REPORT ON SUPPLEMENTARY INFORMATION AND REPORT ON MANAGEMENT'S ASSERTION OF COMPLIANCE WITH PUBLIC ACT 85-1142

DOWNTOWN REDEVELOPMENT CONSTRUCTION FUND

For the Year Ended December 31, 2015



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Members of American Institute of Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

The Honorable President Members of the Board of Trustees Mount Prospect, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Mount Prospect, Illinois (the Village) as of and for the year ended December 31, 2015, which collectively comprise the basic financial statements of the Village and have issued our report thereon dated July 21, 2016, which expressed an unmodified opinion.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The supplementary financial information (balance sheet and statement of revenues, expenditures, and changes in fund balance) is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The supplementary financial information is the responsibility of management and was 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.

Naperville, Illinois July 21, 2016





1415 W. Diehl Road, Suite 400 Naperville, Illinois 60563 Certified Public Accountants & Advisors

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INDEPENDENT ACCOUNTANT'S REPORT

The Honorable President Members of the Board of Trustees Village of Mount Prospect, Illinois

We have examined management's assertion included in its representation letter dated July 21, 2016, that the Village of Mount Prospect, Illinois (the Village), complied with the provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended December 31, 2015. Management is responsible for the Village's assertion and for compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the Village's compliance based on our examination.

Our examination was made in accordance with the standards established by the American Institute of Public Accountants and, accordingly, included examining, on a test basis, evidence about the Village's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village's compliance with statutory requirements.

In our opinion, management's assertion that the Village of Mount Prospect, Illinois, complied with the aforementioned requirements for the year ended December 31, 2015, is fairly stated in all material respects.

This report is intended solely for the information and use of the Board of Trustees, management and the Illinois Department of Revenue, Illinois State Comptrollers office and the Joint Review Board and should not be used by anyone other than these specified parties.

Naperville, Illinois July 21, 2016

BALANCE SHEET DOWNTOWN REDEVELOPMENT CONSTRUCTION FUND

December 31, 2015

ASSETS		
ASSETS		
Intergovernmental	\$	272,164
TOTAL ASSETS	\$	272,164
LIABILITIES AND FUND I	BALANCE	
LIABILITIES		
Accounts payable	\$	249,612
Due to other funds		469,881
Total liabilities		719,493
FUND BALANCE (DEFICIT)		
Unassigned		(447,329)
TOTAL LIABILITIES AND FUND BALANCE	\$	272,164

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE DOWNTOWN REDEVELOPMENT CONSTRUCTION FUND

For the Year Ended December 31, 2015

REVENUES Taxes	
Incremental property taxes	\$ 2,313,803
Intergovernmental	265,939
Investment income	 435
Total revenues	 2,580,177
EXPENDITURES	
Capital outlay	
Public improvements	
Contractual services	494,345
Public improvements	2,996,480
Infrastructure	 192,085
Total expenditures	 3,682,910
NET CHANGE IN FUND BALANCE	(1,102,733)
FUND BALANCE, JANUARY 1	 655,404
FUND BALANCE (DEFICIT), DECEMBER 31	\$ (447,329)

DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO.1

FINANCIAL AND COMPLIANCE REPORT
YEAR ENDED DECEMBER 31, 2010

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INDEPENDENT AUDITORS' REPORT

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

May 12, 2011

The Honorable Mayor Members of the Board of Trustees Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of and for the year ended December 31, 2010. The basic financial statements are the responsibility of the Village of Mount Prospect, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1 to the basic financial statements, the basic financial statements present only the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, and are not intended to present fairly the financial position or results of operations of the Village of Mount Prospect, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of December 31, 2010, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

We have also issued a report dated May 12, 2011 on our consideration of the Tax Incremental Financing District's compliance with laws, regulations, contracts and grants.

LAUTERBACH & AMEN, LLP

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FINANCIAL STATEMENTS

Combining Balance Sheet December 31, 2010

				2-11111-4				
	Ca	Capital Projects		General		General		
		Downtown	C	bligation	(Obligation		
	R	edevelopment	В	ond Series	В	ond Series		
		Construction	С	f 1998C		of 1999		Totals
ASSETS								
Cash and Investments Receivables - Net of Allowances	\$	2,564,574	\$	(9,413)	\$	(70,675)	\$	2,484,486
Property Taxes		277,007		120		2		277,007
Other		1,098,255		486		-		1,098,255
Total Assets	\$	3,939,836	\$	(9,413)	\$	(70,675)	\$	3,859,748
LIABILITIES AND FUND BALANCE								
Liabilities								
Accounts Payable	\$	1,123,129	\$	-	\$	·	\$	1,123,129
Fund Balance								
Unreserved	_	2,816,707		(9,413)		(70,675)	2	2,736,619
Total Liabilities and Fund Balance	\$	3,939,836	\$	(9,413)	\$	(70,675)	\$ 3	3,859,748

Combing Statement of Revenues, Expenditures and Changes in Fund Balance Year Ended December 31, 2010

	Capital Projects Downtown Redevelopment Construction		General Obligation Bond Series of 1998C		General Obligation Bond Series of 1999		Totals
Revenues							
Property Taxes Interest	\$	2,197,631	\$	20	\$		\$ 2,197,631
		1,933				5 7 0	1,933
Total Revenues		2,199,564		(4)			2,199,564
Expenditures Capital Outlay		1,593,951				-	1,593,951
Net Change in Fund Balance		605,613				-	605,613
Fund Balance - Beginning		2,211,094		(9,413)		(70,675)	2,131,006
Fund Balance - Ending	\$	2,816,707	\$	(9,413)	\$	(70,675)	\$ 2,736,619

SUPPLEMENTAL INFORMATION

Schedule Of Ending Fund Balances By Source December 31, 2010 (Unaudited)

Fiscal Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income	Totals
1986	Revenues	\$ -	\$ -	\$ 1,700,000 (687,904)		\$ 43,926	\$ 45,000	\$ 1,795,13 (687.90
	Capital Expenditures			1,012,096	6,210	43,926	45,000	1,107,23
1987	Revenues	49,919	8,425	-	11,085	58,469	240	128,13
1707	Capital Expenditures	120		(512,900)				(512,90
	Debt Service Expenditures	(49,919)	(8,425)	(23,661) 475,535	(17,295)	(102,395)	(45,240)	(246,93 475,53
1988	Revenues	53,511	2	1,995,008	12,055	49,430	803,301	2,913,30
1700	Capital Expenditures	(5)	-	(749,693)				(749,69
	Debt Service Expenditures	(53,511)		(779,658) 941,192	(12,055)	(49,430)	(803,301)	(1,697,95 941,19
1000	D	36,783		2.000	8,750	39,180	64,800	149,51
1989	Revenues Capital Expenditures	30,763	-	(248,508)		59,100	04,800	(248,50
	Debt Service Expenditures	(36,783)		(13,043)		(39,180)	(64,800)	(162,55
		_	-	679,641		•	-	679,64
1990	Revenues	39,995		(420 700)	15,297	34,265	=	89,55 (438,79
	Capital Expenditures Debt Service Expenditures	(39,995)	2	(438,799) (54,134)	(15,297)	(34,265)		(143,69
	Debt Service Expenditures	(37,755)		186,708	(103-77)		-	186,70
1991	Revenues	218,591	-		15,750	18,136	12,400	264,87
.,,,	Capital Expenditures	(75,039)	*	(255,229)	(15,750)	(18,136)	(12,400)	(376,55
	Debt Service Expenditures	(143,552)		(68,521)				(143,55)
		200 604		743,640	18,175	38,789		1,110,28
1992	Revenues Capital Expenditures	309,684		(28,682)	(18,175)		_	(74,68
	Debt Service Expenditures	(144,376)		(98,326)		(10,426)		(253,12
		165,308	-	548,111	-	538	-	713,95
1993	Revenues	364,580	-	-	17,250	31,114	-	412,94
	Capital Expenditures Debt Service Expenditures	(197,196)	-		(17,250)	(11,197) (20,455)		(11,19 (234,90
	Debt Service Expenditures	332,692		548,111	(17,250)	(20,400)		880,80
1994	Revenues	504,283	_	647,397	-	48,113	33,431	1,233,22
.,,,	Capital Expenditures		-	(346,830)	52,054	(30,310)		(358,51
	Debt Service Expenditures	(301,794) 535,181		848,678	(52,054)	(17,803)		(371,65 1,383,85
			_	846,076		10.000	·=	
1995	Revenues	502,214 (125,206)		(848,678)	23,136	40,033 (40,033)	-	542,24 (990,78
	Capital Expenditures Debt Service Expenditures		2	(640,076)	(23,136)			(379,17
	3	556,146			•	7.0		556,14
1995(a)	Revenues	494,313			9	18,958	9	513,27
, .	Capital Expenditures	(224,220)	*	3.00		(18,958)		(243,17
	Debt Service Expenditures	(452,783) 373,456	•				-	(452,78 373,45
1006	Davis	578,327		750,000	_	52,040	146,632	1,526,99
1996	Revenues Capital Expenditures	125,010	-	(24,742)	-	J2,040 -	(146,632)	(171,37
	Debt Service Expenditures	(448,517)				(52,040)		(500,55)
	-	503,266	-	725,258	•	-		1,228,52
1997	Revenues	677,294	Ē	4455 555	-	70,331	2	747,62
	Capital Expenditures	(604.250)	•	(488,803)			Ti.	(488,80 (604,35
	Debt Service Expenditures	(604,358) 576,202		236,455		70,331	<u>-</u>	882,98

Fiscal Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income	Totals
1998	Revenues Capital Expenditures Debt Service Expenditures	\$ 776,759 (573,826)	\$ -	\$ 1,160,000 (1,253,463)	1,51	\$ 29,766 (58,316)	(102,549)	\$ 2,069,074 (1,414,328)
		779,135		142,992		(41,781)		922,127
1999	Revenues Capital Expenditures	837,269	5	5,550,000 (3,958,099)		117,702 (117,702)	1,243,000 (1,243,000)	7,747,971
	Debt Service Expenditures	(876,249) 740,155		1,734,893		(117,702)	(1,243,000)	(5,318,801) (876,249) 2,475,048
2000	Revenues Capital Expenditures	801,036	į	(1,167,881)	**	96,917 (14,589)	1,135,360 (635,360)	2,033,313
	Debt Service Expenditures	(1,086,861)				(82,328)	(500,000)	(1,817,830) (1,669,189)
2001	Mr. 2007-2000, 2000	454,330		567,012	•		(-	1,021,342
2001	Revenues Capital Expenditures	804,700		(473,520)	·	52,901	1,082,465 (582,465)	1,940,066 (1,055,985)
	Debt Service Expenditures	(758,200)	**			(52,901)	(500,000)	(1,311,101)
		500,830	1/5	93,492	*		72	594,322
2002	Revenues Capital Expenditures	912,882 (529,055)		(93,492)		16,780	- (64)	929,662
	Debt Service Expenditures	(1,335,913)	18	(75,472)	-	(16,780)	(64)	(622,611) (1,352,693)
	Bond Proceeds Payment of Bond Principal	·)#5 (2)	: ::::::::::::::::::::::::::::::::::::	5	£ :	635,064 (635,000)	635,064
	Transfer In	369,832		\₹} :#\$:			(633,000)	(635,000) 369,832
	Transfer Out	(369,832) (451,256)						(369,832)
2003	Revenues	1,185,391			•	10.700	-2 0	(451,256)
2003	Capital Expenditures	(437,951)	(*)		-	10,533	177,474	1,373,398 (437,951)
	Debt Service Expenditures Sale of Village Property	(779,385)	3	95	7.看f		sere avedi	(779,385)
	Sale of Village Property	(483,201)	-			10,533	1,225,000	1,225,000 929,806
2004	Revenues	1,538,261					1,402,474	0 5 5 6 6 5
2004	Capital Expenditures	(123,399)		-	19	8,566 (19,096)	(2,107,505)	1,546,827 (2,250,000)
	Debt Service Expenditures Installment Contract Procee	(911,175)		*	UEL	-	*	(911,175)
	Transfer In				1.00 1.00	5	705,000 31	705,000 31
	Transfer Out	20,455				-		(31)
2005	D	D00085000-2		-	÷.	3	-	20,458
2005	Revenues Capital Expenditures	1,862,132			.00	37,605 (37,605)	36,087 (324,169)	1,935,824 (361,774)
	Debt Service Expenditures	(1,117,187)		-	100	(57,005)	(324,109)	(1,117,187)
	Sale of Village Property Transfer Out		2	-		(3)	1,053,150 3	1,053,150
	-	765,400				(3)	765,071	1,530,471
2006	Revenues	2,093,020			(●)	93,889	(-	2,186,909
	Capital Expenditures Debt Service Expenditures	(1.022.562)			5-1	(93,889)	(711,987)	(805,876)
	Transfer In	(1,032,562)		į		•	16,513	(1,032,562) 16,513
	Transfer Out	1 075 050			-	:*:	(16,513)	(16,513)
	_	1,825,858		-	•	-	53,084	1,878,942
2007	Revenues Capital Expenditures	2,617,155 (134,177)	384	*	9 2	115,701 (115,701)	(52.004)	2,732,856
	Debt Service Expenditures	(1,463,706)			3	(115,701)	(53,084)	(302,962) (1,463,706)
		2,845,130			•	-	55.4.0	2,845,130
2008	Revenues	2,212,251	3	≥ €	5	44,541	·*:	2,256,792
	Capital Expenditures Debt Service Expenditures	(2,702,899) (2,131,078)		(#)		(44,541)	-	(2,747,440) (2,131,078)
	_	223,404	-	-				223,404
2009	Revenues	2,276,442	· ·	543	3	1,608	1,752	2,279,802
	Capital Expenditures	(368,842) 2,131,004				(1,608)	(1,752)	(372,202)
2010	Davanues			150	*		•	2,131,004
2010	Revenues Capital Expenditures	2,197,631 (1,592,018)	*	::::::::::::::::::::::::::::::::::::::	(#1	1,933 (1,933)	*	2,199,564 (1,593,951)

⁽a) During 1995, the Village changed its fiscal year-end from April 30 to December 31. The data for this fiscal period pertains to May 1 - December 31.

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

May 12, 2011

The Honorable Mayor Members of the Board of Trustees Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, as of and for the year ended December 31, 2010, and have issued our report thereon dated May 12, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

Compliance with laws, regulations, contracts, and grants applicable to the Financing District is the responsibility of the Village of Mount Prospect's management. As part of obtaining reasonable assurance about whether basic financial statements are free of material misstatement, we performed tests of the Village's compliance with certain provisions of laws, regulations, contracts and grants applicable to the Financing District, including the Village's compliance with subsection (q) of Section 11-74.4-3 of the State of Illinois Public Act 85-1142, An Act in Relation to Tax Increment Financing, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance with the provisions referred to in the preceding paragraph.

This report is intended for the information of the members of the Board of Trustees and management, and is not intended to be used and should not be used by anyone other then these specified parties.

LAUTERBACH & AMEN, LLP

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DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO.1

FINANCIAL AND COMPLIANCE REPORT
YEAR ENDED DECEMBER 31, 2011

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INDEPENDENT AUDITORS' REPORT

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

May 10, 2012

The Honorable Mayor
Members of the Board of Trustees
Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the governmental activities of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of and for the year ended December 31, 2011. The basic financial statements are the responsibility of the Village of Mount Prospect, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1 to the basic financial statements, the basic financial statements present only the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, and are not intended to present fairly the financial position or results of operations of the Village of Mount Prospect, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of December 31, 2011, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

We have also issued a report dated May 10, 2012 on our consideration of the Tax Incremental Financing District's compliance with laws, regulations, contracts and grants.

LAUTERBACH & AMEN, LLP

Lauterlack + Omen LLP

FINANCIAL STATEMENTS

Combining Balance Sheet December 31, 2011

	Capital Projects Downtown Redevelopment Construction		General Obligation Bond Series of 1998C		General Obligation Bond Series of 1999		Totals
A CONTRO							
ASSETS							
Cash and Investments	\$	1,201,064	\$	-	\$: - :	\$ 1,201,064
Receivables - Net of Allowances							
Property Taxes		122,964					122,964
Total Assets	\$	1,324,028	\$	_	\$	_	\$ 1,324,028
LIABILITIES AND FUND BALANC	ES						
Liabilities							
Accounts Payable	\$	29,140	\$	= :	\$		\$ 29,140
Fund Balances							
Assigned		1,294,888		-		-	1,294,888
Unassigned		-		40		-	
Total Fund Balances	_	1,294,888		(-)		3#5	1,294,888
Total Liabilities and Fund Balance	\$	1,324,028	\$	-	\$	S#	\$ 1,324,028

Combing Statement of Revenues, Expenditures and Changes in Fund Balance Year Ended December 31, 2011

	Capital Projects Downtown Redevelopment Construction		General Obligation Bond Series of 1998C		General Obligation Bond Series of 1999		Totals
Revenues							
Property Taxes	\$	2,821,198	\$	-	\$	·	\$ 2,821,198
Interest	-	342		-			342
Total Revenues		2,821,540		•		16	2,821,540
Expenditures Capital Outlay Excess (Deficiency) of Revenues Over (Under) Expenditures	-	4,263,270 (1,441,730)					4,263,270 (1,441,730)
Other Financing (Uses) Transfers Out		(80,089)		9,413		70,675	(1)
Net Change in Fund Balance		(1,521,819)		9,413		70,675	(1,441,731)
Fund Balances - Beginning	_	2,816,707		(9,413)		(70,675)	2,736,619
Fund Balances - Ending	\$	1,294,888	\$	30	\$	•	\$ 1,294,888

SUPPLEMENTAL INFORMATION

Schedule of Ending Fund Balances by Source December 31, 2011 (Unaudited)

Fiscal Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income	Totals
1986	Revenues Capital Expenditures	\$ -	\$ -	\$ 1,700,000 (687,904)	\$ 6,210	\$ 43,926 -	\$ 45,000	5 1,795,130 (687,904
			-	1,012,096	6,210	43,926	45,000	1,107,23
1987	Revenues Capital Expenditures	49,919	8,425	(512,900)	11,085	58,469	240	128,138 (512,900
	Debt Service Expenditure	(49,919)	(8,425)	(23,661)	(17,295)	(102,395)	(45,240)	(246,93
	•	8	•	475,535	•	•		475,53
1988	Revenues Capital Expenditures	53,511		1,995,008 (749,693)	12,055	49,430	803,301	2,913,30 (749,69
	Debt Service Expenditure:	(53,511)		(779,658)	(12,055)	(49,430)	(803,301)	(1,697,95
		8	-	241,192	-	-		941,19
1989	Revenues	36,783	_		8,750	39,180	64,800	149,51
	Capital Expenditures	*		(248,508)	-,			(248,50
	Debt Service Expenditure:	(36,783)		(13,043)	(8,750)	(39,180)	(64,800)	(162,55
		-	•	679,641			125	679,64
1990	Revenues	39,995	-	-	15,297	34,265	(≆)	89,55
	Capital Expenditures	-	-	(438,799)				(438,79
	Debt Service Expenditures	(39,995)		(54,134) 186,708	(15,297)	(34,265)		(143,69 186,70
		-	-	180,708	-	1.2	-	Section 10
1991	Revenues	218,591	*		15,750	18,136	12,400	264,87
	Capital Expenditures Debt Service Expenditures	(75,039)	-	(255,229)	(15,750)	(18,136)	(12,400)	(376,55
	Deut Service Experimitate:	(143,552)		(68,521)				(68,52
1992	Revenues	309,684		743,640	18,175	38,789		1,110,28
1992	Capital Expenditures	309,064	*	(28,682)	(18,175)	(27,825)		(74,68
	Debt Service Expenditure:	(144,376)		(98,326)	(10,110)	(10,426)		(253,12
	` .	165,308	-	548,111	······································	538		713,95
1993	Revenues	364,580		_	17,250	31,114	3943	412,94
	Capital Expenditures	· -			-	(11,197)	120	(11,19
	Debt Service Expenditure:	(197,196)			(17,250)	(20,455)		(234,90
		332,692	-	548,111	-	•	·	880,80
1994	Revenues	504,283	(4)	647,397	3+0	48,113	33,431	1,233,22
	Capital Expenditures	2		(346,830)	52,054	(30,310)	(33,431)	(358,51
	Debt Service Expenditure:	(301,794)		848,678	(52,054)	(17,803)		(371,65
		535,181	-	848,078	-	_	-	1,363,63
1995	Revenues	502,214	0.00	5.00	290 1	40,033	(*)	542,24
	Capital Expenditures	(125,206)		(848,678)	23,136	(40,033)		(990,78
	Debt Service Expenditure	(356,043)			(23,136)			(379,17 556,14
						10.050		612.0F
995(a)	Revenues	494,313	(#0			18,958 (18,958)	3 2	513,27 (243,17
	Capital Expenditures Debt Service Expenditures	(224,220) (452,783)				(10,230)		(452,78
	Dear Service Expenditure.	373,456		(*)				373,45
1996	Revenues	578,327		750,000		52,040	146,632	1,526,99
1770	Capital Expenditures	276,327		(24,742)	950	32,040	(146,632)	(171,37
	Debt Service Expenditure:	(448,517)	_			(52,040)		(500,55
		503,266		725,258	1			1,228,52
1997	Revenues	677,294		17.0		70,331		747,62
	Capital Expenditures	5.1,221		(488,803)	300	(i+i	3.0	(488,80
	Debt Service Expenditure:	(604,358)	•			(4)		(604,35
		576,202		236,455	•	70,331	•	882,98
1998	Revenues	776,759	_	1,160,000	(9)	29,766	102,549	2,069,07
-	Capital Expenditures			(1,253,463)	927	(58,316)	(102,549)	(1,414,32
	Debt Service Expenditure:	(573,826)	-			(41,781)	*	(615,60
		779,135	-	142,992	-	•		922,13

(This schedule is continued on the following page.)

Fiscat Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income	Totals
1999	Revenues Capital Expenditures	\$ 837,269,00	\$	\$ 5,550,000,00 (3,958,099)	\$	\$ 117,702,00 (117,702)	\$1,243,000.00 (1,243,000)	\$ 7,747,971.00 (5,318,801)
	Debt Service Expenditure:	(876,249)	14				-	(876,249)
		740,155	(*)	1,734,893	•	5	•	2,475,048
2000	Revenues	801,036		.4.		96,917	1,135,360	2,033,313
2000	Capital Expenditures	301,030		(1,167,881)		(14,589)	(635,360)	(1,817,830)
	Debt Service Expenditures	(1,086,861)		(62)		(82,328)	(500,000)	(1,669,189)
		454,330		567,012	•	*		1,021,342
2001	D	BO 4 700				57.001	1.097.465	1.040.066
2001	Revenues	804,700	1.52	(473,520)		52,901	1,082,465	1,940,066 (1,055,985)
	Capital Expenditures Debt Service Expenditures	(758,200)		(473,320)		(52,901)	(582,465) (500,000)	(1,055,565)
	Door service Expenditure.	500,830		93,492		(32,501)	(300,000)	594,322
2002	Revenues	912,882	7,=2		353	16,780		929,662
	Capital Expenditures	(529,055)		(93,492)	3.00	(17, 200)	(64)	(622,611)
	Debt Service Expenditure: Bond Proceeds	(1,335,913)	-		-	(16,780)	635.064	(1,352,693) 635,064
	Payment of Bond Principa		131			5	(635,000)	(635,000)
	Transfer In	369,832		0.00	26	2	(055,000)	369,832
	Transfer Out	(369,832)				2	·	(369,832)
	-	(451,256)		7.5		5		(451,256)
2000	_					10.472	187.171	1 272 405
2003	Revenues	1,185,391	3.5	698	149	10,533	177,474	1,373,398
	Capital Expenditures Debt Service Expenditure:	(437,951) (779,385)	721	:(•)	32			(437,951) (779,385)
	Sale of Village Property	(779,363)				2	1,225,000	1,225,000
	oute of vittage troperty	(483,201)		7.0		10,533	1,402,474	929,806
								,
2004	Revenues	1,538,261	(6)	(a)	(96)	8,566	(2.105.505)	1,546,827
	Capital Expenditures	(123,399)				(19,096)	(2,107,505)	(2,250,000)
	Debt Service Expenditure: Installment Contract Proce	(911,175)	12	(**)	6.53	5.	705,000	(911,175) 705,000
	Transfer In						703,000	31
	Transfer Out	(31)						(31)
		20,455		*		3		20,458
2005	Revenues	1,862,132	(e.	1983		37,605	36,087	1,935,824
	Capital Expenditures	(1,117,187)	-			(37,605)	(324,169)	(361,774) (1,117,187)
	Debt Service Expenditure: Sale of Village Property	(1,111,101)			1.5	÷	1,053,150	1,053,150
	Transfer Out	2		//E		(3)	3	1,035,130
		765,400					765,071	1,530,471
2006	Revenues	2,093,020	1.50	975	800	93,889		2,186,909
	Capital Expenditures	(1,022,002)	3,63	.¥:	265	(93,889)	(711,987)	(805,876)
	Debt Service Expenditure:	(1,032,562)				26 66	16,513	(1,032,562) 16,513
	Transfer In Transfer Out				90	E .	(16,513)	(16,513)
	(Tableto Cat	1,825,858					53,084	1,878,942
							· ·	, ,
2007	Revenues	2,617,155	193	3.20	**	115,701		2,732,856
	Capital Expenditures	(134,177)				(115,701)	(53,084)	(302,962)
	Debt Service Expenditure:	(1,463,706) 2,845,130						(1,463,706) 2,845,130
		2,043,130						2,043,130
2008	Revenues	2,212,251	1 (2)	100	320	44,541	(a)	2,256,792
	Capital Expenditures	(2,702,899)	- 5			(44,541)		(2,747,440)
	Debt Service Expenditure:	(2,131,078)		190				(2,131,078)
		223,404		(6)		*	•	223,404
2009	Revenues	2,276,442	40	1043	i e	1,608	1,752	2,279,802
2007	Capital Expenditures	(368,840)	12	72		(1,608)	(1,752)	(372,200)
		2,131,006				(=1==5)		2,131,006
2011	B	A 10E 50						2 100 ***
2010	Revenues	2,197,631	100	1.00	32	(1,933	100	2,199,564
	Capital Expenditures	(1,592,018) 2,736,619				(1,933)		(1,593,951) 2,736,619
		2,730,017				•	-	2,730,019
2011	Revenues	2,821,198	(*)	140		342	•	2,821,540
2011		,,						
2011	Capital Expenditures	(4,262,928)	16			(342)		(4,263,270)
2011	Capital Expenditures Transfer Out	(4,262,928)	/ # 1			(342)	(1)	(4,263,270)

⁽a) During 1995, the Village changed its fiscal year-end from April 30 to December 31. The data for this fiscal period pertains to May 1 • December 31.

PHONE 630.393.1483 • FAX 630.393.2516 www.lauterbachamen.com

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

May 10, 2012

The Honorable Mayor Members of the Board of Trustees Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, as of and for the year ended December 31, 2011, and have issued our report thereon dated May 10, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

Compliance with laws, regulations, contracts, and grants applicable to the Financing District is the responsibility of the Village of Mount Prospect's management. As part of obtaining reasonable assurance about whether basic financial statements are free of material misstatement, we performed tests of the Village's compliance with certain provisions of laws, regulations, contracts and grants applicable to the Financing District, including the Village's compliance with subsection (q) of Section 11-74.4-3 of the State of Illinois Public Act 85-1142, An Act in Relation to Tax Increment Financing, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance with the provisions referred to in the preceding paragraph.

This report is intended for the information of the members of the Board of Trustees and management, and is not intended to be used and should not be used by anyone other then these specified parties.

LAUTERBACH & AMEN, LLP

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DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO.1

FINANCIAL AND COMPLIANCE REPORT
YEAR ENDED DECEMBER 31, 2012

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INDEPENDENT AUDITORS' REPORT

CERTIFIED PUBLIC ACCOUNTANTS

PHONE 630.393.1483 • FAX 630.393.2516 www.lauterbachamen.com

INDEPENDENT AUDITORS' REPORT

May 13, 2013

The Honorable Mayor Members of the Board of Trustees Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the governmental activities of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of and for the year ended December 31, 2012. The basic financial statements are the responsibility of the Village of Mount Prospect, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1 to the basic financial statements, the basic financial statements present only the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, and are not intended to present fairly the financial position or results of operations of the Village of Mount Prospect, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of December 31, 2012, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

We have also issued a report dated May 13, 2013 on our consideration of the Tax Incremental Financing District's compliance with laws, regulations, contracts and grants.

LAUTERBACH & AMEN, LLP

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FINANCIAL STATEMENTS

Combining Balance Sheet December 31, 2012

	Capital Projects Downtown Redevelopment Construction
ASSETS	
Cash and Investments Receivables - Net of Allowances	\$ 1,161,048
Property Taxes	236,399
Total Assets	\$ 1,397,447
LIABILITIES AND FUND BALANCES	∯
Liabilities Accounts Payable Other Payables Total Liabilities	\$ 35,250 77 35,327
Fund Balances Assigned	1,362,120
Total Liabilities and Fund Balances	\$ 1,397,447

Combing Statement of Revenues, Expenditures and Changes in Fund Balance Year Ended December 31, 2012

	Capital Projects Downtown Redevelopment Construction	
Revenues		
Property Taxes	\$	2,751,190
Expenditures		
Capital Outlay	07	2,683,958
Net Change in Fund Balance		67,232
Fund Balances - Beginning	0)	1,294,888
Fund Balances - Ending	\$	1,362,120

SUPPLEMENTAL INFORMATION

VILLAGE OF MOUNT PROSPECT, ILLINOIS DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO. 1

Schedule of Ending Fund Balances by Source December 31, 2012 (Unaudited)

Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income	Totals
1986	Revenues Capital Expenditures	\$ -	s -	\$ 1,700,000 (687,904)	\$ 6,210			\$ 1,795,136
		10 E	•	1,012,096	6,210	43,926	45,000	(687,904 1,107,232
1987	Revenues Capital Expenditures	49,919	8,425	(512,900)	11,085	58,469	240	128,138
	Debt Service Expenditures	(49,919)	(8,425)	(23,661) 475,535	(17,295)	(102,395)	(45,240)	(512,900 (246,935
1988	Revenues	53,511	350 24),	1,995,008	12,055	49,430	803,301	475,535 2,913,305
	Capital Expenditures Debt Service Expenditures	(53,511)	(4)	(749,693) (779,658)	(12,055)	(49,430)	(803,301)	(749,693 (1,697,955
		•	-	941,192		(17,100)	(003,301)	941,192
1989	Revenues Capital Expenditures	36,783	2	(248,508)	8,750	39,180	64,800	149,513
	Debt Service Expenditures	(36,783)	-	(13,043)	(8,750)	(39,180)	(64 900)	(248,508
				679,641	(0,130)	(39,180)	(64,800)	(162,556 679,641
1990	Revenues	39,995	a		15,297	34,265		89,557
	Capital Expenditures		2	(438,799)		34,203		(438,799)
	Debt Service Expenditures	(39,995)	—— <u> </u>	(54,134) 186,708	(15,297)	(34,265)		(143,691)
1991	Revenues	219 501		100,700	•) (e)	186,708
1331	Capital Expenditures	218,591 (75,039)		(255,229)	15,750 (15,750)	18,136	12,400	264,877
	Debt Service Expenditures	(143,552)		(233,229)	(15,750)	(18,136)	(12,400)	(376,554) (143,552)
		(€		(68,521)				(68,521)
1992	Revenues	309,684	2	743,640	18,175	38,789		1,110,288
	Capital Expenditures Debt Service Expenditures	(144.000)	2	(28,682)	(18,175)	(27,825)		(74,682)
	Deat Service Expenditures	(144,376) 165,308		(98,326) 548,111		(10,426)		(253,128)
1993	Revenues					538	•	713,957
1,,,,	Capital Expenditures	364,580	E	5±0	17,250	31,114	•	412,944
	Debt Service Expenditures	(197,196)	371	2.00	(17,250)	(11,197) (20,455)	-	(11,197) (234,901)
		332,692	6 7 0	548,111	•			880,803
1994	Revenues	504,283	55	647,397		48,113	33,431	1,233,224
	Capital Expenditures Debt Service Expenditures	(201 204)	7 €	(346,830)	52,054	(30,310)	(33,431)	(358,517)
	Debt Service Experiments	(301,794)		848,678	(52,054)	(17,803)	347	(371,651)
1995	Revenues			040,070		•	•	1,383,859
1773	Capital Expenditures	502,214 (125,206)		(848,678)	23,136	40,033		542,247
	Debt Service Expenditures	(356,043)		(040,070)	(23,136)	(40,033)		(990,781) (379,179)
		556,146	•	•	-			556,146
995(a)	Revenues	494,313	2	<u> </u>	: -	18,958		513,271
	Capital Expenditures Debt Service Expenditures	(224,220)	-			(18,958)		(243,178)
	Debt Service Expenditures	(452,783) 373,456	-			3€6		(452,783)
1996	Revenues			5	(4)	0.#1	•	373,456
1770	Capital Expenditures	578,327	250	750,000		52,040	146,632	1,526,999
	Debt Service Expenditures	(448,517)		(24,742)		(52,040)	(146,632)	(171,374)
		503,266		725,258	129	(32,040)		(500,557) 1,228,524
1997	Revenues	677,294	-	2		70,331		747,625
	Capital Expenditures	un and a second	12	(488,803)	3.50	70,351	- 2	(488,803)
	Debt Service Expenditures	(604,358) 576,202		226.466				(604,358)
		370,202	•	236,455	3.5%	70,331	-	882,988
998	Revenues Capital Expenditures	776,759	2	1,160,000	350	29,766	102,549	2,069,074
	Capital Expenditures	•		(1,253,463)	3.00 pt	(58,316)	(102,549)	
	Debt Service Expenditures	(573,826)		(-,,		(41,781)	(102,349)	(1,414,328) (615,607)

(This schedule is continued on the following page.)

Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income	Totals
1999	Revenues Capital Expenditures Debt Service Expenditures	\$ 837,269.00	\$	\$ 5,550,000.00 (3,958,099)	s .	\$ 117,702.00 (117,702)	\$ 1,243,000.00 (1,243,000)	\$ 7,747,971.00 (5,318,801
	Debt Service Expenditures	(876,249) 740,155		1 724 002				(876,249
	_	740,133	-	1,734,893		in the second		2,475,048
2000	Revenues	801,036	97	>,●	-	96,917	1,135,360	2,033,313
	Capital Expenditures Debt Service Expenditures	(1,086,861)		(1,167,881)	-	(14,589)	(635,360)	(1,817,830
	Debt Service Expenditures	454,330	:	567,012		(82,328)	(500,000)	(1,669,189
	_			307,012	-	-	•	1,021,342
2001	Revenues Capital Expenditures	804,700	-			52,901	1,082,465	1,940,066
	Debt Service Expenditures	(758,200)		(473,520)		9991919191	(582,465)	(1,055,985
	2 001 001 vice Emponditures	500,830	:	93,492		(52,901)	(500,000)	(1,311,101
2002	Revenues	12:00 m 0 13 13		STATES.	_		•	594,322
2002	Capital Expenditures	912,882 (529,055)	াল	(93,492)	*	16,780		929,662
	Debt Service Expenditures	(1,335,913)		(93,492)		(16,780)	(64)	(622,611)
	Bond Proceeds	(-,,-1-)		196		(10,780)	635,064	(1,352,693 635,064
	Payment of Bond Principal	:		:::		2	(635,000)	(635,000
	Transfer In Transfer Out	369,832	=	**		-	180	369,832
	Haister Out	(369,832)		100				(369,832
	_		-	1,000	-	-	-	(451,256
2003	Revenues Capital Expenditures	1,185,391	•	-21		10,533	177,474	1,373,398
	Debt Service Expenditures	(437,951) (779,385)		3 = 10		•		(437,951)
	Sale of Village Property	(115,363)					1 225 000	(779,385)
	•	(483,201)				10,533	1,225,000 1,402,474	1,225,000 929,806
2004	Revenues	1,538,261					4,100,111	2
2001	Capital Expenditures	(123,399)	=		.(*)	8,566 (19,096)	(2.107.505)	1,546,827
	Debt Service Expenditures	(911,175)		-	-	(19,090)	(2,107,505)	(2,250,000) (911,175)
	Installment Contract Proceeds		•		Dec	() (705,000	705,000
	Transfer In Transfer Out		-	· ·	396	0.63	31	31
	Transici Out	20,455						(31)
2005	_	100	T-	-	5. 5 .5	3		20,458
2005	Revenues	1,862,132	1 6	12	•	37,605	36,087	1,935,824
	Capital Expenditures Debt Service Expenditures	(1,117,187)	5 4 6	i ≅ :∞		(37,605)	(324,169)	(361,774)
	Sale of Village Property	(1,117,107)	200	2			1,053,150	(1,117,187)
	Transfer Out		(₩)	2		(3)	1,033,130	1,053,150
		765,400	S 😂			•	765,071	1,530,471
2006	Revenues	2,093,020				93,889		
	Capital Expenditures	7,1-1,1-1	1.00 1.00		98	(93,889)	(711,987)	2,186,909 (805,876)
	Debt Service Expenditures	(1,032,562)		*	5.00	(=-j=+/)	(/11,50/)	(1,032,562)
	Transfer In Transfer Out	•	9.5	**	:€0	•	16,513	16,513
	Transier Out	1,825,858					(16,513)	(16,513)
200	_			-	, . .	•	53,084	1,878,942
2007	Revenues Capital Expenditures	2,617,155	•	•	•	115,701		2,732,856
	Debt Service Expenditures	(134,177) (1,463,706)			•	(115,701)	(53,084)	(302,962)
		2,845,130		<u>:</u>				(1,463,706) 2,845,130
2008	Revenues							2,043,130
2000	Capital Expenditures	2,212,251 (2,702,899)	3 .		()	44,541	€	2,256,792
	Debt Service Expenditures	(2,131,078)			(*)	(44,541)	2	(2,747,440)
	•	223,404						(2,131,078)
2009	Revenues	2,276,442						
2007	Capital Expenditures	(368,840)	(#)		5	1,608	1,752	2,279,802
		2,131,006	(#)			(1,608)	(1,752)	(372,200) 2,131,006
2010	Revenues	2,197,631						
2010	Capital Expenditures	(1,592,018)			•	1,933	•	2,199,564
		2,736,619			- :	(1,933)		(1,593,951) 2,736,619
2011	D	2.000,000,000,000					-	2,730,019
2011	Revenues Capital Expenditures	2,821,198			÷	342		2,821,540
	Transfer Out	(4,262,928)	•	7.5	*	(342)	: 4	(4,263,270)
		1,294,888						(1)
	_			//5:	15	•	.045	1,294,888
	Revenues	2,751,190					(145	2.751.100
2012	Capital Expenditures	(2,683,958)						2,751,190

⁽a) During 1995, the Village changed its fiscal year-end from April 30 to December 31. The data for this fiscal period pertains to May 1 - December 31.

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

May 13, 2013

The Honorable Mayor Members of the Board of Trustees Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, as of and for the year ended December 31, 2012, and have issued our report thereon dated May 13, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

Compliance with laws, regulations, contracts, and grants applicable to the Financing District is the responsibility of the Village of Mount Prospect's management. As part of obtaining reasonable assurance about whether basic financial statements are free of material misstatement, we performed tests of the Village's compliance with certain provisions of laws, regulations, contracts and grants applicable to the Financing District, including the Village's compliance with subsection (q) of Section 11-74.4-3 of the State of Illinois Public Act 85-1142, *An Act in Relation to Tax Increment Financing*, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance with the provisions referred to in the preceding paragraph.

This report is intended for the information of the members of the Board of Trustees and management, and is not intended to be used and should not be used by anyone other then these specified parties.

LAUTERBACH & AMEN, LLP

Fanterlack & Chmen LLP

DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO.1

FINANCIAL AND COMPLIANCE REPORT
FISCAL YEAR ENDED DECEMBER 31, 2013

VILLAGE OF MOUNT PROSPECT, ILLINOIS DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO. 1

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INDEPENDENT AUDITORS' REPORT

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

May 12, 2014

The Honorable Village President Members of the Board of Trustees Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the governmental activities of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of and for the year ended December 31, 2013. The basic financial statements are the responsibility of the Village of Mount Prospect, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1 to the basic financial statements, the basic financial statements present only the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, and are not intended to present fairly the financial position or results of operations of the Village of Mount Prospect, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois as of December 31, 2013, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

We have also issued a report dated May 12, 2014 on our consideration of the Tax Incremental Financing District's compliance with laws, regulations, contracts and grants.

LAUTERBACH & AMEN, LLP

Lauterlock & Chnenlel

FINANCIAL STATEMENTS

VILLAGE OF MOUNT PROSPECT, ILLINOIS DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO. 1

Balance Sheet December 31, 2013

ASSETS	Capital Project Downtown Redevelopmen Construction	
ASSETS		
Cash and Investments Receivables - Net of Allowances	\$	907,763
Property Taxes	17.	242,744
Total Assets	<u>\$</u>	1,150,507
а		
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts Payable	\$	81,574
Fund Balances		
Assigned	-	1,068,933
Total Liabilities and Fund Balances	\$	1,150,507

VILLAGE OF MOUNT PROSPECT, ILLINOIS DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO. 1

Statement of Revenues, Expenditures and Changes in Fund Balance Year Ended December 31, 2013

	Capital Projects Downtown Redevelopment Construction
Revenues	
Property Taxes	\$ 2,664,680
Interest	1,066
Total Revenues	2,665,746
Expenditures Capital Outlay	2,958,933
Net Change in Fund Balance	(293,187)
Fund Balances - Beginning	1,362,120
Fund Balances - Ending	\$ 1,068,933

SUPPLEMENTAL INFORMATION

VILLAGE OF MOUNT PROSPECT, ILLINOIS DOWNTOWN REDEVELOPMENT TAX INCREMENTAL FINANCING DISTRICT NO. 1

Schedule of Ending Fund Balances by Source December 31, 2013 (Unaudited)

Fiscal Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income		Totals
1986	Revenues Capital Expenditures	\$ -	\$ -	\$ 1,700,000 (687,904)	\$ 6,210	\$ 43,926	\$ 45,000	\$	1,795,13 (687,90
			2	1,012,096	6,210	43,926	45,000		1,107,23
1987	Revenues	49,919	8,425	*	11,085	58,469	240		128,13
	Capital Expenditures	(10.010)		(512,900)		(*)	710.000 B		(512,90
	Debt Service Expenditures	(49,919)	(8,425)	(23,661) 475,535	(17,295)	(102,395)	(45,240)		(246,93 475,53
1988	Davana	52 511				40.400			
1700	Revenues Capital Expenditures	53,511		1,995,008 (749,693)	12,055	49,430	803,301		2,913,30. (749,69)
	Debt Service Expenditures	(53,511)	=	(779,658)	(12,055)	(49,430)	(803,301)		(1,697,95
			-	941,192	•	-	•		941,192
1989	Revenues	36,783	-		8,750	39,180	64,800		149,513
	Capital Expenditures		•	(248,508)	National State		Constitution of the		(248,50
	Debt Service Expenditures	(36,783)		(13,043) 679,641	(8,750)	(39,180)	(64,800)		(162,556
1000	D	44.40	- E	073,041		·3	•		679,641
1990	Revenues Capital Expenditures	39,995	-	(438,799)	15,297	34,265	1 E		89,557
	Debt Service Expenditures	(39,995)	(4)	(54,134)	(15,297)	(34,265)	-		(438,799)
		-	(4)	186,708	-		7/24		186,708
1991	Revenues	218,591			15,750	18,136	12,400		264,877
	Capital Expenditures	(75,039)		(255,229)	(15,750)	(18,136)	(12,400)		(376,554
	Debt Service Expenditures	(143,552)		100 5011					(143,552
		•	Ů.	(68,521)	. 		3.52		(68,521
1992	Revenues	309,684	(* (743,640	18,175	38,789	-		1,110,288
	Capital Expenditures Debt Service Expenditures	(144,376)		(28,682) (98,326)	(18,175)	(27,825) (10,426)	1.00		(74,682
	Deat Service Expenditures	165,308	160	548,111		538		_	713,957
1993	Revenues	364,580	_		17,250	31,114			412,944
.,,,	Capital Expenditures	504,500	-		17,230	(11,197)	-		(11,197
	Debt Service Expenditures	(197,196)			(17,250)	(20,455)	3003		(234,901
		332,692	-	548,111	•	-	•		880,803
1994	Revenues	504,283	-	647,397	:41	48,113	33,431		1,233,224
	Capital Expenditures Debt Service Expenditures	(201 704)	-	(346,830)	52,054	(30,310)	(33,431)		(358,517
	Debt Service Experientures	(301,794)		848,678	(52,054)	(17,803)		-	(371,651 1,383,859
1995	P			010,010			_		
1993	Revenues Capital Expenditures	502,214 (125,206)	-	(848,678)	23,136	40,033 (40,033)	-		542,247
	Debt Service Expenditures	(356,043)		(040,078)	(23,136)	(40,033)	:*:		(990,781 (379,179
		556,146		150			1995		556,146
995(a)	Revenues	494,313	340	529	2	18,958	427		513,271
	Capital Expenditures	(224,220)	S#3	0.40	9	(18,958)	43		(243,178
	Debt Service Expenditures	(452,783)	- P	17.					(452,783
		373,456	\$ - 3		•	-	•		373,456
1996	Revenues	578,327	-	750,000	-	52,040	146,632		1,526,999
	Capital Expenditures Debt Service Expenditures	(448,517)		(24,742)		(52,040)	(146,632)		(171,374
	Debt out the Expellentates	503,266		725,258	<u>-</u>	(32,040)	=:	_	(500,557 1,228,524
1997	Revenues	677,294	-	(200	50	70.221			
. , , , ,	Capital Expenditures	0//,294	3	(488,803)	ş	70,331	:		747,625 (488,803
	Debt Service Expenditures	(604,358)		-		<u> </u>			(604,358
		576,202	=	236,455	9	70,331	7.70		882,988
998	Revenues	776,759	2	1,160,000	9	29,766	102,549		2 060 074
	Capital Expenditures	170,739		(1,253,463)	a de la companya de l	(58,316)	(102,549)		2,069,074 (1,414,328
	Debt Service Expenditures	(573,826)				(41,781)	· · · · · · · · · · · · · · · · · · ·		(615,607
		779,135		142,992		*			922,127

(This schedule is continued on the following page.)

Fiscal Year	Description	Property Taxes	Sales Taxes	Bond Proceeds	Rental Income	Investment Income	Other Income	Totals
1999	Revenues Capital Expenditures		\$ 27	\$ 5,550,000.00 (3,958,099)	\$ -	\$ 117,702.00 (117,702)	\$ 1,243,000,00 (1,243,000)	(5,318,801)
	Debt Service Expenditures	(876,249) 740,155	:	1,734,893			- A	(876,249) 2,475,048
2000	Revenues	801,036		1,101,020	-	06.017	1.126.200	
2000	Capital Expenditures			(1,167,881)	-	96,917 (14,589)	1,135,360 (635,360)	2,033,313 (1,817,830)
	Debt Service Expenditures	(1,086,861)		567,012		(82,328)	(500,000)	(1,669,189)
2001	D	Williams	•	367,012	-	•	-	1,021,342
2001	Revenues Capital Expenditures	804,700	•	(473,520)		52,901	1,082,465 (582,465)	1,940,066 (1,055,985)
	Debt Service Expenditures	(758,200)				(52,901)	(500,000)	(1,311,101)
		500,830	•	93,492		(*		594,322
2002	Revenues Capital Expenditures	912,882 (529,055)	*	(93,492)	1142	16,780	((1)	929,662
	Debt Service Expenditures	(1,335,913)		(93,492)	591	(16,780)	(64)	(622,611) (1,352,693)
	Bond Proceeds Payment of Bond Principal		2	1=3	500		635,064	635,064
	Transfer In	369,832			12	12	(635,000)	(635,000) 369,832
	Transfer Out	(369,832)		·*	(2)			(369,832)
		(451,256)	•		7.5		•	(451,256)
2003	Revenues Capital Expenditures	1,185,391		30	S#3	10,533	177,474	1,373,398
	Debt Service Expenditures	(437,951) (779,385)		ia.	394		*	(437,951) (779,385)
	Sale of Village Property						1,225,000	1,225,000
		(483,201)	•	3		10,533	1,402,474	929,806
2004	Revenues	1,538,261	-	2	•	8,566		1,546,827
	Capital Expenditures Debt Service Expenditures	(123,399) (911,175)	143	*	: F	(19,096)	(2,107,505)	(2,250,000)
	Installment Contract Proceeds	(511,175)	680	Ĩ.	-	-	705,000	(911,175) 705,000
	Transfer In Transfer Out	(31)	() <u>46</u> () <u>46</u>	a .	1940	20	31	31
	Transier Out	20,455	-			3		20,458
2005	Revenues	1,862,132				170		
2005	Capital Expenditures	1,002,132			(#0) (#0)	37,605 (37,605)	36,087 (324,169)	1,935,824 (361,774)
	Debt Service Expenditures Sale of Village Property	(1,117,187)	1.00		:= 0	983	85	(1,117,187)
	Transfer Out	3.T.	:*		381 (*)	(3)	1,053,150	1,053,150
		765,400	•		2.1		765,071	1,530,471
2006	Revenues	2,093,020	360	¥	-	93,889	-	2,186,909
	Capital Expenditures Debt Service Expenditures	(1,032,562)	360	*	£	(93,889)	(711,987)	(805,876)
	Transfer In	(1,032,302)	583	į.	===	1	16,513	(1,032,562) 16,513
	Transfer Out				- 3		(16,513)	(16,513)
		1,825,858		\$	-	3	53,084	1,878,942
2007	Revenues	2,617,155		-	15	115,701	096	2,732,856
	Capital Expenditures Debt Service Expenditures	(134,177) (1,463,706)	2.00	*		(115,701)	(53,084)	(302,962)
	•	2,845,130	*	*			-	2,845,130
2008	Revenues	2,212,251	-	2	<u> </u>	44,541	12	2,256,792
	Capital Expenditures	(2,702,899)	-	2	3	(44,541)		(2,747,440)
	Debt Service Expenditures	(2,131,078)	- 14					(2,131,078)
2009	Revenues	2,276,442						
2009	Capital Expenditures	(368,840)				1,608 (1,608)	1,752 (1,752)	2,279,802 (372,200)
		2,131,006		-				2,131,006
2010	Revenues	2,197,631	2	147	~	1,933		2,199,564
	Capital Expenditures	(1,592,018) 2,736,619		167		(1,933)		(1,593,951)
		2,730,019	-				•	2,736,619
2011	Revenues	2,821,198	9	1/2	3	342	-	2,821,540
	Capital Expenditures Transfer Out	(4,262,928)		720	-	(342)) * 0	(4,263,270)
		1,294,888	-	-	•		197	1,294,888
2012	Revenues	2,751,190	2	Sec. 1	8			2.751.100
	Capital Expenditures	(2,683,958)					5 9 09	2,751,190 (2,683,958)
		1,362,120	9	(<u>*</u>)			(*)	1,362,120
2013	Revenues	2,665,746	ş			5		2,665,746
	Capital Expenditures	(2,958,933)						(2,958,933)
		1,068,933	-				(*	1,068,933

⁽a) During 1995, the Village changed its fiscal year-end from April 30 to December 31. The data for this fiscal period pertains to May 1 - December 31.

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

May 12, 2014

The Honorable Village President Members of the Board of Trustees Village of Mount Prospect, Illinois

We have audited the accompanying basic financial statements of the Downtown Redevelopment Tax Incremental Financing District No.1 of the Village of Mount Prospect, Illinois, as of and for the year ended December 31, 2013, and have issued our report thereon dated May 12, 2014. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

Compliance with laws, regulations, contracts, and grants applicable to the Financing District is the responsibility of the Village of Mount Prospect's management. As part of obtaining reasonable assurance about whether basic financial statements are free of material misstatement, we performed tests of the Village's compliance with certain provisions of laws, regulations, contracts and grants applicable to the Financing District, including the Village's compliance with subsection (q) of Section 11-74.4-3 of the State of Illinois Public Act 85-1142, *An Act in Relation to Tax Increment Financing*, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance with the provisions referred to in the preceding paragraph.

This report is intended for the information of the members of the Board of Trustees and management, and is not intended to be used and should not be used by anyone other then these specified parties.

LAUTERBACH & AMEN, LLP

Lanterlack + Chnenlif

REPORT ON SUPPLEMENTARY INFORMATION AND REPORT ON MANAGEMENT'S ASSERTION OF COMPLIANCE WITH PUBLIC ACT 85-1142

DOWNTOWN REDEVELOPMENT CONSTRUCTION FUND

For the Year Ended December 31, 2014







1415 W. Diehl Road, Suite 400 Naperville, Illinois 60563 Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

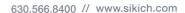
The Honorable President Members of the Board of Trustees Mount Prospect, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Mount Prospect, Illinois (the Village) as of and for the year ended December 31, 2014, which collectively comprise the basic financial statements of the Village and have issued our report thereon dated June 5, 2015, which expressed an unmodified opinion.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The supplementary financial information (balance sheet and statement of revenues, expenditures, and changes in fund balance) is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The supplementary financial information is the responsibility of management and was 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.

Naperville, Illinois June 5, 2015 Silvel LLP





1415 W. Diehl Road, Suite 400 Naperville, Illinois 60563 Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

The Honorable President Members of the Board of Trustees Village of Mount Prospect, Illinois

We have examined management's assertion included in its representation letter dated June 5, 2015, that the Village of Mount Prospect, Illinois (the Village), complied with the provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended December 31, 2014. Management is responsible for the Village's assertion and for compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the Village's compliance based on our examination.

Our examination was made in accordance with the standards established by the American Institute of Public Accountants and, accordingly, included examining, on a test basis, evidence about the Village's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village's compliance with statutory requirements.

In our opinion, management's assertion that the Village of Mount Prospect, Illinois, complied with the aforementioned requirements for the year ended December 31, 2014, is fairly stated in all material respects.

This report is intended solely for the information and use of the Board of Trustees, management and the Illinois Department of Revenue, Illinois State Comptrollers office and the Joint Review Board and should not be used by anyone other than these specified parties.

Naperville, Illinois June 5, 2015 Shirt LLP

BALANCE SHEET DOWNTOWN REDEVELOPMENT CONSTRUCTION FUND

December 31, 2014

ASSETS	
ASSETS	
Cash and investments	\$ 436,476
Intergovernmental	252,075
TOTAL ASSETS	 688,551
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts payable	\$ 25,647
Retainage payable	 7,500
Total liabilities	 33,147
FUND BALANCE	
Restricted for economic development	 655,404
TOTAL LIABILITIES AND FUND BALANCE	\$ 688,551

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE DOWNTOWN REDEVELOPMENT CONSTRUCTION FUND

For the Year Ended December 31, 2014

REVENUES	
Taxes	
Incremental property taxes	\$ 2,311,740
Intergovernmental	252,375
Investment income	361
Total revenues	2,564,476
EXPENDITURES	
Capital outlay	
Public improvements	
Contractual services	196,419
Public improvements	2,764,810
Infrastructure	16,776
Total expenditures	2,978,005
NET CHANGE IN FUND BALANCE	(413,529)
FUND BALANCE, JANUARY 1	1,068,933
FUND BALANCE, DECEMBER 31	\$ 655,404