

City of Oakbrook Terrace, Illinois



Comprehensive Annual Financial Report
For the Year ended April 30, 2014

CITY OF OAKBROOK TERRACE, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
APRIL 30, 2014

Prepared by Finance Department
Amy Marrero, City Administrator

CITY OF OAKBROOK TERRACE, ILLINOIS

Table of Contents

	PAGE
INTRODUCTORY SECTION	
Principal Officials	i
Organization Chart	ii
Letter of Transmittal	iii-viii
Certificate of Achievement for Excellence in Financial Reporting	ix
FINANCIAL SECTION	
INDEPENDENT AUDITOR'S REPORT	1-2
MANAGEMENT'S DISCUSSION AND ANALYSIS	3-15
BASIC FINANCIAL STATEMENTS	
Statement of Net Position	16-17
Statement of Activities	18-19
Balance Sheet – Governmental Funds	20
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	21
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	23
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budgetary Basis and Actual – General Fund	24
Statement of Net Position – Proprietary Fund	25
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Fund	26
Statement of Cash Flows – Proprietary Fund	27

CITY OF OAKBROOK TERRACE, ILLINOIS

Table of Contents

	PAGE
FINANCIAL SECTION	
BASIC FINANCIAL STATEMENTS (CONT.)	
Statement of Fiduciary Net Position	28
Statement of Changes in Fiduciary Net Position – Pension Trust Fund	29
Notes to the Financial Statements	30-59
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)	
Illinois Municipal Retirement Fund	60
Police Pension Fund	61
Post-Employment Healthcare Benefits	62
<u>COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES</u>	
GENERAL FUND	
Schedule of Revenues – Budgetary Basis and Actual	63-64
Schedule of Expenditures – Budgetary Basis and Actual	65-70
NONMAJOR GOVERNMENTAL FUNDS	
Combining Balance Sheet	71
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	72
SPECIAL REVENUE FUNDS	
Combining Balance Sheet	73
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	74
Motor Fuel Tax Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	75
Business District Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	76

CITY OF OAKBROOK TERRACE, ILLINOIS

Table of Contents

	PAGE
FINANCIAL SECTION	
<u>COMBINING AND INDIVIDUAL FINANCIAL STATEMENTS</u> <u>AND SCHEDULES (CONT.)</u>	
DEBT SERVICE FUNDS	
Combining Balance Sheet	77
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	78
Debt Service Fund – SSA II	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	79
2010 Bond Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	80
2012 Bond Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	81
CAPITAL PROJECTS FUNDS	
Capital Improvements Fund (Major Fund)	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	82
 <u>PROPRIETARY FUND TYPE</u>	
ENTERPRISE FUND	
Water Fund	
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual	83-84

CITY OF OAKBROOK TERRACE, ILLINOIS

Table of Contents

	PAGE
FINANCIAL SECTION	
<u>FIDUCIARY FUND TYPE</u>	
AGENCY FUND	
Donation/Impact Fund	
Balance Sheet	85
Schedule of Changes in Assets and Liabilities	86
 <u>CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL ACTIVITIES</u>	
Schedule of Capital Assets by Source	87
Schedule by Function and Activity	88-89
Schedule of Changes by Function and Activity	90
 <u>SUPPLEMENTAL DATA</u>	
Long-Term Debt Requirements	
General Obligation (Refunding) Bond Series of 2003	91
General Obligation Alternate Revenue (Refunding) Bond Series of 2004	92
Special Service Area No. 2 Bonds	93
General Obligation Bond Series of 2008	94
General Obligation Alternate Revenue (Taxable Refunding) Bond Series of 2010	95
General Obligation Bond Series 2010A	96
General Obligation Bond Series 2010B	97
General Obligation Bond Series 2012A	98
General Obligation Taxable Business District Bond Series 2012B	99
General Obligation (Refunding) Bond Series 2013	100
 STATISTICAL SECTION	
Financial Trends	
Net Position by Component	101-102
Changes in Net Position	103-106
Fund Balances of Governmental Funds	107-108
Changes in Fund Balance and Percentage of Debt Service to Noncapital Expenditures of Governmental Funds	109-110

CITY OF OAKBROOK TERRACE, ILLINOIS

Table of Contents

	PAGE
STATISTICAL SECTION	
Revenue Capacity	
Taxable Sales by Category	111-112
Direct and Overlapping Sales Tax Rates	113-114
Assessed Value and Estimated Actual Value of Taxable Property	115
Property Tax Rates - Direct and Overlapping Governments	116-117
Principal Property Taxpayers	118
Retailers' Occupation, Service Occupation and Use Tax	119
Property Tax Levies and Collections	120-121
Debt Capacity	
Outstanding Debt by Type	122-123
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita	124-125
Schedule of Direct and Overlapping Debt – General Obligation Debt	126
Schedule of Legal Debt Margin	127
Demographic and Economic Information	
Demographic and Economic Statistics	128
Principal City Employers	129
Operating Information	
Operating Indicators	130-131
Ten Largest Consumers – Waterworks and Sewerage Systems	132
Full-Time Equivalent Employees	133-134
Capital Asset Statistics	135-136
Surety Bonds of Principal Officials	137

INTRODUCTORY SECTION

CITY OF OAKBROOK TERRACE, ILLINOIS

Principal Officials
April 30, 2014

LEGISLATIVE

Tony Ragucci, Mayor

Aldermen

Tom Thomas
Michael Sarallo
Frank Vlach

Paul Esposito
Bob Przychodni

City Clerk

Dennis Greco

APPOINTED OFFICIALS

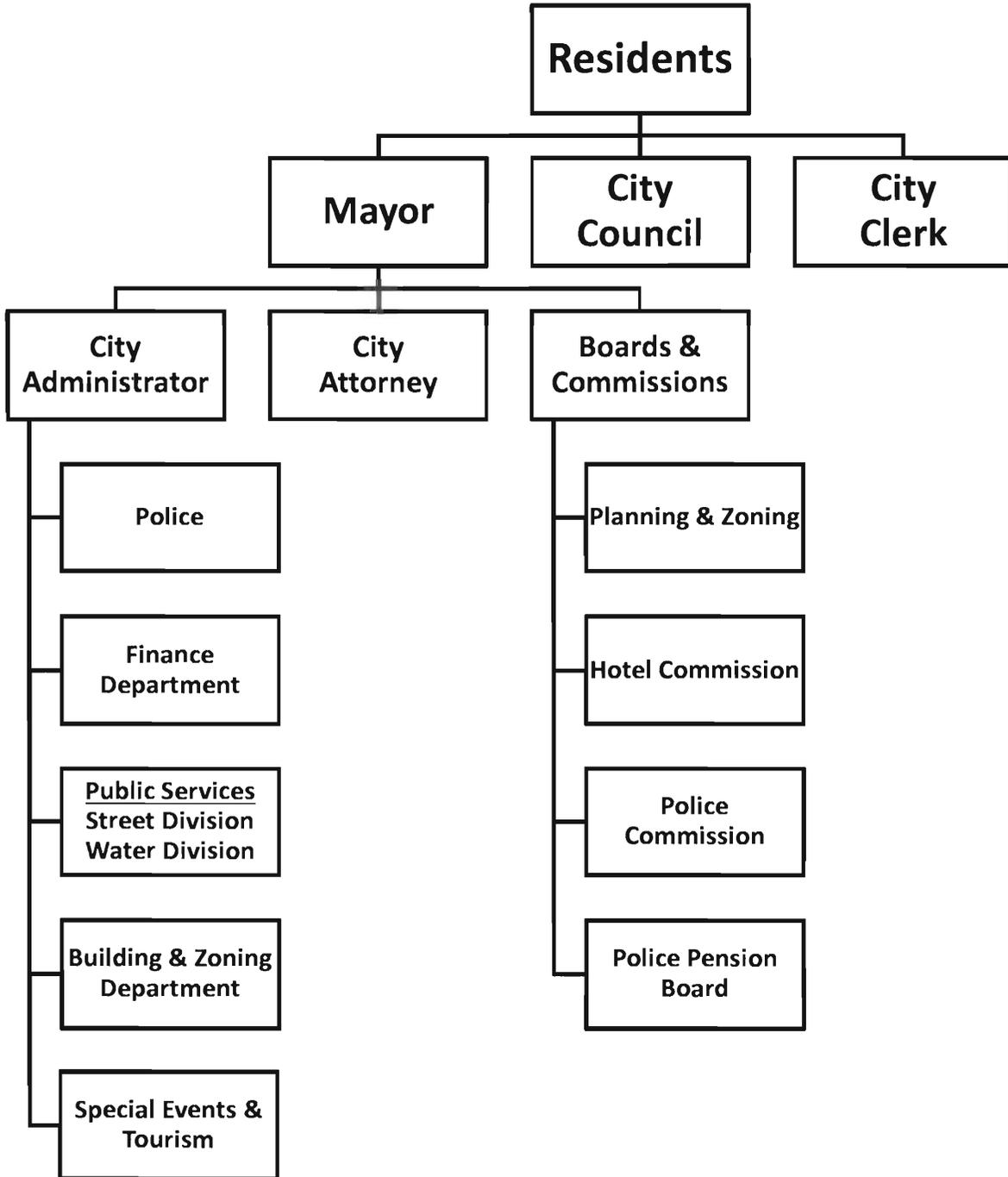
City Attorney

Storino, Ramello & Durkin

City Administrator
Building and Zoning Administrator
Police Chief
Public Service Director

Amy Marrero
Mihaela Dragan
Wayne Holakovsky
Craig Ward

**City of Oakbrook Terrace
Organization Chart
Fiscal Year Ended April 30, 2014**



Mayor
TONY RAGUCCI

City Clerk
DENNIS GRECO

City Administrator
AMY MARRERO



CITY OF OAKBROOK TERRACE

17W275 BUTTERFIELD ROAD
OAKBROOK TERRACE, IL 60181
630-941-8300 FAX 630-941-7254

Alderman
Ward 1
TOM THOMAS
PAUL ESPOSITO

Alderman
Ward 2
MICHAEL A. SARALLO
FRANK VLACH

Alderman
Ward 3
ROBERT PRZYCHODNI

October 31, 2014

The Honorable Mayor Ragucci
Members of the City Council
City of Oakbrook Terrace, Illinois

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Oakbrook Terrace, Illinois, for the fiscal year ending April 30, 2014. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. 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 component units of the City of Oakbrook Terrace. All disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

In developing and evaluating the City's financial position, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to protect the government's assets from loss, theft or misuse and to compile sufficient reliable financial records in accordance with generally accepted accounting principles (GAAP). As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Wolf & Company LLP, a firm of licensed certified public accountants, has audited the City of Oakbrook Terrace's financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Oakbrook Terrace for the fiscal year ended April 30, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Oakbrook Terrace's financial statements for the fiscal year ended April 30, 2014 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

PROFILE OF THE CITY OF OAKBROOK TERRACE

The City of Oakbrook Terrace (the “City”) is a home rule unit of local government as defined by the Illinois Constitution and Illinois Statutes. It was incorporated in 1958 as the City of Utopia, but its name was subsequently changed to the City of Oakbrook Terrace. The government operates under the city form as defined by Illinois Statutes, with an elected Mayor and six (6) Aldermen, who collectively form the City Council. A professional City Administrator is employed, along with other staff positions that have been created by local ordinance. The City is located approximately 18 miles directly west of the City of Chicago in DuPage County. The City currently has a land area of 1.8 square miles and an estimated over night population of 2,134, but has an estimated daytime population of 30,000 to 50,000. The City is home to numerous restaurants, retailers, entertainment venues and over 4,000,000 square feet of office development.

The City Council sets policy for the City by adopting ordinances, resolutions, and the annual budget. The Mayor and City Clerk are elected for four-year terms. Aldermen are elected to staggered four-year terms from three (3) aldermanic districts. The Mayor is the Chief Executive Officer of the City and ensures that the laws and ordinances are faithfully executed. The Mayor has supervision over all executive officers and employees of the City. The Mayor appoints by and with the advice and consent of the City Council, the City Administrator, the City Treasurer, the City Attorney, the Chief of Police, the Deputy Chief of Police, Department Heads, and the Commission members. The City Administrator is responsible for the proper administration of the affairs of the City as assigned by the Mayor. The City has thirty-five (35) full-time employees, which includes twenty (20) sworn police officers.

The City provides a limited range of services including police protection, construction and maintenance of streets and infrastructure; potable water utility service; community development and general administrative services. Fire Protection, Emergency Medical Services, and Parks and Recreation are provided by other local governments.

The annual budget serves as the foundation for the City’s financial planning and control. All departments of the City government are required to submit their budget requests to the City Administrator by the last week in November of each year. The City Administrator, in his role as the appointed Budget Officer, uses these requests as a starting point for developing the budget that will be presented to the City Council pursuant to the provisions of the Illinois Budget Officer Act (65 ILCS 5/8-2-9.1) and the City’s home rule powers. After the proposed budget is presented to the City Council, they are required to hold at least one (1) public hearing concerning the proposed budget, and to adopt a final budget prior to May 1st, the beginning of the new fiscal year. The budget is prepared by fund and appropriations are made at the department line item level. The budget also includes information on the past year actual expenditures, current year estimates, and requested figures for the next fiscal year. Subsequent to budget approval, and during the course of the fiscal year, the budget may be amended by a two-thirds majority of the City Council. In addition, the Budget Officer may make line item transfers under \$10,000 within a department and/or between departments within the same fund. Budget transfers that are greater than \$10,000 require the approval of the City Council. The City’s legal level of budgetary control is that expenditures may not legally exceed the budget at the department level for the General Fund. All other funds, with the exception of the Water Fund, may not legally exceed the budget at the fund level. The Water Fund may not legally exceed the budget by line item.

MAJOR INITIATIVES

(Present and Future)

In December of 2013, the City Council approved an extensive list of goals and objectives which have either been completed in this fiscal year or will continue to progress into future fiscal years. Presented below are a listing, and a progress report, of the major initiatives specified by the Council.

➤ Oversee the completion of New Police Station and City Hall Renovation

Although there were several delays experienced for the new Police Station, construction is now well underway with \$7 million in trade contracts and material purchase orders awarded. The foundation on the new building has been constructed and the site utilities, plumbing, and electrical infrastructure are being

assembled and the masonry phase is progressing. The new Police Station and City Hall renovation is estimated to cost \$12 million. The Police Station is estimated to take 12 months to construct, while the City Hall renovation should take approximately four (4) months. The new Police Station will be a LEED certified building resulting in an annual utility savings of \$12,000.

➤ Develop vacant property and encourage businesses to remain in Oakbrook Terrace.

A new Assisted Living Facility named Terra Vista is currently under construction on a former vacant lot along Ardmore. The building should be completed by the summer of 2015. Also, the Council recently paved the way for a new restaurant, Specialty's Café and Bakery, to be located on vacant land adjacent to the new Gardner School, which opened in June of 2014. A national restaurant chain, Twin Peaks, will be demolishing the former Pompei building and construct a brand-new state-of-the-art sports bar.

The City welcomed several new restaurants including: Millhurst Charhouse and Banquets, Remedy Pub, Penny's, Betty's Bistro on Roosevelt Road, Betty's Bistro on Butterfield Road, Stella's, Trugurt Yogurt, and Beppe's Italian Deli and Cafe. Also some of the City's existing businesses underwent extensive renovations including: Giordano's and Drury Lane. Giordano's added an outdoor patio and completed an exterior remodeling as well. Drury Lane recently completed phase two (2) of their renovation project, which included the remodeling of the Courtyard Restaurant and Theatre Bar. In addition, Nav Consulting, a large brokerage firm, relocated its global headquarters to Oakbrook Terrace.

➤ Continue to be fiscally sound.

In response to the economic downturn which began in 2008, the City has successfully reduced overall costs. In FY 2014, the General Fund expenditures increased by \$242,472 or 4% from FY 2013, due to higher insurance premiums and the hiring of a new Deputy Chief of Police, which had been an unfilled position. This 4% increase represented the first recorded increase since FY 2008 when expenses grew by 18%. In addition, this increase was partially offset in FY 2014 by not filling the Building and Zoning Secretary position resulting in savings of approximately \$59,000. The City also realized savings of approximately \$39,000 because the Finance Director assumed the Interim City Administrator position during the year.

General Fund revenues of \$6,807,653 were \$631 less than last year's. Revenue gains in video gaming and hotel taxes offset reductions in building permits and zoning fees when compared to last year.

The City is participating in a federal class action lawsuit along with six (6) other municipalities against the online hotel resellers. Currently these online resellers are paying the Hotel taxes based upon wholesale rates, but are collecting the taxes from consumers on the higher retail amounts.

➤ Maintain viability of the City's Water System and continue to add residential and commercial customers.

Water Sales increased by 15.7% or \$86,969 from last year due to the addition of new water customers namely, Regency Place and the Courtyard by Marriott. The City recently approved an agreement to provide water service to the Joint Commission which will generate an additional \$102,000 in annual water revenues. The City will also be providing water to several other new customers including: Gardner School, Terra Vista Assisted Living Facility, Butterfield's Pancake House, and Specialty's Café and Bakery. The addition of all these new customers continues to stabilize the Water Fund with the goal of self-sufficiency.

➤ Oversee the installation of the Digital Billboard Sign at the Public Services Facility. Evaluate and continue to work with the City's lobbyist. Continue to add curbs and gutters as grant funding becomes available.

The digital sign became operational at the end of April 2014. The City will receive \$90,000 in annual property rental fees from the digital sign. The City hired a lobbyist back in June of 2013 and to date the lobbyist has successfully assisted the City in obtaining the IDOT permit for the digital sign. The lobbyist also secured a \$70,000 grant from the Department of Commerce and Economic Opportunity for new curbs and gutters.

FINANCIAL POLICIES SIGNIFICANT IMPACT ON FINANCIAL STATEMENTS

Revenue Diversification

The City continues to achieve revenue diversification through adding new sources that minimally impact residents and businesses. Revenue diversification enables the City to rely less on any one (1) source of revenue and enhances the overall revenue portfolio. In FY 2014, four (4) new video gaming establishments opened which resulted in video gaming taxes going from \$5,772 in FY 2013 to \$21,037 in FY 2014, representing an increase of \$15,264. In addition, the completion of the digital billboard sign will result in the City receiving \$90,000 in annual property rental fees for the outdoor sign that is currently housed at the Public Services Facility. Also the Council recently approved a contractor registration program, whereby contractors will be required to pay an annual fee of \$100 to do work within the City. This program is estimated to generate \$20,000 in annual revenues.

Budget Reserves

The City's Budget Reserves policy requires that the City will maintain a General Fund reserve equal to at least 40% of estimated yearly revenues. Fiscal Year 2014 resulted in an unassigned fund balance of \$4,980,150, which represents 82% of General Fund budgeted revenues of \$5,809,427. Accordingly, the City complied with the budget reserve criteria, even in these difficult economic times. Furthermore, the unassigned fund balance in the General Fund increased by \$784,757 or 19% from the FY 2013 amount. Due to prudent financial practices over the last five (5) years, the City's fund balance is more than exceeding pre-recession amounts.

Reinstatement of Major Capital Programming – Capital Improvement Plan & Regular Replacement of Capital Assets

After several years of delaying major capital purchases, the Council opted to reinstate capital programming for FY 2014. During FY 2014 several major capital improvements were completed or purchased as detailed below.

1. A total of 98 new residential energy efficient LED street lights were installed along with 38 retro-fitted pathway lights. These lights will have virtually no maintenance costs over the next 25 years and will use 86% less electricity than standard lights. The new lights totaled \$951,055 and have improved the overall safety and appearance of the residential area. The City also received a \$4,252 rebate from the Department of Commerce and Economic Opportunity for this project.
2. The equipment chipper was replaced for \$48,835.
3. The one-ton dump truck was replaced for \$70,869 and the Public Service Director's vehicle was replaced for \$24,121.
4. New curbs and gutters were installed for \$70,869.

Debt Administration

The City aspires to maintain good communication with bond rating agencies about its financial condition. The City's most recent bond issue in November of 2012 received an AA bond rating from Standard and Poor's. In May of 2013, the City refinanced the 2008 Bond Series to a lower interest rate of 2.59% and achieved over \$250,000 in interest expense savings.

Review of Fees

The City's policy is to periodically re-evaluate all user charges at a level related to the cost of providing the service and to establish new fees when necessary. Water rates increased on January 1, 2014, in order to recover the DuPage Water Commission increase in fees. The City of Chicago began raising water rates on January 1, 2012 over four (4) years with respective annual increases of 25%, 20%, 18%, and 17%. The DuPage Water Commission determined that their member rate increase would need to be more than the Chicago's percentage increase, due to the elimination of the DuPage County sales tax in 2016 as well as an effort to increase cash reserves.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy

The City's Sales taxes are inching towards pre-recession amounts. Total Sales taxes for FY 2014 were \$1,983,859, which is \$87,567 less than the FY 2008 amount of \$2,071,426. This slight difference reflects that Sales taxes are slowly inching towards pre-recession levels. The City is now six (6) years from the height of the recession. A portion of the Sales taxes in the amount of \$311,021 were earmarked for the repayment of the Business District bonds.

Hotel taxes increased by \$30,708 or 2% going from \$1,444,706 in FY 2013 to \$1,475,414 in FY 2014. The City is home to a strong and robust tourism sector with seven (7) hotels. A portion of the hotel taxes are used for a marketing campaign that is administered by the City's Hotel Commission and the DuPage Convention and Visitor's Bureau.

In January 2006, the City Council adopted a 1% Home Rule Sales tax, bringing the Sales tax rate to 8.25%. This particular Home Rule Sales tax was specifically designated to finance capital improvements such as new facilities for Police, Public Services and City Hall departments. The Home Rule Sales tax generated \$1,625,907 in Fiscal Year 2014, of which \$50,598 was reserved to defray the debt service cost in the Business District.

The City's equalized assessed valuation decreased from \$246,212,318 for the 2012 tax levy year to \$225,074,325 for 2013, a reduction of 9%. Oakbrook Terrace is primarily a commercial and office center community with a 20% residential tax base. According to the 2012 Census Bureau's American Fact Finder survey, the per capita income of City residents was \$40,335.

Long-term Financial Planning

The City has a detailed Capital Improvement Program (CIP). The CIP covers the period of one (1) to five (5) years in detail. As part of the budget preparation process, the CIP is reviewed, modified, and approved annually.

Debt Administration

At year-end, the City had one (1) general obligation (alternate revenue sources), one (1) general obligation refunding building, two (2) general obligation (refundings), and one (1) Special Service Area debt issues outstanding. The City also has four (4) Business District outstanding general obligation debt issues, which includes two (2) non-taxable and two (2) taxable issuances. The general obligation debt outstanding equaled \$14,200,000, and the Special Service Area bond equaled \$425,000.

OTHER INFORMATION

Awards

The Government Finance Officers Association (GFOA) awards Certificates of Achievements for Excellence in Financial Reporting to governments who publish an easily readable and efficiently organized comprehensive annual financial report (CAFR), which satisfies both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one (1) year only. We believe our current report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate. If awarded to the City's CAFR for the Fiscal Year ending April 30, 2014, it will be the eleventh Certificate of Achievement for the City of Oakbrook Terrace.

Acknowledgements

I would like to thank Mayor Ragucci and the City Council for their direction and support in guiding the administration in the planning and conducting the operations of the City in a responsible and progressive manner.

Furthermore, the work of the independent auditors from Wolf & Company, LLP is greatly appreciated.

Respectfully submitted,

A handwritten signature in black ink, appearing to be 'Amy L. Marrero', with a stylized, cursive script.

Amy L. Marrero
City Administrator



Government Finance Officers Association

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

Presented to

**City of Oakbrook Terrace
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2013

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor Ragucci
Members of the City Council
City of Oakbrook Terrace, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, budgetary comparison for the General Fund, and the aggregate remaining fund information for the City of Oakbrook Terrace, Illinois, as of and for the year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oakbrook Terrace, Illinois, as of April 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-15, and analysis of funding progress and employer contributions for the City's defined pension plans and other post-employment benefit plan on pages 60-62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Oakbrook Terrace, Illinois' basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Wolf & Company LLP

Oakbrook Terrace, Illinois
October 28, 2014

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF OAKBROOK TERRACE

MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2014

The City of Oakbrook Terrace's (the City) Management's Discussion and Analysis (MD&A) is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the City's financial activity, (c) identify changes in the City's financial position (its ability to address the next and subsequent year challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) 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 City's basic financial statements (beginning on page 16).

FINANCIAL HIGHLIGHTS

- The City's net position, which equals total assets minus total liabilities, was \$27,254,879 at the end of the 2014 fiscal year. The total combined net position increased \$1,495,526 from \$25,759,353 last year. Unrestricted net position, which is assets that may be used to meet the City's ongoing obligations to residents and creditors, was \$2,998,261 at the end of the 2014 fiscal year. Unrestricted net position decreased partially because the City is spending current assets, in other words, the fund balance of the Capital Improvement Fund, to finance the new Police Station and City Hall renovation.
- Governmental Activities included \$22,714,110 in net position, of which \$3,143,267 was unrestricted net position. Business-Type Activities included \$4,450,769 in net position and a negative amount of \$145,006 in unrestricted net position, which was due to cash flow issues which continue to be experienced by the Water Fund.
- Total liabilities for all funds increased by \$20,771 or less than 1%. Governmental liabilities increased by \$130,178, while Business-Type liabilities decreased by \$109,047 from last year. The Governmental liabilities increased modestly due to higher current liabilities including the portion for the Business Debt Service principal and interest payments. The Business-Type liabilities decreased due to lower non-current general obligation bonds payable.
- Total combined revenues increased by \$66,801 or less than 1% to \$10,145,357 from last year's total of \$10,078,556. Revenues from Governmental Activities equaled \$8,931,398 in 2014 and revenues for Business-Type Activities equaled \$1,213,959 in 2014. Total combined expenses decreased by \$3,101,009 from \$11,750,840 in FY 2013 to \$8,649,831 in FY 2014. The drop in expenses results from last year's payment to the Business District developer in the amount of \$3.75 million, which was not repeated in FY 2014.
- The Governmental Activities resulted in a year-end increase in net position of \$1,405,066, while the Business-Type Activities experienced a gain \$90,460. This gain represented the second year in a row that the Water Fund experienced an increase. The net increase in net position in Governmental Activities is directly attributable to expenditures being \$3,225,953 lower, as indicated above, because last year the City made the final payout to the developer in the amount of \$3.75 million for the redevelopment of the Oakbrook Terrace Square Shopping Center.
- The fund balance for the General Fund equaled \$5,195,475, an increase of \$608,852 from the beginning balance of \$4,586,623. Of the total General Fund's fund balance, \$4,980,150 is unassigned and can be used to meet the City's ongoing obligations to residents and creditors.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

The financial statements focus is on both the City as a whole (government-wide) and on the major individual funds. 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 City's accountability.

Government-Wide Statements

The government-wide financial statements (see pages 16-19) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns, which add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the City and its governmental and business-type activities. This statement combines and consolidates governmental fund's 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 pages 18-19) 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 reflected in general revenue of the City.

The governmental activities reflect the City's basic services, including general government, public safety, public services, and tourism. The business-type activities reflect private sector type operations (Water System), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

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

Governmental Funds

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

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

The City maintains seven (7) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balance for the General Fund, and the Capital Improvements Fund which are considered major funds, while the Motor Fuel Tax Fund, Business District, Debt Service SSA II Fund, 2010 Debt Service Bond Fund, and the 2012 Debt Service Bond Fund are considered nonmajor funds.

The City adopts an annual budget for all of the major governmental funds. A budgetary comparison statement for the General Fund has been provided on page 24 to demonstrate compliance with this budget. Budgetary information for the other funds can be found elsewhere in the report.

The basic governmental fund financial statements can be found on pages 20-23 of this report.

Proprietary Funds

The City maintains only one type of proprietary fund, an enterprise fund which is used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its Water Utility.

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. This fund accounts for all the operations of the municipal water system. Water is purchased from the DuPage Water Commission and then sold to municipal customers and distributed through the City's water main system. The City sells water to municipal customers at rates that are intended to provide sufficient resources for current operations as well as necessary investments in the capital infrastructure supporting the water system. The basic proprietary fund financial statements can be found on pages 25-27 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of fiduciary funds are not available to support the City of Oakbrook Terrace's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements for the Police Pension Fund and the Agency Fund, can be found on pages 28 and 29 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 30-59 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Oakbrook Terrace Illinois Municipal Retirement Fund, police employee pension and post-employment healthcare benefits obligations. Required supplementary information can be found on pages 60 to 62 of this report. Combining and individual fund statements and schedules can be found beginning on page 63 of this report.

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure assets – i.e. roads, bridges etc.) have not been reported nor depreciated in governmental financial statements. GASB Statement No. 34 requires that these assets be valued and reported within the Governmental column of the Government-Wide 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 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 City has chosen to depreciate assets over their useful life.

GOVERNMENT WIDE FINANCIAL ANALYSIS

Net position serves as a useful indicator of a government's financial position. The City's net position is comprised of net investment in capital assets, restricted position and unrestricted position. Net investment in capital assets comprise 85% of net position and reflect the City's investments in capital assets and infrastructure (for example, land, streets, buildings, machinery, and equipment); less any related debt used to acquire those assets that remains outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City'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.

Restricted net position consist of Business District, Motor Fuel Tax, Debt Service, and DUI Equipment net position and are to be used for purposes as designated. Restricted net position was \$1,029,728 as of April 30, 2014.

The remaining 11% of net position, or \$2,998,261, represents unrestricted net position and may be used to meet the City's ongoing obligations to citizens and creditors. The City's combined net position increased from \$25,759,353 to \$27,254,879 an increase of \$1,495,526 from fiscal year 2013. The following analyses will look at net position and changes in net position of the governmental and business-type activities separately. Table 1 reflects the condensed Statement of Net Position compared to fiscal year 2013. Table 2 will focus on the Changes in Net Position of the governmental and business-type activities.

Table 1
Statement of Net Position
As of April 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		Total City	
	2014	2013	2014	2013	2014	2013
Assets						
Current or Other Assets	\$ 14,952,673	15,262,125	7,319	220,621	14,959,992	15,482,746
Capital Assets	22,355,867	20,892,046	6,582,972	6,421,420	28,938,839	27,313,466
Total Assets	37,308,540	36,154,171	6,590,291	6,642,041	43,898,831	42,796,212
Deferred Outflows of Resources						
Unamortized Loss on Refunding	400,248		32,803		433,051	-
Liabilities						
Long-term Liabilities	12,595,162	12,557,215	1,778,747	1,889,281	14,373,909	14,446,496
Other Liabilities	1,453,046	1,360,815	303,578	302,451	1,756,624	1,663,266
Total Liabilities	14,048,208	13,918,030	2,082,325	2,191,732	16,130,533	16,109,762
Deferred Inflows of Resources						
Unearned Property Taxes	946,470	927,097			946,470	927,097
Net Position						
Net Investment in Capital Assets	18,541,115	16,782,046	4,685,775	4,399,676	23,226,890	21,181,722
Restricted	1,029,728	1,052,788			1,029,728	1,052,788
Unrestricted	3,143,267	3,474,210	(145,006)	50,633	2,998,261	3,524,843
Total Net Position	22,714,110	21,309,044	4,540,769	4,450,309	27,254,879	25,759,353

For more detailed information, see the Statement of Net Position (pages 16 and 17).

Normal Impacts

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

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

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

Spending Borrowed Proceeds on New Capital – which will reduce current assets and increase capital assets. There is a second impact, an increase in net investment in capital assets and an increase in related net debt which will not change the net investment in capital assets.

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

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

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

Current Year Impacts.

Net position for the City Governmental Activities increased by \$1,405,066 in 2014, from a beginning total of \$21,309,044 to an ending balance of \$22,714,110. Net position increased in fiscal year 2014 due to tighter controls over expenses specifically in general government.

Net position of Business-Type Activities increased \$90,460 in 2014, from a beginning total of \$4,450,309 to \$4,540,769. This increase is due to the increase in user charges and electric utility tax revenue. The City's capital assets increased due to the new Regency Place and Courtyard by Marriot watermain. These properties were previously serviced by another nearby Village and are now connected to the City's water system. Net position for Business-Type Activities included \$4,685,775 in net investment in capital assets and a negative balance of \$145,006 in unrestricted net position. As indicated earlier, this negative balance reflects cash flow deficiencies in the Water Fund.

Changes in net position for the year are shown in the following table.

	Governmental Activities		Business-Type Activities		Total City	
	2014	2013	2014	2013	2014	2013
Revenue						
Program Revenues						
Charges for Service	\$ 1,115,024	1,148,759	739,266	582,549	1,854,290	1,731,308
Operating Grants and Contributions	66,924	100,804			66,924	100,804
General Revenues						
Property	931,324	904,905			931,324	904,905
Other Taxes	6,718,835	6,688,298	474,542	464,781	7,193,377	7,153,079
Other Revenues	99,291	188,281	151	179	99,442	188,460
Total Revenue	8,931,398	9,031,047	1,213,959	1,047,509	10,145,357	10,078,556
Expenses						
Governmental						
General Government	1,978,451	5,560,743			1,978,451	5,560,743
Culture and Recreation	259,324	232,400			259,324	232,400
Public Safety	4,074,615	3,473,773			4,074,615	3,473,773
Public Services	807,702	1,092,806			807,702	1,092,806
Interest	406,240	392,563			406,240	392,563
Business-Type Activities						
Water			1,123,499	998,555	1,123,499	998,555
Total Expenses	7,526,332	10,752,285	1,123,499	998,555	8,649,831	11,750,840
Transfers In (Out)		(27,594)		27,594		
Change in Net Position	1,405,066	(1,748,832)	90,460	76,548	1,495,526	(1,672,284)
Net Position - Beginning	21,309,044	23,057,876	4,450,309	4,373,761	25,759,353	27,431,637
Net Position - Ending	22,714,110	21,309,044	4,540,769	4,450,309	27,254,879	25,759,353

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

Normal Impacts

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 City approved rates – while certain tax rates are set by statute, the City Council has significant authority to impose and periodically increase/decrease rates (water, impact fees, building fees, 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 City's investment portfolio is managed using a similar average maturity to most governments and the market condition may cause investment income to fluctuate more than alternative shorter-term options.

EXPENDITURES:

Introduction of New Programs – within the functional expenditure categories (Public Safety, Public Services, General Government, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel – changes in service demand may cause the City Council to increase/decrease authorized staffing. Personnel costs (salary and related benefits) represent 70% of the City's operating costs.

Salary Increases (annual adjustments and merit) – the ability to attract and retain human and intellectual resources requires the City to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the City is a major consumer of certain commodities such as supplies, fuels and parts. Some functions may experience unusual commodity specific increases.

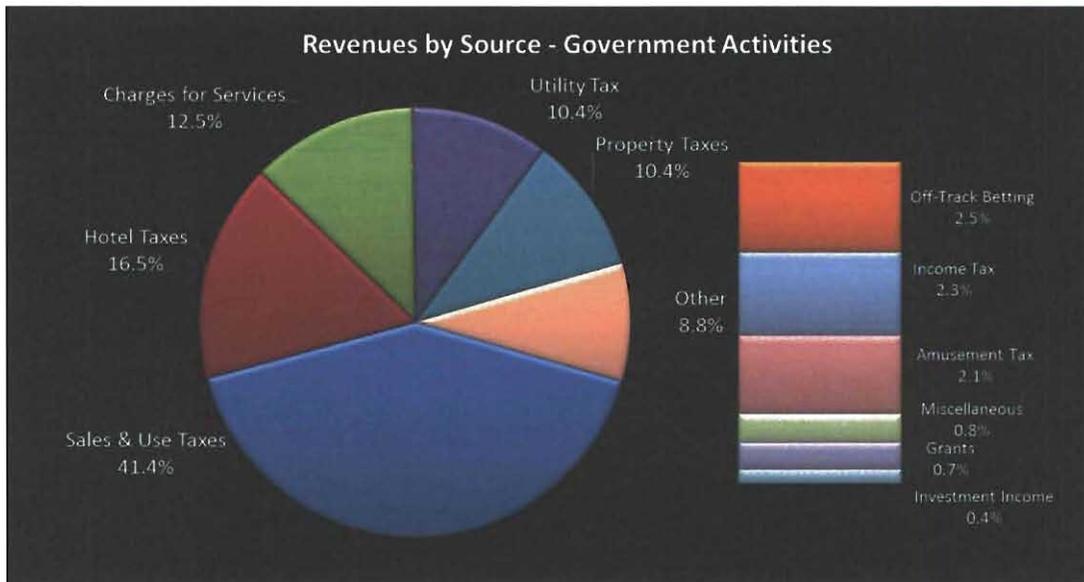
Current Year Impacts

Total City revenues equaled \$10,145,357, while expenses were \$8,649,831, resulting in an increase of \$1,495,526 in net position. This gain is directly related to the decrease in expenses for FY 2014.

Governmental Activities

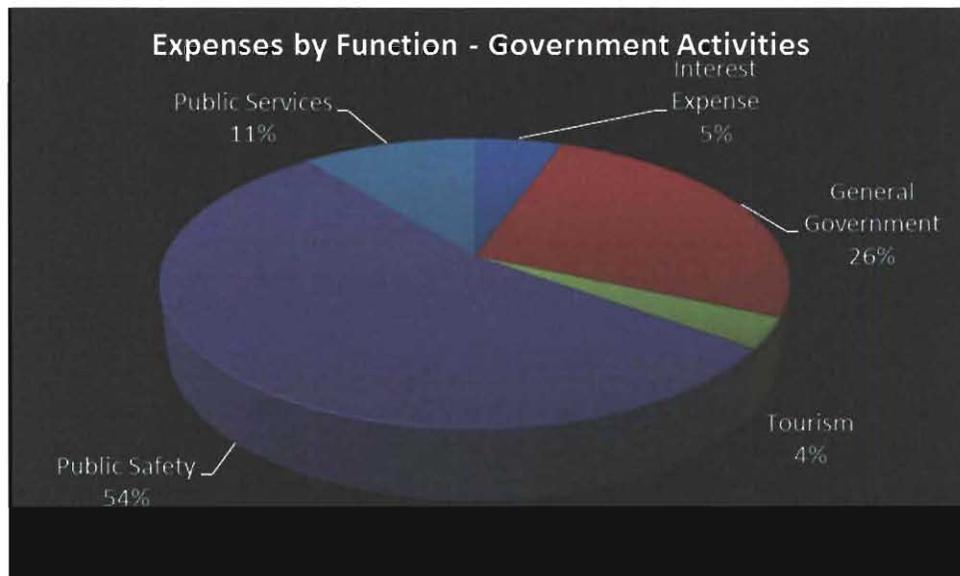
Revenue:

Revenues for Governmental Activities equaled \$8,931,398 in 2014 representing a decrease of \$99,649 or 1% from 2013. This decrease is mainly attributable to a reduction in Licenses and Permits and Miscellaneous revenues. The following graph depicts the major revenue sources for the City. Sales and Use taxes for Governmental Activities increased by \$55,531 or 2% because of higher Sales, Home-Rule Sales, and Business District taxes. Video Gaming revenue and licensing fees continue to grow with \$47,941 collected in FY 2014 compared to \$11,706 last year. The City Council approved Video Gaming in April of 2012. Hotel taxes increased by \$30,708 from \$1,444,706 in FY 2013 to \$1,475,414 in FY 2014. Off-track betting receipts decreased by \$41,183 or 16% from last year.



Expenses:

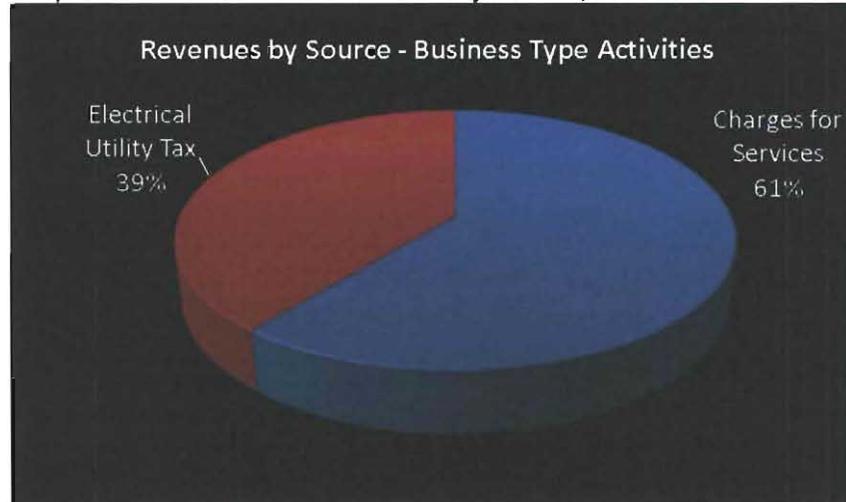
Expenses for Governmental Activities equaled \$7,526,332 representing a decrease of \$3.23 million less than fiscal year 2013. In fiscal year 2013, the City issued bonds and then paid the developer \$3,750,000 for the revitalization of the Oakbrook Terrace Square Shopping Center. Since no similar payment was made in FY 2014, governmental expenses significantly decreased, thereby distorting their impact on year-to-year comparables. Interest expense increased slightly by \$13,677 due to higher interest payments for the Business District Debt Service bonds. Public Safety comprises 54% of all Governmental Activities, while General Government expenses represent 26%; followed by Public Services at 11%. The following graph depicts expenses by City function.



Business-Type Activities

Revenue:

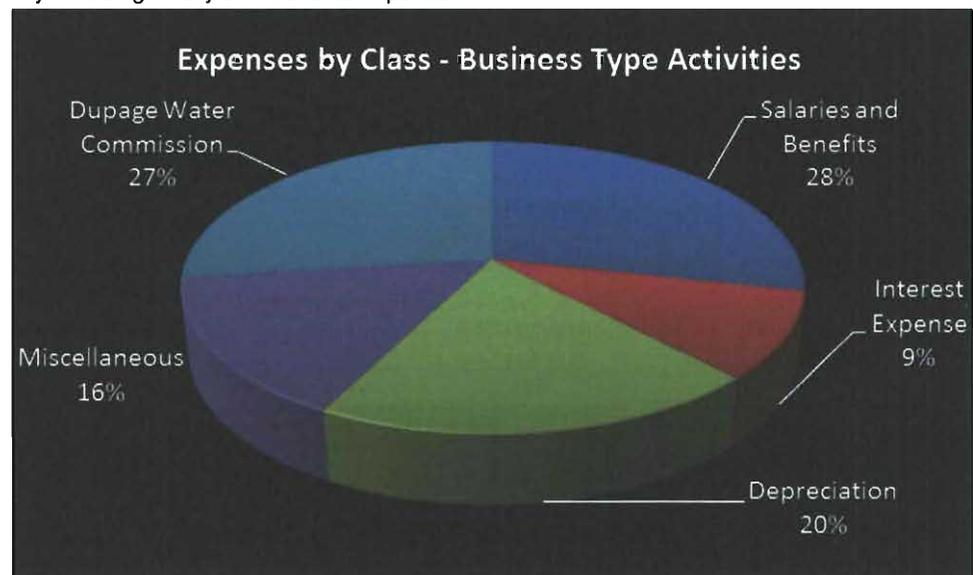
Revenues supporting the City's Business-Type Activities equaled \$1,213,959 in 2014. The following graph depicts the revenue source for Business-Type Activities. Total revenues for the Water Fund increased by \$166,450 or 16% due to the newly acquired Regency Place and the Courtyard by Marriot customers. These new customers significantly improved the Water Fund's bottom-line for FY 2014. Charges for Services increased by \$156,717 or 27% due the water rate increase on January 1, 2014 and the new customers mentioned above. In terms of revenues by source, Charges for Services comprised 60% of total revenues for fiscal year 2014, while the Electrical Utility tax represented 39%.



Expenses:

Expenses for Business-Type Activities equaled \$1,123,499. The major expenses for the Business-Type Activities included salaries and wages and other personnel benefits totaling \$319,522 or 28%. Interest expense for the General Obligation Bond Issues consisted of \$106,049 or 9%. Interest expense decreased by \$22,957 from last year. Also the remaining portion of the 2003 and 2004 bonds will be paid off in FY 2017. Water purchased from the DuPage Water Commission represented expenses of \$301,916 or 27%. The DuPage Water Commission expense increased by \$70,145 or 30%, which coincides with the increase in gallons purchased going from 65,148,000 in 2013 to 67,525,000 in 2014. Depreciation of the Water System capital assets equaled \$221,839 or 18% of total expenses.

Total Water Fund expenses increased by \$124,944 or 13% because of an increase in the number of gallons purchased from the DuPage Water Commission and the Commission's rate increase. Salaries and benefits increased by \$43,342 or 16% because last year the City was partially reimbursed by workers compensation insurance, thereby temporarily reducing salary and benefits expense.



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund is the City's primary operating fund. The total General Fund balance increased by \$608,852 from \$4,586,623 in fiscal year 2013 to \$5,195,475 in fiscal year 2014. This increase results from a combined impact of fiscal year 2014 revenues being just \$631 shy of last year's total and fiscal year 2014 revenues coming in at \$702,633 higher than originally estimated. Also, fiscal year 2014 expenditures increased by only 4% or \$242,485 over fiscal year 2013.

The Capital Improvements Fund (CIF) is another major governmental fund. The fund balance of the CIF Fund at April 30, 2014 was \$7,089,037, a decrease of \$765,522 from fiscal year 2013. This decrease in fund balance is attributable to reinstating major capital programming for FY 2014. Capital Improvement expenditures were by \$1.55 million higher this year with major equipment being replaced, new residential street lights being installed, and the beginning phases for the new Police Station and City Hall renovation.

Capital Improvement Fund revenues decreased by \$48,306 due to the \$40,000 curb and gutter grant received in fiscal year 2013 and not in fiscal year 2014. The City is utilizing a portion of the fund balance of the Capital Improvement Fund to finance the new Police Station and City Hall remodeling projects. The City is opting to use pay-as-you-go financing for the building project because two (2) factors exist favoring this method including those detailed below.

1. Current revenue and/or adequate fund balances are available; and,
2. The building project will be completed in two (2) phases which allows the City to finance the project over time without debt.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$13,259,148, which is a 1% or \$101,175 decrease from the beginning of the year at \$13,360,323. This decrease directly results from the FY 2014 reinstatement of capital programming and the use of fund balance to accomplish this.

Of the total fund balance, \$4,980,150 is unassigned, indicating availability for continuing City services. This unassigned fund balance represents 82% of fiscal year 2014 budgeted revenues for the General Fund. The City's policy is to maintain a General Fund reserve which is equal to at least 40% of estimated yearly revenues. Accordingly, the City is once again well above the requirement.

The remainder of the fund balance is split between the following three (3) classifications. The non-spendable portion of fund balance represents \$230,510; essentially meaning this amount cannot be spent because it is comprised of inventories, an advance to the Water Fund from the Capital Improvements Fund, and prepaid items. The restricted portion of fund balance at \$1,029,728 means this amount can only be spent for specific purposes as prescribed by City and State laws. In the City's case, the restricted fund balance is earmarked for the business district bonds, roadway maintenance, SSA II debt service payments, and DUI equipment. The restricted amount is the same in the government wide Statement of Net Position. The committed fund balance portion at \$7,018,760 can only be spent on capital and stormwater improvements as determined by the City Council. The City's Five (5) Year Capital Improvement Plan is approved annually and determines how the committed fund balance can be spent on capital projects.

The following table provides information on the fund balance classifications in the governmental funds.

**Table 3
Governmental Funds
Fund Balance Analysis
As of April 30, 2014**

	Current Year	Prior Year	Change	% Change
Fund Balances				
Nonspendable				
Prepaid Items	\$ 121,216	218,118	(96,902)	-44%
Inventories	38,701	39,465	(764)	-2%
Advances	70,593	99,747	(29,154)	-29%
Restricted for				
Business District	1,351	342,507	(341,156)	-100%
Maintenance of Roadways	423,333	422,066	1,267	0%
SSA II Debt Service	549,952	154,568	395,384	256%
DUI Equipment	55,092	133,647	(78,555)	-59%
Committed to				
Capital Improvements	7,018,444	7,754,812	(736,368)	-9%
Stormwater Best Management Practice Fee	316		316	DNA
Unassigned	4,980,150	4,195,393	784,757	19%
Total Fund Balances	13,259,148	13,360,323	(101,175)	-1%

General Fund Budgetary Highlights

For fiscal year 2014, General Fund actual revenues were \$112,754 or 2% over the adopted budget because many revenue sources came in higher than the budgeted amount, demonstrating improved revenue performance over prior years. Revenues came in above 100% of the budget for Sales, Use, Income, Video Gaming, Hotel, Telecommunications, Amusement, and Fines.

Actual expenditures for 2014 came in at \$5,608,922 which is \$106,471 lower than originally budgeted. The General Fund budgetary schedule does not include Property Tax revenue and a similar expenditure for Police Pension Fund contributions. See Note 2.A. Below is a table that reflects the original and revised budget and the actual for the revenues and expenditures for the General Fund.

**Table 4
General Fund Budgetary Highlights
Year Ended April 30, 2014**

	Original Budget	Amended Budget	Actual
Revenues and Other Financing Sources			
Taxes	\$ 3,022,816	3,022,816	3,130,806
Intergovernmental	1,875,279	1,875,279	1,919,485
Other	1,206,925	1,206,925	1,167,483
	6,105,020	6,105,020	6,217,774
Expenditures	5,683,093	5,715,393	5,608,922
Change in Fund Balance	421,927	389,627	608,852

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City of Oakbrook Terrace's investment in capital assets for its governmental and business-type activities as of April 30, 2014 was \$28,938,839 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, roads, bridges and utility infrastructure. This amount represents a net increase of \$1,625,373. Governmental Activities capital assets increased by \$1,463,821, while Business-Type Activities capital assets increased by \$161,552. This increase is due to the new watermain constructed for Regency Place. Major capital asset activities during FY 2014 are detailed below.

Replace Equipment Chipper	\$ 48,835
Replace Police Server	15,632
Replace One Ton Dump Truck with Plow	70,869
Replace Public Services Director Vehicle	24,121
Curb & Gutter	77,407
New Police Station and City Hall Remodel	852,358
Residential Street Lights	951,055
Regency Place Watermain	343,534
Replace Water Truck	39,857
	<u>\$ 2,423,668</u>

Table 5
Capital Assets at Year End Net of Depreciation
As of April 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		Total City	
	2014	2013	2014	2013	2014	2013
Land	\$ 4,224,585	4,224,585	235,000	235,000	4,459,585	4,459,585
Construction in Progress	2,109,483	315,402	361,529	17,995	2,471,012	333,397
Right of Way Land	3,602,713	3,602,713			3,602,713	3,602,713
Land Improvements	348,458	372,965			348,458	372,965
Buildings and Improvement	5,289,482	5,585,699			5,289,482	5,585,699
Vehicles	337,798	246,247			337,798	246,247
Machinery and Equipment	364,310	373,711	43,110	6,828	407,420	380,539
Streets, Storm Drainage and Bridges	6,079,038	6,170,724			6,079,038	6,170,724
Water Distribution System			5,943,333	6,161,597	5,943,333	6,161,597
Total	<u>22,355,867</u>	<u>20,892,046</u>	<u>6,582,972</u>	<u>6,421,420</u>	<u>28,938,839</u>	<u>27,313,466</u>

The above reconciliation summarizes the changes in Capital Assets which are presented in detail on pages 40 and 41 in the Notes.

Debt Administration

On April 30, 2014, the City had seven (7) outstanding General Obligation Debt issues and one (1) Special Service Area Debt issue. The first General Obligation Bonds (Refunding) issue is the \$3,020,000, Series 2003, with a Moody's rating of Aaa and a remaining net balance of \$420,000. Proceeds from this bond issue were used towards the construction of the new water maintenance facility and the advanced refunding of the 1997A and 1997B General Obligation (Alternate Revenue Source) bond issue. In addition, a portion of the 2003 Bonds were restructured in fiscal year 2010 to improve the cash flow of the Water Fund. The second General Obligation Bond (Alternate

Revenue Source) issue is the \$650,000, Series 2004. This bond has a remaining balance of \$175,000. Proceeds were used towards water main construction that connected the East and West sides of the City.

The third General Obligation Bond was issued in 2008 in the amount of \$5,000,000 for the construction of the new Public Services Maintenance Facility and has an outstanding balance of \$605,000. A portion of the 2008 bonds were refinanced in fiscal year 2014 to achieve savings of \$254,000. The fourth General Obligation Bond was issued in 2010 to refund bonds and to improve the cash flow of the Water Fund and has an outstanding balance of \$1,335,000. The fifth bond issue is the General Obligation Debt Series 2010A and 2010B, with an outstanding balance of \$4,145,000. The sixth bond issue is the General Obligation Debt Series 2012A and 2012B, with an outstanding balance of \$3,910,000. Both the 2010 and 2012 Business District bonds were issued to provide an economic stimulus for the redevelopment of the Oakbrook Terrace Square Shopping Center. Proceeds from the bonds were remitted to the developer for land costs and site improvements, so that the grocery store would provide an anchor for the Shopping Center. The newest and final bond issue is the General Obligation Series 2013 with an outstanding balance of \$3,610,000. These bonds refinanced a portion of the 2008 building bonds for the Public Services building. The Special Service Area Bonds for \$600,000 are being used to provide a connection to the City's potable water supply for several businesses which are currently served by private wells. This bond has a remaining balance of \$425,000.

**Table 6
Outstanding Debt
as of April 30, 2014**

	Governmental Activities	Business-type Activities	Total
General Obligation Bonds	\$ 12,270,000	1,930,000	14,200,000
Special Service Area Bonds	425,000		425,000
	<u>12,695,000</u>	<u>1,930,000</u>	<u>14,625,000</u>

The City, under its home-rule authority, does not have a legal debt limit. The City aspires to use current resources to finance the new Police Station and City Hall and to not issue debt for the multi-phased building project.

For more detailed information, see pages 42-48.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

FY 2014 General Corporate Fund revenues were on par with fiscal year 2013 revenues at only \$631 less than last year. Sales, local hotel/motel, and utility taxes continue to represent the largest portion at 60% of the General Corporate Fund revenues. The City's Police Pension Property taxes increased by \$76,797 or 15%.

The City's most recent unemployment rate as reported by Illinois Department of Employment Security is 8.4%, which is higher than the September 2014 seasonally adjusted unemployment rates for the nation at 5.9% and the State of Illinois at 6.6%.

The new Police Station and City Hall renovations continue to be the top goal for the FY 2015 budget. To date, the City has awarded more than \$7 million in construction contracts and the contractors are working expeditiously to build the new Police Station. Both buildings are estimated to cost a combined total of \$12 million. These building projects have been in the works since 2004 when the initial facility study began which included the completion of the Public Services Facility in 2010.

While some revenues have decreased, the City has found practical ways to meet the current level of services without increasing taxes. The City has been fortunate enough to diversify its revenue portfolio for FY 2015. In February of 2013, the City entered into a multi-year agreement with Digital Greensigns LLC for an outdoor digital sign located at the Public Services Facility and seen by traffic along Route 83. IDOT approved the sign in March 2014 and it became operational in April. The sign is expected to bring in \$90,000 in annual property rental revenues. New contractor registration fees of \$20,000 were included in the FY 2015 General Fund revenues. Contractors working in the City are now required to pay an annual fee of \$100.

The 2013 General Fund property tax levy, representing FY 2015 revenues, went from \$296,036 to \$151,564 reflecting a decrease of \$144,472 or 49%. This decrease was required because the 2013 Police Pension levy went from \$591,644 to \$757,001, resulting in an increase of \$165,357. The Police Pension levy increase was due to a change in actuarial assumptions utilized for the 2013 calculation. In order to comply with the property tax cap of 1.7%, the City had no other choice but to lower the General Fund levy and absorb the revenue hit for FY 2015. Although home rule units have an unlimited ability to levy property taxes for all City services, the City Council has chosen to implement provisions of the Illinois property tax cap law. The Police Pension levy will continue to comprise a larger percentage of the City's property tax levy.

The FY 2015 budget included several personnel and benefit changes. Due to some restructurings, the Building and Zoning Secretarial position was reinstated for FY 2015, while the Executive Management Secretary position was eliminated. A new Community Service Officer position was created for FY 2015. The Finance Director was appointed to the City Administrator position, leaving the Finance Director position vacant and the Finance Assistant was promoted to Interim Assistant Finance Director, leaving the Finance Assistant position vacant. The Police Union contract expired on April 30, 2014 and negotiations are ongoing.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning any of the information in this report, or requests for additional financial information, should be addressed to the Finance Director, 17W275 Butterfield Road, Oakbrook Terrace, IL 60181.

BASIC FINANCIAL STATEMENTS

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Net Position

April 30, 2014

(See Following Page)

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Net Position

April 30, 2014

	Governmental Activities	Business-Type Activities	Total
Assets			
Current Assets			
Deposits	\$ 5,265,551	94,853	5,360,404
Investments	6,904,160		6,904,160
Receivables			
Local Taxes	1,447,842	36,980	1,484,822
Intergovernmental	845,315		845,315
Accounts		121,939	121,939
Other	39,431		39,431
Internal Balances	289,057	(289,057)	
Due from Agency Fund	1,400		1,400
Inventories	38,701		38,701
Prepaid Items	121,216	42,604	163,820
Total Current Assets	14,952,673	7,319	14,959,992
Noncurrent Assets			
Capital Assets, Net of Accumulated Depreciation			
Land	4,224,585	235,000	4,459,585
Construction in Progress	2,109,483	361,529	2,471,012
Right of Way Land	3,602,713		3,602,713
Land Improvements	348,458		348,458
Buildings and Improvements	5,289,482		5,289,482
Vehicles	337,798	38,528	376,326
Machinery and Equipment	364,310	4,267	368,577
Infrastructure			
Storm Drainage	988,511		988,511
Bridges	1,419,408		1,419,408
Streets	3,671,119		3,671,119
Water Distribution System and Improvements		5,943,648	5,943,648
Total Capital Assets, Net of Accumulated Depreciation	22,355,867	6,582,972	28,938,839
Total Assets	37,308,540	6,590,291	43,898,831
Deferred Outflows of Resources			
Unamortized Loss on Refunding	400,248	32,803	433,051

See accompanying Notes to the Financial Statements.

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current Liabilities			
Accounts Payable	\$ 436,361	34,760	471,121
Contracts Payable	61,447	23,635	85,082
Accrued Payroll	84,274	6,598	90,872
Refundable Deposits		31,925	31,925
Unearned Revenue - Other	164,973		164,973
Accrued Interest	144,737	33,927	178,664
Compensated Absences Payable - Current Portion	96,254	7,733	103,987
Special Service Area Bonds-Current Portion	25,000		25,000
General Obligation Bonds Payable - Current Portion	440,000	165,000	605,000
Total Current Liabilities	1,453,046	303,578	1,756,624
Noncurrent Liabilities			
Compensated Absences Payable	171,119	13,747	184,866
Other Post-Employment Benefits	16,056		16,056
Net Pension Obligation	67,442		67,442
Special Service Area Bonds	400,000		400,000
General Obligation Bonds Payable	11,940,545	1,765,000	13,705,545
Total Noncurrent Liabilities	12,595,162	1,778,747	14,373,909
Total Liabilities	14,048,208	2,082,325	16,130,533
Deferred Inflows of Resources			
Unearned Property Taxes	946,470		946,470
Net Position			
Net Investment in Capital Assets	18,541,115	4,685,775	23,226,890
Restricted			
Business District	1,351		1,351
Maintenance of Roadways	423,333		423,333
Debt Service	549,952		549,952
DUI Equipment	55,092		55,092
Unrestricted	3,143,267	(145,006)	2,998,261
Total Net Position	22,714,110	4,540,769	27,254,879

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Activities

Year Ended April 30, 2014

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Capital Grants and Contributions
Governmental Activities			
General Government	\$ 1,978,451	734,733	
Culture and Recreation	259,324		
Public Safety	4,074,615	375,707	
Public Services	807,702	4,584	66,924
Interest Expense	406,240		
Total Governmental Activities	7,526,332	1,115,024	66,924
Business-Type Activities			
Water Fund	1,123,499	739,266	
	8,649,831	1,854,290	66,924

General Revenues

Taxes

Property

Hotel/Motel

Utility

Off-Track Betting

Amusement

Intergovernmental

Sales and Use

Income

Road and Bridge

State Replacement

Miscellaneous

Investment Income

Total General Revenues

Change in Net Position

Net Position

May 1

April 30

See accompanying Notes to the Financial Statements.

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
(1,243,718)		(1,243,718)
(259,324)		(259,324)
(3,698,908)		(3,698,908)
(736,194)		(736,194)
(406,240)		(406,240)
(6,344,384)		(6,344,384)
	(384,233)	(384,233)
(6,344,384)	(384,233)	(6,728,617)
931,324		931,324
1,475,414		1,475,414
924,907	474,542	1,399,449
224,122		224,122
190,273		190,273
3,694,912		3,694,912
203,794		203,794
2,206		2,206
3,207		3,207
63,475		63,475
35,816	151	35,967
7,749,450	474,693	8,224,143
1,405,066	90,460	1,495,526
21,309,044	4,450,309	25,759,353
22,714,110	4,540,769	27,254,879

CITY OF OAKBROOK TERRACE, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2014

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total
ASSETS				
Deposits	\$ 2,759,237	1,641,245	865,069	5,265,551
Investments	1,569,525	5,334,635		6,904,160
Receivables				
Local Taxes	1,302,397		145,445	1,447,842
Intergovernmental	470,982	370,399	3,934	845,315
Other Taxes and Fees	35,029	4,402		39,431
Due from Other Funds	218,464		5,140	223,604
Due from Agency Fund	1,400			1,400
Inventories	38,701			38,701
Advances to Other Funds		70,593		70,593
Prepaid Items	121,216			121,216
Total Assets	6,516,951	7,421,274	1,019,588	14,957,813
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$ 168,037	268,299	25	436,361
Contracts Payable		61,447		61,447
Accrued Payroll	84,274			84,274
Deferred Revenues - Other	164,973			164,973
Due to Other Funds	2,649	2,491		5,140
Total Liabilities	419,933	332,237	25	752,195
Deferred Inflows of Resources				
Unearned Property Taxes	901,543		44,927	946,470
Fund Balances				
Nonspendable				
Prepaid Items	121,216			121,216
Inventories	38,701			38,701
Advances		70,593		70,593
Restricted for				
Business District			1,351	1,351
Maintenance of Roadways			423,333	423,333
Debt Service			549,952	549,952
DUI Equipment	55,092			55,092
Committed to				
Capital Improvements		7,018,444		7,018,444
Storm Water Best Management Practice Fee	316			316
Unassigned	4,980,150			4,980,150
Total Fund Balances	5,195,475	7,089,037	974,636	13,259,148
Total Liabilities, Deferred Inflows of Resources and Fund Balances	6,516,951	7,421,274	1,019,588	14,957,813

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position

April 30, 2014

Total Fund Balances - Governmental Funds	\$ 13,259,148
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	22,355,867
The net pension obligation related to funding the Police Pension is reported in the Statement of Net Position, but not in the funds' statements.	(67,442)
Interest on general obligation bonds is reported when paid by the funds, but accrued in the Statement of Net Position.	(144,737)
Unamortized loss on refunding on long-term debt is reported as a deferred outflow of resources in the Statement of Net Position	400,248
Some liabilities reported in the Statement of Net Position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These activities consist of:	
Post-employment healthcare benefits payable	(16,056)
Compensated absences payable	(267,373)
Special Service Area bonds payable	(425,000)
General obligation bonds payable	(12,380,545)
Net Position of Governmental Activities	<u>22,714,110</u>

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Revenues, Expenditures,
and Changes in Fund Balances - Governmental Funds

Year Ended April 30, 2014

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total
Revenues				
Local Taxes	\$ 3,720,685	1,575,309	144,695	5,440,689
Intergovernmental	1,919,485	4,252	373,694	2,297,431
Licenses and Permits	589,650			589,650
Charges for Services	45,743			45,743
Fines and Forfeits	371,837			371,837
Investment Income	10,021	24,926	869	35,816
Miscellaneous	150,232			150,232
Total Revenues	6,807,653	1,604,487	519,258	8,931,398
Expenditures				
Current				
General Government	1,606,612		843	1,607,455
Public Safety	3,774,995			3,774,995
Public Services	557,870		61,005	618,875
Tourism	259,324			259,324
Capital Outlay		2,059,131		2,059,131
Debt Service				
Principal		270,000	135,000	405,000
Interest		94,359	265,102	359,461
Fees		32,585	1,813	34,398
Total Expenditures	6,198,801	2,456,075	463,763	9,118,639
Excess (Deficiency) of Revenues over Expenditures	608,852	(851,588)	55,495	(187,241)
Other Financing Sources (Uses)				
Transfers In			341,161	341,161
Transfers Out			(341,161)	(341,161)
Bond Proceeds		3,695,000		3,695,000
Bond Premium		138,604		138,604
Payment to Refunded Bond Escrow Agent		(3,747,538)		(3,747,538)
Total Other Financing Sources (Uses)	-	86,066	-	86,066
Net Change in Fund Balances	608,852	(765,522)	55,495	(101,175)
Fund Balances				
May 1	4,586,623	7,854,559	919,141	13,360,323
April 30	5,195,475	7,089,037	974,636	13,259,148

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, 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, 2014

Net Change in Fund Balances - Total Governmental Funds \$ (101,175)

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 life of the assets. This is the amount by which capital outlays exceeded depreciation and disposals in the current period (\$2,113,972 current additions less \$436,145 depreciation and \$214,006 loss on disposal).	1,463,821
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	405,000
Discount and other items from bond issuances are reported currently in the fund statements but amortized over the bond lives in the Statement of Activities.	(19,643)
Bond proceeds provide current financial resources and are reported as other financing resources in the governmental funds but as long-term liabilities in the Statement of Net Position (\$3,695,000 proceeds plus \$138,604 premium less \$3,747,538 payment to escrow agent).	(86,066)
Some transactions 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:	
Increase in net pension obligation	(250,053)
Decrease in post-employment health benefits obligation	5,288
Decrease in accrued interest	7,262
Increase in compensated absences	<u>(19,368)</u>
Change in Net Position of Governmental Activities	<u>1,405,066</u>

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Statement of Revenues, Expenditures,
and Changes in Fund Balance - Budgetary Basis and Actual
Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget Over (Under)
Revenues				
Local Taxes	\$ 3,022,816	3,022,816	3,130,806	107,990
Intergovernmental	1,875,279	1,875,279	1,919,485	44,206
Licenses and Permits	622,450	622,450	589,650	(32,800)
Charges for Services	49,800	49,800	45,743	(4,057)
Fines and Forfeits	299,700	299,700	371,837	72,137
Investment Income	20,000	20,000	10,021	(9,979)
Miscellaneous	214,975	214,975	150,232	(64,743)
Total Revenues	<u>6,105,020</u>	<u>6,105,020</u>	<u>6,217,774</u>	<u>112,754</u>
Expenditures				
General Government	1,717,520	1,749,820	1,606,612	(143,208)
Public Safety	3,161,613	3,161,613	3,185,116	23,503
Public Services	552,502	552,502	557,870	5,368
Tourism	251,458	251,458	259,324	7,866
Total Expenditures	<u>5,683,093</u>	<u>5,715,393</u>	<u>5,608,922</u>	<u>(106,471)</u>
Net Change in Fund Balance	<u>421,927</u>	<u>389,627</u>	608,852	<u>219,225</u>
Fund Balance				
May 1			<u>4,586,623</u>	
April 30			<u>5,195,475</u>	

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Net Position - Proprietary Fund

April 30, 2014

ASSETS

Current Assets

Deposits	\$ 94,853
Receivables	
Water Billing	12,114
Unbilled Water	109,825
Other Taxes and Fees	36,980
Prepaid Items	42,604
Total Current Assets	<u>296,376</u>

Noncurrent Assets

Capital Assets, Net of Accumulated Depreciation	<u>6,582,972</u>
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Total Assets 6,879,348

Deferred Outflows of Resources

Unamortized Loss on Refunding	<u>32,803</u>
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LIABILITIES AND NET POSITION

Current Liabilities

Accounts Payable	34,760
Contracts Payable	23,635
Accrued Payroll	6,598
Compensated Absences Payable - Current	7,733
Accrued Interest	33,927
Deposits	31,925
Due to Other Funds	218,464
General Obligation Bonds - Current Portion	165,000
Total Current Liabilities	<u>522,042</u>

Long-Term Liabilities

General Obligation Bonds (Net of Current Portion)	1,765,000
Compensated Absences Payable	13,747
Advances from Other Funds	70,593
Total Long-Term Liabilities	<u>1,849,340</u>

Total Liabilities 2,371,382

Net Position

Net Investment in Capital Assets	4,685,775
Unrestricted	<u>(145,006)</u>

Total Net Position 4,540,769

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Revenues, Expenses, and
Changes in Net Position - Proprietary Fund

Year Ended April 30, 2014

Operating Revenues	
Charges for Services	
User Charges	\$ 639,206
Connection Charges	86,650
Water Meters	765
Penalties/Fines	11,091
Total Operating Revenues	<u>737,712</u>
Operating Expenses Excluding Depreciation	<u>795,611</u>
Operating Loss before Depreciation	(57,899)
Depreciation Expense	<u>221,839</u>
Operating Loss	<u>(279,738)</u>
Non-Operating Revenues (Expenses)	
Electric Utility Tax	474,542
Investment Income	151
Miscellaneous	1,554
Interest Expense	(106,049)
Total Non-Operating Revenues (Expenses)	<u>370,198</u>
Net Income	90,460
Net Position	
May 1	<u>4,450,309</u>
April 30	<u><u>4,540,769</u></u>

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Proprietary Fund

Statement of Cash Flows
Year Ended April 30, 2014

Cash Flows from Operating Activities	
Cash Received from Residents for Services	\$ 709,880
Miscellaneous Revenue	1,554
Payments to Suppliers for Goods and Services	(460,177)
Payments to Employees for Services	(317,375)
	<u>(66,118)</u>
Cash Flows from Noncapital Financing Activities	
Other Receipts - Electric Utility Tax	475,637
Interfund Borrowings, Net	176,718
Repayment of Advances from Other Funds	(29,154)
	<u>623,201</u>
Cash Flows from Capital and Related Financing Activities	
Bond Principal Paid	(145,000)
Interest Paid	(87,744)
Acquisition of Capital Assets	(359,756)
	<u>(592,500)</u>
Cash Flows from Investing Activities	
Interest Received	<u>151</u>
Net Decrease in Cash and Cash Equivalents	(35,266)
Cash and Cash Equivalents	
May 1	<u>130,119</u>
April 30	<u><u>94,853</u></u>
Reconciliation of Operating Loss to Net Cash Used in Operating Activities	
Operating Loss	\$ (279,738)
Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities	
Depreciation	221,839
Miscellaneous Revenue	1,554
Changes in Current Assets and Liabilities	
Receivables	(27,832)
Prepaid Items	15,165
Accounts Payable and Accrued Expenses	1,819
Deposits	<u>1,075</u>
	<u><u>(66,118)</u></u>

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Fiduciary Net Position
 April 30, 2014

	Pension Trust Fund	Agency Fund
Assets		
Deposits	\$ 265,497	5,428
Investments		
Certificates of Deposit	1,122,673	
U.S. Treasury Notes	378,339	
U.S. Inflation Index	180,287	
U.S. Treasury Bond	161,637	
U.S Government and Agency Securities		
Government National Mortgage Association	16,383	
Federal National Mortgage Association Pool	234,715	
Federal Home Loan Mortgage Corporation	69,769	
Federal Home Loan Bank	190,959	
Federal National Mortgage Association	42,372	
Corporate Bonds	1,480,302	
Mutual Funds	1,227,785	
Equity Securities	4,220,105	
Investment		405,532
Receivables		
Other	6,686	
Accrued Interest	23,969	
Due from Participant	52,723	
Total Assets	9,674,201	410,960
Liabilities		
Accounts Payable	2,960	
Due to Other Governments		409,560
Due to Primary Government		1,400
Total Liabilities	2,960	410,960
Net Position		
Held in Trust for Pension Benefits	<u>9,671,241</u>	

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Statement of Changes in Fiduciary Net Position - Pension Trust Fund
Year Ended April 30, 2014

Additions	
Contributions	
Employer	\$ 589,879
Participants	157,716
Other	887
	<u>748,482</u>
Investment Income	
Net Appreciation in Fair Value	
of Investments	884,314
Investment Expense	(51,417)
	<u>832,897</u>
Total Additions	<u>1,581,379</u>
Deductions	
Administration	32,093
Refund of Contributions/Transfers	184,720
Benefit Payments	876,946
	<u>1,093,759</u>
Net Increase	487,620
Net Position Held in Trust for Pension Benefits	
May 1	<u>9,183,621</u>
April 30	<u><u>9,671,241</u></u>

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

1. Summary of Significant Accounting Policies

The financial statements of the City of Oakbrook Terrace, Illinois (the City), have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Reporting Entity

The City is a home rule community governed by the seven-member City Council consisting of six aldermen and the mayor. As required by generally accepted accounting principles, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operation, and so data from these units are combined with data of the primary government. The blended component unit has an April 30 year end.

Blended Component Unit

The City's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The City and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. The PPERS is included as a pension trust fund and also issues a stand-alone financial report.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements:

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report the overall financial activities of the City. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Net Investment in Capital Assets 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.

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

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

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

1. Summary of Significant Accounting Policies (Cont.)

B. Government-Wide and Fund Financial Statements (Cont.)

Government-Wide Financial Statements (Cont.):

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

Fund Financial Statements:

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

The City administers the following major governmental funds:

General Fund - This is the City's primary fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the City and accounted for in the General Fund include general government, public safety and public services.

Capital Improvements Fund - This fund accounts for resources, including the City's Home Rule Sales taxes, which provides infrastructure construction and other capital improvements.

The City administers the following major proprietary fund:

Water Fund - This fund accounts for the provision of water to certain residents of the City. 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 collections.

Additionally, the City administers two fiduciary funds, a pension trust fund for assets held by the City in a fiduciary capacity to pay retirement benefits to sworn public safety employees, and an agency fund to account for impact donations from developers that are held for the area park districts. Activity in these funds is excluded from the government-wide financial statements.

C. Measurement Focus, Basis of Accounting and Basis of 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. The agency fund has no measurement focus but utilizes the accrual basis for reporting its assets and liabilities. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

1. Summary of Significant Accounting Policies (Cont.)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Cont.)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Due to the State of Illinois' fiscal difficulties and the resulting delay in distributing receipts to local municipalities, the 60 day availability for state taxes was extended in order to report 12 months of tax revenue. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

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

The City reports deferred inflows and outflows of resources on its Statement of Net Position, Governmental Funds Balance Sheet, and Proprietary Fund Statement of Net Position. Deferred inflows of resources arise when resources are received by the City that represent an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. In subsequent periods, when the City has a legal claim to the resources, the deferred inflows are removed from the Statement of Net Position, Governmental Funds Balance Sheet, and the Proprietary Fund Statement of Net Position and a revenue is recognized.

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a use of net position that applies to future period(s) which will not be recognized as an outflow of resources (expense) until that time. The City has one type of deferred charge that qualifies as a deferred outflow of resources. Deferred charge on debt refunding will be amortized over the life of the underlying bond and is included in this category.

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. The principal operating revenues of the enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

I. Summary of Significant Accounting Policies (Cont.)

D. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for governmental, proprietary and fiduciary funds. All unencumbered appropriations lapse at fiscal year end.

E. Cash and Investments

Cash and Cash Equivalents - For purposes of the Statement of Cash Flows, the City considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments - Investments with a maturity of one year or less are stated at cost plus or minus amortized discount or premium. Investments with an original maturity greater than one year are stated at fair value in accordance with GASB Statement No. 31.

F. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans).

G. Prepaid Items and Inventories

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Inventories reported in governmental funds and activities are reported at cost, determined on a first-in, first-out basis.

H. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

Governmental Activities:	
Buildings and Improvements	50 years
Land Improvements	20 years
Vehicles, Machinery and Equipment	10 years
Infrastructure	50 years

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

I. Summary of Significant Accounting Policies (Cont.)

H. Capital Assets (Cont.)

Business-type Activities:

Water Distribution System and Improvements	10 - 40 years
Building Improvements	10 years
Equipment and Vehicles	3 - 10 years

I. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation benefits. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Other non-current liabilities are reported in the Statement of Net Position. The General Fund is typically used to liquidate these liabilities.

Vested or accumulated vacation benefits of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees. In accordance with the provisions of GASB No. 16, *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

J. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund-type financial statements. Bond premiums and discounts, as well as deferred amount on refunding, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium, discount or deferred amount on refunding. Bond issuance costs are expensed as incurred.

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

K. Fund Equity

The City has implemented the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The Statement specifies five classifications of fund balance that describe the relative strength of the spending constraints:

- (1) Nonspendable - amounts that are not in spendable form (such as inventory) or are required to be maintained intact.
- (2) Restricted - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government) through constitutional provisions or by enabling legislation.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

1. Summary of Significant Accounting Policies (Cont.)

K. Fund Equity (Cont.)

- (3) Committed - amounts constrained to specific purposes by formal action of the Council (the highest level of decision making authority). These actions are generally enacted through Council ordinance. To be reported as committed, amounts cannot be used for any other purpose unless the City takes the same highest level action to remove or change the constraint.
- (4) Assigned - amounts the City intends to use for specific purposes as determined by the Council. It is assumed that creation of a fund automatically assigns fund balance. Other assignments may be made by the Council without formal action such as an ordinance.
- (5) Unassigned - amounts that are available for any purpose. These amounts are only reported in the General Fund.

Fund balance is displayed in the order of the relative strength of the spending constraints placed on the purposes for which resources can be used.

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

The City will maintain a General Fund Reserve equal to at least 40% of estimated yearly revenues. The Council shall determine the disposition of fund balance in excess of this amount.

L. Accounting Estimates

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

2. Legal Compliance and Accountability

A. Budgets

All departments of the City submit requests for appropriation to the City Administrator so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget may be amended by the governing body. In addition, the City Administrator may make line item transfers under \$10,000 within a department and/or between departments within the same fund. Budget transfers that are greater than \$10,000 require the approval of the City Council.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

2. Legal Compliance and Accountability (Cont.)

A. Budgets (Cont.)

Expenditures may not legally exceed budgeted appropriations at the department level for the General Fund and at the fund level for all other funds.

The General Fund budget does not include property taxes levied for and contributed to the Police Pension Fund; therefore, the budget and actual schedule on page 24 does not include the \$589,879 Property Tax Revenue and Public Safety Expenditures which are included in the GAAP basis statements in the basic financial statements. There is no effect on the Net Change in Fund Balance or year-end Fund Balance.

B. Excess of Expenditures over Budget

The following funds had an excess of actual expenditures over amended budget for the year ended April 30, 2014:

General Fund - by Department:	
Police Department	\$ 32,985
Public Services	5,368
Tourism	7,866
Motor Fuel Tax Fund	11,848
Debt Service Fund- SSA II	375

3. Fund Equity

There were no funds that report a deficit in fund balance/Net Position as of April 30, 2014.

4. Deposits and Investments

The City maintains a cash and investment pool that is available for use by all funds except the pension trust fund. Each fund's portion of this pool is displayed on the Statement of Net Position as deposits. In addition, investments are separately held by several of the City's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments - Statutes authorize the City to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds Money Market Fund and the Illinois Metropolitan Investment Fund. Pension funds may also invest in certain non-U.S. obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, and certain equities, subject to limitations.

Cash on hand of \$877 has been excluded from the amounts shown below.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

4. Deposits and Investments (Cont.)

A. Deposits

At April 30, 2014, the carrying value of the City's deposits totaled \$5,630,452 and the bank balances totaled \$5,317,314.

At April 30, 2014, the City's deposits were as follows:

Governmental Activities	\$ 5,264,674
Business-type Activities	94,853
Fiduciary Funds	<u>270,925</u>
	<u><u>5,630,452</u></u>

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy requires that all funds on deposit in excess of FDIC insured amounts be collateralized by not less than 110% of the net amount of funds secured. As of April 30, 2014, \$491,832 was not collateralized.

B. Investments

As of April 30, 2014, the City's investments (Governmental Activities and the Agency Fund) were as follows:

	Fair Value	Investment Maturities (in Years)		
		Less Than 1	1 to 5	6 to 10
Certificates of Deposit	\$ 1,702,335	551,562	1,150,773	
U.S. Government Agency Securities				
Federal National Mortgage Association	49,697		49,697	
Federal Home Loan Bank	456,566		456,566	
Federal Farm Credit Bank	300,866	50,080	250,786	
Federal Home Loan Mortgage Corporation	294,945		294,945	
Illinois Metropolitan Investment Fund	4,505,283	4,505,283		
	<u>7,309,692</u>	<u>5,106,925</u>	<u>2,202,767</u>	<u>-</u>

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy requires the investment portfolio to be structured so the securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. Investments of operating funds should primarily be in shorter-term securities, money market funds or similar investment pools.

Other Information. The Illinois Metropolitan Investment Fund (IMET) is a depository vehicle that is 110% collateralized with obligations of the U.S. Treasury and its agencies. IMET is not registered with the SEC. The IMET Board provides oversight for IMET. The Board is responsible for policy formulation, as well as policy and administrative oversight. The fair value of the position in the pool is the same as the value of the pool shares. IMET offers two separate investment vehicles to public entities. The yield on the fund for City's investments was 0.34% at April 30, 2014. IMET issues a publicly available financial report. That report may be obtained at www.investimet.com or by writing to IMET, 1220 Oak Brook Road, Oak Brook, Illinois 60523.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

4. Deposits and Investments (Cont.)

B. Investments (Cont.)

As of April 30, 2014, the Fiduciary (Pension Trust) Funds investments were as follows:

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Notes	\$ 378,339		99,474	278,865	
U.S. Inflation Index	180,287	37,509	142,778		
U.S. Treasury Bond	161,637	161,637			
U.S. Government and Agency Securities					
Government National Mortgage Association Pool	16,383				16,383
Federal National Mortgage Association Pool	234,715				234,715
Federal Home Loan Mortgage Corporation	69,769			48,343	21,426
Federal National Mortgage Association	42,372			22,037	20,335
Federal Home Loan Bank	190,959	135,999			54,960
Corporate Bonds	1,480,302	33,160	655,514	660,908	130,720
Certificates of Deposit	1,122,673		1,122,673		
	<u>3,877,436</u>	<u>368,305</u>	<u>2,020,439</u>	<u>1,010,153</u>	<u>478,539</u>
Not Subject to Credit Risk					
Equity Securities	4,220,105				
Mutual Funds	1,227,785				
Equity	<u>5,447,890</u>				
	<u>9,325,326</u>				

Interest Rate Risk. The Police Pension Fund's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). The Police Pension Fund's investment policy limits investments in contracts and agreements of life insurance companies, and any securities issued by the State, counties, townships or municipal corporations of the State to those rated at least Aa by Moody's, AA+ by Standard and Poors and A+ by A.M. Best Company. The Corporate Bonds are rated BBB+ to AA+ by Standard and Poor's.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

4. Deposits and Investments (Cont.)

B. Investments (Cont.)

As of April 30, 2014, the City's investments were rated as follows:

Investment Type	Standard & Poors
U.S Agencies	AA+
Illinois Metropolitan Investment Fund	Aaa
Municipal Bonds	AAA
Money Market Funds	AAA

Concentration of Credit Risk. The City places no limit on the amount the City may invest in any one issuer. The City's policy does require diversification of the investment portfolio so that potential losses can be minimized. The City does not have investments in excess of 5% invested in any one issuer. The Police Pension Fund's investment policy does not contain strict guidelines limiting the amount that may be invested in any one issuer. The Police Pension Plan does not have any investments that exceed more than 5%.

5. Receivables - Taxes

Property taxes for 2013 attach as an enforceable lien on January 1, 2013, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about June 1, 2014 and September 1, 2014. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience. As the 2013 tax levy is used to fund operations of the 2014-2015 fiscal year, the revenue has been deferred at April 30, 2014, and reported as a Deferred Inflow of Resources in both the Governmental Funds Balance Sheet and Statement of Net Position.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

6. Capital Assets

A. Governmental Activities

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

	Balances May 1	Additions	Deletions	Balances April 30
Capital Assets Not Being Depreciated				
Land	\$ 4,224,585			4,224,585
Construction in Progress	315,402	1,803,412	9,331	2,109,483
Right of Way Land	3,602,713			3,602,713
	<u>8,142,700</u>	<u>1,803,412</u>	<u>9,331</u>	<u>9,936,781</u>
Capital Assets Being Depreciated				
Land Improvements	581,740			581,740
Buildings and Improvements	6,560,423		406,159	6,154,264
Vehicles	636,610	178,018	101,318	713,310
Machinery and Equipment	920,852	64,466	51,424	933,894
Infrastructure				
Storm Drainage	1,975,756			1,975,756
Bridges	1,847,296			1,847,296
Streets	4,644,139	77,407		4,721,546
	<u>17,166,816</u>	<u>319,891</u>	<u>558,901</u>	<u>16,927,806</u>
Less Accumulated Depreciation for				
Land Improvements	208,775	24,507		233,282
Buildings and Improvements	974,724	123,085	233,027	864,782
Vehicles	390,363	46,901	61,752	375,512
Machinery and Equipment	547,141	72,559	50,116	569,584
Infrastructure				
Storm Drainage	947,730	39,515		987,245
Bridges	390,942	36,946		427,888
Streets	957,795	92,632		1,050,427
	<u>4,417,470</u>	<u>436,145</u>	<u>344,895</u>	<u>4,508,720</u>
Total Capital Assets Being Depreciated, Net	<u>12,749,346</u>	<u>(116,254)</u>	<u>214,006</u>	<u>12,419,086</u>
Governmental Activities Capital Assets, Net	<u>20,892,046</u>	<u>1,687,158</u>	<u>223,337</u>	<u>22,355,867</u>

Depreciation was charged to the governmental functions of the City as follows:

General Government	\$ 17,066
Public Safety	75,409
Public Works	<u>343,670</u>
	<u>436,145</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

6. Capital Assets (Cont.)

B. Business-Type Activities

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

	Balances			Balances
	May 1	Additions	Deletions	April 30
Capital Assets Not Being Depreciated				
Land	\$ 235,000			235,000
Construction in Progress	17,995	343,534		361,529
	<u>252,995</u>	<u>343,534</u>	<u>-</u>	<u>596,529</u>
Capital Assets Being Depreciated				
Water Distribution System and Improvements	8,806,558			8,806,558
Building Improvements	8,647			8,647
Equipment and Vehicles	218,856	39,857		258,713
	<u>9,034,061</u>	<u>39,857</u>	<u>-</u>	<u>9,073,918</u>
Less Accumulated Depreciation for				
Water Distribution System and Improvements	2,644,961	218,264		2,863,225
Building Improvements	8,647			8,647
Equipment and Vehicles	212,028	3,575		215,603
	<u>2,865,636</u>	<u>221,839</u>	<u>-</u>	<u>3,087,475</u>
Total Capital Assets Being Depreciated, Net	<u>6,168,425</u>	<u>(181,982)</u>	<u>-</u>	<u>5,986,443</u>
Business-Type Activities Capital Assets, Net	<u>6,421,420</u>	<u>161,552</u>	<u>-</u>	<u>6,582,972</u>

Depreciation was charged to the business-type function of the City as follows:

Water	<u>\$ 221,839</u>
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7. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employee health and net income losses. To insure against the various risks, the City purchases commercial third party insurance.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

8. Long-Term Debt

A. General Obligation Bonds

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

Governmental Activities:

Issue	Fund Debt Retired By	Balances May 1	Issuances	Retirements	Balances April 30	Due Within One Year
\$5,000,000 Series 2008 General Obligation (Building) Bonds, partial refunding of \$3,320,000 in May of 2013, remaining balance due in principal payments of \$195,000 to \$210,000 through December 15, 2016; interest at 3.25% to 5.00%.	Capital Improvements Fund	\$ 4,110,000		3,505,000	605,000	195,000
\$3,930,000 Series 2010A General Obligation Bonds, first principal installment of \$110,000 due on December 15, 2013. Subsequent annual principal installments of \$105,000 to \$425,000 beginning December 15, 2014 through December 15, 2030; interest at 2.00% to 4.00%.	2010 Bond Fund	3,930,000		105,000	3,825,000	110,000

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

8. Long-Term Debt (Cont.)

A. General Obligation Bonds (Cont.)

Governmental Activities (Cont.):

Issue	Fund Debt Retired By	Balances May 1	Issuances	Retirements	Balances April 30	Due Within One Year
\$325,000 Series 2010B General Obligation (Taxable Business District) Bonds, first principal installment of \$5,000 due on December 15, 2013. Subsequent annual principal installments of \$5,000 to \$45,000 beginning December 15, 2014 through December 15, 2030; interest at 4.00% to 6.00%.	2010 Bond Fund	325,000		5,000	320,000	5,000
\$2,810,000 Series 2012A General Obligation Bonds, first principal installment of \$100,000 due on December 15, 2014. Subsequent annual principal installments of \$100,000 to \$260,000 beginning December 15, 2015 through December 15, 2030; interest at 2% to 2.4%.	2012 Bond Fund	2,810,000			2,810,000	100,000
\$1,100,000 Series 2012B General Obligation Bonds (Taxable Business District), first principal installment of \$10,000 due on December 15, 2015. Subsequent principal installments of \$35,000 to \$100,000 through December 15, 2030; interest at 2% to 3.4%.	2012 Bond Fund	1,100,000			1,100,000	

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

8. Long-Term Debt (Cont.)

A. General Obligation Bonds (Cont.)

Governmental Activities (Cont.):

Issue	Fund Debt Retired By	Balances May 1	Issuances	Retirements	Balances April 30	Due Within One Year
\$3,695,000 Series 2013 General Obligation Refunding Bonds, first principal installment of \$85,000 due on December 15, 2013. Subsequent annual principal installments of \$30,000 to \$375,000 beginning December 15, 2013 through December 15, 2028; interest at 2% to 3%.	Capital Improvements Fund		3,695,000	85,000	3,610,000	30,000
		12,275,000	3,695,000	3,700,000	12,270,000	440,000
Plus Bond Premium		3,266	138,604	9,039	132,831	
Less Bond Discount		(23,678)		(1,392)	(22,286)	
		12,254,588	3,833,604	3,707,647	12,380,545	440,000

Business-Type Activities:

Issue	Fund Debt Retired By	Balances May 1	Issuances	Retirements	Balances April 30	Due Within One Year
\$3,020,000 Series 2003 General Obligation (Taxable/ Refunding) Bonds, due in annual scheduled principal installments of \$155,000 to \$335,000 beginning December 1, 2003 through December 1, 2016; interest at 1.3% to 3.3%. Partially defeased by Series 2010 bonds.	Water Fund	\$ 510,000		90,000	420,000	110,000

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

8. Long-Term Debt (Cont.)

A. General Obligation Bonds (Cont.)

Business-Type Activities (Cont.):

Issue	Fund Debt Retired By	Balances May 1	Issuances	Retirements	Balances April 30	Due Within One Year
\$650,000 Series 2004 General Obligation (Alternate Revenue Source) Bonds, due in annual scheduled principal installments of \$45,000 to \$60,000 beginning December 1, 2004 through December 1, 2016; interest at 1.85% to 4.6%.	Water Fund	230,000		55,000	175,000	55,000
\$1,335,000 Series 2010 General Obligation (Taxable Refunding) Bonds, due in annual scheduled principal installments of \$170,000 to \$215,000 beginning December 1, 2017 through December 1, 2023; interest at 3.8% to 5.0%.	Water Fund	1,335,000			1,335,000	
		2,075,000	-	145,000	1,930,000	165,000

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

8. Long-Term Debt (Cont.)

B. Special Service Area Bonds

Special service area bonds currently outstanding are as follows:

Governmental Activities:

Issue	Fund Debt Retired By	Balances May 1	Issuances	Retirements	Balances April 30	Due Within One Year
\$600,000 Series 2006 Special Service Area Number 2 Bonds, due in annual scheduled principal installments of \$20,000 to \$45,000 beginning December 15, 2006 through December 15, 2025; interest at 3.50% to 5.00%.	Debt Service SSA II Fund	\$ 450,000		25,000	425,000	25,000

C. Debt Refundings

On February 15, 2010, the City issued Series 2010 General Obligation (Taxable Refunding) Bonds in the amount of \$1,335,000. Proceeds of these bonds were placed in escrow to purchase government securities which will be sufficient to partially defease \$1,235,000 of Series 2003 General Obligation (Refunding) Bonds. The refunding was undertaken to extend the term of the debt service payments. At April 30, 2010, as a result of the restructuring, the Series 2003 Bonds are considered to be partially defeased and the liability has been removed from the Statement of Net Position. At April 30, 2014, \$515,000 of the defeased 2003 Bonds remain outstanding.

On May 2, 2013, the City issued Series 2013 General Obligation (Refunding) Bonds in the amount of \$3,695,000. Proceeds of these bonds were placed in escrow to purchase government securities which will be sufficient to partially defease \$3,320,000 of Series 2008 General Obligation (Building) Bonds. The refunding was undertaken to extend the term of the debt service payments. At April 30, 2014, as a result of the restructuring the Series 2008 bonds are considered partially defeased and the defeased liability has been removed from the Statement of Net Position. The transaction also resulted in an economic gain of \$210,708 and an increase of \$427,538 in future debt service payments. At April 30, 2014, \$3,320,000 of the defeased 2008 Bonds remain outstanding.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

8. Long-Term Debt (Cont.)

D. Changes in Long-Term Obligations

The following is a summary of the long-term obligation activities of the City for the year ended April 30, 2014:

Governmental Activities:

	Balances May 1	Issuances	Retirements	Balances April 30	Due in One Year
General Obligation Bonds	\$ 12,275,000	3,695,000	3,700,000	12,270,000	440,000
Premiums and Discounts	(20,412)	138,604	7,647	110,545	
Special Service Area Bonds	450,000		25,000	425,000	25,000
Post-Employment Healthcare Benefits*	21,344	57,555	62,843	16,056	
Net Pension Obligation *		67,442		67,442	
Compensated Absences*	248,005	232,662	213,294	267,373	96,254
	<u>12,973,937</u>	<u>4,191,263</u>	<u>4,008,784</u>	<u>13,156,416</u>	<u>561,254</u>

*The General Fund has typically been used to liquidate the post-employment healthcare benefits, net pension obligation, and compensated absences liabilities.

Business-Type Activities:

	Balances May 1	Issuances	Retirements	Balances April 30	Due in One Year
General Obligation Bonds	\$ 2,075,000		145,000	1,930,000	165,000
Compensated Absences	20,317	16,682	15,519	21,480	7,733
	<u>2,095,317</u>	<u>16,682</u>	<u>160,519</u>	<u>1,951,480</u>	<u>172,733</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

8. Long-Term Debt (Cont.)

E. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Governmental Activities:

Fiscal Year	General Obligation Bonds		Special Service Area Bonds	
	Principal	Interest	Principal	Interest
2015	\$ 440,000	405,611	25,000	19,930
2016	475,000	396,655	30,000	18,905
2017	520,000	386,130	30,000	17,585
2018	540,000	323,836	30,000	16,265
2019	580,000	311,386	30,000	14,945
2020-2024	3,490,000	1,306,035	190,000	50,788
2025-2029	4,775,000	723,685	90,000	6,750
2030-2031	1,450,000	79,600		
	<u>12,270,000</u>	<u>3,932,938</u>	<u>425,000</u>	<u>145,168</u>

Business-Type Activities:

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2015	\$165,000	81,424
2016	205,000	75,540
2017	225,000	68,129
2018	170,000	59,922
2019	175,000	53,463
2020-2024	990,000	146,370
	<u>1,930,000</u>	<u>484,848</u>

F. Legal Debt Margin

Effective December 18, 2002, the City is a home rule municipality. To date, the General Assembly has set no debt limits for home rule municipalities.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

9. Other Individual Fund Disclosures

A. Interfund receivable and payable balances as of April 30, 2014 were as follows:

Receivable Fund	Payable Fund	Amount
General	Water	\$ 218,464
General	Agency Fund	1,400
Debt Service		
2010 Bond Fund	General Fund	1,457
2012 Bond Fund	General Fund	1,192
2010 Bond Fund	Capital Improvements	1,370
2012 Bond Fund	Capital Improvements	1,121
		<u>225,004</u>

The interfund balance between the General and Water funds arose from normal operations and are routinely settled with cash payments.

B. Interfund advances as of April 30, 2014 were as follows:

Receivable Fund	Payable Fund	Amount
Capital Improvements Fund	Water Fund	<u>\$ 70,593</u>

The Capital Improvement Fund has issued a long-term cash advance to the Water Fund to be repaid with interest over time. This advance is to assist the funding of the East-West Connection project of the Water Fund. In addition, the loan is to be repaid as tap-on fees are received.

C. Interfund transfers as of April 30, 2014 were as follows:

Receiving Fund	Transferring Fund	Amount
Nonmajor Governmental Funds - 2010 Bond Fund	Nonmajor Governmental Funds - Business District Fund	\$ 254,741
2010 Bond Fund	Business District Fund	<u>86,420</u>
		<u>341,161</u>

The Business District Fund transferred \$341,161 to the 2010 and 2012 Bond Funds to reimburse for debt service payments.

10. Contingent Liabilities and Commitments

A. Litigation

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

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

10. Contingent Liabilities and Commitments (Cont.)

B. DuPage Water Commission (DWC)

The City is a customer of the DuPage Water Commission and has executed a Water Supply Contract with the Commission for a term ending in 2024. The contract provides that the City pay its proportionate share of “fixed costs” (debt service and capital costs) to the Commission, such obligation being unconditional and irrevocable. These costs are being expensed along with the other “operation and maintenance” charges from the Commission. Anticipated fixed costs are as follows:

Fiscal Year Ending April 30	Amount
2015	\$ 17,310
2016	19,041
2017	20,945
2018	23,039
2019	25,343

These amounts are estimates which have been calculated using the City’s current allocation percentage of .10%. In future years the estimates and the allocation percentage will be subject to change. Estimates for the remaining years of the contract are not currently available. However, the City does not expect the minimum amount for the remaining years of the contract to vary materially from the amounts presented above.

The City’s water supply agreement with the DuPage Water Commission provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

C. Sales Tax Incentives

The City has entered into economic incentive agreements with a retailer and developers.

The City has an agreement with a developer whereby the City agrees to reimburse the developer for redevelopment costs in the amount of \$2,500,000 plus interest at a fixed rate of 8% per annum. The agreement expires in 20 years or when total payments to the developer aggregate \$4,500,000. Payments shall be applied first to interest then to principal. The City’s obligation to reimburse the developer is payable only from municipal sales tax revenues and will be paid quarterly. During the first twelve years of the agreement, the City is entitled on an annual basis to the first \$125,000 of municipal sales tax revenue collected. The developer shall be entitled to the next \$125,000. A provision in the agreement for 2004 was not met by the developer. After 10 years, as the provision was not met, the City is released from paying the developer the next \$125,000 allocation. Therefore, after the City receives \$125,000, any remaining municipal sales tax revenues shall be divided equally for the remainder of that year but due in subsequent years. All payments of municipal sales tax revenues have been recorded as expenditures in the General Fund. Through the year ended April 30, 2014, the City has expended \$1,413,169 under this agreement, including \$5,415 in the current year.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

10. Contingent Liabilities and Commitments (Cont.)

C. Sales Tax Incentives (Cont.)

In July of 2008, the City approved a Business District Redevelopment Area (the Business District) pursuant to State Statutes and a companion agreement with a developer for the redevelopment of the Oakbrook Square Mall into the Oakbrook Terrace Square Shopping Center located at the southwest corner of Roosevelt and Summit. A Business District allows local governments to revitalize economically sluggish commercial areas. The Business District included the levying of a new 1% Business District Retailers' Occupation Tax (the BDROT) on all tangible property sold only within the Business District and a Business District Service Occupation Tax (the BDSOT) on sales of service within the business district that, incident to those sales of service, transfer personal property within the Business District. This new tax does not impact any other areas within the City.

State of Illinois law allows the Business District to exist for a period of 23 years. The City issued 2010 and 2012 General Obligations Bonds which are being paid using the proceeds from home rule sales tax, business district sales tax, and local use taxes (see Note 8). If the Bonds are paid off prior to that time, then the Council may vote to terminate the Business District at any time.

D. Other Commitments

The City has also entered into agreements for the following:

Project	Amount Remaining at April 30, 2014
New Police Facility and Renovation of City Hall	\$ 7,109,702
2014 Pavement Rejuvenation Project	160,195
2014 Curb Replacement Project	95,300

11. Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of participants and beneficiaries. It is the opinion of the City's legal counsel that the City has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. Since amounts held in trust are for the exclusive benefit of all participants, the City does not maintain the assets on the Statement of Net Position.

12. Post-Employment Health Care Benefits

In addition to providing the pension benefits described in Note 14, the City offers post-employment health care benefits (OPEB) to certain retirees under its health care and life insurance plans. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City under its Personnel Policy and Procedure Manual. A separate report is not prepared.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

12. Post-Employment Health Care Benefits (Cont.)

Benefits Provided and Funding Policy

All healthcare benefits are provided through the City’s insured health plan, a single-employer plan. The benefit levels are similar to those afforded to active employees. To be eligible, employees must be enrolled in the City’s healthcare plan at the time of retirement. The City provides healthcare access and an implicit premium subsidy to certain retirees who meet eligibility conditions provided that the retiree pays 100% of the blended premium. Certain disabled employees may receive continuation of healthcare benefits at no cost to the member provided that they meet the eligibility requirements. For the fiscal year ended April 30, 2014, retirees contributed \$50,741.

Membership

At April 30, 2014, the membership consisted of:

Retirees and Beneficiaries Receiving Benefits	15
Terminated Plan Members Entitled but Not Yet Receiving Benefits	0
Active Vested Members	8
Active Nonvested Members	<u>12</u>
	<u>35</u>

Annual OPEB Costs and Net OPEB Obligation

The City first had an actuarial valuation performed for the Plan as of April 30, 2012 to determine the funded status of the Plan as of that date as well as the employer’s annual required contribution (ARC) for the fiscal year ended April 30, 2010. The City’s annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for fiscal 2014, 2013 and 2012 were as follows:

Fiscal Year Ending	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
4/30/2014	\$ 57,555	62,843	109.19%	16,056
4/30/2013	57,555	64,015	111.22%	21,344
4/30/2012	40,517	31,404	77.5%	27,804

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

12. Post-Employment Health Care Benefits (Cont.)

Annual OPEB Costs and Net OPEB Obligation (Cont.)

The net OPEB obligation as of April 30, 2014 was calculated as follows:

Annual Required Contribution	\$ 57,138
Interest on Net OPEB Obligation	1,390
Adjustment to Annual Required Contribution	<u>(973)</u>
Annual OPEB Cost	57,555
Contributions Made	<u>62,843</u>
Decrease in Net OPEB Obligation	(5,288)
Net OPEB Obligation - May 1, 2013	<u>21,344</u>
Net OPEB Obligation - April 30, 2014	<u><u>16,056</u></u>

Funded Status and Funding Progress

The funded status and funding progress of the Plan as of April 30, 2012, the latest actuarial valuation available was as follows:

Actuarial Accrued Liability (AAL)	\$ 882,382
Actuarial Value of Plan Assets	
Unfunded Actuarial Accrued Liability (UAAL)	882,382
Funded Ratio (Actuarial Value of Plan Assets/AAL)	
Covered Payroll (Active Plan Members)	2,746,379
UAAL as a Percentage of Covered Payroll	32.13%

Actuarial valuations of an ongoing plan involve estimates of the value reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual amount 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 on page 62, presented as Required Supplementary Information following the Notes to the Financial Statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

In the April 30, 2012 actuarial valuation, the entry age normal cost method was applied and assumed a level of percentage of pay and 30 year open amortization period. The actuarial assumptions included an inflation rate of 3.0%, investment return rate of 5.0%, projected salary increases of 5.0%, initial healthcare inflation rate of 8.0% and ultimate healthcare inflation rate of 6.0%, and that 50% of active employees elect subsidized coverage.

13. Segment Information - Enterprise Funds

As the City maintains only one Enterprise Fund (the Water Fund), this disclosure requirement is effectively met in these basic financial statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

14. Employee Retirement Systems

A. Illinois Municipal Retirement

Plan Descriptions

The City'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 City'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 (RSI). That report may be obtained on-line at www.imrf.org.

Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with 8 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Funding Policy

As set by statute, employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to members' contributions, to finance the retirement coverage of its own employees. The City's annual required contribution rate for the calendar year 2013 was 12.72%. The City 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

The required contribution for calendar year ending December 31, 2013 was \$148,461.

The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included (a) 7.5% investment rate of return (net of administrative and direct expenses), (b) projected salary increases of 4.0% 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 City'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 City's Regular Plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

14. Employee Retirement Systems (Cont.)

A. Illinois Municipal Retirement (Cont.)

Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 82.03% funded. The actuarial accrued liability for benefits was \$4,751,095 and the actuarial value of assets was \$3,897,287, resulting in an underfunded actuarial accrued liability (UAAL) of \$853,808. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,167,146, and the ratio of UAAL to the covered payroll was 73.15%.

The Schedule of Funding Progress, presented as Required Supplementary Information following the Notes to the Financial Statements on page 60, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

B. Police Pension

Plan Descriptions and Provisions

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 contributions levels are governed by Illinois Compiled Statutes (Chapter 40-Article 5/3) and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. Separate financial statements are issued by the plan and may be obtained from the plan trustee. At April 30, 2014, the Police Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Plan Members Entitled But Not Yet Receiving Benefits	15
Current Employees	
Vested	8
Nonvested	<u>12</u>
	<u>35</u>

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly pension of a police officer who retired with 20 or more years of service after July 1, 1997 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% simple interest annually.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

14. Employee Retirement Systems (Cont.)

B. Police Pension (Cont.)

Plan Descriptions and Provisions (Cont.)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of one-half of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., 1/2% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or one-half of the change in the Consumer Price Index for the proceeding calendar year.

Funding Policy

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2013, the City's contributions must accumulate to the point where 90% of the past service cost for the Police Pension Plan is funded by the year 2040.

It is the City's policy to levy an annual property tax for purposes of funding the actuarially determined contribution amount. Although the amount levied is equal to, or in excess of, the actuarially determined amount, there is a significant delay (generally in excess of one year) between the levy date and the date in which property taxes are collected and remitted to the pension fund.

Funding Status and Funding Progress

As of April 30, 2014, the most recent actuarial valuation date, the Police Pension Plan was 46.3% funded. The actuarial accrued liability was \$20,389,695, and the actuarial value of assets was \$9,445,519, resulting in an unfunded actuarial accrued liability of \$10,944,176. The covered payroll for 2014 was \$1,659,073 and the ratio of the unfunded balance was thus 659.7%

The Schedule of Funding Progress, presented as Required Supplementary Information following the Notes to the Financial Statements on page 61, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
 April 30, 2014

14. Employee Retirement Systems (Cont.)

B. Police Pension (Cont.)

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed.

Method Used to Value Investments

Fixed-income and equity securities are valued at the last reported trade date on national markets.

Significant Investments/Related Party Transactions

The Police Pension does not have investments that represent 5% or more of Net Position available for benefits. See Note 4.B. There are no securities of the City or any other related parties included in plan assets, including any loans.

Contributions

City contributions are determined annually by an actuarial study using the entry age normal cost method. The valuation for fiscal 2014 was prepared as of April 30, 2014. Significant assumptions used in the calculations include a) 6.5% return on investments, b) projected salary increases of 5.0% per year, and c) 3.0% cost-of-living increases. Both a) and b) included an inflation component of 3.0%.

For the year ended April 30, 2014, City contributions were as follows:

Annual Required Contribution	\$ 871,341
Interest on Net Pension Obligation (Asset)	(13,611)
Adjustment to Annual Required Contribution	<u>(17,798)</u>
Annual Pension Cost	839,932
Contributions Made	<u>589,879</u>
Decrease in Net Pension Asset	(250,053)
Net Pension Asset, May 1, 2014	<u>182,611</u>
Net Pension Obligation, April 30, 2014	<u><u>(67,442)</u></u>

The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period as of April 30, 2014 was 27 years.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

14. Employee Retirement Systems (Cont.)

C. Trend Information

	Year	Illinois Municipal Retirement	Police Pension
Annual Pension Cost	Current	\$ 148,461	839,932
	First Prior	144,666	491,994
	Second Prior	163,300	568,398
Percent Contributed	Current	100.0%	70.2%
	First Prior	100.0%	104.3%
	Second Prior	100.0%	90.5%
Net Pension Asset (Obligation)	Current		(67,442)
	First Prior		182,611
	Second Prior		161,523

15. Accounting Pronouncements

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

GASB Statement No. 67, *Financial Reporting for Pension Plans*, will be effective for the City beginning with its year ending April 30, 2015. The objective of this Statement is to improve note disclosures and schedules of required supplementary information that will be presented by the pension plans. This Statement replaces the requirements of Statements No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and No. 50, *Pension Disclosures*, as they relate to pension plans that are administered through trusts or equivalent arrangements that meet certain criteria. The requirements of Statement Nos. 25 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement and to defined contribution plans that provide postemployment benefits other than pensions.

In June 2012, the GASB issued Statement 68, *Accounting and Financial Reporting for Pensions*. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement No. 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information. The provisions of this Statement are effective for the City's financial year ending April 30, 2016. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, will be effective for the City beginning with its year ending April 30, 2015. The objective of this Statement is to improve financial reporting by addressing accounting and financial reporting for governmental combinations and disposals of governmental operations.

CITY OF OAKBROOK TERRACE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

15. Accounting Pronouncements (Cont.)

GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, will be effective for the City beginning with its year ending April 30, 2015. The objective of this Statement is to enhance comparability of financial statements among governments by requiring consistent reporting by those governments that extend nonexchange financial guarantees and by those governments that receive nonexchange financial guarantees.

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, will be effective for the City beginning with its year ending April 30, 2016. The provisions of this Statement should be applied simultaneously with GASB Statement No. 68. The objective of this Statement is to address an issue regarding application of the transition provision of GASB Statement No. 68. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

Management has not currently determined what impact, if any, GASB Statement Nos. 67, 68, 69, 70, and 71 may have on its financial statements.

16. Subsequent Events

In May of 2014, the City entered into a new agreement with the Joint Commission on Accreditation of Healthcare Organizations ("Commission") for access to the water system. The agreement includes nonrefundable connection fee of \$145,000. The Commission is expected to use 30,000 gallons a day, which equates to about \$101,835 in annual water revenue.

The City has evaluated subsequent events through October 28, 2014, the date when these financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

CITY OF OAKBROOK TERRACE, ILLINOIS

Illinois Municipal Retirement Fund
 Required Supplementary Information
 April 30, 2014

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age Normal Cost	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll
12/31/2013	\$ 3,897,287	4,751,095	853,808	82.03 %	1,167,146	73.15 %
12/31/2012	3,757,376	4,660,059	902,683	80.63	1,148,146	78.62
12/31/2011	3,393,728	4,334,386	940,658	78.30	1,208,735	77.82
12/31/2010	3,045,204	3,987,505	942,301	76.37	1,320,945	71.34
12/31/2009	2,912,944	3,756,904	843,960	77.54	1,227,917	68.73
12/31/2008	2,792,820	3,408,618	615,798	81.93	1,291,833	47.67

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$4,437,784. On a market basis, the funded ratio would be 93.41 %.

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
12/31/2013	\$ 148,461	100 %
12/31/2012	144,666	100
12/31/2011	163,300	100
12/31/2010	164,854	100
12/31/2009	157,050	100
12/31/2008	165,613	100

CITY OF OAKBROOK TERRACE, ILLINOIS

Police Pension Fund

Required Supplementary Information
April 30, 2014

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age Normal Cost	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll
4/30/2014	\$ 9,445,519	20,389,695	10,944,176	46.32 %	1,659,073	659.7 %
4/30/2013	9,160,059	20,181,141	11,021,082	45.39	1,509,614	730.1
4/30/2012	8,749,905	16,875,329	8,125,424	51.85	1,450,771	560.1
4/30/2011	8,558,351	15,749,309	7,190,958	54.34	1,463,852	491.2
4/30/2010	7,679,099	15,152,764	7,473,665	50.68	1,383,013	540.4
4/30/2009	6,662,089	14,252,481	7,590,392	46.74	1,449,427	523.7

Schedule of Employer Contributions

Fiscal Year Ended April 30	Annual Required Contribution	Percentage Contributed
2014	\$ 871,341	67.7 %
2013	496,137	103.4
2012	573,990	89.6
2011	564,659	87.3
2010	422,665	116.6
2009	387,736	120.7

CITY OF OAKBROOK TERRACE, ILLINOIS

Post-Employment Healthcare Benefits

Required Supplementary Information
 April 30, 2014

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age Normal Cost	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll
4/30/2013	NA *	NA *	NA *	NA *	NA *	NA *
4/30/2012	\$	882,382	882,382	0.00 %	2,746,379	32.13 %
4/30/2011	NA *	NA *	NA *	NA *	NA *	NA *
4/30/2010		680,130	680,130	0.00		
4/30/2009	NA *	NA *	NA *	NA *	NA *	NA *
4/30/2008		443,437	443,437	0.00		

* April 30, 2012 is the latest actuarial information available. No actuarial information available for April 30, 2013, 2011, and 2009.

Schedule of Employer Contributions

Fiscal Year Ended April 30	Annual Required Contribution	Percentage Contributed
2014	\$ 57,138	81.6 %
2013	57,138	112.0
2012	40,205	78.1
2011	40,205	78.1
2010	41,131	76.4
2009	10,264	100.0

**COMBINING AND INDIVIDUAL FINANCIAL STATEMENTS
AND SCHEDULES**

GENERAL FUND

General Fund - to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Revenues - Budgetary Basis and Actual
Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
Local Taxes			
Property Tax - Corporate	\$ 296,036	296,036	295,053
Hotel/Motel Taxes	1,360,500	1,360,500	1,475,414
Off Track Betting Tax	270,000	270,000	224,122
Utility Tax	900,000	900,000	924,907
Amusement Tax	182,000	182,000	190,273
Video Gaming	14,280	14,280	21,037
Total Local Taxes	<u>3,022,816</u>	<u>3,022,816</u>	<u>3,130,806</u>
Intergovernmental			
Sales & Use Tax	1,682,437	1,682,437	1,710,278
Replacement Tax	2,600	2,600	3,207
Income Tax	187,792	187,792	203,794
Road and Bridge Tax	2,450	2,450	2,206
Total Intergovernmental	<u>1,875,279</u>	<u>1,875,279</u>	<u>1,919,485</u>
Licenses and Permits			
Liquor Licenses	85,000	85,000	91,058
Business Licenses	135,500	135,500	136,241
Business License/Reg Penalty	1,700	1,700	2,650
Other Licenses	18,200	18,200	18,600
Building Permits	300,000	300,000	249,510
Other Permits	50	50	
Franchise Fees	65,000	65,000	64,687
Video Gaming Fees	17,000	17,000	26,904
Total Licenses and Permits	<u>622,450</u>	<u>622,450</u>	<u>589,650</u>
Charges for Services			
Library Fees	5,500	5,500	4,264
Zoning Hearings, Maps, Books	40,800	40,800	36,979
Other Charges for Services	3,500	3,500	4,500
Total Charges for Services	<u>49,800</u>	<u>49,800</u>	<u>45,743</u>
Fines and Forfeits			
Court Fines/Tickets	144,700	144,700	206,095
Towing Fees	105,000	105,000	121,798
DUI Tech Fees	50,000	50,000	43,944
Total Fines and Forfeits	<u>299,700</u>	<u>299,700</u>	<u>371,837</u>

(Cont.)

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Revenues - Budgetary Basis and Actual
Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
Investment Income	20,000	20,000	10,021
Miscellaneous			
Antenna Income	98,500	98,500	98,179
Auction Proceeds	7,500	7,500	7,750
July 4th Sponsor	17,000	17,000	21,950
Other	91,975	91,975	22,353
Total Miscellaneous	214,975	214,975	150,232
Total Revenues	6,105,020	6,105,020	6,217,774

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Expenditures - Budgetary Basis and Actual
Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
General Government			
Executive Administration			
Full-Time	\$ 171,109	167,884	139,825
Overtime	716	716	
Part-Time - Other	98,263	98,263	93,591
Office Supplies	2,000	2,000	1,507
Health/Life Insurance/Dental Insurance	43,247	43,247	39,986
Unemployment Insurance	794	794	1,274
Medical Exams	300	300	50
Dues and Meetings	13,500	13,500	12,523
Payroll Taxes	20,716	20,716	17,272
Postage	1,200	1,200	310
Supplies	4,000	4,000	4,098
Newsletter	18,900	18,900	19,003
IMRF	25,484	25,484	22,435
Publications and Books	600	600	680
Library Services	25,000	25,000	20,946
Public Information	1,000	1,000	1,000
Phone Service	5,000	5,000	6,791
Communications	795	795	746
Training and Conferences	2,000	2,000	1,017
Codification	6,500	6,500	5,741
Minute Transcription Services	2,800	2,800	2,594
Professional/Tech Services	18,000	18,000	21,427
Equipment Rental	290	290	362
Office Furniture	500	500	
Hardware			1,151
Equipment and Vehicle Repair	2,500	2,500	3,121
Travel Expenses	150	150	
Legal Services	236,000	266,000	185,349
Contingency	15,000	15,000	37,998
Employee Assistance Program	3,400	3,400	3,373
Recognition	1,500	1,500	749
Total Executive Administration	721,264	748,039	644,919
Economic Development			
Red Box - Tax Incentive	13,000	13,000	8,518
Home Depot - Tax Incentive	15,000	15,000	5,415
Total Economic Development	28,000	28,000	13,933

(Cont.)

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Expenditures - Budgetary Basis and Actual (Cont.)
 Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
General Government (Cont.)			
Building and Zoning			
Full-Time	101,576	101,576	100,957
Overtime	4,601	4,601	465
Part-Time - Regular	30,483	30,483	37,150
Part-Time - Other	9,450	9,450	5,250
Office Supplies	900	900	757
Supplies	600	600	1,502
Postage	300	300	251
Health/Life Insurance/Dental Insurance	23,357	23,357	23,540
Unemployment Insurance	529	529	1,185
Dues and Meetings	650	650	471
Payroll Taxes	11,210	11,210	10,844
Communications	315	315	231
Equipment Repairs	1,400	1,400	1,413
IMRF	17,465	17,465	17,674
Publications and Books	900	900	
Professional and Technical	110,600	110,600	103,289
Public Information	1,800	1,800	2,165
Public Hearing Expenses	6,000	6,000	6,455
Equipment Rental	260	260	322
Training and Conferences	900	900	498
Phone Service	2,000	2,000	2,746
Travel Expense	60	60	
Total Building and Zoning	325,356	325,356	317,165
Special Events			
Full-Time	41,396	41,396	41,573
Overtime	1,098	1,098	612
Part-Time - Other	918	918	1,011
Health/Life Insurance/Dental Insurance	19,739	19,739	17,680
Unemployment Insurance	265	265	577
Payroll Taxes	3,789	3,789	2,979
IMRF	4,090	4,090	5,377
Supplies	100	100	120
Postage	400	400	457
Equipment Repair	1,000	1,000	991
Equipment Rental	260	260	390
Special Events	71,150	71,150	68,647
Police Department Special Events Wages	3,172	3,172	3,160
Phone Service	1,200	1,200	1,598
Total Special Events	148,577	148,577	145,172

(Cont.)

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Expenditures - Budgetary Basis and Actual (Cont.)
 Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
General Government (Cont.)			
Special Events (Cont.)			
Public Services Special Events Wages	2,790	2,790	2,460
Communications	300	300	231
Phone Service	1,200	1,200	1,598
Total Special Events	<u>151,667</u>	<u>151,667</u>	<u>147,863</u>
Finance Department			
Full-Time	140,798	146,323	121,300
Overtime	890	890	194
Office Supplies	800	800	1,136
Health/Life Insurance/Dental/Vision Insurance	33,696	33,696	37,631
Unemployment Insurance	529	529	1,086
Risk Management Contribution	125,000	125,000	126,750
Deductible Payments	1,000	1,000	2,000
Supplies	3,500	3,500	3,003
Dues and Meetings	1,515	1,515	1,382
Phone Service and Communications	3,200	3,200	3,871
Equipment Rental	300	300	273
Payroll Taxes	10,839	10,839	9,086
IMRF	17,766	17,766	15,574
Software Purchase	7,000	7,000	(1,957)
Medical Exams			50
Hardware	1,000	1,000	
Publications and Books	200	200	
Training and Conferences	3,350	3,350	2,347
Continuing Education			2,000
Professional and Technical	107,500	107,500	122,672
Business License Inspection	25,500	25,500	25,700
Equipment Repair	1,750	1,750	1,638
Public Information	3,600	3,600	3,247
Postage	1,500	1,500	2,529
Credit Card Transactions			1,220
Total Finance Department	<u>491,233</u>	<u>496,758</u>	<u>482,732</u>
Total General Government	<u>1,717,520</u>	<u>1,749,820</u>	<u>1,606,612</u>

(Cont.)

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Expenditures - Budgetary Basis and Actual (Cont.)
 Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
Public Safety			
Police Department			
Full-Time	1,739,111	1,739,111	1,767,970
Overtime	101,499	101,499	132,439
Part-Time - Regular	72,278	72,278	88,355
Holiday Pay	50,687	50,687	44,612
Vacation Buy Back Pay	7,380	7,380	5,953
Court Time	80,555	80,555	46,118
Office Supplies	8,500	8,500	9,215
Office Furniture	500	500	
Health/Life Insurance/Dental Insurance	405,296	405,296	420,910
Unemployment Insurance	7,670	7,670	15,377
Deductible Payments	2,000	2,000	1,000
Medical Exams			220
Dues and Meetings	2,000	2,000	1,059
Payroll Taxes	156,767	156,767	151,955
IMRF	21,563	21,563	24,262
Phone Service	5,000	5,000	6,541
DuCOMM	196,000	196,000	185,022
Communications	10,500	10,500	11,554
Gas and Oil	80,500	80,500	62,276
Supplies	11,000	11,000	16,424
Vehicle Maintenance	23,000	23,000	24,510
Postage	2,000	2,000	1,094
Printing	2,400	2,400	2,769
Equipment Rental	501	501	301
Software Purchase			1,632
Hardware	600	600	1,564
Uniform Allowance	11,400	11,400	24,079
Publications and Books	1,000	1,000	1,049
Training and Conferences	12,600	12,600	6,888
Continuing Education	3,500	3,500	
Support Services	10,715	10,715	9,555
Professional/Technical Services	7,500	7,500	7,675
Equipment Purchase	1,000	1,000	
Equipment Repair	15,500	15,500	18,514
Animal Control	300	300	
Filing Fees	2,500	2,500	1,531
Vehicle and Equipment - Capital Outlay	87,739	87,739	13,154
DUI Equipment	1,500	1,500	69,969
Total Police Department	3,142,561	3,142,561	3,175,546

(Cont.)

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Expenditures - Budgetary Basis and Actual (Cont.)
 Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
Public Safety			
Police Commission			
Part-Time - Regular	4,275	4,275	3,525
Office Supplies	300	300	
Dues and Meetings	450	450	375
Payroll Taxes	327	327	270
Postage	200	200	6
Supplies	150	150	
Publications and Books	1,050	1,050	
Professional and Technical Services	1,000	1,000	
Training and Conferences	1,200	1,200	
Travel Expenses	100	100	
Testing and Exams	10,000	10,000	5,394
Total Police Commission	19,052	19,052	9,570
Total Public Safety	3,161,613	3,161,613	3,185,116
Public Services			
Full-Time	240,083	240,083	240,724
Overtime	2,556	2,556	260
Part-Time - Other	12,738	12,738	11,622
Office Supplies	900	900	448
Supplies	13,000	13,000	10,047
Postage	50	50	11
Building Maintenance	30,000	30,000	35,355
Health/Life Insurance/Dental Insurance	46,318	46,318	47,756
Unemployment Insurance	1,058	1,058	1,974
Professional and Technical	2,500	2,500	281
Dues and Meetings	1,310	1,310	669
Physical Exams	500	500	180
Phone Service	2,800	2,800	3,901
Communications and Public Information	5,300	5,300	4,687
Equipment Rental	4,000	4,000	322
Gas and Oil	21,850	21,850	22,958
Payroll Taxes	19,536	19,536	20,184
IMRF	30,960	30,960	33,126
Street Repair Materials and Street Sweeping	15,200	15,200	21,382
Vehicle Maintenance and Repair	17,000	17,000	21,952
Uniform Allowance	2,000	2,000	2,506
Publications and Books	350	350	15
Training and Conferences	500	500	91
Lawn Supplies	2,500	2,500	426

(Cont.)

CITY OF OAKBROOK TERRACE, ILLINOIS

General Fund

Schedule of Expenditures - Budgetary Basis and Actual (Cont.)
 Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
Public Services (Cont.)			
Lawn Maintenance Contract	7,000	7,000	5,934
Tree Trimming	6,000	6,000	5,775
Equipment Purchase	12,000	12,000	7,132
Hardware	1,200	1,200	1,060
Street Lights	17,000	17,000	13,041
Equipment Repair	10,000	10,000	13,302
Travel Expenses	100	100	
Mosquito Abatement	16,000	16,000	15,438
Traffic Signals	3,500	3,500	2,970
Utilities	4,700	4,700	9,697
NPDES Permit	1,000	1,000	1,650
Easement Maintenance	993	993	994
Total Public Services	552,502	552,502	557,870
Tourism			
Dues and Meetings	500	500	580
Membership and Association Fees	57,958	57,958	65,744
Marketing and Advertising	158,000	158,000	158,000
Chamber Support	35,000	35,000	35,000
Total Tourism	251,458	251,458	259,324
 Total Expenditures	5,683,093	5,715,393	5,608,922

NONMAJOR GOVERNMENTAL FUNDS

CITY OF OAKBROOK TERRACE, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2014

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS			
Deposits	\$ 420,775	444,294	865,069
Receivables			
Local Taxes		145,445	145,445
Intergovernmental	3,934		3,934
Due from Other Funds		5,140	5,140
	<hr/>		
Total Assets	424,709	594,879	1,019,588
	<hr/> <hr/>		
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts Payable	\$ 25		25
<hr/>			
Deferred Inflows of Resources			
Unearned Property Taxes		44,927	44,927
<hr/>			
Fund Balances			
Restricted for			
Maintenance of Roadways	423,333		423,333
Business District	1,351		1,351
Debt Service		549,952	549,952
	<hr/>		
Total Fund Balances	424,684	549,952	974,636
	<hr/>		
Total Liabilities, Deferred Inflows of Resources and Fund Balances	424,709	594,879	1,019,588
	<hr/> <hr/>		

See accompanying Notes to the Financial Statements.

CITY OF OAKBROOK TERRACE, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Year Ended April 30, 2014

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
Revenues			
Local Taxes	\$	144,695	144,695
Intergovernmental	62,672	311,022	373,694
Investment Income	448	421	869
Total Revenues	63,120	456,138	519,258
Expenditures			
General Government	843		843
Public Services	61,005		61,005
Debt Service			
Principal		135,000	135,000
Interest		265,102	265,102
Fees		1,813	1,813
Total Expenditures	61,848	401,915	463,763
Excess of Revenues over Expenditures	1,272	54,223	55,495
Other Financing Sources (Uses)			
Transfers In		341,161	341,161
Transfers Out	(341,161)		(341,161)
Total Other Financing Sources (Uses)	(341,161)	341,161	-
Net Change in Fund Balances	(339,889)	395,384	55,495
Fund Balances			
May 1	764,573	154,568	919,141
April 30	424,684	549,952	974,636

See accompanying Notes to the Financial Statements.

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund - to account for the projects within the street maintenance department. Financing is provided by the City's share of state gasoline taxes.

Business District Fund - to account for the redevelopment of a designated Business District. Financing is provided by bond proceeds and sales taxes collected within the Business District.

CITY OF OAKBROOK TERRACE, ILLINOIS

Special Revenue Funds

Combining Balance Sheet
 April 30, 2014

	Motor Fuel Tax Fund	Business District Fund	Total Special Revenue Funds
ASSETS			
Deposits	\$ 419,424	1,351	420,775
Receivables			
Intergovernmental	3,934		3,934
Total Assets	423,358	1,351	424,709
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts Payable	\$ 25		25
Fund Balances			
Restricted for			
Maintenance of Roadways	423,333		423,333
Business District		1,351	1,351
Total Fund Balances	423,333	1,351	424,684
Total Liabilities and Fund Balances	423,358	1,351	424,709

CITY OF OAKBROOK TERRACE, ILLINOIS

Special Revenue Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Year Ended April 30, 2014

	Motor Fuel Tax Fund	Business District Fund	Total Special Revenue Funds
Revenues			
Intergovernmental	\$ 62,672		62,672
Investment Income	443	5	448
Total Revenues	63,115	5	63,120
Expenditures			
General Government	843		843
Public Services	61,005		61,005
Total Expenditures	61,848	-	61,848
Excess of Revenues over Expenditures	1,267	5	1,272
Other Financing Uses			
Transfers Out		(341,161)	(341,161)
Net Change in Fund Balances	1,267	(341,156)	(339,889)
Fund Balances			
May 1	422,066	342,507	764,573
April 30	423,333	1,351	424,684

CITY OF OAKBROOK TERRACE, ILLINOIS

Motor Fuel Tax Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Intergovernmental		
Motor Fuel Tax Allotments	\$ 51,430	52,684
Grants	9,988	9,988
Investment Income	470	443
Total Revenues	<u>61,888</u>	<u>63,115</u>
Expenditures		
Engineering		843
Public Services	50,000	61,005
Total Expenses	<u>50,000</u>	<u>61,848</u>
Net Change in Fund Balance	<u>11,888</u>	1,267
Fund Balance		
May 1		<u>422,066</u>
April 30		<u><u>423,333</u></u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Business District Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Investment Income	\$ 100	5
Excess of Revenues over Expenditures	100	5
Other Financing Uses		
Transfer Out		(341,161)
Net Change in Fund Balance	<u>100</u>	(341,156)
Fund Balance		
May 1		<u>342,507</u>
April 30		<u><u>1,351</u></u>

DEBT SERVICE FUNDS

Debt Service Fund - SSA II - to account for the servicing of the general long-term debt of the City, not accounted for in other funds.

2010 and 2012 Bond Funds - to account for the servicing of debt related to Business District redevelopment project.

CITY OF OAKBROOK TERRACE, ILLINOIS

Debt Service Funds

Combining Balance Sheet

April 30, 2014

	Debt Service Fund SSA II	2010 Bond Fund	2012 Bond Fund	Total Debt Service Funds
ASSETS				
Deposits	\$ 1,600	308,911	133,783	444,294
Receivables				
Local Taxes	44,927	55,285	45,233	145,445
Due from Other Funds		2,827	2,313	5,140
Total Assets	46,527	367,023	181,329	594,879
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$			
Deferred Inflows of Resources				
Unearned Property Taxes	44,927			44,927
Fund Balances				
Restricted for				
SSA II Debt Service	1,600			1,600
Business District -2010 Bonds Debt Service		367,023		367,023
Business District -2012 Bonds Debt Service			181,329	181,329
Total Fund Balances	1,600	367,023	181,329	549,952
Total Liabilities, Deferred Inflows of Resources and Fund Balances	46,527	367,023	181,329	594,879

CITY OF OAKBROOK TERRACE, ILLINOIS

Debt Service Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Year Ended April 30, 2014

	Debt Service Fund SSA II	2010 Bond Fund	2012 Bond Fund	Total Debt Service Funds
Revenues				
Local Taxes	\$ 46,392	54,067	44,236	144,695
Intergovernmental		171,062	139,960	311,022
Investment Income		244	177	421
Total Revenues	46,392	225,373	184,373	456,138
Expenditures				
Principal	25,000	110,000		135,000
Interest	21,305	151,776	92,021	265,102
Fees		912	901	1,813
Total Expenditures	46,305	262,688	92,922	401,915
Excess (Deficiency) of Revenues over Expenditures	87	(37,315)	91,451	54,223
Other Financing Sources				
Transfers In		254,741	86,420	341,161
Net Change in Fund Balances	87	217,426	177,871	395,384
Fund Balances				
May 1	1,513	149,597	3,458	154,568
April 30	1,600	367,023	181,329	549,952

CITY OF OAKBROOK TERRACE, ILLINOIS

Debt Service Fund- SSA II

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Local Taxes		
Property Taxes	\$ 45,930	46,392
Expenditures		
Debt Service		
Principal	25,000	25,000
Interest	20,930	21,305
Total Expenditures	45,930	46,305
Net Change in Fund Balance	-	87
Fund Balance		
May 1		1,513
April 30		1,600

CITY OF OAKBROOK TERRACE, ILLINOIS

2010 Bond Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Local Taxes		
Home Rule Sales Tax	\$ 49,500	27,829
Business District Sales Tax	49,500	26,238
Intergovernmental		
Sales and Use Tax	180,400	171,062
Charges for Services	55	
Investment Income	560	244
Total Revenues	<u>280,015</u>	<u>225,373</u>
Expenditures		
Debt Service		
Principal	110,000	110,000
Interest	151,777	151,776
Fees	50,000	912
Total Expenditures	<u>311,777</u>	<u>262,688</u>
Excess (Deficiency) of Revenues over Expenditures	(31,762)	(37,315)
Other Financing Sources		
Transfer In		<u>254,741</u>
Net Change in Fund Balance	<u>(31,762)</u>	217,426
Fund Balance		
May 1		<u>149,597</u>
April 30		<u><u>367,023</u></u>

CITY OF OAKBROOK TERRACE, ILLINOIS

2012 Bond Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Local Taxes		
Home Rule Sales Tax	\$ 40,500	22,769
Business District Sales Tax	40,500	21,467
Intergovernmental		
Sales and Use Tax	147,600	139,960
Charges for Services	45	
Investment Income	540	177
Total Revenues	<u>229,185</u>	<u>184,373</u>
Expenditures		
Debt Service		
Interest	92,020	92,021
Fees	5,000	901
Total Expenditures	<u>97,020</u>	<u>92,922</u>
Excess of Revenues over Expenditures	132,165	91,451
Other Financing Sources		
Transfer In		<u>86,420</u>
Net Change in Fund Balance	<u>132,165</u>	177,871
Fund Balance		
May 1		<u>3,458</u>
April 30		<u>181,329</u>

CAPITAL PROJECTS FUNDS

Capital Improvements Fund (Major Fund) - to account for financial resources to be used for the acquisition or construction of major capital expenditures.

CITY OF OAKBROOK TERRACE, ILLINOIS

Capital Improvements Fund (Major Fund)

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Intergovernmental	\$	4,252
Local Taxes		
Home Rule Sales Tax	1,632,000	1,575,309
Investment Income	48,000	24,926
Miscellaneous	250	
Total Revenues	<u>1,680,250</u>	<u>1,604,487</u>
Expenditures		
Capital Outlay		
Equipment Purchase	145,500	163,429
Residential Street Lights	1,000,000	951,055
Facility Improvements	8,015,000	852,358
Professional/Technical Services	10,000	14,882
Infrastructure Repairs	86,500	77,407
Debt Service		
Principal	185,000	270,000
Interest	181,250	94,359
Fees		32,585
Total Expenditures	<u>9,623,250</u>	<u>2,456,075</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(7,943,000)</u>	<u>(851,588)</u>
Other Financing Sources (Uses)		
Bond Proceeds	2,500,000	3,695,000
Bond Premium		138,604
Payment to Refunding Bond Escrow Agent		<u>(3,747,538)</u>
Total Other Financing Sources (Uses)	<u>2,500,000</u>	<u>86,066</u>
Net Change in Fund Balance	<u><u>(5,443,000)</u></u>	<u>(765,522)</u>
Fund Balance		
May 1		<u>7,854,559</u>
April 30		<u><u>7,089,037</u></u>

PROPRIETARY FUND TYPE

ENTERPRISE FUNDS

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

Water Fund – to account for the provision of water services to the residents of the City. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, financing and related debt service.

CITY OF OAKBROOK TERRACE, ILLINOIS

Water Fund

Schedule of Revenues, Expenses, and
Changes in Net Position - Budget and Actual
Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
Operating Revenues			
Charges for Services			
User Charges	\$ 600,000	600,000	639,206
Connection Charges	55,000	55,000	86,650
Water Meters	3,000	3,000	765
Penalties/Fines	19,500	19,500	11,091
Total Operating Revenues	<u>677,500</u>	<u>677,500</u>	<u>737,712</u>
Expenses			
Public Services			
Risk Management Contribution	62,500	62,500	57,519
Utilities	7,000	7,000	11,013
Public Information	800	800	880
Legal Expense	14,000	14,000	1,701
Full Time	212,025	212,025	213,755
Overtime	7,677	7,677	7,573
Health and Life Insurance/Dental Insurance	45,893	45,893	49,151
Unemployment Insurance	529	529	1,730
Payroll Taxes	16,807	16,807	17,397
IMRF	28,034	28,034	29,916
Phone Service	3,000	3,000	4,152
Dues and Meetings	700	700	565
Postage	3,000	3,000	2,382
Supplies	3,250	3,250	3,676
Professional and Technical Services	10,500	10,500	10,685
Equipment Purchase	6,000	6,000	5,497
Equipment Repair and Maintenance	10,000	10,000	9,313
Fuel	5,600	5,600	5,756
Fuel Replacement	1,100	1,100	1,100
Hardware	600	600	438
Vehicles	42,000	42,000	39,857
Vehicle Maintenance - Truck	4,000	4,000	1,392
Publication and Books	200	200	
Training and Conferences	6,100	6,100	4,901
Equipment Rental	700	700	462
Travel	100	100	
Emergency Services	6,000	6,000	
Communications	2,800	2,800	2,718
Water Meters	8,500	11,500	16,970
Water Purchase	190,000	295,500	301,916

(Cont.)

CITY OF OAKBROOK TERRACE, ILLINOIS

Water Fund

Schedule of Revenues, Expenses, and
Changes in Net Position - Budget and Actual
Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
Expenses (Cont.)\			
Public Services (Cont.)			
Uniform Allowance	900	900	53
Capital Expense -Regency Place Watermain		346,023	343,534
Contingency		33,000	33,000
Total Expenses	700,315	1,187,838	1,179,002
Less Capitalized Assets			(383,391)
	700,315	1,187,838	795,611
Operating Loss before Depreciation	(22,815)	(510,338)	(57,899)
Depreciation Expense			221,839
Operating Loss	(22,815)	(510,338)	(279,738)
Non-Operating Revenues (Expenses)			
Electric Utility Tax	447,000	447,000	474,542
Investment Income	155	155	151
Miscellaneous	1,000	1,000	1,554
Interest Expense	(104,280)	(104,280)	(106,049)
Total Non-Operating Revenues (Expenses)	343,875	343,875	370,198
Net Income (Loss)	321,060	(166,463)	90,460
Net Position			
May 1			4,450,309
April 30			4,540,769

FIDUCIARY FUND TYPE

AGENCY FUND

Donation/Impact Fund - to account for the collection of donations received from developers and the expenditure of those monies to the park district for activities which involve parks within the community.

CITY OF OAKBROOK TERRACE, ILLINOIS

Agency Fund - Donation/Impact Fund

Balance Sheet

April 30, 2014

Assets

Deposits	\$ 5,428
Investments	<u>405,532</u>
Total Assets	<u><u>410,960</u></u>

Liabilities

Due to Other Governments	\$ 409,560
Due to Primary Government	<u>1,400</u>
Total Liabilities	<u><u>410,960</u></u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Agency Fund - Donation/Impact Fund

Schedule of Changes in Assets and Liabilities
Year Ended April 30, 2014

	Balance May 1	Increases	Decreases	Balance April 30
ASSETS				
Deposits	\$ 5,422	6		5,428
Investments	404,138	1,394		405,532
	<u>409,560</u>	<u>1,400</u>	<u>-</u>	<u>410,960</u>
LIABILITIES				
Due to Other Governments	\$ 409,560			409,560
Due to Other Funds		1,400		1,400
Total Liabilities	<u>409,560</u>	<u>1,400</u>	<u>-</u>	<u>410,960</u>

**CAPITAL ASSETS USED IN THE OPERATION
OF GOVERNMENTAL ACTIVITIES**

CITY OF OAKBROOK TERRACE, ILLINOIS

Capital Assets Used in the Operation of Governmental Activities

Schedule of Capital Assets by Source

April 30, 2014

Assets

Governmental Funds Capital Assets

Land and Right of Way	\$ 7,827,298
Land Improvements	581,740
Construction in Progress	2,109,483
Buildings and Improvements	6,154,264
Vehicles	713,310
Machinery and Equipment	933,894
Storm Drainage	1,975,756
Streets and Bridges	<u>6,568,842</u>

Total Governmental Capital Assets 26,864,587

Investment in Governmental Capital Assets by Source

From General Revenues and Debt Issuances \$ 26,864,587

CITY OF OAKBROOK TERRACE, ILLINOIS

Capital Assets Used in the Operation of Governmental Activities

Schedule of Function and Activity

April 30, 2014

	Land and Right of Way	Land Improvements	Construction in Progress	Buildings and Improvements	Vehicles
General Government	\$ 1,353,521				37,372
Public Safety	112,590		852,357	646,214	321,046
Public Works	6,361,187	581,740	1,257,126	5,508,050	354,892
	<u>7,827,298</u>	<u>581,740</u>	<u>2,109,483</u>	<u>6,154,264</u>	<u>713,310</u>

Machinery and Equipment	Storm Drainage	Streets and Bridges	Total
239,423			1,630,316
347,009			2,279,216
347,462	1,975,756	6,568,842	22,955,055
933,894	1,975,756	6,568,842	26,864,587

CITY OF OAKBROOK TERRACE, ILLINOIS

Capital Assets Used in the Operation of Governmental Activities

Schedule of Changes by Function and Activity
Year Ended April 30, 2014

	Balance May 1, 2013	Additions	Deletions	Balance, April 30, 2014
General Government	\$ 1,790,627		160,311	1,630,316
Public Safety	1,504,712	951,018	176,514	2,279,216
Public Works	22,014,177	1,172,285	231,407	22,955,055
	<u>25,309,516</u>	<u>2,123,303</u>	<u>568,232</u>	<u>26,864,587</u>

SUPPLEMENTAL DATA

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation (Refunding) Bond Series of 2003
 April 30, 2014

Date of Issue	April 1, 2003
Date of Maturity	December 1, 2016
Authorized Issue	\$ 3,020,000
Denomination of Bonds	\$ 5,000
Interest Rates	1.30% - 3.30%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1, 2016
Payable at	BNY Midwest Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2015	\$ 110,000	13,622	123,622	2014	6,811	2014	6,811
2016	145,000	10,158	155,158	2015	5,079	2015	5,079
2017	165,000	5,447	170,447	2016	2,723	2016	2,724
	<u>420,000</u>	<u>29,227</u>	<u>449,227</u>		<u>14,613</u>		<u>14,614</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternate Revenue (Refunding) Bond Series of 2004
 April 30, 2014

Date of Issue	June 1, 2004
Date of Maturity	December 1, 2016
Authorized Issue	\$ 650,000
Denomination of Bonds	\$ 5,000
Interest Rates	1.85% - 4.60%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1, 2016
Payable at	Harris Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2015	\$ 55,000	7,880	62,880	2014	3,940	2014	3,940
2016	60,000	5,460	65,460	2015	2,730	2015	2,730
2017	60,000	2,760	62,760	2016	1,380	2016	1,380
	<u>175,000</u>	<u>16,100</u>	<u>191,100</u>		<u>8,050</u>		<u>8,050</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

Special Service Area No. 2 Bonds

April 30, 2014

Date of Issue	February 15, 2006
Date of Maturity	December 15, 2025
Authorized Issue	\$ 600,000
Interest Rates	3.50% - 5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15, 2025
Payable at	Harris Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2015	\$ 25,000	19,930	44,930	2014	9,965	2014	9,965
2016	30,000	18,906	48,906	2015	9,453	2015	9,453
2017	30,000	17,586	47,586	2016	8,793	2016	8,793
2018	30,000	16,264	46,264	2017	8,132	2017	8,132
2019	30,000	14,946	44,946	2018	7,473	2018	7,473
2020	35,000	13,624	48,624	2019	6,812	2019	6,812
2021	35,000	11,962	46,962	2020	5,981	2020	5,981
2022	40,000	10,300	50,300	2021	5,150	2021	5,150
2023	40,000	8,400	48,400	2022	4,200	2022	4,200
2024	40,000	6,500	46,500	2023	3,250	2023	3,250
2025	45,000	4,500	49,500	2024	2,250	2024	2,250
2026	45,000	2,250	47,250	2025	1,125	2025	1,125
	<u>425,000</u>	<u>145,168</u>	<u>570,168</u>		<u>72,584</u>		<u>72,584</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation (Refunded) Bond Series of 2008
 April 30, 2014

Date of Issue	December 1, 2008
Date of Maturity	December 15, 2016
Authorized Issue	\$ 5,000,000
Interest Rates	3.62% - 3.875%
Interest Dates	December 15
Principal Maturity Date	December 15, 2016
Payable at	Bank of New York Mellon

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On	
	Principal	Interest	Totals	December 15	Amount
2015	\$ 195,000	23,200	218,200	2014	23,200
2016	200,000	15,888	215,888	2015	15,888
2017	210,000	8,138	218,138	2016	8,138
	<u>605,000</u>	<u>47,225</u>	<u>652,225</u>		<u>47,225</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternate Revenue (Taxable Refunding) Bond Series of 2010
 April 30, 2014

Date of Issue	February 15, 2010
Date of Maturity	December 1, 2023
Authorized Issue	\$ 1,335,000
Interest Rates	3.80% - 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1, 2023
Payable at	Bank of New York Mellon

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2015	\$	59,922	59,922	2014	29,961	2014	29,961
2016		59,922	59,922	2015	29,961	2015	29,961
2017		59,922	59,922	2016	29,961	2016	29,961
2018	170,000	59,922	229,922	2017	29,961	2017	29,961
2019	175,000	53,462	228,462	2018	26,731	2018	26,731
2020	180,000	46,288	226,288	2019	23,144	2019	23,144
2021	190,000	38,548	228,548	2020	19,274	2020	19,274
2022	200,000	30,092	230,092	2021	15,046	2021	15,046
2023	205,000	20,692	225,692	2022	10,346	2022	10,346
2024	215,000	10,754	225,754	2023	5,375	2023	5,379
	<u>1,335,000</u>	<u>439,524</u>	<u>1,774,524</u>		<u>219,760</u>		<u>219,764</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation Bond Series 2010A

April 30, 2014

Date of Issue	October 14, 2010
Date of Maturity	December 15, 2030
Authorized Issue	\$ 3,930,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15, 2030
Payable at	Bank of New York Mellon

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2015	\$ 110,000	131,926	241,926	2014	65,963	2014	65,963
2016	120,000	129,726	249,726	2015	64,863	2015	64,863
2017	130,000	126,726	256,726	2016	63,363	2016	63,363
2018	145,000	122,826	267,826	2017	61,413	2017	61,413
2019	155,000	118,476	273,476	2018	59,238	2018	59,238
2020	170,000	113,826	283,826	2019	56,913	2019	56,913
2021	180,000	108,726	288,726	2020	54,363	2020	54,363
2022	200,000	103,326	303,326	2021	51,663	2021	51,663
2023	205,000	97,076	302,076	2022	48,538	2022	48,538
2024	230,000	90,670	320,670	2023	45,335	2023	45,335
2025	240,000	82,966	322,966	2024	41,483	2024	41,483
2026	260,000	74,926	334,926	2025	37,463	2025	37,463
2027	275,000	65,826	340,826	2026	32,913	2026	32,913
2028	305,000	56,200	361,200	2027	28,100	2027	28,100
2029	325,000	44,000	369,000	2028	22,000	2028	22,000
2030	350,000	31,000	381,000	2029	15,500	2029	15,500
2031	425,000	17,000	442,000	2030	8,500	2030	8,500
	<u>3,825,000</u>	<u>1,515,222</u>	<u>5,340,222</u>		<u>757,611</u>		<u>757,611</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation Bond Series 2010B

April 30, 2014

Date of Issue	October 14, 2010
Date of Maturity	December 15, 2030
Authorized Issue	\$ 325,000
Interest Rates	4.00% - 6.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15, 2030
Payable at	Bank of New York Mellon

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2015	\$ 5,000	17,550	22,550	2014	8,775	2014	8,775
2016	10,000	17,350	27,350	2015	8,675	2015	8,675
2017	10,000	16,950	26,950	2016	8,475	2016	8,475
2018	10,000	16,550	26,550	2017	8,275	2017	8,275
2019	10,000	16,150	26,150	2018	8,075	2018	8,075
2020	15,000	15,650	30,650	2019	7,825	2019	7,825
2021	15,000	14,900	29,900	2020	7,450	2020	7,450
2022	15,000	14,150	29,150	2021	7,075	2021	7,075
2023	15,000	13,400	28,400	2022	6,700	2022	6,700
2024	20,000	12,560	32,560	2023	6,280	2023	6,280
2025	20,000	11,440	31,440	2024	5,720	2024	5,720
2026	20,000	10,320	30,320	2025	5,160	2025	5,160
2027	25,000	9,200	34,200	2026	4,600	2026	4,600
2028	25,000	7,800	32,800	2027	3,900	2027	3,900
2029	30,000	6,300	36,300	2028	3,150	2028	3,150
2030	30,000	4,500	34,500	2029	2,250	2029	2,250
2031	45,000	2,700	47,700	2030	1,350	2030	1,350
	<u>320,000</u>	<u>207,470</u>	<u>527,470</u>		<u>103,735</u>		<u>103,735</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation Bond Series 2012A

April 30, 2014

Date of Issue	December 11, 2012
Date of Maturity	December 15, 2030
Authorized Issue	\$ 2,810,000
Interest Rates	2.00% - 2.40%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15, 2030
Payable at	Bank of New York Mellon Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2015	\$ 100,000	58,360	158,360	2014	29,180	2014	29,180
2016	100,000	56,360	156,360	2015	28,180	2015	28,180
2017	100,000	54,360	154,360	2016	27,180	2016	27,180
2018	100,000	52,360	152,360	2017	26,180	2017	26,180
2019	125,000	50,360	175,360	2018	25,180	2018	25,180
2020	125,000	47,860	172,860	2019	23,930	2019	23,930
2021	125,000	45,360	170,360	2020	22,680	2020	22,680
2022	150,000	42,860	192,860	2021	21,430	2021	21,430
2023	175,000	39,860	214,860	2022	19,930	2022	19,930
2024	175,000	36,360	211,360	2023	18,180	2023	18,180
2025	200,000	32,860	232,860	2024	16,430	2024	16,430
2026	210,000	28,860	238,860	2025	14,430	2025	14,430
2027	225,000	24,660	249,660	2026	12,330	2026	12,330
2028	240,000	20,160	260,160	2027	10,080	2027	10,080
2029	260,000	15,120	275,120	2028	7,560	2028	7,560
2030	200,000	9,400	209,400	2029	4,700	2029	4,700
2031	200,000	4,800	204,800	2030	2,400	2030	2,400
	<u>2,810,000</u>	<u>619,960</u>	<u>3,429,960</u>		<u>309,980</u>		<u>309,980</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation Taxable Busienss District Bond Series 2012B
 April 30, 2014

Date of Issue	December 11, 2012
Date of Maturity	December 15, 2030
Authorized Issue	\$ 1,100,000
Interest Rates	2.00%-3.40%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15, 2030
Payable at	Bank of New York Mellon Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2015	\$	32,650	32,650	2014	16,325	2014	16,325
2016	10,000	32,650	42,650	2015	16,325	2015	16,325
2017	35,000	32,450	67,450	2016	16,225	2016	16,225
2018	40,000	31,750	71,750	2017	15,875	2017	15,875
2019	40,000	30,950	70,950	2018	15,475	2018	15,475
2020	50,000	30,150	80,150	2019	15,075	2019	15,075
2021	50,000	29,150	79,150	2020	14,575	2020	14,575
2022	50,000	27,650	77,650	2021	13,825	2021	13,825
2023	75,000	26,150	101,150	2022	13,075	2022	13,075
2024	75,000	23,900	98,900	2023	11,950	2023	11,950
2025	75,000	21,650	96,650	2024	10,825	2024	10,825
2026	100,000	19,400	119,400	2025	9,700	2025	9,700
2027	100,000	16,400	116,400	2026	8,200	2026	8,200
2028	100,000	13,300	113,300	2027	6,650	2027	6,650
2029	100,000	10,200	110,200	2028	5,100	2028	5,100
2030	100,000	6,800	106,800	2029	3,400	2029	3,400
2031	100,000	3,400	103,400	2030	1,700	2030	1,700
	<u>1,100,000</u>	<u>388,600</u>	<u>1,488,600</u>		<u>194,300</u>		<u>194,300</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Long-Term Debt Requirements

General Obligation (Refunding) Bond Series 2013

April 30, 2014

Date of Issue	May 02, 2013
Date of Maturity	December 15, 2028
Authorized Issue	\$ 3,695,000
Interest Rates	2.00%-3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15, 2028
Payable at	Bank of New York Mellon Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2015	\$ 30,000	102,350	132,350	2014	51,175	2014	51,175
2016	35,000	101,750	136,750	2015	50,875	2015	50,875
2017	35,000	101,050	136,050	2016	50,525	2016	50,525
2018	245,000	100,350	345,350	2017	50,175	2017	50,175
2019	250,000	95,450	345,450	2018	47,725	2018	47,725
2020	260,000	90,450	350,450	2019	45,225	2019	45,225
2021	265,000	82,650	347,650	2020	41,325	2020	41,325
2022	270,000	74,700	344,700	2021	37,350	2021	37,350
2023	285,000	66,600	351,600	2022	33,300	2022	33,300
2024	295,000	58,050	353,050	2023	29,025	2023	29,025
2025	310,000	49,200	359,200	2024	24,600	2024	24,600
2026	310,000	39,900	349,900	2025	19,950	2025	19,950
2027	315,000	30,600	345,600	2026	15,300	2026	15,300
2028	330,000	21,150	351,150	2027	10,575	2027	10,575
2029	375,000	11,250	386,250	2028	5,625	2028	5,625
	<u>3,610,000</u>	<u>1,025,500</u>	<u>4,635,500</u>		<u>512,750</u>		<u>512,750</u>

CITY OF OAKBROOK TERRACE, ILLINOIS

Statistical Section

This portion of the City of Oakbrook Terrace, Illinois' 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 City's overall economic condition.

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain information to help the reader understand how the City's financial performance and well-being have changed over time.	101-110
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue sources, the sales tax and the property tax.	111-121
Debt Capacity	
These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt.	122-127
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	128-129
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	130-137

Sources:

Unless otherwise noted, the information in these schedules is derived from the City's Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in Fiscal Year 2004; schedules presenting government-wide information include information beginning in that year.

FINANCIAL TRENDS

CITY OF OAKBROOK TERRACE, ILLINOIS

Financial Trends

Net Position by Component

Last Nine Fiscal Years

(See Following Page)

CITY OF OAKBROOK TERRACE, ILLINOIS

Financial Trends

Net Position by Component

Last Ten Fiscal Years

Fiscal Year	2014	2013	2012	2011
Governmental Activities				
Net Investment in Capital Assets	\$ 18,541,115	16,782,046	16,504,383	16,074,939
Restricted	1,029,728	1,052,788	634,315	215,170
Unrestricted	3,143,267	3,474,210	5,919,178	5,028,563
Total Governmental Activities Net Position	22,714,110	21,309,044	23,057,876	21,318,672
Business-type Activities				
Net Investment in Capital Assets	\$ 4,685,775	4,399,676	4,522,324	4,682,566
Unrestricted	(145,006)	50,633	(148,563)	(76,080)
Total Business-type Activities Net Position	4,540,769	4,450,309	4,373,761	4,606,486
Primary Government*				
Net Investment in Capital Assets	\$ 23,226,890	21,181,722	21,026,707	20,757,505
Restricted	1,029,728	1,052,788	634,315	215,170
Unrestricted	2,998,261	3,524,843	5,770,615	4,952,483
Total Primary Government Net Position	27,254,879	25,759,353	27,431,637	25,925,158

*The term "Primary Government" refers to the organizations that make up the City's legal entity. It does not include its discretely presented component unit, the Pension Trust Fund, which is governed by a separate five-member pension board.

2010	2009	2008	2007	2006	2005
15,587,743	12,725,430	12,810,819	11,713,224	10,803,254	10,691,761
8,747,366	10,804,065	8,286,605	6,847,119	301,886 4,770,806	247,554 3,310,876
24,335,109	23,529,495	21,097,424	18,560,343	15,875,946	14,250,191
4,849,901 (34,068)	4,869,518 191,029	4,829,469 361,839	4,366,413 566,585	3,580,732 1,404,586	4,033,895 1,509,131
4,815,833	5,060,547	5,191,308	4,932,998	4,985,318	5,543,026
20,437,644	17,594,948	17,640,288	16,079,637	14,383,986	14,725,656
8,713,298	10,995,094	8,648,444	7,413,704	301,886 6,175,392	247,554 4,820,007
29,150,942	28,590,042	26,288,732	23,493,341	20,861,264	19,793,217

CITY OF OAKBROOK TERRACE, ILLINOIS

Financial Trends

Changes in Net Position

Last Ten Fiscal Years

Fiscal Year	2014	2013	2012	2011	2010
Expenses					
Governmental Activities					
General Government	\$ 1,978,451	5,560,743	1,865,261	6,186,604	1,898,326
Public Safety	4,074,615	3,473,773	3,522,424	3,433,728	3,249,946
Public Services	807,702	1,092,806	965,968	966,728	1,247,884
Culture and Recreation	259,324	232,400	228,438	209,778	240,097
Interest Expense	406,240	392,563	408,851	277,791	272,406
Total Governmental Activities Expenses	7,526,332	10,752,285	6,990,942	11,074,629	6,908,659
Business-type Activities					
Water Fund	1,123,499	998,555	947,113	958,336	959,845
Total Primary Government Expenses	8,649,831	11,750,840	7,938,055	12,032,965	7,868,504
Program Revenues					
Governmental Activities					
Charges for Services					
General Government	\$ 734,733	787,686	729,448	651,136	542,758
Public Safety	375,707	354,826	358,965	422,316	290,467
Other Activities	4,584	6,247	5,947	6,120	4,085
Capital Grants and Contributions	66,924	100,804	83,332	58,186	174,361
Operating Grants and Contributions					
Total Governmental Activities Program Revenues	1,181,948	1,249,563	1,177,692	1,137,758	1,011,671
Business-type Activities					
Charges for Services					
Water Fund	739,266	582,549	454,483	436,402	399,460
Total Primary Government Program Revenues	1,921,214	1,832,112	1,632,175	1,574,160	1,411,131
Net (Expense) Revenues					
Governmental Activities	\$ (6,344,384)	(9,502,722)	(5,813,250)	(9,936,871)	(5,896,988)
Business-type Activities	(384,233)	(416,006)	(492,630)	(521,934)	(560,385)
Total Primary Government Net (Expense) Revenues	(6,728,617)	(9,918,728)	(6,305,880)	(10,458,805)	(6,457,373)

2009	2008	2007	2006	2005
2,229,476	2,199,340	1,977,372	1,863,664	2,049,387
3,145,844	3,065,582	3,030,263	2,768,578	2,881,119
1,038,590	983,078	914,498	858,214	756,895
248,734	260,259	255,513	276,360	244,479
151,343	85,683	102,454	83,810	90,823
6,813,987	6,593,942	6,280,100	5,850,626	6,022,703
973,434	1,064,488	974,095	1,700,354	960,336
7,787,421	7,658,430	7,254,195	7,550,980	6,983,039
626,108	675,441	620,719	659,725	550,670
287,798	184,763	173,700	122,105	79,585
1,055	805	590	810	85
1,007,502	160,712	131,053	310,723	112,077
1,922,463	1,021,721	926,062	1,093,363	742,417
513,127	385,964	401,294	396,560	375,394
2,435,590	1,407,685	1,327,356	1,489,923	1,117,811
(4,891,524)	(5,572,221)	(5,354,038)	(4,757,263)	(5,280,286)
(460,307)	(678,524)	(572,801)	(1,303,794)	(584,942)
(5,351,831)	(6,250,745)	(5,926,839)	(6,061,057)	(5,865,228)

CITY OF OAKBROOK TERRACE, ILLINOIS

Financial Trends

Changes in Net Position (Cont.)

Last Ten Fiscal Years

	2014	2013	2012	2011	2010
General Revenues and Other Changes in Net Position					
Governmental Activities					
Taxes					
Property	\$ 931,324	904,905	892,921	864,369	851,496
Hotel/Motel	1,475,414	1,444,706	1,337,227	1,265,426	1,056,831
Sales and Use	3,694,912	3,639,381	3,212,396	3,168,498	3,020,021
Income	203,794	201,914	180,803	165,873	189,512
Utility	924,907	932,446	1,553,565	1,092,287	1,055,029
Off-Track Betting and Amusement	414,395	464,363	219,367	245,964	321,156
Other	5,413	5,488	9,866	10,018	105,567
Unrestricted Investment Earnings	35,816	48,278	63,953	55,909	102,990
Miscellaneous	63,475	140,003	82,356	52,090	
Transfers		(27,594)			
Total Governmental Activities	7,749,450	7,753,890	7,552,454	6,920,434	6,702,602
Business-type Activities					
Taxes					
Utility	474,542	464,781			
Off-Track Betting			259,816	312,422	312,627
Unrestricted Investment Earnings	151	179	89	165	3,044
Miscellaneous					
Transfers		27,594			
Total Business-type Activities	474,693	492,554	259,905	312,587	315,671
Total Primary Government	8,224,143	8,246,444	7,812,359	7,233,021	7,018,273
Change in Net Position					
Governmental Activities	\$ 1,405,066	(1,748,832)	1,739,204	(3,016,437)	805,614
Business-type Activities	90,460	76,548	(232,725)	(209,347)	(244,714)
Total Primary Government Change in Net Position	1,495,526	(1,672,284)	1,506,479	(3,225,784)	560,900

2009	2008	2007	2006	2005
798,947	774,650	738,935	719,276	639,681
1,313,207	1,638,875	1,510,296	1,284,872	1,176,270
3,350,023	4,044,886	3,762,986	2,605,061	1,927,020
202,550	216,697	198,376	177,909	149,917
1,119,084	1,196,044	1,214,516	1,123,015	1,181,040
286,261	259,766	293,025	289,095	286,626
56,648	52,122	49,360	45,168	286,626
202,274	351,156	300,893	89,834	50,099
	68,727	41,699	48,788	93,880
(5,399)	(493,621)	(71,651)		
7,323,595	8,109,302	8,038,435	6,383,018	5,791,159
304,030	389,649	439,538	433,643	429,939
20,117	53,564	80,943	18,930	15,320
			54,004	3,681
5,399	493,621			
329,546	936,834	520,481	506,577	448,940
7,653,141	9,046,136	8,558,916	6,889,595	6,240,099
2,432,071	2,537,081	2,684,397	1,625,755	510,873
(130,761)	258,310	(52,320)	(797,217)	(136,002)
2,301,310	2,795,391	2,632,077	828,538	374,871

CITY OF OAKBROOK TERRACE, ILLINOIS

Financial Trends

Fund Balances of Governmental Funds

Last Ten Fiscal Years

Fiscal Year	2014	2013	2012	2011	2010
Pre-GASB 54*					
General Fund					
Reserved					
Reserved for Prepaid Items				\$ 73,188	146,697
Reserved for Inventories				47,258	
Unreserved					
Undesignated				2,813,423	2,403,203
Total General Fund				<u>2,933,869</u>	<u>2,549,900</u>
All Other Governmental Funds					
Reserved					
Reserved for Prepaid Items, Reported In:					
Capital Improvement Funds				1,650	
Reserved for Advances, Reported In:					
Capital Projects Funds				114,747	233,389
Reserved for Business District, Reported In:					
Business District Fund				215,170	
Unreserved					
Undesignated, Reported In:					
Special Revenue Funds				453,357	439,166
Debt Service Funds				932	866
Capital Projects Fund				6,246,414	5,408,160
Total All Other Governmental Funds				<u>7,032,270</u>	<u>6,081,581</u>
Total All Governmental Funds				<u>9,966,139</u>	<u>8,631,481</u>
Post-GASB 54*					
General Fund					
Nonspendable					
Prepaid Items	\$ 121,216	218,118	170,937	73,188	
Inventories	38,701	39,465	48,856	47,258	
Restricted for					
DUI Equipment	55,092	133,647	77,322	74,710	
Committed to					
Storm Water Best Management Practice Fee	316				
Unassigned	4,980,150	4,195,393	3,437,540	2,738,713	
Total General Fund	<u>5,195,475</u>	<u>4,586,623</u>	<u>3,734,655</u>	<u>2,933,869</u>	
All Other Governmental Funds					
Nonspendable					
Prepaid Items				1,650	
Advances	70,593	99,747	109,747	114,747	
Restricted for					
Business District	1,351	342,507	87,079	215,170	
Maintenance of Roadways	423,333	422,066	468,497	453,357	
Debt Service	549,952	154,568	1,417	932	
Committed to					
Capital Improvements	7,018,444	7,754,812	6,959,377	6,218,854	
Assigned to					
Capital Projects			27,587	27,560	
Total All Other Governmental Funds	<u>8,063,673</u>	<u>8,773,700</u>	<u>7,653,704</u>	<u>7,032,270</u>	
Total All Governmental Funds	<u>13,259,148</u>	<u>13,360,323</u>	<u>11,388,359</u>	<u>9,966,139</u>	

* The City implemented GASB 54, Fund Balance and Governmental Fund Type Definitions, in FY 2012. FY 2011 has been recalculated for comparison purposes.

2009	2008	2007	2006	2005
158,156	139,097	84,727	100,735	73,665
2,471,416	3,021,372	3,267,641	2,789,029	2,230,294
2,629,572	3,160,469	3,352,368	2,889,764	2,303,959
233,389	334,000	450,000		
446,509	423,561	382,450	301,886	247,554
795	685	486		
7,428,542	4,396,154	2,829,283	2,119,802	1,319,243
8,109,235	5,154,400	3,662,219	2,421,688	1,566,797
10,738,807	8,314,869	7,014,587	5,311,452	3,870,756

CITY OF OAKBROOK TERRACE, ILLINOIS

Financial Trends

Changes in Fund Balance and Percentage of Debt Service to
Noncapital Expenditures of Governmental Funds

Last Ten Fiscal Years

Fiscal Year	2014	2013	2012	2011	2010
Revenues					
Taxes	\$ 5,440,689	5,402,307	5,532,706	4,973,237	4,685,057
Intergovernmental	2,297,431	2,291,700	1,974,959	1,907,372	1,892,932
Charges for Services	45,743	64,715	68,487	106,232	28,140
Fines and Forfeitures	371,837	354,200	355,087	420,588	290,467
Fees, Licenses & Permits	589,650	629,869	574,476	462,675	419,880
Investment Income	35,816	48,278	63,953	55,909	102,989
Miscellaneous	150,232	239,978	160,478	132,180	270,808
Total Revenues	8,931,398	9,031,047	8,730,146	8,058,193	7,690,273
Expenditures					
General Government	1,607,455	5,567,822	1,773,455	5,920,592	1,916,286
Public Safety	3,774,995	3,404,047	3,399,733	3,262,270	3,353,372
Public Services	618,875	541,423	566,274	538,731	630,563
Tourism	259,324	232,400	228,438	209,778	240,097
Capital Outlay	2,059,131	578,538	439,030	231,173	2,502,208
Debt Service					
Principal	405,000	200,000	520,000	465,000	872,683
Interest and Issuance Costs	393,859	420,717	380,996	323,137	282,390
Total Expenditures	9,118,639	10,944,947	7,307,926	10,950,681	9,797,599
Excess (Deficiency) of Revenues over Expenditures	(187,241)	(1,913,900)	1,422,220	(2,892,488)	(2,107,326)
Other Financing Sources (Uses)					
Bond Proceeds	3,695,000	3,910,000		4,255,000	
Premium (Discount) on Bonds	138,604	3,458		(27,854)	
Payment to Refunded Bond Escrow Agent	(3,747,538)				
Transfers In	341,161		284,098		
Transfers Out	(341,161)	(27,594)	(284,098)		
Total Other Financing Sources (Uses)	86,066	3,885,864	-	4,227,146	-
Net Change in Fund Balance	(101,175)	1,971,964	1,422,220	1,334,658	(2,107,326)
Debt Service as a Percentage of Noncapital Expenditures					
Total Expenditures	\$ 9,118,639	10,944,947	7,307,926	10,950,681	9,797,599
Less Capital Outlay	(1,483,821)	(560,426)	(367,031)	(150,387)	(2,353,199)
Net Noncapital Expenditures	7,634,818	10,384,521	6,940,895	10,800,294	7,444,400
Total Debt Service	\$ 798,859	620,717	900,996	788,137	1,155,073
Percentage of Debt Service to Noncapital Expenditures	10.46%	5.98%	12.98%	7.30%	15.52%

2009	2008	2007	2006	2005
5,101,806	5,852,828	5,591,429	4,009,889	3,333,417
2,945,767	2,490,924	2,307,118	2,545,230	2,189,014
137,560	171,929	77,370	97,968	134,998
304,648	198,513	173,700	122,105	79,585
411,601	430,229	473,434	562,567	415,757
202,274	382,993	314,405	89,834	50,099
150,855	149,111	127,138	61,789	93,879
9,254,511	9,676,527	9,064,594	7,489,382	6,296,749
2,239,643	2,176,125	1,975,590	1,793,292	1,965,642
3,245,716	3,131,380	3,104,227	2,792,027	2,767,224
671,848	665,446	670,079	572,668	550,349
248,734	260,259	254,793	276,360	244,479
4,922,916	1,702,874	1,209,570	223,267	443,913
366,790	350,650	340,080	304,462	293,940
129,527	89,511	95,961	86,610	93,523
11,825,174	8,376,245	7,650,300	6,048,686	6,359,070
(2,570,663)	1,300,282	1,414,294	1,440,696	(62,321)
5,000,000				
(5,399)	600,000	288,841		19,963
	(600,000)			(19,963)
4,994,601	-	288,841	-	-
2,423,938	1,300,282	1,703,135	1,440,696	(62,321)
11,825,174	8,376,245	7,650,300	6,048,686	6,359,070
(4,831,961)	(1,551,794)	(1,239,005)	(223,267)	(443,913)
6,993,213	6,824,451	6,411,295	5,825,419	5,915,157
496,317	440,161	436,041	391,072	387,463
7.10%	6.45%	6.80%	6.71%	6.55%

REVENUE CAPACITY

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Taxable Sales by Category (in thousands)

Last Ten Calendar Years

(See Following Page)

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Taxable Sales by Category (in thousands)

Last Ten Calendar Years

Calendar Year	2013*	2012	2011	2010	2009
General Merchandise, Manufacturers, Lumber, Building and Hardware**	\$ 401,336	437,041	464,655	422,062	369,343
Food	339,224	260,522	65,996	67,456	121,756
Drinking and Eating Places	479,582	458,629	425,351	433,173	447,020
Apparel	106,991	99,792	88,608	70,272	73,547
Furniture, Household and Radio	60,561	55,238	78,295	34,297	25,412
Automobile and Filling Stations	181,782	128,772	209,707	163,127	239,543
Drugs and Miscellaneous Retail	252,907	234,867	240,947	222,704	205,218
Agriculture and All Others	164,659	152,800	125,063	123,962	134,944
	<u>1,987,042</u>	<u>1,827,661</u>	<u>1,698,622</u>	<u>1,537,053</u>	<u>1,616,783</u>
City Statutorily Allocated Sales Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%
% Change from Prior Year	8.7%	7.6%	10.5%	-4.9%	-13.3%

*Taxable Sales information for calendar year 2013 is the most current available.

**For confidentiality purposes, the Illinois Department of Revenue will not segregate sales tax categories with less than four (4) taxpayers. Accordingly, the sales tax categories of General Merchandise, Manufacturers, Lumber, Building, and Hardware are combined on this report to protect the confidentiality of the individual taxpayers.

Sales Tax is imposed on a seller's receipts from sales of tangible personal property for use or consumption. Tangible personal property does not include real estate, stocks, bonds and other "paper" assets representing an interest. The above-referenced Sales Tax categories are determined by the State of Illinois.

Data Source

Illinois Department of Revenue

2008	2007	2006	2005	2004
459,793	502,930	538,700	569,098	519,569
156,031	171,359	169,533	170,883	168,171
531,163	559,055	473,457	373,373	353,680
107,551	158,546	145,539	127,095	125,199
24,336	34,902	27,039	16,198	24,286
156,576	170,496	150,427	140,637	119,588
242,780	261,824	315,768	273,715	214,913
186,215	201,260	185,774	320,832	257,454
<u>1,864,445</u>	<u>2,060,372</u>	<u>2,006,237</u>	<u>1,991,831</u>	<u>1,782,860</u>
1.00%	1.00%	1.00%	1.00%	1.00%
-9.5%	2.7%	0.7%	11.7%	19.1%

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Direct and Overlapping Sales Tax Rates

Last Ten Fiscal Years

Issuing Body	2014	2013	2012	2011	2010
DIRECT (Locally Imposed):					
City of Oakbrook Terrace	1.00%	1.00%	1.00%	1.00%	1.00%
OVERLAPPING (State Imposed):					
State of Illinois	5.00%	5.00%	5.00%	5.00%	5.00%
DuPage County	0.25%	0.25%	0.25%	0.25%	0.25%
DuPage Water Commission (2)	0.25%	0.25%	0.25%	0.25%	0.25%
Regional Transportation Authority	0.75%	0.75%	0.75%	0.75%	0.75%
City of Oakbrook Terrace	1.00%	1.00%	1.00%	1.00%	1.00%
Total Overlapping	7.25%	7.25%	7.25%	7.25%	7.25%
Total Sales Tax Rate	8.25%	8.25%	8.25%	8.25%	8.25%

(1) At the beginning of FY 06, the City Council chose to levy a Home Rule Sales Tax at the rate of 1%. Actual tax collections began January 1, 2006, as prescribed by law, and receipts started to arrive at the City at the end of April 2006.

(2) The DuPage Water Commission .25% sales tax expires in January of 2016.

Data Source

Illinois Department of Revenue

2009	2008	2007	2006 (1)	2005
1.00%	1.00%	1.00%	1.00%	0.00%
5.00%	5.00%	5.00%	5.00%	5.00%
0.25%	0.25%	0.25%	0.25%	0.25%
0.25%	0.25%	0.25%	0.25%	0.25%
0.75%	0.75%	0.25%	0.25%	0.25%
1.00%	1.00%	1.00%	1.00%	1.00%
7.25%	7.25%	6.75%	6.75%	6.75%
8.25%	8.25%	7.75%	7.75%	6.75%

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Levy Years

Levy Year	Residential		Commercial		Total Assessed Value	Ratio of Assessed Value to Estimated Actual Value	Estimated Actual Value	City Property Tax Rate*
	Amount	% of Total Assessed Value	Amount	% of Total Assessed Value				
2013	\$ 45,777,905	20.3%	179,296,420	79.7%	225,074,325	0.333	675,222,975	0.4035
2012	49,161,778	20.0%	197,050,540	80.0%	246,212,318	0.333	738,636,954	0.3605
2011	53,400,690	19.6%	219,134,990	80.4%	272,535,680	0.333	817,607,040	0.3149
2010	58,533,231	20.4%	228,323,960	79.6%	286,857,191	0.333	860,571,573	0.2946
2009	62,848,899	19.9%	252,284,690	80.1%	315,133,589	0.333	945,400,767	0.2606
2008	63,014,624	18.8%	272,148,310	81.2%	335,162,934	0.333	1,005,488,802	0.2409
2007	57,838,710	17.6%	270,538,000	82.4%	328,376,710	0.333	985,130,130	0.2300
2006	53,507,116	17.0%	261,771,530	83.0%	315,278,646	0.333	945,835,938	0.2456
2005	49,823,180	15.9%	264,040,920	84.1%	313,864,100	0.333	941,592,300	0.2216
2004	45,608,013	14.6%	266,328,660	85.4%	311,936,673	0.333	935,810,019	0.2306

*Property tax rates are per \$100 of assessed valuation.

Property in the City is reassessed each year.

Data Source

Office of DuPage County Clerk

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Property Tax Rates - Direct and Overlapping Governments

Last Ten Levy Years

(See Following Page)

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Property Tax Rates - Direct and Overlapping Governments

Last Ten Levy Years

Tax Levy Year	2013	2012	2011	2010	2009
Fiscal Year	2015	2014	2013	2012	2011
DIRECT					
General	0.0674	0.1202	0.1265	0.1152	0.1040
Police Pension	0.3361	0.2403	0.1884	0.1794	0.1566
Special Service Area	0.0000	0.0000	0.0000	0.0000	0.0000
Debt Service	0.0000	0.0000	0.0000	0.0000	0.0000
Total Direct Rate	0.4035	0.3605	0.3149	0.2946	0.2606
OVERLAPPING					
DuPage County	0.2040	0.1929	0.1773	0.1659	0.1554
DuPage County Forest Preserve District	0.1657	0.1542	0.1414	0.1321	0.1217
DuPage Airport Authority	0.0178	0.0168	0.0169	0.0158	0.0148
DuPage County Spc Svc 25	1.2901	1.3237	1.2251	1.1519	1.0693
Oakbrook Terrace Spc Svc 2	1.4099	1.1872	1.0779	0.8668	0.7636
Oakbrook Terrace Park District	0.5530	0.4999	0.4361	0.3896	0.3625
Oakbrook Terrace Fire District	0.7723	0.6972	0.6303	0.5949	0.5274
York Center Fire	0.9215	0.8092	0.7792	0.7935	0.7083
York Center Park District	0.5394	0.5002	0.4285	0.3924	0.3574
York Township	0.1017	0.0928	0.0410	0.0737	0.0660
Grade School District 45	3.8736	3.5426	3.0664	2.7675	2.5046
Grade School District 48	1.5030	1.3681	1.2157	1.1208	1.0017
High School District 88	2.4373	2.1984	1.8332	1.6616	1.4795
College DuPage 502	0.2956	0.2681	0.2495	0.2349	0.2127

Rates are per \$100 of assessed valuation.

Special service area is not based on assessed value.

The purpose of this overlapping property tax rates schedule is to present comparative rate data for other governmental bodies that extend rates against the City's revenue base, so that a sense of "overall" property tax burden on the City's taxpayers may be determined. However, different overlapping governmental rates may apply for individual parcels, dependent upon each individual parcel's geographic location within the City.

Data Source

Office of DuPage County Clerk

2008	2007	2006	2005	2004
2010	2009	2008	2007	2006
0.0937	0.0863	0.0889	0.0884	0.0858
0.1472	0.1437	0.1420	0.1332	0.1263
0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0147	0.0000	0.0185
0.2409	0.2300	0.2456	0.2216	0.2306
0.1557	0.1651	0.1713	0.1797	0.1850
0.1206	0.1187	0.1303	0.1271	0.1358
0.0160	0.0170	0.0183	0.0198	0.0213
1.0637	1.1589	1.2868	1.4276	1.4277
0.7363	0.7035	0.8036	0.6778	0.0000
0.3435	0.3410	0.3465	0.3394	0.3484
0.4983	0.4896	0.5222	0.5091	0.5066
0.6918	0.6927	0.5222	0.6633	0.5537
0.3448	0.3458	0.3499	0.3570	0.3393
0.0644	0.0654	0.0679	0.0695	0.0699
2.4611	2.5297	2.6579	2.7330	2.7835
0.9561	0.9487	0.9967	2.7330	2.7835
1.4323	1.4395	1.3795	1.4137	1.4368
0.1858	0.1888	0.1929	0.1874	0.1972

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Principal Property Taxpayers

Prior Fiscal Year and Ten Years Ago

Assessed Valuation Year Taxpayer	2013			2003 *		
	Equalized Assessed Valuation	Rank	Percentage of Total City Equalized Assessed Valuation	Equalized Assessed Valuation	Rank	Percentage of Total City Equalized Assessed Valuation
Oakbrook Terrace Tower	\$ 30,511,320	1	13.56%	35,362,650	1	
Versailles North Association	17,860,230	2	7.94%			
Mid America Plaza	12,936,030	3	5.75%			
Commonwealth Edison	7,452,230	4	3.31%	8,609,490	9	
Park View Plaza	7,104,310	5	3.16%			
Parkway Bank & Trust	7,403,860	6	3.29%			
Joint Commission	5,031,290	7				
Oakbrook Terrace Corporate Center III	4,854,410	8	2.16%	8,352,490	10	
Northern Trust	3,424,470	9				
Regency Place	4,035,220	10				
Reef Management Company				19,274,940	2	
Glaser Financial Corp.				18,346,670	3	
Teachers Insurance				13,421,150	4	
Cstone Oakbrook Inc.				13,171,150	5	
Axion Real Estate Management				11,308,390	6	
Two Lincoln Center				11,258,210	7	
Robert Krilich				9,573,990	8	
Totals	100,613,370		44.70%	148,679,130		48.99%
City Equalized Assessed Value	\$ 225,074,325		100.00%	303,498,823		100.00%

* Nine years ago or 2004 not available

Data Source

DuPage County Clerk's Office

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Retailers' Occupation, Service Occupation and Use Tax

Last Ten Fiscal Years

Fiscal Year	State Sales Tax Distributions	Annual Change	
		Amount	Percentage
2014	\$ 3,647,206	49,869	1.39%
2013	3,597,337	382,596	11.90%
2012	3,214,741	46,242	1.46%
2011	3,168,499	148,478	4.92%
2010	3,020,021	(335,068)	-9.99%
2009	3,355,089	(657,548)	-16.39%
2008	4,012,637	253,187	6.73%
2007	3,759,450	1,349,919	56.02%
2006	2,409,531	537,058	28.68%
2005	1,872,473	270,157	16.86%

Data Source

Illinois Department of Revenue

CITY OF OAKBROOK TERRACE, ILLINOIS

Revenue Capacity

Property Tax Levies and Collections

Last Ten Fiscal Years

Tax Levy Year Fiscal Year Collected	2013 2015	2012 2014	2011 2013	2010 2012
Equalized Assessed Valuation	\$ 225,074,325	246,212,318	272,535,680	286,857,191
General Tax Levy Extension	151,700	295,947	344,758	330,459
Police Pension Tax Levy Extension	756,475	591,648	513,457	514,622
Special Service Area Tax Levy Extension	45,381	46,392	47,376	48,352
Debt Service Tax Levy Extension				
Total Tax Levy Extension	953,556	933,987	905,591	893,433
Total Tax Collections (2)	(1)	931,324	904,828	892,992
Percent of Total Tax Collections to Total Tax Levy Extension		99.71%	99.92%	99.95%

(1) 2013 Tax Levy to be collected in Fiscal Year 2015.

Property in the City is reassessed each year. Property is assessed at 33% of actual value.

Data Source

City Records

2009 2011	2008 2010	2007 2009	2006 2008	2005 2007	2004 2006
315,133,589	335,162,934	328,376,710	315,278,646	313,864,100	311,936,673
327,739	314,048	283,389	280,283	277,456	267,642
493,499	493,360	471,877	447,696	418,067	393,976
44,066	44,821	45,573	46,296	42,538	
					57,708
865,304	852,229	800,839	774,275	738,061	719,326
863,557	851,497	798,947	774,250	737,825	719,276
99.80%	99.91%	99.76%	100.00%	99.97%	99.99%

DEBT CAPACITY

CITY OF OAKBROOK TERRACE, ILLINOIS

Debt Capacity

Outstanding Debt by Type

Last Ten Fiscal Years

(See Following Page)

CITY OF OAKBROOK TERRACE, ILLINOIS

Debt Capacity

Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-type Activities		
	General Obligation Bonds	Special Service Area Bonds	Installment Contract Payable	General Obligation Bonds	Special Service Area Bonds	Installment Contract Payable
2014	\$ 12,270,000	425,000		1,930,000		
2013	12,275,000	450,000		2,075,000		
2012	8,540,000	475,000		2,185,000		
2011	9,035,000	500,000		2,280,000		
2010	5,225,000	520,000		2,370,000		
2009	6,050,000	540,000	27,863	2,435,969		
2008	1,370,000	560,000	54,473	2,735,000		39,575
2007	1,675,000	580,000	80,123	2,945,000		58,925
2006	1,970,000		105,203	3,145,000	600,000	77,845
2005	2,250,000		129,665	3,335,000		96,335

A brief description of the City's outstanding debt may be found in the paragraphs below.

In **2006**, the City issued \$600,000 of special service area unlimited ad valorem special tax bonds to provide a potable water supply and distribution for several office buildings.

In **2008**, the City issued \$5.0 million of general obligation debt to finance the new Public Services Facility.

In **2010**, the City issued \$1.3 million in general obligation debt to re-finance a portion of the 2003 refunding of the Water Fund's 1997 bond series. The refinance was completed to improve cash flow in the Water Fund.

In **2010**, the City issued \$3.9 million in general obligation debt and \$325,000 in taxable business district bonds to provide an economic stimulus for the redevelopment of the Oakbrook Terrace Square Shopping Center.

In **2012**, the City issued \$2.8 million in general obligation debt and \$1.1 million in taxable business district bonds to provide the final economic stimulus payment for the redevelopment of the Oakbrook Terrace Square Shopping Center.

In **2014**, the City issued Series 2013 General Obligation (Refunding) Bonds to partial refund Series 2008 General Obligation (Building) Bonds and resulted in lower interest rate and achieved cost savings of \$210,708.

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

Data Source

City Records

Total Outstanding Debt of Primary Government	Total Outstanding Debt as a Percentage of Personal Income*	Total Outstanding Debt Per Capita*
14,625,000	17.67%	6,853
14,800,000	17.88%	6,935
11,200,000	13.53%	5,248
11,815,000	11.58%	5,137
8,115,000	7.96%	3,528
9,053,832	8.89%	3,945
4,759,048	4.66%	2,069
5,339,048	5.23%	2,321
5,898,048	5.78%	2,564
5,811,000	5.70%	2,527

CITY OF OAKBROOK TERRACE, ILLINOIS

Ratio of Net General Obligation Bonded Debt to Assessed Value
and Net General Obligation Bonded Debt Per Capita

Last Ten Levy Years

Tax Levy Year	2014	2013	2012	2011
Population (1)	2,134	2,134	2,134	2,134
Assessed Value (2)	\$ 225,074,325	246,212,318	272,535,680	286,857,191
Gross General Obligation Bonded Debt (Tax Supported Debt Only) (3)	12,270,000	12,275,000	8,540,000	9,035,000
Less: Debt Service Funds (3)	549,952	154,568	1,417	932
Net General Obligation Bonded Debt	11,720,048	12,120,432	8,538,583	9,034,068
Ratio of Net General Obligation Bonded Debt to Assessed Value	5.21%	4.92%	3.13%	3.15%
Net General Obligation Bonded Debt Per Capita	5,492.06	5,679.68	4,001.21	4,233.40

Data Source

- (1) U.S. Department of Commerce, Bureau of Census
- (2) Office of the County Clerk
- (3) City Records

2010	2009	2008	2007	2006	2005
2,300	2,300	2,300	2,300	2,300	2,300
315,133,589	335,162,934	328,376,710	315,278,646	313,864,100	311,936,673
5,225,000	6,050,000	1,370,000	1,675,000	1,970,000	2,250,000
866	795	685	486		
5,224,134	6,049,205	1,369,315	1,674,514	1,970,000	2,250,000
1.66%	1.80%	0.42%	0.53%	0.63%	0.72%
2,271.36	2,630.09	595.35	728.05	856.52	978.26

CITY OF OAKBROOK TERRACE, ILLINOIS

Schedule of Direct and Overlapping Debt - General Obligation Debt

April 30, 2014

	(1) Gross Debt	(2) Percentage of Debt Applicable to City of Oakbrook Terrace	(3) City of Oakbrook Terrace Share of Debt
City of Oakbrook Terrace	<u>\$ 12,695,000</u>	100.00%	<u>12,695,000</u>
Other Governments			
Grade School District 45	27,847,592	8.21%	2,286,287
High School District #88	116,650,000	9.29%	10,836,785
College of DuPage 502	260,980,000	0.75%	1,957,350
DuPage County	255,550,000	0.72%	1,839,960
Forest Preserve	235,078,071	0.72%	1,692,562
Oakbrook Terrace Park District	720,000	70.06%	504,432
York Center Park District	<u>780,000</u>	25.61%	<u>199,758</u>
	<u>897,605,663</u>		<u>19,317,134</u>
Total Other Governments	<u>\$ 910,300,663</u>		<u>32,012,134</u>

(1) Amount includes general obligation/alternate revenue bonds series.

(2) Determined by ratio of assessed value of property in City of Oakbrook Terrace subject to taxation to property subject to taxation in the government unit noted above.

(3) Amount in column (1) multiplied by amount in column (2).

Source: (1) DuPage County Clerk

(2) Overlapping debt percentages based upon 2011 EAV

Data Source

DuPage County Clerk - 2008 EAV and
Taxing District's Most Recent Financial Statements

CITY OF OAKBROOK TERRACE, ILLINOIS

Debt Capacity

Schedule of Legal Debt Margin

April 30, 2014

The City is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of legal debt margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentage of the assessed value of its taxable property [...] (3) if its population is 25,000 or less, an aggregate of one-half percent. Indebtedness which is outstanding on the effective date of this constitution (July 1, 1971) or which is thereafter approved by referendum or assumed from another unit of local government shall not be included in the foregoing percentage amounts."

To date the General Assembly has set no debt limits for home rule municipalities.

DEMOGRAPHIC AND ECONOMIC INFORMATION

CITY OF OAKBROOK TERRACE, ILLINOIS

Demographic and Economic Information

Demographic and Economic Statistics

Last Ten Fiscal Years

The following table shows the eleven year trend in population, personal income and per capita personal income for the City, as well as average annual unemployment rates for the City, DuPage County and the State of Illinois.

Fiscal Year	Population (1)	Estimated Total Personal Income of Population (2)	Per Capita Personal Income (2)	Unemployment Rates (3)		
				City of Oakbrook Terrace	DuPage County	State of Illinois
2014	2,134	\$ 86,074,890	40,335	NA	6.4%	8.1%
2013	2,134	82,769,100	38,786	8.4%	7.5%	9.2%
2012	2,134	82,769,100	38,786	1.7%	7.3%	8.9%
2011	2,134	82,769,100	38,786	1.8%	8.0%	9.7%
2010	2,134	94,632,230	44,345	1.9%	8.5%	10.4%
2009	2,300	101,993,500	44,345	1.9%	8.4%	10.1%
2008	2,300	101,993,500	44,345	1.1%	5.0%	6.4%
2007	2,300	101,993,500	44,345	0.8%	3.8%	5.1%
2006	2,300	101,993,500	44,345	0.7%	3.4%	4.6%
2005	2,300	101,993,500	44,345	1.0%	4.7%	5.8%

The U.S. Department of Commerce, Bureau of Census defines personal income as a measure of income received from all sources by residents of the City during a calendar year.

Data Source:

- (1) U.S. Census Bureau data based upon 2010 & 2000 Census
- (2) 2011 & 2012 Information based upon 2010 Census Bureau & American Fact Finder Database for Aggregate Household Income (2010).
- (3) Illinois Department of Employment Security and Bureau of Labor Statistics. The 2013 rates are based upon the average from January through July 2014.
- (4) The DuPage County and State of Illinois unemployment rates are not seasonally adjusted.

CITY OF OAKBROOK TERRACE, ILLINOIS

Demographic and Economic Information

Principal City Employers

Current Fiscal Year and Twelve Years Ago

Following are the largest employers located within the City for the calendar year, with comparative data for 2002.

Employer	Product/Service	2014			2002		
		Rank	Approximate Employment (1)	Percent of Total City Population	Rank	Approximate Employment (2)	Percent of Total City Population
Redbox Automated Retail, LLC	Rental and Leasing Services	1	800	19.3%			
Salem Group	Full Service Temporary and Contract Staffing Services Corporate Headquarters	2	750	18.1%	5	200	8.7%
Joint Commission on Accreditation of Health Care Organizations	Health Care Facility Accreditation Agency	3	500	12.1%	2	650	28.3%
Crowe Horwath, LLP	Accounting	4	500	12.1%			
Computer Sciences Corp. Consulting Group	Computer and Management Consultants	5	450	10.9%			
Experis	Project Implementation & Management Services	6	325	7.9%			
Invesco LTD.	Investment Services	7	250	6.0%			
Graycor	Industrial Buildings and Warehouses	8	225	5.4%			
Safeway Services LLC.	Construction and Mining Equipment	9	180	4.4%	6	180	7.8%
CVM Solutions	Computer Programming Services	10	155	3.7%			
Total			<u>4,135</u>			<u>1,030</u>	

Data Source

- (1) 2014 Illinois Manufacturers Directory, 2014 Illinois Services Directory and a selective telephone survey.
- (2) 2002 Illinois Manufacturers Directory, 2002 Illinois Services Directory and a selected telephone survey.

OPERATING INFORMATION

CITY OF OAKBROOK TERRACE, ILLINOIS

Operating Information

Operating Indicators

Last Ten Fiscal Years

(See Following Page)

CITY OF OAKBROOK TERRACE, ILLINOIS

Operating Information

Operating Indicators

Last Ten Fiscal Years

Function/Program	2014	2013	2012
General Government			
Building and Zoning			
Permits Issued	280	260	274
Inspections Conducted	875	500	409
Business Licenses Issued	397	352	313
Complaints/Service Requests Responded To	171	137	30
Vehicle Maintenance			
General Government Equipment Repairs	550	542	515
Utilities Equipment Repairs	158	151	147
Public Safety - Police			
Traffic Collision Investigations	410	397	421
Administrative Tows (first collected January 2010)	342	253	217
Incident Investigations	834	788	787
Traffic Citations	4,205	3,672	3,531
Parking Citations	537	290	309
Arrests	605	523	561
Highways and Streets			
Street Repairs - Tons of Asphalt Spread	40	35	25
Sidewalk Repairs - Cubic Yards of Concrete Poured	50	70	60
Snow and Ice Control/Plowed Miles	9,944	6,315	5,500
Snow and Ice Control/Salted Miles	3,860	3,000	2,500
Number of Street Signs Replaced	65	30	34
Public Services			
Waterworks and Sewerage Systems			
Number of Metered Customers	538	523	517
Number of Non-metered Customers	0	N/A	N/A
Number of Customers using Both Water and Sewer at End of Year	538	523	517
Number of Customers using Water Only at End of Year	538	523	517
Number of Customers using Sewer Only at End of Year	N/A	N/A	N/A
Number of Customers served by Water System at End of Year	538	523	517
Number of Customers served by Sewer System at End of Year	N/A	N/A	N/A
Maximum Daily Pumping Capacity (MGD)*	0.500	0.500	0.500
Average Daily Pumpage (MGD)	0.185	0.178	0.161
Gallons of Water Purchased (MGD)	67,525,000	65,148,000	58,765,000
Gallons of Water Pumped (MG)**	67,525,000	65,148,000	58,765,000
Gallons of Water Sold (Billed) (MG)	60,955,000	58,400,000	53,655,000
Total Gallons Received at Water Reclamation Facility (MGD)	N/A	N/A	N/A
Users Discharging Non-domestic and Industrial Wastes and Volumes of Wastes Discharged	N/A	N/A	N/A

* MGD = million gallons per day

** MG = million gallons

N/A - Not available

Data Source

City Records

2011	2010	2009	2008	2007	2006	2005
210	193	231	228	295	254	269
402	334	531	568	849	691	584
301	343	320	350	342	325	323
39	42	45	42	38	52	107
416	990	812	600	652	686	694
111	202	193	73	93	78	86
400	419	511	584	475	638	615
324	115					
857	726	763	661	543	540	479
4,484	3,974	5,679	4,291	3,514	4,149	2,768
364	389	498	603	667	887	299
608	619	811	443	409	427	287
22	20	15	26	225	250	150
30	10	8	50	57	831	
4,856	3,147	4,327	3,400	1,544	2,316	2,779
2,428	1,600	1,950	565	62	115	115
35	26	13	15	14	18	16
510	509	509	511	503	485	485
N/A						
510	509	509	511	503	485	478
510	509	509	511	503	485	478
N/A						
510	509	509	511	503	485	478
N/A						
0.500	0.500	0.500	0.500	0.500	0.500	0.500
0.175	0.180	0.178	0.167	0.165	0.146	0.150
63,799,000	65,827,000	65,021,000	61,000,000	60,131,000	53,132,000	54,734,000
63,799,000	65,827,000	65,021,000	61,000,000	60,131,000	53,132,000	54,734,000
52,450,000	51,913,000	49,252,000	54,000,000	52,131,000	47,818,000	49,260,600
N/A						
N/A						

CITY OF OAKBROOK TERRACE, ILLINOIS

Operating Information

Ten Largest Consumers - Waterworks and Sewerage Systems

Current Fiscal Year and Ten Years Ago

Property	2014		2004	
	Rank	Total Consumption in Million Gallons	Rank	Total Consumption in Million Gallons
Lincoln Property	1	7,790,000	1	8,390,000
Regency Place	2	4,508,000		
Pete's Fresh Market	3	3,395,000		
Staybridge Suites	4	3,374,000	2	6,712,000
Commonwealth Edison	5	2,760,000	3	6,540,000
Comfort Suites	6	2,681,000	7	3,788,000
Redstone American Grill	7	2,552,000		
Courtyard by Marriot	8	2,013,000		
Oakbrook Terrace Square	9	1,619,000		
Gullivers Restaurant	10	1,095,000	5	6,181,000
		31,787,000		31,611,000

Data Source

City Records

CITY OF OAKBROOK TERRACE, ILLINOIS

Operating Information

Full-Time Equivalent Employees

Last Ten Fiscal Years

(See Following Page)

CITY OF OAKBROOK TERRACE, ILLINOIS

Operating Information

Full-Time Equivalent Employees

Last Ten Fiscal Years

Function/Program	2014	2013	2012	2011
General Government				
Executive Management	2.00	2.00	3.00	3.00
Finance	1.90	2.00	2.00	2.00
Legislative	0.5	0.50	0.50	0.50
Special Events	0.70	0.70	0.50	0.50
Total General Government	5.10	5.20	6.00	6.00
Public Safety				
Police				
Sworn	20.0	19.00	20.00	20.00
Non Sworn	5.10	5.10	4.60	4.60
Total Public Safety	25.10	24.10	24.60	24.60
City Services				
Building & Zoning	1.500	2.50	2.50	2.88
Public Works	4.060	4.06	4.06	4.06
Utilities	2.900	2.90	3.00	3.00
Total City Services	8.46	9.46	9.56	9.94
Total City	38.66	38.76	40.16	40.54

Data Source

City Records

2010	2009	2008	2007	2006	2005
3.00	3.50	3.50	3.50	3.50	2.50
2.00	2.50	2.50	2.50	2.50	3.50
0.50	0.50	1.00	1.00	1.00	1.00
0.50	0.50	0.50	0.50	0.50	0.57
6.00	7.00	7.50	7.50	7.50	7.57
20.00	22.00	22.00	21.00	21.00	20.00
4.60	4.60	4.44	4.10	4.04	3.65
24.60	26.60	26.44	25.10	25.04	23.65
2.88	3.16	3.16	2.87	2.06	2.17
4.06	4.31	4.56	4.46	4.54	4.94
3.00	2.75	3.00	3.00	3.00	3.00
9.94	10.22	10.72	10.33	9.60	10.11
40.54	43.82	44.66	42.93	42.14	41.33

CITY OF OAKBROOK TERRACE, ILLINOIS

Operating Information

Capital Asset Statistics

Last Ten Fiscal Years

Function/Program	2014	2013	2012	2011
General Government				
Building and Zoning Vehicles				
Building and Grounds Vehicles	N/A	N/A	N/A	N/A
Engineering Vehicles	N/A	N/A	N/A	N/A
Equipment Maintenance Vehicles	5	5	5	4
Public Safety - Police				
Vehicles				
Squad Cars (marked)	7	8	8	7
Squad Cars (unmarked)	8	8	8	7
Highways and Streets				
Streets (lane miles)	75	75	77	77
Right-of-ways (miles)	153	153	155	155
Traffic Signals	1	1	1	1
Public Services				
Stormwater Systems				
Stormwater Mains (miles)	138	138	138	138
Waterworks and Sewerage Systems				
Vehicles	5	3	3	3
Water Mains (miles)	14	13	13	12
Sanitary Sewers (miles)	N/A	N/A	N/A	N/A
Sanitary Sewer Lift Stations	N/A	N/A	N/A	N/A

N/A - Not available

Data Source

City Records

2010	2009	2008	2007	2006	2005
N/A	N/A	N/A	1	1	1
N/A	N/A	N/A	N/A	N/A	N/A
4	4	4	4	4	4
7	6	6	6	6	6
7	7	7	6	6	5
77	77	77	77	77	77
155	155	155	155	155	155
1	1	1	1	1	1
138	138	138	138	138	138
3	3	3	3	3	3
12	12	12	12	9	9
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A

CITY OF OAKBROOK TERRACE, ILLINOIS

Operating Information

Surety Bonds of Principal Officials

April 30, 2014

Principal Official	Amount of Surety Bond
Mayor	\$ 50,000
City Clerk	50,000
City Administrator	50,000
Finance Director	100,000