

**BRIDGEVIEW FINANCE CORPORATION
MINUTES OF A MEETING OF THE BOARD OF DIRECTORS**

**AUGUST 7, 2019, 5:00 PM
7500 SOUTH OKETO AVENUE
BRIDGEVIEW, IL 60455**

DIRECTORS PRESENT:

Ms. Kimberly J. Smith
Mr. Russell Hartigan

OTHERS PRESENT:

Mark Jamil, Burke Burns & Pinelli LTD.
Daniel Denys, Austin Meade Financial, via telephone

Call to Order and Roll Call

At approximately 5:05 PM, Chair Smith called the meeting of the Bridgeview Finance Corporation (the "Corporation"), to order. A roll call was taken. Chair Smith, present; Mr. Hartigan, present; Mr. Pticek, not present. Two members being present, a quorum was established.

Chair's Report and Financial Update

The Chair called upon Mr. Denys to present a financial update. Mr. Denys discussed the status of various bank accounts for the Corporation. Detailed discussion ensued as to the account balances, the flow of funds and other related financial issues. The Chair discussed delays experienced with the Trustee in terms of deposits that were resolved prior to today's meeting. Mr. Denys discussed the current fiscal year budget being on track and further discussed the status of the audit. Extensive discussion followed as to the audit and related matters.

Consideration and Approval of May 15, 2019 Meeting Minutes

Chair Smith presented the May 15, 2018 Board Meeting minutes. Director Hartigan moved to approve the minutes as presented. The motion was seconded and carried.

Consideration and Approval of Amendment to FY19 Budget

Mr. Denys discussed the current fiscal year's budget and indicated that the Corporation was on track with the budget. Discussion followed as to various corporation expenses indicated in the budget.

FY 2018 Audit

Mr. Denys discussed the current audit and various calculations discussed with the auditors in relation to same. Discussion ensued as to the scope of the audit and the estimated time of completion.

Review of Compiled Financial Statements for Quarter Ended June 30, 2019

Chair Smith called upon Mr. Denys to discuss the Corporation's compiled financial statements for quarter ended June 30, 2019. Extensive discussion followed as to various line items within the financial statements.

Consideration and Approval of Clarification to Official Statement

Mr. Denys discussed sales tax rates involving Cook County and the Village of Bridgeview and that a clarification will be made to separately state rates of sales taxes imposed on retailers and service providers from the sale of (a) soft drinks, grocery food, drugs and medical appliances and (b) items required to be title or registered such as motor vehicles, watercraft, aircraft, trailers and mobile homes. Chair Smith advanced a motion to approve such clarification. The motion was seconded and carried.

Adjournment

There being no additional business before the Board and no public comment, the Chair moved to adjourn the meeting of the Board. The motion was seconded and carried. Chair Smith adjourned the meeting at 6:10 PM.

Respectfully submitted,

Mr. Michael Pticek
Secretary-Treasurer

Compiled Financial Statements

of

**Bridgeview Finance Corporation
For the Quarter Ended September 30, 2019**

See Accountant's Compilation Report and Notes.

CDK ACCOUNTING GROUP, INC.
PUBLIC ACCOUNTANTS
7674 W. 63rd STREET
SUMMIT, ILLINOIS
(708) 594-2148

Bridgeview Finance Corporation
7000 S. Harlem Avenue
Bridgeview, IL 60455

We have compiled the accompanying statement of position of **Bridgeview Finance Corporation as of September 30, 2019**, and the related statement of activities, and statement of cash flows for the period then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. These statements have been prepared on the modified accrual basis of accounting in accordance with governmental generally accepted accounting principles

A compilation is limited to presenting in the form of financial statements information that is the representation of management of Bridgeview Finance Corporation. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

These statements may not contain all of the disclosures as ordinarily included in financial statements prepared on the modified accrual method of accounting. If the omitted disclosures were included in these financial statements, they might influence the user's conclusions about the Company's net position and activities. Accordingly, these financial statements have been prepared for "MANAGEMENT USE ONLY", and are not intended for those who are not informed about such matters.

CDK ACCOUNTING GROUP, INC.
Public Accountants

October 14, 2019

Bridgeview Finance Corporation
Balance Sheet
September 30, 2019

Assets

Assets:

Cash-Checking	\$	29,339.09
Cash-Operating		50,146.83
Cash-Village Proceeds Account		0.01
Cash-Securitized Sales Tax Rev		1.18
Cash-Debt Service		1,234,407.32
Cash-Debt Service Reserve		3,768,145.89
Governmental Receivable		2,766,155.73
Def. Outflow of Resources		<u>40,721,578.74</u>

Total Assets \$ **48,569,774.79**

Bridgeview Finance Corporation
Balance Sheet
September 30, 2019

Liabilities and Fund Balance

Liabilities:

Accounts Payable	\$	3,000.00
Due To Village		50,000.00
Deferred Governmental Revenue		<u>929,226.04</u>

Total Liabilities \$ 982,226.04

Fund Balance:

Temporarily Restricted	46,293,739.20
Current Year's Surplus (Deficit)	<u>1,293,809.55</u>

Total Fund Balance 47,587,548.75

Total Liabilities and Fund Balance 48,569,774.79

Bridgeview Finance Corporation
Statement of Revenues and Expenditures
For the Quarter Ended September 30, 2019

	3 Months Ended Sep. 30, 2019	Pct
Revenues:		
Sales Tax - General	\$ 1,611,959.67	59.37
Sales Tax - Home Rule	1,075,478.73	39.61
Interest	27,557.61	1.02
Total Revenues	2,714,996.01	100.00
Operating Expenses:		
Director's Fee	9,000.00	0.33
Accounting	500.00	0.02
Bank Charges	50.00	0.00
Legal & Professional	2,842.10	0.10
Residual Cert.-Excess to Vill.	2,688,748.28	99.03
Total Expenses	2,701,140.38	99.49
Operating Surplus(Deficit)	13,855.63	0.51
Other Income Sources (Uses)	_____	_____
Net Surplus(Deficit)	\$ 13,855.63	0.51

See Accountant's Compilation Report and Notes.

Bridgeview Finance Corporation
Statement of Cash Flow
For the Period Ended September 30, 2019
Increase (Decrease) in Cash or Cash Equivalents

	<u>3 Months Ended</u> <u>Sep. 30, 2019</u>	<u>9 Months Ended</u> <u>Sep. 30, 2019</u>
Cash Flow from Operating Activities		
Surplus(Deficit)	\$ 13,855.63	\$ 1,293,809.55
Adjustments to Reconcile Cash Flow		
Decrease (Increase) in Current Assets		
Increase (Decrease) in Current Liabilities		
Accounts Payable	(12,000.00)	(4,502.60)
Due To Village	<u>(722,683.43)</u>	<u>50,000.00</u>
Total Adjustments	<u>(734,683.43)</u>	<u>45,497.40</u>
Cash Provided (Used) by Operations	(720,827.80)	1,339,306.95
Cash Flow From Investing Activities		
Sales (Purchases) of Assets		
Cash Flow From Financing Activities		
Cash (Used) or provided by:		
Temporarily Restricted	<u>0.00</u>	<u>0.00</u>
Cash Provided (Used) by Financing	<u>0.00</u>	<u>0.00</u>
Net Increase (Decrease) in Cash	(720,827.80)	1,339,306.95
Cash at Beginning of Period	<u>5,802,868.12</u>	<u>3,742,733.37</u>
Cash at End of Period	\$ <u><u>5,082,040.32</u></u>	\$ <u><u>5,082,040.32</u></u>

See Accountant's Compilation Report and Notes.

Bridgeview Finance Corporation
Selected Notes to Financial Statements
September 30, 2019

Note A - Summary of Selected Significant Accounting Policies

Method of Accounting

Fund Financial Reporting

The Company prepares its financial statements on the modified accrual method of accounting. Under this method, revenues and related assets are recognized when measurable and available to pay liabilities of the current period (within 60 days of year end), and expenses are generally recognized when the obligation is incurred.

Revenue(s) and related amounts due from the Illinois Department of Revenue are reconciled at year end. Interim reporting reflects amount due at previous year end, which approximates current month amount(s).

Accounts payable activity is recorded monthly, based upon known obligation(s) at the time of financial statement preparation.

Amortization of Deferred Outflows

Deferred outflows of resources, paid to the Village of Bridgeview for the right, title and interest for future sales tax and home rule tax revenues, is amortized on a straight line basis over the life of bonds issued by the corporation for the benefit of the Village of Bridgeview.

Residual Certificate Payments

Represents the Village of Bridgeview's interest in excess sales tax and home rule tax revenues above debt service requirements and operating costs during the term of the sale agreement.

Income Taxes

Bridgeview Finance Corporation is an Illinois not for profit corporation, and created as an instrumentality of the Village of Bridgeview, and is generally exempt from income tax. Since the corporation did not file for exempt status with the Internal Revenue Service, the corporation is filing Form 1120, as a general corporate entity, claiming exemption under IRC 115. Until the Internal Revenue Service formally exempts the corporation from filing, the corporation will file returns on the accrual basis of accounting.

Bonds Payable-Supplemental Information

The corporation obtained a general obligation bonds totaling \$47,440,000 secured by future sales tax and home rule tax revenues purchased from the Village of Bridgeview. The liability associated with these bonds are not shown in the financial statements due to the basis of accounting associated with in these financial statements. The bonds mature in year 2042, with interest only obligations through year 2020.

BOARD OF DIRECTORS OF THE BRIDGEVIEW FINANCIAL CORPORATION

2020 PROPOSED SLATE

Kimberly J. Smith – Chair

Michael Pticek – Secretary/Treasurer

BOARD OF DIRECTORS OF THE BRIDGVIEW FINANCIAL CORPORATION

2020 ANNUAL MEETING SCHEDULE

Wednesday, February 5, 2020 at 5:30PM

Wednesday, May 6, 2020 at 5:30PM

Wednesday, August 5, 2020 at 5:30PM

Wednesday, November 4, 2020 at 5:30PM – ANNUAL MEETING

All meetings to occur at 7500 South Oketo Avenue, Bridgeview, IL 60455 unless otherwise indicated by the Board