

City of Oakbrook Terrace, Illinois



Comprehensive Annual Financial Report for the Fiscal Year Ended April 30, 2019

CITY OF OAKBROOK TERRACE, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
APRIL 30, 2019

Prepared by City of Oakbrook Terrace Finance Department
Amy Marrero, City Administrator

City of Oakbrook Terrace, Illinois
April 30, 2019

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Introductory Section

ELECTED OFFICIALS

Mayor
Alderman
Alderman
Alderman
Alderman
Alderman
Alderman
City Clerk

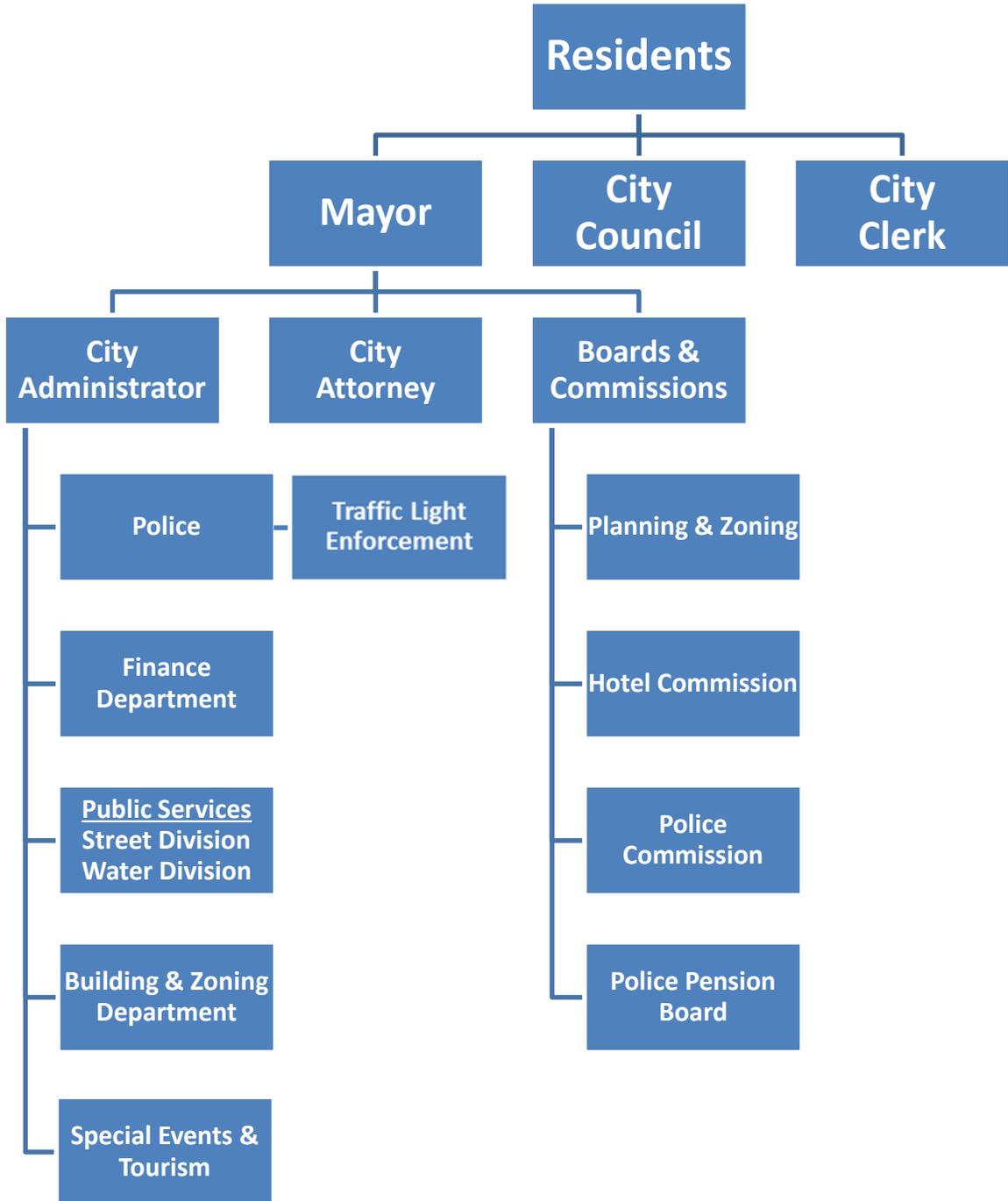
Tony Ragucci
Charlie Barbari
Paul Esposito
Dennis Greco
Robert Przychodni
Robert Rada
Frank Vlach
Michael Shadley

APPOINTED OFFICIALS

City Attorney
City Administrator
Police Chief
Building and Zoning Administrator
Public Services Director

Storino, Ramello, & Durkin
Amy Marrero
Casey Calvello
Mihaela Dragan
Craig Ward

**City of Oakbrook Terrace
Organization Chart
Fiscal Year Ended April 30, 2019**



Mayor
TONY RAGUCCI

City Clerk
MICHAEL SHADLEY

City Administrator
AMY MARRERO



CITY OF OAKBROOK TERRACE

17W275 BUTTERFIELD ROAD
OAKBROOK TERRACE, IL 60181
630-941-8300 FAX 630-617-0036

Alderman
Ward 1
CHARLIE BARBARI
PAUL ESPOSITO

Alderman
Ward 2
FRANK VLACH
DENNIS GRECO

Alderman
Ward 3
ROBERT PRZYCHODNI
ROBERT RADA

November 22, 2019

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, 2019. Illinois Compiled Statute numbered 65 ILCS5/8-8-3 requires the Finance Department to submit the audited financial statements to the City Council within six (6) months of the fiscal year-end. 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.

BKD, 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, 2019, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Oakbrook Terrace's financial statements for the fiscal year ended April 30, 2019 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 17 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 overnight population of 2,134, but has an estimated daytime population of 30,000 to 50,000. The City is home to numerous restaurants, retailers, six (6) hotels, entertainment venues, and over 4,000,000 square feet of office development.

The City Council sets policy through adopting ordinances, resolutions, and the annual budget. The Mayor and City Clerk are elected to 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, 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-nine (39) full-time employees, which includes eighteen (19) 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 into future fiscal years. Presented below are a listing, and a fiscal year 2019 progress report, of the major initiatives specified by the Council.

Develop Vacant Property and Encourage Businesses to Remain in Oakbrook Terrace

The City continues to attract major retailers and restaurant groups. Office Depot had their ribbon cutting in July 2018 and Brook's Kitchen & Tap opened in December 2018. Sara Lee now occupies two (2) floors at the Oakbrook Terrace Tower including a fully functional test kitchen. In March 2019, Stan's Donuts opened their first ever drive-through window at the corner of Butterfield and Midwest Roads. A new economic incentive agreement went into effect between the City and BP Amoco in June 2019. The sales tax rebate of \$238,000 will be issued over a 10 year period to cover the estimated costs of the water main extension to the gas station. In July 2019, Frankie's Deli was welcomed to the City. In the coming year, Lou Malnati's will be part of a three-phase project along 22nd Street.

Residential Safety

In an effort to keep residents safe, the City is looking into ways to alleviate thru traffic in the neighborhoods. There are several options that have been discussed, such as adding sidewalks, installing a gate, speed bumps, or no longer allowing traffic from Costco onto MacArthur. Christopher Burke Engineering installed traffic counters to capture data that accurately reflects the traffic patterns in the residential subdivision. The City adopted a Crime Free Rental Residential Housing Program. This program's purpose is to abate nuisance properties, deter crime and to maintain

a high quality of life and property values. If a tenant is involved in the commission of a crime, then the lease is breached and the landlord can evict the tenant.

Street Improvement Project

The street resurfacing project began in fiscal year 2019 and this first phase cost \$1,535,031. The project included milling off two inches of surface removal and then replacing it. Concrete and asphalt driveway aprons were also replaced on an as-needed basis. Phase I, which included resurfacing the main subdivision and the Westland's subdivision, was completed in fiscal year 2019. Phase II of the project, focuses more on the commercial areas including Spring Road, 14th, Trans Am, Frontage and a small portion of Blackstone. Phase II will be completed in the current fiscal year with an estimated cost of \$960,000. The resurfacing will also help resolve some of the street drainage and water run-off issues within the City.

Streambank Stabilization Project

Due to the severe erosion of the streambanks located in the residential subdivision, the City began the process to stabilize it in fiscal year 2019. The erosion is a natural process that occurs from heavy rainfalls and the removal of local protective vegetation. If the banks are not repaired, they will eventually come into the residential property. Some of the project costs may be offset with grants from DuPage County and the Illinois Environmental Protection Agency.

Midwest-Drennon Water Main Loop

This project will continue the water main through Dorothy Drennon Park to Eisenhower and finish the loop. The construction of this will eliminate a dead end water main and provide a valuable loop to the water distribution system that would allow the transmission of water from multiple directions. This will improve reliability during times of maintenance problems and improve water quality.

Water Capital Fund

Towards the end of fiscal year 2019, the City made a one-time transfer of \$500,000 from the General Fund to the Water Fund to finance future capital projects. The creation of this capital replacement fund will finance future repairs for the water system that is approaching 20 years old.

FINANCIAL POLICIES SIGNIFICANT IMPACT ON FINANCIAL STATEMENTS

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 2019 resulted in an unassigned fund balance of \$9,786,309, which represents 99.5% of General Fund budgeted revenues of \$9,835,009. Accordingly, the City continues to surpass the budget reserve criteria. Furthermore, the unassigned fund balance in the General Fund increased by \$1.21 million or 14% from the fiscal year 2018 amount.

Capital Asset Replacement

The City purchased two (2) new dump trucks, with plows, in order to maintain reliable and timely service within Public Services. The replacement and addition of these dump trucks will limit maintenance costs spent on breakdowns as well as promote department efficiency.

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. After paying off \$1,165,000 of Water Fund bonds in fiscal year 2019, the City has three (3) general obligation debt issues and one (1) special service area debt issue outstanding at year end. The City's total debt outstanding as of April 30, 2019 is \$9,995,000. There are no plans to issue new bonds.

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. The City eliminated a \$500 public hearing fee for single family residential variations related to improvements, but still require a \$200 fee to cover the legal notice publication costs.

Investment Policy

Safety of the principal is the foremost objective of the investment policy. The purpose of the investment policy is to also ensure the liquidity of investments so that the City can pay its bill on-time. Return on investment is of secondary importance compared to the safety and liquidity of the account. The City also has a tri-party collateralization agreement in place so that the fair market value of the City's investments will not be less than 110%. Collateralization is needed because the Federal Depository Insurance Corporation only ensures bank balances up to \$250,000. In fiscal year 2019, the City benefited from higher interest rates with interest income significantly higher than previous years.

FACTORS AFFECTING FINANCIAL CONDITION

Net Position

In previous years, the City implemented GASB 67 and 68 which required the City to record pension liabilities for the Illinois Municipal Retirement Fund (IMRF) and Police Pension Plan on the Statement of Net Position. The net pension liability for fiscal year 2019 was \$13,594,406 for Governmental and \$255,998 for the Water Fund. The Police Pension liability of \$12,344,531 comprises 90.8% of the governmental pension liability. Beginning in fiscal year 2019, the City implemented GASB 75, which improves the accounting and financial reporting for postemployment benefits other than pensions. Even with this new requirement, the City still ended with a positive net position of \$21,169,715 for Governmental and \$6,050,753 for Business-Type Activities.

Local Economy

Fiscal year 2019 represented another year of growth for the City with General Fund revenues exceeding fiscal year 2018 revenues by \$1.8 million or 16%. This increase is attributable to the new traffic enforcement fines, which were first imposed in August of 2018 when the cameras were installed. Fiscal year 2019 expenditures exceeded fiscal year 2018 by \$1.12 million due to the enforcement cost associated with the new red light cameras.

The City's equalized assessed valuation increased from \$277,376,411 for the 2017 tax levy to \$289,544,173 for the 2018 tax levy representing an increase of \$12.2 million or 4.4%. Oakbrook Terrace is home to a thriving commercial and office center community with an 81% commercial and a 19% residential tax base. After years of decline, the City's EAV is slowly pacing back towards the pre-recessionary EAV from 2008 valued at \$335,162,934. For fiscal year 2019, the City collected \$980,370 in property taxes that were earmarked for the Police pension.

The amusement tax grew by \$153,413 or 47% from the prior year. The amusement tax reverted back to 5% on April 1, 2018. Video gaming revenues increased by \$34,769 over fiscal year 2018, with 12 licensed establishments and 60 terminals. Investment income was up \$123,460 due to higher interest rates. Hotel taxes decreased by \$51,364 due to the loss in revenue from the closure of the LaQuinta in August 2016 and new competing hotels in the Chicagoland area. Plans for a new hotel at the former LaQuinta property are underway.

According to the Census Bureau's American Community survey, the per capita median household income was \$74,500. The City's median income has grown steadily over the last 10 years. Back in 2010 the median household income was \$37,403, thereby increasing by \$37,097 or 99% over the last 10 years.

Long-term Financial Planning

The City adopts a budget on an annual basis that serves as the roadmap for all City operations. The City also 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. Beginning with the fiscal year 2019 budget, the City included a multi-year forecast covering projected revenues and expenses over a five (5) year period. This will be updated annually and presented to the Council.

The City's pension costs continued to increase at a pace faster than inflation. One way to counteract this increase was to switch to a 15-Year Open from the former normal cost method. For the 2018 levy, the City Council utilized the 15-Year Open approach to finance the actuarial required contribution. At the start, higher contributions to the Police Pension are required to remove a few years to arrive at the 15-year point. The City is on target to achieve, if not exceed, the 90% funded actuarial liability by 2040.

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, 2019, it will be the sixteenth 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 BKD, LLP is greatly appreciated.

Respectfully submitted,



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, 2018

Christopher P. Morill

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, the business-type activities, each major fund and the aggregate remaining fund information for the City of Oakbrook Terrace, Illinois, as of and for the year ended April 30, 2019, 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.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of April 30, 2019, 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.

Emphasis of Matter

As discussed in Note 15 to the financial statements, for 2019 the City adopted Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension and other postemployment benefit information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, other supplementary information, and the statistical section as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules and other supplementary information 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section and statistical section listed in the table of contents 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.

BKD, LLP

Management's Discussion and Analysis

CITY OF OAKBROOK TERRACE
MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2019

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

- In fiscal year 2019, the City adopted Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Fiscal year 2018 amounts presented in condensed comparative tables in this analysis are presented as previously reported, without adjustments for prior year restatements. The implementation resulted in a restatement to the beginning net position of \$843,607. Governmental Activities decreased \$767,851 and Business-Type Activities decreased \$75,756.
- The City's net position was \$27,220,468 at the end of the 2019 fiscal year reflecting an increase of \$3,740,637 or 15.9% from \$23,479,831 (restated balance) last year. The Governmental Activities (tax supported) resulted in a year-end increase in net position of \$2,382,354, while the Business-Type Activities (user fees based) experienced an increase of \$1,358,283.
- The City's net position for Governmental Activities was \$21,169,715 and \$6,050,753 for Business-Type Activities. Also, the City's total assets and deferred outflows of \$56,163,850 exceeded total liabilities and deferred inflows of \$28,943,112 by \$27,220,468 demonstrating the City's ability to meet its current and future obligations.
- The substantial increase in net position in Business-Type Activities is directly attributable to the transfer of \$1,665,000 in excess reserves from the General Fund to the Water Fund to pay-off of the 2010 Water bonds (\$1,165,000) and establish a capital replacement fund (\$500,000). The City's water system is 20 years-old and this \$500,000 influx provides financing for future repairs and achieves compliance with the Water Fund's operating reserve policy. The Water Fund is required to maintain an operating cash reserve balance at a minimum of 25% of budgeted expenditures. With this transfer the Water Fund is meeting this requirement.
- The City has outstanding debt of \$9,995,000, which decreased by \$1,775,000 from the prior year due to the early pay-off of the 2010 Water bonds in the amount of \$1,165,000. The City has no intentions of issuing any new bonds in the coming years.
- Total City revenues increased by \$1,891,204 or 12.7% to \$16,727,695 from last year's total of \$14,836,491. Fiscal year revenues from Governmental Activities equaled \$15,396,483 and \$1,331,212 for Business-Type Activities. The total cost for City programs was \$12,987,058 compared to \$11,523,429 last year reflecting an increase of \$1,463,629. This increase is due to higher public safety, public services, and water fund expenditures/expenses.

- The ending fund balance for the General Fund increased by \$1,244,543 from \$8,862,007 last year to \$10,106,550 this year. Of the total General Fund's fund balance, \$9,786,309 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 page 23) 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 culture and recreation. 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 six (6) 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, 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 and nonmajor 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 20-22 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 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 30-75 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 postemployment healthcare benefits obligations. Required supplementary information can be found on pages 76 to 83 of this report. Combining and individual fund statements and schedules can be found beginning on page 84 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. The City uses the total net investment in capital assets totaling \$34,445,334 to provide services to citizens; consequently, these assets are not available for future spending. These capital assets include land, buildings, streets, water infrastructure, and equipment. 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.

The Governmental Activities net position is used to carry-out the City's daily operations including police, while the Business-Type Activities utilizes net position to finance the operations of water service delivery. The Governmental Activities restricted net position is comprised \$921,911, and consists of Motor Fuel Tax, Debt Service, DUI Equipment and Pensions and can only be used for these designated purposes. Governmental Activities has an unrestricted net deficit of \$8,542,975 due to the net pension liability which is recorded in accordance with GASB 68.

Table 1 reflects the condensed Statement of Net Position compared to fiscal year 2018. Table 2 focuses on the Changes in Net Position compared to fiscal year 2018.

Table 1
Statement of Net Position
As of April 30, 2019 and 2018

	Governmental Activities		Business-Type Activities		Total City	
	2019	2018	2019	2018	2019	2018
Assets						
Current and Other Assets	\$ 15,577,159	\$ 14,797,677	\$ 755,634	\$ 391,149	\$ 16,332,793	\$ 15,188,826
Capital Assets	31,627,502	30,501,715	5,654,555	5,846,411	37,282,057	36,348,126
Total Assets	47,204,661	45,299,392	6,410,189	6,237,560	53,614,850	51,536,952
Deferred Outflows of Resources						
Unamortized Loss on Refunding	263,799	291,089	-	-	263,799	291,089
Pensions	2,164,929	806,132	120,002	15,979	2,164,929	822,111
Total Deferred Outflows	2,428,728	1,097,221	120,002	15,979	2,428,728	1,113,200
Liabilities						
Current Liabilities	1,910,319	1,894,362	98,726	292,154	2,009,045	2,186,516
Long-term Liabilities	24,103,956	22,926,785	351,579	1,082,520	24,455,535	24,009,305
Total Liabilities	26,014,275	24,821,147	450,305	1,374,674	26,464,580	26,195,821
Deferred Inflows of Resources						
Unearned Property Taxes	1,051,666	1,019,761	-	-	1,051,666	1,019,761
Pensions	1,397,733	1,000,493	29,133	110,639	1,426,866	1,111,132
Total Deferred Inflows	2,449,399	2,020,254	29,133	110,639	2,478,532	2,130,893
Net Position						
Net Investment in Capital Assets	28,790,779	27,433,435	5,654,555	4,681,411	34,445,334	32,114,846
Restricted	921,911	995,972	-	-	921,911	995,972
Unrestricted	(8,542,975)	(8,874,195)	396,198	86,815	(8,146,777)	(8,787,380)
Total Net Position	\$ 21,169,715	\$ 19,555,212	\$ 6,050,753	\$ 4,768,226	\$ 27,220,468	\$ 24,323,438

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 Nonborrowed 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

Total assets increased by \$2,077,898 from fiscal year 2018 due to an increase in bank deposits and investment growth as well an increase in capital equipment and construction in progress. Business-Type liabilities decreased by \$924,369 from last year, while Governmental liabilities increased by \$1,193,128. Business-Type liabilities decreased significantly due to the pay-off of the 2010 Water bonds. Governmental liabilities increased due to the implementation of GASB Statement No. 75 which required the recording of the total OPEB liability.

The total net pension liability went from \$12,636,828 last year to \$13,850,404 this year for an increase of \$1,213,576. The net pension liability is the unfunded pension liability that is calculated by an actuary and is the City's total pension liability for the Police and IMRF plans, less the amount currently on hand to fund the liability. Deferred inflows and outflows are also recorded because some of the changes to the total pension liability are recognized over time rather than in the current year. Deferred inflows are increases to net position that will be recognized in future years. Deferred outflows will decrease net pension in future years.

The City has \$37,282,057 in capital assets with \$31,627,502 in Governmental Activities and \$5,654,555 in Business-Type Activities. Total capital assets increased by \$933,931, while current and other assets increased by \$1,143,967 because cash deposits were up over fiscal year 2018. Long-term liabilities increased by \$446,230 from the prior year due to the implementation of GASB Statement No. 75 and the related total OPEB liability of \$979,084. The total OPEB and the net pension liability increase in long-term liabilities were offset by the City's steady pay-down of principal balances. Last year the City's long-term general obligation bonds payable amount was \$10,784,957, compared to \$9,167,310 reflecting a reduction of \$1,617,647, due to the early pay-off of the Water Fund's 2010 bonds.

Total revenues increased by \$1,891,204 due to higher charges for services for fiscal year 2019. Expenses increased by \$1,463,629 due to higher general government, public safety, public services, and water related expenditures/expenses.

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

Table 2
Changes in Net Position
Years Ended April 30, 2019 and 2018

	Governmental Activities		Business-Type Activities		Total City	
	2019	2018	2019	2018	2019	2018
Revenue						
Program Revenues						
Charges for Service	\$ 6,589,907	\$ 4,936,304	\$ 882,112	\$ 919,975	\$ 7,472,019	\$ 5,856,279
Capital Grants and Contributions	54,171	54,487	-	-	54,171	54,487
Operating Grants and Contributions	9,056	7,436	-	-	9,056	7,436
General Revenue						
Property	1,025,782	998,001	-	-	1,025,782	998,001
Other Taxes	7,154,331	7,106,698	436,154	280,265	7,590,485	7,386,963
Other Revenues	563,236	530,650	12,946	2,675	576,182	533,325
Total Revenue	15,396,483	13,633,576	1,331,212	1,202,915	16,727,695	14,836,491
Expenses						
Governmental						
General Government	2,131,315	2,057,549	-	-	2,131,315	2,057,549
Culture and Recreation	152,794	166,971	-	-	152,794	166,971
Public Safety	7,661,580	6,716,390	-	-	7,661,580	6,716,390
Public Services	1,059,741	988,828	-	-	1,059,741	988,828
Interest	343,699	357,852	-	-	343,699	357,852
Business-Type Activities						
Water	-	-	1,637,929	1,235,839	1,637,929	1,235,839
Total Expenses	11,349,129	10,287,590	1,637,929	1,235,839	12,987,058	11,523,429
Change in Net Position	4,047,354	3,345,986	(306,717)	(32,924)	3,740,637	3,313,062
Transfers	(1,665,000)	-	1,665,000	-	-	-
Net Change in Net Position	2,382,354	3,345,986	1,358,283	(32,924)	3,740,637	3,313,062
Net Position, May 1	19,555,212	16,209,226	4,768,226	4,801,150	24,323,438	21,010,376
GASB 75 Restatement (Note 15)	(767,851)	-	(75,756)	-	(843,607)	-
Net Position May 1, as Restated	18,787,361	16,209,226	4,692,470	4,801,150	23,479,831	21,010,376
Net Position, April 30	\$ 21,169,715	\$ 19,555,212	\$ 6,050,753	\$ 4,768,226	\$ 27,220,468	\$ 24,323,438

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 nonrecurring) – certain recurring revenues (state-shared revenues, etc.) may experience significant changes periodically while nonrecurring (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/EXPENSES:

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.

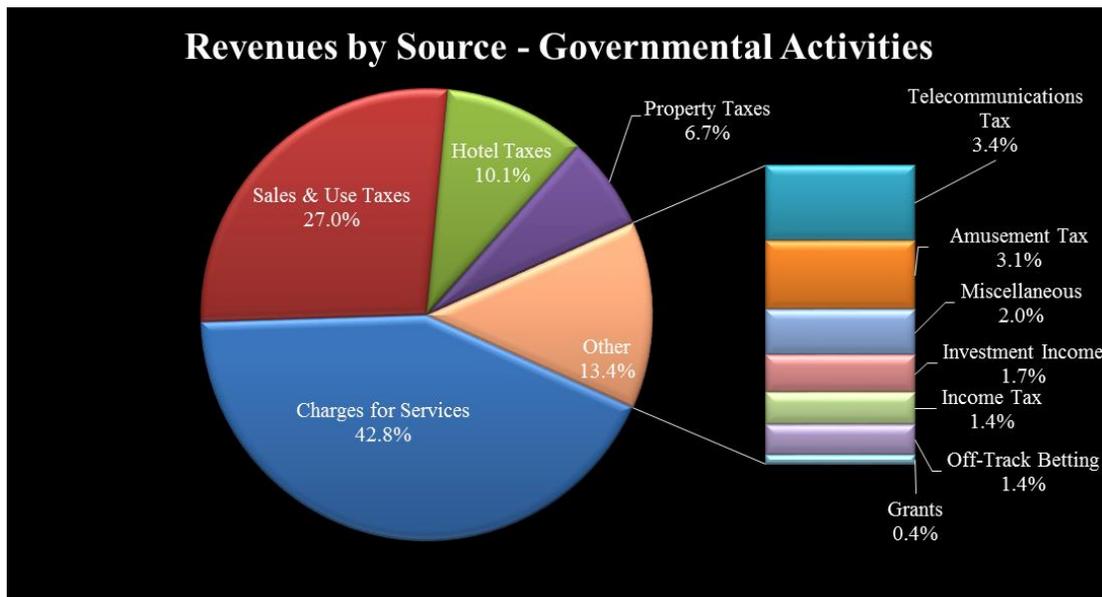
Current Year Impacts

Total City revenues equaled \$16,727,695, while expenses were \$12,987,058, resulting in an increase of \$3,740,637 in net position. The increase in net position is due to fund balance gains in the General Fund and an increase in the Water Fund’s net position.

Governmental Activities

Revenue:

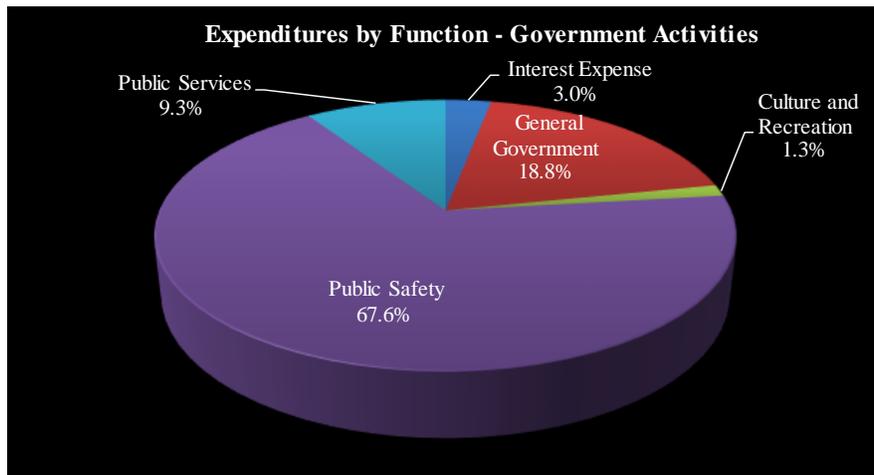
Revenues for Governmental Activities equaled \$15,396,483 in fiscal year 2019 representing an increase of \$1,762,907 or 12.9% from fiscal year 2018. The graph below depicts the City’s diverse revenue groups and the City’s reliance on charges for services and sales taxes. The charges for services category was the City’s number one (1) revenue source at 42.8% with \$6,589,907 compared to \$4,936,304 last year. The charges for services category includes traffic enforcement fines. Sales and use taxes at \$4,157,426 represented 27.0% of total revenues and hotel taxes comprised 10.1%. The City benefited from higher interest rates and realized a gain of \$160,080 over last year’s investment income.



Expenses:

For the fiscal year ended April 30, 2019, expenses from Governmental Activities totaled \$11,349,129, representing an increase of \$1,061,539 from fiscal year 2018. Expenses increased in fiscal year 2019 primarily due to higher public safety, general government, and public services expenses.

Public Safety comprised 67.6% of total expenses at \$7,661,580 and Culture and Recreation represented 1.3% at \$152,794. Public Services at \$1,059,741 represented 9.3% of the total expenses and General Government comprised 18.8% at \$2,131,315.

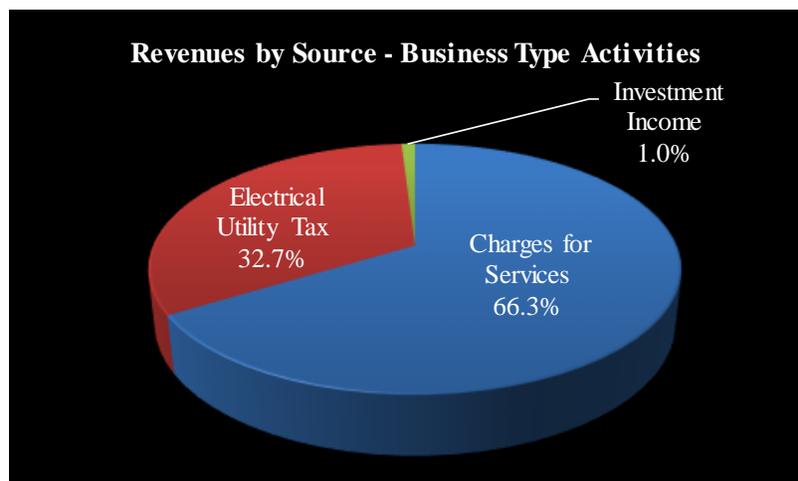


Business-Type Activities

Revenue:

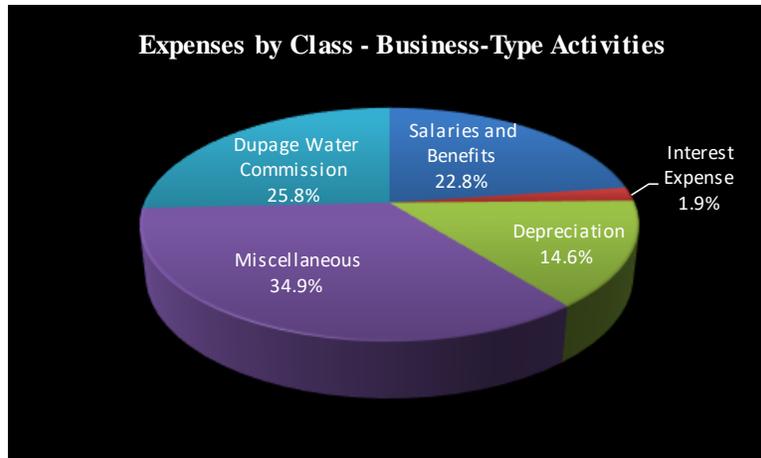
Revenues supporting the City’s Business-Type Activities equaled \$1,331,212 in fiscal year 2019. The graph below depicts the revenue sources for Business-Type Activities. Total revenues for the Water Fund increased by \$128,297 or 10.7% over last year. Given the excellent outlook for the General Fund reserves, the City Council opted to reallocate 100% of electrical taxes back to the Water Fund beginning in fiscal year 2019. In the past, a portion of electrical tax receipts were distributed to the General Fund. The increased distribution will sustain much needed capital improvements in the Water Fund going forward.

In terms of revenues by source, charges for services at \$882,112 comprised 66.3% of total revenues for fiscal year 2019, while the electrical utility tax at \$436,154 represented 32.8% and investment income represented 1.0% of total revenues at \$12,946.



Expenses:

Expenses for Business-Type Activities equaled \$1,637,929, reflecting an increase of \$402,090 or 32.5% from last year’s total of \$1,235,839. This increase is due to the settlement payment made to a major commercial customer for water billing overcharges. The expenses for the Business-Type Activities included salaries and wages and other personnel benefits totaling \$373,345 or 22.8%. Interest expense for the General Obligation Bonds consisted of \$31,526 or 1.9%. Interest expense decreased by \$26,487 from last year because the 2010 Water Bonds were paid-off early and the Capital Improvement Fund’s interfund loan to the Water Fund matured. Water purchased from the DuPage Water Commission (DWC) represented expenses of \$421,659 or 25.7%. Depreciation of the Water System capital assets equaled \$239,693 or 14.6% of total expenses. Miscellaneous expenses totaled \$571,706 or 34.9% and included the commercial customer refund as well as other contractual services.



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 fund balance for the General Fund increased by \$1,244,543 from \$8,862,007 in fiscal year 2018 to \$10,106,550 in fiscal year 2019. This increase results from higher revenues for fines, sales taxes, and investment returns.

The Capital Improvements Fund (CIF) is another major governmental fund. The fund balance of the CIF Fund at April 30, 2019, was \$2,417,907, a decrease of \$459,830 from fiscal year 2018. This decrease is attributable to higher capital costs in fiscal year 2019 resulting from the Phase 1 of the street resurfacing project cost at \$1,345,784. The reserves of the Capital Improvement Fund act as a savings account for future capital improvements so from time to time there may be a deficit between the revenues and expenses. Capital Improvement Fund revenues increased by \$68,820 due to an increase in home rule sales taxes and interest income.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$13,517,646, which is an increase of \$801,708 or 6.3% from the beginning of the year at \$12,715,938.

Of the total fund balance for the General Fund, \$9,786,309 is unassigned and represents the portion that can be used to finance day-to-day operations without any constraints. This unassigned fund balance represents 99.5% of fiscal year 2019 General Fund revenues budgeted at \$9,835,009. 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 nonspendable portion of fund balance represents \$288,401; essentially meaning this amount cannot be spent because it is comprised of inventories and prepaid items. The restricted portion of fund balance at \$1,025,133 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 roadway maintenance, SSA II debt service payments, and DUI equipment. The committed fund balance portion at \$2,417,907 can only be spent on capital. 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 table below provides information on the fund balance classifications in the governmental funds.

Table 3
Governmental Funds
Fund Balance Analysis
As of April 30, 2019

	Current Year	Prior Year	Change	% Change
Fund Balances				
Nonspendable				
Prepaid Items	\$ 247,684	\$ 218,348	\$ 29,336	13%
Inventories	40,717	48,054	(7,337)	-15%
Restricted				
Maintenance of Roadways	441,116	427,598	13,518	3%
Debt Service	552,177	548,596	3,581	1%
DUI Equipment	31,840	19,778	12,062	61%
Committed to				
Capital Improvements	2,417,907	2,877,737	(459,830)	-16%
Unassigned	9,786,205	8,575,827	1,210,378	14%
Total Fund Balances	<u>\$ 13,517,646</u>	<u>\$ 12,715,938</u>	<u>\$ 801,708</u>	<u>6%</u>

General Fund Budgetary Highlights

For fiscal year 2019, General Fund actual revenues totaled \$13,003,373 and were 32.2% over budget because fines exceeded the budget estimates. Actual expenditures for 2019 came in at \$10,103,830 which was \$1,033,250 higher than projected. Below is a table that reflects the original and final budget and the actual for the revenues and expenditures for the General Fund. As detailed below the actual net change in fund balance at \$1,244,543 was significantly higher than the original negative budgeted amount of \$2,000,571, due to the planned transfers of excess reserves to other funds. The transfer to the Business District did not occur in fiscal year 2019.

Table 4
General Fund Budgetary Highlights
Year Ended April 30, 2019

General Fund	Original & Final	
	Budget	Actual
Revenues		
Taxes	\$ 3,977,259	\$ 4,009,663
Intergovernmental	2,085,758	2,166,068
Other	3,771,992	6,827,642
Total Revenue	<u>9,835,009</u>	<u>13,003,373</u>
Expenditures	<u>9,070,580</u>	<u>10,103,830</u>
Excess of Revenues Over Expenditures	<u>764,429</u>	<u>2,899,543</u>
Other Financing Sources (Uses)		
Proceeds from Capital Asset Disposal	-	10,000
Transfer Out to Water Fund	(1,665,000)	(1,665,000)
Transfer Out to Business District Fund	(1,100,000)	-
Total Other Financing Sources (Uses)	<u>(2,765,000)</u>	<u>(1,655,000)</u>
Change in Fund Balance	<u>\$ (2,000,571)</u>	<u>\$ 1,244,543</u>

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, 2019, was \$37,282,057 (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. Total capital assets increased \$933,931 in fiscal year 2019 with a \$1,125,787 increase in Governmental Activities and a \$191,856 decrease in Business-Type Activities. The reconciliation below summarizes the changes in Capital Assets which are presented in detail on pages 33 and 34 in the Notes.

Table 5
Capital Assets at Year End Net of Depreciation
As of April 30, 2019 and 2018

	Governmental Activities		Business-Type Activities		Total City	
	2019	2018	2019	2018	2019	2018
Land	\$ 4,224,585	\$ 4,224,585	\$ 235,000	\$ 235,000	\$ 4,459,585	\$ 4,459,585
Construction in Progress	2,244,980	808,181	93,248	45,411	2,338,228	853,592
Right of Way Land	4,046,713	4,046,713	-	-	4,046,713	4,046,713
Land Improvements	990,130	1,063,292	-	-	990,130	1,063,292
Buildings & Improvements	13,660,966	13,977,493	-	-	13,660,966	13,977,493
Vehicles	615,645	333,933	392	7,035	616,037	340,968
Machinery & Equipment	239,453	264,392	-	464	239,453	264,856
Streets, Storm Drainage and Bridges	5,605,030	5,783,126	-	-	5,605,030	5,783,126
Water Distribution System	-	-	5,325,915	5,558,501	5,325,915	5,558,501
Total	\$ 31,627,502	\$ 30,501,715	\$ 5,654,555	\$ 5,846,411	\$ 37,282,057	\$ 36,348,126

Major capital assets expensed during fiscal year 2019 are detailed below.

Replace City Hall Office Furniture	\$ 46,820
On-premise Email Server	29,637
Replace Two (2) Dump Trucks with plow packages	312,456
Street Resurfacing Project - Phase 1	1,345,784
Streambank Stabilization Project	44,194
	<u>\$ 1,778,891</u>

Debt Administration

On April 30, 2019, the City had three (3) outstanding General Obligation Debt issues and one (1) Special Service Area Debt issue totaling \$9,995,000, representing a \$1,775,000 decrease from last year. In fiscal year 2019, the City paid off the remaining principal on the 2010 Water Bonds in the amount of \$1,165,000 and saved \$146,730 in interest costs.

Table 6
Outstanding Debt
As of April 30, 2019

General Obligation Bonds	\$ 9,715,000
Special Service Area Bonds	280,000
	<u>\$ 9,995,000</u>

The remaining bond issues include the General Obligation Debt Series Business District 2010A and 2010B, with an outstanding balance of \$3,440,000. The next bond issue is the General Obligation Debt Series 2012A and 2012B, with an outstanding balance of \$3,260,000. 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 \$3,015,000. These bonds refinanced a portion of the 2008 bonds for the Public Services building to a lower interest rate saving the City approximately \$254,000. This was the City's last bond issue and it received a rating of AA from Standard and Poor's. The Special Service Area Bonds were issued to provide a connection to the City's potable water supply for several businesses which were served by private wells and has a remaining balance of \$280,000.

The City, under its home-rule authority, does not have a legal debt limit.

For more detailed information, see pages 44 to 48.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The City's total assessed value significantly declined in the years following the recession that began in 2008. The City's lowest assessed value recorded over the last 10 years was \$225,074,325 for the 2013 levy year. Due to the economic recovery, the City's current assessed value has grown by \$64 million or 28.6% to \$289,544,173 since 2013. The City's diversified commercial corridor comprises 81.0% of the City's real estate tax base, while the residential portion represents 19%. This combination lowers the property tax burden for City residents.

Limited revenue growth is expected in fiscal year 2020 for the City's main revenue sources including sales, home rule sales, property, and amusement taxes. Also, interest income is expected to be lower due to a decline in interest rates. However, motor fuel taxes are anticipated to be higher because Governor Pritzker approved a tax rate increase in June 2019. The MFT tax increased from 19 cents per gallon to 38 cents per gallon. The City will now be receiving two (2) allotments a month from the State, thereby almost doubling current year revenues.

Next fiscal year, the City plans to transfer \$2.95 million in excess reserves from the General Fund to the 2010 Business District Fund for the early pay-off of the 2010 A&B principal balance. Through paying-off the 2010 Business District A&B bonds early, the City will save approximately \$1,008,460 in interest costs. This early pay-off will eliminate the future deficit in the Business District Fund, which was anticipated in fiscal year 2027.

Two (2) new watermains will be constructed next year for the Midwest-Drennon watermain loop and for the new Choice Hotel property that will occupy the former La Quinta Hotel site, which has been vacant since August 2016 due to a fire. The Midwest-Drennon watermain loop will improve the redundancy and reliability of the Water system as well as eliminate a dead-end connection. The new Choice Hotel property is currently receiving water from a neighboring town and when connected to the City's water system will use approximately 250,000 gallons of water per month. The renovated hotel will include 142 rooms with both regular and extended stay occupancy options.

Phase II of the street resurfacing project will take place next year and is estimated to cost \$960,000, which came in considerably below the expected budget of \$1.5 million. The first phase completed in the current year included resurfacing all residential streets, while the second phase targets the commercial areas. Also, the City will be working to stabilize the streambanks located in the residential subdivision. The streambank stabilization project is estimated to cost around \$800,000 and the City is awaiting news on

several grant applications that could help to defray these costs. Grant awards will be made in the spring of 2020.

The fiscal year 2020 Budget includes two (2) new positions, namely the reinstatement of the former Deputy Police Chief position and an additional police officer. Also the Police Department's pension expense will increase significantly due to the switch to the 15-Year Open amortization approach from the normal cost approach used in the current year. The 15-Year Open requires larger contributions at the outset and provides a more stable pay-down of the unfunded liability. The City's contribution will gradually decrease as we get closer to the 15-year point.

Next year the City will begin rebating sales taxes as part of an economic incentive agreement with the new BP Amoco that opened in June 2019. The agreement requires the City to rebate a maximum of \$238,000 to the developer over a 10-year period.

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 City Administrator, 17W275 Butterfield Road, Oakbrook Terrace, IL 60181.

Basic Financial Statements

City of Oakbrook Terrace, Illinois
Statement of Net Position
April 30, 2019

Assets	Governmental Activities	Business-Type Activities	Total
Current Assets			
Deposits	\$ 9,072,410	\$ 1,032,981	\$ 10,105,391
Investments	2,223,582	-	2,223,582
Receivables			
Local taxes	1,547,236	-	1,547,236
Intergovernmental	948,905	34,269	983,174
Accounts	-	125,329	125,329
Other	995,914	-	995,914
Internal balances	497,816	(497,816)	-
Inventories	40,717	-	40,717
Prepaid Items	247,684	60,871	308,555
Total current assets	<u>15,574,264</u>	<u>755,634</u>	<u>16,329,898</u>
Noncurrent Assets			
Capital assets, net of accumulated depreciation			
Land	4,224,585	235,000	4,459,585
Construction in progress	2,244,980	93,248	2,338,228
Right of way land	4,046,713	-	4,046,713
Land improvements	990,130	-	990,130
Buildings and improvements	13,660,966	-	13,660,966
Vehicles	615,645	392	616,037
Machinery and equipment	239,453	-	239,453
Infrastructure			
Storm drainage	790,936	-	790,936
Bridges	1,234,678	-	1,234,678
Streets	3,579,416	-	3,579,416
Water distribution system and improvements	-	5,325,915	5,325,915
Total capital assets, net of accumulated depreciation	<u>31,627,502</u>	<u>5,654,555</u>	<u>37,282,057</u>
Net pension asset	<u>2,895</u>	<u>-</u>	<u>2,895</u>
Total noncurrent assets	<u>31,630,397</u>	<u>5,654,555</u>	<u>37,284,952</u>
Total assets	<u>47,204,661</u>	<u>6,410,189</u>	<u>53,614,850</u>
Deferred Outflows of Resources			
Unamortized loss on refunding	263,799	-	263,799
Pensions	<u>2,164,929</u>	<u>120,002</u>	<u>2,284,931</u>
Total deferred outflows of resources	<u>2,428,728</u>	<u>120,002</u>	<u>2,548,730</u>

(Cont.)

City of Oakbrook Terrace, Illinois
Statement of Net Position
April 30, 2019

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current Liabilities			
Accounts payable	\$ 633,875	\$ 39,463	\$ 673,338
Accrued payroll	168,183	14,273	182,456
Due to fiduciary fund	13,300	-	13,300
Refundable deposits	1,308	34,798	36,106
Unearned revenue - other	188,286	-	188,286
Accrued interest	116,843	-	116,843
Compensated absences payable - current portion	106,637	7,749	114,386
Special Service Area Bonds - current portion	35,000	-	35,000
General Obligation Bonds payable - current portion	620,000	-	620,000
Total OPEB liability - current portion	26,887	2,443	29,330
Total current liabilities	<u>1,910,319</u>	<u>98,726</u>	<u>2,009,045</u>
Noncurrent Liabilities			
Compensated absences payable	226,602	16,465	243,067
Total OPEB liability	870,638	79,116	949,754
Net pension liability	13,594,406	255,998	13,850,404
Special service area bonds	245,000	-	245,000
General obligation bonds payable	9,167,310	-	9,167,310
Total noncurrent liabilities	<u>24,103,956</u>	<u>351,579</u>	<u>24,455,535</u>
Total liabilities	<u>26,014,275</u>	<u>450,305</u>	<u>26,464,580</u>
Deferred Inflows of Resources			
Deferred revenue - property taxes	1,051,666	-	1,051,666
Pensions	1,397,733	29,133	1,426,866
Total deferred inflows of resources	<u>2,449,399</u>	<u>29,133</u>	<u>2,478,532</u>
Net Position			
Net investment in capital assets	28,790,779	5,654,555	34,445,334
Restricted			
Maintenance of roadways	441,116	-	441,116
Debt service	435,334	-	435,334
DUI equipment	31,840	-	31,840
Pensions	13,621	-	13,621
Unrestricted (deficit)	<u>(8,542,975)</u>	<u>396,198</u>	<u>(8,146,777)</u>
Total net position	<u>\$ 21,169,715</u>	<u>\$ 6,050,753</u>	<u>\$ 27,220,468</u>

City of Oakbrook Terrace, Illinois
Statement of Activities
Year Ended April 30, 2019

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 2,131,315	\$ 988,986	\$ -	\$ -
Culture and recreation	152,794	-	-	-
Public safety	7,661,580	5,596,982	9,056	-
Public services	1,059,741	3,939	-	54,171
Interest expense	343,699	-	-	-
Total governmental activities	<u>11,349,129</u>	<u>6,589,907</u>	<u>9,056</u>	<u>54,171</u>
Business-Type Activities				
Water Fund	<u>1,637,929</u>	<u>882,112</u>	<u>-</u>	<u>-</u>
	<u>\$ 12,987,058</u>	<u>\$ 7,472,019</u>	<u>\$ 9,056</u>	<u>\$ 54,171</u>

General Revenues

Taxes
Property
Hotel/motel
Utility
Off-track betting
Amusement
Intergovernmental (unrestricted)
Sales and use
Income
Road and bridge
State replacement
Miscellaneous
Investment income
Transfers out

Total general revenues

Change in Net Position

Net Position, May 1, as Previously Reported

Adoption of GASB 75, See Note 15

Net Position, May 1, as Restated

Net Position, April 30

**Net (Expense) Revenue and
Changes in Net Position**

Governmental Activities	Business-Type Activities	Total
\$ (1,142,329)	\$ -	\$ (1,142,329)
(152,794)	-	(152,794)
(2,055,542)	-	(2,055,542)
(1,001,631)	-	(1,001,631)
(343,699)	-	(343,699)
(4,695,995)	-	(4,695,995)
-	(755,817)	(755,817)
(4,695,995)	(755,817)	(5,451,812)
1,025,782	-	1,025,782
1,562,493	-	1,562,493
518,145	436,154	954,299
208,519	-	208,519
477,411	-	477,411
4,157,426	-	4,157,426
220,636	-	220,636
6,655	-	6,655
3,046	-	3,046
303,390	-	303,390
259,846	12,946	272,792
(1,665,000)	1,665,000	-
7,078,349	2,114,100	9,192,449
2,382,354	1,358,283	3,740,637
19,555,212	4,768,226	24,323,438
(767,851)	(75,756)	(843,607)
18,787,361	4,692,470	23,479,831
\$ 21,169,715	\$ 6,050,753	\$ 27,220,468

City of Oakbrook Terrace, Illinois
Balance Sheet – Governmental Funds
April 30, 2019

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total
Assets				
Deposits	\$ 6,636,965	\$ 1,599,949	\$ 835,496	\$ 9,072,410
Investments	1,892,507	331,075	-	2,223,582
Receivables				
Local taxes	1,383,480	-	163,756	1,547,236
Intergovernmental	536,313	407,868	4,724	948,905
Other taxes and fees	995,914	-	-	995,914
Due from other funds	74,081	103,322	38,636	216,039
Inventories	40,717	-	-	40,717
Advances to other funds	425,000	-	-	425,000
Prepaid items	247,684	-	-	247,684
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 12,232,661</u>	<u>\$ 2,442,214</u>	<u>\$ 1,042,612</u>	<u>\$ 15,717,487</u>
Liabilities Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ 614,255	\$ 19,620	\$ -	\$ 633,875
Accrued payroll	168,183	-	-	168,183
Due to fiduciary fund	13,300	-	-	13,300
Refundable deposits	1,308	-	-	1,308
Unearned revenue - other	188,286	-	-	188,286
Due to other funds	137,733	4,687	803	143,223
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>1,123,065</u>	<u>24,307</u>	<u>803</u>	<u>1,148,175</u>
Deferred Inflows of Resources				
Deferred revenue - property taxes	1,003,046	-	48,620	1,051,666
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund Balances				
Nonspendable				
Prepaid items	247,684	-	-	247,684
Inventories	40,717	-	-	40,717
Restricted for				
Maintenance of roadways	-	-	441,116	441,116
Debt service	-	-	552,177	552,177
DUI equipment	31,840	-	-	31,840
Committed to				
Capital improvements	-	2,417,907	-	2,417,907
Unassigned (deficit)	9,786,309	-	(104)	9,786,205
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>10,106,550</u>	<u>2,417,907</u>	<u>993,189</u>	<u>13,517,646</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 12,232,661</u>	<u>\$ 2,442,214</u>	<u>\$ 1,042,612</u>	<u>\$ 15,717,487</u>

City of Oakbrook Terrace, Illinois
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
April 30, 2019

Total Fund Balances - Governmental Funds	\$ 13,517,646
<p>Amounts reported for governmental activities in the statement of net position are different because</p>	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	31,627,502
Deferred outflows of resources, pension related	2,164,929
Deferred inflows of resources, pension related	(1,397,733)
Interest on general obligation bonds is reported when paid by the funds, but accrued in the statement of net position.	(116,843)
Unamortized loss on refunding on long-term debt is reported as a deferred outflow of resources in the statement of net position.	263,799
<p>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</p>	
Total OPEB liability	(897,525)
Compensated absences payable	(333,239)
Special Service Area Bonds payable	(280,000)
General Obligation Bonds payable	(9,787,310)
Net pension liability - IMRF	(1,249,875)
Net pension asset - SLEP	2,895
Net pension liability - Police Pension	<u>(12,344,531)</u>
Net Position of Governmental Activities	<u>\$ 21,169,715</u>

City of Oakbrook Terrace, Illinois
Statement of Revenues, Expenditures and
Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2019

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total
Revenues				
Local taxes	\$ 4,009,663	\$ 1,676,711	\$ 205,618	\$ 5,891,992
Intergovernmental	2,166,068	-	438,949	2,605,017
Licenses and permits	695,108	-	-	695,108
Charges for services	54,848	-	-	54,848
Fines and forfeits	5,586,706	-	-	5,586,706
Investment income	188,014	55,202	16,630	259,846
Miscellaneous	302,966	-	-	302,966
Total revenues	<u>13,003,373</u>	<u>1,731,913</u>	<u>661,197</u>	<u>15,396,483</u>
Expenditures				
Current				
General government	2,048,455	11,690	-	2,060,145
Public safety	7,312,498	20,827	-	7,333,325
Public services	590,083	-	50,057	640,140
Tourism	152,794	-	-	152,794
Capital outlay	-	1,830,776	-	1,830,776
Debt service				
Principal	-	250,000	360,000	610,000
Interest	-	95,450	230,881	326,331
Fees	-	-	3,264	3,264
Total expenditures	<u>10,103,830</u>	<u>2,208,743</u>	<u>644,202</u>	<u>12,956,775</u>
Excess (Deficiency) of Revenues Over Expenditures	2,899,543	(476,830)	16,995	2,439,708
Other Financing Sources (Uses)				
Proceeds from capital asset disposal				
	10,000	17,000	-	27,000
Transfers out	(1,665,000)	-	-	(1,665,000)
Total other financing sources (uses)	<u>(1,655,000)</u>	<u>17,000</u>	<u>-</u>	<u>(1,638,000)</u>
Net Change in Fund Balances	1,244,543	(459,830)	16,995	801,708
Fund Balances				
May 1	<u>8,862,007</u>	<u>2,877,737</u>	<u>976,194</u>	<u>12,715,938</u>
April 30	<u>\$ 10,106,550</u>	<u>\$ 2,417,907</u>	<u>\$ 993,189</u>	<u>\$ 13,517,646</u>

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, 2019

Net Change in Fund Balances - Total Governmental Funds \$ 801,708

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 (\$1,844,568 current additions less \$692,775 depreciation, less \$27,000 proceeds and \$994 gain on disposal). 1,125,787

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 610,000

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)

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 liability - IMRF	(884,878)
Decrease in net pension asset - SLEP	(2,484)
Increase in net pension liability - Police Pension	(147,458)
Increase in deferred outflow for pensions	1,358,797
Increase in deferred inflows for pensions	(397,240)
Increase in total OPEB liability	(63,849)
Decrease in accrued interest	5,539
Increase in compensated absences	(3,925)
	<u>(3,925)</u>

Change in Net Position of Governmental Activities \$ 2,382,354

City of Oakbrook Terrace, Illinois
General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance With Final Budget Over (Under)
Revenues			
Local taxes	\$ 3,977,259	\$ 4,009,663	\$ 32,404
Intergovernmental	2,085,758	2,166,068	80,310
Licenses and permits	614,500	695,108	80,608
Charges for services	41,850	54,848	12,998
Fines and forfeits	2,755,600	5,586,706	2,831,106
Investment income	57,000	188,014	131,014
Miscellaneous	303,042	302,966	(76)
Total revenues	<u>9,835,009</u>	<u>13,003,373</u>	<u>3,168,364</u>
Expenditures			
General government			
Executive management	901,760	914,434	12,674
Economic development	234,167	191,369	(42,798)
Building and zoning	554,723	495,223	(59,500)
Finance department	450,667	447,429	(3,238)
Public safety			
Police department	5,063,676	5,039,835	(23,841)
Red light camera	1,026,541	2,254,825	1,228,284
Police commission	16,135	17,838	1,703
Public services	653,778	590,083	(63,695)
Tourism	169,133	152,794	(16,339)
Total expenditures	<u>9,070,580</u>	<u>10,103,830</u>	<u>1,033,250</u>
Excess of Revenues Over Expenditures	<u>764,429</u>	<u>2,899,543</u>	<u>2,135,114</u>
Other Financing Sources (Uses)			
Proceeds from capital asset disposal	-	10,000	10,000
Transfers out	(2,765,000)	(1,665,000)	1,100,000
Total other financing sources (uses)	<u>(2,765,000)</u>	<u>(1,655,000)</u>	<u>1,110,000</u>
Net Change in Fund Balance	<u>\$ (2,000,571)</u>	1,244,543	<u>\$ 3,245,114</u>
Fund Balance			
May 1		<u>8,862,007</u>	
April 30		<u>\$ 10,106,550</u>	

City of Oakbrook Terrace, Illinois
Proprietary Fund
Statement of Net Position
April 30, 2019

Current Assets	
Deposits	\$ 1,032,981
Receivables	
Water billing	125,329
Taxes and fees	34,269
Due from other funds	462
Prepaid items	60,871
Total current assets	1,253,912
Noncurrent Assets	
Capital assets, net of accumulated depreciation	5,654,555
Total assets	6,908,467
Deferred Outflows of Resources	
IMRF pension	120,002
Current Liabilities	
Accounts payable	39,463
Accrued payroll	14,273
Compensated absences payable - current portion	7,749
Deposits	34,798
Due to other funds	73,278
OPEB liability - current portion	2,443
Total current liabilities	172,004
Long-Term Liabilities	
Compensated absences payable	16,465
OPEB liability	79,116
Net pension liability	255,998
Advances from other funds	425,000
Total long-term liabilities	776,579
Total liabilities	948,583
Deferred Inflows of Resources	
IMRF Pension	29,133
Net Position	
Net investment in capital assets	5,654,555
Unrestricted	396,198
Total net position	\$ 6,050,753

City of Oakbrook Terrace, Illinois
Proprietary Fund
Statement of Revenues, Expenses and
Changes in Net Position
Year Ended April 30, 2019

Operating Revenues	
Charges for services	
User charges	\$ 868,550
Penalties/fines	13,562
Total operating revenues	<u>882,112</u>
Operating Expenses Excluding Depreciation	<u>940,543</u>
Operating Loss Before Depreciation	(58,431)
Depreciation Expense	<u>239,693</u>
Operating Loss	<u>(298,124)</u>
Nonoperating Revenues (Expenses)	
Electric utility tax	436,154
Investment income	12,946
Miscellaneous	(1)
Interest expense	(31,526)
Settlement payment	(426,166)
Total nonoperating revenues (expenses)	<u>(8,593)</u>
Loss Before Transfers	(306,717)
Transfers in	<u>1,665,000</u>
Change in Net Position	1,358,283
Net Position, May 1, as Previously Reported	<u>4,768,226</u>
Adoption of GASB 75, See Note 15	<u>(75,756)</u>
Net Position, May 1, as Restated	<u>4,692,470</u>
Net Position, April 30	<u><u>\$ 6,050,753</u></u>

City of Oakbrook Terrace, Illinois
Proprietary Fund
Statement of Cash Flows
Year Ended April 30, 2019

Cash Flows From Operating Activities	
Cash received from residents for services	\$ 877,533
Miscellaneous revenue	(1)
Payments to suppliers for goods and services	(588,458)
Payments to employees for services	(364,289)
Net cash used in operating activities	<u>(75,215)</u>
Cash Flows From Noncapital Financing Activities	
Other receipts - electric utility tax	435,774
Interfund borrowings, net	443,605
Transfers in	1,665,000
Settlement payment	(426,166)
Net cash provided by noncapital financing activities	<u>2,118,213</u>
Cash Flows From Capital and Related Financing Activities	
Bond principal paid	(1,165,000)
Interest paid	(53,803)
Acquisition of capital assets	(47,837)
Net cash used in capital and related financing activities	<u>(1,266,640)</u>
Cash Flows From Investing Activities	
Interest received	<u>12,946</u>
Net Increase in Cash and Cash Equivalents	789,304
Cash and Cash Equivalents	
May 1	<u>243,677</u>
April 30	<u>\$ 1,032,981</u>
Reconciliation of Operating Loss to Net Cash Used in Operating Activities	
Operating loss	\$ (298,124)
Items not requiring (providing) cash	
Depreciation	239,693
Miscellaneous revenue	(1)
Deferred outflows	(104,023)
Deferred inflows	(81,506)
Net pension liability	181,240
Changes in current assets and liabilities	
Receivables	(4,579)
Prepaid items	(13,827)
Accounts payable and accrued expenses	(217)
Deposits	326
OPEB liability	5,803
Net cash used in operating activities	<u>\$ (75,215)</u>

City of Oakbrook Terrace, Illinois
Statement of Fiduciary Net Position
April 30, 2019

	Pension Trust Fund
Assets	
Deposits	\$ 387,925
Investments	
Certificates of deposit	649,144
U.S. Treasury notes	336,266
U.S. inflation index	150,660
U.S. Treasury bond	306,291
U.S. government and agency securities	
Government National Mortgage Association	87,581
Federal National Mortgage Association Pool	344,504
Federal Farm Credit Bank	693,648
Federal Home Loan Mortgage Corporation	181,069
Federal Home Loan Bank	290,868
Corporate bonds	1,584,863
Mutual funds	8,712,938
Receivables	
Accrued interest	31,377
Due from municipality	13,300
Other	5,907
Total assets	13,776,341
Liabilities	
Accounts payable	3,110
Net Position Restricted for Pensions	\$ 13,773,231

City of Oakbrook Terrace, Illinois
Pension Trust Fund
Statement of Changes in Fiduciary Net Position
Year Ended April 30, 2019

Additions

Contributions		
Employer		\$ 1,115,199
Participants		<u>172,255</u>
		<u>1,287,454</u>
Investment income		
Net appreciation of fair value of investments		958,707
Investment expense		<u>(67,868)</u>
		<u>890,839</u>
Other		<u>15</u>
Total additions		<u>2,178,308</u>

Deductions

Administration		40,280
Benefit payments		<u>1,083,921</u>
Total deductions		<u>1,124,201</u>

Net Increase

1,054,107

Net Position Restricted for Pensions

May 1		<u>12,719,124</u>
April 30		<u><u>\$ 13,773,231</u></u>

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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Note 1: Summary of Significant Accounting Policies

The financial statements of the City of Oakbrook Terrace, Illinois (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.

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.

Fiduciary Component Unit

The City's police employees participate in the Police Pension Employees Retirement System (PPERS or Police Pension Fund). 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.

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 nonfiduciary 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.

City of Oakbrook Terrace, Illinois
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Restricted Net Position results 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.

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 enterprise 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.

City of Oakbrook Terrace, Illinois
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Additionally, the City administers one fiduciary fund, a pension trust fund for assets held by the City in a fiduciary capacity to pay retirement benefits to sworn public safety employees. Activity in these funds is excluded from the government-wide financial statements.

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. 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.

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. 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 other unearned 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. Unearned revenues also arise when resources are received by the City before it has a legal claim to them, as when fees and licenses are received prior to the fee and license period. 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.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 Basic Financial Statements
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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.

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.

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 noncurrent portion of interfund loans).

Prepaid Items and Inventories

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses, consistent with the consumption method of accounting. Inventories of supplies are valued at cost and inventories held for resale are valued at the lower of cost (first-in, first-out) or market. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

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 \$25,000 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, donated works for arts and similar items in a service concession agreement are report at acquisition cost. Donated capital asset, donated works

City of Oakbrook Terrace, Illinois

Notes to Basic Financial Statements

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of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

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
Business-type activities	
Water distribution system and improvements	10 - 40 years
Building improvements	10 years
Equipment and vehicles	3 - 10 years

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 noncurrent 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 nonvesting accumulating rights to receive sick pay benefits.

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.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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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.

Deferred Outflows/Inflows of Resources

The City reports deferred outflows and inflows 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 acquired by the City that represent an acquisition of net position that applies to a future reporting period 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. The City has two items that qualify for reporting in this category in the government-wide statements; deferred inflows related to property taxes levied for future periods and deferred inflows related to pensions which represents pension items that will be recognized as reductions in pension expense in future periods. In the governmental funds balance sheet, deferred revenues are reported as deferred inflows of resources.

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 consumption of net position that applies to a future reporting period which will not be recognized as an outflow of resources (expense/reduction of liability) until that time. The City has two items that qualify for reporting in this category; the deferred outflows related to pensions, which represents pension items that will be recognized either as pension expense or a reduction in net pension liability in future periods, and amounts deferred for debt refunding that will be amortized to interest expense in future periods.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the City's Police Pension Fund, IMRF and SLEP pension plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by the Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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Other Postemployment Benefits

The City offers retiree healthcare benefits to retirees. The total OPEB liability shown in this report is based on valuation procedures performed as of May 1, 2018, rolled forward to April 30, 2019.

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.
- (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. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those purposes.

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 unassigned balance equal to at least 40% of estimated yearly revenues. The Council shall determine the disposition of fund balance in excess of this amount.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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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, deferred outflows of resources, liabilities, and deferred inflows of resources 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.

Note 2: Legal Compliance and Accountability

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.

Expenditures may not legally exceed budgeted appropriations 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.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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Excess of Expenditures Over Budget

The following funds had an excess of actual expenditures/expenses over amended budget for the year ended April 30, 2019:

General Fund - by department	
General government	
Executive management	\$ 12,674
Public safety	
Red light camera	1,228,424
Police commission	1,703
Water Fund - by line item	
Public services	
Public information	3,623
Full and part-time	674
Overtime	9,872
Health and life insurance/dental insurance	11,446
Unemployment insurance	\$ 106
Payroll taxes	1,441
Software purchase	2,370
Travel	79
Communications	19
Credit card fees	68
New OBT Holding LLC watermain	7,853
Depreciation expense	7,693
Settlement payment	426,166

Note 3: Fund Equity

The Debt Service Fund – SSA II had a deficit in fund balance as of April 30, 2019 of \$104.

Note 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 fund are held separately from those of other funds.

Related disclosures pertaining to the Pension Trust Fund can be found in Note 14.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

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 \$577 has been excluded from the amounts shown below.

Deposits

At April 30, 2019, the carrying value of the City's deposits totaled \$10,104,814 and the bank balances totaled \$10,103,559.

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, 2019, the City was 100% collateralized.

Investments

As of April 30, 2019, the City's investments were as follows:

	Fair Value	Investment Maturities (in Years)		
		Less Than 1	1 to 5	6 to 10
Certificates of deposit	\$ 1,005,601	\$ 511,472	\$ 494,129	\$ -
U.S. Treasury notes	181,027	-	181,027	-
U.S. government agency securities				
Federal National Mortgage Association	98,931	-	98,931	-
Federal Home Loan Bank	111,008	-	111,008	-
Federal Farm Credit Bank	174,144	99,946	74,198	-
	1,570,711	\$ 611,418	\$ 959,293	\$ -
Investments not sensitive to interest rate risk - Money market mutual funds	652,871			
	<u>\$ 2,223,582</u>			

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

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.

Credit Risk

The City limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by limiting investments to the safest type of securities, pre-qualifying the financial institutions the City does business with, and by diversifying the portfolio to minimize potential losses. As of April 30, 2019, the City investments were rated as follows:

Investment Type	Standard and Poor’s
Money Market	AAA
Federal National Mortgage Association	AA+
Federal Home Loan Bank	AA+
Federal Farm Credit Bank	AA+

Concentration of Credit Risk

The City places no limit on the amount that may be invested in any one issuer. The City does not have investments in excess of 5% invested in any one issuer.

Investment Valuation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1** Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.
- Level 2** Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

City of Oakbrook Terrace, Illinois
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Level 3 Unobservable inputs for an asset or liability.

The following table presents the fair value measurements of assets and liabilities recognized in the accompanying statement of net position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at April 30, 2019:

Investment Type	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt securities			
Brokered certificates of deposit	\$ -	\$ 1,005,601	\$ -
U.S. Treasury notes	-	181,027	-
Government agencies	-	384,083	-
Equity securities			
Mutual funds	652,871	-	-
	<u>\$ 652,871</u>	<u>\$ 1,570,711</u>	<u>\$ -</u>

Following is a description of the valuation methodologies and inputs used for assets and liabilities measured at fair value on a recurring basis and recognized in the accompanying statement of net position, as well as the general classification of such assets and liabilities pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the years ended April 30, 2019 and 2018.

Investments

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy.

Note 5: Receivables - Taxes

Property taxes for 2018 attach as an enforceable lien on January 1, 2018, 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, 2019 and September 1, 2019. 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 2018 tax levy is used to fund operations of the

City of Oakbrook Terrace, Illinois
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2019-2020 fiscal year, the revenue has been deferred at April 30, 2019, and reported as a deferred inflows of resources in both the governmental funds balance sheet and statement of net position.

Note 6: Capital Assets

Governmental Activities

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

	Balances May 1	Additions/ Transfers	Deletions/ Transfers	Balances April 30
Capital assets not being depreciated				
Land	\$ 4,224,585	\$ -	\$ -	\$ 4,224,585
Construction in progress	808,181	1,436,799	-	2,244,980
Right of way land	4,046,713	-	-	4,046,713
	<u>9,079,479</u>	<u>1,436,799</u>	<u>-</u>	<u>10,516,278</u>
Capital assets being depreciated				
Land improvements	1,515,717	-	9,418	1,506,299
Buildings and improvements	15,826,345	-	-	15,826,345
Vehicles	696,860	378,132	118,632	956,360
Machinery and equipment	912,490	29,637	-	942,127
Infrastructure				
Storm drainage	1,975,756	-	-	1,975,756
Bridges	1,847,296	-	-	1,847,296
Streets	5,125,251	-	-	5,125,251
	<u>27,899,715</u>	<u>407,769</u>	<u>128,050</u>	<u>28,179,434</u>
Less accumulated depreciation for				
Land improvements	452,425	73,161	9,417	516,169
Buildings and improvements	1,848,852	316,527	-	2,165,379
Vehicles	362,927	70,415	92,627	340,715
Machinery and equipment	648,098	54,576	-	702,674
Infrastructure				
Storm drainage	1,145,305	39,515	-	1,184,820
Bridges	575,672	36,946	-	612,618
Streets	1,444,200	101,635	-	1,545,835
	<u>6,477,479</u>	<u>692,775</u>	<u>102,044</u>	<u>7,068,210</u>
Total capital assets being depreciated, net	<u>21,422,236</u>	<u>(285,006)</u>	<u>26,006</u>	<u>21,111,224</u>
Governmental activities capital assets, net	<u>\$ 30,501,715</u>	<u>\$ 1,151,793</u>	<u>\$ 26,006</u>	<u>\$ 31,627,502</u>

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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Depreciation was charged to the governmental functions of the City as follows:

General government	\$ 405,950
Public safety	27,919
Public services	<u>258,906</u>
	<u><u>\$ 692,775</u></u>

Business-Type Activities

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

	Balances May 1	Additions/ Transfers	Deletions/ Transfers	Balances April 30
Capital assets not being depreciated				
Land	\$ 235,000	\$ -	\$ -	\$ 235,000
Construction in progress	<u>45,411</u>	<u>47,837</u>	<u>-</u>	<u>93,248</u>
	<u>280,411</u>	<u>47,837</u>	<u>-</u>	<u>328,248</u>
Capital assets being depreciated				
Water distribution system and improvements	9,341,758	-	-	9,341,758
Building improvements	8,647	-	-	8,647
Machinery and equipment	110,179	-	-	110,179
Vehicles	<u>193,474</u>	<u>-</u>	<u>-</u>	<u>193,474</u>
	<u>9,654,058</u>	<u>-</u>	<u>-</u>	<u>9,654,058</u>
Less accumulated depreciation for				
Water distribution system and improvements	3,783,257	232,586	-	4,015,843
Building improvements	8,647	-	-	8,647
Machinery and equipment	109,715	464	-	110,179
Vehicles	<u>186,439</u>	<u>6,643</u>	<u>-</u>	<u>193,082</u>
	<u>4,088,058</u>	<u>239,693</u>	<u>-</u>	<u>4,327,751</u>
Total capital assets being depreciated, net	<u>5,566,000</u>	<u>(239,693)</u>	<u>-</u>	<u>5,326,307</u>
Business-type activities capital assets, net	<u><u>\$ 5,846,411</u></u>	<u><u>\$ (191,856)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 5,654,555</u></u>

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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Depreciation was charged to the business-type function of the City as follows:

Water	<u>\$ 239,693</u>
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Note 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. The City has not had any settlements exceed insurance coverage for the past three years.

Note 8: Long-Term Debt

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	Increases	Decreases	Balances April 30	Due Within One Year
\$3,930,000 Series 2010A General Obligation Bonds, first principal installment of \$110,000 due on December 15, 2013. Subsequent annual principal installments of \$110,000 to \$425,000 beginning December 15, 2014 through December 15, 2030; interest at 2.00% to 4.00%.	2010 Bond Fund	\$ 3,320,000	\$ -	\$ 155,000	\$ 3,165,000	\$ 170,000

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

Issue	Fund Debt Retired By	Balances May 1	Increases	Decreases	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	\$ 285,000	\$ -	\$ 10,000	\$ 275,000	\$ 15,000
\$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	2,410,000	-	125,000	2,285,000	125,000
\$1,100,000 Series 2012B General Obligation Bonds (Taxable Business District), first principal installment of \$10,000 due on December 15, 2015. Subsequent annual principal installments of \$35,000 to \$100,000 through December 15, 2030; interest at 2% to 3.4%.	2012 Bond Fund	1,015,000	-	40,000	975,000	50,000
\$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 \$35,000 to \$375,000 beginning December 15, 2013 through December 15, 2028; interest at 2% to 3%.	Capital Improvements Fund	3,265,000	-	250,000	3,015,000	260,000

City of Oakbrook Terrace, Illinois
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Issue	Fund Debt Retired By	Balances May 1	Increases	Decreases	Balances April 30	Due Within One Year
		\$ 10,295,000	\$ -	\$ 580,000	\$ 9,715,000	\$ 620,000
Plus bond premium		96,675	-	9,039	87,636	-
Less bond discount		(16,718)	-	(1,392)	(15,326)	-
		<u>\$ 10,374,957</u>	<u>\$ -</u>	<u>\$ 587,647</u>	<u>\$ 9,787,310</u>	<u>\$ 620,000</u>

Business-Type Activities

Issue	Fund Debt Retired By	Balances May 1	Increases	Decreases	Balances April 30	Due Within One Year
\$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%. Bond fully paid as of April 30, 2019.	Water Fund	\$ 1,165,000	\$ -	\$ 1,165,000	\$ -	\$ -

Special Service Area Bonds

Special service area bonds currently outstanding are as follows:

Governmental Activities

Issue	Fund Debt Retired By	Balances May 1	Increases	Decreases	Balances April 30	Due Within One Year
\$600,000 Series 2006 Special Service Area Number 2 Bonds, due in annual scheduled principal installments of \$25,000 to \$45,000 beginning December 15, 2006 through December 15, 2025; interest at 3.50% to 5.00%.	Debt Service - SSA II Fund	\$ 310,000	\$ -	\$ 30,000	\$ 280,000	\$ 35,000

Debt Refundings

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 \$3,165,000 of Series 2008 General Obligation (Building) Bonds. The refunding was undertaken to save on interest charges. At April 30, 2019,

City of Oakbrook Terrace, Illinois
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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. At April 30, 2019, \$2,890,000 of the defeased 2008 Bonds remain outstanding.

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, 2019:

Governmental Activities

	May 1 (as Restated)	Increases	Decreases	Balances April 30	Due in One Year
General obligation bonds	\$ 10,295,000	\$ -	\$ 580,000	\$ 9,715,000	\$ 620,000
Premiums and discounts	79,957	-	7,647	72,310	-
Special service area bonds	310,000	-	30,000	280,000	35,000
Total OPEB liability*	833,676	63,849	-	897,525	26,887
Net pension liability - IMRF*	364,997	884,878	-	1,249,875	-
Net pension liability - Police					
Pension*	12,197,073	147,458	-	12,344,531	-
Compensated absences*	329,314	3,925	-	333,239	106,637
	<u>\$ 24,410,017</u>	<u>\$ 1,100,110</u>	<u>\$ 617,647</u>	<u>\$ 24,892,480</u>	<u>\$ 788,524</u>

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

Business-Type Activities

	Balances May 1 (as Restated)	Increases	Decreases	Balances April 30	Due in One Year
General obligation bonds	\$ 1,165,000	\$ -	\$ 1,165,000	\$ -	\$ -
Compensated absences	26,120	-	1,906	24,214	7,749
Total OPEB liability	75,756	5,803	-	81,559	2,443
Net pension liability - IMRF	74,758	181,240	-	255,998	-
	<u>\$ 1,341,634</u>	<u>\$ 187,043</u>	<u>\$ 1,166,906</u>	<u>\$ 361,771</u>	<u>\$ 10,192</u>

City of Oakbrook Terrace, Illinois
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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
2020	\$ 620,000	\$ 297,936	\$ 35,000	\$ 13,625
2021	635,000	280,786	35,000	11,963
2022	685,000	262,686	40,000	10,300
2023	755,000	243,086	40,000	8,400
2024	795,000	221,540	40,000	6,500
2025-2028	3,685,000	636,815	90,000	6,750
2029-2030	2,540,000	166,470	-	-
	<u>\$ 9,715,000</u>	<u>\$ 2,109,319</u>	<u>\$ 280,000</u>	<u>\$ 57,538</u>

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.

Note 9: Other Postemployment Benefits

Plan Description

The City provides other postemployment benefits (OPEB) for retired employees through a single employer defined benefit OPEB plan. The plan, which is administered by the City, allows employees who retire and meet retirement eligibility requirements under the applicable retirement plan to continue medical insurance coverage as a participant in the City's plan. The benefits, benefit levels, employee contributions, and any employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as no assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The plan does not issue a separate report.

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Eligibility

Police

Tier 1 Hired before 1/1/2011, 100% coverage at age 54 and 20 years of service

Tier 2 Hired after 1/1/2011, 100% coverage at age 56 and 10 years of service

Other IMRF-Covered Employees and Elected Officials

Tier 1 Hired before 1/1/2011, 100% coverage at age 55 and 8 years of credited service

Tier 2 Hired after 1/1/2011, 100% coverage at age 62 and 10 years of credited service

Benefits

A retired employee and his or her spouse are eligible to continue health insurance identical to active employees if they meet the eligibility for retirements under the applicable plan. The retiree is responsible for paying the entire monthly premium for health coverage and that of any covered spouse or eligible dependents. Sworn police employees that suffer a catastrophic injury or are killed in the line of duty may receive 100% City paid lifetime coverage for the employee, their spouse and each dependent child under the *Public Safety Employee Benefits Act*.

Employees Covered by Benefit Terms

At April 30, 2019, the following City employees were covered by the benefit terms:

Active employees	38
Inactive employees or beneficiaries currently receiving benefit payments	2
	2
Total	40

Total OPEB Liability

The City's total OPEB liability of \$979,084 was measured as of April 30, 2019, as determined by valuation procedures as of May 1, 2018, rolled forward to April 30, 2019.

The City has elected to use the alternative measurement method to measure its total OPEB liability as provided for under the provisions of GASB 75 for employers with fewer than 100 employees (active and inactive) being provided benefits as of the beginning of the measurement period.

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Changes in Total OPEB Liability

Balance at May 1, 2018	\$ 909,432
Changes for the year	
Service cost including administrative expenses	12,918
Interest on the total OPEB liabilities	32,953
Assumption changes	53,111
Benefit payments	(29,330)
Net changes	69,652
Balance at April 30, 2019	\$ 979,084

Changes in assumptions reflect a change in the discount rate from 3.63% in 2018 to 3.21% in 2019.

OPEB Expense

For the year ended April 30, 2019, the City recognized OPEB expense of \$101,982.

Valuation Assumptions and Other Inputs

The total OPEB liability in the April 30, 2019 valuation was determined using the following assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Measurement date	April 30, 2019
Cost method	Entry Age
Discount rate	3.63% used as of April 30, 2018 3.21% as of April 30, 2019 The discount rate was based on the Municipal Bond 20 Year High Grade Rate Index at April 30, 2018 and April 30, 2019
Inflation	3.0%
Salary increase	2.5% per annum
Mortality	RP-2000 Combined Health Mortality Table projected to the valuation date using scale AA.
Healthcare cost trend rates	Starting at 8.50% decreasing to an ultimate rate of 4.0% for 2074 and after

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Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and healthcare cost trend rates.

The table below presents the total OPEB liability of the City calculated using the discount rate of 3.21% as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.21%) or 1 percentage point higher (4.21%) the current rate:

	1% Decrease (2.21%)	Current Discount Rate (3.21%)	1% Increase (4.21%)
City's total OPEB liability	\$ 1,122,769	\$ 979,084	\$ 858,743

The table below illustrates the sensitivity of the Total OPEB Liability to the Healthcare Cost Trend Rates assumption for a 1% decrease and a 1% increase in the rates.

	1% Decrease 7.50% - 3.00%	Current Healthcare Cost Trend Rates 8.50% - 4.00%	1% Increase 9.50% - 5.00%
City's total OPEB liability	\$ 853,776	\$ 979,084	\$ 1,127,620

City of Oakbrook Terrace, Illinois
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Note 10: Other Individual Fund Disclosures

Due From/to Other Funds

Interfund receivable and payable balances as of April 30, 2019, were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Water	\$ 73,278
General	Debt service	803
Debt service 2012	General	15,485
Debt service 2010	General	18,926
Debt service 2010	Capital improvements	2,324
Capital improvements	General	103,322
Debt service 2012	Capital improvements	1,901
Water	Capital improvements	462
Pension trust	General	13,300
		<u>\$ 229,801</u>

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

Advances From/to Other Funds

Advances as of April 30, 2019, were as follows:

General Fund	Water Fund	<u>\$ 425,000</u>
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The General Fund issued a cash advance to the Water Fund to be repaid within ten years. This advance is to assist the funding of the repayment related to a water billing settlement payment in April of 2019. The balance as of April 30, 2019, is \$425,000 and will be paid off in on April 30, 2029.

Transfers

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Water Fund	General Fund	<u>\$ 1,665,000</u>

\$1,665,000 transfer for pay-off of 2010 Water Bonds (\$1,165,000) and establishing a capital replacement fund for the water system (\$500,000).

City of Oakbrook Terrace, Illinois
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Note 11: Contingent Liabilities and Commitments

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.

Sales Tax Incentives

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

On July 29, 2002, the City Council approved an ordinance to enter into 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 on July 29, 2022, or when total payments to the developer aggregate \$4,500,000. However, the payable due to the developer is limited by actual sales tax revenues. 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 12 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, 2019, the City has expended \$2,318,722 under this agreement, including \$191,369 in the current year.

On June 26, 2018, the City amended an economic incentive agreement with a developer, whereby the City agrees to reimburse the developer a maximum of \$238,000 for certain infrastructure costs for the installation of a new watermain. The new watermain will connect the redevelopment project at 1S722 Midwest Road to the City's water system. The reimbursement is intended to only be payable from sales taxes generated by the developer. The agreement expires on the first January 1st that follows the 10th anniversary of the sales tax commencement date.

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 (BDROT) on all tangible property sold only within the Business District and a Business District Service Occupation Tax (BDSOT) on sales of service within the business district that, incident to those sales of service, transfer personal

City of Oakbrook Terrace, Illinois
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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.

Other Commitments

The City has also entered into agreements for the following:

<u>Project</u>	<u>Commitment Amount</u>
Residential street resurfacing project	\$ 959,784
Water main extension project	179,538

Note 12: 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.

Note 13: Segment Information - Enterprise Funds

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

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

Note 14: Defined Benefit Pension Plans

The City contributes to three defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF - Regular), an agent multiple-employer defined benefit pension plan; the Sheriff's Law Enforcement Personnel Fund (SLEP), an agent multi-employer defined benefit plan, both of which are administered by the IMRF, an agent multiple-employer public retirement system, and the Police Pension Fund, which is a single-employer defined benefit pension plan. The benefits, benefit levels, employee contributions and employer contributions for all plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police Pension Fund issues a stand-alone financial report. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report may be obtained on-line at www.imrf.org.

The aggregate totals for all pension items for the three plans are as follows:

	Governmental Activities	Business-Type Activities*	Total City
Net pension liability (asset)			
IMRF	\$ 1,249,875	\$ 255,998	\$ 1,505,873
IMRF - SLEP	(2,895)	-	(2,895)
Police	12,344,531	-	12,344,531
	<u>\$ 13,591,511</u>	<u>\$ 255,998</u>	<u>\$ 13,847,509</u>
Deferred outflows of resources			
IMRF	\$ 585,892	\$ 120,002	\$ 705,894
IMRF - SLEP	10,726	-	10,726
Police	1,568,311	-	1,568,311
	<u>\$ 2,164,929</u>	<u>\$ 120,002</u>	<u>\$ 2,284,931</u>
Deferred inflows of resources			
IMRF	\$ 142,235	\$ 29,133	\$ 171,368
Police	1,255,498	-	1,255,498
	<u>\$ 1,397,733</u>	<u>\$ 29,133</u>	<u>\$ 1,426,866</u>
Pension expense			
IMRF	\$ 154,005	\$ 31,543	\$ 185,548
IMRF - SLEP	11,280	-	11,280
Police	1,211,644	-	1,211,644
	<u>\$ 1,376,929</u>	<u>\$ 31,543</u>	<u>\$ 1,408,472</u>

*Same amounts are also reported in the proprietary fund statements.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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Illinois Municipal Retirement

The City's agent multiple-employer defined benefit pension plan for regular employees (other than those covered by the Police Pension Plan), provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The City maintains accounts for Regular employees and for Sheriff's Law Enforcement Personnel (SLEP) which provides benefits solely to the police chief. A summary of IMRF's pension benefits is provided in the "Benefits Provided" described below. Details of all benefits are available from IMRF. The Illinois Pension Code establishes the benefit provisions of the plan which can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Benefits Provided

Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least 8 years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

The Sheriff's Law Enforcement Personnel Fund (SLEP) members, having accumulated at least 30 years of SLEP service and terminating IMRF participation on or after July 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.50% of their final rate of earnings, for each year of credited service up to 20 years, 2.00% of their final earnings rate for the next 10 years of credited service and 1.00% for each year thereafter. For those SLEP members retiring with less than 20 years of SLEP

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service, the regular IMRF pension formula applies. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by state statutes. SLEP members are required to contribute 7.50% of their annual salary to SLEP. Currently, the only SLEP participant is the police chief.

Employees Covered by Benefit Terms

As of December 31, 2018, the measurement date for the net pension liability, the following employees were covered by the benefit terms:

	Regular	SLEP
Retirees and beneficiaries currently receiving benefits	35	-
Terminated employees entitled to but not yet receiving benefits	15	-
Current employees	24	1
	74	1

Contributions

As set by statute, employees participating in the IMRF Regular Plan are required to contribute 4.50% of their annual covered salary. The member rate is also established by State statute. The City is required to contribute at an actuarially determined rate. The employer annual required contribution rate for calendar year 2018 was 13.18% and for calendar year 2019, it is 10.32%. For the year ended April 30, 2019, the City contributed \$194,831 to the plan. The City also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. For the SLEP Plan, members are required to contribute 7.50% of their annual covered salary. The employer annual required contribution rate for calendar year 2018 was 13.28% and for calendar year 2019, it is 9.12%. For the year ended April 30, 2019, the City contributed \$13,526 to the plan.

City of Oakbrook Terrace, Illinois
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Investments

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

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	37%	7.15%
International equity	18%	7.25%
Fixed income	28%	3.75%
Alternative investments	7%	3.20-8.50%
Real estate	9%	6.25%
Short-term	1%	2.50%
	<u>100%</u>	

Net Pension Liability

The City's net pension liability as of April 30, 2019, was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

City of Oakbrook Terrace, Illinois
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Actuarial Assumptions

The following are the methods and assumptions used to determine the net pension liability as of April 30, 2019:

Actuarial valuation date	December 31, 2018
Measurement date	December 31, 2018
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.39% - 14.25%, including inflation
Investment rate of return	7.25%
Asset valuation method	Market value of assets

Retirement age is based on Experienced-Based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.

For nondisabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF-Specific Mortality Table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Discount Rate

A single discount rate (SDR) of 7.25% (7.50% in prior year) for the Regular Plan and 7.25% for the SLEP Fund was used to measure the total pension liability. The projection of cash flows used to determine the SDR assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate.

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Based on those assumptions, the Regular Plan’s fiduciary net position and the SLEP Plan’s fiduciary net position were both projected to be sufficient to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments for both plans of 7.25% was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability (Asset) – Regular Plan

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, beginning of year	\$ 7,744,466	\$ 7,304,711	\$ 439,755
Changes for the year			
Service cost	\$140,336	-	140,336
Interest	576,013	-	576,013
Differences between expected and actual experience	83,360	-	83,360
Changes in assumptions	250,018	-	250,018
Contributions - employer	-	200,794	(200,794)
Contributions - employee	-	78,899	(78,899)
Net investment income	-	(316,398)	316,398
Benefit payments, including refunds of employees’ contributions	(268,924)	(268,924)	-
Administrative expenses	-	-	-
Other (net transfer)	-	20,314	(20,314)
Net changes	780,803	(285,315)	1,066,118
Balance, end of year	\$ 8,525,269	\$ 7,019,396	\$ 1,505,873

City of Oakbrook Terrace, Illinois
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Changes in Net Pension Liability (Asset) – SLEP

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, beginning of year	\$ 20,742	\$ 26,121	\$ (5,379)
Changes for the year			
Service cost	\$18,188	-	18,188
Interest	2,238	-	2,238
Differences between expected and actual experience	2,770	-	2,770
Changes in assumptions	1,528	-	1,528
Contributions - employer	-	15,092	(15,092)
Contributions - employee	-	8,523	(8,523)
Net investment income	-	(590)	590
Benefit payments, including refunds of employees' contributions	-	-	-
Administrative expenses	-	-	-
Other (net transfer)	-	(785)	785
Net changes	24,724	22,240	2,484
Balance, end of year	\$ 45,466	\$ 48,361	\$ (2,895)

Discount Rate Sensitivity

The following is a sensitivity analysis of the City's net pension liability to changes in the discount rate. The tables below represent the pension liability (asset) of the City's Regular Plan and SLEP Fund calculated using the discount rate of 7.25%, as well as what the City's net pension liability would be if it were calculated using discount rates that are one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

Regular Plan

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
City's net pension liability (asset)	\$ 2,701,552	\$ 1,505,873	\$ 589,149

City of Oakbrook Terrace, Illinois
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SLEP Fund

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
City's net pension liability (asset)	\$ 3,935	\$ (2,895)	\$ (8,619)

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

For the year ended April 30, 2019, the City recognized pension expense of \$185,548 and \$11,280 for the Regular Plan and SLEP, respectively. At April 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	IMRF Regular Plan	
	Deferred Outflows of Plan Resources	Deferred Inflows of Plan Resources
Differences between expected and actual experience	\$ 59,433	\$ 96,892
Changes of assumptions	164,603	74,476
Net differences between projected and actual earnings on plan investments	429,967	-
Pension contributions made subsequent to the measurement date	51,891	-
	\$ 705,894	\$ 171,368

	IMRF SLEP Plan Deferred Outflows of Plan Resources
Differences between expected and actual experience	\$ 2,416
Changes of assumptions	1,333
Net differences between projected and actual earnings on plan investments	3,256
Pension contributions made subsequent to the measurement date	3,721
	\$ 10,726

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At April 30, 2019, the City reported \$55,612 of deferred outflows of resources related to pensions resulting from City contributions made subsequent to the measurement date that will be recognized as a reduction of net pension liability in the year ended April 30, 2019. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31,	Regular	SLEP	Total
2019	\$ 91,897	\$ 1,407	\$ 93,304
2020	166,353	1,407	167,760
2021	51,300	1,408	52,708
2022	173,085	1,230	174,315
2023	-	549	549
Thereafter	-	1,004	1,004
	<u>\$ 482,635</u>	<u>\$ 7,005</u>	<u>\$ 489,640</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plans' fiduciary net position is available in the separately issued IMRF schedule of changes in fiduciary net position by employer.

Police Pension Fund

Plan Description and Provisions

Police sworn personnel are covered by the Police Pension Fund, which is a single-employer defined benefit 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 fund as a pension trust fund. The Fund does issue a stand-alone financial report, which can be obtained by contacting the Oakbrook Terrace Finance Department at 17W275 Butterfield Road, Oakbrook Terrace, Illinois 60181.

Benefits Provided

The Police Pension Fund provides retirement benefits through two tiers as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), 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 annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of

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credited services may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a pension participant who retired with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Covered employees hired on or after January 1, 2011 (Tier 2), 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. Beginning in 2011, police officers' salary for pension purposes is capped at \$106,800, plus the lesser of one-half of the change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such a 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 10 years may retire at or after age 50 and receive a reduced benefit (*i.e.*, ½% for each month under 55). The monthly benefit of a Tier 2 pension participant shall be increased annually at age 60 on the January 1st after the pension participant retires or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, effective each January 1st thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Employees Covered by Benefit Terms

At May 1, 2018, the Police Pension Fund membership consisted of:

Retirees and beneficiaries currently receiving benefits	16
and terminated plan members entitled to but not yet receiving benefits	
Current employees	
Vested	14
Nonvested	4
	4
	34

Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Fund. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. For the year ended April 30, 2019, the City's contribution was 64.16% of covered payroll for total contributions of \$1,115,199. The Police Pension Fund is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040.

City of Oakbrook Terrace, Illinois

Notes to Basic Financial Statements

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The Police Pension Fund is accounted for using the accrual basis of accounting. Employer and employee contributions are recognized when earned (*i.e.*, when due pursuant to formal commitments), benefits and refunds are recognized when owed to retirees (*i.e.*, due and payable).

Investment Policy

ILCS limits the Police Pension Fund's investment to those allowable by ILCS and requires the Police Pension Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Police Pension Fund's investment policy authorizes the Police Pension Fund to make deposits/invest in commercial banks, savings and loan institutions (if a member of FDIC), obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, short-term commercial paper rates within the highest classifications of at least two standard rating services, Illinois Funds, Illinois Metropolitan Investment Fund (IMET), and money market mutual funds permissible under state law. The Police Pension Fund may also invest in certain non-U.S. obligations, mortgages, veteran's loans and life insurance company contracts, equity mutual funds and equity securities.

Investment Policy

The Police Pension Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Cash	2.0%	0.00%
Fixed income	33.0%	3.50%
Large cap domestic equities	52.0%	3.25%
Small cap domestic equities	5.0%	4.00%
International equity	5.0%	4.75%
Real estate	3.0%	4.25%

The long-term expected rate of return of the Police Pension Fund's investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of Pension Plan investment expenses and inflation) are developed for each major asset class. For 2019, the inflation rate assumption of the investment advisor was 2.00%. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates or arithmetic real rates of return excluding inflation for each major asset class included in the Fund's target asset allocation as of April 30, 2019, are listed in the table above.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

Investment Valuations

All investments in the Fund are stated at fair value and are recorded as of the trade date. Fair value is based on quoted market prices at April 30 for debt securities, equity securities and mutual funds and contract values for insurance contracts. Illinois funds, an investment pool created by the State Legislature under the control of the State Treasurer, is a money market mutual fund that maintains a \$1 per share value.

Investment Concentrations

The following are the investments that represent 5% or more of the Police Pension Fund's investments: Vanguard 500 Index Admiral Fund \$7,030,619. The Police Pension Fund's investment policy allows a maximum of 20% of the portfolio to be in cash or cash equivalents, maximum of 10% in separate accounts managed by life insurance companies, and no more than 65% of its portfolio in equity securities and in mutual funds subject to additional constraints.

Investment Rate of Return

For the year ended April 30, 2019, the annual money-weighted rate of return on pension fund investments, net of pension fund investment expense, was 9.36%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits With Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Police Pension Fund's deposits may not be returned to them. The Police Pension Fund's Investment Policy requires all bank balances to be covered by federal depository insurance.

At April 30, 2019, the carrying amount and the bank balance of the Police Pension Fund's deposits totaled \$387,925.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

Interest Rate Risk

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2019:

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury notes	\$ 336,266	\$ 36,844	\$ 94,100	\$ 205,322	\$ -
U.S. inflation index	150,660	-	-	72,962	77,698
U.S. Treasury bond	306,291	-	80,004	11,973	214,314
U.S. government and agency securities					
Government National Mortgage Association Pool	87,581	-	-	-	87,581
Federal National Mortgage Association Pool	344,504	-	-	27,642	316,862
Federal Farm Credit Bank	693,648	-	23,636	593,394	76,618
Federal Home Loan Mortgage Corporation	119,089	-	-	-	119,089
Federal Home Loan Mortgage Corp Pool	61,980	-	-	-	61,980
Federal Home Loan Bank	290,868	-	-	259,110	31,758
Corporate bonds	1,584,863	-	603,849	487,187	493,827
Certificates of deposit	649,144	-	649,144	-	-
	<u>4,624,894</u>	<u>\$ 36,844</u>	<u>\$ 1,450,733</u>	<u>\$ 1,657,590</u>	<u>\$ 1,479,727</u>
Not subject to credit risk					
Mutual funds	<u>8,712,938</u>				
	<u>\$ 13,337,832</u>				

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 Poor's and A+ by A.M. Best Company. The Corporate Bonds are rated BBB+ to AAA by Standard and Poor's.

City of Oakbrook Terrace, Illinois

Notes to Basic Financial Statements

April 30, 2019

Fair Value of Assets

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1** Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.
- Level 2** Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- Level 3** Unobservable inputs for an asset or liability.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
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The following table presents the fair value measurements of assets and liabilities recognized in the accompanying statement of net position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at April 30, 2019:

Investment Type	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury notes	\$ 336,266	\$ 336,266	\$ -	\$ -
U.S. inflation index	150,660	150,660	-	-
U.S. Treasury bond	306,291	306,291	-	-
U.S. government and agency securities				
Government National Mortgage Association Pool	87,581	-	87,581	-
Federal National Mortgage Association Pool	344,504	-	344,504	-
Federal Farm Credit Bank	693,648	-	693,648	-
Federal Home Loan Mortgage Corporation	119,089	-	119,089	-
Federal Home Loan Mortgage Corp Pool	61,980	-	61,980	-
Federal Home Loan Bank	290,868	-	290,868	-
Corporate bonds	1,584,863	-	1,584,863	-
Certificates of deposit	649,144	-	649,144	-
Equity mutual funds	8,712,938	8,712,938	-	-
	<u>\$ 13,337,832</u>	<u>\$ 9,506,155</u>	<u>\$ 3,831,677</u>	<u>\$ -</u>

Following is a description of the valuation methodologies and inputs used for assets and liabilities measured at fair value on a recurring basis and recognized in the accompanying statement of net position, as well as the general classification of such assets and liabilities pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the year ended April 30, 2019.

Investments

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

Net Pension Liability

The City's net pension liability as of April 30, 2019, was measured as of that date and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation also as of that date.

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2019, using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2019
Measurement date	April 30, 2019
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	Graded schedule based on service ranging from 3.5% to 11%
Discount rate	6.50%
Investment rate of return	6.50%
Asset valuation method	5-year smoothed market, no corridor

Mortality rates RP-2000 Combined Healthy Mortality with a blue collar adjustment, projected to the valuation date using Scale BB. The disabled mortality rate was based on RP-2000 Disabled Retiree Mortality, projected to the valuation date with Scale BB.

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

Changes in Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, beginning of year	<u>\$ 24,916,197</u>	<u>\$ 12,719,124</u>	<u>\$ 12,197,073</u>
Changes for the year			
Service cost	429,350	-	429,350
Interest	1,612,233	-	1,612,233
Differences between expected and actual experience	(901,809)	-	(901,809)
Changes of assumptions	1,145,712	-	1,145,712
Contributions - employer	-	1,115,199	(1,115,199)
Contributions - employee	-	172,255	(172,255)
Net investment income	-	890,839	(890,839)
Other	-	15	(15)
Benefit payments, including refunds of employees' contributions	(1,083,921)	(1,083,921)	-
Administrative expenses	<u>-</u>	<u>(40,280)</u>	<u>40,280</u>
Net changes	<u>1,201,565</u>	<u>1,054,107</u>	<u>147,458</u>
Balance, end of year	<u><u>\$ 26,117,762</u></u>	<u><u>\$ 13,773,231</u></u>	<u><u>\$ 12,344,531</u></u>

Changes in assumptions related to salary increases, inflation, retirement age, disability rates, termination and mortality were made since the prior measurement date.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. City contributions have been 100% the actuarially determined contribution based upon a five-year historical average. Based on those assumptions, the Police Pension Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

City of Oakbrook Terrace, Illinois
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April 30, 2019

Discount Rate Sensitivity

The following is a sensitivity analysis of the City's net pension liability to changes in the discount rate. The table below represents the pension liability calculated using the discount rate of 6.50% as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
City's police pension net pension liability	\$ 16,298,513	\$ 12,344,531	\$ 9,136,284

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

For the year ended April 30, 2019, the City recognized pension expense of \$1,211,644. At April 30, 2019, the City reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Plan Resources	Deferred Inflows of Plan Resources
Differences between expected and actual experience	\$ 470,561	\$ 849,848
Change of assumptions	1,097,750	215,505
Net differences between projected and actual earnings on pension plan investments	-	190,145
	\$ 1,568,311	\$ 1,255,498

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

Year Ending April 30,	Amount
2020	\$ 134,087
2021	(21,230)
2022	33,875
2023	64,594
2024	66,644
Thereafter	34,843
	\$ 312,813

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

Pension Fund Fiduciary Net Position

Detailed information about the Pension Fund’s fiduciary net position is available in the basic financial statements.

Note 15: Change in Accounting Principle

The City adopted the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for fiscal year ended April 30, 2019. As a result of the adoption of the provisions of this statement, the City has restated beginning net position as follows:

	Governmental Activities	Business-Type Activities / Proprietary Fund
Net position - May 1, 2018 (as previously reported)	\$ 19,555,212	\$ 4,768,226
Adjustment to remove the OPEB obligation reported as of May 1, 2018, under GASB 45	65,825	-
Adjustment to record the total OPEB liability as of May 1, 2018, under GASB 75	(833,676)	(75,756)
Total adjustment to beginning net position for GASB 75 implementation	(767,851)	(75,756)
Net position - May 1, 2018 (as restated)	\$ 18,787,361	\$ 4,692,470

Note 16: Pronouncements to Be Implemented in the Future

The Governmental Accounting Standards Board (GASB) has issued the following pronouncements, some of which are expected to have a material impact on the City’s financial statements in future periods:

GASB Statement No. 83, *Certain Asset Retirement Obligations*, addresses accounting and financial reporting for certain asset retirement obligations (ARO). This statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations. This statement requires that recognition occurs when the liability is both incurred and reasonably estimable, and it also requires the measurement of an ARO be based on the best estimate of the current value of outlays expected

City of Oakbrook Terrace, Illinois
Notes to Basic Financial Statements
April 30, 2019

to be incurred. This statement also requires disclosure about the nature of a government's AROs, the methods and assumptions used for the estimated of the liabilities, and the estimated remaining useful life of the associated tangible capital asset. The provisions of this statement are effective for financial statements for the City's fiscal year ending April 30, 2020.

GASB Statement No. 84, *Fiduciary Activities* (GASB 84): establishes criteria for identifying fiduciary activities. It presents separate criteria for evaluating component units, pension and other postemployment benefit arrangements, and other fiduciary activities. The focus is on a government controlling the assets of the fiduciary activity and identification of the beneficiaries of those assets. Fiduciary activities are reported in one of four types of funds: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds or custodial funds. Custodial funds are used to report fiduciary activities that are not held in a trust. The agency fund designation will no longer be used. GASB 84 also provides guidance on fiduciary fund statements and timing of recognition of a liability to beneficiaries.

GASB 84 is effective for financial statements for fiscal years beginning after December 15, 2018. Earlier application is encouraged.

GASB Statement No. 87, *Leases* (GASB 87): GASB 87 provides a new framework for accounting for leases under the principle that leases are financings. No longer will leases be classified between capital and operating. Lessees will recognize an intangible asset and a corresponding liability. The liability will be based on the payments expected to be paid over the lease term, which includes an evaluation of the likelihood of exercising renewal or termination options in the lease. Lessors will recognize a lease receivable and related deferred inflow of resources. Lessors will not derecognize the underlying asset. An exception to the general model is provided for short-term leases that cannot last more than 12 months. Contracts that contain lease and nonlease components will need to be separated so each component is accounted for accordingly.

GASB 87 is effective for financial statements for fiscal years beginning after December 15, 2019. Earlier application is encouraged. Governments will be allowed to transition using the facts and circumstances in place at the time of adoption, rather than retroactive to the time each lease was begun.

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements* (GASB 88): GASB 88 specifies disclosures that should be made in the financial statements related to debt. It also provides a definition of debt so that governments know which types of liabilities should be included in those disclosures. If a government has direct borrowings or direct placements, disclosures related to these should be provided separately from disclosures related to other types of debt.

GASB 88 is effective for financial statements for fiscal years beginning after June 15, 2018. Earlier application is encouraged.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period* (GASB 89): GASB 89 requires that interest costs incurred before the end of a construction period be recognized as expenses in the period in which the costs are incurred. As a result, the

City of Oakbrook Terrace, Illinois

Notes to Basic Financial Statements

April 30, 2019

interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund.

GASB 89 is effective for financial statements for fiscal years beginning after December 15, 2019. Earlier application is encouraged. GASB 89 will be applied prospectively to interest incurred after the date of adoption.

The City has begun assessing the potential impact on the financial statements of these statements and has begun the process of communicating the impact with those charged with governance and other stakeholders.

Note 17: Subsequent Events

Subsequent to year end in October 2019, the City passed an ordinance approving the transfer of \$2,950,000 in excess of General Fund reserves to pay off the 2010 A&B Business District Bonds.

Required Supplementary Information
(Unaudited)

City of Oakbrook Terrace, Illinois
Required Supplementary Information
Schedule of Changes in the City's Net Pension
Liability and Related Ratios
Illinois Municipal Retirement Fund - Regular Plan
April 30, 2019

	2019	2018	2017	2016
Total pension liability				
Service costs	\$ 140,336	\$ 147,736	\$ 142,179	\$ 134,446
Interest	576,013	584,800	548,055	519,704
Changes in benefit terms				
Differences between expected and actual experience	83,360	(295,930)	96,277	(82,394)
Change of assumptions	250,018	(222,882)	(31,781)	19,677
Benefit payments including refunds of member contributions	<u>(268,924)</u>	<u>(385,435)</u>	<u>(208,431)</u>	<u>(185,947)</u>
Net change in total pension liability	780,803	(171,711)	546,299	405,486
Total pension liability - beginning	<u>7,744,466</u>	<u>7,916,177</u>	<u>7,369,878</u>	<u>6,964,392</u>
Total pension liability - ending	<u>\$ 8,525,269</u>	<u>\$ 7,744,466</u>	<u>\$ 7,916,177</u>	<u>\$ 7,369,878</u>
Plan fiduciary net position				
Contributions - City	\$ 200,794	\$ 180,587	\$ 179,399	\$ 166,043
Contributions - members	78,899	64,779	59,229	58,392
Net investment income	(316,398)	1,086,166	406,901	30,259
Benefit payments including refunds of member contributions	(268,924)	(385,435)	(208,431)	(185,947)
Other (net transfer)	<u>20,314</u>	<u>(149,318)</u>	<u>59,077</u>	<u>(89,633)</u>
Net change in plan fiduciary net position	(285,315)	796,779	496,175	(20,886)
Plan net position - beginning	<u>7,304,711</u>	<u>6,507,932</u>	<u>6,011,757</u>	<u>6,032,643</u>
Plan net position - ending	<u>\$ 7,019,396</u>	<u>\$ 7,304,711</u>	<u>\$ 6,507,932</u>	<u>\$ 6,011,757</u>
City's net pension liability	<u>\$ 1,505,873</u>	<u>\$ 439,755</u>	<u>\$ 1,408,245</u>	<u>\$ 1,358,121</u>
Plan fiduciary net position as a percentage of the total pension liability	82.34%	94.32%	82.21%	81.57%
Covered payroll	\$ 1,523,476	\$ 1,394,502	\$ 1,316,206	\$ 1,297,610
City's net pension liability as a percentage of covered payroll	98.84%	31.53%	106.99%	104.66%

GASB Statement No. 68 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted in Fiscal Year 2016. Information in this schedule has been determined as of the measurement date (December 31) of the City's net pension liability.

City of Oakbrook Terrace, Illinois
Required Supplementary Information
Schedule of Changes in the City's Net Pension
Liability and Related Ratios

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel Fund
April 30, 2019

	2019	2018
Total pension asset		
Service costs	\$ 18,188	\$ -
Interest	2,238	-
Changes in benefit terms		
Differences between expected and actual experience	2,770	21,586
Change of assumptions	1,528	(844)
Net change in total pension liability	24,724	20,742
Total pension liability - beginning	20,742	-
Total pension liability - ending	\$ 45,466	\$ 20,742
Plan fiduciary net position		
Contributions - City	\$ 15,092	\$ 17,578
Contributions - members	8,523	9,625
Net investment income	(590)	90
Other (net transfer)	(785)	(1,172)
Net change in plan fiduciary net position	22,240	26,121
Plan net position - beginning	26,121	-
Plan net position - ending	\$ 48,361	\$ 26,121
City's net pension asset	\$ (2,895)	\$ (5,379)
Plan fiduciary net position as a percentage of the total pension liability	106.37%	125.93%
Covered payroll	\$ 113,654	\$ 112,408
City's net pension asset as a percentage of covered payroll	(2.55)%	(4.79)%

GASB Statement No. 68 requires the presentation of 10 fiscal years of data; however, Fiscal Year 2018 is the first year for this plan. Information in this schedule has been determined as of the measurement date (December 31) of the City's net pension liability.

City of Oakbrook Terrace, Illinois
Required Supplementary Information
Schedule of Changes in the City's Net Pension
Liability and Related Ratios
Police Pension Fund
April 30, 2019

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability					
Service cost	\$ 429,350	\$ 475,653	\$ 535,882	\$ 512,999	\$ 498,995
Interest on the total pension liability	1,612,233	1,542,084	1,484,841	1,409,789	1,334,696
Differences between expected and actual experience	(901,809)	524,313	(134,518)	224,119	-
Changes of assumptions	1,145,712	(301,707)	202,498	56,687	266,104
Contributions - buy back	-	10,347	-	-	-
Benefit payments	<u>(1,083,921)</u>	<u>(1,166,415)</u>	<u>(1,129,211)</u>	<u>(1,014,414)</u>	<u>(902,657)</u>
Net change in total pension liability	1,201,565	1,084,275	959,492	1,189,180	1,197,138
Total pension liability - beginning of period	<u>24,916,197</u>	<u>23,831,922</u>	<u>22,872,430</u>	<u>21,683,250</u>	<u>20,486,112</u>
Total pension liability - end of period	<u>\$ 26,117,762</u>	<u>\$ 24,916,197</u>	<u>\$ 23,831,922</u>	<u>\$ 22,872,430</u>	<u>\$ 21,683,250</u>
Plan fiduciary net position					
Contributions - employer	\$ 1,115,199	\$ 1,039,771	\$ 995,185	\$ 912,363	\$ 755,538
Contributions - members	172,255	160,821	168,948	171,032	169,288
Contributions - buy back	-	10,347	-	-	-
Contributions - other	-	-	-	56,687	266,104
Net investment income (loss)	890,839	1,070,751	969,766	(79,870)	747,126
Other	15	-	-	-	-
Benefit payments	(1,083,921)	(1,166,415)	(1,129,211)	(1,014,414)	(902,658)
Administrative expense	<u>(40,280)</u>	<u>(42,132)</u>	<u>(43,720)</u>	<u>(33,226)</u>	<u>(34,198)</u>
Net change in plan fiduciary net position	1,054,107	1,073,143	960,968	12,572	1,001,200
Plan net position - beginning of period	<u>12,719,124</u>	<u>11,645,981</u>	<u>10,685,013</u>	<u>10,672,441</u>	<u>9,671,241</u>
Plan net position - end of period	<u>\$ 13,773,231</u>	<u>\$ 12,719,124</u>	<u>\$ 11,645,981</u>	<u>\$ 10,685,013</u>	<u>\$ 10,672,441</u>
City's net pension liability	<u>\$ 12,344,531</u>	<u>\$ 12,197,073</u>	<u>\$ 12,185,941</u>	<u>\$ 12,187,417</u>	<u>\$ 11,010,809</u>
Plan fiduciary net position as a percentage					
Percentage of the total pension liability	52.74%	51.05%	48.87%	46.72%	49.22%
Covered payroll	\$ 1,738,194	\$ 1,622,815	\$ 1,707,810	\$ 1,725,853	\$ 1,709,980
City's net pension liability as a percentage of covered payroll	710.19%	751.60%	713.54%	706.17%	643.91%

GASB Statement Nos. 67 and 68 require the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of GASB Statement No. 67 are not required to be presented in this schedule. The pronouncement was adopted in Fiscal Year 2015. Information in this schedule has been determined as of the measurement date (April 30) of the City's net pension liability.

Following are the assumption changes since the prior year valuation
a. The mortality rates were updated to reflect the PubS-2010 tables.

City of Oakbrook Terrace, Illinois
Required Supplementary Information
Schedule of City Contributions
Illinois Municipal Retirement Fund - Regular Plan
April 30, 2019

Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Actual Contribution as a Percentage of Covered Payroll
4/30/2019	\$ 194,831	\$ 200,794	\$ 5,963	\$ 1,587,343	12.65%
4/30/2018	180,588	185,352	4,764	1,423,492	13.02%
4/30/2017	179,399	185,102	5,703	1,362,319	13.59%
4/30/2016	166,094	192,511	26,417	1,323,329	14.55%

Notes to the Required Supplementary Information

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

Methods and Assumptions Used to Determine 2018 Contribution Rates

Actuarial cost method	Aggregate entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	25-years closed period
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.50%
Price inflation	2.75% approximate; no explicit price inflation assumption is used in this valuation.
Salary increases	3.75% to 14.50%, Including Inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.
Mortality	For nondisabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
Other information	There were no benefit changes during the year.

Information above based on valuation assumptions used in the December 31, 2016 actuarial valuation.

GASB Statement No. 68 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted in 2016.

Information in this schedule has been determined as of the City's most recent fiscal yearend.

City of Oakbrook Terrace, Illinois
Required Supplementary Information
Schedule of Investment Returns
Police Pension Fund
April 30, 2019

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2019	9.36%
2018	9.20%
2017	10.11%
2016	(1.14)%
2015	8.50%

GASB Statement No. 67 requires the presentation of 10 fiscal years of data; however, the fiscal years completed prior to the adoption of this pronouncement are not required to be presented in this schedule. The pronouncement was adopted in 2015.

Information in this schedule has been determined as of the City's most recent fiscal yearend.

City of Oakbrook Terrace, Illinois
Required Supplementary Information
Schedule of Changes in the City's Total OPEB Liability and Related Ratios
April 30, 2019

	2019
Total OPEB liability	
Service cost	\$ 12,918
Interest	32,953
Changes of assumptions	53,111
Benefit payments	(29,330)
Net change in total OPEB liability	69,652
Total OPEB liability - beginning of period	909,432
Total OPEB liability - end of period	\$ 979,084
Covered payroll	\$ 3,686,411
City's total OPEB liability as a percentage of covered payroll	26.56%

GASB Statement No. 75 requires the presentation of ten fiscal years of data.
As of April 30, 2019, only one year of information is available.

No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Changes of assumptions: The discount rate changed from 3.63% in 2018 to 3.21% in 2019.

**Combining and Individual Fund
Financial Statements and Schedules**

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 - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Local taxes		
Property tax - police pension	\$ 979,534	\$ 980,370
Hotel/motel taxes	1,607,000	1,562,493
Off track betting tax	250,000	208,519
Telecommunications utility tax	570,000	518,145
Amusement tax	326,725	477,411
Video gaming	244,000	262,725
Total local taxes	<u>3,977,259</u>	<u>4,009,663</u>
Intergovernmental		
Sales and use tax	1,874,124	1,935,731
Replacement tax	3,097	3,046
Income tax	204,437	220,636
Road and bridge tax	4,100	6,655
Total intergovernmental	<u>2,085,758</u>	<u>2,166,068</u>
Licenses and permits		
Liquor licenses	96,700	105,840
Business licenses	132,000	122,807
Business license/reg penalty	1,300	1,365
Other licenses	19,100	22,025
Building permits	225,000	301,439
Franchise fees	79,200	77,757
Video gaming fees	61,200	63,875
Total licenses and permits	<u>614,500</u>	<u>695,108</u>
Charges for services		
Library fees	3,500	3,374
Zoning hearings, maps, books	34,350	45,748
Other charges for services	4,000	5,726
Total charges for services	<u>41,850</u>	<u>54,848</u>
Fines and forfeits		
Court fines/tickets	95,600	97,642
Towing fees	35,000	27,500
Red light camera fines	2,600,000	5,430,503
DUI tech fees	25,000	31,061
Total fines and forfeits	<u>2,755,600</u>	<u>5,586,706</u>

(Cont.)

City of Oakbrook Terrace, Illinois
General Fund
Schedule of Revenues - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Investment income	\$ 57,000	\$ 188,014
Miscellaneous		
Antenna income	125,300	125,304
July 4th sponsor	22,000	22,300
Other	155,742	155,362
Total miscellaneous	303,042	302,966
Total revenues	\$ 9,835,009	\$ 13,003,373

City of Oakbrook Terrace, Illinois
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
General Government		
Executive management		
Full-time	\$ 298,612	\$ 303,904
Overtime	-	152
Part-time and special pay	114,028	115,283
Office supplies	2,000	2,165
Health/life insurance/dental insurance	57,292	57,809
Unemployment insurance	306	368
Dues and meetings	7,000	6,106
Payroll taxes	30,549	29,832
Postage	1,600	529
Supplies	4,200	3,341
Newsletter	21,976	22,000
IMRF	42,620	39,414
Publications and books	600	1,010
Library services	20,000	18,019
Public information	1,200	2,960
Phone service	4,000	4,059
Communications	3,000	3,940
Training and conferences	500	220
Codification	4,200	4,517
Professional/tech services	2,000	391
Office furniture	-	2,375
Equipment rental	350	401
Hardware	1,000	2,677
Equipment and vehicle repair	3,500	1,601
Legal services	188,000	194,393
Contingency	5,000	9,311
Employee assistance program	350	345
Recognition	1,500	783
Special events programming	86,377	86,529
Total executive management	<u>901,760</u>	<u>914,434</u>
Economic development		
Oakbrook Terrace LLC - tax incentive	38,167	-
Home Depot - tax incentive	187,000	191,369
SIRVA - tax incentive	9,000	-
Total economic development	<u>234,167</u>	<u>191,369</u>

(Cont.)

City of Oakbrook Terrace, Illinois
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Building and zoning		
Full-time	\$ 280,759	\$ 284,832
Overtime	1,025	106
Part-time - other	6,300	10,300
Office supplies	1,500	645
Supplies	1,500	1,565
Postage	1,000	655
Health/life insurance/dental insurance	65,708	66,049
Unemployment insurance	272	407
Dues and meetings	550	422
Payroll taxes	21,553	21,851
Communications	1,200	1,180
Equipment repairs	1,100	942
IMRF	37,306	35,435
Publications and books	100	523
Professional and technical	112,500	63,402
Public information	1,500	11
Public hearing expenses	18,000	4,652
Equipment rental	350	401
Training and conferences	500	-
Phone service	2,000	1,845
Total building and zoning	<u>554,723</u>	<u>495,223</u>
Finance department		
Full and part-time	116,900	127,877
Office supplies	1,200	1,052
Health/life insurance/dental/vision insurance	16,857	17,284
Unemployment insurance	102	311
Risk management contribution	160,252	154,760
Supplies	1,500	301
Dues and meetings	560	610
Phone service and communications	5,600	5,713
Equipment rental	321	401
Payroll taxes	8,944	9,360
IMRF	14,293	15,725
Software purchase	20,000	21,140
Hardware	1,000	451
Training and conferences	1,000	280
Professional and technical	91,138	81,220

(Cont.)

City of Oakbrook Terrace, Illinois
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Investment management fees	\$ 2,000	\$ 2,027
Equipment repair	1,500	942
Public information	3,000	2,063
Postage	2,000	2,079
Credit card transactions	2,500	3,833
Total finance department	450,667	447,429
Total General Government	2,141,317	2,048,455
 Public Safety		
Police department		
Full-time	2,135,248	2,170,027
Overtime	146,663	181,045
Part-time - regular	57,682	66,416
Holiday pay	62,197	58,808
Vacation buy back pay	29,209	14,396
Court time	72,000	53,067
Office supplies	5,500	5,814
Office furniture	1,000	1,005
Health/life insurance/dental insurance	624,732	599,223
Unemployment insurance	2,041	2,791
Deductible payments	4,000	-
Medical exams	400	375
Dues and meetings	900	300
Public information	100	-
Payroll taxes	190,207	185,215
IMRF	62,092	51,107
Police pension funding	1,115,355	1,115,200
Phone service	4,000	5,679
Ducomm	236,000	221,680
Communications	12,000	22,460
Gas and oil	51,250	36,856
Utilities	6,000	4,779
Supplies	6,000	9,290
Vehicle maintenance	25,000	25,187
Postage	1,500	2,079
Printing	3,000	2,166
Equipment rental	800	527
Software purchase	3,400	-
Hardware	2,000	1,760
Uniform allowance	15,600	20,732

(Cont.)

City of Oakbrook Terrace, Illinois
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Books and publications	\$ 1,000	\$ 129
Training and conferences	7,500	7,457
Support services	15,000	13,790
Continuing education	3,500	-
Professional/technical services	1,500	2,742
Equipment	12,000	18,631
Equipment repair	45,000	39,215
Building maintenance	30,500	33,043
Animal control	300	350
Filing fees	2,000	250
Vehicle and equipment - capital outlay	68,000	36,989
DUI equipment	1,500	29,255
Total police department	5,063,676	5,039,835
Red light camera		
Part-time	57,000	65,461
Court time	11,107	5,821
Payroll taxes	5,210	5,415
Unemployment insurance	175	239
Communication	1,049	1,146
Legal services	36,000	13,978
Supplies	1,500	62
Safespeed ticket fees	900,000	2,149,203
Safespeed monthly fee	14,500	13,500
Total red light camera	1,026,541	2,254,825
Police commission		
Part-time - regular	4,500	6,175
Office supplies	200	87
Dues and meetings	375	375
Payroll taxes	350	495
Postage	200	16
Supplies	150	-
Advertising and publications	1,060	40
Professional and technical services	1,000	1,040
Training and conferences	1,200	-
Travel expenses	100	-
Testing and exams	7,000	9,610
Total police commission	16,135	17,838
Total public safety	6,106,352	7,312,498

City of Oakbrook Terrace, Illinois
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2019

	Original and	
	Final	Actual
	Budget	Actual
Public Services		
Full-time	\$ 275,281	\$ 255,753
Overtime	513	2,371
Part-time - other	20,000	27,677
Office supplies	500	110
Supplies	13,000	7,433
Postage	200	12
Building maintenance	37,000	22,394
Health/life insurance/dental insurance	60,813	74,371
Unemployment insurance	238	539
Professional and technical	5,000	914
Dues and meetings	1,550	645
Deductible payments	3,000	-
Physical exams	500	150
Phone service	7,000	3,949
Communications and public information	2,800	3,209
Equipment rental	3,000	411
Gas and oil	16,150	13,457
Payroll taxes	22,252	22,912
IMRF	37,064	33,239
Street repair materials and street sweeping	18,500	15,958
Vehicle maintenance and repair	19,000	17,316
Uniform allowance	2,000	1,447
Publications and books	350	30
Training and conferences	1,700	340
Lawn supplies	4,000	2,819
Lawn maintenance contract	6,500	3,102
Tree trimming	16,000	8,615
Equipment purchase	12,000	8,065
Street lights	17,000	8,217
Equipment repair	17,500	20,220
Travel expenses	100	-
Mosquito abatement	16,060	16,060
Traffic signals	2,700	2,340
Testing and exams	110	-
Utilities	11,000	14,001

City of Oakbrook Terrace, Illinois
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
NPDES permit	\$ 2,300	\$ 770
Easement maintenance	1,097	1,097
Hardware	-	140
	653,778	590,083
 Tourism		
Membership and association fees	58,133	59,697
OBT Historical Society	10,000	6,000
Special events	1,000	-
Marketing and advertising	100,000	87,097
	169,133	152,794
 Total tourism	 169,133	 152,794
 Total expenditures	 \$ 9,070,580	 \$ 10,103,830

Nonmajor Governmental Funds

City of Oakbrook Terrace, Illinois

Nonmajor Funds

Combining Balance Sheet

April 30, 2019

	Special Revenue Motor Fuel Tax Fund	Debt Service Funds	Total Nonmajor Governmental Funds
Assets			
Deposits	\$ 436,392	\$ 399,104	\$ 835,496
Receivables			
Local taxes	-	163,756	163,756
Intergovernmental	4,724	-	4,724
Due from other funds	-	38,636	38,636
Total assets	\$ 441,116	\$ 601,496	\$ 1,042,612
Deferred Inflows of Resources and Fund Balances			
Liabilities			
Due to other funds	\$ -	\$ 803	\$ 803
Deferred Inflows of Resources			
Unavailable property taxes	-	48,620	48,620
Fund Balances			
Restricted for			
Maintenance of roadways	441,116	-	441,116
Debt service	-	552,177	552,177
Unassigned	-	(104)	(104)
Total fund balances	441,116	552,073	993,189
Total deferred inflows of resources and fund balances	\$ 441,116	\$ 601,496	\$ 1,042,612

City of Oakbrook Terrace, Illinois
Nonmajor Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Year Ended April 30, 2019

	<u>Special Revenue Motor Fuel Tax Fund</u>	<u>Debt Service Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues			
Local taxes	\$ -	\$ 205,618	\$ 205,618
Intergovernmental	54,171	384,778	438,949
Investment income	9,404	7,226	16,630
Total revenues	<u>63,575</u>	<u>597,622</u>	<u>661,197</u>
Expenditures			
Public services	50,057	-	50,057
Debt service			
Principal	-	360,000	360,000
Interest	-	230,881	230,881
Fees	-	3,264	3,264
Total expenditures	<u>50,057</u>	<u>594,145</u>	<u>644,202</u>
Net Change in Fund Balances	13,518	3,477	16,995
Fund Balances			
May 1	<u>427,598</u>	<u>548,596</u>	<u>976,194</u>
April 30	<u>\$ 441,116</u>	<u>\$ 552,073</u>	<u>\$ 993,189</u>

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.

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, 2019

	Original and Final Budget	Actual
Revenues		
Intergovernmental		
Motor fuel tax allotments	\$ 54,951	\$ 54,171
Investment income	4,200	9,404
Total revenues	59,151	63,575
Expenditures		
Public services	45,700	50,057
Net Change in Fund Balance	\$ 13,451	13,518
Fund Balance		
May 1		427,598
April 30		\$ 441,116

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 the Business District redevelopment project.

City of Oakbrook Terrace, Illinois
Debt Service Funds
Combining Balance Sheet
April 30, 2019

	Debt Service Fund - SSA II	2010 Bond Fund	2012 Bond Fund	Total Debt Service Funds
Assets				
Deposits	\$ 699	\$ 240,166	\$ 158,239	\$ 399,104
Receivables				
Local taxes	48,620	63,325	51,811	163,756
Due from other funds	-	21,250	17,386	38,636
	<u>\$ 49,319</u>	<u>\$ 324,741</u>	<u>\$ 227,436</u>	<u>\$ 601,496</u>
Deferred Inflows of Resources and Fund Balances				
Liabilities				
Due to other funds	\$ 803	\$ -	\$ -	\$ 803
Deferred Inflows of Resources				
Unavailable property taxes	48,620	-	-	48,620
Fund Balances				
Restricted for				
Business District - 2010 Bonds debt service	-	324,741	-	324,741
Business District - 2012 Bonds debt service	-	-	227,436	227,436
Unassigned	(104)	-	-	(104)
	<u>(104)</u>	<u>324,741</u>	<u>227,436</u>	<u>552,073</u>
Total fund balances	<u>(104)</u>	<u>324,741</u>	<u>227,436</u>	<u>552,073</u>
Total deferred inflows of resources and fund balances	<u>\$ 49,319</u>	<u>\$ 324,741</u>	<u>\$ 227,436</u>	<u>\$ 601,496</u>

City of Oakbrook Terrace, Illinois
Debt Service Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Year Ended April 30, 2019

	Debt Service Fund - SSA II	2010 Bond Fund	2012 Bond Fund	Total Debt Service Funds
Revenues				
Local taxes	\$ 45,412	\$ 88,113	\$ 72,093	\$ 205,618
Intergovernmental	-	211,628	173,150	384,778
Investment Income	-	4,286	2,940	7,226
Total revenues	<u>45,412</u>	<u>304,027</u>	<u>248,183</u>	<u>597,622</u>
Expenditures				
Debt service				
Principal	30,000	165,000	165,000	360,000
Interest	14,945	134,626	81,310	230,881
Fees	803	1,605	856	3,264
Total expenditures	<u>45,748</u>	<u>301,231</u>	<u>247,166</u>	<u>594,145</u>
Net Change in Fund Balances	(336)	2,796	1,017	3,477
Fund Balances				
May 1	<u>232</u>	<u>321,945</u>	<u>226,419</u>	<u>548,596</u>
April 30	<u>\$ (104)</u>	<u>\$ 324,741</u>	<u>\$ 227,436</u>	<u>\$ 552,073</u>

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, 2019

	Original and Final Budget	Actual
Revenues		
Local taxes		
Property taxes	\$ 45,394	\$ 45,412
Expenditures		
Debt service		
Principal	30,000	30,000
Interest	14,945	14,945
Fees	803	803
Total expenditures	45,748	45,748
Net Change in Fund Balance	\$ (354)	(336)
Fund Balance		
May 1		232
April 30		\$ (104)

City of Oakbrook Terrace, Illinois
2010 Bond Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Revenues		
Local taxes		
Home rule sales tax	\$ 42,700	\$ 45,218
Business district sales tax	41,900	42,895
Intergovernmental		
Sales and use tax	215,100	211,628
Investment income	2,104	4,286
Total revenues	301,804	304,027
Expenditures		
Debt service		
Principal	165,000	165,000
Interest	134,626	134,626
Fees	1,605	1,605
Total expenditures	301,231	301,231
Net Change in Fund Balance	\$ 573	2,796
Fund Balance		
May 1		321,945
April 30		\$ 324,741

City of Oakbrook Terrace, Illinois
2012 Bond Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Revenues		
Local taxes		
Home rule sales tax	\$ 35,000	\$ 36,997
Business district sales tax	34,300	35,096
Intergovernmental		
Sales and use tax	176,000	173,150
Investment income	1,341	2,940
Total revenues	246,641	248,183
Expenditures		
Debt service		
Principal	165,000	165,000
Interest	81,310	81,310
Fees	900	856
Total expenditures	247,210	247,166
Net Change in Fund Balance	\$ (569)	1,017
Fund Balance		
May 1		226,419
April 30		\$ 227,436

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, 2019

	Original and Final Budget	Actual
Revenues		
Local taxes		
Home rule sales tax	\$ 1,657,000	\$ 1,676,711
Investment income	15,800	55,202
Total revenues	1,672,800	1,731,913
Expenditures		
General government		
Scanning services	46,000	11,690
Public safety		
Police ETSB system	34,670	20,827
Capital outlay		
Equipment purchase	64,000	107,813
Facility improvements	-	19,991
Infrastructure improvements	1,208,612	1,389,978
Professional/technical services	7,028	538
Infrastructure repairs	80,000	-
Vehicles	300,000	312,456
Debt service		
Principal	250,000	250,000
Interest	95,450	95,450
Total expenditures	2,085,760	2,208,743
Excess (Deficiency) of Revenues Over Expenditures	(412,960)	(476,830)
Other Financing Sources		
Proceeds from capital asset disposal	-	17,000
Net Change in Fund Balance	\$ (412,960)	(459,830)
Fund Balance		
May 1		2,877,737
April 30		\$ 2,417,907

Proprietary Fund Type

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, 2019

	Original and Final Budget	Actual
Operating Revenues		
Charges for services		
User charges	\$ 947,150	\$ 868,550
Connection charges	10,000	-
Water meters	5,000	-
Penalties/fines	17,400	13,562
Total operating revenues	<u>979,550</u>	<u>882,112</u>
Expenses		
Public services		
Risk management contribution	78,926	76,961
Utilities	12,000	11,891
Public information	1,400	5,023
Legal expense	500	200
Full and part-time	242,499	243,173
Overtime	9,225	19,097
Health and life insurance/dental insurance	49,639	61,085
Unemployment insurance	238	344
Payroll taxes	19,058	20,499
IMRF	33,514	29,147
Phone service	9,000	4,906
Dues and meetings	900	647
Postage	3,000	1,927
Supplies	3,600	1,555
Professional and technical services	18,500	2,510
Equipment purchase	12,000	6,173
Equipment repair and maintenance	10,000	4,663
Software purchase	-	2,370
Hardware	-	-
Fuel	2,750	2,243
Fuel replacement	2,050	2,050
Capital expenses	359,214	-
Vehicle maintenance - truck	4,000	1,481
Publication and books	200	-
Training and conferences	5,500	891
Equipment rental	700	511
Travel	100	179
Emergency services	6,000	-
Communications	3,500	3,519

(Cont.)

City of Oakbrook Terrace, Illinois
Water Fund
Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual
Year Ended April 30, 2019

	Original and Final Budget	Actual
Water meters	\$ 12,000	\$ 5,661
Water purchase	473,360	421,659
Uniform allowance	1,000	697
Credit card fees	1,560	1,628
Deductible payments	2,000	-
New OBT Holding LLC watermain	-	7,853
	1,377,933	940,543
Operating Loss Before Depreciation	(398,383)	(58,431)
Depreciation Expense	232,000	239,693
Operating Loss	(630,383)	(298,124)
Nonoperating Revenues (Expenses)		
Electric utility tax	420,000	436,154
Investment income	2,800	12,946
Miscellaneous	100	(1)
Interest expense	(53,803)	(31,526)
Settlement payment	-	(426,166)
	369,097	(8,593)
Loss Before Transfers	(261,286)	(306,717)
Transfers in	-	1,665,000
Change in Net Position	\$ (261,286)	1,358,283
Net Position, May 1, as Previously Reported		4,768,226
Adoption of GASB 75, See Note 15		(75,756)
Net Position, May 1, as Restated		4,692,470
Net Position, April 30		\$ 6,050,753

Other Supplementary Information

City of Oakbrook Terrace, Illinois
Capital Assets Used in the Operation of Governmental Activities
Schedule of Capital Assets by Source
April 30, 2019

Governmental Funds Capital Assets	
Land and right of way	\$ 8,271,298
Land improvements	1,506,299
Construction in progress	2,244,980
Buildings and improvements	15,826,345
Vehicles	956,360
Machinery and equipment	942,127
Storm drainage	1,975,756
Streets and bridges	<u>6,972,547</u>
Total governmental capital assets	<u><u>\$ 38,695,712</u></u>
Investment in Governmental Capital Assets by Source	
From General Revenues and Debt Issuances	<u><u>\$ 38,695,712</u></u>

City of Oakbrook Terrace, Illinois
Capital Assets Used in the Operation of Governmental Activities
Schedule by Function and Activity
April 30, 2019

	Land and Right of Way	Land Improvements	Construction in Progress	Buildings and Improvements
General government	\$ 1,646,436	\$ -	\$ 844,130	\$ 359,256
Public safety	112,590	-	-	10,031,337
Public works	<u>6,512,272</u>	<u>1,506,299</u>	<u>1,400,850</u>	<u>5,435,752</u>
	<u><u>\$ 8,271,298</u></u>	<u><u>\$ 1,506,299</u></u>	<u><u>\$ 2,244,980</u></u>	<u><u>\$ 15,826,345</u></u>

Vehicles	Machinery and Equipment	Storm Drainage	Streets and Bridges	Total
\$ 32,557	\$ 275,399	\$ -	\$ -	\$ 3,157,778
363,474	286,373	-	-	10,793,774
<u>560,329</u>	<u>380,355</u>	<u>1,975,756</u>	<u>6,972,547</u>	<u>24,744,160</u>
<u>\$ 956,360</u>	<u>\$ 942,127</u>	<u>\$ 1,975,756</u>	<u>\$ 6,972,547</u>	<u>\$ 38,695,712</u>

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, 2019

	Balance May 1, 2018	Additions	Deletions	Balance, April 30, 2019
General government	\$ 3,075,967	\$ 76,457	\$ -	\$ 3,152,424
Public safety	10,764,632	65,851	36,711	10,793,772
Public works	<u>23,138,595</u>	<u>1,702,260</u>	<u>91,339</u>	<u>24,749,516</u>
	<u>\$ 36,979,194</u>	<u>\$ 1,844,568</u>	<u>\$ 128,050</u>	<u>\$ 38,695,712</u>

Long-Term Debt Requirements

City of Oakbrook Terrace, Illinois
Long-Term Debt Requirements
Special Service Area No. 2 Bonds
April 30, 2019

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
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>\$ 280,000</u>	<u>\$ 57,536</u>	<u>\$ 337,536</u>		<u>\$ 28,768</u>		<u>\$ 28,768</u>

Statistical Section

City of Oakbrook Terrace, Illinois

Statistical Section

April 30, 2019

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.

Contents

Financial Trends..... 113

These schedules contain information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity..... 123

These schedules contain information to help the reader assess the City's most significant local revenue sources, the sales tax and the property tax.

Debt Capacity 136

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.

Demographic and Economic Information..... 142

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information..... 144

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.

Sources

Unless otherwise noted, the information in these schedules is derived from the City's Comprehensive Annual Financial Reports for the relevant year.

Financial Trends

City of Oakbrook Terrace, Illinois
Financial Trends
Net Position by Component
Last Ten Fiscal Years

Fiscal Year	2019	2018	2017	2016
Governmental Activities				
Net investment in capital assets	\$ 28,790,779	\$ 27,433,435	\$ 27,596,485	\$ 17,299,268
Restricted	921,911	995,972	977,815	1,068,588
Unrestricted	<u>(8,542,975)</u>	<u>(8,874,195)</u>	<u>(12,365,074)</u>	<u>(14,053,780)</u>
Total governmental activities net position	<u>\$ 21,169,715</u>	<u>\$ 19,555,212</u>	<u>\$ 16,209,226</u>	<u>\$ 4,314,076</u>
Business-Type Activities				
Net investment in capital assets	\$ 5,654,555	\$ 4,681,411	\$ 4,745,118	\$ 4,761,606
Unrestricted	<u>396,198</u>	<u>86,815</u>	<u>56,032</u>	<u>6,658</u>
Total business-type activities net position	<u>\$ 6,050,753</u>	<u>\$ 4,768,226</u>	<u>\$ 4,801,150</u>	<u>\$ 4,768,264</u>
Primary Government*				
Net investment in capital assets	\$ 34,445,334	\$ 32,114,846	\$ 32,341,603	\$ 22,060,874
Restricted	921,911	995,972	977,815	1,068,588
Unrestricted	<u>(8,146,777)</u>	<u>(8,787,380)</u>	<u>(12,309,042)</u>	<u>(14,047,122)</u>
Total primary government net position	<u>\$ 27,220,468</u>	<u>\$ 24,323,438</u>	<u>\$ 21,010,376</u>	<u>\$ 9,082,340</u>

*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.

Data Source

Audited Financial Statements

2015	2014	2013	2012	2011	2010
\$ 22,665,815	\$ 18,541,115	\$ 16,782,046	\$ 16,504,383	\$ 16,074,939	\$ 15,587,743
1,034,141	1,029,728	1,052,788	634,315	215,170	-
<u>580,837</u>	<u>3,143,267</u>	<u>3,474,210</u>	<u>5,919,178</u>	<u>5,028,563</u>	<u>8,747,366</u>
<u><u>\$ 24,280,793</u></u>	<u><u>\$ 22,714,110</u></u>	<u><u>\$ 21,309,044</u></u>	<u><u>\$ 23,057,876</u></u>	<u><u>\$ 21,318,672</u></u>	<u><u>\$ 24,335,109</u></u>
\$ 4,617,983	\$ 4,685,775	\$ 4,399,676	\$ 4,522,324	\$ 4,682,566	\$ 4,849,901
212,145	(145,006)	50,633	(148,563)	(76,080)	(34,068)
<u>\$ 4,830,128</u>	<u>\$ 4,540,769</u>	<u>\$ 4,450,309</u>	<u>\$ 4,373,761</u>	<u>\$ 4,606,486</u>	<u>\$ 4,815,833</u>
\$ 27,283,798	\$ 23,226,890	\$ 21,181,722	\$ 21,026,707	\$ 20,757,505	\$ 20,437,644
1,034,141	1,029,728	1,052,788	634,315	215,170	-
<u>792,982</u>	<u>2,998,261</u>	<u>3,524,843</u>	<u>5,770,615</u>	<u>4,952,483</u>	<u>8,713,298</u>
<u><u>\$ 29,110,921</u></u>	<u><u>\$ 27,254,879</u></u>	<u><u>\$ 25,759,353</u></u>	<u><u>\$ 27,431,637</u></u>	<u><u>\$ 25,925,158</u></u>	<u><u>\$ 29,150,942</u></u>

City of Oakbrook Terrace, Illinois
Financial Trends
Changes in Net Position
Last Ten Fiscal Years

Fiscal Year	2019	2018	2017	2016
Expenses				
Governmental activities				
General government	\$ 2,131,315	\$ 2,057,549	\$ 2,044,231	\$ 1,961,867
Public safety	7,661,720	6,715,554	5,152,760	4,996,796
Public services	1,059,601	989,664	969,327	1,026,711
Culture and recreation	152,794	166,971	169,897	168,873
Interest expense	343,699	357,852	373,772	390,574
Total governmental activities expenses	<u>11,349,129</u>	<u>10,287,590</u>	<u>8,709,987</u>	<u>8,544,821</u>
Business-type activities				
Water Fund	<u>1,637,929</u>	<u>1,235,839</u>	<u>1,208,978</u>	<u>1,376,514</u>
Total primary government expenses	<u>\$ 12,987,058</u>	<u>\$ 11,523,429</u>	<u>\$ 9,918,965</u>	<u>\$ 9,921,335</u>
Program Revenues				
Governmental activities				
Charges for services				
General government	\$ 988,986	\$ 902,195	\$ 953,508	\$ 1,016,859
Public safety	5,596,982	4,029,845	188,621	236,544
Other activities	3,939	4,264	3,909	3,921
Capital grants and contributions	54,171	54,487	54,089	54,585
Operating grants and contributions	<u>9,056</u>	<u>7,436</u>	<u>5,246</u>	<u>3,092</u>
Total governmental activities program revenues	6,653,134	4,998,227	1,205,373	1,315,001
Business-type activities				
Charges for services				
Water Fund	<u>882,112</u>	<u>919,975</u>	<u>955,191</u>	<u>1,189,857</u>
Total primary government program revenues	<u>\$ 7,535,246</u>	<u>\$ 5,918,202</u>	<u>\$ 2,160,564</u>	<u>\$ 2,504,858</u>
Net (Expense) Revenues				
Governmental activities	\$ (4,695,995)	\$ (5,289,363)	\$ (7,504,614)	\$ (7,229,820)
Business-type activities	<u>(755,817)</u>	<u>(315,864)</u>	<u>(253,787)</u>	<u>(186,657)</u>
Total primary government net (expense) revenues	<u>\$ (5,451,812)</u>	<u>\$ (5,605,227)</u>	<u>\$ (7,758,401)</u>	<u>\$ (7,416,477)</u>

Data Source

Audited Financial Statements

2015	2014	2013	2012	2011	2010
\$ 2,100,215	\$ 1,978,451	\$ 5,560,743	\$ 1,865,261	\$ 6,186,604	\$ 1,898,326
4,398,444	4,074,615	3,473,773	3,522,424	3,433,728	3,249,946
750,516	807,702	1,092,806	965,968	966,728	1,247,884
201,514	259,324	232,400	228,438	209,778	240,097
403,871	406,240	392,563	408,851	277,791	272,406
<u>7,854,560</u>	<u>7,526,332</u>	<u>10,752,285</u>	<u>6,990,942</u>	<u>11,074,629</u>	<u>6,908,659</u>
<u>1,155,548</u>	<u>1,123,499</u>	<u>998,555</u>	<u>947,113</u>	<u>958,336</u>	<u>959,845</u>
<u>\$ 9,010,108</u>	<u>\$ 8,649,831</u>	<u>\$ 11,750,840</u>	<u>\$ 7,938,055</u>	<u>\$ 12,032,965</u>	<u>\$ 7,868,504</u>
\$ 911,201	\$ 734,733	\$ 787,686	\$ 729,448	\$ 651,136	\$ 542,758
305,003	375,707	354,826	358,965	422,316	290,467
4,801	4,584	6,247	5,947	6,120	4,085
142,274	66,924	100,804	83,332	58,186	174,361
2,426	-	-	-	-	-
<u>1,365,705</u>	<u>1,181,948</u>	<u>1,249,563</u>	<u>1,177,692</u>	<u>1,137,758</u>	<u>1,011,671</u>
<u>991,593</u>	<u>739,266</u>	<u>582,549</u>	<u>454,483</u>	<u>436,402</u>	<u>399,460</u>
<u>\$ 2,357,298</u>	<u>\$ 1,921,214</u>	<u>\$ 1,832,112</u>	<u>\$ 1,632,175</u>	<u>\$ 1,574,160</u>	<u>\$ 1,411,131</u>
\$ (6,488,855)	\$ (6,344,384)	\$ (9,502,722)	\$ (5,813,250)	\$ (9,936,871)	\$ (5,896,988)
(163,955)	(384,233)	(416,006)	(492,630)	(521,934)	(560,385)
<u>\$ (6,652,810)</u>	<u>\$ (6,728,617)</u>	<u>\$ (9,918,728)</u>	<u>\$ (6,305,880)</u>	<u>\$ (10,458,805)</u>	<u>\$ (6,457,373)</u>

(Cont.)

City of Oakbrook Terrace, Illinois
Financial Trends
Changes in Net Position
Last Ten Fiscal Years

Fiscal Year	2019	2018	2017	2016
General Revenues and Other Changes in Net Position				
Governmental activities				
Taxes				
Property	\$ 1,025,782	\$ 998,001	\$ 978,529	\$ 975,181
Hotel/motel	1,562,493	1,613,857	1,671,769	1,830,536
Sales and Use	4,157,426	3,993,719	5,123,266	3,942,630
Income	220,636	207,702	201,210	218,280
Utility	518,145	716,241	735,704	855,468
Off-track betting and amusement	685,930	568,214	420,124	421,059
Other	9,701	6,965	5,725	5,297
Unrestricted investment earnings	259,846	99,766	27,275	35,384
Miscellaneous	303,390	279,799	236,162	204,119
Capital contribution	-	151,085	-	292,915
Transfers	(1,665,000)	-	-	-
Total governmental activities	<u>7,078,349</u>	<u>8,635,349</u>	<u>9,399,764</u>	<u>8,780,869</u>
Business-type activities				
Taxes				
Utility	436,154	280,265	285,671	274,371
Off-track betting	-	-	-	-
Unrestricted investment earnings	12,946	2,675	1,002	352
Transfers	1,665,000	-	-	-
Total business-type activities	<u>2,114,100</u>	<u>282,940</u>	<u>286,673</u>	<u>274,723</u>
Total primary government	<u>\$ 9,192,449</u>	<u>\$ 8,918,289</u>	<u>\$ 9,686,437</u>	<u>\$ 9,055,592</u>
Change in Net Position				
Governmental activities	\$ 2,382,354	\$ 3,345,986	\$ 1,895,150	\$ 1,551,049
Business-type activities	<u>1,358,283</u>	<u>(32,924)</u>	<u>32,886</u>	<u>88,066</u>
Total primary government/change in net position	<u>\$ 3,740,637</u>	<u>\$ 3,313,062</u>	<u>\$ 1,928,036</u>	<u>\$ 1,639,115</u>

Data Source

Audited Financial Statements

2015	2014	2013	2012	2011	2010
\$ 952,432	\$ 931,324	\$ 904,905	\$ 892,921	\$ 864,369	\$ 851,496
1,631,069	1,475,414	1,444,706	1,337,227	1,265,426	1,056,831
3,947,756	3,694,912	3,639,381	3,212,396	3,168,498	3,020,021
214,991	203,794	201,914	180,803	165,873	189,512
800,514	924,907	932,446	1,553,565	1,092,287	1,055,029
407,817	414,395	464,363	219,367	245,964	321,156
3,794	5,413	5,488	9,866	10,018	105,567
(51,087)	35,816	48,278	63,953	55,909	102,990
148,252	63,475	140,003	82,356	52,090	-
-	-	-	-	-	-
-	-	(27,594)	-	-	-
<u>8,055,538</u>	<u>7,749,450</u>	<u>7,753,890</u>	<u>7,552,454</u>	<u>6,920,434</u>	<u>6,702,602</u>
453,109	474,542	464,781	-	-	-
-	-	-	259,816	312,422	312,627
205	151	179	89	165	3,044
-	-	27,594	-	-	-
<u>453,314</u>	<u>474,693</u>	<u>492,554</u>	<u>259,905</u>	<u>312,587</u>	<u>315,671</u>
<u>\$ 8,508,852</u>	<u>\$ 8,224,143</u>	<u>\$ 8,246,444</u>	<u>\$ 7,812,359</u>	<u>\$ 7,233,021</u>	<u>\$ 7,018,273</u>
\$ 1,566,683	\$ 1,405,066	\$ (1,748,832)	\$ 1,739,204	\$ (3,016,437)	\$ 805,614
<u>289,359</u>	<u>90,460</u>	<u>76,548</u>	<u>(232,725)</u>	<u>(209,347)</u>	<u>(244,714)</u>
<u>\$ 1,856,042</u>	<u>\$ 1,495,526</u>	<u>\$ (1,672,284)</u>	<u>\$ 1,506,479</u>	<u>\$ (3,225,784)</u>	<u>\$ 560,900</u>

City of Oakbrook Terrace, Illinois
Financial Trends
Fund Balances of Governmental Funds
Last Ten Fiscal Years

Fiscal Year	2019	2018	2017	2016
Pre-GASB 54*				
General Fund				
Reserved				
Reserved for prepaid items				
Reserved for inventories				
Unreserved				
Undesignated				
Total General Fund				
All Other Governmental Funds				
Reserved				
Reserved for prepaid items, reported in Capital improvement funds				
Reserved for advances, reported in Capital projects funds				
Reserved for business district, reported in Business District Fund				
Unreserved				
Undesignated, reported in Special revenue funds				
Debt service funds				
Capital projects fund				
Total all other governmental funds				
Total all governmental funds				
Post-GASB 54*				
General Fund				
Nonspendable				
Prepaid items	\$ 247,684	\$ 218,348	\$ 201,243	\$ 196,598
Inventories	40,717	48,054	39,801	33,719
Restricted for				
DUI equipment	31,840	19,778	40,548	99,694
Committed to				
Storm water best management practice fee	-	-	-	2,363
Unassigned	9,786,309	8,575,827	6,379,449	5,819,950
Total General Fund	<u>10,106,550</u>	<u>8,862,007</u>	<u>6,661,041</u>	<u>6,152,324</u>
All Other Governmental Funds				
Nonspendable				
Prepaid items	-	-	-	-
Advances	-	-	-	-
Restricted for				
Business district	-	-	-	-
Maintenance of roadways	441,116	427,598	405,047	455,568
Debt service	552,177	548,596	532,220	513,326
Committed to				
Capital improvements	2,417,907	2,877,737	1,730,100	516,753
Assigned to				
Capital projects	-	-	-	-
Unassigned	(104)	-	-	-
Total all other governmental funds	<u>3,411,096</u>	<u>3,853,931</u>	<u>2,667,367</u>	<u>1,485,647</u>
Total all governmental funds	<u>\$ 13,517,646</u>	<u>\$ 12,715,938</u>	<u>\$ 9,328,408</u>	<u>\$ 7,637,971</u>

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

Data Source

Audited Financial Statements

2015	2014	2013	2012	2011	2010
				\$ 73,188	\$ 146,697
				47,258	-
				<u>2,813,423</u>	<u>2,403,203</u>
				<u>2,933,869</u>	<u>2,549,900</u>
				1,650	-
				114,747	233,389
				215,170	-
				453,357	439,166
				932	866
				<u>6,246,414</u>	<u>5,408,160</u>
				<u>7,032,270</u>	<u>6,081,581</u>
				<u>\$ 9,966,139</u>	<u>\$ 8,631,481</u>
\$ 161,489	\$ 121,216	\$ 218,118	\$ 170,937	\$ 73,188	
35,295	38,701	39,465	48,856	47,258	
62,595	55,092	133,647	77,322	74,710	
2,363	316	-	-	-	
<u>5,362,966</u>	<u>4,980,150</u>	<u>4,195,393</u>	<u>3,437,540</u>	<u>2,738,713</u>	
<u>5,624,708</u>	<u>5,195,475</u>	<u>4,586,623</u>	<u>3,734,655</u>	<u>2,933,869</u>	
-	-	-	-	1,650	
-	70,593	99,747	109,747	114,747	
-	1,351	342,507	87,079	215,170	
444,443	423,333	422,066	468,497	453,357	
527,103	549,952	154,568	1,417	932	
4,031,836	7,018,444	7,754,812	6,959,377	6,218,854	
-	-	-	27,587	27,560	
-	-	-	-	-	
<u>5,003,382</u>	<u>8,063,673</u>	<u>8,773,700</u>	<u>7,653,704</u>	<u>7,032,270</u>	
<u>\$ 10,628,090</u>	<u>\$ 13,259,148</u>	<u>\$ 13,360,323</u>	<u>\$ 11,388,359</u>	<u>\$ 9,966,139</u>	

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	2019	2018	2017	2016
Revenues				
Taxes	\$ 5,891,992	\$ 5,912,924	\$ 6,369,095	\$ 6,004,754
Intergovernmental	2,605,017	2,474,218	3,013,431	2,440,688
Charges for services	54,848	46,324	77,158	30,107
Fines and forfeitures	5,586,706	4,025,831	187,134	233,507
Fees, licenses & permits	695,108	624,207	646,509	752,595
Investment income	259,846	99,766	27,275	35,384
Miscellaneous	302,966	299,221	284,535	304,420
Total revenues	<u>15,396,483</u>	<u>13,482,491</u>	<u>10,605,137</u>	<u>9,801,455</u>
Expenditures				
General government	2,060,145	2,014,805	1,978,635	1,856,583
Public safety	7,333,465	6,281,282	4,541,870	4,459,476
Public services	640,000	587,800	663,454	587,276
Tourism	152,794	166,971	169,897	168,873
Capital outlay	1,830,776	156,488	650,281	4,837,671
Debt service				
Principal	610,000	570,000	550,000	505,000
Interest and issuance costs	329,595	343,365	360,563	376,695
Total expenditures	<u>12,956,775</u>	<u>10,120,711</u>	<u>8,914,700</u>	<u>12,791,574</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>2,439,708</u>	<u>3,361,780</u>	<u>1,690,437</u>	<u>(2,990,119)</u>
Other Financing Sources (Uses)				
Bond proceeds	-	-	-	-
Proceeds on capital asset disposal	27,000	25,750	-	-
Premium (discount) on bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(1,665,000)	-	-	-
Total other financing sources (uses)	<u>(1,638,000)</u>	<u>25,750</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 801,708</u>	<u>\$ 3,387,530</u>	<u>\$ 1,690,437</u>	<u>\$ (2,990,119)</u>
Debt Service as a Percentage of Noncapital Expenditures				
Total expenditures	\$ 12,956,775	\$ 10,120,711	\$ 8,914,700	\$ 12,791,574
Less capital outlay*	<u>(1,844,568)</u>	<u>(196,024)</u>	<u>(783,845)</u>	<u>(4,403,834)</u>
Net noncapital expenditures	<u>\$ 11,112,207</u>	<u>\$ 9,924,687</u>	<u>\$ 8,130,855</u>	<u>\$ 8,384,476</u>
Total debt service	<u>\$ 939,595</u>	<u>\$ 913,365</u>	<u>\$ 910,563</u>	<u>\$ 881,695</u>
Percentage of Debt Service to Noncapital Expenditures	8.46%	9.20%	11.20%	10.52%

*The 2016 Capital Outlay does not include the Right of Way Capital Contribution in the amount of \$292,915.

*The 2018 Capital Outlay does not include the Right of Way Capital Contribution in the amount of \$151,085.

Data Source

Audited Financial Statements

	2015	2014	2013	2012	2011	2010
\$	5,662,550	\$ 5,440,689	\$ 5,402,307	\$ 5,532,706	\$ 4,973,237	\$ 4,685,057
	2,545,397	2,297,431	2,291,700	1,974,959	1,907,372	1,892,932
	70,453	45,743	64,715	68,487	106,232	28,140
	300,198	371,837	354,200	355,087	420,588	290,467
	628,094	589,650	629,869	574,476	462,675	419,880
	(51,087)	35,816	48,278	63,953	55,909	102,989
	265,638	150,232	239,978	160,478	132,180	270,808
	<u>9,421,243</u>	<u>8,931,398</u>	<u>9,031,047</u>	<u>8,730,146</u>	<u>8,058,193</u>	<u>7,690,273</u>
	1,795,041	1,607,455	5,567,822	1,773,455	5,920,592	1,916,286
	4,192,260	3,774,995	3,404,047	3,399,733	3,262,270	3,353,372
	634,206	618,875	541,423	566,274	538,731	630,563
	201,514	259,324	232,400	228,438	209,778	240,097
	4,375,050	2,059,131	578,538	439,030	231,173	2,502,208
	465,000	405,000	200,000	520,000	465,000	872,683
	389,230	393,859	420,717	380,996	323,137	282,390
	<u>12,052,301</u>	<u>9,118,639</u>	<u>10,944,947</u>	<u>7,307,926</u>	<u>10,950,681</u>	<u>9,797,599</u>
	<u>(2,631,058)</u>	<u>(187,241)</u>	<u>(1,913,900)</u>	<u>1,422,220</u>	<u>(2,892,488)</u>	<u>(2,107,326)</u>
	-	3,695,000	3,910,000	-	4,255,000	-
	-	-	-	-	-	-
	-	138,604	3,458	-	(27,854)	-
	-	(3,747,538)	-	-	-	-
	1,291	341,161	-	284,098	-	-
	(1,291)	(341,161)	(27,594)	(284,098)	-	-
	<u>-</u>	<u>86,066</u>	<u>3,885,864</u>	<u>-</u>	<u>4,227,146</u>	<u>-</u>
\$	<u>(2,631,058)</u>	<u>(101,175)</u>	<u>1,971,964</u>	<u>1,422,220</u>	<u>1,334,658</u>	<u>(2,107,326)</u>
\$	12,052,301	\$ 9,118,639	\$ 10,944,947	\$ 7,307,926	\$ 10,950,681	\$ 9,797,599
	<u>(2,113,972)</u>	<u>(560,426)</u>	<u>(367,031)</u>	<u>(150,387)</u>	<u>(2,353,199)</u>	<u>(4,831,961)</u>
\$	<u>9,938,329</u>	<u>8,558,213</u>	<u>10,577,916</u>	<u>7,157,539</u>	<u>8,597,482</u>	<u>4,965,638</u>
\$	<u>819,832</u>	<u>2,015</u>	<u>620,717</u>	<u>900,996</u>	<u>788,137</u>	<u>1,155,073</u>
	8.25%	0.02%	5.87%	12.59%	9.17%	23.26%

Revenue Capacity

City of Oakbrook Terrace, Illinois
Revenue Capacity
Taxable Sales by Category (in thousands)
Last Ten Calendar Years

Calendar Year	2018*	2017	2016	2015	2014
General merchandise, manufacturers, lumber, building and hardware, furniture, household and radio**	\$ 485,314	\$ 1,426,424	\$ 160,755	\$ 467,154	\$ 450,552
Food	402,524	407,381	386,547	376,340	382,059
Drinking and eating places	601,314	603,214	600,115	534,615	494,477
Apparel	124,015	116,599	101,346	111,261	105,340
Automobile and filling stations	195,234	142,986	125,984	184,137	147,759
Drugs and miscellaneous retail	257,348	(113,289)	592,037	264,656	268,287
Agriculture and all others	<u>150,477</u>	<u>132,284</u>	<u>160,299</u>	<u>222,787</u>	<u>208,223</u>
	<u>\$ 2,216,225</u>	<u>\$ 2,715,599</u>	<u>\$ 2,127,085</u>	<u>\$ 2,160,950</u>	<u>\$ 2,056,696</u>
City statutorily allocated sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%
% Change from prior year	(18.4)%	27.7%	(1.6)%	5.1%	3.5%

*Taxable sales information for calendar year 2018 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, Furniture & H.H. & radio 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 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

2013	2012	2011	2010	2009
\$ 461,897	\$ 492,279	\$ 542,950	\$ 456,359	\$ 394,755
339,224	260,522	65,996	67,456	121,756
479,582	458,629	425,351	433,173	447,020
106,991	99,792	88,608	70,272	73,547
181,782	128,772	209,707	163,127	239,543
252,907	234,867	240,947	222,704	205,218
<u>164,659</u>	<u>152,800</u>	<u>125,063</u>	<u>123,962</u>	<u>134,944</u>
<u>\$ 1,987,042</u>	<u>\$ 1,827,661</u>	<u>\$ 1,698,621</u>	<u>\$ 1,537,054</u>	<u>\$ 1,616,782</u>
1.00%	1.00%	1.00%	1.00%	1.00%
8.7%	7.6%	10.5%	(4.9)%	(13.3)%

City of Oakbrook Terrace, Illinois
Revenue Capacity
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years

<u>Issuing Body</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
<i>DIRECT (Locally Imposed):</i>				
City of Oakbrook Terrace	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
<i>OVERLAPPING (State Imposed):</i>				
State of Illinois	5.00%	5.00%	5.00%	5.00%
DuPage County	0.25%	0.25%	0.25%	0.25%
DuPage Water Commission (1)	0.00%	0.00%	0.00%	0.25%
Regional Transportation Authority	0.75%	0.75%	0.75%	0.75%
City of Oakbrook Terrace	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
Total Overlapping	<u>7.00%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>7.25%</u>
Total Sales Tax Rate	<u>8.00%</u>	<u>8.00%</u>	<u>8.00%</u>	<u>8.25%</u>

(1) The DuPage Water Commission .25 sales tax expired May 31, 2016.

Data Source

Illinois Department of Revenue

2015	2014	2013	2012	2011	2010
<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
5.00%	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%	0.25%	0.25%
0.75%	0.75%	0.75%	0.75%	0.75%	0.75%
<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
<u>7.25%</u>	<u>7.25%</u>	<u>7.25%</u>	<u>7.25%</u>	<u>7.25%</u>	<u>7.25%</u>
<u><u>8.25%</u></u>	<u><u>8.25%</u></u>	<u><u>8.25%</u></u>	<u><u>8.25%</u></u>	<u><u>8.25%</u></u>	<u><u>8.25%</u></u>

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				
2018	\$ 55,203,783	19.1%	\$ 234,340,390	80.9%	\$ 289,544,173	0.333	\$ 868,632,519	0.3476
2017	50,720,681	18.3%	226,655,730	81.7%	277,376,411	0.333	832,129,233	0.3535
2016	46,576,075	18.2%	209,574,610	81.8%	256,150,685	0.333	768,452,055	0.3715
2015	42,535,916	17.5%	200,963,990	82.5%	243,499,906	0.333	730,499,718	0.3851
2014	44,963,360	19.8%	182,572,150	80.2%	227,535,510	0.333	682,606,530	0.4070
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

*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

Tax Levy Year Fiscal Year	2018 2020	2017 2019	2016 2018	2015 2017	2014 2016
DIRECT - City of Oakbrook Terrace					
General	0.0000	0.0000	0.0000	-	0.0059
Police Pension	0.3476	0.3535	0.3715	0.3851	0.4011
Total direct rate	<u>0.3476</u>	<u>0.3535</u>	<u>0.3715</u>	<u>0.3851</u>	<u>0.4070</u>
OVERLAPPING					
DuPage County	0.1673	0.1749	0.1848	0.1971	0.2057
DuPage County Forest Preserve District	0.1278	0.1306	0.1514	0.1622	0.1691
DuPage Airport Authority	0.0146	0.0166	0.0176	0.0188	0.0196
DuPage County Spc Svc 25	0.9379	1.0279	1.1394	1.2562	1.2665
Oakbrook Terrace Spc Svc 2	1.0861	1.0535	1.1570	1.3205	1.5080
Oakbrook Terrace Park District	0.4592	0.4828	0.5172	0.5365	0.5639
Oakbrook Terrace Fire District	0.8235	0.8487	0.8789	0.9194	0.9596
York Center Fire	0.9130	0.8160	0.8891	0.9264	0.9674
York Center Park District	0.4684	0.4771	0.4999	0.5274	0.5474
York Township	0.0909	0.0924	0.0952	0.1002	0.1049
Grade School District 45	3.5257	3.6219	3.7870	4.0035	3.9651
Grade School District 48	1.6009	1.6577	1.4198	1.4773	1.5491
High School District 88	2.1815	2.2462	2.3995	2.5477	2.5581
College DuPage 502	0.2317	0.2431	0.2626	0.2786	0.2975
Total direct and overlapping rates	<u>12.9761</u>	<u>13.2429</u>	<u>13.7709</u>	<u>14.6569</u>	<u>15.0889</u>

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

2013	2012	2011	2010	2009
2015	2014	2012	2011	2011
0.0674	0.1202	0.1265	0.1152	0.1040
0.3361	0.2403	0.1884	0.1794	0.1566
0.4035	0.3605	0.3149	0.2946	0.2606
0.2040	0.1929	0.1773	0.1659	0.1554
0.1657	0.1542	0.1414	0.1321	0.1217
0.0178	0.0168	0.0169	0.0158	0.0148
1.2901	1.3237	1.2251	1.1519	1.0693
1.4099	1.1872	1.0779	0.8668	0.7636
0.5530	0.4999	0.4361	0.3896	0.3625
0.7723	0.6972	0.6303	0.5949	0.5274
0.9215	0.8092	0.7792	0.7935	0.7083
0.5394	0.5002	0.4285	0.3924	0.3574
0.1017	0.0928	0.0410	0.0737	0.0660
3.8736	3.5426	3.0664	2.7675	2.5046
1.5030	1.3681	1.2157	1.1208	1.0017
2.4373	2.1984	1.8332	1.6616	1.4795
0.2956	0.2681	0.2495	0.2349	0.2127
14.4884	13.2118	11.6334	10.6560	9.6055

City of Oakbrook Terrace, Illinois
Revenue Capacity
Principal Property Taxpayers
2018 Tax Levy and Nine Years Ago

Taxpayer	2018			2009		
	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	\$ 29,577,540	1	10.22%	\$ 35,241,390	1	11.18%
Versailles North Association	26,170,050	2	9.04%	21,786,660	2	6.91%
Commonwealth Edison	17,314,540	3	5.98%	18,758,520	3	5.95%
Mid America Plaza	16,419,840	4	5.67%	16,288,890	4	5.17%
One Lincoln Center	10,937,810	5	3.78%	10,814,950	7	3.43%
Park View Plaza	10,767,320	6	3.72%	11,215,540	5	3.56%
Oakbrook Terrace Corporate Center	9,720,610	7	3.36%	10,905,450	6	3.46%
Oakbrook Terrace Corporate Center III	6,682,390	8	2.31%	7,302,060	8	2.32%
Regency Place	6,103,400	9	2.11%			
Home Depot, Big Lots, Party City Shopping Center	5,933,690	10	2.05%	5,957,430	10	1.89%
Joint Commission Accreditation				6,346,670	9	2.01%
Totals	<u>139,627,190</u>		<u>48.22%</u>	<u>144,617,560</u>		<u>45.89%</u>
City Equalized Assessed Value	<u>\$ 289,544,173</u>		<u>100.00%</u>	<u>\$ 315,133,589</u>		<u>100.00%</u>

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
2019	\$ 4,079,435	\$ 161,667	4.13%
2018	3,917,768	(1,128,493)	(22.36)%
2017	5,046,261	1,166,350	30.06%
2016	3,879,911	(17,044)	(0.44)%
2015	3,896,955	249,749	6.85%
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)%

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	2018 2020	2017 2019	2016 2018	2015 2017
Equalized assessed valuation	<u>\$ 289,544,173</u>	<u>\$ 277,376,411</u>	<u>\$ 256,150,685</u>	<u>\$ 243,499,906</u>
General tax levy extension	\$ -	\$ -	\$ -	\$ -
Police Pension tax levy extension	1,006,456	980,526	951,600	937,718
Special service area tax levy extension	<u>49,111</u>	<u>45,395</u>	<u>46,730</u>	<u>48,061</u>
Total tax levy extension	<u>\$ 1,055,567</u>	<u>\$ 1,025,921</u>	<u>\$ 998,330</u>	<u>\$ 985,779</u>
Total tax collections	<u>(1)</u>	<u>\$ 1,025,782</u>	<u>\$ 998,001</u>	<u>\$ 978,529</u>
Percent of total tax collections to total tax levy extension		<u>99.99%</u>	<u>99.97%</u>	<u>99.26%</u>

(1) 2018 Tax Levy to be collected in Fiscal Year 2020.

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

Data Source

City Records

2014 2016	2013 2015	2012 2014	2011 2013	2010 2012	2009 2011
<u>\$ 227,535,510</u>	<u>\$ 225,074,325</u>	<u>\$ 246,212,318</u>	<u>\$ 272,535,680</u>	<u>\$ 286,857,191</u>	<u>\$ 315,133,589</u>
\$ 13,425	\$ 151,700	\$ 295,947	\$ 344,758	\$ 330,459	\$ 327,739
912,645	756,475	591,648	513,457	514,622	493,499
<u>49,394</u>	<u>45,381</u>	<u>46,392</u>	<u>47,376</u>	<u>48,352</u>	<u>44,066</u>
<u>\$ 975,464</u>	<u>\$ 953,556</u>	<u>\$ 933,987</u>	<u>\$ 905,590</u>	<u>\$ 893,433</u>	<u>\$ 865,304</u>
<u>\$ 975,181</u>	<u>\$ 952,432</u>	<u>\$ 931,324</u>	<u>\$ 904,905</u>	<u>\$ 892,992</u>	<u>\$ 864,349</u>
<u>99.97%</u>	<u>99.88%</u>	<u>99.71%</u>	<u>99.92%</u>	<u>99.95%</u>	<u>99.89%</u>

City of Oakbrook Terrace, Illinois
Revenue Capacity
Hotel Tax Collections
Last Ten Fiscal Years

Issuing Body	2019	2018	2017	2016	2015
Hotel tax	\$ 1,484,271	\$ 1,527,946	\$ 1,556,389	\$ 1,626,074	\$ 1,549,147
Online hotel taxes	29,151	30,518	25,411		
Extended stay hotel taxes	49,071	55,393	89,969	105,191	81,922
Total overlapping	<u>1,562,493</u>	<u>1,613,857</u>	<u>1,671,769</u>	<u>1,731,265</u>	<u>1,631,069</u>
Percentage change	<u>(3.2)%</u>	<u>(3.5)%</u>	<u>(3.4)%</u>	<u>6.1%</u>	<u>10.5%</u>

Data Source

City Records

2014	2013	2012	2011	2010
\$ 1,410,486	\$ 1,388,558	\$ 1,193,706	\$ 1,139,815	\$ 1,010,571
<u>64,928</u>	<u>56,148</u>	<u>143,521</u>	<u>125,611</u>	<u>46,260</u>
<u>1,475,414</u>	<u>1,444,706</u>	<u>1,337,227</u>	<u>1,265,426</u>	<u>1,056,831</u>
<u>2.1%</u>	<u>8.0%</u>	<u>5.7%</u>	<u>19.7%</u>	<u>(19.5)%</u>

Debt Capacity

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
2019	\$ 9,787,310	\$ 280,000	\$ -	\$ -	\$ -	\$ -
2018	10,374,957	310,000	-	1,165,000	-	-
2017	10,922,604	340,000	-	1,335,000	-	-
2016	11,450,251	370,000	-	1,560,000	-	-
2015	11,932,898	400,000	-	1,765,000	-	-
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	-	-

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

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 refinance 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*
\$	10,067,310	6.33%	\$ 4,718
	11,849,957	7.78%	5,553
	12,597,604	8.66%	5,903
	13,380,251	9.04%	6,270
	14,097,898	10.19%	6,606
	14,625,000	16.99%	6,853
	14,800,000	17.88%	6,935
	11,200,000	13.53%	5,248
	11,815,000	14.27%	5,137
	8,115,000	8.58%	3,528

City of Oakbrook Terrace, Illinois
Debt Capacity
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	2019	2018	2017	2016
Population (1)	2,134	2,134	2,134	2,134
Assessed value (2)	\$ 289,544,173	\$ 277,376,411	\$ 256,150,685	\$ 243,499,906
Gross general obligation bonded debt (Tax supported debt only) (3)	9,787,310	11,539,957	12,257,604	13,010,251
Less debt service funds* (3)	552,177	548,596	532,220	513,324
Net general obligation bonded debt	9,235,133	10,991,361	11,725,384	12,496,927
Ratio of net general obligation bonded debt to assessed value	3.19%	3.96%	4.58%	5.13%
Net general obligation bonded debt per capita	4,327.62	5,150.59	5,494.56	5,856.10

Data Source

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

2015	2014	2013	2012	2011	2010
2,134	2,134	2,134	2,134	2,134	2,300
\$ 227,535,510	\$ 225,074,325	\$ 246,212,318	\$ 272,535,680	\$ 286,857,191	\$ 315,133,589
13,697,898	14,625,000	12,275,000	8,540,000	9,035,000	5,225,000
527,103	549,952	154,568	1,416	932	867
13,170,795	14,075,048	12,120,432	8,538,584	9,034,068	5,224,133
5.79%	6.25%	4.92%	3.13%	3.15%	1.66%
6,171.88	6,595.62	5,679.68	4,001.21	4,233.40	2,271.36

City of Oakbrook Terrace, Illinois
Debt Capacity
Schedule of Direct and Overlapping Debt - General Obligation Debt
April 30, 2018

	(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	\$ 9,787,310	100.00%	\$ 9,787,310
Other governments			
Grade School District 45	34,023,604	8.21%	2,793,338
Grade School District 48	9,629,072	8.21%	790,547
High School District #88	84,160,073	9.29%	7,818,471
College of DuPage 502	151,525,000	0.75%	1,136,438
DuPage County	186,444,944	0.72%	1,342,404
Forest Preserve	120,024,849	0.72%	864,179
Oakbrook Terrace Park District	386,000	70.06%	270,432
York Center Park District	237,051	25.61%	60,709
	<u>586,430,593</u>		<u>15,076,518</u>
Total other governments	<u>\$ 596,217,903</u>		<u>\$ 24,863,828</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).

Data Source

(1) Financial reports of Governmental Entities

(2) Overlapping debt percentages based upon 2011 EAV

City of Oakbrook Terrace, Illinois
Debt Capacity
Schedule of Legal Debt Margin
April 30, 2018

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

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
2019	2,134	\$ 158,983,000	\$ 74,500	N/A	3.1%	4.3%
2018	2,134	152,290,776	71,364	N/A	3.1%	4.3%
2017	2,134	145,468,378	68,167	4.6%	3.9%	4.9%
2016	2,134	147,956,622	69,333	5.4%	4.7%	5.8%
2015	2,134	138,310,942	64,813	4.5%	4.8%	6.0%
2014	2,134	86,074,890	40,335	5.0%	5.8%	7.1%
2013	2,134	86,074,890	40,335	8.3%	7.4%	9.0%
2012	2,134	86,074,890	40,335	8.8%	7.5%	9.0%
2011	2,134	80,071,948	37,522	9.5%	8.2%	9.7%
2010	2,134	79,818,002	37,403	9.8%	8.9%	10.4%

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 and 2000 Census.
- (2) 2017 American Community Survey five-year estimated Median Income of \$74,500.
- (3) Illinois Department of Employment Security and Bureau of Labor Statistics. The 2019 rates are based upon the average rate from January through June 2019.

City of Oakbrook Terrace, Illinois
Demographic and Economic Statistics
Principal City Employers
Current Fiscal Year and Nine Years Ago

Employer	Product/Service	2019			2010		
		Rank	Approximate Employment (1)	Percent of Total City Population	Rank	Approximate Employment (2)	Percent of Total City Population
Commonwealth Edison	Utility	1	1,724	80.8%			
Salem Group	Full Service Staffing Services	2	825	38.7%	8	200	8.7%
Joint Commission on Accreditation	Health Care Facility Accreditation	3	550	24.5%	1	1,100	47.8%
Ferrara Candy Company	Candy Company	4	476	22.3%			
Crowe Horwath, LLP	Accounting	5	425	19.0%			
SIRVA, Inc.	Moving & Relocation Service Provider	6	300	14.2%			
McCain Foods USA, Inc.	Food Distributor Corporate Headquarters	7	300	14.1%			
Graycor	Industrial Buildings and Warehouses	8	225	10.5%			
Drury Lane Oakbrook Terrace	Theater and Restaurant	9	160	7.5%			
NAI Hiffman	Commercial Real Estate Brokerage	10	150	7.0%	9	182	7.9%
DeVry, Inc.	Vocational School				2	850	37.0%
VanKampen American Capital	Investment Services				3	600	26.1%
Computer Sciences Corp. Consulting Group	Computer and Management Consultants				4	450	19.6%
COMSYS Information Technology	Project & Management Implementations				5	325	14.1%
Wintrust Mortgage Company	Mortgage				6	293	12.7%
Vision Solutions, Inc.	Infrastructure Software Development				7	250	10.9%
ThyssenKrupp Safeway, Inc.	Scaffolding Rental and Sales				10	180	7.8%
Total			<u>5,135</u>			<u>4,430</u>	

Data Source

2018 – Illinois Manufacturers Directory, 2019 Illinois Services Directory and a selective telephone survey.
2010 – Illinois Manufacturers Directory, 2010 Illinois Services Directory and a selective telephone survey.

Operating Information

City of Oakbrook Terrace, Illinois
Operating Information
Operating Indicators
Last Ten Fiscal Years

Function/Program	2019	2018	2017
General Government			
Building and zoning			
Permits issued	327	326	348
Inspections conducted	552	602	699
Business licenses issued	360	349	364
Complaints/service requests responded to	265	210	106
Vehicle maintenance			
General government equipment repairs	561	565	552
Utilities equipment repairs	169	171	165
Public Safety - Police			
Traffic collision investigations	455	518	466
Administrative tows (first collected in January 2010)	62	111	151
Incident investigations	559	665	656
Traffic citations	944	1,186	1,432
Parking citations	676	346	333
Arrests	180	317	311
Highways and Streets			
Street repairs - tons of asphalt spread	40	50	45
Sidewalk repairs - cubic yards of concrete poured	15	25	30
Snow and ice control/plowed miles	15,577	12,577	8,571
Snow and ice control/salted miles	6,230	5,030	1,310
Number of street signs replaced	41	38	43
Public Services			
Waterworks and sewerage systems			
Number of metered customers	555	561	551
Number of nonmetered customers	0	0	0
Number of customers using both water and sewer at end of year	555	561	551
Number of customers using water only at end of year	555	561	551
Number of customers served by water system at end of year	555	561	551
Maximum daily pumping capacity (MGD)*	0.500	0.500	0.500
Average daily pumpage (MGD)	0.243	0.247	0.254
Gallons of water purchased (MGD)	87,566,000	90,272,000	92,475,350
Gallons of water pumped (MG)**	88,864,000	90,272,000	92,475,350
Gallons of water sold (billed) (MG)	86,198,000	88,335,500	88,776,336
Total gallons received at water reclamation facility (MGD)	N/A	N/A	N/A
Users discharging nondomestic and industrial wastes and volumes of wastes discharged	N/A	N/A	N/A

* MGD = million gallons per day

** MG = million gallons

^ Per calendar year

N/A = Not applicable

Data Source

City Records

2016	2015	2014	2013	2012	2011	2010
355	291	280	260	274	210	193
837	621	875	500	409	402	334
388	422	397	352	313	301	343
226	131	171	137	30	39	42
561	548	550	542	515	416	990
166	160	158	151	147	111	202
494	428	410	397	421	400	419
131	190	342	253	217	324	115
1,037	712	834	788	787	857	726
1,982	3,177	4,205	3,672	3,531	4,484	3,974
498	466	537	290	309	364	389
359	426	605	523	561	608	619
40	45	40	35	25	22	20
20	60	50	70	60	30	10
8,416	8,212	9,944	6,315	5,500	4,856	3,147
3,366	3,284	3,860	3,000	2,500	2,428	1,600
42	85	65	30	34	35	26
546	542	538	523	517	510	509
0	0	0	0	0	0	0
546	542	538	523	517	510	509
546	542	538	523	517	510	509
546	542	538	523	517	510	509
0.500	0.500	0.500	0.500	0.500	0.500	0.500
0.241	0.230	0.185	0.178	0.161	0.175	0.180
87,965,000	83,950,000	67,525,000	65,148,000	58,765,000	63,799,000	65,827,000
87,965,000	83,950,000	67,525,000	65,148,000	58,765,000	63,799,000	65,827,000
82,490,000	76,950,000	60,955,000	58,400,000	53,655,000	52,450,000	51,913,000
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	2019		2009	
	Rank	Total Consumption In Millions Gallons	Rank	Total Consumption Gallons
Courtyard by Marriot	1	4,606,000		
Regency Place	2	3,990,000		
Comfort Suites	3	3,824,000	1	3,356,000
Pete's Fresh Market	5	3,678,000		
Two Lincoln Center	2	3,608,000	4	2,470,000
Staybridge Suites	6	3,573,000	2	2,964,000
One Lincoln Center	7	2,403,000		
Redstone American Grill	8	2,324,000	3	2,916,000
Terra Vista Assisted Living	9	2,211,000		
Oakbrook Terrace Square LLC	10	2,183,000		
Oliviabrook Townhomes			5	2,090,000
ComEd			6	1,720,000
Compar Properties			7	1,295,000
Giardano's			8	1,033,000
Premise Management LLC			9	940,000
Gullivers			10	918,000
Totals		<u>32,400,000</u>		<u>19,702,000</u>

Data Source

City Records

City of Oakbrook Terrace, Illinois
Operating Information
Full-Time Equivalent Employees
Last Ten Fiscal Years

Function/Program	2019	2018	2017	2016	2015
General Government					
Executive management	2.75	3.50	3.50	2.00	3.00
Finance	2.25	1.50	2.00	1.00	1.00
Legislative	1.00	1.00	1.00	0.50	0.50
Special events	-	-	-	1.00	-
Total general government	<u>6.00</u>	<u>6.00</u>	<u>6.50</u>	<u>4.50</u>	<u>4.50</u>
Public Safety					
Police					
Sworn	19.00	19.00	20.00	20.00	20.00
Nonsworn	7.10	6.10	6.10	6.10	6.10
Total public safety	<u>26.10</u>	<u>25.10</u>	<u>26.10</u>	<u>26.10</u>	<u>26.10</u>
City Services					
Building & zoning	4.00	4.00	3.00	2.50	2.50
Public works	3.50	3.78	3.78	3.78	4.06
Utilities	3.00	3.00	2.75	2.50	2.50
Total City services	<u>10.50</u>	<u>10.78</u>	<u>9.53</u>	<u>8.78</u>	<u>9.06</u>
Total City	<u>42.60</u>	<u>41.88</u>	<u>42.13</u>	<u>39.38</u>	<u>39.66</u>

Data Source

City Records

2014	2013	2012	2011	2010
2.00	2.00	3.00	3.00	3.00
1.90	2.00	2.00	2.00	2.00
0.50	0.50	0.50	0.50	0.50
0.70	0.70	0.50	0.50	0.50
<u>5.10</u>	<u>5.20</u>	<u>6.00</u>	<u>6.00</u>	<u>6.00</u>
20.00	19.00	20.00	20.00	20.00
5.10	5.10	4.60	4.60	4.60
<u>25.10</u>	<u>24.10</u>	<u>24.60</u>	<u>24.60</u>	<u>24.60</u>
1.50	2.50	2.50	2.88	2.88
4.06	4.06	4.06	4.06	4.06
2.90	2.90	3.00	3.00	3.00
<u>8.46</u>	<u>9.46</u>	<u>9.56</u>	<u>9.94</u>	<u>9.94</u>
<u>38.66</u>	<u>38.76</u>	<u>40.16</u>	<u>40.54</u>	<u>40.54</u>

City of Oakbrook Terrace, Illinois
Operating Information
Capital Asset Statistics
Last Ten Fiscal Years

Function/Program	2019	2018	2017	2016	2015
General Government					
Equipment maintenance vehicles	7	6	6	6	5
Public Safety - Police					
Vehicles					
Squad cars (marked)	7	7	7	7	6
Squad cars (unmarked)	5	6	7	7	8
Highways and Streets					
Streets (lane miles)	75	75	75	75	75
Right-of-ways (miles)	153	153	153	153	153
Traffic signals	1	1	1	1	1
Public Services					
Stormwater systems					
Stormwater mains (miles)	138	138	138	138	138
Waterworks and sewerage systems					
Vehicles	5	5	5	5	5
Water mains (miles)	14	14	14	14	14
Sanitary sewers (miles)	N/A	N/A	N/A	N/A	N/A
Sanitary sewer lift stations	N/A	N/A	N/A	N/A	N/A

N/A - Not available

Data Source

City Records

2014	2013	2012	2011	2010
5	5	5	4	4
7	8	8	7	7
8	8	8	7	7
75	75	77	77	77
153	153	155	155	155
1	1	1	1	1
138	138	138	138	138
5	3	3	3	3
14	13	13	12	12
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, 2019

Principal Official	Amount of Surety Bond
Mayor	\$ 3,000
City Administrator	10,000
Assistant to the Mayor and City Administrator	10,000
Chief of Police	10,000
City Clerk	10,000
Deputy Clerk (2)	10,000
Treasurer	10,000
Finance Director	10,000