



Date: June 8, 2017

To: Finance Committee (Trustees Andrews, Button, Taglia and Tucker)

Fr: Cara Pavlicek, Village Manager

Re: June 12, 2017 Finance Committee Meeting

Cc: Board of Trustees
Deputy Village Manager Shelley
CFO Drazner

The Finance Committee of the Village Board is scheduled to meet at 7 p.m. on Monday, June 12, 2017, in Room 130. The Finance Committee includes Trustees Andrews, Button, Taglia and Tucker. Mayor Abu-Taleb is an Ex-Officio member of all Committees of the Village Board.

The meeting will be to discuss/report on the following:

1. **Approval of Minutes from the last meeting of Finance Committee on October 24, 2016.**
2. **Review and Discussion of the FY 2016 Comprehensive Annual Financial Report (CAFR) and Supporting Documents (90 minutes).**
It is expected that the audit/CAFR and supporting documents will be uploaded to your iPad on Friday.

The Village will receive in advance of this meeting the draft independent financial audit, CAFR and related documents for year ending December 31, 2016. Dan Berg, CPA, is a partner on Sikich's governmental services team will be in attendance to present the audit.

Section 8-8-3 of the Illinois Municipal Code, 65 ILCS 5/8-8-3, provides that each Illinois municipality must conduct an annual audit and file it with the Illinois Comptroller. The audit must be performed "in accordance with generally accepted auditing standards. Reporting on the financial position and results of financial operations for each fund of the municipality shall be in accordance with generally accepted accounting principles." 65 ILCS 5/8-8-5. A home rule municipality is preempted from deviating from these requirements. 65 ILCS 5/8-3-3(g).

The standards adopted by the Governmental Accounting Standards Board (GASB) are the recognized and accepted auditing standards for local government audits. The Illinois Comptroller recognizes these standards and enforces them with regard to the annual audit requirement making them applicable to the Village and auditors prepare their audits and financial statements in accordance

with the GASB standards. In addition, the municipal bond industry prefers that local governments issuing debt prepare their financial statements in accordance with the GASB standards.

3. Presentation on a Report regarding Tax Increment Finance “TIF” District Return on Investment and Demographic Analysis) – 15 minutes

In response to the need for factual and historical review of the Village’s three TIF districts, staff engaged SB Friedman following a Request for Qualifications (RFQ) process.

SB Friedman is a Chicago based development advisor who works closely with municipal, institutional and private-sector clients to create redevelopment strategies, establish public-private financing partnerships, and conduct specialized economic and policy studies.

It is intended that that Village annual update this document concurrent with the annual audit in order to inform the Village Board on the economic impact of TIF investments including the Village’s return on its investment, growth in property values, jobs and population pertaining to key TIF assisted developments.

4. Presentation of Reports regarding the North Avenue and Roosevelt Road Business Corridor Studies - Economic Development Financing Opportunities – 5 minutes

No discussion is requested related to this agenda item. Staff is providing the reports so that they may be made publicly available and in advance of the upcoming budget process, at which time the Board will be asked to provide consensus as to whether a specific economic incentive program for either North Avenue or Roosevelt Road should be pursued by the Village.

Please feel free to call me in advance of the meeting with any questions.