

**LEMONT
FIRE PROTECTION DISTRICT
LEMONT, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended
December 31, 2014

LEMONT FIRE PROTECTION DISTRICT

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LEMONT FIRE PROTECTION DISTRICT

PRINCIPAL OFFICIALS

December 31, 2014

Board of Trustees

Victoria Cobbett, President

Michael Kasperski, Secretary

Keith Latz, Treasurer

Glenn Bergmark, Trustee

Richard Rimbo, Trustee

Administration

George Rimbo, Chief

Karrison LLC

Certified Public Accountant • 1775 Legacy Circle • Naperville, Illinois 60563 • 630.505.3920

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
Lemont Fire Protection District

We have audited accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lemont Fire Protection District as of and for the year ended December 31, 2014, which collectively comprise the Lemont Fire Protection District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Basic Financial Statements

Management is responsible for the preparation and fair presentation of these basic 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 basic financial statements that are free from material misstatement, whether due to error or fraud.

Auditor's Responsibility

Our responsibility is to express opinions on these basic financial statements based on our audit. We did not audit the financial statements of the Lemont Firefighters' Pension Fund, which represent 100% of the assets, liabilities, net position, revenues, and expenses of the fiduciary funds. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Firefighters' Pension Fund, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the basic financial statements. The procedures selected depend upon the auditor's judgment, including the assessment of the risks of material misstatement of the basic financial statements, whether due to error or fraud. In making those risk assessments, the auditor considers internal control relevant to the Lemont Fire Protection District's preparation and fair presentation of the basic 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 Lemont Fire Protection District'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 basic financial statements.

Auditor's Responsibility (Continued)

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 basic financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Lemont Fire Protection District as of December 31, 2014 and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that certain information listed as required supplementary information in the accompanying table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding 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 Lemont Fire Protection District's basic financial statements. The combining individual fund financial statements and the financial information listed as schedules and supplemental data in the accompanying 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, the schedules, and supplemental data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 was not audited by us and we express no opinion thereon.

Kearney LLC

Naperville, Illinois
June 19, 2015

Lemont Fire Protection District

Management's Discussion and Analysis
For the Year Ended December 31, 2014

As the management of Lemont Fire Protection District ("the District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2014. We encourage readers to consider the information presented here in conjunction with the District's financial statements.

The discussion and analysis is designed to: (1) assist the readers in focusing on significant financial issues, (2) provide an overview of the District's financial activities, (3) identify changes in the District's financial position (its ability to address the next and subsequent years challenges), (4) identify any material deviations from the financial plan (the approved budget) and (5) identify individual fund issues or concerns.

Historically, the primary focus of local government financial statements has been summarized funds types on a current financial resource basis. Due to the requirement of Government Accounting Standards Board Statement No. 34, beginning in 2003 this approach was modified so that now the District's financial statements present two kinds of statements, each with a different snapshot of the District's finances. The focus of the new financial statements are on both the District as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major funds) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the District's accountability.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in its Statement No. 34 "Basic Financial Statements and Management's Discussion and Analysis, for State and Local Governments" issued June 1999. Certain comparative information between the current and prior year is required to be presented in the MD&A.

Since the 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 District's financial statements.

Financial Highlights

The District's total assets exceeded its total liabilities/deferred inflows at the close of the most recent year by \$3,179,775, which includes \$4,858,046 invested in capital assets (net of related debt of \$1,480,000).

The District's total net position increased by \$183,618 resulting in ending net position of \$3,179,775. Property taxes collected were \$8,783,264, compared to the prior year of \$9,102,361.

At December 31, 2014 the District's governmental funds reported combined ending fund balances of \$4,043,505, an increase of \$301,534 from the prior year. Of this amount the general and ambulance funds had a combined ending fund balance of \$2,625,964, other special revenue funds had an ending balance of \$(11,653), capital projects fund had an ending fund balance of \$1,389,792, and the Debt Service Fund had an ending fund balance of \$19,701.

(See independent auditors report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2014

Overview of the Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of District finances, in a manner similar to a private-sector business and are reported using the accrual basis of accounting and economic resources measurement focus.

The statement of net position presents information on all District assets and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, the increase or decrease in net position may serve as a useful indicator of whether or not the District's financial position is improving.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and unpaid obligations).

The government-wide financial statement distinguishes District functions that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities reflected the District's basic services including fire, ambulance and other administrative functions.

The government --wide financial statements are presented on pages 4-5 of this report.

(See independent auditor's report)

Lemont Fire Protection District

Management's Discussion and Analysis
For the Year Ended December 31, 2014

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 District, like other units of government, uses fund accounting to ensure compliance with finance-related legal requirements. All of the District's funds are governmental funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements and are reported using the modified accrual basis of accounting and current financial resources measurement focus. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. All of the District's services are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are available for use. Both the governmental fund balance sheet and the governmental statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate comparison between government funds and government activities.

The District maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the Corporate Fund, Ambulance Fund, Capital Projects Fund and Special Revenue Funds. Data from the Special Revenue Funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and individual schedules elsewhere in the report.

Basic governmental fund financial statements are presented on pages 6-9 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 begin on page 12 of this report.

Other Information

In addition to these basic financial statements and accompanying notes, this report also presents supplementary information concerning the District's progress in funding its obligations to provide pension benefits to its employees. This information can be found beginning on page 44 of this report.

Major funds are reported in the basic financial statements as discussed. Combining and/or individual statements and schedules are presented in a subsequent section of this report beginning on page 58 of this report.

(See independent auditors report.)

Lemont Fire Protection District

Management's Discussion and Analysis
For the Year Ended December 31, 2014

Financial Analysis of the District's Funds

Changes in Fund Balance - Governmental Funds

Governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$4,043,505. Of this year-end total, the general and ambulance funds reported a fund balance of \$2,625,964. The remaining \$1,417,541 is restricted, assigned or unrestricted.

The following is a summary of changes in fund balances for the year ended December 31, 2014:

<i>Governmental Funds</i>	<i>Fund Balance Dec. 31, 2013</i>	<i>Increase (Decrease)</i>	<i>Fund Balance Dec. 31, 2014</i>
<i>General Fund</i>	\$ 550,716	\$ (55,215)	\$ 495,501
<i>Ambulance Fund</i>	1,984,228	146,235	2,130,463
<i>Capital Projects Fund</i>	1,088,002	301,790	1,389,792
<i>Other Governmental Funds</i>	<u>119,025</u>	<u>(91,276)</u>	<u>27,749</u>
	<u>\$ 3,741,971</u>	<u>\$ 301,534</u>	<u>\$ 4,043,505</u>

Major Governmental Funds - Annual Budget

The District reports the Corporate Fund, Ambulance Fund and Capital Projects are major governmental funds. More detailed information on the budget process can be found in Notes to Required Supplementary Information on page 56 of the financial statements.

Economic Factors in Next Year's Budget and Rates

The District continues to experience an eroding tax rate imposed by the Property Tax Extension Limitation Law (PTELL), which, in general, limits the amount of taxes to be extended to the lesser of 5% or the percentage increase in the consumer price index for the year preceding the levy.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances, comply with finance related laws and regulations and demonstrate the District's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact the District at 15900 New Avenue, Lemont, IL 60439.

(See independent auditors report)

LEMONT FIRE PROTECTION DISTRICT

STATEMENT OF NET POSITION

December 31, 2014

	Governmental Activities
ASSETS	
Cash and investments	\$ 4,047,900
Receivables	
Property taxes	7,953,771
Other	11,924
Service fees	230,844
Capital assets not being depreciated	300,000
Capital assets (net of accumulated depreciation)	<u>6,038,046</u>
Total assets	<u>18,582,485</u>
LIABILITIES	
Accounts payable	67,398
Accrued payroll	175,794
Due to pension fund	3,971
Long-term liabilities	
Due within one year	385,000
Due in more than one year	<u>6,816,776</u>
Total liabilities	<u>7,448,939</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable property taxes	<u>7,953,771</u>
Total liabilities and deferred inflows of resources	<u>15,402,710</u>
NET POSITION	
Net investment in capital assets	4,858,046
Restricted for special revenue funds	2,138,511
Restricted for debt service	19,701
Restricted for capital projects	1,389,792
Unrestricted	<u>(5,226,275)</u>
Total net position	<u>\$ 3,179,775</u>

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2014

Functions/Programs	Expenses	Charges for Services	Program Revenues		Net (Expense) Revenue and Change in Net Position
			Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities					Governmental Activities
Public safety	\$ 10,558,267	\$ 812,151	\$ 23,827	\$ -	\$ (9,722,289)
Total	\$ 10,558,267	\$ 812,151	\$ 23,827	\$ -	(9,722,289)
General Revenues					
Taxes					9,021,257
Investment income					23,673
Miscellaneous					860,977
Total					9,905,907
Change in Net Position					183,618
Net Position - January 1					2,996,157
Net Position - December 31					\$ 3,179,775

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT
GOVERNMENTAL FUNDS

BALANCE SHEET

December 31, 2014

	ASSETS					Total
	General	Ambulance	Tort Liability	Capital Projects	Nonmajor	
Cash and investments	\$ 897,598	\$ 2,153,169	\$ 47,497	\$ 825,365	\$ 124,271	\$ 4,047,900
Receivables						
Property taxes	3,478,456	3,256,085	1,062,060	-	157,170	7,953,771
Other	11,924	-	-	-	-	11,924
Service fees	-	230,844	-	-	-	230,844
Due from other funds	-	-	42,700	564,427	23,784	630,911
Total assets	4,387,978	5,640,098	1,152,257	1,389,792	305,225	12,875,350

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES

Liabilities						
Accounts payable	29,817	36,381	1,200	-	-	67,398
Accrued payroll	88,818	86,976	-	-	-	175,794
Due to other funds	295,386	130,193	170,342	-	38,961	634,882
Total liabilities	414,021	253,550	171,542	-	38,961	878,074
Deferred Inflows of Resources						
Unavailable property taxes	3,478,456	3,256,085	1,062,060	-	157,170	7,953,771
Fund Balances						
Restricted for special revenue funds	-	2,130,463	(81,345)	-	89,393	2,138,511
Restricted for debt service	-	-	-	-	19,701	19,701
Restricted for capital projects	-	-	-	1,389,792	-	1,389,792
Unrestricted - unassigned	495,501	-	-	-	-	495,501
Total fund balances	495,501	2,130,463	(81,345)	1,389,792	109,094	4,043,505
Total liabilities and fund balances	\$ 4,387,978	\$ 5,640,098	\$ 1,152,257	\$ 1,389,792	\$ 305,225	\$ 12,875,350

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

For the Year Ended December 31, 2014

Fund balances of governmental funds	\$ 4,043,505
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	6,338,046
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds. Long-term liabilities at year end consist of:	
Notes payable	(1,480,000)
Compensated absences payable	(3,040,056)
Other postemployment benefits obligation	(36,843)
Pension benefit obligation	<u>(2,644,877)</u>
Net position of governmental activities	<u>\$ 3,179,775</u>

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT
GOVERNMENTAL FUNDS

**STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES**

For the Year Ended December 31, 2014

	General	Ambulance	Tort Liability	Capital Projects	Nonmajor	Total
Revenues						
Taxes	\$ 4,776,663	\$ 3,005,736	\$ 1,003,047	\$ -	\$ 235,811	\$ 9,021,257
Charges for services	79,283	732,868	-	-	-	812,151
Grant revenue	2,273	-	21,554	-	-	23,827
Investment income	269	269	(3)	23,138	-	23,673
Miscellaneous	481,508	379,454	-	-	15	860,977
Total revenues	5,339,996	4,118,327	1,024,598	23,138	235,826	10,741,885
Expenditures						
Current						
Public safety	4,895,211	3,372,092	1,128,824	-	222,876	9,619,003
Capital outlay	-	-	-	392,920	-	392,920
Debt service	-	-	-	-	-	-
Principal	-	-	-	385,000	-	385,000
Interest	-	-	-	43,428	-	43,428
Total expenditures	4,895,211	3,372,092	1,128,824	821,348	222,876	10,440,351
Excess (Deficiency) of Revenues over Expenditure	444,785	746,235	(104,226)	(798,210)	12,950	301,534
Other Financing Sources (Uses)						
Transfers in	-	-	-	1,100,000	-	1,100,000
Transfers (out)	(500,000)	(600,000)	-	-	-	(1,100,000)
	(500,000)	(600,000)	-	1,100,000	-	-
Net Change in Fund Balances	(55,215)	146,235	(104,226)	301,790	12,950	301,534
Fund Balances - January 1	550,716	1,984,228	22,881	1,088,002	96,144	3,741,971
Fund Balances - December 31	\$ 495,501	\$ 2,130,463	\$ (81,345)	\$ 1,389,792	\$ 109,094	\$ 4,043,505

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2014

Net change in fund balances - governmental funds	\$ 301,534
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	276,058
Repayment of long-term debt is reported as an expenditure when due in the governmental funds, but as a reduction of principal outstanding in the statement of net positions	385,000
Increase in compensated absences payable	(338,516)
Decrease in other postemployment benefits obligation	7,263
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds Depreciation	<u>(447,721)</u>
Change in net position of governmental activities	<u>\$ 183,618</u>

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT
FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY NET POSITION

December 31, 2014

	<u>Firefighters' Pension</u>
ASSETS	
Cash and cash equivalents	\$ 8,690
Investments	
State and local government obligations	1,442,857
U.S. Government and agency securities	5,750,244
Corporate bonds	2,926,403
Equity mutual funds	10,642,843
Money market mutual funds	337,237
Receivables	
Accrued interest	65,782
Due from District	3,971
Prepays	<u>3,659</u>
Total assets	<u>21,181,686</u>
LIABILITIES	
Expenses due unpaid	<u>13,228</u>
Total liabilities	<u>13,228</u>
NET POSITION	
Net Position Held in Trust for Pension Benefits	<u><u>\$ 21,168,458</u></u>

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT
FIDUCIARY FUNDS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

For the Year Ended December 31, 2014

	<u>Firefighters' Pension</u>
Additions	
Contributions	
Employer	\$ 1,281,717
Plan members	<u>456,826</u>
Total contributions	<u>1,738,543</u>
Investment income	
Investment earnings	845,898
Net change in fair value of investments	<u>409,495</u>
Total investment income	1,255,393
Less investment expense	<u>(52,224)</u>
Net investment income	<u>1,203,169</u>
Total additions	<u>2,941,712</u>
Deductions	
Administration	34,097
Benefits	386,401
Total deductions	<u>420,498</u>
Net Increase	2,521,214
Net Position Held in Trust for Pension Benefits	
January 1	<u>18,647,244</u>
December 31	<u><u>\$ 21,168,458</u></u>

See accompanying notes to financial statements.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Lemont Fire Protection District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and reporting principles. The following is a summary of the significant accounting policies of the District.

a. Reporting Entity

The District provides fire, rescue, emergency medical services, and general administrative services.

As required by GAAP, these financial statements present the District and any component units, entities for which the District is considered to be financially accountable. At December 31, 2014, there were no entities that would be considered a component unit of the District. Also, the District is not considered a component unit of any other governmental entity.

Firefighters' Pension Employees Retirement System

The District's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the District's President, one elected pension beneficiary, and two elected active firefighters constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the District is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the District is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the District, the FPERS is reported as if it were part of the District because its sole purpose is to provide retirement benefits for the District's sworn firefighters. The FPERS is reported as a pension trust fund.

b. Fund Accounting

The District uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

- b. balancing set of accounts. Funds are classified into the following categories: governmental and fiduciary.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement restricted or committed revenue sources (special revenue funds), the acquisition or construction of general capital assets (capital projects funds) and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the government not accounted for in some other fund.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the entity. When these assets are held under the terms of a formal trust agreement, a pension trust fund is used.

- c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. 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; however, there are no business activities.

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 shared 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.

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

The District reports the following major governmental funds:

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

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

General Fund is the District's primary operating fund - accounts for the direct costs of fire suppression and an allocation of administration costs that are not required to be accounted for in other funds.

Ambulance Fund - accounts for the direct costs of emergency medical services and an allocation of administration costs.

Tort Liability Fund - accounts for insurance costs and property taxes levied.

Capital Projects Fund -- accounts for the financial resources used for the construction of major capital facilities and the purchase or replacement of equipment.

The District also reports the following nonmajor governmental funds:

Social Security and IMRF Fund - accounts for social security and IMRF taxes and property taxes levied.

Audit Fund - accounts for audit fees and property taxes levied.

Foreign Fire Insurance Fund - accounts for foreign fire insurance taxes received and distributions to the Foreign Fire Insurance Board.

Debt Service Fund -- accounts for the resources acquired and payment of principal and interest on debt.

Additionally, the District reports the Firefighters' Pension Fund as a fiduciary fund.

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements and the fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period (60 days) or soon enough thereafter to be used to pay liabilities of the current period. The District recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability incurred. Those revenues susceptible to accrual are property taxes and interest revenue.

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

e. Cash and Investments

Cash and cash equivalents include all demand and savings accounts.

Investments of the District’s operating funds with maturities of one year or more from the date of purchase, other than nonnegotiable certificates of deposit, are stated at fair value based on quoted market prices. Investments with maturities of one year or less from the date of purchase and nonnegotiable certificates of deposit are stated at cost or amortized cost. All other investments which do not consider market rates are stated at cost. All investments of the fiduciary fund are reported at fair value.

f. Receivables and Payables

Interfund

Activity between funds that is 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 the interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

f. Uncollectibles

Ambulance receivables are reported net of an allowance for uncollectibles of \$406,982.

g. Capital Assets

Capital assets are recorded as expenditures at the time of purchase. Capital assets, which include property, plant, and equipment, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	25-50
Apparatus	10-25
Vehicles	8-15
Equipment	2-20

i. Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused sick pay and vacation benefits. Upon retirement, sick pay is paid out at a rate of 60% of sick pay accumulated, not to exceed 1800 hours. Vacation pay is paid out based upon length of service with no more than three day's worth being accrued. All sick pay and vacation benefits are accrued and reported in the government-wide financial statements. In the fund financial statements, sick pay and vacation benefits are reported as a fund liability for amounts owed to terminated or retired employees, if any.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

j. Long-Term Obligations

In the government-wide financial statements, general long-term debt and other long-term obligations are reported as liabilities in the statement of net position.

k. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report 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 period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources.

This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

l. Fund Balance/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the District's Board of Trustees, which is considered the District's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Fire Chief by the District's Board of Trustees. Any residual fund balance is reported as unassigned.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

l. Fund Balance/Net Position (Continued)

The District'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 District considers committed funds to be expended first followed by assigned and then unassigned funds.

The District has not established fund balance reserve policies for any of its governmental funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net position has not been restricted by enabling legislation adopted by the District. Investment in capital assets represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.

m. Accounting Estimates

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

2. PROPERTY TAXES AND PERSONAL PROPERTY REPLACEMENT TAXES

Property taxes for 2014 attach as an enforceable lien on January 1, 2014, on property values assessed as of the same date. Taxes are levied by December of the fiscal year (by passage of a Tax Levy Ordinance). The District has a statutory tax rate limit in various operating funds subject to change only by approval of the voters of the District. Also, the District is subject to the Property Tax Extension Limitation Act, which in general limits the amount of taxes to the lesser of 5% or the percentage increase in the consumer price index for the year preceding the levy. Certain bond issue levies and referendum increases are exempt from this limitation.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

2. PROPERTY TAXES AND PERSONAL PROPERTY REPLACEMENT TAXES (Cont.)

Tax bills are prepared by the counties and issued on or about February 1, 2015 and August 1, 2015 (Cook County), and June 1, 2015 and September 1, 2015 (DuPage and Will Counties); and are payable in two installments, on or about March 1, 2015 (Cook County) and September 1, 2015 (DuPage and Will Counties). The counties collect such taxes and remits them periodically. Property taxes for the 2013 levy were received and recognized as revenue in fiscal 2014.

Personal property replacement taxes represent an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and S corporations; and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services.

Revenues are collected by the State of Illinois under the replacement tax and are allocated and paid by the State eight times a year. The replacement tax provides that monies received should be first applied toward payment of the proportionate share of the pension or retirement obligations which were previously levied on personal property. Remaining allocations are made at the discretion of the Board of Trustees.

3. DEPOSITS AND INVESTMENTS

a. District Investments

The District's investment policy authorizes the District to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the 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 and Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value).

The District's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance. Additionally, the District will not invest in any institution in which the District's funds on deposit are in excess of 75% of the institutions capital stock and surplus.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

3. DEPOSITS AND INVESTMENTS (Cont.)

a. District Investments (Cont.)

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and rate of return.

The District maintains a cash and investment pool that is available for use by all funds, except the pension trust fund. In addition, investments are separately held by several of the District’s funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

In accordance with its investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in securities issued by United States governmental agencies. Illinois Funds is rated AAA.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds’ share price, the price for which the investment could be sold.

LEMONT FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

4. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014 was as follows:

	Balances January 1	Increases	Decreases	Balances December 31
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 300,000	\$ -	\$ -	\$ 300,000
Total capital assets not being depreciated	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>300,000</u>
Capital assets being depreciated				
Buildings and building improvements	5,693,793	37,834	-	5,731,627
Equipment	853,416	39,550	187,500	705,466
Apparatus and vehicles	3,530,633	228,507	138,551	3,620,589
Total capital assets being depreciated	<u>10,077,842</u>	<u>305,891</u>	<u>326,051</u>	<u>10,057,682</u>
Less accumulated depreciation				
Buildings and building improvements	1,576,892	136,315	-	1,713,207
Equipment	429,457	100,301	157,667	372,091
Apparatus and vehicles	1,861,784	211,105	138,551	1,934,338
Total accumulated depreciated	<u>3,868,133</u>	<u>447,721</u>	<u>296,218</u>	<u>4,019,636</u>
Net capital assets being depreciated	<u>6,209,709</u>	<u>(141,830)</u>	<u>29,833</u>	<u>6,038,046</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS - NET	<u>\$ 6,509,709</u>	<u>\$ (141,830)</u>	<u>\$ 29,833</u>	<u>\$ 6,338,046</u>

Depreciation expense was charged to functions of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
Public safety	<u>\$ 447,721</u>
Total	<u>\$ 447,721</u>

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

5. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivable and payable balances as of December 31 were as follows:

	Due From	Due To
General	\$ -	\$ 295,386
Ambulance	-	130,193
Tort Liability	42,700	170,342
Capital Projects	564,427	-
Social Security/IMRF	-	38,961
Audit	4,082	-
Debt Service	19,702	-
	<u>630,911</u>	<u>634,882</u>
Firefighters' Pension	3,971	-
	<u>\$ 634,882</u>	<u>\$ 634,882</u>

5. LONG-TERM DEBT

a. Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 2014:

	Balances January 1	Additions	Reductions	Balances December 31	Due Within One Year
GOVERNMENTAL ACTIVITIES					
Fire protection notes - 2010	\$ 860,000	\$ -	\$ 140,000	\$ 720,000	\$ 135,000
Fire protection notes - 2013	1,005,000	-	245,000	760,000	250,000
Compensated absences	2,788,516	251,540	-	3,040,056	-
Pension benefit obligation	2,644,877	-	-	2,644,877	-
OPEB obligation	44,106	-	7,263	36,843	-
Total	<u>\$ 7,342,499</u>	<u>\$ 251,540</u>	<u>\$ 392,263</u>	<u>\$ 7,201,776</u>	<u>\$ 385,000</u>

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

5. LONG-TERM DEBT (Cont.)

b. Fire Protection Notes – 2010

On November 30, 2010 the District issued Fire Protection Notes, Series 2010 in the amount of \$1,340,000. Proceeds from the issue were used for the purchase of a new engine, ambulance, and the remodeling of Station No. 1.

The District designated these notes as "Build America Bonds" which were created by the American Recovery and Reinvestment Act of 2009. Build America Bonds are bonds in which the U.S. Treasury pays state or local government issuers an amount equal to 35% of the coupon interest payment on such bonds.

The notes and interest payable thereon are full faith and credit general obligations of the District payable from property taxes. Note interest is computed on a 360-day year basis and is payable semi-annually on each January 1 and July 1, commencing on July 1, 2011. The interest rates range from 1.35% to 4.20%. Principal and interest on the bonds are to be paid by the District to Depository Trust Company, New York, New York as bond registrar and paying agent.

Fire Protection Notes – 2013

On May 1, 2013 the District issued Refunding Fire Protection Notes, Series 2013 in the amount of \$1,245,000. The proceeds were used to retire the Fire Protection Notes, Series 2004.

The District designated the notes as "qualified tax-exempt obligations" pursuant to the small issuer exception provided by Section 265(b)(3) of the Internal Revenue Code of 1986.

The notes and interest payable thereon are full faith and credit general obligations of the District payable from property taxes. Note interest is computed on a 360-day year basis and is payable semi-annually on each January 1 and July 1, commencing on July 1, 2013. The interest rates range from .9% to 1.55%. Principal and interest on the bonds are to be paid by the District to BMO Harris Bank as bond registrar and paying agent.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

5. LONG-TERM DEBT (Cont.)

c. Debt Service Requirements to Maturity

The annual debt service requirements to amortize the governmental activities outstanding debt as of December 31, 2014 are as follows:

Fire Protection Notes - 2010				Estimated
Date - Jan. 1	Principal	Interest	Total	Interest Credit
2016	\$ 135,000	\$ 24,916	\$ 159,916	\$ 8,721
2017	125,000	21,258	146,258	7,440
2018	115,000	16,905	131,905	5,917
2019	120,000	11,970	131,970	4,190
2020	225,000	4,725	229,725	1,654
	<u>\$ 720,000</u>	<u>\$ 79,774</u>	<u>\$ 799,774</u>	<u>\$ 27,922</u>

Fire Protection Notes - 2013			
Date - Jan. 1	Principal	Interest	Total
2016	\$ 250,000	\$ 7,406	\$ 257,406
2017	250,000	4,030	254,030
2018	260,000	-	260,000
	<u>\$ 760,000</u>	<u>\$ 11,436</u>	<u>\$ 771,436</u>

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

5. LONG-TERM DEBT (Cont.)

d. Legal Debt Margin

The District's legal debt limitation as of December 31, 2014 was as follows:

Assessed valuation - 2013	<u>\$1,097,628,871</u>
Statutory debt limitation - 5.75%	63,113,660
Amount of debt applicable to debt limitation	<u>1,480,000</u>
Legal debt margin	<u>\$ 61,633,660</u>

6. TRANSFERS

During the current fiscal year the District made the following transfers:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 500,000
Ambulance	-	600,000
Capital Projects	<u>1,100,000</u>	<u>-</u>
	<u>\$ 1,100,000</u>	<u>\$ 1,100,000</u>

The transfers will not be repaid.

7. RISK MANAGEMENT

The District 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 natural disasters. All risks are covered by commercial insurance purchased from independent third parties. There have been no significant reductions in insurance coverage from coverage in prior years. Settlement amounts have not exceeded insurance coverage for the current year or the three years prior.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

8. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described in the following note, the District provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contract. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District's governmental activities.

b. Benefits Provided

The District provides postemployment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the District's two retirement plans. A retired employee who wishes to continue coverage shall bear 100% of the premium rate currently in effect for active employees for this coverage. Certain eligible retirees are also able to subsidize a portion of their costs for the premium rate by utilizing unused sick leave or by participation in a Voluntary Employee Benefit Association until age 65. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the District's plan becomes secondary. The subsidy created under GASB Statement 45 is implicit in nature, except in the case of duty-disability pension recipients where the District is subject to an explicit subsidy.

c. Membership

At December 31, 2013, membership consisted of:

Retirees and beneficiaries currently receiving benefits	5
Terminated employees entitled to benefits but not yet receiving them	-
Active vested plan members	53
Active nonvested plan members	8
TOTAL	64
Participating employers	1

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

8. OTHER POSTEMPLOYMENT BENEFITS (Cont.)

d. Funding Policy

The District is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2012	\$ 41,165	\$ 33,364	81.03%	\$ 30,570
December 31, 2013	51,285	37,748	73.60%	44,106
December 31, 2014	49,254	56,517	114.76%	36,843

The net OPEB obligation as of December 31, 2014 was calculated as follows:

Annual required contribution	\$ 50,108
Interest on net OPEB obligation	1,544
Adjustment to annual required contribution	<u>(2,398)</u>
Annual OPEB cost	49,254
Contributions made	<u>(56,517)</u>
Increase (decrease) in net OPEB obligation	(7,263)
Net OPEB obligation - beginning of year	<u>44,106</u>
Net OPEB obligation – end of year	<u>\$ 36,843</u>

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

8. OTHER POSTEMPLOYMENT BENEFITS (Cont.)

e. Annual OPEB Costs and Net OPEB Obligation

Funded Status and Funding Progress. The funded status of the plan as of December 31, 2014 (most recent information available) was as follows:

Actuarial accrued liability (AAL)	\$	535,295
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)		535,295
Funded ratio (actuarial value of plan assets/AAL)		0.00%
Covered payroll (active plan members)	\$	N/A
UAAL as a percentage of covered payroll		N/A%

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

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

In the December 31, 2014 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a discount rate of 3.50% and a healthcare cost trend rate of 8.30%. Both rates include a 3.00% inflation assumption. The actuarial value of assets was not determined as the District has not advanced its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2014 was 30 years.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS

a. Plan Descriptions

The District maintains a single-employer, defined benefit pension plan (Firefighters' Pension Fund) which covers its qualified sworn employees and participates in the statewide Illinois Municipal Retirement Fund, an agent multiple-employer public employee pension plan which covers substantially all of the remaining qualified district employees.

Illinois Municipal Retirement Fund

The District's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole but not by individual employer. That report may be obtained online at www.imrf.org.

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

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

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Illinois Municipal Retirement Fund (Cont.)

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for 2014 was 14.71% of covered payroll.

Firefighters' Pension Plan

Plan Administration

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension administered by the Firefighters' Pension Fund Board. Separately audited GAAP financial statements are not issued by the Pension Fund Board. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled

Statutes 40 ILCS 5/4-100, et seq. (2001) and may be amended only by the Illinois legislature. The District accounts for the plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the Board are appointed by the District's President, one member is elected by the pension beneficiaries, and two members are elected by the active firefighter employees.

Plan Membership

At December 31, 2014, the measurement date, membership consisted of:

Inactive plan members currently receiving benefits	8
Inactive plan members entitled to but not yet receiving benefits	3
Active plan members	<u>54</u>
	<u><u>65</u></u>

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

Firefighters' Pension Plan (Cont.)

Benefits Provided

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Firefighters' Pension Plan (Cont.)

Benefits Provided (Cont.)

Contributions

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The District is required to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, the District has until the year 2040 to fund 90% of the past services costs for the Firefighters' Pension Plan. For the year ended December 31, 2014, the District's contribution was 26.38% of covered payroll.

Investment Policy

The Firefighters' Pension Fund's investment policy authorizes the Firefighters' Pension Fund to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the 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, equities, equity mutual fund, state and local government bonds and short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds. The Firefighters' Pension Fund's investment policy does limit their deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance. Additionally, the Firefighters' Pension Fund will not invest in any institution in which the Firefighters' Pension Fund's investments are in excess of 75% of the institutions capital stock and surplus.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Firefighters' Pension Plan (Cont.)

Investment Policy (Cont.)

It is the policy of the Firefighters' Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Firefighters' Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and rate of return.

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	0.00%	0.00%
Fixed Income	50.00%	2.10%
Equities		
U.S. Large Cap	35.00%	6.90%
U.S. Small Cap	10.00%	8.50%
International	5.00%	7.60%

ILCS limit the Fund's investments in equities, mutual funds, and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Firefighters' Pension Plan (Cont.)

Investment Policy (Cont.)

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultants, in which best-estimate ranges of expected future real rates of return (net of pension plan investment expenses and inflation) were developed for each major asset class. These ranges were 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 estimate or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2014 are listed in the table above.

Concentrations

Concentration of credit risk is the risk of loss attributed to the magnitude of the Fund's investment in a single issuer. The Fund does not have a formal written policy with regard to concentration credit risk for investments. At December 31, 2014 the Fund had over 5%, \$1,058,423, of fiduciary net position invested in various agency securities as indicated in a succeeding table. Agency investments represent a large portion of the portfolio; however the investments are diversified by maturity date and are backed by the issuing organization. Although unlike Treasuries, agency securities do not have the "full faith and credit" backing of the U.S. Government. They are considered to have a moral obligation of implicit backing and are supported by Treasury lines of credit and increasingly stringent federal regulation.

The following table presents equity mutual funds.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

Equity Mutual Funds	Fair Value
Vanguard 500 Index Admiral Fund	2,506,111 *
T. Rowe Price Growth Stock Fund	2,300,402 *
Pioneer Equity Income Fund	1,202,799 *
LSV Value Equity Fund	1,200,292 *
Baron Small Cap Fund	758,435
Homestead Small Company Stock Fund	734,247
Oppenheimer International Growth Fund	334,258
Hennessy Focus Institutional Fund	324,587
Bridgeway Ultra-Small Company Market Fund	308,711
Columbia Acorn International Select Fund	279,793
First Eagle Overseas Fund	163,290
American Beacon International Equity Fund	162,459
Oppenheimer Developing Markets Fund	155,214
Fidelity Advisors Materials Fund	120,651
RS Global Natural Resources Fund	91,594
Total	<u>10,642,843</u>

* represents over 5% of Net Position

Rate of Return

For the year ended December 31, 2014, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.94%. 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 bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount equal to the fair market value of the funds secured. The Fund shall have a perfected security interest in securities pledged as collateral which shall be free of any claims to the Agency Bonds, issued in the U.S. domestic bond market.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Firefighters' Pension Plan (Cont.)

Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt Investments.

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
State and local obligations	\$ 1,442,857	\$ -	\$ 537,002	\$ 619,563	\$ 286,292
U.S. Treasury notes	1,763,872	-	1,279,622	484,250	-
Government National Mortgage Assn.	10,747	-	-	1,430	9,317
Federal Farm Credit Bank	744,074	-	125,472	618,602	-
Federal Home Loan Bank	2,342,359	-	404,901	1,937,458	-
Federal Home Loan Mortgage Corp.	682,636	-	642,492	40,144	-
Federal National Mortgage Assn.	206,556	151,862	-	-	54,694
Corporate Bonds	2,926,403	40,392	1,561,458	1,309,271	15,282
Total	10,119,504	192,254	4,550,947	5,010,718	365,585
Investments not subject interest rate risk					
Equity mutual funds	10,642,843				
Money market mutual funds	337,237				
Total	\$ 21,099,584				

In accordance with its investment policy, the Firefighters' Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Firefighters' Pension Plan (Cont.)

Credit Risk

The investments in the securities of state and local obligations were all rated AA or higher; U.S. Government Agencies were all rated AAA and corporate bonds were all rated BBB or higher by Standard & Poor's or by Moody's Investors Services, or were small issues that were unrated. Unrated (N/R) investments are listed in the following table.

Investment	Par Value	Interest Rate	Maturity Date
Will Co. School District Municipal Bond	45,000	4.20%	October 1, 2020
Federal National Mortgage Assoc.	8,997	4.20%	October 1, 2040
Federal National Mortgage Assoc.	12,109	4.50%	November 1, 2040
Federal National Mortgage Assoc.	29,778	4.00%	August 1, 2041

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Fund requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name. Money market mutual funds and mutual funds are not subject to custodial credit risk. The Fund however is exposed to custodial credit risk as the broker also serves as the custodian.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Firefighters' Pension Plan (Cont.)

Net Pension Liability

The components of the net pension liability as of December 31, 2014 were as follows:

Total pension liability	\$ 31,980,645
Plan fiduciary net position	<u>21,168,458</u>
Net pension liability	<u><u>\$ 10,812,187</u></u>
Plan fiduciary net position as a percentage of the total pension liability	66.19%

See the schedule of changes in net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Fund.

Actuarial Assumptions

Assumptions employed are presented in the following table.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

Actuarial valuation date	December 31, 2014
Actuarial cost method	Entry Age Normal
Assumptions	
Inflation	3.00%
Salary increases	4.00-16.25%
Interest	7.00%
Cost of living adjustments	3.00%
Asset valuation method	Market

Mortality rates are based upon rates developed in the L&A 2012 Mortality Table for Illinois Firefighters.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. The projection of cash flows to determine the discount rate assumed that the member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based upon those assumptions, the 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 periods of projected benefit payments to determine the total pension liability.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

a. Plan Descriptions (Cont.)

Firefighters' Pension Plan (Cont.)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability calculated using the discount rate of 7.00% as well as what the pension liability would be if it were calculated using a discount rate the is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1 % Increase 8.00%
Net pension liability	\$ 15,964,426	\$ 10,812,187	\$ 6,518,778

b. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Firefighters' Pension
Actuarial valuation date	December 31, 2012	December 31, 2013
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	29 years, Open	30 years, Closed

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

a) Rate of return on present and future assets	7.50% Compounded Annually	7.00% Compounded Annually
b) Projected salary increase attributable to inflation	4.00% Compounded Annually	5.50% Compounded Annually
c) Additional projected salary increases - seniority/merit	.40 to 10.00%	Not available

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

	For Calendar Year	Illinois Municipal Retirement	Firefighters' Pension
Annual pension cost (APC)	2012	\$ 59,015	\$ 1,385,745
	2013	63,135	1,385,745
	2014	49,807	1,385,745
Actual contribution	2012	\$ 59,015	\$ 688,593
	2013	63,135	1,022,622
	2014	49,807	1,281,717
Percentage of APC contributed	2012	100.00%	49.69%
	2013	100.00%	72.35%
	2014	100.00%	76.03%
NPO	2012	\$ -	\$ 2,684,877
	2013	-	2,684,877
	2014	-	2,684,877

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. EMPLOYEE RETIREMENT SYSTEMS (Cont.)

The Firefighters' NPO as of December 31, 2012 has been calculated as follows:

Annual required contribution	\$ 1,329,610
Interest on net pension obligation	136,341
Adjustment to annual required contributions	<u>(80,206)</u>
Annual pension cost	1,385,745
Contributions made	<u>688,593</u>
Increase in net pension obligation	697,152
Net pension obligation - beginning of year	<u>1,947,725</u>
Net pension obligation – end of year	<u>\$ 2,644,877</u>

c. Funded Status

The funded status of the plans as of December 31, 2014 is based on actuarial valuations performed as of December 31, 2012 for the IMRF (the District) and December 31, 2012 (the Firefighters' Pension Fund) and is as follows. The actuarial assumptions used to determine the funded status of the plans are the same actuarial assumptions used to determine the employer APC of the plans.

	Illinois Municipal Retirement (District)	Firefighters' Pension Fund
Actuarial accrued liability (AAL)	\$ 1,029,120	\$28,440,392
Actuarial value of plan assets	957,366	16,034,908
Unfunded actuarial accrued liability (UAAL)	71,754	12,405,484
Funded ratio (actuarial value of plan assets/AAL)	93.03%	56.38%
Covered payroll (active plan members)	\$ 487,824	\$ 4,482,491
UAAL as a percentage of covered payroll	14.71%	276.75%

See the schedules of funding progress in the other information immediately following the notes to financial statements for additional information related to the funded status of the plans.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS (CONT.)

December 31, 2014

9. CONTINGENCIES

An injunctive relief was filed against the District and others regarding the fire alarm monitoring provided by the District and the associated use of radio alarm reporting. The District is afforded some assistance from its insurance with regard to attorney's fees only. A temporary restraining order request was denied by the court and the case remains pending in the Northern District of Illinois. The outcome of the lawsuit is not presently determinable.

The District has two cases filed for workers' compensation with the Industrial Commission of Illinois. The District has adequate insurance with regard to both claims and does not expect any liability in excess of the insurance coverage. With regard to other pending matters, the eventual outcome and the related liability, if any, is not determinable at this time. Accordingly, no provision has been made in the accompanying financial statements for settlement costs.

LEMONT FIRE PROTECTION DISTRICT
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Property taxes		
Corporate	\$ 3,726,232	\$ 3,363,524
Pension	1,423,212	1,310,228
Personal property replacement taxes	135,000	102,911
Charges for services		
Fines and service fees	15,000	11,673
Fire alarm income	5,000	67,610
Impact fees	5,000	-
Grant revenue	5,000	2,273
Investment income	1,500	269
Miscellaneous		
Employee insurance	1,000	108
Donations	4,000	4,275
Other	25,000	112,798
IFDEBC equity	400,000	364,327
Total revenues	<u>5,745,944</u>	<u>5,339,996</u>
Expenditures		
Current		
Administration	375,449	289,086
Suppression and EMS	4,908,482	4,092,934
Maintenance	228,850	165,047
Communications	185,450	116,166
Fire prevention bureau	318,890	231,978
Total expenditures	<u>6,017,121</u>	<u>4,895,211</u>
Excess (Deficiency) of Revenues over Expenditures	(271,177)	444,785
Other Financing Sources (Uses)		
Transfers (out)	<u>(500,000)</u>	<u>(500,000)</u>
Net Change in Fund Balance	<u>\$ (771,177)</u>	(55,215)
Fund Balance - January 1		<u>550,716</u>
Fund Balance - December 31		<u>\$ 495,501</u>

See independent auditor's report.

**LEMONT FIRE PROTECTION DISTRICT
AMBULANCE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Property taxes	\$ 3,171,610	\$ 2,902,825
Personal property replacement taxes	135,000	102,911
Charges for services		
Ambulance fees	700,000	731,398
CPR class income	2,000	1,470
Impact fees	5,000	-
Investment income	1,500	269
Miscellaneous		
Donations	4,000	275
Other	25,000	14,852
IFDEBC health insurance equity	400,000	364,327
Total revenues	<u>4,444,110</u>	<u>4,118,327</u>
Expenditures		
Current		
Administration	321,870	233,337
Suppression and EMS	3,309,754	2,796,751
Maintenance	344,655	229,025
Communications	206,955	112,979
Total expenditures	<u>4,183,234</u>	<u>3,372,092</u>
Excess (Deficiency) of Revenues over Expenditures	260,876	746,235
Other Financing Sources (Uses)		
Transfers (out)	<u>(600,000)</u>	<u>(600,000)</u>
Net Change in Fund Balance	<u>\$ (339,124)</u>	146,235
Fund Balance - January 1		<u>1,984,228</u>
Fund Balance - December 31		<u>\$ 2,130,463</u>

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
TORT LIABILITY FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Property taxes	\$ 863,950	\$ 712,834
WC property taxes	250,000	290,213
Grant revenue	21,600	21,554
Investment income	-	(3)
Total revenues	<u>1,135,550</u>	<u>1,024,598</u>
Expenditures		
Legal liability fees	17,250	8,728
Liability insurance	71,314	61,682
Opti-com traffic control	5,750	1,422
Risk care management physicals	34,500	33,996
Risk care management training/equipment	8,625	6,288
Risk care management wages	832,990	724,339
Unemployment insurance	23,000	23,113
Workers compensation insurance	284,857	247,702
IPRF grant	24,840	21,554
Total expenditures	<u>1,303,126</u>	<u>1,128,824</u>
Net Change in Fund Balance	<u>\$ (167,576)</u>	(104,226)
Fund Balance - January 1		<u>22,881</u>
Fund Balance - December 31		<u>\$ (81,345)</u>

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF FUNDING PROGRESS

December 31, 2014

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2008	\$ 528,111	\$ 605,915	87.16%	\$ 77,804	\$ 482,733	16.12%
2009	580,033	601,193	96.48%	21,160	525,342	4.03%
2010	630,071	727,903	86.56%	97,832	568,447	17.21%
2011	706,108	880,692	80.18%	174,584	576,528	30.28%
2012	840,085	1,004,261	83.65%	164,176	608,397	26.99%
2013	995,417	1,117,635	89.06%	122,218	608,234	20.09%
2014	957,366	1,029,120	93.03%	71,754	487,824	14.71%

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
FIREFIGHTERS' PENSION FUND

SCHEDULE OF FUNDING PROGRESS

December 31, 2014

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2008	\$ 9,101,482	\$ 16,444,583	55.35%	\$ 7,343,101	\$ 3,672,192	199.97%
2009	\$ 10,511,903	\$ 16,826,661	62.47%	\$ 6,314,758	\$ 3,876,947	162.88%
2010	12,428,631	20,871,681	59.55%	8,443,050	4,035,484	209.22%
2011	14,234,523	23,645,075	60.20%	9,410,552	4,272,068	220.28%
2012	16,034,908	28,440,392	56.38%	12,405,484	4,482,491	276.75%
2013	N/A	N/A	N/A	N/A	N/A	N/A
2014	N/A	N/A	N/A	N/A	N/A	N/A

N/A - Information is not available as no actuarial valuation was performed.

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT

SCHEDULE OF FUNDING PROGRESS OTHER POSTEMPLOYMENT BENEFITS PLAN

December 31, 2014

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2010	\$ -	\$ 527,513	0.00%	\$ 527,513	N/A	N/A
2011	-	527,513	0.00%	527,513	N/A	N/A
2012	-	599,005	0.00%	599,005	N/A	N/A
2013	-	599,005	0.00%	215,420	\$ 1,854,381	11.62%
2014	-	535,295	0.00%	535,295	N/A	N/A

N/A - Information is not available.

The District implemented GASB Statement No. 45 for the fiscal year ended December 31, 2010.
Information for prior years is not available.

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF EMPLOYER CONTRIBUTIONS

December 31, 2014

<u>Calendar Year December 31</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2008	\$ 38,522	\$ 38,522	100.00%
2009	43,025	43,025	100.00%
2010	54,912	54,912	100.00%
2011	51,253	51,253	100.00%
2012	59,015	59,015	100.00%
2013	63,135	63,135	100.00%
2014	49,807	49,807	100.00%

See independent auditor's report.

**LEMONT FIRE PROTECTION DISTRICT
FIREFIGHTERS' PENSION FUND**

SCHEDULE OF EMPLOYER CONTRIBUTIONS

December 31, 2014

<u>Fiscal Year December 31</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation (NPO)</u>
2009	\$ 812,050	\$ 1,176,913	69.00%	\$ 1,336,245
2010	831,235	1,099,919	75.57%	1,554,415
2011	891,617	1,240,128	71.90%	1,947,725
2012	688,593	1,329,610	51.79%	2,644,877
2013	1,002,622	1,531,085	65.48%	2,644,877
2014	1,281,717	1,531,085	83.71%	2,644,877

N/A - Information not available.

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFITS PLAN**

December 31, 2014

<u>Fiscal Year December 31</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2010	\$ 33,364	\$ 41,013	81.35%
2011	33,364	41,261	80.86%
2012	33,364	41,013	81.35%
2013	37,348	51,071	73.13%
2014	56,517	50,108	112.79%

The District implemented GASB Statement No. 45 for the fiscal year ended December 31, 2010.

Information for prior years is not available.

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS

	2014
Total Pension Liability	
Service cost	\$ 1,204,080
Interest	2,026,059
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions	-
Benefit payments and refunds	(386,401)
Net Change in Total Pension Liability	2,843,738
Total Pension Liability - Beginning	29,136,907
Total Pension Liability - Ending	31,980,645
Plan Fiduciary Net Position	
Contributions - employer	1,281,717
Contributions - member	456,826
Net investment income	1,203,169
Benefit payments and refunds	(386,401)
Administrative expenses	(34,097)
Net Change in Plan Fiduciary Net Position	2,521,214
Plan Net Position - Beginning	18,647,244
Plan Net Position - Ending	21,168,458
Net Pension Liability - Ending	\$ 10,812,187
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.19%
Covered - Employee Payroll	\$ 4,858,379
Net Pension Liability as a Percentage of Covered - Employee Payroll	222.55%

See independent auditor's report.

SCHEDULE OF EMPLOYER CONTRIBUTIONS

LEMONT FIRE PROTECTION DISTRICT

SCHEDULE OF INVESTMENT RETURNS

2014

Annual Money-Weighted Rate of Return Net of
Investment Expense

5.49%

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION December 31, 2014

APPROPRIATIONS

Appropriated amounts used for comparison in this report are obtained from the Annual Combined Budget and Appropriation Ordinance for the District. The appropriated amounts included in the financial statements are the final adopted appropriations. All funds of the District are appropriated for except the Foreign Fire Fund and the Debt Service Fund. Appropriations lapse at year end. No amendments or supplemental appropriations were adopted during the current fiscal year.

The District's procedures in establishing budgetary data are as follows:

1. Within the last three months of its previous fiscal year, the Board of Trustees prepares the proposed combined budget and appropriation ordinance for the fiscal year commencing January 1. The combined budget and appropriation ordinance includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to November 30, the budget is legally enacted through passage of an appropriations ordinance.
4. Any transfers of budgeted amounts between departments within the fund must be approved by the Board of Trustees.
5. Formal budgetary integration is employed as a management control device during the year.

Expenditures may not legally exceed budgeted appropriations at the fund level.

LEMONT FIRE PROTECTION DISTRICT
CAPITAL PROJECTS FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Grant revenue	\$ 215,000	\$ -
Investment income	15,846	23,138
Total revenues	<u>230,846</u>	<u>23,138</u>
Expenditures		
Capital outlay		
Buildings		
Paving/seal coating	8,625	6,125
Building funds	115,000	67,081
Equipment		
Hose	10,149	5,324
Fire alarm equipment/dispatch equipment	23,000	-
FPB grant	23,000	-
IDPH grant	23,000	4,173
9-1-1 dispatch	201,250	97,384
Ambulance	230,000	180,639
Administrative vehicle (Deputy Chief)	37,950	32,194
Debt service - principal	486,826	385,000
Debt service - interest	-	43,428
Total expenditures	<u>1,158,800</u>	<u>821,348</u>
Excess (Deficiency) of Revenues over Expenditures	(927,954)	(798,210)
Other Financing Sources (Uses)		
Transfers In	<u>1,100,000</u>	<u>1,100,000</u>
Net Change in Fund Balance	<u>\$ 172,046</u>	301,790
Fund Balance - January 1		<u>1,088,002</u>
Fund Balance - December 31		<u>\$ 1,389,792</u>

See independent auditor's report

LEMONT FIRE PROTECTION DISTRICT
GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES
BUDGET AND ACTUAL

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Administration		
Personnel		
Administrative assistant	\$ 88,583	\$ 77,641
Chief officer (Fire Chief)	125,854	108,646
Clerical overtime	4,600	2,695
Commissioners	1,380	1,200
Trustees	8,625	7,500
	<u>229,042</u>	<u>197,682</u>
Commodities		
IT equipment - software	17,250	11,797
IT subscriptions	13,800	7,213
Dues/subscriptions	4,600	2,897
Office equipment	4,600	965
Office supplies	5,750	2,477
Postage	3,450	1,892
	<u>49,450</u>	<u>27,241</u>
Contractual		
IT manager	31,982	31,416
Accounting service	2,875	338
Consulting service	5,750	2,645
Legal services	28,750	18,580
Physicals for hiring	2,875	-
Publications/reports	4,600	1,353
Public relations/rewards	6,900	1,661
Seminars/conferences	9,200	7,407
Testing	4,025	763
	<u>96,957</u>	<u>64,163</u>
Total Administration	<u>375,449</u>	<u>289,086</u>
Suppression and EMS		
Personnel		
Firefighters/medics	1,495,294	1,306,385
Lieutenants	554,343	486,496
Battalion chief of training	109,846	91,493
Net health insurance cost	550,476	447,685
Pension costs	1,636,694	1,315,252
Holiday pay/battalion chiefs	4,600	4,831
Education incentives	58,319	54,687
Overtime - firefighters	86,250	66,801

See independent auditor's report

LEMONT FIRE PROTECTION DISTRICT
GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES
BUDGET AND ACTUAL

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Suppression and EMS (Cont.)		
Personnel		
Uniforms	\$ 13,800	\$ 7,220
Overtime - lieutenants	46,000	18,163
Battalion chief	134,648	123,757
Chief officer school reimbursement	4,025	930
Sick leave retirement plan	45,022	22,549
H.S.A. contributions	106,950	101,100
	<u>4,846,267</u>	<u>4,047,349</u>
Commodities		
Fire equipment/supplies	15,180	12,899
S.C.B.A.	5,693	3,535
Training equipment/supplies	3,737	2,439
Turn out gear	17,250	12,598
Dive team supplies/training	5,060	3,107
Haz-mat team supplies/training	2,415	1,719
Cause & origin team supplies/training	1,725	357
	<u>51,060</u>	<u>36,654</u>
Contractual		
Special association - CART/MABAS	4,025	2,600
Seminars/school/training	7,130	6,331
	<u>11,155</u>	<u>8,931</u>
Total Suppression and EMS	<u>4,908,482</u>	<u>4,092,934</u>
Maintenance		
Commodities		
Furniture/appliances	5,750	2,110
Hardware supplies	1,150	564
Janitor/building/supplies	6,900	5,467
Tools	5,750	6,546
	<u>19,550</u>	<u>14,687</u>

See independent auditor's report

LEMONT FIRE PROTECTION DISTRICT
GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES
BUDGET AND ACTUAL

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Maintenance (Cont.)		
Contractual		
Building maintenance	\$ 34,500	\$ 21,771
Electricity	28,750	17,804
Heating fuel	11,500	10,762
Maintenance fire equipment	8,625	4,888
Maintenance office equipment	3,450	2,444
Telephone service	19,550	22,187
Trash collection	2,875	1,956
Vehicle fuel	34,500	22,511
Vehicle maintenance - fire	51,750	37,758
Water	4,600	3,076
Mobile phone service	9,200	5,203
	<u>209,300</u>	<u>150,360</u>
Total Maintenance	<u>228,850</u>	<u>165,047</u>
Communications		
Personnel		
Dispatchers	115,645	48,371
Overtime	8,280	4,851
	<u>123,925</u>	<u>53,222</u>
Commodities		
Communications equipment	8,050	43,222
Dispatch center office equipment/supplies	2,300	53
9-1-1 grant purchases	5,750	2,923
	<u>16,100</u>	<u>46,198</u>
Contractual		
ISP	2,300	4,774
Radio and equipment repairs	4,600	1,207
Paging service	575	276
SBC 911 equipment service	3,450	-
Fire alarm maintenance/installation	34,500	10,489
	<u>45,425</u>	<u>16,746</u>
Total Communications	<u>185,450</u>	<u>116,166</u>

See independent auditor's report

**LEMONT FIRE PROTECTION DISTRICT
GENERAL FUND**

**SCHEDULE OF DETAILED EXPENDITURES
BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Fire Prevention Bureau		
Personnel		
Fire marshal	\$ 85,057	\$ 39,920
Part-time public educator	28,750	9,933
Full-time inspector	56,226	64,549
Administrative assistant	79,282	69,313
Overtime	4,600	2,903
Part-time clerical	23,000	18,286
	<u>276,915</u>	<u>204,904</u>
Commodities		
Codes/reference manuals	2,300	1,474
Dues	1,150	400
Office supplies/equipment	11,500	9,012
Public education materials	18,975	13,550
	<u>33,925</u>	<u>24,436</u>
Contractual		
Consulting services	2,300	-
Seminars/conferences/training	5,750	2,638
	<u>8,050</u>	<u>2,638</u>
Total Fire Prevention Bureau	<u>318,890</u>	<u>231,978</u>
Total General Fund	<u>\$ 6,017,121</u>	<u>\$ 4,895,211</u>

See independent auditor's report

**LEMONT FIRE PROTECTION DISTRICT
AMBULANCE FUND**

**SCHEDULE OF DETAILED EXPENDITURES
BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Administration		
Personnel		
Secretaries	\$ 28,750	\$ 19,148
Chief officer	121,885	104,048
Commissioners	2,760	2,400
Trustees	13,800	11,250
	<u>167,195</u>	<u>136,846</u>
Commodities		
IT equipment - software	17,250	11,798
IT subscriptions	13,800	7,213
Dues/subscriptions	4,600	2,897
Office equipment	4,600	965
Office supplies	5,750	2,522
Postage	3,450	1,893
	<u>49,450</u>	<u>27,288</u>
Contractual		
Ambulance billing service	40,250	36,008
Accounting service	2,875	337
Consulting service	5,750	3,245
Legal services	28,750	18,580
Physicals for hiring	2,875	-
Publications/reports	4,600	1,352
Public relations/rewards	6,900	1,661
Seminars/conferences	9,200	7,257
Testing	4,025	763
	<u>105,225</u>	<u>69,203</u>
Total Administration	<u>321,870</u>	<u>233,337</u>
Suppression and EMS		
Personnel		
Firefighters/medics	1,338,751	1,158,864
Lieutenants	556,782	481,694
Paid on call firefighters	86,250	82,289
Director - EMS	95,186	83,310
Net health insurance cost	550,476	443,179
Holiday pay/battalion chiefs	8,625	4,298
Education incentives	71,323	62,020
Overtime - firefighters	86,250	54,547

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
AMBULANCE FUND

SCHEDULE OF DETAILED EXPENDITURES
BUDGET AND ACTUAL

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Suppression and EMS (Cont.)		
Personnel		
Uniforms	\$ 13,800	\$ 7,220
Overtime - lieutenants	46,000	33,837
Battalion chiefs	250,937	208,460
Chief officer school reimbursement	4,025	630
Sick leave retirement plan	28,906	25,925
H.S.A. contributions	106,950	101,100
	<u>3,244,261</u>	<u>2,747,373</u>
Commodities		
Ambulance equipment/supplies	14,605	8,793
S.C.B.A.	5,693	3,535
Training equipment/supplies	3,737	2,438
Turn out gear	17,250	12,598
Haz-mat team supplies/training	2,415	1,719
TRT team supplies	3,738	1,373
	<u>47,438</u>	<u>30,456</u>
Contractual		
CPR class supplies	2,300	718
Special association - CART/MABAS	4,025	2,600
Oxygen and cylinder rental	4,600	9,079
Seminars/school/training	7,130	6,525
	<u>18,055</u>	<u>18,922</u>
Total Suppression and EMS	<u>3,309,754</u>	<u>2,796,751</u>
Maintenance		
Personnel		
Mechanic	91,448	80,700
Overtime	4,600	7,289
Uniforms	5,175	3,556
Part-time personnel	11,500	272
	<u>112,723</u>	<u>91,817</u>
Commodities		
Furniture/appliances	5,750	2,760
Hardware supplies	1,150	558
Janitor/building/supplies	6,900	5,467
Tools	5,750	6,546
	<u>19,550</u>	<u>15,331</u>

See independent auditor's report.

**LEMONT FIRE PROTECTION DISTRICT
AMBULANCE FUND**

**SCHEDULE OF DETAILED EXPENDITURES
BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Maintenance (Cont.)		
Contractual		
Building maintenance	\$ 34,500	\$ 21,771
Electricity	28,750	17,610
Heating fuel	11,500	10,762
Maintenance ambulance equipment	5,957	3,311
Maintenance office equipment	3,450	2,444
Telephone service	19,550	22,187
Trash collection	2,875	1,956
Vehicle fuel	34,500	22,511
Vehicle maintenance - fire	57,500	11,048
Water	4,600	3,075
Mobile phone service	9,200	5,203
	<u>212,382</u>	<u>121,878</u>
 Total Maintenance	 <u>344,655</u>	 <u>229,026</u>
Communications		
Personnel		
Dispatcher supervisor	65,160	19,205
Part-time personnel	115,000	41,722
Overtime	5,520	2,521
	<u>185,680</u>	<u>63,448</u>
Commodities		
Communications equipment	8,050	43,221
Dispatch center office equipment/supplies	2,300	53
	<u>10,350</u>	<u>43,274</u>
Contractual		
ISP	2,300	4,774
Radio and equipment repairs	4,600	1,207
Paging service	575	276
SBC 911 equipment service	3,450	-
	<u>10,925</u>	<u>6,257</u>
 Total Communications	 <u>206,955</u>	 <u>112,979</u>
 Total Ambulance	 <u>\$ 4,183,234</u>	 <u>\$ 3,372,092</u>

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

December 31, 2014

	Social Security and IMRF	Audit	Foreign Fire	Debt Service	Total
ASSETS					
Assets					
Cash and investments	\$ 33,859	\$ 6,248	\$ 84,165	\$ (1)	\$ 124,271
Receivables					
Property taxes	148,800	8,370	-	-	157,170
Due from other funds	-	4,082	-	19,702	23,784
Total assets	182,659	18,700	84,165	19,701	305,225
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities					
Due to other funds	38,961	-	-	-	38,961
Deferred inflows of Resources					
Unavailable property taxes	148,800	8,370	-	-	157,170
Fund Balances					
Restricted for debt service	-	-	-	19,701	19,701
Restricted for retirement	(5,102)	-	-	-	(5,102)
Restricted for audit	-	10,330	-	-	10,330
Restricted for foreign fire	-	-	84,165	-	84,165
Total fund balances	(5,102)	10,330	84,165	19,701	109,094
Total liabilities, deferred resources, and fund balances	\$ 182,659	\$ 18,700	\$ 84,165	\$ 19,701	\$ 305,225

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
NONMAJOR GOVERNMENTAL FUNDS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES**

For the Year Ended December 31, 2014

	Social Security and IMRF	Audit	Foreign Fire	Debt Service	Total
Revenues					
Property taxes	\$ 191,065	\$ 12,175	\$ -	\$ -	\$ 203,240
Other taxes	-	-	32,571	-	32,571
Miscellaneous	-	-	15	-	15
Total revenues	191,065	12,175	32,586	-	235,826
Expenditures					
Current					
Public safety	178,177	11,750	32,949	-	222,876
Total expenditures	178,177	11,750	32,949	-	222,876
Net Change in Fund Balances	12,888	425	(363)	-	12,950
Fund Balances - January 1	(17,990)	9,905	84,528	19,701	96,144
Fund Balances - December 31	\$ (5,102)	\$ 10,330	\$ 84,165	\$ 19,701	\$ 109,094

See independent auditor's report.

LEMONT PROTECTION DISTRICT
SOCIAL SECURITY AND IMRF FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Property taxes	\$ 215,000	\$ 191,065
Total revenues	<u>215,000</u>	<u>191,065</u>
Expenditures		
IMRF	73,613	49,807
Social security	<u>162,770</u>	<u>128,370</u>
Total expenditures	<u>236,383</u>	<u>178,177</u>
Net Change in Fund Balance	<u>\$ (21,383)</u>	12,888
Fund Balance - January 1		<u>(17,990)</u>
Fund Balance - December 31		<u>\$ (5,102)</u>

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT
AUDIT FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Property taxes	\$ 15,000	\$ 12,175
Total revenues	<u>15,000</u>	<u>12,175</u>
Expenditures		
Audit expense	13,225	11,750
Total expenditures	<u>13,225</u>	<u>11,750</u>
Net Change in Fund Balance	<u>\$ 1,775</u>	425
Fund Balance - January 1		<u>9,905</u>
Fund Balance - December 31		<u>\$ 10,330</u>

See independent auditor's report.

**LEMONT FIRE PROTECTION DISTRICT
FOREIGN FIRE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Foreign fire insurance taxes	\$ -	\$ 32,571
Other income	-	15
Total revenues	-	32,586
Expenditures		
Supplies and equipment	-	32,949
Total expenditures	-	32,949
Net Change in Fund Balance	\$ -	(363)
Fund Balance - January 1		84,528
Fund Balance - December 31		\$ 84,165

See independent auditor's report.

**LEMONT FIRE PROTECTION DISTRICT
DEBT SERVICE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended December 31, 2014

	Original and Final Budget	Actual
Revenues		
Property taxes	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>
Expenditures		
Principal	-	-
Interest	-	-
Total expenditures	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	-
Fund Balance - January 1		<u>19,701</u>
Fund Balance - December 31		<u>\$ 19,701</u>

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT

**SCHEDULE OF ASSESSED VALUATIONS, RATES, AND EXTENSIONS - COOK COUNTY
LAST TEN LEVY YEARS**

December 31, 2014

Tax Levy Year	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Assessed Valuation	\$ 719,083,473	\$ 764,081,846	\$ 825,382,889	\$ 982,583,102	\$ 993,060,854	\$ 971,519,147	\$ 832,623,077	\$ 767,061,971	\$ 753,682,022	\$ 593,074,963
Tax Rates										
General	0.3323	0.3428	0.3632	0.2574	0.2450	0.2426	0.2507	0.2347	0.2009	0.2305
Ambulance	0.2828	0.2774	0.2403	0.2574	0.2450	0.2426	0.2507	0.2347	0.2009	0.2305
Liability insurance	0.0771	0.0524	0.0261	0.0258	0.0113	0.0111	0.0158	0.0159	0.0317	0.0366
Workers compensation	0.0223	0.0224	0.0192	0.0189	0.0206	0.0230	0.0276	0.0280	0.0307	0.0348
Audit	0.0014	0.0010	0.0008	0.0010	0.0009	0.0011	0.0011	0.0011	0.0014	0.0015
Pension	0.1273	0.0856	0.0630	0.0602	0.0519	0.0588	0.0430	0.0678	0.0318	0.0368
Social security/IMRF	0.0191	0.0192	0.0153	0.0152	0.0131	0.0139	0.0143	0.0147	0.0120	0.0094
Bond & interest	-	-	-	-	-	0.0367	0.0423	0.0452	0.0466	0.0632
Total	0.8623	0.8008	0.7279	0.6359	0.5878	0.6298	0.6455	0.6421	0.5560	0.6433
Tax Extensions										
General	\$ 2,389,454	\$ 2,619,831	\$ 2,998,159	\$ 2,528,923	\$ 2,432,085	\$ 2,356,905	\$ 2,087,383	\$ 1,800,294	\$ 1,514,147	\$ 1,369,112
Ambulance	2,033,304	2,119,477	1,983,814	2,528,923	2,432,085	2,356,905	2,087,383	1,800,294	1,514,147	1,369,112
Liability insurance	554,262	399,961	215,908	253,502	111,977	107,839	132,478	121,963	238,917	217,395
Workers compensation	160,304	171,067	158,332	186,308	203,328	223,449	230,138	214,777	231,380	206,703
Audit	9,829	8,031	6,773	10,180	8,840	10,687	8,491	8,438	10,552	8,910
Pension	916,399	653,378	519,651	591,212	516,542	571,253	358,199	520,068	239,671	218,583
Social security/IMRF	138,375	147,776	125,309	149,657	130,639	135,041	118,889	112,758	90,442	55,834
Bond & interest	-	-	-	-	-	356,548	352,337	346,712	351,216	375,392
Total	\$ 6,201,927	\$ 6,119,521	\$ 6,007,946	\$ 6,248,705	\$ 5,835,496	\$ 6,118,627	\$ 5,375,298	\$ 4,925,304	\$ 4,190,472	\$ 3,821,041

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT

SCHEDULE OF ASSESSED VALUATIONS, RATES, AND EXTENSIONS - DUPAGE COUNTY LAST TEN LEVY YEARS

December 31, 2014

Tax Levy Year	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Assessed Valuation	\$ 166,630,842	\$ 175,246,912	\$ 188,618,893	\$ 195,410,318	\$ 207,541,269	\$ 205,924,049	\$ 193,059,866	\$ 180,274,218	\$ 169,991,969	\$ 156,505,590
Tax Rates										
General	0.2895	0.2963	0.3519	0.2886	0.2467	0.2332	0.2460	0.2327	0.2345	0.2467
Ambulance	0.2468	0.2426	0.2311	0.2885	0.2467	0.2333	0.2459	0.2327	0.2345	0.2468
Liability insurance	0.0678	0.0469	0.0252	0.0283	0.0208	0.0223	0.0271	0.0277	0.0358	0.0374
Workers compensation	0.0194	0.0198	0.0185	0.0215	0.0116	0.0109	0.0156	0.0159	0.0371	0.0392
Audit	0.0012	0.0012	0.0008	0.0013	0.0010	0.0012	0.0010	0.0011	0.0016	0.0016
Pension	0.1122	0.0755	0.0608	0.0672	0.0526	0.0562	0.0423	0.0673	0.0372	0.0396
Social security/IMRF	0.0170	0.0170	0.0149	0.0170	0.0135	0.0135	0.0141	0.0146	0.0140	0.0150
Bond & interest	-	-	-	-	-	0.0353	0.0423	0.0437	0.0521	0.0606
Total	0.7539	0.6993	0.7032	0.7124	0.5929	0.6059	0.6343	0.6357	0.6468	0.6869
Tax Extensions										
General	\$ 482,396	\$ 519,257	\$ 663,750	\$ 563,954	\$ 512,467	\$ 480,215	\$ 474,927	\$ 419,382	\$ 398,631	\$ 386,099
Ambulance	411,245	425,149	435,898	563,759	512,467	480,421	474,734	419,382	398,631	386,256
Liability insurance	112,976	82,191	47,532	55,301	24,097	22,446	30,117	28,656	63,067	61,350
Workers compensation	32,326	34,699	34,895	42,013	43,208	45,921	52,316	49,922	60,857	58,533
Audit	1,999	2,103	1,509	2,540	2,077	2,471	1,931	1,982	2,720	2,504
Pension	186,960	132,311	114,680	131,316	108,850	115,729	81,664	121,291	63,237	61,976
Social security/IMRF	28,327	29,792	28,104	33,220	28,043	27,800	27,221	26,313	23,799	23,476
Bond & interest	-	-	-	-	-	72,691	81,664	78,758	88,566	94,842
Total	\$ 1,256,229	\$ 1,225,502	\$ 1,326,368	\$ 1,392,103	\$ 1,231,209	\$ 1,247,694	\$ 1,224,574	\$ 1,145,686	\$ 1,099,508	\$ 1,075,036

See independent auditor's report.

LEMONT FIRE PROTECTION DISTRICT

SCHEDULE OF ASSESSED VALUATIONS, RATES, AND EXTENSIONS - WILL COUNTY LAST TEN LEVY YEARS

December 31, 2014

Tax Levy Year	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Assessed Valuation	\$ 211,914,556	\$ 217,095,811	\$ 219,892,933	\$ 224,907,891	\$ 159,121,709	\$ 160,172,030	\$ 145,009,799	\$ 136,700,033	\$ 133,338,587	\$ 126,673,326
Tax Rates										
General	0.2709	0.3893	0.2788	0.2481	0.2395	0.2043	0.2434	0.2179	0.2124	0.1969
Ambulance	0.2308	0.3008	0.1658	0.2481	0.2395	0.2042	0.2434	0.2178	0.2124	0.1969
Liability insurance	0.0635	0.0517	0.0186	0.0243	0.0112	0.0094	0.0155	0.0134	0.0336	0.0315
Workers compensation	0.0182	0.0244	0.0137	0.0185	0.0202	0.0194	0.0269	0.0253	0.0325	0.0298
Audit	0.0011	0.0012	0.0006	0.0011	0.0010	0.0010	0.0011	0.0010	0.0015	0.0013
Pension	0.1051	0.0899	0.0450	0.0580	0.0510	0.0503	0.0418	0.0647	0.0333	0.0316
Social security/IMRF	0.0158	0.0209	0.0112	0.0146	0.0130	0.1160	0.0141	0.0139	0.0128	0.0120
Bond & interest	-	-	-	0.0001	0.0004	0.0318	0.0402	0.0387	0.0470	0.0480
Total	0.7054	0.8782	0.5337	0.6128	0.5758	0.6364	0.6264	0.5927	0.5855	0.5480
Tax Extensions										
General	\$ 574,077	\$ 845,154	\$ 613,061	\$ 557,996	\$ 381,098	\$ 327,231	\$ 352,954	\$ 297,869	\$ 283,211	\$ 249,420
Ambulance	489,099	653,024	364,582	557,996	381,098	327,071	352,954	297,733	283,211	249,420
Liability insurance	134,566	112,239	40,900	54,653	17,821	15,056	22,476	18,318	44,802	39,902
Workers compensation	38,568	52,971	30,125	41,608	32,142	31,073	39,008	34,585	43,335	37,749
Audit	2,331	2,605	1,319	2,474	1,591	1,602	1,595	1,367	2,000	1,647
Pension	222,722	195,169	98,952	130,446	81,150	80,567	60,614	88,445	44,402	40,029
Social security/IMRF	33,483	45,373	24,628	32,836	20,686	18,580	20,446	19,001	17,067	15,201
Bond & interest	-	-	-	225	638	50,935	58,294	52,903	62,669	60,803
Total	\$ 1,494,846	\$ 1,906,535	\$ 1,173,567	\$ 1,378,234	\$ 916,224	\$ 852,115	\$ 908,341	\$ 810,221	\$ 780,697	\$ 694,171

See independent auditor's report.

