1,019,475)
<b>Total other financing sources (uses)</b>	<u>6,113,995</u>	<u>9,506,417</u>
<b>Change in fund balance</b>	<u>\$ (9,594,996)</u>	<u>7,118,030</u>
Fund balance:		
May 1, 2011		<u>22,126,535</u>
April 30, 2012		<u>\$ 29,244,565</u>

**Village of Tinley Park, Illinois**

**Schedule of Expenditures - Budget and Actual  
Capital Improvements Fund  
Year Ended April 30, 2012**

	Original and Final	
	Budget	Actual
Capital outlay:		
Salary reserve	\$ 1,873,000	\$ -
Other contractual services	10,000	-
Canine team	21,345	-
Insurance reserve	700,000	163,616
Finance software	230,000	188
Architectural services	15,000	14,521
Equipment	54,300	54,085
FD accreditation	4,250	4,250
First aid kits	5,000	-
Alarms	20,075	17,880
Emergency notification	91,250	-
Uniforms	25,000	-
Electrical supplies	4,275	4,260
Concrete and masonry	150,000	126,839
Training tower	35,750	35,750
Traffic counter	50,850	57,255
Fencing	-	2,970
Computer program	21,800	20,623
Microfilm	35,000	-
Radio and communication equipment	39,000	4,176
Computer software	48,624	31,045
Radar	28,000	-
Lightbar	8,600	-
Entrance doors	5,440	5,400
Automobiles	490,178	393,777
Front-end loader	98,700	98,451
Furnace	157,320	153,951
Aerial loader	831,000	-
Streetscape improvements	140,000	14,664
Camera	8,655	7,500
Sod cutter	13,000	-
Space needs study	25,000	12,200
Network analysis consultant	9,620	9,126
Photocopy machine	28,020	27,350
Cash registers	9,000	-
Air paks	12,550	12,505
Roof repair	185,750	172,459
Arterial sidewalks	45,000	-

(continued)

**Village of Tinley Park, Illinois**

**Schedule of Expenditures - Budget and Actual  
Capital Improvements Fund  
Year Ended April 30, 2012**

	Original and Final	
	Budget	Actual
Flood control projects	\$ 405,000	\$ 9,751
Tree replacement program	50,000	-
Parking lot repair	284,936	10,061
Grant expenditures	15,400	-
Major capital improvements	14,828,128	7,988,960
Property acquisition	500,000	25,000
Street lighting	107,212	1,258
Water main construction	150,000	-
Contract roadway improvements	177,576	128,417
Economic incentive reserve	263,450	(18,173)
Computer	192,047	80,902
Payments to other governments	150,000	150,000
<b>Total capital outlay</b>	<b>\$ 22,654,101</b>	<b>\$ 9,821,017</b>

Village of Tinley Park, Illinois

**Schedule of Operating and Nonoperating Revenues, Expenses and Transfers - Budget and Actual  
Waterworks and Sewerage Fund  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Operating revenues:		
Water sales and sewer services	\$ 15,944,900	\$ 16,610,534
Meter sales	14,000	26,037
Building impact fees	-	12,972
Other	5,000	504,273
<b>Total operating revenues</b>	<b>15,963,900</b>	<b>17,153,816</b>
Operating expenses, other than depreciation	17,914,586	13,701,615
<b>Operating (loss) income before depreciation</b>	<b>(1,950,686)</b>	<b>3,452,201</b>
Depreciation	-	2,439,586
<b>Operating (loss) income</b>	<b>(1,950,686)</b>	<b>1,012,615</b>
Nonoperating revenues (expenses):		
Annexation recaptures	-	58,053
Development contributions and fees	130,586	339,991
Interest income	69,250	88,968
Interest (expense)	(910,070)	(396,408)
<b>(Loss) income before transfers</b>	<b>(2,660,920)</b>	<b>1,103,219</b>
Transfers in	-	356,793
Transfer (out)	(60,000)	(60,000)
<b>Change in net assets</b>	<b>\$ (2,720,920)</b>	<b>1,400,012</b>
Net assets:		
May 1, 2011		40,441,682
April 30, 2012		<b>\$ 41,841,694</b>



Village of Tinley Park, Illinois

**Schedule of Operating Expenses - Budget and Actual**  
**Waterworks and Sewerage Fund**  
**Year Ended April 30, 2012**

	Original and Final Budget	Actual
Personal services, salaries	\$ 1,976,275	\$ 1,722,632
Contractual services:		
Illinois American Water sewer treatment services	435,000	416,217
Metropolitan Water Reclamation District sewer service	600,000	634,030
Frankfort sewer service	235,000	227,880
Postage	54,000	46,180
Telephone and pagers	29,400	27,133
Wireless alarm fees	1,620	1,320
Training	3,400	2,961
Medical exams	600	430
Meetings and conferences	1,200	718
Receptions and meals	1,000	861
Vehicle inspection	600	611
Printing	48,000	40,736
Photography	250	32
Liability insurance	200,000	117,798
Software license support	23,900	21,159
Employee health and life	552,100	420,135
Unemployment compensation	-	-
Employment costs	700	1,250
Social security and IMRF	415,175	359,399
Employee recognition	-	1,411
Electricity	195,000	205,810
Gas	3,000	1,828
Repairs buildings	10,000	7,723
Maintenance lift station	77,000	40,028
Repairs machinery and equipment	27,500	23,518
Repairs motor vehicles	25,000	16,980
Insurance deduction	20,000	12,684
Radio maintenance	1,000	340
Metra sanitary/storm easements	5,600	5,593
Machine rental	63,000	4,368
Towel and laundry service	800	514
Dues and subscriptions	2,050	1,373
Meter testing	12,500	17,319
Service contracts	119,670	84,022
Other contractual services	82,100	237,052
Engineering	190,000	71,966
Manhole maintenance	172,200	86,955
Auditing and accounting	22,000	21,500
Legal services	2,500	7,258
Legal notices and advertising	1,000	3,018
Water tank inspections	6,000	3,700
Soil testing	24,000	1,456
Vehicle licenses	500	215
Laboratory fees	7,600	7,467
Duplication	1,000	953
Leak location survey	26,000	28,870
GIS	63,000	10,000
Communications infrastructure plan	93,000	56,540
<b>Total contractual services</b>	<b>3,854,965</b>	<b>3,279,311</b>

(Continued)

Village of Tinley Park, Illinois

**Schedule of Operating Expenses - Budget and Actual (Continued)**  
**Waterworks and Sewerage Fund**  
**Year Ended April 30, 2012**

	Original and Final Budget	Actual
Commodities:		
Office supplies	\$ 3,500	\$ 2,756
Confectionery supplies	1,300	1,198
First aid supplies	350	106
Water purchase:		
Oak Lawn I	8,138,000	7,574,313
Oak Lawn II	87,250	28,669
Oak Lawn III	248,390	222,387
Expendable tools	10,000	8,187
Kerosene, gas and oil	57,375	37,202
Diesel	26,860	23,633
Chemical supplies	12,000	8,692
Tires and tubes	5,000	4,102
Electrical supplies	1,200	454
Books, manuals and brochures	500	359
Uniforms	10,000	10,871
Painting supplies	2,000	1,361
Plumbing supplies	42,000	46,160
Water meter repairs	1,500	1,282
Hydrant repairs	10,000	6,049
Landscaping material	15,000	4,972
Spoils disposal	25,000	13,887
Lumber supplies	500	64
Welding supplies	200	564
Concrete and masonry	30,000	20,378
Asphalt and road tar	15,000	21,677
Sewer tile and culvert	15,000	14,599
Hardware	2,000	1,089
Signs and sign material	1,000	414
Safety supplies	8,000	8,575
Sand and gravel	20,000	23,933
Other supplies	1,000	7,796
Emergency repairs	30,000	84,186
Other expenses	111,948	18,590
<b>Total commodities</b>	<b>8,931,873</b>	<b>8,198,505</b>
Capital outlay:		
Water meters	1,232,923	258,962
Sanitary sewer	1,680,000	219,593
Trucks	110,800	2,134
Hydrants	27,750	19,684
Lift station modify	100,000	-
<b>Total capital outlay</b>	<b>3,151,473</b>	<b>500,373</b>
Debt service, bond issuance costs	-	794
<b>Total operating expenses</b>	<b>\$ 17,914,586</b>	<b>\$ 13,701,615</b>

Village of Tinley Park, Illinois

**Schedule of Operating and Nonoperating Revenues, Expenses and Transfers -  
Budget and Actual  
Commuter Parking Lot  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Operating revenues:		
Parking fees	\$ 696,800	\$ 714,415
Parking fines	17,900	31,869
<b>Total operating revenues</b>	<u>714,700</u>	<u>746,284</u>
Operating expenses, other than depreciation	<u>686,970</u>	<u>546,469</u>
<b>Operating income before depreciation</b>	27,730	199,815
Depreciation	<u>-</u>	<u>50,998</u>
<b>Operating income</b>	27,730	148,817
Nonoperating revenues, Interest income	<u>35,000</u>	<u>25,296</u>
<b>Income before transfers</b>	62,730	174,113
Transfer (out)	<u>(50,000)</u>	<u>(50,000)</u>
<b>Change in net assets</b>	<u><u>\$ 12,730</u></u>	124,113
Net assets:		
May 1, 2011		<u>4,451,108</u>
April 30, 2012		<u><u>\$ 4,575,221</u></u>

**Village of Tinley Park, Illinois**

**Schedule of Operating Expenses - Budget and Actual  
Commuter Parking Lot  
Year Ended April 30, 2012**

	Original and Final		Actual
	Budget		
Personal services, salaries	\$	310,050	\$ 289,569
Contractual services:			
Telephone		1,000	985
Printing		7,200	6,167
Liability insurance		20,000	11,406
Employee health and life		102,700	76,510
Social security and IMRF		48,595	44,143
Electricity		19,000	15,932
Water and sewer		2,700	2,033
Repairs machinery		8,750	2,736
Insurance deduction		10,000	-
Rental land		14,125	14,926
Fiber optic cabling		50,000	-
Snow removal		8,000	19,934
Other contractual services		1,650	832
Auditing and accounting		5,000	5,000
Expendable tools		100	-
Chemicals		100	-
Electrical supplies		500	1,433
Uniforms		1,600	1,528
Paint supplies		500	-
Landscaping materials		16,000	16,846
Concrete and masonry		1,000	-
Salt		55,000	26,137
Hardware		50	4
Signs		100	-
Sand and gravel		3,000	3,103
Other supplies		100	37
Refunds		-	375
Parking lot repair		-	6,752
Miscellaneous		150	81
<b>Total operating expenses</b>	<b>\$</b>	<b>686,970</b>	<b>\$ 546,469</b>

Village of Tinley Park, Illinois

Combining Balance Sheet

Agency Funds

April 30, 2012

	Special Assessment	Escrow	Payroll	Total
<b>Assets</b>				
Cash and cash equivalents	\$ -	\$ 3,874,751	\$ 961,809	\$ 4,836,560
Receivables				
Other	172,280	-	-	172,280
<b>Total assets</b>	<b>\$ 172,280</b>	<b>\$ 3,874,751</b>	<b>\$ 961,809</b>	<b>\$ 5,008,840</b>
<b>Liabilities</b>				
Liabilities				
Accounts payable	\$ 172,280	\$ -	\$ 961,809	\$ 1,134,089
Deposits	-	3,874,751	-	3,874,751
<b>Total liabilities</b>	<b>\$ 172,280</b>	<b>\$ 3,874,751</b>	<b>\$ 961,809</b>	<b>\$ 5,008,840</b>

Village of Tinley Park, Illinois

Statement of Changes in Assets and Liabilities

Agency Funds

Year Ended April 30, 2012

	Balances May 1, 2011	Additions	Deletions	Balances April 30, 2012
<b><u>Special Assessment Fund</u></b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 1,993,185	\$ -	\$ 1,993,185	\$ -
Other receivables	-	172,280	-	172,280
<b>Total assets</b>	<b>\$ 1,993,185</b>	<b>\$ 172,280</b>	<b>\$ 1,993,185</b>	<b>\$ 172,280</b>
<b>Liabilities</b>				
Accounts payable	\$ 1,993,185	\$ -	\$ 1,820,905	\$ 172,280
<b><u>Escrow Fund</u></b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 5,328,143	\$ -	\$ 1,453,392	\$ 3,874,751
Advance to governmental fund	143,761	-	143,761	-
<b>Total assets</b>	<b>\$ 5,471,904</b>	<b>\$ -</b>	<b>\$ 1,597,153</b>	<b>\$ 3,874,751</b>
<b>Liabilities</b>				
Deposits	\$ 5,471,904	\$ -	\$ 1,597,153	\$ 3,874,751

Village of Tinley Park, Illinois

Statement of Changes in Assets and Liabilities

Agency Funds

Year Ended April 30, 2012

	Balances May 1, 2011	Additions	Deletions	Balances April 30, 2012
<b><u>Payroll Fund</u></b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 947,478	\$ 14,331	\$ -	\$ 961,809
<b>Liabilities</b>				
Accounts payable	\$ 947,478	\$ 14,331	\$ -	\$ 961,809
<b><u>Combined</u></b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 8,268,806	\$ 14,331	\$ 3,446,577	\$ 4,836,560
Other receivables	-	172,280	-	172,280
Advance to governmental fund	143,761	-	143,761	-
<b>Total assets</b>	<b>\$ 8,412,567</b>	<b>\$ 186,611</b>	<b>\$ 3,590,338</b>	<b>\$ 5,008,840</b>
<b>Liabilities</b>				
Accounts payable	\$ 2,940,663	\$ 14,331	\$ 1,820,905	\$ 1,134,089
Deposits	5,471,904	-	1,597,153	3,874,751
<b>Total liabilities</b>	<b>\$ 8,412,567</b>	<b>\$ 14,331</b>	<b>\$ 3,418,058</b>	<b>\$ 5,008,840</b>

**Village of Tinley Park, Illinois**

**Schedule of Capital Assets - By Source**

**April 30, 2012**

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Buildings and property:	
General government	\$ 140,209,533
Public safety	10,237,914
Public works	24,085,949
<b>Total buildings and property</b>	<u>174,533,396</u>
Equipment and vehicles:	
General government	807,039
Public safety	8,289,640
Public works	4,958,125
<b>Total equipment and vehicles</b>	<u>14,054,804</u>
<b>Total construction in progress</b>	<u>36,193,019</u>
<b>Total governmental capital assets</b>	<u><u>\$ 224,781,219</u></u>
Investment in capital assets from:	
General Obligation Bonds	\$ 152,473,811
Current revenue	72,307,408
<b>Total investment in governmental capital assets</b>	<u><u>\$ 224,781,219</u></u>



**Village of Tinley Park, Illinois**

**Schedule of Capital Assets -  
By Function and Activity  
Year Ended April 30, 2012**

	Buildings and Property	Equipment and Vehicles	Construction in Progress	Total
General government	\$ 140,209,533	\$ 807,039	\$ -	\$ 141,016,572
Public safety	10,237,914	8,289,640	-	18,527,554
Public works	24,085,949	4,958,125	36,193,019	65,237,093
	<u>\$ 174,533,396</u>	<u>\$ 14,054,804</u>	<u>\$ 36,193,019</u>	<u>\$ 224,781,219</u>

**Village of Tinley Park, Illinois**

**Schedule of Changes in Capital Assets -  
By Function and Activity  
Year Ended April 30, 2012**

	Governmental Capital Assets May 1, 2011	Additions	Deletions	Governmental Capital Assets April 30, 2012
General government	\$ 138,809,623	\$ 2,287,795	\$ 80,846	\$ 141,016,572
Public safety	18,448,494	264,461	185,401	18,527,554
Public works	53,425,906	15,350,011	3,538,824	65,237,093
<b>Total general capital assets</b>	<b>\$ 210,684,023</b>	<b>\$ 17,902,267</b>	<b>\$ 3,805,071</b>	<b>\$ 224,781,219</b>

Village of Tinley Park, Illinois

**Tinley Park Public Library  
Combining Balance Sheet  
All Governmental Funds  
April 30, 2012**

	Governmental Fund Type			
	General	Special Revenue	Capital Projects	Total
<b>Assets</b>				
Cash and cash equivalents	\$ 4,113,416	\$ 658,331	\$ 5,525,330	\$ 10,297,077
Receivables:				
Property taxes	3,312,509	-	-	3,312,509
Intergovernmental	30,077	-	-	30,077
Grants	-	-	-	-
Other	6,011	-	-	6,011
<b>Total assets</b>	<b>\$ 7,462,013</b>	<b>\$ 658,331</b>	<b>\$ 5,525,330</b>	<b>\$ 13,645,674</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ 109,449	\$ -	\$ -	\$ 109,449
Accrued payroll	25,122	-	-	25,122
Unearned revenue	5,670,189	-	-	5,670,189
Compensated absences	129,387	-	-	129,387
<b>Total liabilities</b>	<b>5,934,147</b>	<b>-</b>	<b>-</b>	<b>5,934,147</b>
<b>Fund Balances</b>				
Unassigned	1,527,866	-	-	1,527,866
Restricted	-	658,331	-	658,331
Committed	-	-	5,525,330	5,525,330
<b>Total fund balances</b>	<b>1,527,866</b>	<b>658,331</b>	<b>5,525,330</b>	<b>7,711,527</b>
<b>Total liabilities and fund balances</b>	<b>\$ 7,462,013</b>	<b>\$ 658,331</b>	<b>\$ 5,525,330</b>	<b>\$ 13,645,674</b>

Village of Tinley Park, Illinois

**Tinley Park Public Library**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**All Governmental Fund Types**  
**Year Ended April 30, 2012**

	General	Special Revenue	Capital Projects	Total
Revenues:				
Property taxes	\$ 5,000,900	\$ -	\$ 558,321	\$ 5,559,221
Intergovernmental:				
Replacement taxes	12,782	-	-	12,782
State grants	58,149	-	-	58,149
Other	115,000	-	150,000	265,000
Fines and forfeitures	80,870	-	-	80,870
Charges for services	29,939	-	-	29,939
Interest	17,200	390	468	18,058
Other	15,919	2,163	1,650	19,732
<b>Total revenues</b>	<b>5,330,759</b>	<b>2,553</b>	<b>710,439</b>	<b>6,043,751</b>
Expenditures:				
Current:				
Personnel	1,941,865	-	-	1,941,865
Contractual services	552,595	-	-	552,595
Commodities	641,778	-	-	641,778
Other	197,457	2,091	-	199,548
Debt service:				
Principal	-	-	475,000	475,000
Interest and fees	-	-	247,737	247,737
Bond issuance cost	-	-	87,685	87,685
Capital outlay	375,878	-	-	375,878
<b>Total expenditures</b>	<b>3,709,573</b>	<b>2,091</b>	<b>810,422</b>	<b>4,522,086</b>
Excess (deficiency) of revenues over (under) expenditures	1,621,186	462	(99,983)	1,521,665
Other financing sources (uses):				
Bond issuance	-	-	5,940,000	5,940,000
Premium on bonds issued	-	-	541,565	541,565
Transfer in	-	-	5,000,000	5,000,000
Transfer (out)	(5,000,000)	-	-	(5,000,000)
Payment to escrow agent	-	-	(6,375,000)	(6,375,000)
<b>Total other financing sources (uses)</b>	<b>(5,000,000)</b>	<b>-</b>	<b>5,106,565</b>	<b>106,565</b>
<b>Change in fund balance</b>	<b>(3,378,814)</b>	<b>462</b>	<b>5,006,582</b>	<b>1,628,230</b>
Fund balances:				
May 1, 2011	4,906,680	657,869	518,748	6,083,297
April 30, 2012	\$ 1,527,866	\$ 658,331	\$ 5,525,330	\$ 7,711,527

**Village of Tinley Park, Illinois**

**Tinley Park Public Library  
Schedule of General Fund Expenditures  
Budget and Actual  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Expenditures:		
Salaries	\$ 2,000,000	\$ 1,941,865
Social Security and IMRF	398,000	377,971
Employee health and life	208,620	159,375
Unemployment compensation	-	2,998
Legal fees	4,000	2,706
Book collection service	1,000	1,045
Utilities	17,300	10,274
Maintenance - building, grounds and equipment	215,200	213,973
Periodicals	28,000	22,795
Conferences, training and travel	18,100	12,851
Accounting/audit services	8,500	8,500
Professional association dues	6,500	4,610
Postage	17,000	14,176
Book processing fee	12,000	12,225
Office supplies	26,500	19,144
Telephone	34,150	33,131
Book purchases:		
Reference	40,000	26,253
Adult	127,385	112,771
Young adult	11,000	12,154
Children's	93,500	93,576
Programs:		
Young adult	6,000	5,657
Children's	15,000	15,520
Public information	32,500	32,668
Information services	101,110	97,750
Cultural art	12,000	11,027
SLS printouts and audio visual	77,900	72,670
Library equipment	20,000	21,677
Computer equipment	86,250	104,613
Contingency	20,000	16,096
Building improvements	4,000	3,300
Bookmobile	35,000	33,321
Computer software	18,000	12,007
Maintenance - computer equipment	182,000	108,094
Insurance - building	100,000	76,770
Wireless alarm fees	660	660
Miscellaneous expense	18,900	15,350
<b>Total expenditures</b>	<b>\$ 3,996,075</b>	<b>\$ 3,709,573</b>

Village of Tinley Park, Illinois

Tinley Park Public Library  
Combining Balance Sheet  
Capital Projects Funds  
April 30, 2012

	Capital Improvements	Special Building	Total
<hr/>			
<b>Assets</b>			
Cash and cash equivalents	\$ 4,963,014	\$ 562,316	\$ 5,525,330
	<hr/>		
<b>Liabilities and Fund Balances</b>			
Liabilities	\$ -	\$ -	\$ -
Fund Balances			
Committed	4,963,014	562,316	5,525,330
	<hr/>		
<b>Total liabilities and fund balances</b>	\$ 4,963,014	\$ 562,316	\$ 5,525,330
	<hr/>		

Village of Tinley Park, Illinois

**Tinley Park Public Library**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**Capital Projects Funds**  
**Year Ended April 30, 2012**

	Capital Improvements	Special Building	Total
Revenues:			
Property taxes	\$ -	\$ 558,321	\$ 558,321
Payments from other government	-	150,000	150,000
Miscellaneous	1,650	-	1,650
Interest	345	123	468
<b>Total revenues</b>	<b>1,995</b>	<b>708,444</b>	<b>710,439</b>
Expenditures:			
Debt service:			
Principal	-	475,000	475,000
Interest and fees	-	247,737	247,737
Bond issuance cost	-	87,685	87,685
<b>Total expenditures</b>	<b>-</b>	<b>810,422</b>	<b>810,422</b>
Excess (deficiency) of revenues over (under) expenditures	1,995	(101,978)	(99,983)
Other financing (uses):			
Bond issuance	-	5,940,000	5,940,000
Premium on bonds issued	-	541,565	541,565
Transfer in	4,700,000	300,000	5,000,000
Payment to escrow agent	-	(6,375,000)	(6,375,000)
<b>Change in fund balance</b>	<b>4,701,995</b>	<b>304,587</b>	<b>5,006,582</b>
Fund balances:			
May 1, 2011	261,019	257,729	518,748
April 30, 2012	\$ 4,963,014	\$ 562,316	\$ 5,525,330

Village of Tinley Park, Illinois

Tinley Park Public Library  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Capital Improvements Fund  
Year Ended April 30, 2012

	Original and Final Budget	Actual
Revenues:		
Miscellaneous	\$ -	\$ 1,650
Interest	150	345
<b>Total revenues</b>	<u>150</u>	<u>1,995</u>
Expenditures	<u>-</u>	<u>-</u>
Excess revenues over expenditures	<u>150</u>	<u>1,995</u>
Other financing sources, Transfer in	<u>200,000</u>	<u>4,700,000</u>
<b>Change in fund balance</b>	<u><u>\$ 200,150</u></u>	<u>4,701,995</u>
Fund balance:		
May 1, 2011		<u>261,019</u>
April 30, 2012		<u><u>\$ 4,963,014</u></u>



**Village of Tinley Park, Illinois**

**Tinley Park Public Library  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Special Building Fund  
Year Ended April 30, 2012**

	Original and Final Budget	Actual
Revenues:		
Property taxes	\$ 580,000	\$ 558,321
Payments from other governments	-	150,000
Interest	200	123
<b>Total revenues</b>	<u>580,200</u>	<u>708,444</u>
Expenditures, debt service:		
Principal	-	475,000
Interest and fees	556,744	247,737
Bond issuance cost	-	87,685
<b>Total expenditures</b>	<u>556,744</u>	<u>810,422</u>
Excess (deficiency) of revenues over (under) expenditures	<u>23,456</u>	<u>(101,978)</u>
Other financing sources (uses),		
Bond issuance	-	5,940,000
Premium on bonds issued	-	541,565
Transfer in	-	300,000
Payment to escrow agent	-	(6,375,000)
<b>Change in fund balance</b>	<u><u>\$ 23,456</u></u>	<u>304,587</u>
Fund balance:		
May 1, 2011		<u>257,729</u>
April 30, 2012		<u><u>\$ 562,316</u></u>

**Village of Tinley Park, Illinois**

**Schedule of Debt Service Requirements  
April 30, 2012**

	Year Ending April 30,	Interest Rate	Principal			Interest			Total
			Governmental	Waterworks & Sewerage	Total Principal	Governmental	Waterworks & Sewerage	Total Interest	
General Obligation Bonds									
Series 2004	2013	3.25%	\$ 273,350	\$ 276,650	\$ 550,000	\$ 104,997	\$ 106,265	\$ 211,263	\$ 761,263
Dated October 5, 2004									
Funded 49.7% by Governmental and 50.3% by Business Activities - Water Fund									
General Obligation Refunding Bonds									
Series 2012	2013	2.00%	\$ 27,335	\$ 27,665	\$ 55,000	\$ 41,339	\$ 41,839	\$ 83,178	\$ 138,178
Dated February 15, 2012	2014	2.00%	303,170	306,830	610,000	51,489	52,111	103,600	713,600
Funded 49.7% by Governmental and	2015	2.00%	372,750	377,250	750,000	45,426	45,974	91,400	841,400
50.3% by Business Activities - Water Fund	2016	2.00%	380,205	384,795	765,000	37,971	38,429	76,400	841,400
	2017	2.00%	387,660	392,340	780,000	30,367	30,733	61,100	841,100
	2018	2.00%	392,630	397,370	790,000	22,614	22,886	45,500	835,500
	2019	2.00%	360,325	364,675	725,000	14,761	14,939	29,700	754,700
	2020	2.00%	377,720	382,280	760,000	7,554	7,646	15,200	775,200
			<u>\$ 2,601,795</u>	<u>\$ 2,633,205</u>	<u>\$ 5,235,000</u>	<u>\$ 251,521</u>	<u>\$ 254,557</u>	<u>\$ 506,078</u>	<u>\$ 5,741,078</u>

(continued)

Village of Tinley Park, Illinois

Schedule of Debt Service Requirements (Continued)  
April 30, 2012

	Year Ending April 30,	Interest Rate	Principal			Interest			Total
			Governmental	Waterworks & Sewerage	Total Principal	Governmental	Waterworks & Sewerage	Total Interest	
General Obligation Refunding and Improvement Bonds, Series 2009	2013	3.00%	\$ 501,360	\$ 253,640	\$ 755,000	\$ 216,411	\$ 109,334	\$ 325,745	\$ 1,080,745
Dated March 23, 2009	2014	3.25%	517,035	262,965	780,000	201,370	101,725	303,095	1,083,095
Funded 65.5% by Governmental and 34.5% by Business Activities - Water Fund	2015	3.50%	459,335	225,665	685,000	184,567	93,178	277,745	962,745
	2016	3.50%	471,875	233,125	705,000	168,490	85,280	253,770	958,770
	2017	4.00%	480,010	234,990	715,000	151,974	77,121	229,095	944,095
	2018	4.00%	501,955	248,045	750,000	132,774	67,721	200,495	950,495
	2019	4.00%	660,570	339,430	1,000,000	112,696	57,799	170,495	1,170,495
	2020	4.25%	693,785	356,215	1,050,000	86,273	44,222	130,495	1,180,495
	2021	4.00%	693,785	356,215	1,050,000	56,787	29,083	85,870	1,135,870
	2022	4.10%	708,190	361,810	1,070,000	29,036	14,834	43,870	1,113,870
			<u>\$ 5,687,900</u>	<u>\$ 2,872,100</u>	<u>\$ 8,560,000</u>	<u>\$ 1,340,378</u>	<u>\$ 680,297</u>	<u>\$ 2,020,675</u>	<u>\$ 10,580,675</u>

	Year Ending April 30,	Interest Rate	Principal			Interest			Federal Interest Subsidy	Total
			Governmental	Waterworks & Sewerage	Total Principal	Governmental	Waterworks & Sewerage	Total Interest		
General Obligation Bonds										
Series 2010 (Build America Bonds)	2013	1.75%	\$ 428,577	\$ 71,423	\$ 500,000	\$ 598,032	\$ 61,211	\$ 659,243	\$ (230,735)	\$ 928,508
Dated December 22, 2010	2014	2.10%	437,148	72,852	510,000	590,094	60,399	650,493	(227,672)	932,821
Funded 85.7% by Governmental and 14.3% by Business Activities - Water Fund	2015	2.50%	445,720	74,280	520,000	580,379	59,404	639,783	(223,924)	935,859
	2016	2.90%	458,577	76,423	535,000	568,586	58,197	626,783	(219,374)	942,409
	2017	3.40%	471,434	78,566	550,000	554,510	56,757	611,267	(213,944)	947,323
	2018	3.80%	484,291	80,709	565,000	537,547	55,020	592,567	(207,399)	950,168
	2019	4.30%	505,720	84,280	590,000	518,070	53,027	571,097	(199,884)	961,213
	2020	4.50%	527,149	87,851	615,000	495,056	50,671	545,727	(191,005)	969,722
	2021	4.50%	548,578	91,422	640,000	469,952	48,101	518,053	(181,318)	976,735
	2022	5.25%	574,292	95,708	670,000	443,826	45,427	489,253	(171,238)	988,015
	2023	5.25%	604,293	100,707	705,000	411,916	42,161	454,077	(158,927)	1,000,150
	2024	5.25%	638,579	106,421	745,000	378,340	38,725	417,065	(145,973)	1,016,092
	2025	5.25%	668,579	111,421	780,000	342,860	35,093	377,953	(132,283)	1,025,670
	2026	5.25%	707,151	117,849	825,000	305,711	31,291	337,002	(117,951)	1,044,051
	2027	5.90%	741,437	123,563	865,000	266,421	27,269	293,690	(102,792)	1,055,899
	2028	5.90%	784,295	130,705	915,000	220,124	22,531	242,655	(84,929)	1,072,726
	2029	5.90%	831,438	138,562	970,000	171,152	17,518	188,670	(66,035)	1,092,636
	2030	6.20%	882,868	147,132	1,030,000	119,236	12,204	131,440	(46,004)	1,115,436
	2031	6.20%	934,297	155,703	1,090,000	61,305	6,275	67,580	(23,653)	1,133,927
			<u>\$ 11,674,423</u>	<u>\$ 1,945,577</u>	<u>\$ 13,620,000</u>	<u>\$ 7,633,116</u>	<u>\$ 781,282</u>	<u>\$ 8,414,398</u>	<u>\$ (2,945,039)</u>	<u>\$ 19,089,359</u>

**Village of Tinley Park, Illinois**

**Schedule of Debt Service Requirements**

**April 30, 2012**

	Year Ending April 30,	Interest Rate	Principal	Interest	Total
<hr/>					
General Obligation Bonds					
Series 2008					
Dated April 28, 2008	2013	3.50%	\$ 480,000	\$ 122,763	\$ 602,763
	2014	3.75%	495,000	105,963	600,963
	2015	4.00%	515,000	87,400	602,400
	2016	4.00%	535,000	66,800	601,800
	2017	4.00%	555,000	45,400	600,400
	2018	4.00%	580,000	23,200	603,200
			<hr/>		
			\$ 3,160,000	\$ 451,526	\$ 3,611,526
			<hr/>		

	Year Ending April 30,	Interest Rate	Principal	Interest	Federal Interest Subsidy	Total
<hr/>						
General Obligation Bonds						
Series 2009A (Build America						
Bonds - Direct Payment)						
Dated December 30, 2009	2013	1.70%	\$ 1,910,000	\$ 365,048	\$ (127,767)	\$ 2,147,281
	2014	2.15%	1,615,000	332,578	(116,402)	1,831,175
	2015	2.50%	2,280,000	297,855	(104,249)	2,473,606
	2016	2.85%	1,965,000	240,855	(84,299)	2,121,556
	2017	3.15%	2,685,000	184,853	(64,698)	2,805,154
	2018	3.50%	2,865,000	100,275	(35,096)	2,930,179
			<hr/>			
			\$ 13,320,000	\$ 1,521,463	\$ (532,512)	\$ 14,308,951
			<hr/>			

(continued)

**Village of Tinley Park, Illinois**

**Schedule of Debt Service Requirements (Continued)**  
**April 30, 2012**

	Year Ending April 30,	Interest Rate	Principal	Interest	Total
Limited Sales Tax Revenue Bonds					
Dated November 1, 1988	See note below		<u>\$ 895,000</u>	<u>\$ 531,719</u>	<u>\$ 1,426,719</u>

The debt service for the Limited Sales Tax Revenue Bonds represents total principal and interest outstanding, due to unavailable specific incremental sales tax revenues to provide for payment at the original stated maturities. The outstanding interest and principal will be retired annually, in series, from specific incremental sales tax revenues generated within Special Service Area #3 when and if such incremental revenues are available.

Revenue Bonds					
Dated August 1, 2000	2013	5.25%	\$ -	\$ 15,193	\$ 15,193
	2014	5.25%	65,000	28,679	93,679
	2015	5.30%	70,000	25,118	95,118
	2016	5.35%	75,000	21,256	96,256
	2017	5.50%	80,000	17,050	97,050
	2018	5.50%	85,000	12,512	97,512
	2019	5.50%	90,000	7,700	97,700
	2020	5.50%	95,000	2,613	97,613
<b>Total Revenue Bonds</b>			<u>\$ 560,000</u>	<u>\$ 130,121</u>	<u>\$ 690,121</u>

(continued)

Village of Tinley Park, Illinois

Schedule of Debt Service Requirements (Continued)

April 30, 2012

	Year Ending April 30,	Interest Rate	Principal	Interest	Total
<hr/>					
Component Unit:					
Library General Obligation					
Refunding Bonds:					
Series 2012	2013	2.800%	\$ 445,000	\$ 209,700	\$ 654,700
Dated August 30, 2011	2014	2.950%	465,000	200,800	665,800
	2015	3.125%	485,000	191,500	676,500
	2016	3.250%	485,000	176,950	661,950
	2017	3.350%	505,000	162,400	667,400
	2018	3.450%	530,000	142,200	672,200
	2019	3.550%	560,000	121,000	681,000
	2020	3.700%	585,000	98,600	683,600
	2021	3.700%	610,000	75,200	685,200
	2022	3.700%	610,000	50,800	660,800
	2023	3.700%	660,000	26,400	686,400
			<hr/>		
			\$ 5,940,000	\$ 1,455,550	\$ 7,395,550
			<hr/>		

**Village of Tinley Park, Illinois**

**Schedule of Assessed Valuations, Tax Rates and Extensions  
For Tax Levy Year 2012**

	Tax Levy Year	Equalized Assessed Valuation	Extended Tax Rate
	2006	\$ 1,491,626,393	0.914
	2007	1,596,468,368	0.933
	2008	1,761,707,602	0.910
	2009	1,796,096,943	0.903
	2010	1,812,100,741	1.024
	2011	1,607,862,763	1.206
		<b>Rate</b>	<b>Amount</b>
<b>Primary Government:</b>			
<b>General:</b>			
Corporate		0.642	\$ 10,329,249
Social Security and IMRF		0.115	1,854,000
Audit		0.002	25,750
Fire Protection		0.112	1,797,350
Police Protection		0.085	1,369,900
Emergency Service Disaster Agency (ESDA)		0.042	679,800
Liability Insurance		0.056	901,250
Police Pension		0.129	2,066,482
<b>Total General</b>		1.183	19,023,781
General Obligation Bonds		0.023	367,500
<b>Total Primary Government</b>		1.206	19,391,281
<b>Component unit,</b>			
Tinley Park Public Library		0.356	5,727,463
<b>Total Reporting Entity</b>		1.562	\$ 25,118,744

Note: Stated rates are for Cook County, which represents the majority of the Village's tax base.

## Statistical Section

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

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b>	141 - 146
These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	147 - 158
These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.	
<b>Debt Capacity</b>	159 - 164
These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b>	165 - 166
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to help make comparisons over time and with other governments.	
<b>Operating Information</b>	167 - 174
These schedules contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.	

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.



VILLAGE OF TINLEY PARK, ILLINOIS  
NET ASSETS BY COMPONENT  
Last Nine Fiscal Years

	2004	2005	2006	2007 (1)	2008	2009	2010	2011	2012
<b>Governmental Activities</b>									
Invested in Capital Assets									
Net of Related Debt	\$ 13,508,444	\$ 8,508,187	\$ 11,406,809	\$ 128,136,302	\$ 131,654,873	\$ 141,572,937	\$ 150,765,280	\$ 155,177,498	\$ 161,244,471
Restricted	21,907,837	25,311,260	28,543,931	30,588,863	31,197,765	3,034,547	3,397,874	13,352,069	15,706,936
Unrestricted	4,370,499	4,971,153	5,370,554	9,388,909	10,128,105	33,888,546	38,985,139	33,635,206	41,369,185
Total Governmental Activities	\$ 39,786,780	\$ 38,790,600	\$ 45,321,294	\$ 168,114,074	\$ 172,980,743	\$ 178,496,030	\$ 193,148,293	\$ 202,164,773	\$ 218,320,592
<b>Business-type Activities</b>									
Invested in Capital Assets									
Net of Related Debt	\$ 41,991,913	\$ 41,648,509	\$ 40,905,045	\$ 35,022,297	\$ 34,899,591	\$ 29,956,213	\$ 29,925,098	\$ 27,851,329	\$ 26,058,168
Unrestricted	15,570,682	15,037,015	15,838,366	19,058,407	16,664,527	15,199,868	15,435,395	17,041,461	20,358,747
Total Business-type Activities	\$ 57,562,595	\$ 56,685,524	\$ 56,743,411	\$ 54,080,704	\$ 51,564,118	\$ 45,156,081	\$ 45,360,493	\$ 44,892,790	\$ 46,416,915
<b>Primary Government</b>									
Invested in Capital Assets									
Net of Related Debt	\$ 55,500,357	\$ 50,156,696	\$ 52,311,854	\$ 163,158,599	\$ 166,554,464	\$ 171,529,150	\$ 180,690,378	\$ 183,028,827	\$ 187,302,639
Restricted	21,907,837	25,311,260	28,543,931	30,588,863	31,197,765	3,034,547	3,397,874	13,352,069	15,706,936
Unrestricted	19,941,181	20,008,168	21,208,920	28,447,316	26,792,632	49,088,414	54,420,534	50,676,667	61,727,932
Total Primary Government	\$ 97,349,375	\$ 95,476,124	\$ 102,064,705	\$ 222,194,778	\$ 224,544,861	\$ 223,652,111	\$ 238,508,786	\$ 247,057,563	\$ 264,737,507

(1) 2007 Total Primary Government includes \$108,554,067 of restatements; \$1,378,306 from Business Activities; \$107,175,761 from Governmental Activities.

Data Source

Audited Financial Statements

VILLAGE OF TINLEY PARK, ILLINOIS  
CHANGE IN NET ASSETS  
Last Nine Fiscal Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Expenses</b>									
Governmental Activities									
General Government	\$ 3,725,992	\$ 9,946,544	\$ 5,071,979	\$ 5,613,352	\$ 7,572,004	\$ 9,521,724	\$ 6,833,284	\$ 8,097,414	\$ 6,525,519
Public Works	8,051,604	10,166,225	7,912,119	7,045,172	8,948,542	9,047,342	6,197,656	6,749,420	8,153,546
Public Safety	14,385,547	16,530,834	17,320,790	18,762,999	20,333,163	22,086,848	17,833,741	22,618,380	23,410,071
Social Services	1,411,862	1,376,948	1,656,187	1,558,246	2,594,588	2,564,193	2,081,820	3,148,287	3,450,385
Interest	1,029,714	956,510	878,560	877,287	953,683	844,998	570,709	953,433	1,531,413
Total Governmental Activities Expenses	28,604,719	38,977,061	32,839,635	33,857,056	40,401,980	44,065,105	33,517,210	41,566,934	43,070,934
Business-type Activities									
Waterworks & Sewerage	12,138,328	12,666,503	13,970,537	14,808,137	15,152,054	15,705,869	15,398,271	16,579,660	16,537,609
Commuter Parking Lot	1,444,206	613,540	686,575	674,775	682,282	777,259	740,655	702,172	597,467
Total Business-type Activities Expenses	13,582,534	13,280,043	14,657,112	15,482,912	15,834,336	16,483,128	16,138,926	17,281,832	17,135,076
Total Primary Government Expenses	\$ 42,187,253	\$ 52,257,104	\$ 47,496,747	\$ 49,339,968	\$ 56,236,316	\$ 60,548,233	\$ 49,656,136	\$ 58,848,766	\$ 60,206,010

VILLAGE OF TINLEY PARK, ILLINOIS  
CHANGE IN NET ASSETS  
Last Nine Fiscal Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Program Revenues</b>									
Governmental Activities									
Charges for Services									
General Government	\$ 2,523,577	\$ 2,709,486	\$ 2,694,081	\$ 2,909,489	\$ 2,610,690	\$ 2,977,793	\$ 2,987,075	\$ 3,280,329	\$ 3,703,464
Public Works	-	1,415,761	-	1,901,898	672,630	644,129	770,700	847,196	577,874
Public Safety	170,362	138,489	140,935	133,551	99,727	113,849	119,443	151,514	366,389
Social Services	413,587	197,810	235,725	259,625	128,238	342,929	140,771	73,808	167,212
Operating Grants and Contributions	8,794,087	3,052,374	1,914,768	3,072,614	311,285	281,896	273,955	348,894	497,016
Capital Grants and Contributions	-	-	-	-	2,232,353	2,296,359	2,658,997	3,427,678	6,045,568
Total Governmental Activities Program Revenues	11,901,613	7,513,920	4,985,509	8,277,177	6,054,923	6,656,955	6,950,941	8,129,419	11,357,523
Business-type Activities									
Charges for Services									
Waterworks & Sewerage	9,772,657	10,734,995	11,525,123	12,343,220	11,720,197	12,343,289	13,614,833	15,666,413	17,153,816
Commuter Parking Lot	600,288	642,140	620,413	674,109	617,989	588,645	642,999	767,445	746,284
Operating Grants and Contributions	1,758,927	287,871	534,177	700,262	573,822	121,965	2,109,497	179,188	398,044
Total Business-type Activities Program Revenues	12,131,872	11,665,006	12,679,713	13,717,591	12,912,008	13,053,899	16,367,329	16,613,046	18,298,144
Total Primary Government Program Revenues	\$ 24,033,485	\$ 19,178,926	\$ 17,665,222	\$ 21,994,768	\$ 18,966,931	\$ 19,710,854	\$ 23,318,270	\$ 24,742,465	\$ 29,655,667
Net (Expense) Revenue									
Governmental Activities	\$ (16,703,106)	\$ (31,463,141)	\$ (27,854,126)	\$ (25,579,879)	\$ (34,347,057)	\$ (37,408,150)	\$ (26,566,269)	\$ (33,437,515)	\$ (31,713,411)
Business-type Activities	(1,450,662)	(1,615,037)	(1,977,399)	(1,765,321)	(2,922,328)	(3,429,229)	228,403	(668,786)	1,163,068
Total Primary Government Net (Expense) Revenue	\$ (18,153,768)	\$ (33,078,178)	\$ (29,831,525)	\$ (27,345,200)	\$ (37,269,385)	\$ (40,837,379)	\$ (26,337,866)	\$ (34,106,301)	\$ (30,550,343)

VILLAGE OF TINLEY PARK, ILLINOIS  
CHANGE IN NET ASSETS  
Last Nine Fiscal Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>General Revenues and Other Changes in Net Assets</b>									
Governmental Activities									
Taxes									
Property	\$ 11,822,015	\$ 13,046,327	\$ 15,275,358	\$ 16,719,300	\$ 17,400,921	\$ 19,672,051	\$ 22,561,916	\$ 22,760,779	\$ 24,083,613
Municipal Occupation	9,370,531	10,127,747	11,242,862	11,419,345	11,566,999	10,905,820	10,365,906	11,717,678	12,218,590
Income	3,094,136	3,787,293	4,204,212	4,792,958	5,494,980	5,136,248	4,498,268	4,513,443	4,804,221
Utility	637,164	607,284	642,736	654,352	681,949	888,044	911,774	861,911	1,032,970
Other	377,173	1,195,256	1,057,013	1,303,646	1,212,790	1,243,881	1,189,698	1,407,372	1,617,026
Interest	471,141	552,330	1,174,650	1,882,940	1,780,491	1,031,625	796,435	649,770	443,478
Miscellaneous	958,366	787,236	2,113,062	919,430	855,081	755,148	659,241	583,070	3,916,125
Sale of Property	-	-	-	499,315	-	-	-	-	-
Transfers	(1,855,760)	363,488	(1,325,073)	249,000	220,515	3,290,620	235,294	(40,028)	(246,793)
Total Governmental Activities	24,874,766	30,466,961	34,384,820	38,440,286	39,213,726	42,923,437	41,218,532	42,453,995	47,869,230
Business-type Activities									
Investment Earnings	208,660	372,297	710,213	729,920	626,257	311,812	211,303	155,096	114,264
Miscellaneous	-	743,634	-	-	-	-	-	5,959	-
Transfers	1,732,237	(377,965)	1,325,073	(249,000)	(220,515)	(3,290,620)	(235,294)	40,028	246,793
Total Business-type Activities	1,940,897	737,966	2,035,286	480,920	405,742	(2,978,808)	(23,991)	201,083	361,057
Total Primary Government	\$ 26,815,663	\$ 31,204,927	\$ 36,420,106	\$ 38,921,206	\$ 39,619,468	\$ 39,944,629	\$ 41,194,541	\$ 42,655,078	\$ 48,230,287
Change in Net Assets									
Governmental Activities	\$ 8,171,660	\$ (996,180)	\$ 6,530,694	\$ 12,860,407	\$ 4,866,669	\$ 5,515,287	\$ 14,652,263	\$ 9,016,480	\$ 16,155,819
Business-type Activities	490,235	(877,071)	57,887	(1,284,401)	(2,516,586)	(6,408,037)	204,412	(467,703)	1,524,125
<b>Total Primary Government Change in Net Assets</b>	<b>\$ 8,661,895</b>	<b>\$ (1,873,251)</b>	<b>\$ 6,588,581</b>	<b>\$ 11,576,006</b>	<b>\$ 2,350,083</b>	<b>\$ (892,750)</b>	<b>\$ 14,856,675</b>	<b>\$ 8,548,777</b>	<b>\$ 17,679,944</b>

Data Source

Audited Financial Statements

VILLAGE OF TINLEY PARK, ILLINOIS  
FUND BALANCES OF GOVERNMENTAL FUNDS  
Last Ten Fiscal Years

	2003	2004	2005	2006	2007 (1)	2008	2009	2010	2011	2012 (2)
General Fund (Per GASB 54)										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	-	-	-	-	-	-	-	-	-	8,679,443
Assigned	-	-	-	-	-	-	-	-	-	4,932,203
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
General Fund (Prior GASB 54)	-	-	-	-	-	-	-	-	-	-
Unreserved	3,041,862	3,782,633	4,604,895	5,085,722	5,886,774	7,332,051	6,575,011	6,185,858	9,049,595	-
Total General Fund	\$ 3,041,862	\$ 3,782,633	\$ 4,604,895	\$ 5,085,722	\$ 5,886,774	\$ 7,332,051	\$ 6,575,011	\$ 6,185,858	\$ 9,049,595	\$ 13,611,646
All Other Governmental Funds (Per GASB 54)										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,101,856
Unassigned	-	-	-	-	-	-	-	-	-	(143,725)
Assigned	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	15,940,759
Committed	-	-	-	-	-	-	-	-	-	30,542,933
All Other Governmental Funds (Prior GASB 54)										
Reserved, reported in										
Debt Service Funds	3,235,850	3,343,525	2,925,285	2,892,628	2,995,695	2,729,489	2,604,718	2,559,141	2,530,688	-
Unreserved, reported in										
Special Revenue Funds	6,332,037	6,662,878	7,268,759	7,385,280	7,680,978	6,128,457	5,036,420	5,818,135	7,510,496	-
Capital Project Funds	14,090,848	11,901,434	15,117,216	18,266,023	23,214,849	25,092,992	23,320,237	42,807,579	40,130,918	-
Total All Other Governmental Funds	\$ 23,658,735	\$ 21,907,837	\$ 25,311,260	\$ 28,543,931	\$ 33,891,522	\$ 33,950,938	\$ 30,961,375	\$ 51,184,855	\$ 50,172,102	\$ 47,441,823

(1) 2007 Government Funds includes \$1,333,473 due to restatements.

(2) In 2012, funds were reclassified in conjunction with implementing GASB Statement No. 54.

Data Source

Audited Financial Statements

VILLAGE OF TINLEY PARK, ILLINOIS  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues</b>										
Property Taxes	\$ 9,591,953	\$ 11,822,015	\$ 13,046,327	\$ 15,275,358	\$ 16,719,300	\$ 17,400,921	\$ 19,672,051	\$ 22,561,916	\$ 22,760,779	\$ 24,083,613
Sales Tax	8,782,807	9,370,531	10,127,747	11,242,862	11,419,345	11,566,999	10,905,820	10,365,906	11,717,678	12,218,590
Other Taxes	1,327,723	1,304,048	1,407,867	1,257,513	1,491,794	1,391,811	1,643,648	1,635,048	1,802,168	2,127,719
Intergovernmental	4,680,150	5,129,121	6,095,677	6,561,216	7,269,746	8,262,760	7,963,701	6,384,088	8,539,555	11,445,235
Licenses, Permits and Fees	1,698,614	1,838,617	1,784,266	1,756,878	4,105,181	2,649,464	2,607,989	2,271,299	2,295,433	2,449,014
Fines, Forfeitures and Reimbursements	460,712	758,089	2,340,980	937,203	1,768,236	912,642	944,587	992,967	1,267,968	1,588,609
Charges for Services	419,333	583,949	336,299	376,660	393,176	227,965	765,205	967,970	1,092,215	1,212,089
Interest	846,159	471,141	552,330	1,174,650	1,882,940	1,780,491	1,031,625	796,435	649,770	443,478
Miscellaneous	4,159,360	958,366	1,925,899	2,113,062	919,430	855,081	755,148	659,241	583,070	3,916,125
<b>Total Revenues</b>	<b>31,966,811</b>	<b>32,235,877</b>	<b>37,617,392</b>	<b>40,695,402</b>	<b>45,969,148</b>	<b>45,048,134</b>	<b>46,289,774</b>	<b>46,634,870</b>	<b>50,708,636</b>	<b>59,484,472</b>
<b>Expenditures</b>										
General Government	4,713,936	4,835,141	5,212,284	6,269,135	6,696,115	9,329,539	10,389,873	9,489,243	9,958,647	9,128,775
Public Safety	11,999,126	13,421,006	15,029,516	16,131,312	17,454,440	18,574,786	19,243,963	19,055,589	19,770,421	20,994,411
Buildings, Highways and Streets	5,458,715	5,919,664	5,854,177	6,174,155	6,429,933	8,211,776	7,910,539	6,752,280	6,074,455	7,550,604
Capital Outlay	11,475,905	13,177,641	5,034,269	4,975,094	8,943,168	5,476,309	11,888,565	6,247,901	21,552,017	14,986,789
Debt Service										
Principal	3,459,800	1,504,180	1,668,440	1,228,575	1,501,350	1,291,850	1,260,725	1,273,430	2,689,700	3,312,397
Interest and Fees	1,103,409	1,029,714	956,510	878,560	877,287	953,683	821,555	597,394	941,142	1,562,885
<b>Total Expenditures</b>	<b>38,210,891</b>	<b>39,887,346</b>	<b>33,755,196</b>	<b>35,656,831</b>	<b>41,902,293</b>	<b>43,837,943</b>	<b>51,515,220</b>	<b>43,415,837</b>	<b>60,986,382</b>	<b>57,535,861</b>
Excess (Deficiency) of Revenues Over (Under)										
Expenditures	(6,244,080)	(7,651,469)	3,862,196	5,038,571	4,066,855	1,210,191	(5,225,446)	3,219,033	(10,277,746)	1,948,611
<b>Other Financing Sources (Uses)</b>										
Transfers In	8,451,369	7,801,175	7,247,187	7,402,388	6,949,920	5,286,186	10,185,305	6,196,793	8,401,150	19,905,220
Transfers (Out)	(7,866,002)	(7,556,095)	(6,883,699)	(8,727,461)	(6,700,920)	(5,065,671)	(6,894,685)	(5,961,499)	(8,441,178)	(20,152,013)
Issuance of Debt	2,248,821	6,396,262	-	-	-	5,005,000	7,284,250	16,380,000	12,133,000	2,601,795
(Discount) Premium on Bonds Issued	(49,313)	-	-	-	-	68,987	194,230	-	35,758	100,134
Bonds Refunded	-	-	-	-	-	(5,000,000)	(9,290,257)	-	-	(2,571,975)
Sale of Capital Assets	-	-	-	-	499,315	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>2,784,875</b>	<b>6,641,342</b>	<b>363,488</b>	<b>(1,325,073)</b>	<b>748,315</b>	<b>294,502</b>	<b>1,478,843</b>	<b>16,615,294</b>	<b>12,128,730</b>	<b>(116,839)</b>
<b>Net Change in Fund Balances</b>	<b>\$ (3,459,205)</b>	<b>\$ (1,010,127)</b>	<b>\$ 4,225,684</b>	<b>\$ 3,713,498</b>	<b>\$ 4,815,170</b>	<b>\$ 1,504,693</b>	<b>\$ (3,746,603)</b>	<b>\$ 19,834,327</b>	<b>\$ 1,850,984</b>	<b>\$ 1,831,772</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>17.1%</b>	<b>9.5%</b>	<b>9.1%</b>	<b>6.9%</b>	<b>7.2%</b>	<b>5.9%</b>	<b>5.3%</b>	<b>5.0%</b>	<b>9.2%</b>	<b>11.5%</b>

Data Source

Audited Financial Statements

VILLAGE OF TINLEY PARK, ILLINOIS  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
 Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Other Property	Total Taxable Assessed Value	Cook County Assessed Value	Will County Assessed Value	Equalization Factor (1)	Estimated Actual Taxable Value	Estimated Actual Taxable Value	Total Direct Tax Rate (2)
2002	\$ 762,568,243	\$ 234,446,545	\$ 78,663,120	\$ 351,061	\$ 1,076,028,969	\$ 912,703,396	\$ 163,325,573	2.4689	\$ 3,228,086,907	33.333%	0.843
2003	810,731,595	237,736,857	82,493,138	268,595	1,131,230,185	933,227,293	198,002,892	2.4598	3,393,690,555	33.333%	0.885
2004	882,950,616	259,933,014	76,912,548	284,823	1,220,081,001	979,109,683	240,971,318	2.5757	3,660,243,003	33.333%	0.903
2005	1,028,774,701	294,711,590	88,749,584	189,535	1,412,425,410	1,134,420,535	278,004,875	2.7320	4,237,276,230	33.333%	0.874
2006	1,099,763,856	302,934,799	88,780,310	147,428	1,491,626,393	1,172,323,081	319,303,312	2.7076	4,474,879,179	33.333%	0.914
2007	1,191,691,159	308,859,009	95,726,455	191,745	1,596,468,368	1,251,412,975	345,055,393	2.8439	4,789,405,104	33.333%	0.933
2008	1,290,068,906	311,456,800	159,990,610	191,286	1,761,707,602	1,380,331,896	381,375,706	2.9786	5,285,122,806	33.333%	0.910
2009	1,366,662,965	282,966,041	146,361,179	106,758	1,796,096,943	1,430,084,786	366,012,157	3.3701	5,388,290,829	33.333%	0.903
2010	1,398,487,405	5,165,620,989	276,491,870	523,025,174	1,812,100,741	1,442,783,211	369,317,530	3.3000	5,436,302,223	33.333%	1.024
2011	NA	NA	NA	NA	1,607,862,763	1,251,755,583	356,107,180	3.3000	4,823,588,289	33.333%	1.206

Data Source

Office of the County Clerks and Township Assessors

Property is to be assessed at 1/3 (33 1/3%) of actual value by State Statute. Property tax rates are per \$100 of assessed valuation.

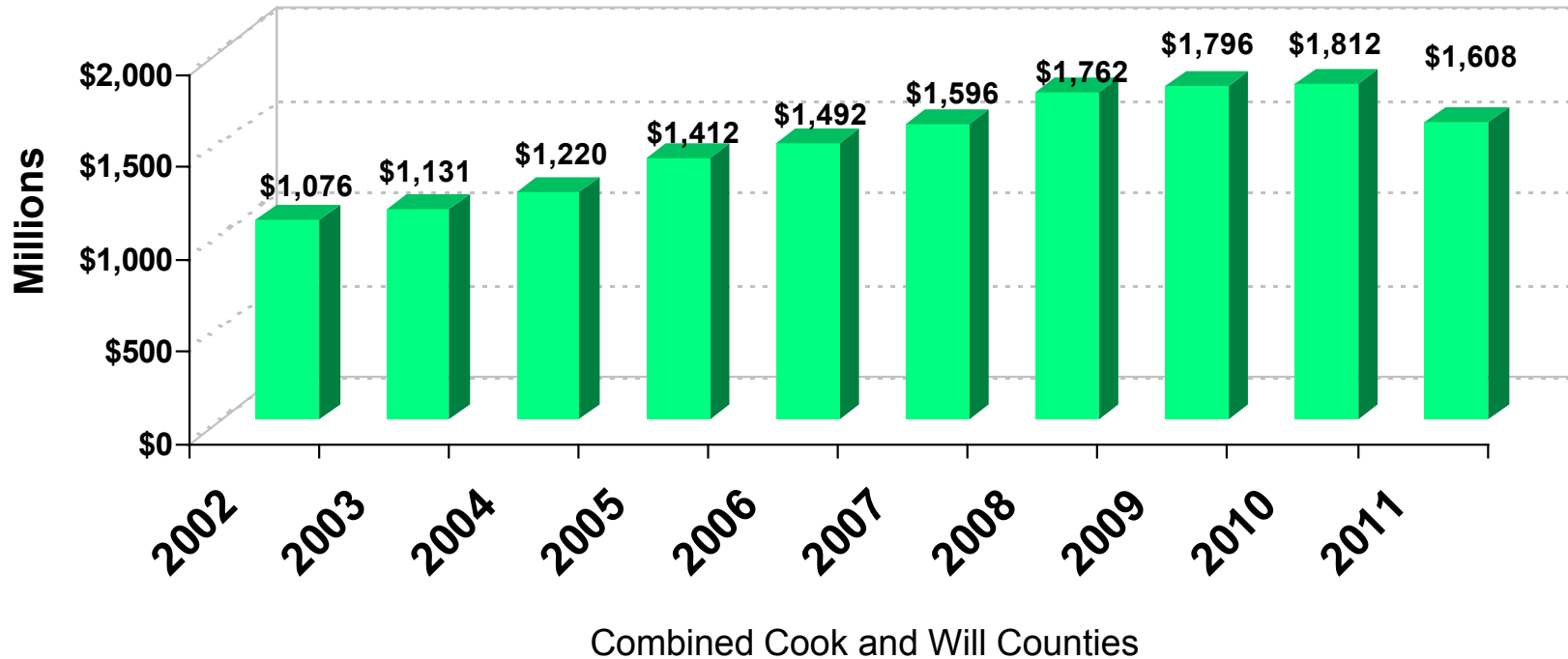
(1) Equalization Factor applicable to Cook County only; Will County Equalization Factor is 1.0

(2) Listed rate represents Cook County Rate which applies to the majority of the property in Tinley Park

(3) Taxable Assessed Value and Total Direct Tax Rate are estimated

# Village of Tinley Park, Illinois

## Ten Year Change in Equalized Assessed Valuation 2002 – 2011

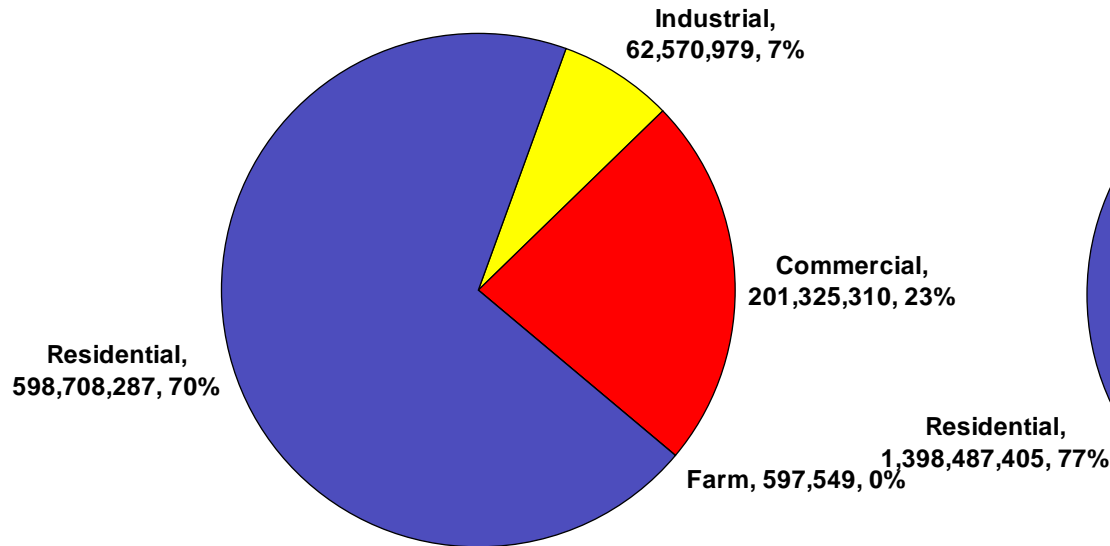




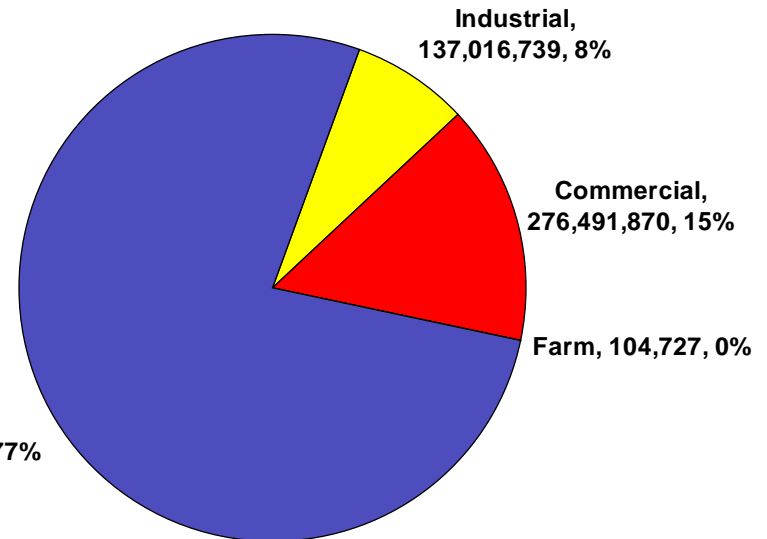
# Village of Tinley Park, Illinois

## Ten Year Change in Equalized Assessed Value By Property Class 2001 & 2010

**2001**



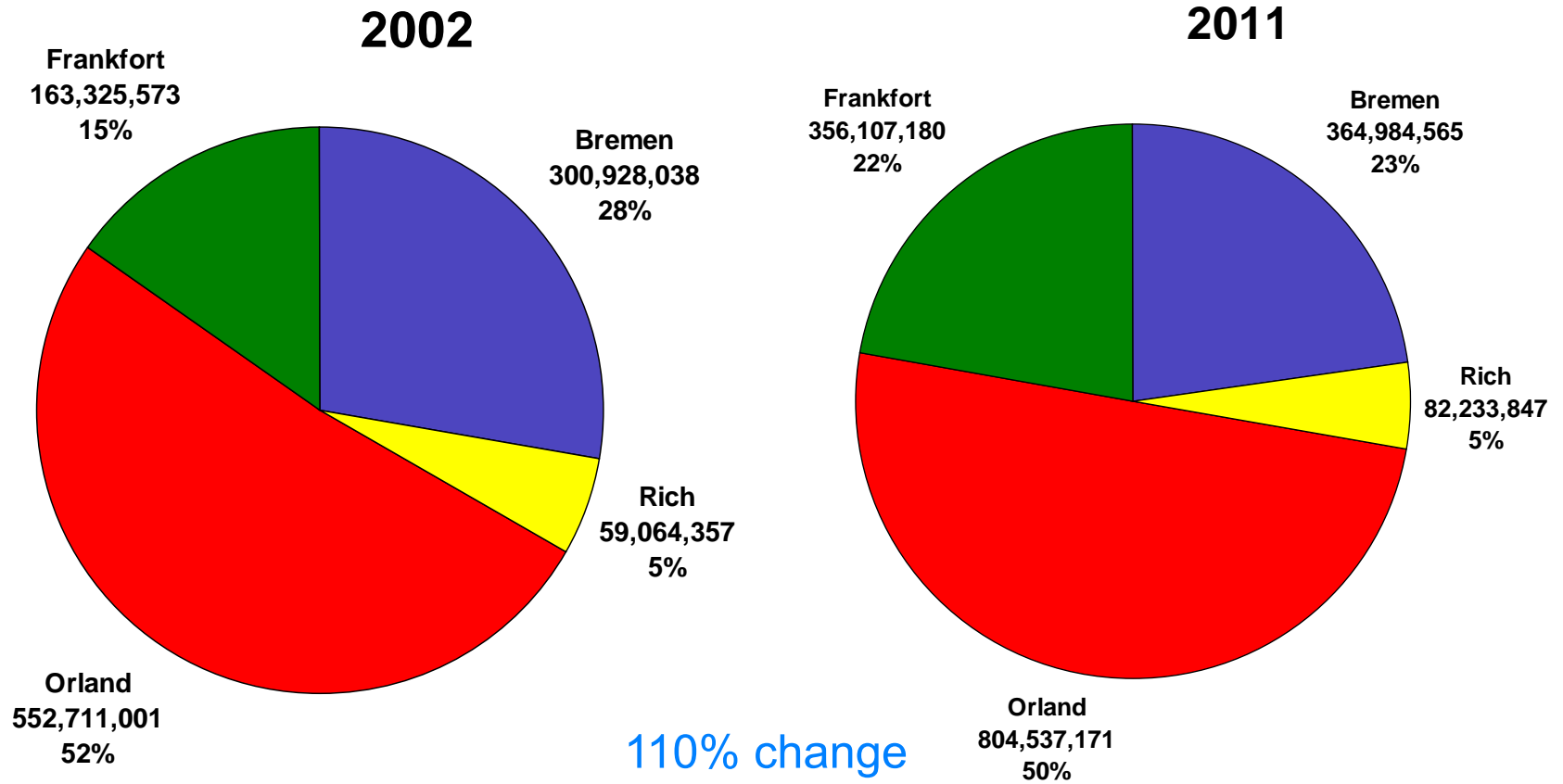
**2010**



Source: Cook County Clerk, Department of Tax and Real Estate Services  
Will County Clerk, Department of Tax Extension

# Village of Tinley Park, Illinois

## Ten Year Change in Equalized Assessed Value By Township



VILLAGE OF TINLEY PARK, ILLINOIS  
PROPERTY TAX RATES - PER \$100 OF ASSESSED VALUATION  
Last Ten Levy Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Village Government</b>										
Corporate	0.4100	0.4208	0.4916	0.4134	0.4337	0.4656	0.4619	0.4968	0.5243	0.6424
Bond and Interest	0.0244	0.0232	0.0215	0.0186	0.0176	0.0164	0.0149	0.0205	0.0203	0.0229
Police Pension	0.0770	0.0873	0.0839	0.0793	0.0831	0.0820	0.0776	0.0852	0.1126	0.1285
I.M.R.F. & Social Securit	0.0910	0.0911	0.0946	0.0963	0.1105	0.1064	0.1021	0.1047	0.1024	0.1154
Fire Protection	0.0718	0.0756	0.0760	0.0753	0.0794	0.0806	0.0748	0.0774	0.0992	0.1118
Police Protection	0.0718	0.0756	0.0760	0.0753	0.0794	0.0806	0.0760	0.0763	0.0756	0.0852
Civil Defense (EMA)	0.0503	0.0574	0.0557	0.0547	0.0546	0.0516	0.0479	0.0487	0.0375	0.0423
Audit	0.0029	0.0032	0.0030	0.0026	0.0021	0.0023	0.0020	0.0020	0.0017	0.0016
Liability Insurance	0.0431	0.0501	0.0000	0.0583	0.0535	0.0468	0.0526	0.0573	0.0497	0.0561
<b>Total Village Government</b>	<b>0.8423</b>	<b>0.8843</b>	<b>0.9023</b>	<b>0.8738</b>	<b>0.9139</b>	<b>0.9323</b>	<b>0.9098</b>	<b>0.9689</b>	<b>1.0233</b>	<b>1.2062</b>
<b>Extended Rate (rounded)</b>	<b>0.843</b>	<b>0.885</b>	<b>0.903</b>	<b>0.874</b>	<b>0.914</b>	<b>0.933</b>	<b>0.910</b>	<b>0.969</b>	<b>1.024</b>	<b>1.207</b>
<b>Public Library</b>										
Library	0.1730	0.1823	0.1879	0.1903	0.2043	0.2128	0.2095	0.2215	0.2370	0.2714
I.M.R.F. & Social Securit	0.0187	0.0196	0.0224	0.0208	0.0217	0.0228	0.0223	0.0255	0.0232	0.0255
Liability Insurance	0.0038	0.0049	0.0063	0.0055	0.0056	0.0056	0.0060	0.0061	0.0057	0.0064
Library Buildings and Site	0.0143	0.0215	0.0141	0.0162	0.0167	0.0169	0.0162	0.0159	0.0179	0.0200
Bonds and Interest	---	0.0525	0.0485	0.0414	0.0391	0.0358	0.0332	0.0318	0.0323	0.0330
<b>Total Public Library</b>	<b>0.2098</b>	<b>0.2808</b>	<b>0.2792</b>	<b>0.2742</b>	<b>0.2874</b>	<b>0.2939</b>	<b>0.2872</b>	<b>0.3008</b>	<b>0.3161</b>	<b>0.3563</b>
<b>Extended Rate (rounded)</b>	<b>0.210</b>	<b>0.281</b>	<b>0.280</b>	<b>0.275</b>	<b>0.288</b>	<b>0.294</b>	<b>0.288</b>	<b>0.301</b>	<b>0.317</b>	<b>0.357</b>
<b>Special Service Area #3</b>										
Bonds and Interest	1.5928	1.6228	1.5545	1.3311	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
<b>Extended Rate (rounded)</b>	<b>1.593</b>	<b>1.623</b>	<b>1.555</b>	<b>1.332</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>

Data Source

Office of the Cook County Clerk - Tax Extension Office

Rates presented are for property located in the Cook County portion of Tinley Park.

Special Service Area #3 rate applied to only a small portion of the total Equalized Assessed Valuation for the Village of Tinley Park

Abbreviations: IMRF - Illinois Municipal Retirement Fund; EMA - Emergency Management Agency

VILLAGE OF TINLEY PARK, ILLINOIS  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS - COOK COUNTY ONLY  
Last Ten Levy Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Village Direct Rates										
General Corporate	0.843	0.885	0.903	0.874	0.914	0.933	0.910	0.969	1.024	1.207
Overlapping Rates										
Village of Tinley Park Library Fund	0.210	0.281	0.280	0.275	0.288	0.294	0.288	0.301	0.317	0.357
Village of Tinley Park Special Service Area No. 3	1.593	1.623	1.555	1.332	---	---	---	---	---	---
Metropolitan Water Reclamation District of Greater Chicago	0.371	0.361	0.347	0.315	0.284	0.263	0.252	0.261	0.274	0.320
Suburban T. B. Sanitarium	0.006	0.004	0.001	0.005	0.005	---	---	---	---	---
South Cook County Mosquito Abatement District	0.011	0.013	0.012	0.010	0.007	0.006	0.009	0.009	0.010	0.012
Consolidated Elections	---	0.029	---	0.014	---	0.012	---	0.021	---	0.025
Kimberly Heights Sanitary District	0.190	0.196	0.194	0.182	0.179	0.172	0.166	0.152	0.149	0.172
Cook County	0.690	0.630	0.593	0.533	0.500	0.446	0.415	0.394	0.228	0.462
Cook County Forest Preserve	0.061	0.059	0.060	0.060	0.057	0.053	0.051	0.049	0.051	0.058
Park Districts										
Tinley Park Park District	0.384	0.427	0.422	0.379	0.387	0.376	0.351	0.353	0.359	0.411
Frankfort Square Park District	0.518	0.500	0.486	0.476	0.479	0.421	0.425	0.451	0.511	0.536
Mokena Community Park District	0.297	0.320	0.305	0.294	0.311	0.270	0.251	0.259	0.270	0.287
Townships										
Bremen Township	0.051	0.053	0.054	0.049	0.051	0.051	0.049	0.049	0.051	0.061
Orland Township	0.057	0.061	0.064	0.057	0.059	0.057	0.054	0.052	0.052	0.061
Rich Township	0.202	0.211	0.211	0.193	0.199	0.196	0.191	0.192	0.202	0.258
General Assistance										
Bremen Township General Assistance	0.006	0.008	0.008	0.008	0.008	0.008	0.008	0.008	0.009	0.012
Orland Township General Assistance	0.000	0.006	0.000	0.005	0.006	0.006	---	0.006	0.006	0.007
Rich Township General Assistance	0.023	0.024	0.024	0.022	0.022	0.022	0.022	0.023	0.026	0.034
Road & Bridge										
Bremen Township Road and Bridge	0.035	0.037	0.037	0.032	0.033	0.033	0.031	0.031	0.032	0.039
Orland Township Road and Bridge	0.041	0.042	0.042	0.035	0.035	0.034	0.030	0.029	0.029	0.034
Rich Township Road and Bridge	0.060	0.063	0.063	0.058	0.057	0.056	0.054	0.055	0.058	0.074
Schools										
Kirby School District 140	2.570	2.617	3.144	3.032	3.351	3.649	3.654	3.564	3.710	3.910
Arbor Park School District 145	3.520	3.591	3.581	3.726	3.647	3.596	3.533	3.490	3.529	4.122
Community Consolidated School District 146	3.527	3.673	3.830	3.772	3.799	3.747	3.741	3.650	3.742	4.558
Elementary School District 159	4.561	4.641	4.418	4.014	4.088	4.041	4.042	4.303	4.641	5.703
Rich Township High School District 227	3.887	3.998	3.975	3.626	3.660	3.575	3.459	3.513	3.705	4.687
Bremen Community High School District 228	3.158	3.328	3.331	2.953	3.509	3.412	3.217	3.157	3.200	3.877
Consolidated High School District 230	2.115	2.239	2.200	1.939	1.985	1.926	1.801	1.764	1.812	2.180
South Suburban Community College District 510	0.386	0.403	0.400	0.359	0.367	0.362	0.346	0.348	0.361	0.450
Prairie State Community College District 515	0.338	0.346	0.341	0.292	0.292	0.294	0.280	0.277	0.293	0.357
Moraine Valley Community College District 524	0.245	0.256	0.253	0.208	0.270	0.262	0.247	0.247	0.256	0.311

Data Source

Office of the Cook County Clerk - Tax Extension Office

VILLAGE OF TINLEY PARK, ILLINOIS  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS - WILL COUNTY ONLY  
Last Ten Levy Years

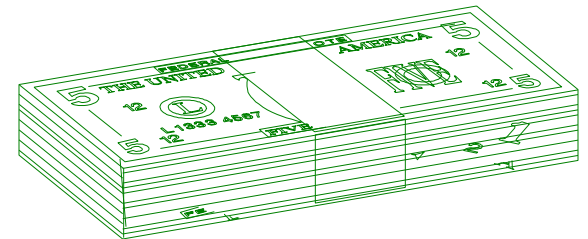
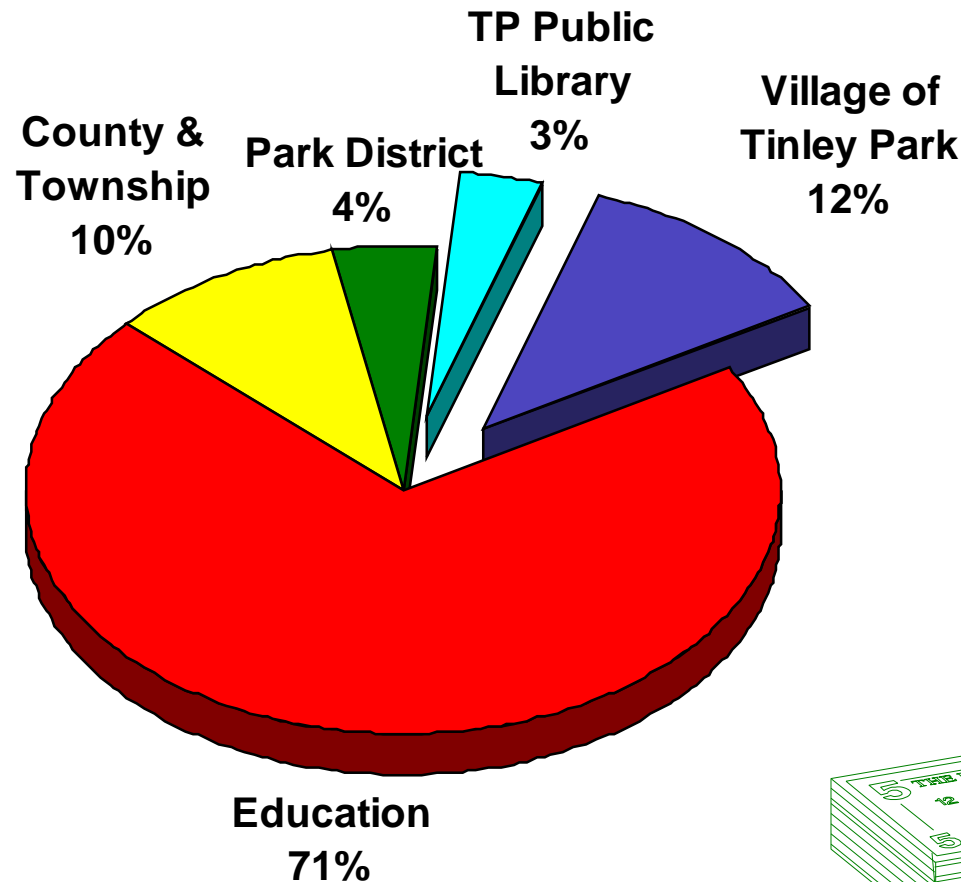
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Village Direct Rates										
General Corporate	0.9325	0.7372	0.8934	0.9066	0.8171	0.9274	0.9143	0.9172	0.9612	1.0492
Overlapping Rates										
Village of Tinley Park Library Fund	0.2327	0.2415	0.2760	0.2841	0.2567	0.2922	0.2883	0.2846	0.2965	0.3105
Will County	0.5578	0.5366	0.5291	0.5262	0.5027	0.4826	0.4751	0.4833	0.5077	0.5351
Will County Forest Preserve	0.1315	0.1266	0.1235	0.1481	0.1369	0.1424	0.1445	0.1519	0.1567	0.1693
Will County Building Commission	0.0483	0.0448	0.0417	0.0118	0.0127	0.0117	0.0191	0.0191	0.0197	0.0200
Park Districts										
Tinley Park Park District	0.4289	0.3463	0.4186	0.4022	0.3400	0.3810	0.3605	0.3295	0.3362	0.3617
Frankfort Square Park District	0.5415	0.4927	0.4907	0.4692	0.4362	0.4163	0.4206	0.4399	0.5180	0.5382
Mokena Community Park District	0.3017	0.3008	0.2983	0.2867	0.2593	0.2457	0.2430	0.2512	0.2579	0.2830
Township										
Frankfort Township	0.0966	0.0918	0.0897	0.0867	0.0824	0.0787	0.0786	0.0782	0.0822	0.0858
Road & Bridge										
Frankfort Township Road and Bridge	0.2374	0.2256	0.2205	0.2132	0.2026	0.1936	0.1934	0.1924	0.1944	0.1994
Schools										
Summit Hill School District 161	2.8475	2.8475	2.8815	2.9900	2.9940	2.8604	2.8530	2.9894	3.1874	3.3782
Lincolnway High School District 210	1.8781	1.7993	1.7444	1.6765	1.6098	1.5345	1.5442	1.6067	1.7045	1.8306
Joliet Junior College District 525	0.2209	0.2108	0.2142	0.2088	0.1936	0.1901	0.1896	0.2144	0.2270	0.2463

Data Source

Office of the Will County Clerk - Tax Extension Office

# Village of Tinley Park, Illinois

## Real Estate Tax Distribution - Village Average (Where Property Tax Dollars Go)



Source: Cook & Will County Treasurers  
Tax Year 2011 - Average rates applicable to Tinley Park

VILLAGE OF TINLEY PARK, ILLINOIS  
PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2011				2002			
			Rank	Percentage of Total Village Equalized Assessed Valuation (1)			Rank	Percentage of Total Village Equalized Assessed Valuation
	2011				2002			
	Equalized Assessed Value				Equalized Assessed Value			
New Plan Excel Prop	\$	14,052,206	1	0.87%		---	---	---
Panduit Corporation		9,565,025	2	0.59%	\$	10,257,823	3	0.95%
Holiday Inn Select		9,255,513	3	0.58%		7,224,001	6	0.67%
Inland R.E.		8,818,954	4	0.55%		---	---	---
K-Mart Corporation		8,644,776	5	0.54%		13,693,000	1	1.27%
Intercontinental		8,354,083	6	0.52%		---	---	---
DDR Brookside LLC**		7,878,358	7	0.49%		---	---	---
Neja Group		6,838,066	8	0.43%		8,947,860	4	0.83%
International Imports		6,461,052	9	0.40%		---	---	---
Southwest Naper LTD Partnership**		6,401,268	10	0.40%		---	---	---
CNC		---	---	---		11,258,182	2	1.05%
Sentinal Real Estate		---	---	---		7,733,548	5	0.72%
Carmax		---	---	---		6,634,734	7	0.62%
Albertson Prop Tax		---	---	---		6,529,747	8	0.61%
Edenbridge Limited Partners		---	---	---		6,161,999	9	0.57%
Tinley Partners LLC		---	---	---		6,076,862	10	0.56%
	\$	86,269,301		5.37%	\$	84,517,756		7.85%

Data Source

(1) Based on the Village's 2011 EAV of \$1,607,862,763.

\*\* The Will County Clerk's Office.

The Cook County Clerk's Office.

Every effort has been made to seek out and report the largest taxpayers. Many taxpayers own or maintain multiple parcels and it is possible that some parcels and their valuations may have been overlooked.

Valuations are considered to be as of January 1st for tax purposes.

PROPERTY TAX LEVIES AND COLLECTIONS  
Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2002	\$ 9,427,581	\$ 3,340,966	35.44%	\$ 6,176,039	\$ 9,517,005	100.95%
2003	9,931,526	3,643,507	36.69%	6,149,376	9,792,883	98.60%
2004	11,207,677	3,827,118	34.15%	7,237,629	11,064,747	98.72%
2005	12,647,766	4,218,582	33.35%	8,172,490	12,391,072	97.97%
2006	13,324,060	4,714,898	35.39%	8,330,946	13,045,844	97.91%
2007	14,875,727	4,978,589	33.47%	9,664,924	14,643,513	98.44%
2008	16,047,938	5,395,848	33.62%	10,359,812	15,755,660	98.18%
2009	17,214,586	6,469,087	37.58%	10,566,906	17,035,993	98.96%
2010	18,323,980	7,069,395	38.58%	11,010,766	18,080,161	98.67%
2011	18,844,966	7,615,976	40.41%	-	7,615,976	40.41%

Data Source

Office of the County Clerk - Tax Extension Office

Property is assessed at 33 1/3 % of actual value by State Statute.

Includes levies for general government, police pension, debt service and special service area #3.

Excludes municipal share of township road and bridge levy, which is not under the levy authority or control of the Village.



VILLAGE OF TINLEY PARK, ILLINOIS  
SALES TAX BASE AND NUMBER OF PRINCIPAL PAYERS  
TAXABLE SALES BY CATEGORY  
Last Ten Calendar Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Merchandise	\$1,299,381	\$1,279,524	\$1,277,569	\$1,498,366	\$1,821,675	\$1,900,398	\$1,993,209	\$2,115,518	\$2,000,898	\$1,916,651
Food	905,314	933,571	954,634	943,763	876,379	859,277	917,385	843,504	807,410	813,088
Drinking and Eating Places	642,343	689,836	750,671	821,743	858,333	887,333	950,871	937,291	993,640	1,019,802
Apparel	96,844	91,762	97,405	109,639	151,283	211,543	186,579	177,352	182,073	201,558
Furniture & H.H. & Radio	155,314	127,461	161,956	206,955	323,999	406,452	377,710	360,001	353,678	360,193
Lumber, Building, Hardware	353,317	361,742	450,818	434,962	416,065	366,727	369,493	338,926	326,152	339,242
Automobile and Filling Stations	3,508,120	3,550,414	3,622,233	4,305,718	4,403,423	4,019,592	3,715,892	3,151,150	3,329,998	3,686,265
Drugs and Miscellaneous Retail	680,957	736,555	763,340	777,913	806,300	857,863	890,334	970,790	1,071,215	1,183,338
Agriculture and All Others	624,006	765,608	1,076,265	1,152,111	1,196,532	1,115,736	921,916	781,941	1,422,666	1,643,880
Manufacturers	51,461	37,694	51,634	59,283	52,950	48,265	47,430	46,691	45,670	50,838
Total	<u>\$ 8,317,057</u>	<u>\$ 8,574,166</u>	<u>\$ 9,206,525</u>	<u>\$ 10,310,452</u>	<u>\$ 10,906,939</u>	<u>\$ 10,673,186</u>	<u>\$ 10,370,819</u>	<u>\$ 9,723,164</u>	<u>\$ 10,533,400</u>	<u>\$ 11,214,855</u>
Total Number of Tax Reporting Entities	1,105	1,151	1,097	1,154	1,231	1,194	974	979	1,030	1,124
Village Direct Sales Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village population	48,401	54,352	54,352	54,352	58,323	58,323	58,323	58,323	56,703	56,703
Sales tax dollars per capita	\$172	\$158	\$169	\$190	\$187	\$183	\$178	\$167	\$186	\$198

Data Sources

Illinois Department of Revenue  
US Census Bureau (population)

VILLAGE OF TINLEY PARK, ILLINOIS  
DIRECT AND OVERLAPPING SALES TAX RATES  
Last Ten Calendar Years

Calendar Year	Village of Tinley Park	State of Illinois	Regional Transportation Authority - Cook County	Cook County	Regional Transportation Authority - Will County	Will County	Total Tax Rate Applicable to Cook County Locations	Total Tax Rate Applicable to Will County Locations
2002	1.00%	5.00%	1.00%	0.75%	0.25%	0.25%	7.75%	6.50%
2003	1.00%	5.00%	1.00%	0.75%	0.25%	0.25%	7.75%	6.50%
2004	1.00%	5.00%	1.00%	0.75%	0.25%	0.25%	7.75%	6.50%
2005	1.00%	5.00%	1.00%	0.75%	0.25%	0.25%	7.75%	6.50%
2006	1.00%	5.00%	1.00%	0.75%	0.25%	0.25%	7.75%	6.50%
2007	1.00%	5.00%	1.00%	0.75%	0.25%	0.25%	7.75%	6.50%
2008	1.00%	5.00%	1.25%	1.75%	0.75%	0.25%	9.00%	7.00%
2009	1.00%	5.00%	1.25%	1.75%	0.75%	0.25%	9.00%	7.00%
2010	1.00%	5.00%	1.25%	1.25%	0.75%	0.25%	8.50%	7.00%
2011	1.00%	5.00%	1.25%	1.25%	0.75%	0.25%	8.50%	7.00%

Data Source

Illinois Department of Revenue

Regional Transportation tax increase effective April 2008; Cook County tax changes effective July 2008, July 2010, & January 2012

VILLAGE OF TINLEY PARK, ILLINOIS  
RATIOS OF OUTSTANDING DEBT BY TYPE  
Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type Activities		Total Primary Government	Ratio of Total Outstanding Debt To Equalized Assessed Valuation (1)	Total Outstanding Debt Per Capita (1)
	General Obligation Bonds	Redevelopment Bonds	Sales Tax Increment Bonds	General Obligation Bonds	Revenue Bonds			
2002	\$ 18,741,790	\$ 865,000	\$ 895,000	\$ 5,618,210	\$ 1,100,000	\$ 27,220,000	3.15%	\$ 544
2003	17,542,185	755,000	895,000	5,372,815	1,065,000	25,630,000	2.38%	493
2004	16,158,005	635,000	895,000	5,126,995	1,025,000	23,840,000	2.11%	439
2005	14,624,565	500,000	895,000	12,690,940	940,000	29,650,505	2.43%	529
2006	13,595,985	350,000	895,000	12,139,004	895,000	27,874,989	1.97%	489
2007	16,313,813	185,000	895,000	7,824,303	845,000	26,063,116	1.75%	447
2008	15,351,824	-	895,000	7,409,050	795,000	24,450,874	1.53%	414
2009	15,529,955	-	895,000	7,067,043	740,000	24,231,998	1.38%	404
2010	30,431,112	-	895,000	6,810,024	685,000	38,821,136	2.16%	647
2011	39,757,235	-	895,000	8,293,787	625,000	49,571,022	2.74%	874
2012	36,597,419	-	895,000	7,728,944	560,000	45,781,363	2.85%	807

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

(1) See the Schedule of Demographic and Economic Statistics for equalized assessed valuation of property and population data.

Personal income information is not available.

VILLAGE OF TINLEY PARK, ILLINOIS  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Payable From Business-Type Activities	Less: Amounts Available In Debt Service Fund	Net Debt Obligation Total	Percentage of Estimated Actual Taxable Value of Property (1)	Net Debt Per Capita
2002	\$ 24,360,000	\$ 5,618,210	\$ 2,793,835	\$ 15,947,955	0.62%	\$ 319
2003	22,915,000	5,372,815	2,820,848	14,721,337	0.46%	283
2004	21,285,000	5,126,995	2,921,744	13,236,261	0.39%	244
2005	27,315,505	12,690,940	2,484,391	12,140,174	0.33%	217
2006	25,734,989	12,139,004	2,424,648	11,171,337	0.26%	196
2007	24,138,116	7,824,303	2,490,764	13,823,049	0.31%	237
2008	22,760,874	7,409,050	2,398,577	12,953,247	0.27%	220
2009	22,596,998	7,067,043	2,604,718	12,925,237	0.24%	215
2010	37,241,136	6,810,024	2,559,141	27,871,971	0.52%	465
2011	48,051,022	8,293,787	2,530,688	37,226,547	0.68%	620
2012	44,326,363	7,728,944	2,510,826	34,086,593	0.71%	601

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

(1) See the Schedule of Assessed Value and estimated Actual Value of Taxable Property for property value data.

VILLAGE OF TINLEY PARK, ILLINOIS  
DEBT RATIOS AND PER CAPITA DEBT - LAST TEN GENERAL OBLIGATION BOND SALES (1)

Village Issue		<u>Ratio to Estimated Actual Value</u>				<u>Per Capita (2)</u>		
		<u>Direct Debt</u>		<u>Direct &amp; Overlapping Debt</u>		<u>Direct &amp; Overlapping Debt</u>		<u>Full</u>
		<u>Including</u>	<u>Excluding</u>	<u>Including</u>	<u>Excluding</u>	<u>Including</u>	<u>Excluding</u>	
<u>Sale Date</u>	<u>Amount</u>	<u>Self-Supporting</u>	<u>Self-Supporting</u>	<u>Self-Supporting</u>	<u>Self-Supporting</u>	<u>Self-Supporting</u>	<u>Self-Supporting</u>	<u>Value</u>
December 4, 2001	\$ 9,700,000	1.03%	0.13%	5.04%	4.14%	\$ 2,464	2,025	\$ 48,894
October 22, 2002	3,505,000	0.94%	0.12%	4.94%	4.12%	2,327	1,940	47,084
June 24, 2003	9,700,000	1.23%	0.43%	5.04%	4.24%	2,430	2,043	48,236
October 4, 2004	8,450,000	1.16%	0.38%	4.63%	3.85%	2,804	2,333	60,528
April 28, 2008	5,005,000	0.69%	N/A	4.20%	N/A	3,221	N/A	76,726
March 23, 2009	10,235,000	0.63%	N/A	4.00%	N/A	3,289	N/A	82,119
December 16, 2009	16,380,000	0.85%	N/A	3.99%	N/A	3,620	N/A	90,618
December 22, 2010	14,155,000	1.02%	N/A	4.03%	N/A	3,727	N/A	92,387
August 30, 2011	5,940,000	1.02%	N/A	4.09%	N/A	3,885	N/A	95,873
February 15, 2012	5,235,000	1.04%	N/A	3.15%	N/A	3,567	N/A	85,068

N/A: not applicable

(1) Taken from applicable Official Statements

(2) Population based on 2010 Census of 56,703

VILLAGE OF TINLEY PARK, ILLINOIS  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
As of April 30, 2012

Governmental unit	Percent of	Gross		Village's Applicable Share	
	Village's 2011			of Gross Debt to be Paid From	
	Real Property			Real Property Taxes	
	in Taxing Body	Debt		Percentage	Amount
School Districts					
Elementary School Districts					
Kirby School District 140	45.60%	\$ 5,155,000	6	81.81%	\$ 4,217,306
Community Consolidated School District 146	27.50%	11,875,000		56.10%	6,661,875
Summit Hill Elementary District 161 (Will County)	19.70%	57,998,342	6	39.19%	22,729,550
Elementary School District 159	5.80%	22,169,651	6	17.65%	3,912,943
Arbor Park School District 145	1.40%	27,417,445	6	8.00%	2,193,396
School District #160	0.00%	11,871,621	6	0.27%	32,053
	100.00%				
High School Districts					
Consolidated High School District 230	53.70%	59,900,000		16.68%	9,991,320
Bremen Community High School District 228	20.80%	24,190,000		21.39%	5,174,241
Lincolnway High School District 210 (Will County)	19.70%	197,838,548	6	9.32%	18,438,553
Rich Township High School District 227	5.80%	50,730,000	7	7.21%	3,657,633
	100.00%				
Community College Districts					
Moraine Valley Community College District 524	53.70%	79,215,000		7.90%	6,257,985
South Suburban Community College District 510	20.80%	28,134,288	6	8.75%	2,461,750
Joliet Junior College District 525 (Will County)	19.70%	89,865,000	7	1.80%	1,617,570
Prairie State Community College District 515	5.80%	12,172,040	6	2.26%	275,088
Total Schools	100.00%				\$ 87,621,263
Other Than Schools					
Cook County (including Forest Preserve District)	80.30%	\$ 3,804,145,000		0.82%	\$ 31,193,989
Will County (including Forest Preserve District)	19.70%	164,547,359	6,7	1.77%	2,912,488
Metropolitan Water Reclamation District of Greater Chicago	80.30%	2,300,335,115		0.84%	19,322,815
Park Districts					
Tinley Park Park District	83.80%	10,305,000		92.04%	9,484,722
Frankfort Square Park District	11.40%	3,020,632	6,7	35.29%	1,065,981
Mokena Community Park District	3.30%	4,690,000		5.57%	261,233
Total Other Than Schools					\$ 64,241,228
Subtotal, overlapping debt		\$ 6,965,575,041			\$ 151,862,491
Tinley Park Public Library Bonds (Component Unit)		\$ 5,940,000			\$ 5,940,000
Total, Overlapping Debt and Component Unit		\$ 6,971,515,041			\$ 157,802,491
				Self Supporting	
Village of Tinley Park (Primary Government)		\$ 45,781,363		\$ 1,455,000	\$ 44,326,363
Total direct and overlapping bonded debt (1)		\$ 7,017,296,404			\$ 202,128,854

(1) - Debt information for overlapping and direct debt is as of April 30, 2012.

(6) - Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.

(7) - Excludes principal amounts of outstanding General Obligation (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.

Sources: The Village and the Cook and Will County Clerk's Offices.

VILLAGE OF TINLEY PARK, ILLINOIS  
LEGAL DEBT MARGIN INFORMATION  
Last Ten Fiscal Years

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The Village of Tinley Park achieved home rule status in 1980.  
Under the provisions of the Illinois Constitution, there is no legal limit  
for home rule municipalities except as set by the General Assembly.

VILLAGE OF TINLEY PARK, ILLINOIS  
 PLEDGED-REVENUE COVERAGE  
 Last Ten Fiscal Years

Water Revenue Bonds							
<u>Fiscal Year</u>	<u>Water Charges and Other</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>	
				<u>Principal</u>	<u>Interest</u>		
2003	\$ 9,906,235	\$ 4,210,623	\$ 5,695,612	\$ 35,000	\$ 57,816	61.365	
2004	9,772,657	9,073,448	699,209	40,000	55,848	7.295	
2005	10,513,104	9,376,135	1,136,969	40,000	53,747	12.128	
2006	11,201,753	10,710,184	491,569	45,000	51,516	5.093	
2007	12,343,220	11,743,942	599,278	45,000	49,154	6.365	
2008	11,720,197	12,196,719	(476,522)	50,000	46,660	(4.930)	
2009	12,343,289	12,693,851	(350,562)	50,000	44,035	(3.728)	
2010	13,614,833	12,339,487	1,275,346	55,000	41,279	13.246	
2011	15,666,413	13,743,793	1,922,620	55,000	38,391	20.587	
2012	17,153,816	13,701,615	3,452,201	60,000	35,372	36.197	

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

Water Charges and Other includes revenues generated from operations of waterworks and sewerage system.

Operating expenses do not include interest, depreciation, or amortization expense.



VILLAGE OF TINLEY PARK, ILLINOIS  
DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Calendar Years

Calendar Year	Population		Per Capita Personal Income	Total Personal Income	Median Age	Total School Enrollment	Unemployment Rate	Equalized Assessed Value (EAV)	Per Capita EAV
2002	52,000	(E)	\$ 24,891	\$ 1,294,332,000	---	11,770	5.8%	\$ 1,076,028,969	\$ 20,693
2003	54,352	(A)	24,891	1,352,875,632	37.3	11,678	5.8%	1,131,230,185	20,813
2004	56,000	(E)	24,891	1,393,896,000	---	11,567	5.5%	1,220,081,001	21,787
2005	57,000	(E)	24,891	1,418,787,000	---	11,585	5.2%	1,412,425,410	24,779
2006	58,323	(A)	30,160	1,759,021,680	37.2	11,360	3.8%	1,491,626,393	25,575
2007	59,000	(E)	30,160	1,779,440,000	---	11,074	3.8%	1,596,468,368	27,059
2008	60,000	(E)	31,440	1,886,400,000	---	11,154	5.0%	1,761,707,602	29,362
2009	60,000	(E)	31,501	1,890,060,000	---	10,536	8.7%	1,796,096,943	29,935
2010	56,703	(A)	30,248	1,715,152,344	---	10,649	9.6%	1,812,100,741	31,958
2011	56,703	(E)	30,474	1,727,967,222	37.9	10,491	8.6%	1,607,862,763	28,356

(A) Actual

(E) Estimate

Data Source

Per Capita Personal Income, American Community Survey, US Census Bureau

Actual personal Income data is available only for Census years.

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

Employer	2012			2003		
	Employees	Rank	% of Total City Employed Population	Approx Employees	Rank	% of Total City Employed Population
Comcast Call Center	450	1	1.44%	550	3	1.84%
Panduit	600	2	1.92%	1000	1	3.34%
Kirby School District 140*	535	3	1.71%	375	6	1.25%
Village of Tinley Park**	403	4	1.29%	362	7	1.21%
Pronger Smith	380	5	1.22%	---	---	---
Springfield Service Corp	350	6	1.12%	---	---	---
St. Coletta's of IL	335	7	1.07%	---	---	---
Target	325	8	1.04%	---	---	---
Cons. School Dist 146*	279	9	0.89%	213	10	0.71%
Cons. School Dist 230*	272	10	0.87%	318	8	1.06%
Howe Development Center	---	---	---	900	2	3.01%
Midwest Suburban Publishing	---	---	---	550	4	1.84%
Heartland Blood Center	---	---	---	240	9	0.80%
Tinley Park Mental Health Center	---	---	---	430	5	1.44%

\*Represents the employment for schools located in the Village of Tinley Park

\*\*Includes Part Time Employees

Data Source

Canvas of employers.

VILLAGE OF TINLEY PARK, ILLINOIS  
EMPLOYEES  
Last Ten Fiscal Years

Function/Program	Employees as of April 30									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government										
Administration	21	26	27	28	30	32	32	28	28	28
Community Development	9	8	8	8	9	8	7	7	7	7
Public Safety										
Police										
Officers	70	70	74	75	76	78	78	78	74	74
Civilians	18	17	20	27	22	21	21	22	21	21
Fire	2	2	3	3	3	4	4	4	4	4
Public Works										
Public Works Administration	3	3	4	6	6	6	6	7	7	7
Streets & Bldg Department	24	25	26	27	27	27	24	23	23	20
Water and Sewer	15	16	18	18	21	21	23	23	20	21
Total Full Time Employees	162	167	180	192	194	197	195	192	184	182
Part Time Employees by Function										
General Government	25	24	30	30	32	31	30	28	26	22
Public Safety-Police	75	62	62	64	64	76	69	72	63	62
Public Safety-Fire (1)	115	110	111	109	115	119	118	111	111	115
Public Works-Streets & Bldg	5	6	4	3	6	6	7	5	6	4
Public Works-Water	6	9	11	6	8	10	10	11	11	18
Total Part Time Employees	226	211	218	212	225	242	234	227	217	221
Total Employees	388	378	398	404	419	439	429	419	401	403

Data Source

Village Finance Department

Data reflected is for employees paid for the two week time period ending on the 30th date of April in each year. Data excludes seasonal hires.

(1) Data for Firefighters reflects eligible part time firefighters.

VILLAGE OF TINLEY PARK, ILLINOIS  
OPERATING INDICATORS  
Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>General Government</u>										
Community Development										
Building permits issued (1)										
Commercial	48	58	40	74	79	83	80	71	103	N/A
Single Family Residential	344	223	197	150	61	21	3	7	9	N/A
Multi Family Residential	330	256	247	57	34	9	4	2	-	N/A
Other	1,881	2,137	1,958	2,081	1,714	1,240	1,103	1,129	1,417	N/A
Estimated Property Value Added (million \$)	\$168.5	\$139.3	\$122.7	\$148.5	\$89.3	\$97.8	\$31.3	\$31.5	\$44.7	N/A
Code Violations (1)	1,297	1,629	1,326	1,065	939	496	646	356	139	N/A
<u>Public Safety</u>										
Police										
Physical arrests	2,413	1,998	2,383	2,494	2,496	2,592	2,776	2,348	2,420	1,741
Parking/Compliance violations	11,726	8,994	10,656	6,328	6,493	7,696	9,524	8,571	9,020	7,764
Traffic violations	8,500	7,507	7,769	7,842	5,431	5,058	4,463	3,979	4,202	3,650
911 Calls Police Incidents (1)	N/A	31,196	34,116	34,519	33,921	32,731	30,597	30,150	29,243	N/A
911 Calls Fire Incidents (1)	N/A	5,495	5,785	6,191	6,740	6,615	6,309	5,945	6,529	N/A
Fire										
Fire/Emergency responses	961	1,651	1,502	1,691	1,782	1,628	2,135	1,754	1,662	N/A
EMA (1)										
Emergency Management Call-outs, Mutual Aid	40	35	45	53	41	53	44	39	33	N/A
Emergency Management Events, Meetings, Training, Traffic	151	455	286	239	311	422	525	447	513	N/A
Music Theatre Traffic Control	21	21	16	18	18	19	17	19	16	N/A
<u>Public Works</u>										
Streets										
Street resurfacing (miles of streets)	6.9	10.6	9.1	9.3	15.7	13.0	13.2	9.2	4.5	13.9
Crack Sealing (miles of crack)	17	34	34	70	47	53	54	46	50	13.7
Water										
Water Main Breaks	58	38	51	84	48	36	63	60	66	67

(1) Calendar year data

N/A: Data not available

VILLAGE OF TINLEY PARK, ILLINOIS  
TOP TEN WATER CONSUMERS  
Current Year and Nine Years Ago

<u>2012</u>					<u>2003</u>		
<b>Business Name</b>	<b>Business Use</b>	<b>Usage</b>	<b>Rank</b>	<b>Amount Billed</b>	<b>Usage</b>	<b>Rank</b>	<b>Amount Billed</b>
W A Howe Development	Health Facility	28,408	1	\$ 150,335	---	---	---
Edgewater Walk Condo	Residential	22,810	2	158,594	24,559	1	\$ 84,389
Delta Sonic	Car Wash	11,350	3	77,196	12,000	3	38,230
Orlan Creek Apartments	Residential	10,810	3	73,976	---	---	---
Cambridge Park Condo Assoc	Residential	9,701	4	65,156	---	---	---
Edenbridge/Fulton Commons	Residential	9,423	6	65,404	11,080	4	50,082
KVH Industries	Commercial	7,851	7	51,317			
Panduit	Commercial	6,214	8	40,829	5,120	8	16,295
Andrew High School (Dist. 230)	High School	6,200	9	41,391	13,401	2	40,843
Cherry Hill Farms Association	Residential	6,178	10	38,990			
Tinley Court Inc	Residential	---	---	---	6,900	5	26,379
Holiday Inn	Hotel	---	---	---	5,800	6	18,118
Whispering Cove	Residential	---	---	---	5,572	7	23,933
Car Max	Auto Sales	---	---	---	4,981	9	16,347
Oak Village	Residential	---	---	---	4,641	10	15,570
Total Revenues--Top Ten Consumers				<u>\$ 763,188</u>	<u>\$ 330,186</u>		
Total System Operating Revenue				<u>\$ 17,153,816</u>	<u>\$ 9,906,235</u>		
Percent of Total System Operating Revenue				4.45%	3.33%		

Usage is reflected in thousands of gallons

VILLAGE OF TINLEY PARK, ILLINOIS  
WATERWORKS & SEWERAGE FUND SYSTEM STATISTICS  
Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>Water Statistics</u>										
Water Meters (1)	19,500	20,534	21,105	22,476	22,956	23,195	23,326	23,377	23,402	23,471
New Connections (tap-ons)	1,067	1,034	571	1,371	480	239	131	44	35	57
Average daily consumption (thousand gallons) (2)	4,258	4,966	5,100	5,700	6,160	5,668	5,274	5,447	5,429	5,274
Peak daily consumption (thousand gallons) (2)	N/A	N/A	19,100	17,700	20,100	19,100	18,100	18,029	17,449	19,538
Total Gallons Purchased/Gallons Pumped Master Meter (million gallons) (3)	3,028.2	3,392.6	3,500.0	3,700.0	3,680.0	3,792.0	3,528.9	3,534.1	3,498.0	3,418.3
<u>Service Locations</u>										
Sanitary Sewer Service Only	19	17	18	17	16	16	16	13	13	13
Water & Sanitary Sewer	17,469	18,225	18,490	19,585	19,853	19,957	20,040	20,055	20,056	20,084
Water Service Only	2,031	2,309	2,615	2,891	3,103	3,238	3,286	3,305	3,309	3,338
Totals	19,519	20,551	21,123	22,493	22,972	23,211	23,342	23,373	23,378	23,435
<u>Water and Sewer Rates (per 1,000 gallons unless otherwise indicated)</u>										
	<u>Jan. 1</u> <u>2003</u>	<u>Jan. 1</u> <u>2004</u>	<u>Jan. 1</u> <u>2005</u>			<u>Jan. 1</u> <u>2008</u>	<u>Jan. 1</u> <u>2009</u>	<u>Jan. 1</u> <u>2010</u>	<u>Jan. 1</u> <u>2011</u>	<u>Jan. 1</u> <u>2012</u>
Water (12,000 gallon minimum through 2009)	\$2.54	\$2.74	\$2.78			\$3.20	\$3.43			
Water Quarterly Base Charge (4)								\$23.50	\$25.38	\$27.28
Water, First 20,000 Gallons per Quarter								3.25	3.51	4.19
Water > 20,000 Gallons per Quarter								4.92	5.31	6.13
Sanitary Sewer Base Charge	1.26	1.26	1.26			1.26	1.26	5.00	5.48	6.00
Sanitary Sewer (6,000 gallon minimum through 2009)	0.67	0.77	0.77			0.77	0.77	0.79	0.87	0.95
Quarterly Minimums:										
Water	\$30.46	\$32.88	\$33.36			\$38.40	\$41.16	\$23.50	\$25.38	\$27.28
Sanitary Sewer	4.02	4.62	4.62			4.62	4.62	5.00	5.48	6.00
Total Minimum Charges	\$34.48	\$37.50	\$37.98			\$43.02	\$45.78	\$28.50	\$30.86	\$33.28
Increase Over Prior	1.7%	8.4%	1.2%			13.3%	6.4%	N/A	8.3%	7.8%

(1) Includes multiple family structures served by a single meter.

(2) Tinley Park users only. Excludes wholesale water sales.

(3) Includes wholesale resales.

(4) Base charges vary depending on meter size and indoor or outdoor usage. Values displayed are for standard meter for inside usage.

No rate changes were implemented between January 2005 and January 2008.

N/A: Data not Applicable.

VILLAGE OF TINLEY PARK, ILLINOIS  
CAPITAL ASSET STATISTICS  
Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Stations	4	4	4	4	4	4	4	4	4	4
Public Works										
Streets										
Streets (miles)	223	230	230	230	240	248	255	255	255	255
Streetlights	2,950	2,970	2,970	3,086	3,153	3,153	3,153	3,153	3,206	3,206
Water										
Water mains (miles)	237	237	250	254	256	256	256	256	256	260
Fire hydrants	3,300	3,300	3,468	3,538	3,561	3,561	3,561	3,561	3,640	3,651
Storage capacity (thousands of gallons)	21,000	21,000	21,000	21,000	21,000	21,000	21,000	21,000	21,000	21,000
Wastewater										
Sanitary sewers (miles)	210	210	210	200	202	202	202	202	202	202
Storm Sewers (miles)	216	216	227	242	249	249	249	249	249	251

Data Source

Various Village departments

VILLAGE OF TINLEY PARK, ILLINOIS  
LABOR FORCE AND UNEMPLOYMENT  
Last Ten Calendar Years

Calendar Year	Labor Force	Employed	Unemployed		Comparable Unemployment Rates		
			Number	Rate	Chicago MSA	Illinois	U.S.
2002	29,248	27,564	1,684	5.8%	6.7%	6.5%	5.8%
2003	29,944	28,195	1,749	5.8%	6.8%	6.7%	6.0%
2004	31,052	29,357	1,695	5.5%	6.2%	6.2%	5.5%
2005	31,513	29,889	1,624	5.2%	5.9%	5.8%	5.1%
2006	32,608	31,372	1,236	3.8%	4.5%	4.6%	4.6%
2007	33,374	32,096	1,278	3.8%	4.9%	5.1%	4.6%
2008	33,300	31,650	1,650	5.0%	6.2%	6.4%	5.8%
2009	32,543	29,727	2,816	8.7%	10.1%	10.0%	9.3%
2010	31,478	28,468	3,010	9.6%	10.4%	10.5%	9.6%
2011	31,210	28,520	2,690	8.6%	9.8%	9.8%	8.9%

Data Source

Unemployment Statistics, Bureau of Labor Statistics, United States Department of Labor



VILLAGE OF TINLEY PARK, ILLINOIS  
PROPERTY DEVELOPMENT & CONSTRUCTION  
Last Ten Calendar Years

Year	Commercial		Residential					Other Permits & Construction		Total Estimated Property Value Added
			Single Family		Average Value	Multi - Family				
	Units	Value	Units	Value		Units	Value	Units	Value	
2002	29	21,093,500	281	58,564,077	208,413	476	56,416,000	1,721	18,314,477	154,388,054
2003	48	22,069,004	344	69,433,621	201,842	330	40,025,988	1,881	36,984,483	168,513,096
2004	58	42,676,389	223	49,911,953	223,820	256	35,092,000	2,137	11,596,779	139,277,121
2005	40	20,562,449	197	49,038,657	248,927	247	34,010,276	1,958	19,109,037	122,720,419
2006	74	72,669,358	150	39,210,838	261,406	57	8,046,000	2,081	28,583,535	148,509,731
2007	79	53,526,048	61	17,798,587	291,780	34	5,494,950	1,714	12,443,727	89,263,312
2008	83	80,886,553	21	5,661,770	269,608	9	1,540,000	1,240	9,722,529	97,810,852
2009	80	21,507,157	3	710,000	236,667	4	512,000	1,103	8,583,645	31,312,802
2010	71	21,747,256	7	1,494,900	213,557	2	244,000	1,129	8,022,752	31,508,908
2011	103	33,113,285	9	1,828,800	203,200	0	0	1,417	9,802,496	44,744,581

VILLAGE OF TINLEY PARK, ILLINOIS  
PUBLIC LIBRARY STATISTICS  
Last Ten Fiscal Years

Fiscal Year	Resources Available				Circulation			Reference Questions Handled (1)	Visitors/ Attendance	Library Cardholders	Population	Average Circulation Per Cardholder	Cardholders as a Percentage of Population
	Book Volumes	Video & Films	Audio Recordings	Periodicals	Adult	Juvenile	Total						
2003	138,273	4,440	6,636	2,732	247,344	185,287	432,631	56,157	337,015	23,598	48,401	18.3	49%
2004	138,312	4,797	6,439	2,732	264,156	194,469	458,625	64,398	337,197	22,747	54,352	20.2	42%
2005	141,957	5,105	7,218	2,741	260,702	193,578	454,280	64,543	265,344	25,847	54,352	17.6	48%
2006	153,727	6,469	8,757	391	298,218	226,613	524,831	68,889	347,319	26,440	54,352	19.8	49%
2007	162,551	7,206	9,519	392	318,306	237,800	556,106	46,366	372,391	27,191	58,323	20.5	47%
2008	165,240	8,526	10,241	393	340,584	257,481	598,065	43,291	373,237	23,556	59,000	25.4	40%
2009	170,381	9,236	11,106	390	370,727	273,882	644,609	54,819	374,018	26,096	60,000	24.7	44%
2010	173,003	9,151	11,469	578	405,726	307,468	713,194	62,349	384,141	26,938	60,000	26.5	45%
2011	167,870	9,553	11,918	518	411,857	320,939	732,796	59,248	326,476(2)	25,206	56,703	29.1	45%
2012	167,803	10,991	12,389	399	409,734	332,266	742,000	61,829	324,790	25,071	56,703	29.6	44%

(1) Method of tabulation was changed for this category beginning in fiscal year 2007.

(2) Counter relocated in 2011