

Village of Romeoville

Financial Report
April 30, 2009

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Required Supplementary Information

Management Discussion and Analysis (MD&A)

Government-Wide Financial Statements

Fund Financial Statements

Required Supplementary Information

Supplementary Information

Non-Major Governmental Funds
Combining Statements

McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

To Honorable Village President and
Members of the Board of Trustees
Village of Romeoville, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Village of Romeoville, Illinois as of and for the year ended April 30, 2009, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Village of Romeoville as of April 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 10 of the financial statements, during 2009 the Village adopted the provisions of Governmental Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

The required supplementary information which includes management's discussion and analysis (pages 3 -15), schedules of funding progress and employer contributions (pages 61-66), and budgetary schedules and related note (pages 67-69) are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Village of Romeoville. The combining and individual fund financial statements and other schedules listed in the table of contents as supplementary data are presented for purposes of additional analysis, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

McGladrey & Pullen, LLP

Chicago, Illinois
February 9, 2010

Village of Romeoville, Illinois

Management's Discussion and Analysis

April 30, 2009

The Village of Romeoville's (the "Village") management discussion and analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Village's financial statements (beginning on page 16).

Using the Financial Section of this Comprehensive Annual Report

For the past 20 years, the primary focus of local governmental financial statements has been summarized fund type information on a current financial resource basis. This approach has been modified and for the first time the Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

Government-Wide Financial Statements

The government-wide financial statements (see pages 16-17) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. The focus of the statement of net assets (the "unrestricted net assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement, for the first time, combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The statement of activities (see page 17) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the Village's basic services, including general government, public works, public safety and culture and recreation. Shared state sales, local utility and shared state income taxes finance the majority of these services. The business-type activities reflect private sector type operations (water and sewerage), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds, rather than (the previous model's) fund types.

The governmental funds (see pages 18-21) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The fund financial statements also allow the government to address its fiduciary funds (Police Pension and Firefighters' Pension, see pages 26-27). While these funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

Management's Discussion and Analysis (Continued)

While the business-type activities column on the business-type fund financial statements (see pages 22-25) is the same as the business-type column on the government-wide financial statements, the governmental funds total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 19 and 21). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the governmental activities column (in the government-wide financial statements).

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure – roads, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. The Governmental Accounting Standards Board Statement No. 34 (GASB 34) requires that these assets be valued and reported within the governmental column of the government-wide financial statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful lives or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful lives. If a road project is considered maintenance – a recurring cost that does not extend the road's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

Government-Wide Financial Statements

Statement of Net Assets

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets exceeded liabilities by \$371.6 million as of April 30, 2009.

A significant portion of the Village's net assets (87.2%) reflects its investment in capital assets (i.e., land, land improvements, streets and bridges, storm sewers, water mains, buildings and vehicles), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

For more detailed information see the statement of net assets (page 16).

The Village's combined net assets (which are the Village's equity) decreased to \$371.6 million from \$375.8 million as a result of the decrease in net assets in both the governmental and business-type activities. Net assets of the Village's governmental activities were \$268.5 million. The Village's unrestricted net assets for governmental activities, the part of net assets that can be used to finance day-to-day operations, were a surplus of \$17.9 million. The net assets of business-type activities decreased to \$103.1 million from \$104.7 million. The Village can use unrestricted net assets to finance the continuing operation of its water and sewer system.

Management's Discussion and Analysis (Continued)

Table 1
Statement of Net Assets
As of April 30, 2009
(In millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Current Assets	\$ 74.3	\$ 44.1	\$ 31.2	\$ 36.9	\$ 105.5	\$ 81.0
Non Current Assets	2.2	0.5	0.3	0.2	2.5	0.7
Capital Assets	<u>300.2</u>	<u>284.6</u>	<u>116.7</u>	<u>113.3</u>	<u>416.9</u>	<u>397.9</u>
Total Assets	376.7	329.2	148.2	150.4	524.9	479.6
Current Liabilities	21.3	17.8	5.0	3.8	26.3	21.6
Non Current Liabilities	<u>86.9</u>	<u>40.3</u>	<u>40.1</u>	<u>41.9</u>	<u>127.0</u>	<u>82.2</u>
Total Liabilities	108.2	58.1	45.1	45.7	153.3	103.8
Net Assets:						
Invested in Capital Assets, Net of Related Debt	249.6	247.7	74.3	69.8	323.9	317.5
Restricted	1.0	1.5	-	-	1.0	1.5
Unrestricted (deficit)	<u>17.9</u>	<u>21.9</u>	<u>28.8</u>	<u>34.9</u>	<u>46.7</u>	<u>56.8</u>
Total Net Assets	<u>\$268.5</u>	<u>\$271.1</u>	<u>\$ 103.1</u>	<u>\$ 104.7</u>	<u>\$371.6</u>	<u>\$375.8</u>

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Assets summary presentation.

Net Results of Activities – which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for Capital – which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital – which will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt which will not change the invested in capital assets, net of debt.

Spending of Non-borrowed Current Assets on New Capital – which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase invested in capital assets, net of debt.

Principal Payment on Debt – which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase invested in capital assets, net of debt.

Reduction of Capital Assets through Depreciation – which will reduce capital assets and invested in capital assets, net of debt.

Current Year Impacts

The Village's governmental activities net assets decreased \$2.6 million and can be attributed to several factors. Assets increased by \$47.5 million, which can be attributed to increased capital asset balances in the current year and increased cash balances due to unspent bond proceeds. Liabilities increased by \$50.1 million which can be attributed to increased long-term debt to be used for the construction of the new Village Hall.

The Village's business-type activities net assets decreased \$1.6 million and can be attributed to several factors. Assets decreased by \$2.2 million, which can be attributed to decreased cash on hand when compared to the prior year, this decrease was offset by increased capital asset balances. Liabilities decreased by \$0.6 million which can be attributed to decreased long-term debt.

Current year impacts are discussed in more detail after Table 2.

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

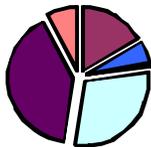
Changes in Net Assets

The following chart compares the revenue and expenses for the current fiscal year.

Table 2
Changes in Net Assets
For the Fiscal Year Ended April 30, 2009
(In millions)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
REVENUES						
Program Revenues						
Charges for Services	\$ 7.7	\$ 10.0	\$13.1	\$13.7	\$ 20.8	\$ 23.7
Operating Grants and Contributions	2.7	1.8	-	-	2.7	1.8
Capital Grants and Contributions	0.2	6.2	0.1	3.5	0.3	9.7
General Revenues						
Property Taxes	13.7	12.8	-	-	13.7	12.8
Sales Taxes	7.5	7.1	-	-	7.5	7.1
Income Taxes	3.2	3.5	-	-	3.2	3.5
Utility Taxes	5.4	5.2	-	-	5.4	5.2
Other Taxes	2.7	4.1	-	-	2.7	4.1
Transfers	2.5	2.4	(2.5)	(2.4)	-	-
Other	<u>1.1</u>	<u>2.0</u>	<u>0.8</u>	<u>2.4</u>	<u>1.9</u>	<u>4.4</u>
Total Revenues	46.7	55.1	11.5	17.2	58.2	72.3
EXPENSES						
General Government	11.9	12.9	-	-	11.9	12.9
Public Safety	18.3	17.0	-	-	18.3	17.0
Public Works	11.8	11.6	13.1	11.8	24.9	23.4
Culture and Recreation	4.3	3.8	-	-	4.3	3.8
Debt Service	<u>3.0</u>	<u>1.6</u>	<u>-</u>	<u>-</u>	<u>3.0</u>	<u>1.6</u>
Total Expenses	49.3	46.9	13.1	11.8	62.4	58.7
CHANGE IN NET ASSETS	<u>(2.6)</u>	<u>8.2</u>	<u>(1.6)</u>	<u>5.4</u>	<u>(4.2)</u>	<u>13.6</u>
ENDING NET ASSETS	<u>\$268.5</u>	<u>\$271.1</u>	<u>\$103.1</u>	<u>\$104.7</u>	<u>\$371.6</u>	<u>\$375.8</u>

2009 Governmental Activities Revenue



- Charges for Services
- Capital Grants
- Other Taxes
- Operating Grants
- Property Tax
- Other

2009 Governmental Activities Expenses



- General Government
- Public Works
- Culture & Recreation
- Public Safety
- Debt Service

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

There are eight basic impacts on revenues and expenses as reflected below:

Normal Impacts

Revenues:

Economic Condition – which can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/Decrease in Village Board approved rates – while certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fee, building fees, home rule sales tax, etc.)

Changing Patterns in Intergovernmental and Grant Revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.

Market Impacts on Investment income – the Village's investment portfolio is managed using a similar average maturity to most governments. Market conditions may cause investment income to fluctuate.

Expenses:

Introduction of New Programs – within the functional expense categories (Public Safety, Public Works, General Government, Parks, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel – changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent 80% of the Village's operating costs.

Salary Increases (annual adjustments and merit) – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuels and parts. Some functions may experience unusual commodity specific increases.

Current Year Impacts

Revenues:

For the fiscal year ended April 30, 2009, revenues from all activities totaled \$58.2 million. The Village has a diversified revenue structure and depends on several key revenue sources to help pay for the services provided. These sources include property taxes, sales taxes, utility taxes, shared revenues from the State (Income tax, Motor Fuel tax), building permits, grants, developer contributions, rubbish collection fees, water and sewer sales to customers and tap-on fees.

The Village saw a 9% increase in the equalized assessed valuation (EAV) from \$1,126 million to \$1,228 million. The increase in its property tax revenue in 2008 compared to previous years was 9%. The tax rate remained the same at \$1.02 per \$100 EAV. The Village, as a Home Rule community is not subject to the property tax cap laws. Due to the new growth and decreased rate the Village was able to collect an additional \$0.9 million in property tax (\$13.7 million vs. \$12.8 million).

Sales Tax increased by \$0.4 million or 6%. Sales Tax increased due to Wal-Mart sales growth and the addition of Kohl's, Chili's and Aldi, along with other retailers, opening for business during the second half of fiscal year 2009.

State Income Tax decreased \$0.3 million or 9% due to the economic downturn which resulted in lost jobs and lower earnings

Utility taxes increased \$0.2 million or 4% due to additional usage from new commercial and industrial users and additional usage from the Citgo refinery.

Management's Discussion and Analysis (Continued)

The Village saw a decrease in other tax revenue over the prior year of \$1.40 million or 34%. This decrease can be attributed to the severe economic downturn in late 2008 which greatly reduced the residential and business growth in the Village and severely impacted several revenue streams. The decreases were in Real Estate Transfer Tax (\$0.9 million), Local Gas Tax (\$0.2 million), Hotel Tax (\$0.2 million) and State Motor Fuel Tax (\$0.1 million). The Real Estate Transfer Tax suffered from both the burst in the Real Estate market, the general economic downturn which has stifled the number of transactions, which are occurring due to lower prices in general and home, being sold through the foreclosure process. The significant decrease in the Hotel Tax reflects that a significant amount of back taxes were collected in the prior year as well as the affects of the economic downturn.

License and permit revenue decreased 56% in 2009 from \$2.5 million in 2008 to \$1.6 million in 2008. The decrease came from a decrease in building permits (\$0.7 million) and permit review fees (\$0.3 million). The decrease in building permits and In-house reviews came from a decrease in commercial and industrial growth.

Developer contribution revenue decreased in 2009 from \$9.7 million in 2008 to \$0.3 million in 2009. The decrease can be attributed to the fact that last year the Village received developer contributions of infrastructure of \$7.1 million. Cash contributions decreased by \$2.3 million versus 2008. Developer contributions will fluctuate greatly from year to year depending on the amount, timing and location of the development. The Village receives contributions from a variety of sources and timing mechanisms that correspond with development. Depending on the annexation agreement, agreement with the developer and/or road recapture agreement fees may be captured at the start, end or throughout the life of a project.

Investment returns, excluding pension funds, decreased by approximately 41% due to decreased interest rates and fewer funds to invest.

Charges for Services in 2009 exclude the Lockport Fire Agreement revenues of \$1.3 million, which is a \$0.3 million increase over last year. The fees are included in the Operating Grants and Contributions section. The Lockport Fire Agreement is a shared revenue agreement based on property taxes. The shared revenue area saw a large increase in taxable value due to industrial development.

Charges for services decreased by \$1.0 million or 9%, excluding license and permit decrease of \$0.9 million and \$1.0 million Lockport Fire Agreement reclassification (2008 value). The decreases came from both Government activities (\$0.4 million) and Business-Type Activities (\$0.6 million). Government activities saw decreases in the following areas; Fines (\$0.2 million) and Engineering Fees (\$0.4 million). The decreases were offset by increases in Rubbish Collection Fees (\$0.1 million). Fines decreased due to fewer forfeited funds generated from police-related activities, which vary greatly from year to year and Vehicle Impound Fees due to a rate decrease from \$500.00 to \$300.00. Rubbish fees increased due to contracted rate increases. The Village charges residents the same monthly cost per house paid to the refuse hauler. The engineering fees decrease resulted from fewer large commercial and industrial projects. The engineering services reimbursements will fluctuate greatly from year to year depending on the amount, timing and location of development.

The Business type activities (water and sewer operations) decrease was from water and sewer sales (\$0.6 million). The decrease is due to removing the sewer discharge of a large industrial user off the Village's system, less watering due to a rainy and mild spring and summer and less commercial and industrial usage due the economic downturn.

The Police Pension fund had a down year in 2009. Actuarial assumptions estimate that the Village will return 7% annually for pension fund purposes when, in actuality, the Police Pension fund had a negative return of 11.6% in 2009. The negative return was caused by the downturn in the equity markets which was reflected in the decline of the market value in mutual funds and annuities held by the fund. Overall, the fund decreased by 6.6% in value; the investment earnings decreases and fund expenses were offset by Village contributions and employee contributions. The Police Pension fund has a diverse portfolio that includes cash and cash equivalents (7%), treasuries and agencies (50%) and various annuities and equities (43%).

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

The Fire Pension fund had a below average year in 2009. Actuarial assumptions estimate that the Village will return 7% annually for pension fund purposes when, in actuality, the Fire Pension fund returned 4.8% in 2009. Overall, the fund increased by 21.8% in value from a combination of investment earnings, Village contributions and employee contributions. The Fire Pension fund is very conservative with approximately 91% of the assets invested in cash equivalents (2%), federal treasuries, agencies and municipal bonds (76%). The remaining 22% is invested in mutual funds. The returns are due to interest earnings and moderate changes in market valuations of investment. Interest earnings and valuations gains in fixed income offset losses in equity values.

Expenses:

The Village's total expenses for all activities for the year ended April 30, 2009 were \$62.4 million. Expenses increased 6% (\$3.7 million) as compared to 2008.

Government activities costs increased by \$2.4 million. The increases came from Public Safety (\$1.3 million), Public Works (\$0.2 million), Culture and Recreation (\$0.5 million) and Debt Service (\$1.4 million) which was offset by \$1 million decrease in General Government.

General government activities decrease of \$1 million is attributed to \$1.3 million in architectural fees for the new Village Hall/Police Station in FY 07-08 while no such fees were included under General Government in FY 08-09.

Public Safety increased by \$1.3 million primarily due to salary increases of \$1.1 million. The increase is due to 3 new sworn officers, 3 new firefighter positions and the effect of cost of living adjustments and step increases. The positions were authorized last fiscal year but not filled for a full year until FY 08-09. The Village has an authorized strength of 69 sworn police personnel and 16 full-time fire personnel plus a pool of approximately 37 part-time fire personnel. The patrol officers are members of the Metropolitan Alliance of Police Chapter 342. Fiscal year 2009 was the third year of a three-year contract. The new contract is currently in negotiations at the time of the report issuance. Fire personnel were unionized during 2007. Negotiations started in fiscal year 2009 but not much progress has been made. It is anticipated that both contracts will be settled during FY 10-11.

The culture and recreation increase is due to \$0.3 million in personnel costs due to raises and \$0.2 million spread over a variety of contractual, commodity and other accounts including a master plan study and an increased contribution to the Tri-County Special Recreation program.

Business activities (water and sewer) increased by \$1.3 million or 11%. The increase was due to increased depreciation expense (\$0.8 million) and interest expense (\$0.4 million). The Village has greatly enhanced its water and sewer infrastructure over the past few years including the completion of several ion exchange plants and the expansion of its water treatment plant. The Village made its first payment on the IEPA loan during the fiscal year. The Village also provides water to its residents through its system of wells. The water and sewer operations accounted for 52% of the total Public Works activities.

Financial Analysis of the Village's Funds

Governmental Funds

At April 30, 2009, the governmental funds (as presented on the balance sheet on page 18) reported a combined fund balance of \$55.9 million. Revenues/sources exceeded expenditures/uses in 2009 by \$27.4 million. The primary reason for this excess was due to the Facility Construction Fund which reflects a surplus of \$30.0 million of revenue/sources versus expenditures. The statements reflect the Village's issuance of bonds (\$47 million) to build a new Village Hall/Police Station, two new Fire Stations and other projects. The majority of the proceeds will be used in subsequent years to complete the projects.

General Fund Budgetary Highlights

Prior to or at the last Village Board meeting in April, the Mayor submits to the Village Board a proposed operating budget for the fiscal year commencing on May 1. The operating budget includes proposed expenditures and the means to finance them. The Village had no budget amendments in 2009. Below is a table that reflects the original budget and the actual activity for the revenues and expenditures for the General Fund.

Management's Discussion and Analysis (Continued)

Table 3
General Fund Budgetary Highlights
(In millions)

General Fund	Original Budget	Actual
Revenues and Other Financing Sources		
Taxes	\$8.8	\$8.8
Other taxes	17.1	14.2
Interest	0.9	0.2
Fines	0.7	0.7
Licenses and permits	2.0	1.6
Charges for services	4.6	3.8
Intergovernmental	4.8	4.8
Other	0.8	0.7
Other financing sources	<u>2.5</u>	<u>2.7</u>
Total	42.2	37.5
Expenditures and Other Financing Uses		
General government	10.7	8.8
Public safety	16.6	15.2
Public works	7.4	6.9
Capital outlay	5.0	4.0
Debt service	0.3	0.2
Other financing uses	<u>2.2</u>	<u>2.4</u>
Total	42.2	37.5
Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>

As shown above the General Fund was budgeted to break-even, while actual results were near breakeven (\$31,000 deficit). Both revenues and expenditures were under budget by approximately \$4.7 million.

The Village received \$2.9 million less in other taxes than anticipated. The Village received \$2.1 million less in sales tax due to slower than anticipated retail development at the Airport and Weber Road corridor and the economic downturn. The Village also received \$0.1 million less both in utility taxes and local motor fuel tax due to slower than anticipated growth and decreasing demand. The downturn in the real estate market resulted in a decrease of \$0.5 million in Real Estate Transfer taxes.

Interest was under budget due to lower interest rates and less funds on hand than anticipated in the budget.

Building Permits were budgeted at a conservative level based on projects in process during fiscal year 2009. However, because of the economic slowdown, lower than anticipated projects resulted in \$0.4 million less in permit fees and in-house plan reviews. Developers have cancelled or put on hold numerous projects.

Charges for services were under budget by \$0.8 million due to less than anticipated Engineering Fees (\$0.4 million) due to the economic downturn. Fire Academy Revenues were under budget by \$.2 million due to less than anticipated Academy activity. Academy expenditures were under budget by the same amount. Also under budget were Ambulance Fees (\$0.1 million) and rubbish collection fees (\$0.1 million). Ambulance activity and the amount anticipated to be collected per run was lower than anticipated. The increase in vacant homes in the Village resulted in lower rubbish collection fees which are billed directly to the homeowners.

Other revenues were under budget by \$0.1 million. The Village had anticipated collecting \$80,000 in shared revenue from a boundary agreement with Bolingbrook while no funds were collected. The actual amount is anticipated to be less than what was budgeted. Bolingbrook will be responsible for calculating the shared revenue.

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Other financing sources, which consist of interfund transfers and lease proceeds, were received as budgeted regarding transfers from the water and sewer funds (\$2.5 million) and the Motor Fuel Tax Fund (\$29,000) but included \$0.2 in lease proceeds for an ambulance, which was not budgeted.

General government expenditures were under budget by \$1.9 million. The majority of the savings came from unspent reserves (\$1.5 Million). The reserves were for Sales Tax incentives (\$0.9 million savings), Marquette TIF repayment (\$0.3 Million), Contingencies (\$0.2 million) and Extended Prisoner Stay (\$0.2 Million). The Village saved \$0.3 million in liability and worker compensation insurance, \$0.2 million in IT contractual services and \$0.1 million in professional services related to plan and inspection reviews. The savings were offset by additional legal fees of \$0.4 million.

The additional legal fees were spent on eminent domain proceedings to secure land for open space. Information technology contractual services were under budget by \$0.2 million because of a deferral of projects and the \$0.1 million enterprise-wide software lease payment included for fiscal year 2009 and made in the previous fiscal year.

Public safety expenditures were under budget by \$1.4 million. The majority came through salary savings including the timing of hiring new fire and police personnel including 3 Battalion Chief positions and 3 patrol officers and the filling of vacant code enforcement, E911 Dispatcher and Part-time Firefighter positions. Total Police Department salary savings were \$0.2 million while Fire Department salary savings were \$0.7 million. Fire Academy expenditure was \$0.1 million less than anticipated due to fewer classes than planned. Fire contractual savings of \$0.2 million are spread over several accounts and include a delay of a budgeted \$43,000 intergovernmental payment to the Lemont Fire Protection District that is under review to ensure that the payment formula is being applied to the correct properties. Other savings pertain to ambulance billing and E-911 dispatch fees.

Public works expenditures were under budget by \$0.5 million. Public works realized \$0.5 million in savings from a variety of contractual services including building maintenance, vehicle maintenance, equipment rental, and refuse collection costs.

Capital outlay expenditures were under budget by \$1 million due to savings and timing of road work projects (\$0.9 million), the delay of seeding projects (\$0.1 million) and beautification projects (\$0.3 million) which was offset by an average of \$0.3 million in public safety which included the unbudgeted ambulance that was lease purchased (\$0.2 million).

Debt service was under budget by \$0.1 million due to a lease for a burn tower that was contemplated as part of the fiscal year 2009 budget. The burn tower construction and lease occurred in fiscal year 2010.

Other financing uses, which are transfers to other funds, exceeded the budget because of an unbudgeted transfer of an additional \$0.2 million transferred to the Debt Service Fund. The \$0.2 million transferred to debt service will be used for fiscal year 2010 bond payments pertaining to debt issued for the Village Hall/Police Station project.

The Village made a concerted effort to keep General Fund expenditures within or under revenues for fiscal year 2009. The Village, at the start of fiscal year 2005 had a negative fund balance of \$0.6 million. The fiscal year 2008 fund balance is now at \$11.0 million. The Village's long-term goal is to have and maintain a positive fund balance equal to 25% of the General Fund budget. The Village decreased the fund balance by \$31,000 in 2009. The Village's targeted fund balance, based on actual expenditures, as of April 30, 2009 was \$9.4 million. The fiscal year 2010 budget is \$40.0 million, with a targeted fund balance of \$10 million. The Village's estimated 2011 budget of \$39 million has a targeted fund balance of \$9.8 million.

Capital Assets

At the end of the fiscal year 2009, the Village had a combined total of capital assets of \$416.9 million (after accumulated depreciation of \$111.6 million) invested in a broad range of capital assets including land, land improvements, buildings, vehicles, machinery and equipment, furniture and fixtures, streets, bridges, water mains, storm sewers and sanitary sewer lines. (See Table 4 below). This amount represents a net increase (including additions and deletions) of just over \$19.0 million. Detailed information related to capital assets is included in Notes 1 and 4 to the basic financial statements

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

The Net Capital Assets of the Village increased by \$19.0 million over 2008. The main reasons for the increase can be attributed to the building of a new Village Hall and Fire Station by the Village and increases in the Village's infrastructure in 2009. The majority of the infrastructure increases were in roads and the water and sewer system.

Table 4

	Total Capital Assets at Year End Net of Depreciation (In millions)		
	Balance 4/30/08	Net Additions/Deletions	Balance 4/30/09
Land	\$168.1	\$ 2.2	\$170.3
Buildings	14.7	5.0	19.7
Machinery and Equipment	3.0	(0.5)	2.5
Furniture and Fixtures	0.8	(0.1)	0.7
Vehicles	2.8	-	2.8
Infrastructure	202.9	(0.7)	202.2
Other Equipment	0.4	(0.1)	0.3
Construction in Progress	<u>5.2</u>	<u>13.2</u>	<u>18.4</u>
Total Capital Assets	<u>\$397.9</u>	<u>\$19.0</u>	<u>\$416.9</u>

Debt Outstanding

As of April 30, 2009 the Village had outstanding bonded debt of \$101.6 million. Of this amount \$18.6 million represented general obligation bonds associated with business-type activities. Alternate revenue bonds associated with governmental activities totaled \$2.1 million at April 30, 2009, while general obligation bonds associated with governmental activities totaled \$80.9 million.

As of April 30, 2009, the Village has a \$23.7 Illinois Environmental Protection Agency Clean Water State Revolving Funds loan.

In June of 2008 the Village issued \$47.1 million G.O. Bonds, Series 2008A&B to pay cost related to the new Village Hall and fire station.

In November 2008, the Village issued \$4.9 million of G.O Bonds, Series 2008C to advance refund \$4.9 million of outstanding G.O Bonds, Series 1999.

The Village is no longer subject to the debt limit due to its Home Rule community status. A brief discussion of Home Rule is found below in the Economic Factors section of the Management Discussion and Analysis.

However, The Village's legal debt limitation would be \$105,937,682 if it were a non-Home Rule community. The limit is based on 8.625% of the 2008 equalized assessed valuation of \$1,228,262,980.

Economic Factors

The Village became a Home Rule community in February of 2004. Home Rule communities are not subject to the state imposed property tax cap which limits property tax increases, excluding new development and newly annexed property, to the lesser of 5% or the CPI. Home Rule communities have no legal debt limit, can implement additional revenue sources not available to non Home Rule communities and can implement regulations not available to non Home Rule communities. Under Illinois State Statutes a Village or City automatically qualifies as a Home Rule community when the population exceeds 25,000.

The financial condition of the federal and State governments has had a dramatic effect on the Village of Romeoville during fiscal year 2009 and is expected to continue through fiscal year 2010. Grant assistance is extremely competitive and previously reliable state shared revenues (especially the income tax and use tax), which had been trending upward, will be reduced on a per capita basis going forward due to the economic downturn. The Village will need to look internally and consider increasing other revenue sources and/or reduce expenditures until these larger governments get their finances in order.

The Village implemented a 1% Food and Beverage tax and increased the Home Rule sales tax of 1% to 1.5% in the fall of 2009. The new rates went into effect January 1st, 2010. The sales tax increase will generate \$1.4 million on an annual basis while the

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Food and Beverage Tax will generate \$400,000 on an annual basis. The taxes were implemented to ensure the Village does not have a large General Corporate Fund shortfall for FY 2009-10 and help to balance the 2010-11 General Corporate Fund budget. Even with the additional funds from these sources the Village's 2010-11 budget will be \$1 million less than FY 2009-10 (\$39 million versus \$40 million).

It was discovered over the course of fiscal year 2006 that the State of Illinois had improperly allocated \$824,000 in sales tax collected by CITGO to the Village over a period of several years. Half of the CITGO refinery resides in the Village and the other half is in unincorporated Will County but the address is a Romeoville address. The sales did occur in unincorporated Will County. The State determined in June of 2006 that the Village, through monthly deductions from sales tax distributions will repay the misallocated sales tax \$11,447 per month for 72 months. The Village will be impacted by this until July of 2011.

The Village pursued the implementation of a Real Estate Transfer Tax. The tax, by state statute, can only be implemented by Home Rule communities but still must be approved by the voters through the referendum process. The Village was able to successfully pass the referendum during the April 5, 2005 elections. The Real Estate Transfer Tax was implemented in June of 2005 and generated \$1.25 million which exceeded the estimated referendum amount of \$1,073,000. In fiscal year 2007 the tax generated \$1.7 million. However that decreased to \$1.5 million for fiscal year 2008 and \$0.6 million for 2009. The slowing housing market will have a large impact on fiscal year 2010 and 2011 revenues as both years will be similar to 2009. The Village pledged, through the referendum process, to use half the proceeds for recreational projects and open space acquisition and the other half for growth related capital projects and public safety equipment.

Fiscal year 2004 saw the start of a slowdown in residential growth in the Village. The trend continued during the 2009 fiscal year. The Village's housing starts have decreased from the 700 to 1,200 range to the 5 to 15 range.

The Village is starting to receive fewer funds from growth related revenues including building permits and tap-on fees and is starting to experience smaller annual increases in areas such as water and sewer revenues, utility tax and recreation department revenues. The Village was seeing an increase in commercial and industrial development. The increase in commercial and industrial development did have a positive impact on sales tax, property tax, utility tax, business licenses and water and sewer revenues. However the downturn in the economy is having a large impact on these growth related revenue streams.

The Village, in hope of revitalizing what is now designated as the downtown area, has formed a new Tax Increment Finance District (Downtown TIF) to provide a funding mechanism for the needed activities and projects. The revitalization will provide an economic engine on the Village's aging North side. The revitalization is expected to have a long-term positive impact on property taxes, sales taxes, building permits and other revenue sources.

More importantly, the Downtown TIF is expected to improve the quality of life for the residents. The Downtown TIF is anticipated to attract new quality businesses to the area and some new housing (100 to 200 units) in the form of upscale town homes and/or mid-rise condominiums. Businesses may include a food store to replace the departed Sterk's store, a hardware store, restaurants, coffee shops, bakeries, a movie theater, boutique shops, a community center, a park with a band shell and a renovated library facility. The plans are still in preliminary stages. The Village continues to meet with developers after the formation of the TIF to refine the Village's downtown vision. It is anticipated that a master developer will be selected during the 2011 fiscal year.

The downtown area is generally bounded by Normantown Road on the north, Illinois Route 53 on the east, Alexander Circle on the south and Dalhart Avenue on the west. The area includes what currently are the Spartan Square Shopping Center and the surrounding vacant land and various out lots.

The entire Downtown TIF area is approximately 421 acres including the Downtown Area. The Downtown TIF will extend east of the Downtown area to include nearby industrial parks and open space up to and along the Des Plaines River and south along the Route 53 frontage properties to Romeo Road. The Downtown TIF is contiguous to the existing Marquette TIF.

The Village may spend \$50.0 million in projects throughout the Downtown TIF area with the main focus in the designated downtown area. Projects include Route 53 landscaping islands, infrastructure improvements to storm water systems, improve and realign roadways and property acquisition, assembly, preparation and maintenance. TIF dollars will be used to assist property owners with property rehab, façade improvements, relocation expenses and other incentives. The Village has implemented extensive design standards for properties located within the TIF area and wants to improve the existing structures to meet the new standards. It is anticipated that the Village will have to issue General Obligation TIF bonds to provide the immediate funding needed for a portion of the projects. The Village would expect, based upon a \$19 million bond issue, to pay

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

\$13 million in financing costs. The bonds would be paid with TIF funds. Final numbers and projects will be revised after a master developer has been selected.

The Downtown TIF will allow the Village to capture property tax dollars based upon additional equalized assessed value (EAV) realized above 2003 values and the combined tax rate for all taxing bodies. Property owners in the Downtown TIF will pay the property taxes they would normally pay. The taxing bodies receive property taxes based upon the 2002 EAV of the TIF area and the Village would receive the remaining portion of property taxes for the incremental EAV above the 2003 level. The Village has received approval and support from the taxing bodies affected by the Downtown TIF, including the Valley View 365U School District. The Village began to receive TIF funds in the 2006-07 fiscal year.

The Village plans to construct a community center in the Downtown TIF District. The community center will give the Village a presence in the downtown and will serve as an attraction to bring both a daytime and nighttime population to the downtown. The community center would cost an estimated \$12 million. The community center may contain space for a performing arts center/stage, gymnastics, martial arts, dance, a gymnasium, community rooms and a home for the Special Recreation Association. The community center project may be included as part of the Downtown TIF bond issue. It is anticipated that the community center would open late 2012 or early 2013. However, the Village is also pursuing a Public/Private partnership to build a community facility as well.

The Downtown TIF's base 2003 EAV is \$9.9 million and is anticipated to grow to \$55 million by the final year of the TIF (2027) or a final increment of \$45.1 million. The Downtown TIF will have two main revenue sources to support the planned projects. The Downtown TIF may generate an estimated \$35.5 million in Downtown TIF property taxes and interest.

An additional \$20 million is anticipated to be imported from the existing Marquette TIF. State Statutes allow the villages to import/export TIF Funds between TIF Districts if they are contiguous with each other.

The Village is investigating the possibility of extending the life of the Marquette TIF for 12 years to further support what the Village hopes to accomplish in the Downtown area and forming two new TIF Districts. One of the new TIF's would be located along Route 53 and Joliet Road with properties near or adjacent to the Marquette TIF and a TIF along Route 53 and 135 St. extending to the south and east.

The Village created a third TIF in fiscal year 2008. The Romeo Road TIF is located on the North East corner of Route 53 and Romeo Road and is 2.5 acres in size. The TIF was created to provide \$350,000 in incentives for Developers to bring a Walgreens to the site. The Walgreens opened in October of 2008. The site was home to a long-time closed Amoco station. The site has a number of environmental and infrastructure challenges and would not be developed without the incentives. The Romeo Road TIF is contiguous to the Downtown TIF. The Village will be performing additional turn lane improvements at the Walgreens, which will be funded out of the Romeo Road TIF.

The Village acquired the Spartan Square Shopping Plaza, located within the Downtown TIF, during fiscal year 2008. The Village was in the process of looking at condemnation. Having control of the property provides the Village better flexibility and flow of information in working with potential developers with regards to the property. The Village acquired vacant land from Harris Bank during fiscal year 2009, next to the facility located in the downtown area for \$2.2 million. The land will be used for the community center.

Ace Hardware, the major tenant has moved out of the Spartan Square Plaza prior to the expiration of the lease but they do want to return when the envisioned future retail center is constructed. The Village is working with the remaining tenants to leave so that the current structure can be razed and prepared for redevelopment.

The Village needs new facilities to house current and future Village Employees. The Village's Police Department is most in need of additional space. The Village conducted a space needs analysis during the 2006 fiscal year. The Village, spread out over several locations and buildings, currently operates out of a space of slightly over 32,000 square feet, including the Police Department's 11,400 square feet of space. The space serves 180 employees.

The Village is building a combined Village Hall and Police Station. Currently, residents have to go to several locations to access Village services. The new 118,000 square foot facility would combine those services at one location. The Village Hall/Police Station is located on a site immediately west of the Recreation Center on 135th St. The Village broke ground on the new Village Hall/Police Station in June of 2008. It is anticipated that the new facility would be completed by the late spring or early summer of 2010.

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

The Village had planned on constructing two new fire stations. Fire Station #3, located at Normantown and Birch roads, was completed in October of 2008. The other Fire Station, known as Fire Station #1, will be located on the Joliet Arch Diocese property located on Route 53 between the cemetery and 135th Street. The Village purchased the land in 2009 for \$0.3 million. The Village may not construct the new Fire Station #1 but will instead use the funds to fund \$2 million in improvements to Veterans Parkway. Also the Radio System required by the Police, Fire and REMA exceeded the budget allotment by \$1 million and funds were used for improvements to Fire Station (\$0.3 million). The original Fire Station #1 will be razed if the new Fire Station is constructed. Fire Station #1 is expected to break ground during fiscal year 2010, if constructed. If the Station is not constructed, then improvements will be made to the current Fire Station# 1.

The Village originally issued bonds to pay for the new Village Hall/Police Station (\$47.1 Million), Deer Crossing Park (\$3.3 Million), the two fire stations (\$9.5 million) and a building renovation/road alignment (\$1.9 million) on property acquired from the Valley View School district next to the recreation center (commonly known as the Bus Barn Site). The projects, including the revisions discussed above, will cost \$61.8 million. The debt service is not anticipated to be included as part of the property tax levy. The Village plans to use funds generated from Home Rule sales tax and Lockport Fire Protection District agreement to make the debt service payments. The projects will be funded with bond proceeds (\$57.8 million), sale of land (\$2.0 million), interest (\$0.8 million), transfer from the General Fund (\$0.8 million) and grants and donations for the park (\$0.4 million). The sale of land to the Will County Forest preserve was completed in fiscal year 2008. The land is part of the O'Hara woods and is located directly behind the Village Hall site and Deer Crossing Park. The Village is still waiting for a \$400,000 grant from the state for Deer Crossing Park.

The Village issued short-term variable bonds in 2006 (\$8.3 million) to purchase the land for the Village Hall/Police Station and Fire Stations. The Village issued three series of bonds to fund the construction of the projects described above (\$57.8 million), repayment of the variable bonds (\$8.6 million) and issuance costs. The first bond issue (\$12.8 million) was in November of 2007. The other issues (\$47.1 million - 2008 Series A & B) occurred in June of 2008.

The Village, in order to increase sewage treatment capacity and meet EPA requirements has started to perform a wastewater consolidation and expansion project. The total project will cost \$36 million and will take several years to complete. The Village should complete the project in fiscal year 2011. The Village has secured an Illinois EPA Revolving Loan (\$26 million) for a low interest loan to fund the project. The current IEPA loan rate is 2.5%. The loan is for 20 years. Annual payments, based on the full amount of the loan, are an estimated \$1.7 million. The loan is being repaid from water and sewer revenues. The IEPA will recalculate a final schedule after the projects are complete and no further loan proceeds are due to the Village. The Village is currently making payments on a preliminary schedule of \$1.6 million. The Village anticipates receiving \$1.5 million in loan proceeds

The economic downturn continues to have a tremendous impact on the Village. The Village's fiscal year 2010 General Fund budget was \$40.4 million dollars, but revenues and expenditures are anticipated to come in around \$38 million. The fiscal year 2011 budget is estimated to be \$39 million. Sales tax, while still increasing, is anticipated to be \$.8 million below budgeted levels including the Home Rule increase that went into effect in January of 2010. Real Estate Transfer Tax over the last year has decreased from \$1.5 million to \$0.6 million. Building permits have decreased from \$1.7 million to \$1.1 million in fiscal year 2009 and are expected to decrease to \$0.5 million for fiscal year 2010.

The Village's contracts with the Police Union (MAP) and Public Works/Clerical/Inspectors/Code Enforcement/E-9aa Dispatch (AFSCME) expired at the end of fiscal year 2009. Negotiations started during the spring of 2009. The Village settled with AFSCME in September of 2009. There were no major changes to the contract, which did include a 2% annual Cost-of-Living Adjustment (COLA). Non-Union Employees also received a 2% COLA for FY 09-10. The Police Union contract appears to be headed for arbitration after an agreement was not reached through standard negotiations and Federal mediation. The Village is also in negotiations with the recently formed Fire Union for their very first contract.

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Kirk Openchowski, Finance Director, Village of Romeoville, 13 Montrose Drive, Romeoville, Illinois 60446.

Village of Romeoville, Illinois

Statement of Net Assets
April 30, 2009

	Governmental Activities	Business-Type Activities	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 62,179,869	\$ 26,041,002	\$ 88,220,871
Receivables:			
Property taxes	11,403,018	-	11,403,018
Accounts	979,243	1,375,222	2,354,465
Other	939,669	-	939,669
Internal balances	(3,719,829)	3,719,829	-
Due from other governmental units	2,545,965	-	2,545,965
Total current assets	<u>74,327,935</u>	<u>31,136,053</u>	<u>105,463,988</u>
Non-Current Assets			
Unamortized bond costs and discounts	2,144,689	311,431	2,456,120
Capital assets not being depreciated	187,892,653	821,675	188,714,328
Capital assets being depreciated, net	112,298,749	115,919,887	228,218,636
Total non-current assets	<u>302,336,091</u>	<u>117,052,993</u>	<u>419,389,084</u>
Total assets	<u>\$ 376,664,026</u>	<u>\$ 148,189,046</u>	<u>\$ 524,853,072</u>
Liabilities and Net Assets			
Current Liabilities			
General obligation bonds	\$ 1,549,103	\$ 1,620,897	\$ 3,170,000
Alternate revenue bonds	135,000	-	135,000
Note payable	-	997,008	997,008
Capital leases	198,177	-	198,177
Accounts payable	3,174,670	1,389,914	4,564,584
Accrued liabilities	1,529,282	171,291	1,700,573
Accrued interest	852,159	542,300	1,394,459
Deposits	2,305,802	135,499	2,441,301
Compensated absences	81,782	105,123	186,905
Unearned revenue	11,439,242	-	11,439,242
Total current liabilities	<u>21,265,217</u>	<u>4,962,032</u>	<u>26,227,249</u>
Long-Term Liabilities, net of current maturities			
Unamortized bond premium	469,059	296,560	765,619
Deferred amounts on refunding	-	45,462	45,462
General obligation bonds	79,332,354	17,016,055	96,348,409
Alternate revenue bonds	1,955,000	-	1,955,000
Note payable	-	22,751,128	22,751,128
Capital leases	663,212	-	663,212
Pension obligation	1,591,369	-	1,591,369
OPEB obligation	50,246	-	50,246
Compensated absences	2,864,234	-	2,864,234
Total long-term liabilities	<u>86,925,474</u>	<u>40,109,205</u>	<u>127,034,679</u>
Total liabilities	<u>108,190,691</u>	<u>45,071,237</u>	<u>153,261,928</u>
Net Assets			
Invested in capital assets, net of related debt	249,592,572	74,356,474	323,949,046
Restricted for MFT Allotments	993,014	-	993,014
Unrestricted	17,887,749	28,761,335	46,649,084
Total net assets	<u>268,473,335</u>	<u>103,117,809</u>	<u>371,591,144</u>
Total liabilities and net assets	<u>\$ 376,664,026</u>	<u>\$ 148,189,046</u>	<u>\$ 524,853,072</u>

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Statement of Activities
Year Ended April 30, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Assets		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	
Governmental activities:							
General government	\$ 11,890,523	\$ 2,709,581	\$ -	\$ 57,816	\$ (9,123,126)	\$ -	\$ (9,123,126)
Public safety	18,270,997	1,341,973	1,507,188	-	(15,421,836)	-	(15,421,836)
Public works	11,789,575	2,711,254	1,006,895	-	(8,071,426)	-	(8,071,426)
Culture and recreation	4,296,423	909,796	182,200	90,000	(3,114,427)	-	(3,114,427)
Interest and fees	2,991,639	-	-	-	(2,991,639)	-	(2,991,639)
Total governmental activities	<u>49,239,157</u>	<u>7,672,604</u>	<u>2,696,283</u>	<u>147,816</u>	<u>(38,722,454)</u>	<u>-</u>	<u>(38,722,454)</u>
Business-type activities:							
Water and sewer	13,145,150	13,071,390	-	144,228	-	70,468	70,468
Total	<u>\$ 62,384,307</u>	<u>\$ 20,743,994</u>	<u>\$ 2,696,283</u>	<u>\$ 292,044</u>	<u>(38,722,454)</u>	<u>70,468</u>	<u>(38,651,986)</u>
General revenues							
Taxes:							
Property					13,707,382	-	13,707,382
Sales					7,491,063	-	7,491,063
Income					3,172,690	-	3,172,690
Utility					5,361,401	-	5,361,401
Other					2,731,377	-	2,731,377
Interest					871,853	846,147	1,718,000
Miscellaneous					227,086	15,574	242,660
Transfers					2,480,000	(2,480,000)	-
Total general revenues and transfers					<u>36,042,852</u>	<u>(1,618,279)</u>	<u>34,424,573</u>
Change in net assets					(2,679,602)	(1,547,811)	(4,227,413)
Net assets:							
May 1, 2008					<u>271,152,937</u>	<u>104,665,620</u>	<u>375,818,557</u>
April 30, 2009					<u>\$ 268,473,335</u>	<u>\$ 103,117,809</u>	<u>\$ 371,591,144</u>

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Balance Sheet
Governmental Funds
April 30, 2009

	General Fund	Recreation Fund	Downtown TIF Fund	Facility Construction Fund	Non-Major Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 14,385,760	\$ 3,423,423	\$ 740,990	\$ 34,671,064	\$ 8,958,632	\$ 62,179,869
Receivables:						
Property taxes	8,899,962	1,491,603	-	-	1,011,453	11,403,018
Accounts	351,928	107,736	375,000	-	144,579	979,243
Other	850,365	34,056	-	1,540	53,708	939,669
Due from other funds	1,171,310	-	-	-	1,546,625	2,717,935
Advances to other funds	817,514	-	-	-	-	817,514
Due from other governmental units	2,472,660	-	-	-	73,305	2,545,965
Total assets	\$ 28,949,499	\$ 5,056,818	\$ 1,115,990	\$ 34,672,604	\$ 11,788,302	\$ 81,583,213
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 1,241,305	\$ 217,584	\$ 18,284	\$ 1,438,588	\$ 258,909	\$ 3,174,670
Accrued liabilities	1,336,875	125,148	67,259	-	-	1,529,282
Deposits	1,853,141	452,661	-	-	-	2,305,802
Due to other funds	4,564,062	1,862,599	8,711	-	2,392	6,437,764
Advances from other funds	-	-	-	-	817,514	817,514
Deferred revenue	8,936,186	1,491,603	-	-	1,011,453	11,439,242
Total liabilities	17,931,569	4,149,595	94,254	1,438,588	2,090,268	25,704,274
Fund balances:						
Reserved for advances	817,514	-	-	-	-	817,514
Unreserved:						
General fund	10,200,416	-	-	-	-	10,200,416
Special revenue funds	-	907,223	-	-	229,208	1,136,431
Debt service funds	-	-	-	-	952,850	952,850
Capital projects funds	-	-	1,021,736	33,234,016	8,515,976	42,771,728
Total fund balances	11,017,930	907,223	1,021,736	33,234,016	9,698,034	55,878,939
Total liabilities and fund balances	\$ 28,949,499	\$ 5,056,818	\$ 1,115,990	\$ 34,672,604	\$ 11,788,302	\$ 81,583,213

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
April 30, 2009

Total fund balances-governmental funds	\$	55,878,939
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Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	300,191,402
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Bond issuance costs that are an expenditure in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements.	2,144,689
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Premium on bonds that is other financing use in the fund financial statements is a liability that is amortized over the life of the bonds in the government-wide financial statements.	(469,059)
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Some liabilities reported in the statement of net assets do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds:

These activities consist of:

Accrued interest	(852,159)
General obligation bonds	(80,881,457)
Alternate revenue bonds	(2,090,000)
Pension obligations	(1,591,369)
OPEB obligations	(50,246)
Compensated absences	(2,946,016)
Capital leases	(861,389)

Net assets of governmental activities	\$	<u>268,473,335</u>
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Village of Romeoville, Illinois

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
 Governmental Funds
 Year Ended April 30, 2009

	General Fund	Recreation Fund	Downtown TIF Fund	Facility Construction Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues:						
Property taxes	\$ 8,791,463	\$ 1,305,384	\$ 150,612	\$ -	\$ 3,459,923	\$ 13,707,382
Other taxes	14,249,678	591,465	-	-	577,591	15,418,734
Interest	217,170	31,617	18,207	442,773	162,086	871,853
Fines	645,190	-	-	-	-	645,190
Licenses and permits	1,568,431	-	-	-	-	1,568,431
Charges for services	3,822,247	812,830	253,684	140	-	4,888,901
Intergovernmental	4,844,985	182,200	-	-	1,006,895	6,034,080
Developer contributions	29,239	90,000	-	-	28,577	147,816
Other	660,584	96,966	1,551	18,550	19,517	797,168
Total revenues	34,828,987	3,110,462	424,054	461,463	5,254,589	44,079,555
Expenditures:						
Current:						
General government	8,756,871	-	245,009	-	762,157	9,764,037
Public safety	15,233,202	-	-	-	-	15,233,202
Public works	6,952,140	-	-	-	1,036,938	7,989,078
Culture and recreation	-	3,610,345	-	-	-	3,610,345
Debt service:						
Principal	198,907	-	-	-	1,252,298	1,451,205
Interest and fees	33,328	-	-	-	1,657,640	1,690,968
Bond issuance costs	-	-	-	1,701,082	-	1,701,082
Capital outlay	3,972,546	661,290	2,402,527	15,848,736	2,117,928	25,003,027
Total expenditures	35,146,994	4,271,635	2,647,536	17,549,818	6,826,961	66,442,944
Excess (deficiency) of revenues over (under) expenditures	(318,007)	(1,161,173)	(2,223,482)	(17,088,355)	(1,572,372)	(22,363,389)
Other financing sources (uses):						
Bond proceeds	-	-	-	47,135,884	-	47,135,884
Lease issuance	171,848	-	-	-	-	171,848
Transfers in	2,509,000	1,643,500	2,009,052	-	1,002,593	7,164,145
Transfers (out)	(2,393,500)	(17,819)	(234,774)	-	(2,038,052)	(4,684,145)
Total other financing sources (uses)	287,348	1,625,681	1,774,278	47,135,884	(1,035,459)	49,787,732
Net change in fund balances	(30,659)	464,508	(449,204)	30,047,529	(2,607,831)	27,424,343
Fund balances:						
May 1, 2008	11,048,589	442,715	1,470,940	3,186,487	12,305,865	28,454,596
April 30, 2009	\$ 11,017,930	\$ 907,223	\$ 1,021,736	\$ 33,234,016	\$ 9,698,034	\$ 55,878,939

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
Year Ended April 30, 2009

Net change in fund balances—total governmental funds	\$	27,424,343
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures paid while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital assets exceeded depreciation expense in the current period.		
Capital outlays	\$	22,225,205
Depreciation expense		<u>(6,680,009)</u>
		15,545,196
In governmental funds, long-term debt is considered other financing sources, but in the statement of net assets, debt is reported as a liability.		
In the current period, proceeds were received from:		
General obligation bonds		(47,135,884)
Capital leases		(171,848)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:		
General obligation bonds	\$	812,298
Alternate revenue bonds		440,000
Capital leases		<u>198,907</u>
		1,451,205
Premium on bonds is recorded as other financing sources in the fund financial statements, but the premium is recorded as a liability in the statement of net assets which is amortized over the life of the bonds. This is the amount in the current period.		
Amortization premium on bonds		29,374
Bond issuance costs are recorded as an expenditure in the fund financial statements, but the cost is recorded as an asset in the statement of net assets which is amortized over the life of the bonds. These are the amounts in the current period.		
Bond issuance costs	\$	1,701,082
Amortization bond issuance costs		<u>(76,404)</u>
		1,624,678
Accreted interest on capital appreciation bonds is not reported in the governmental funds, however, it results in an increase in long-term liabilities on the statement of net assets.		
		(1,002,525)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:		
Increase in accrued interest	\$	(251,116)
Increase in OPEB obligation		(50,246)
Increase in pension obligation		(133,271)
Increase in compensated absences		<u>(9,508)</u>
		(444,141)
Change in net assets of governmental activities	\$	<u><u>(2,679,602)</u></u>

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Statement of Net Assets
Enterprise Fund
April 30, 2009

	Business-Type Activities
Assets	
Current Assets	
Cash and cash equivalents	\$ 26,041,002
Accounts receivable	1,375,222
Due from other funds	3,719,829
Total current assets	<u>31,136,053</u>
Non-Current Assets	
Unamortized bond costs	311,431
Capital assets not being depreciated	821,675
Capital assets being depreciated, net	115,919,887
Total non-current assets	<u>117,052,993</u>
Total assets	<u>\$ 148,189,046</u>
Liabilities and Net Assets	
Current Liabilities	
General obligation bonds	\$ 1,620,897
Note payable	997,008
Accounts payable	1,389,914
Accrued liabilities	171,291
Accrued interest	542,300
Deposits	135,499
Compensated absences	105,123
Total current liabilities	<u>4,962,032</u>
Long-term Liabilities, net of current maturities	
Unamortized bond premiums	296,560
Deferred amounts on refunding	45,462
General obligation bonds	17,016,055
Note payable	22,751,128
Total long-term liabilities	<u>40,109,205</u>
Total liabilities	<u>45,071,237</u>
Net Assets	
Invested in capital assets, net of related debt	74,356,474
Unrestricted	28,761,335
Total net assets	<u>103,117,809</u>
Total liabilities and net assets	<u>\$ 148,189,046</u>

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Statement of Revenues, Expenses, and Changes in Net Assets
Enterprise Fund
Year Ended April 30, 2009

	Business-Type Activities
<hr/>	
Operating revenues:	
Charges for services	\$ 11,882,799
Fines and fees	1,120,686
Developer contributions	144,228
Reimbursements	67,905
Other	15,574
Total operating revenues	<u>13,231,192</u>
Operating expenses:	
Water and sewer	7,865,615
Depreciation	3,970,841
Amortization	10,883
Total operating expenses	<u>11,847,339</u>
Operating income	<u>1,383,853</u>
Non-operating income (expense):	
Interest income	846,147
Interest expense	(1,297,811)
Total non-operating income (expense)	<u>(451,664)</u>
Income before transfers	932,189
Transfers out	<u>(2,480,000)</u>
Change in net assets	(1,547,811)
Net assets:	
May 1, 2008	<u>104,665,620</u>
April 30, 2009	<u>\$ 103,117,809</u>

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Statement of Cash Flows - Enterprise Funds
Year Ended April 30, 2009

	Business-Type Activities
Cash Flows from Operating Activities	
Cash received from customers	\$ 13,069,232
Cash received from developers	161,491
Payments to employees	(3,056,525)
Payments to suppliers	(4,420,725)
Net cash provided by operating activities	<u>5,753,473</u>
Cash flows from non-capital financing activities	
Transfers out	(2,480,000)
Net cash used in non-capital financing activities	<u>(2,480,000)</u>
Cash flows from capital and related financing activities	
Additions to capital assets	(7,029,260)
Proceeds from general obligation bonds	4,865,000
Proceeds from note payable	1,380,369
Principal payments, general obligation bonds	(1,197,702)
Principal payments, alternate revenue bonds	(5,275,000)
Principal payments, note payable	(588,895)
Issuance costs paid on general obligation bonds issued	(82,408)
Premiums received on general obligation bonds issued	92,996
Interest paid	(2,022,338)
Net cash used in capital and related financing activities	<u>(9,857,238)</u>
Cash flows from investing activities	
Cash receipts from interest income	846,147
Net decrease in cash and cash equivalents	(5,737,618)
Cash and equivalents:	
May 1, 2008	<u>31,778,620</u>
April 30, 2009	<u>\$ 26,041,002</u>

(continued)

Village of Romeoville, Illinois

Statement of Cash Flows - Enterprise Funds - (Continued)
Year Ended April 30, 2009

	Business-Type Activities
Reconciliation of operating income to net cash provided by operating activities	
Operating income	<u>\$ 1,383,853</u>
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	3,970,841
Amortization	10,883
Changes in assets and liabilities	
Accounts receivable	(17,732)
Accounts payable	345,255
Accrued liabilities	43,110
Deposits	17,263
Total adjustments	<u>4,369,620</u>
Net cash provided by operating activities	<u>\$ 5,753,473</u>
Supplemental Schedule of Non-Cash Capital Activities	
Accrued interest capitalized during construction phase	<u>\$ 417,617</u>

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Statement of Fiduciary Net Assets
Pension Trust Funds
April 30, 2009

Assets

Cash and cash equivalents	\$	68,985
Investments:		
U.S. government and agency obligations		9,940,044
Local government bonds		250,855
Money market funds		1,188,765
Mutual funds		5,783,470
Annuity contracts		1,723,107
Accrued interest receivable		<u>75,224</u>
Total assets		<u><u>19,030,450</u></u>

Liabilities

Accounts payable		<u>1,122</u>
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Net Assets

Held in trust for pension benefits	\$	<u><u>19,029,328</u></u>
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See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Statement of Changes in Fiduciary Net Assets
Pension Trust Funds
Year Ended April 30, 2009

Additions:	
Contributions:	
Employer	\$ 1,398,407
Employee	601,783
Total contributions	<u>2,000,190</u>
Investment income (loss):	
Net depreciation in fair value of investments	(2,506,698)
Interest	640,819
Total investment income (loss)	<u>(1,865,879)</u>
Total additions	<u>134,311</u>
Deductions:	
Benefits	777,598
Administrative expense	23,471
Total deductions	<u>801,069</u>
Change in net assets	(666,758)
Net assets held in trust for employees' pension benefits:	
May 1, 2008	<u>19,696,086</u>
April 30, 2009	<u>\$ 19,029,328</u>

See Notes to Basic Financial Statements.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies

The Village of Romeoville, Illinois, is located in Will County, Illinois and was first incorporated in 1895 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under a Board administrator form of government. The Village Board consists of seven elected members that exercise all powers of the Village but are accountable to their constituents for all their actions. The Village provides the following services as authorized by its charter: public safety (police, fire, civil defense and emergency medical), highways and streets, culture-recreation, public improvements, planning and zoning, and general administrative services.

The accounting policies of the Village of Romeoville conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

Financial Reporting Entity

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or

Fiscal dependency on the primary government.

Based upon the application criteria, no component units have been included within the reporting entity.

Government-Wide and Fund Financial Statements

Government-Wide Financial Statements: The government-wide Statement of Net Assets and Statement of Activities report the overall financial activity of the Village. Eliminations have been made to minimize the double counting of internal activities of the Village. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Net Assets presents the Village's non-fiduciary assets and liabilities with the difference reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Government-wide and Fund Financial Statements (Continued)

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first to finance qualifying activities, then unrestricted resources as they are needed.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e., general services, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds - General Fund, Recreation Fund, Downtown TIF Fund and Facility Construction Fund. All remaining governmental funds are aggregated and reported as non-major governmental funds. The Village has the following major enterprise fund - Water and Sewer Fund.

The Village administers the following major governmental funds:

General Fund - This is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the Village and accounted for in the general fund include general services, public works and public safety.

Recreation Fund - Accounts for revenue resources that are legally restricted for recreation purposes.

Downtown TIF Fund - This fund is used to account for all development costs and activities of the Downtown TIF District.

Facility Construction Fund - This fund is used to account for the construction of new facilities in the Village including the new Village Hall.

The Village administers the following major proprietary fund:

Water and Sewer Fund - accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, financing and related debt service and billing and collection.

Additionally, the Village administers fiduciary (pension trust) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees.

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Non-exchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, state-shared revenues and various state, federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, state-shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, compensated absences are recorded only when payment is due (upon employee retirement or termination). General capital asset acquisitions are reported as expenditures in governmental funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

The accrual basis of accounting is utilized by the proprietary and fiduciary funds. Under this method, revenues are recognized when earned and expenses, including pension contributions, benefits paid and refunds paid, are recognized at the time liabilities are incurred. Earned, but unbilled services in the enterprise fund are accrued and reported in the financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

Assets, Liabilities, and Net Assets or Equity

Cash and Cash Equivalents

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits and all highly liquid investments with an original maturity of three months or less when purchased.

Investments

Investments are reported at fair value. Fair value is based on quoted market prices for same or similar investments, except for insurance contracts which are carried at contract value, which approximates fair value.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

Interfund Receivables, Payables and Activity

The Village has the following types of transactions between funds:

Loans – amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide statement of net assets.

Services provided and used – sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund balance sheets or fund statements of net assets.

Reimbursements – repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers – flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

Capital Assets

Capital assets which include land and improvements, streets, sidewalks, buildings, storm sewers, sanitary sewers, water distribution system and machinery and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial individual cost of more than \$25,000, and an estimated useful life of greater than three years. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

These assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at their estimated fair market value at the date of donation.

Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of assets constructed. The total interest expense incurred by the Village during the current fiscal year was \$1,715,428. Of this amount \$417,617 was included as part of the costs of capital assets under construction in connection with wastewater treatment facilities construction projects.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

Capital Assets (continued)

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

	<u>Estimated Useful Lives</u>
Buildings and property	40 years
Machinery and equipment	5 – 20 years
Furniture and fixtures	5 – 20 years
Vehicles	5 years
Infrastructure	15 – 50 years
Other equipment	5 – 20 years

Gains or losses from sales or retirements of capital assets are included in the operations on the Statement of Activities.

Unearned Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

Compensated Absences

Vacation and sick leave are recorded in governmental funds when due (upon employee retirement or termination). Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However an expenditure/expense is reported and a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" at retirement. The General Fund is typically used to liquidate those liabilities.

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental funds recognize bond issuance costs during the year the bonds are sold. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

Long-Term Obligations (Continued)

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Enterprise funds individually account for and service the applicable debt that benefits these funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year.

Restricted Net Assets

For the government-wide Statement of Net Assets, net assets are reported as restricted when constraints placed on net asset use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

Fund Balance Reserves

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Elimination and Reclassification

In the process of aggregating data for the government-wide Statement of Activities, some amounts reported as interfund activity and interfund balances in the funds are eliminated or reclassified.

Use of Estimates

The preparation of the 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 the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

New Accounting Pronouncements

Effective May 1, 2008, the Village adopted GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* on a prospective basis.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments

Deposits

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village does not have a policy for custodial credit risk. As of April 30, 2009, none of the deposits were exposed to custodial credit risk due to being uninsured and uncollateralized.

Investments

As of April 30, 2009, the Village had the following investments and maturities:

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Notes	\$ 1,008,719	\$ 445,773	\$ 317,630	\$ 245,316	\$ -
U.S. Treasury Strips	1,815,145	364,544	1,450,601	-	-
U.S. agencies - FFCB	1,479,810	-	1,241,490	238,320	-
U.S. agencies - FHLB	3,622,694	25,038	3,218,860	290,644	88,152
U.S. agencies - FHLMC	1,940,338	-	739,730	-	1,200,608
U.S. agencies - FNMA	7,831,459	-	4,143,610	207,257	3,480,592
U.S. agencies - GNMA	2,351,516	-	-	7,857	2,343,659
Local Government Bonds	250,855	-	154,962	74,249	21,644
Illinois Funds *	38,950,566	38,950,566	-	-	-
Illinois Metropolitan Investment Fund *	9,437,559	9,437,559	-	-	-
Money Market Funds *	1,299,963	1,299,963	-	-	-
Total	\$ 69,988,624	\$ 50,523,443	\$ 11,266,883	\$ 1,063,643	\$ 7,134,655

* Weighted average maturity is less than one year.

Interest Rate Risk – The Village's investment policy does not specifically identify limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The Illinois Funds Investment Pool is not registered with the SEC. The pool is sponsored by the Treasurer of the State of Illinois, in accordance with State law. The fair value of the position in the Pool is the same as the value of the Pool shares.

Illinois Metropolitan Investment Fund (I.M.E.T.) is a not-for-profit investment fund formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. I.M.E.T. is not registered with the SEC as an investment company. Investments in I.M.E.T. are valued at I.M.E.T.'s share price, which is the price the investment could be sold for.

Credit Risk – State statutes authorize the Village to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, repurchase agreements (under certain statutory restrictions), commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds and the Illinois Metropolitan Investment Fund. Pension funds may invest investments as allowed by Illinois Compiled Statutes. The Village's investment policy does not address credit risk.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments (Continued)

As of April 30, 2009, investments in Illinois Funds and Illinois Metropolitan Investment Fund were rated AAA by Standard and Poor's. The FFCB, FHLB, FHLMC, and FNMA were rated Aaa by Moody's Investors Services and AAA by Standard and Poor's. The Local government bonds were rated Aa3 – A1 by Moody's Investors Services or AAA – A by Standard and Poor's. The Money Market Funds are not rated.

Concentration of Credit Risk – The Village's investment policy does not restrict the amount of investments in any one issuer. More than 5 percent of the Village's investments are in FNMA's. The investment is 10.1 percent of the Village's total investments.

Custodial Credit Risk – For an investment, this is the risk that, in the event of failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The U.S. Treasury Notes and Strips, U.S. agency securities, local government bonds and annuity contracts are held by the Village's agent in the Village's name. The Illinois Funds, Illinois Metropolitan Investment Fund, Mutual Funds, and Money Market Funds are not subject to custodial credit risk. The Village's investment policy does not address custodial credit risk for investments.

Note 3. Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board of Trustees. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by Will County and issued on or about May 1, and are payable in two installments which become due on or about June 1 and September 1. The County collects such taxes and periodically remits them to the Village.

The 2008 property tax assessment, which was levied in December 2008, is to finance the budget for the fiscal year beginning May 1, 2009 and the revenue to be produced from that assessment is to be recognized during that period, provided the "available" criteria has been met. "Available" means when due or receivable within the current period, and collected within that fiscal period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For governmental fund types, property taxes collected in advance of the fiscal year for which they are levied are recorded as unearned revenue and recognized as revenue in the year for which they are levied except for employee pension taxes which are recognized as revenue in the year in which they are received. Property taxes accounted for in the enterprise fund are recognized as revenue at the time they are levied. A reduction for collection losses based on historical collection experience has been provided on uncollected tax levies.

Property taxes are billed and collected by the County Treasurer of Will County, Illinois.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets

A summary of the changes in capital assets for governmental activities of the Village for the year ended April 30, 2009, is as follows:

	Balance, May 1, 2008	Additions	Deletions	Balance, April 30, 2009
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 168,082,530	\$ 2,201,800	\$ -	\$ 170,284,330
Construction in progress	4,194,091	21,802,982	8,388,750	17,608,323
Total capital assets not being depreciated	172,276,621	24,004,782	8,388,750	187,892,653
Capital assets being depreciated:				
Buildings and property	21,063,631	4,565,994	-	25,629,625
Machinery and equipment	2,562,064	86,534	-	2,648,598
Furniture and fixtures	1,592,444	30,943	-	1,623,387
Vehicles	6,243,321	542,121	-	6,785,442
Infrastructure	146,614,216	1,383,581	-	147,997,797
Total capital assets being depreciated	178,075,676	6,609,173	-	184,684,849
Less accumulated depreciation for:				
Buildings and property	8,423,467	723,801	-	9,147,268
Machinery and equipment	1,016,628	250,747	-	1,267,375
Furniture and fixtures	816,050	112,853	-	928,903
Vehicles	3,916,115	632,167	-	4,548,282
Infrastructure	51,533,831	4,960,441	-	56,494,272
Total accumulated depreciation	65,706,091	6,680,009	-	72,386,100
Total capital assets being depreciated, net	112,369,585	(70,836)	-	112,298,749
Governmental activities capital assets, net	\$ 284,646,206	\$ 23,933,946	\$ 8,388,750	\$ 300,191,402

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets (Continued)

A summary of changes in capital assets for business-type activities of the Village for the year ended April 30, 2009, is as follows:

	Balance, May 1, 2008	Additions	Deletions	Balance, April 30, 2009
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 20,728	\$ -	\$ -	\$ 20,728
Construction in progress	977,406	6,921,051	7,097,510	800,947
Total capital assets not being depreciated	998,134	6,921,051	7,097,510	821,675
Capital assets being depreciated:				
Buildings and property	2,201,940	1,224,215	-	3,426,155
Machinery and equipment	5,841,595	29,239	-	5,870,834
Vehicles	1,028,569	288,784	-	1,317,353
Infrastructure	137,487,138	6,081,098	-	143,568,236
Other equipment	910,541	-	-	910,541
Total capital assets being depreciated	147,469,783	7,623,336	-	155,093,119
Less accumulated depreciation for:				
Building including permanent fixtures	111,760	104,833	-	216,593
Machinery and equipment	4,318,580	398,409	-	4,716,989
Vehicles	579,938	160,276	-	740,214
Infrastructure	29,632,518	3,266,798	-	32,899,316
Other equipment	559,595	40,525	-	600,120
Total accumulated depreciation	35,202,391	3,970,841	-	39,173,232
Total capital assets being depreciated, net	112,267,392	3,652,495	-	115,919,887
Business-type activities				
Capital assets, net	\$ 113,265,526	\$ 10,573,546	\$ 7,097,510	\$ 116,741,562

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets (Continued)

Depreciation was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 1,782,235
Public safety	2,780,525
Public works	1,458,251
Culture and recreation	<u>658,998</u>
Total depreciation expense - governmental activities	<u>\$ 6,680,009</u>
Business-type activities:	
Water and Sewer	<u>\$ 3,970,841</u>

Note 5. Long-Term Obligations

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2009:

	Outstanding Debt as of May 1, 2008	Additions	Reductions	Outstanding Debt as of April 30, 2009	Due Within One Year
General obligation bonds	\$ 33,555,346	\$ 48,138,409	\$ 812,298	\$ 80,881,457	\$ 1,549,103
Alternate revenue bonds	2,530,000	-	440,000	2,090,000	135,000
Unamortized bond premiums	498,433	-	29,374	469,059	-
Unamortized bond issue costs	(520,011)	(1,701,082)	(76,404)	(2,144,689)	-
Capital leases	888,448	171,848	198,907	861,389	198,177
Compensated absences	2,936,508	919,124	909,616	2,946,016	81,782
OPEB obligation *	-	50,246	-	50,246	-
Pension obligation *	1,458,098	133,271	-	1,591,369	-
	<u>\$ 41,346,822</u>	<u>\$ 47,711,816</u>	<u>\$ 2,313,791</u>	<u>\$ 86,744,847</u>	<u>\$ 1,964,062</u>

*The General Fund resources are used to liquidate this liability.

General obligation bond additions include \$1,002,525 in accreted interest on capital appreciation bonds.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

The following is a summary of long-term obligation activity for the Village with business-type activities for the year ended April 30, 2009:

	Outstanding Debt as of May 1, 2008	Additions	Reductions	Outstanding Debt as of April 30, 2009	Due Within One Year
General obligation bonds	\$ 14,969,654	\$ 4,865,000	\$ 1,197,702	\$ 18,636,952	\$ 1,620,897
Alternate revenue bonds	5,275,000	-	5,275,000	-	-
Note payable	22,956,662	1,380,369	588,895	23,748,136	997,008
Deferred amounts on refunding	50,604	-	5,142	45,462	-
Unamortized bond premiums	217,511	92,996	13,947	296,560	-
Unamortized bond issue costs	(258,995)	(82,408)	(29,972)	(311,431)	-
	<u>\$ 43,210,436</u>	<u>\$ 6,255,957</u>	<u>\$ 7,050,714</u>	<u>\$ 42,415,679</u>	<u>\$ 2,617,905</u>

On June 30, 2008, the Village issued \$10,800,000 of General Obligation Bonds, Series 2008A, for the purpose of capital improvements, including but not limited to a new Village hall/police station complex and two new fire stations, together with all necessary land and rights in land, professional, legal, engineering, electrical, financial and other services, and costs of borrowing. Interest rates range from 3.25 percent to 4.125 percent.

On June 30, 2008, the Village issued \$36,335,884 of General Obligation Bonds, Series 2008B, for the purpose that the Village acquire, construct and install certain public capital improvements, including but not limited to a new Village hall/police station complex and two new fire stations, together with all necessary land and rights in land, professional, legal, engineering, electrical, financial and other services, and costs of borrowing. Interest rates range from 5.12 percent to 5.85 percent.

On November 3, 2008, the Village issued \$4,865,000 of General Obligation Bonds, Series 2008C, with an average interest rate of 3.84 percent to advance refund \$4,875,000 of General Obligation Bonds (Alternate Revenue Bonds), Refunding Bonds Series 1999, with an average interest rate of 4.58 percent. The proceeds of \$4,957,996 (including premium of \$92,996) were used to purchase \$4,876,628 of U.S. government securities and pay issuance costs of \$82,408. The U.S. government securities were deposited in an irrevocable trust with an escrow agent to provide for certain future debt service payments on the refunded bonds. On December 30, 2008, the Series 1999 bonds were called and paid in full. The refunding resulted in an economic gain of approximately \$198,000 and had the effect of maintaining the life of the bonds while decreasing the Village's future debt service by \$239,100.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

Outstanding debt as of April 30, 2009, consists of the following:

General Obligation Bonds:

General Obligation Refunding Bonds, Series 1997B, dated November 15, 1997, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$55,000 in 2010, \$55,000 in 2011, \$55,000 in 2012, \$60,000 in 2013, \$60,000 in 2014, and \$65,000 in 2015. Interest is due on June 30 and December 30 of each year at rates varying from 4.9% to 5.0%. \$ 350,000

General Obligation Bonds, Series 2000A, dated June 30, 2000, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$365,000 in 2010, \$430,000 in 2011, \$445,000 in 2012, \$540,000 in 2013, \$585,000 in 2014, and \$520,000 in 2015. Interest is due on June 30 and December 30 of each year at rates varying from 5.1% to 8.1%. 2,885,000

General Obligation Bonds, Series 2002A, dated September 15, 2002 provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$150,000 in 2010, \$160,000 in 2011, \$165,000 in 2012, \$175,000 in 2013, \$185,000 in 2014, \$190,000 in 2015, \$200,000 in 2016, \$210,000 in 2017, and \$175,000 in 2018. Interest is due on June 30 and December 30 of each year at rates varying from 4.1% to 5.0%. 1,610,000

General Obligation Refunding Bonds, Series 2004, dated September 15, 2004 provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$1,090,000 in 2010, \$1,280,000 in 2011, \$1,710,000 in 2012, \$1,810,000 in 2013, \$2,050,000 in 2014, \$2,095,000 in 2015, \$2,120,000 in 2016, \$2,205,000 in 2017, \$2,235,000 in 2018, \$1,385,000 in 2019, \$425,000 in 2020, \$445,000 in 2021, \$470,000 in 2022, \$490,000 in 2023, \$515,000 in 2024, and \$545,000 in 2025. Interest is due on June 30 and December 30 of each year at rates varying from 3.75% to 5.0%. 20,870,000

General Obligation Refunding Bonds, Series 2005, dated September 15, 2005 provide for the serial retirement of bonds on December 15 of each year in annual amounts \$1,225,000 in 2010, \$285,000 in 2011, \$295,000 in 2012, \$305,000 in 2013, \$315,000 in 2014, \$325,000 in 2015, and \$330,000 in 2016. Interest is due on June 15 and December 15 of each year at rates varying from 3.0% to 3.6%. 3,080,000

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

General Obligation Bonds (continued):

General Obligation Refunding Bonds, Series 2007A, dated November 15, 2007, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$10,000 in 2010, \$540,000 in 2011, \$560,000 in 2012, \$580,000 in 2013, \$605,000 in 2014, \$590,000 in 2015, \$620,000 in 2016, \$640,000 in 2017, and \$675,000 in 2018. Interest is due on June 30 and December 30 of each year at rates varying from 3.75% to 5.25%. \$ 4,820,000

General Obligation Refunding Bonds, Series 2007B, dated November 15, 2007, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$2,000,000 in 2018, \$2,225,000 in 2019, \$3,925,000 in 2020, and \$4,750,000 in 2021. Interest is due on June 30 and December 30 of each year at rates varying from 4.0% to 4.375%. 12,900,000

General Obligation Bonds, Series 2008A, dated June 30, 2008, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$275,000 in 2010, \$475,000 in 2011, \$400,000 in 2012, \$700,000 in 2013, \$850,000 in 2014, \$1,175,000 in 2015, \$1,575,000 in 2016, \$2,050,000 in 2017, \$700,000 in 2018, \$1,150,000 in 2019, \$1,000,000 in 2020, and \$450,000 in 2021. Interest is due on June 30 and December 30 of each year at rates varying from 3.25% to 4.125%. 10,800,000

General Obligation (Capital Appreciation) Bonds, Series 2008B, dated June 30, 2008, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$2,779,425 in 2022, \$2,846,160 in 2023, \$2,675,040 in 2024, \$2,506,740 in 2025, \$2,545,205 in 2026, \$2,390,830 in 2027, \$2,243,605 in 2028, \$2,103,400 in 2029, \$1,974,180 in 2030, \$1,851,460 in 2031, \$1,739,010 in 2032, \$1,640,210 in 2033, \$1,546,740 in 2034, \$1,458,275 in 2035, \$1,374,620 in 2036, \$1,295,515 in 2037, \$1,220,765 in 2038, \$1,136,460 in 2039, and \$1,008,244 in 2040. Interest is due on December 30 of each year at rates varying from 5.12% to 5.85% (Includes accreted interest of \$1,002,525). 37,338,409

General Obligation Refunding Bonds, Series 2008C, dated November 3, 2008, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$335,000 in 2011, \$325,000 in 2012, \$330,000 in 2013, \$350,000 in 2014, \$375,000 in 2015, \$400,000 in 2016, \$735,000 in 2017, \$770,000 in 2018, and \$1,245,000 in 2019. Interest is due on June 30 and December 30 of each year at rates varying from 3.5% to 4.0%. 4,865,000

Unamortized bond issuance costs (2,388,781)

Unamortized bond premium 765,619

Unamortized gain on bond refunding 45,462

Total General Obligation Bonds 97,940,709

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

Alternate Revenue Bonds:

General Obligation Bonds (Alternate Revenue Bonds), Series 2002B, dated September 15, 2002, provide for the serial retirement of bonds on December 30 of each year in annual amounts of \$135,000 in 2010, \$170,000 in 2011, \$525,000 in 2016, \$600,000 in 2017, \$660,000 in 2018. Interest is due on June 30 and December 30 of each year varying from 3.4% to 4.3%.

	\$ 2,090,000
Unamortized bond issuance costs	<u>(67,339)</u>
Total Alternate Revenue Bonds	<u>2,022,661</u>
Capital leases	<u>861,389</u>
Note Payable, dated August 1, 2008, provides for retirement of principal on December 1 and June 1 of each year in the amount of \$792,259, including interest at 2.5%, through June 1, 2027. Final principal and interest payment is due on December 1, 2027 in the amount of \$630,570.	<u>23,748,136</u>
Compensated absences	<u>2,946,016</u>
OPEB obligation	<u>50,246</u>
Pension obligation	<u>1,591,369</u>
Total Long-Term Debt	<u><u>\$ 129,160,526</u></u>

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

The future debt service requirements to amortize the outstanding debt other than compensated absences and pension obligations as of April 30, 2009, are as follows:

Fiscal Year	Governmental			
	General Obligation Bonds		Alternate Revenue Bonds	
	Principal	Interest	Principal	Interest
2010	\$ 1,549,103	\$ 2,013,966	\$ 135,000	\$ 85,815
2011	1,889,318	1,710,929	170,000	81,225
2012	2,172,978	1,666,412	-	75,105
2013	2,641,644	1,574,071	-	75,105
2014	3,049,456	1,477,878	-	75,105
2015-2019	19,225,549	5,299,621	1,785,000	232,170
2020-2024	20,770,625	10,358,189	-	-
2025-2029	12,334,780	20,237,470	-	-
2030-2034	8,751,600	23,748,400	-	-
2035-2039	6,485,635	26,014,365	-	-
2040	1,008,244	5,191,756	-	-
	<u>\$ 79,878,932</u>	<u>\$ 99,293,057</u>	<u>\$ 2,090,000</u>	<u>\$ 624,525</u>

Fiscal Year	Business-type				
	General Obligation Bonds		Note Payable		Total
	Principal	Interest	Principal	Interest	
2010	\$ 1,620,897	\$ 810,470	\$ 997,008	\$ 587,510	\$ 7,799,769
2011	1,670,682	749,261	1,022,089	562,429	7,855,933
2012	1,782,022	641,289	1,047,801	536,717	7,922,324
2013	1,858,356	574,673	1,074,159	510,359	8,308,367
2014	1,950,544	489,860	1,101,181	483,337	8,627,361
2015-2019	9,754,451	1,220,406	5,935,632	1,986,958	45,439,787
2020-2024	-	-	6,720,743	1,201,847	39,051,404
2025-2029	-	-	5,849,523	326,860	38,748,633
2030-2034	-	-	-	-	32,500,000
2035-2039	-	-	-	-	32,500,000
2040	-	-	-	-	6,200,000
	<u>\$ 18,636,952</u>	<u>\$ 4,485,959</u>	<u>\$ 23,748,136</u>	<u>\$ 6,196,017</u>	<u>\$ 234,953,578</u>

Governmental general obligation bonds interest maturities include \$1,002,525 in accreted interest, which is included under long-term debt on the statement of net assets.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

The 2005, 2007A, 2008C bonds and note payable are to be paid charges for service from the Water and Sewer Fund. The 2004 bonds are to be paid from property tax revenue of the General and Recreation Fund and charges for service from the Water and Sewer Fund. The 2008A and 2008B are to be paid from property tax revenue of the corporate fund. These pledges will remain until all bonds are retired. The amount of the pledges remaining as of April 30, 2009 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Remaining	Commitment End Date	Percentage of Revenue Pledged
2004	Water/Sewer Service Charges	\$ 7,406,621	12/30/2017	2.26%
2004	Property Taxes Corporate	19,446,990	12/30/2024	41.56%
2004	Property Taxes Recreation	284,216	12/30/2024	1.37%
2005	Water/Sewer Service Charges	3,409,257	12/15/2015	11.05%
2007A	Water/Sewer Service Charges	6,044,817	12/30/2017	1.97%
2008A	Property Taxes Corporate	14,030,984	12/30/2020	0.00%
2008B	Property Taxes Corporate	120,700,000	12/30/1939	0.00%
2008C	Water/Sewer Service Charges	6,262,216	12/30/2018	0.00%
Note Payable	Water/Sewer Service Charges	29,944,153	12/1/2027	6.67%

The secured debt was issued to provide funds for capital expenditures, improvements to the infrastructure of the Village and refund debt obligations.

A comparison of the pledged revenues collected and the related principal and interest expenditure for fiscal year 2009 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Revenue	Principal and Interest Retired
2004	Water/Sewer Service Charges	\$ 11,882,799	\$ 268,929
2004	Property Taxes Corporate	2,254,458	936,974
2004	Property Taxes Recreation	1,305,384	17,819
2005	Water/Sewer Service Charges	11,882,799	1,312,818
2007A	Water/Sewer Service Charges	11,882,799	233,845
2008A	Property Taxes Corporate	2,254,458	-
2008B	Property Taxes Corporate	2,254,458	-
2008C	Water/Sewer Service Charges	11,882,799	-
Note Payable	Water/Sewer Service Charges	11,882,799	792,259

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 6. Capital Lease Obligation

The Village leases vehicles under capital leases, which expire between September 2010 and May 2014. Annual lease payments, including interest ranging from 3.15% to 4.28%, range from \$31,530 to \$58,725. The cost of the capital assets acquired under the capital leases was \$1,481,486, all of which is included in governmental activities vehicles.

Minimum future lease payments under the capital lease together with the present value of the net minimum lease payments as of April 30, 2009 are as follows:

Year ending April 30:	
2010	\$ 232,234
2011	232,234
2012	200,704
2013	142,408
2014	104,597
Thereafter	<u>45,872</u>
Total minimum lease payments	958,049
Less amount representing interest	<u>96,660</u>
Present value of future minimum lease payments	861,389
Less current portion	<u>198,177</u>
Long-term portion	<u>\$ 663,212</u>

Note 7. Pension and Retirement Plan Commitments

Substantially all Village employees are covered under one of the following employee retirement plans.

Illinois Municipal Retirement Fund

Plan Description. The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the Village's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2008 was 9.29 percent of annual covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2008, the Village's annual pension cost of \$868,035 for the Regular plan was equal to your employer's required and actual contributions.

Notes to Basic Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Three-Year Trend Information

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2008	\$ 868,035	100%	\$ -
12/31/2007	837,417	100%	-
12/31/2006	743,803	100%	-

The required contribution for 2008 was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 11.6 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3.0 percent annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2006, valuation was 24 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the regular plan was 75.15 percent funded. The actuarial accrued liability for benefits was \$19,076,604 and the actuarial value of assets was \$14,336,552, resulting in an underfunded actuarial accrued liability (UAAL) of \$4,740,052. The covered payroll (annual payroll of active employees covered by the plan) was \$9,343,761 and the ratio of the UAAL to the covered payroll was 50.73 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois Legislature. The plan provides retirement benefits as well as death and disability benefits. The Police Pension Plan is a fund of the Village and does not issue separate financial statements.

The Police Pension Plan's most recent actuary was completed as of the year ended April 30, 2008.

Covered employees are currently required to contribute 9.91 percent of their base salary to the Police Pension Plan. The member rate is determined by State Statute. The Village is required to contribute at an actuarially determined amount. The employer rate for fiscal year ended April 30, 2008, was 22.84 percent of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable. Refunds are recognized as paid.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

The Village's annual pension cost and net pension obligation to the Plan for the year ended April 30, 2009 were as follows:

Annual required contribution	\$ 1,169,134
Interest on net pension obligation	81,839
Adjustment to annual requirement contribution	(29,692)
Annual pension cost	<u>1,221,281</u>
Contributions made	<u>1,121,630</u>
Increase in net pension obligation	99,651
Net pension obligation, beginning of year	<u>1,306,175</u>
Net pension obligation, end of year	<u><u>\$ 1,405,826</u></u>

The annual required contribution for the year ended April 30, 2008, was determined as part of the April 30, 2008, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0 percent investment rate of return, (b) projected salary increases of 5.5 percent, (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Police Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2008, was 25 years.

As of April 30, 2008, the most recent actuarial valuation date, the regular plan was 61.76 percent funded. The actuarial accrued liability for benefits was \$28,304,804 and the actuarial value of assets was \$17,480,366, resulting in an underfunded actuarial accrued liability (UAAL) of \$10,824,438. The covered payroll (annual payroll of active employees covered by the plan) was \$4,495,763 and the ratio of the UAAL to the covered payroll was 240.77 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation
4/30/2009	1,221,281	1,121,630	91.8%	\$ 1,405,826
4/30/2008	1,057,738	1,026,984	97.1%	1,336,929
4/30/2007	950,568	916,863	96.5%	1,306,175

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

At April 30, 2008, the Police Pension Plan membership consisted of:

Retirees and beneficiaries receiving benefits	16
Terminated plan members entitled to but not yet receiving benefits	-
Active vested plan members	29
Active non-vested plan members	<u>33</u>
Total members	<u><u>78</u></u>

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The plan provides retirement benefits as well as death and disability benefits. The Firefighters' Pension Plan is a fund of the Village and does not issue separate financial statements.

The Firefighters' Pension Plan's most recent actuary was completed as of the year ended April 30, 2008.

Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. The Village is required to contribute at an actuarially determined rate. The employer rate for fiscal year 2008 was 15.87 percent of covered payroll.

The Village's annual pension cost and net pension obligation to the Plan for the year ended April 30, 2009 were as follows:

Annual required contribution	\$ 293,777
Interest on net pension obligation	20,564
Adjustment to annual requirement contribution	<u>(3,944)</u>
Annual pension cost	310,397
Contributions made	<u>276,777</u>
Increase in net pension obligation	33,620
Net pension obligation, beginning of year	<u>151,923</u>
Net pension obligation, end of year	<u><u>\$ 185,543</u></u>

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

The annual required contribution for the year ended April 30, 2008, was determined as part of the April 30, 2008, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0 percent investment rate of return, (b) projected salary increases of 5.5 percent, (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Firefighters' Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2008, was 25 years.

As of April 30, 2008, the most recent actuarial valuation date, the regular plan was 68.11 percent funded. The actuarial accrued liability for benefits was \$3,253,029 and the actuarial value of assets was \$2,215,720, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,037,309. The covered payroll (annual payroll of active employees covered by the plan) was \$1,167,102 and the ratio of the UAAL to the covered payroll was 88.88 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation (Asset)
4/30/2009	\$ 310,397	\$ 276,777	89.2%	\$ 185,543
4/30/2008	188,246	185,159	98.4%	155,010
4/30/2007	158,592	154,873	97.7%	151,923

At April 30, 2008, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries receiving benefits	-
Terminated plan members entitled to but not yet receiving benefits	-
Active vested plan members	6
Active non-vested plan members	13
Total members	19

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Combining Statement of Fiduciary Net Assets
 Pension Trust Funds
 April 30, 2009

	Firefighters' Pension	Police Pension	Total
Assets			
Cash and cash equivalents	\$ 731	\$ 68,254	\$ 68,985
Investments:			
U.S. government and agency obligations	1,760,099	8,179,945	9,940,044
Local government bonds	250,855	-	250,855
Money market funds	64,439	1,124,326	1,188,765
Mutual funds	591,963	5,191,507	5,783,470
Annuity contracts	-	1,723,107	1,723,107
Accrued interest receivable	30,371	44,853	75,224
Total assets	2,698,458	16,331,992	19,030,450
Liabilities			
Accounts payable	636	486	1,122
Net Assets			
Held in trust for pension benefits	\$ 2,697,822	\$ 16,331,506	\$ 19,029,328

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 7. Pension and Retirement Plan Commitments (Continued)

Combining Statement of Changes in Fiduciary Net Assets
Pension Trust Funds
Year Ended April 30, 2009

	Firefighters' Pension	Police Pension	Total
Additions:			
Contributions:			
Employer	\$ 276,777	\$ 1,121,630	\$ 1,398,407
Employee	108,414	493,369	601,783
Total contributions	385,191	1,614,999	2,000,190
Investment income (loss):			
Net depreciation in fair value of investments	(24,305)	(2,482,393)	(2,506,698)
Interest	137,546	503,273	640,819
Total investment income (loss)	113,241	(1,979,120)	(1,865,879)
Total additions	498,432	(364,121)	134,311
Deductions:			
Benefits	-	777,598	777,598
Administrative expense	16,330	7,141	23,471
Total deductions	16,330	784,739	801,069
Change in net assets	482,102	(1,148,860)	(666,758)
Net assets held in trust for employees' pension benefits:			
May 1, 2008	2,215,720	17,480,366	19,696,086
April 30, 2009	<u>\$ 2,697,822</u>	<u>\$ 16,331,506</u>	<u>\$ 19,029,328</u>

Notes to Basic Financial Statements

Note 8. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The Village is a member of the Southwest Agency for Risk Management (SWARM) which is a public entity risk pool with eight member groups (villages and cities). The Village pays annual premiums to SWARM for its workers' compensation, general liability and property coverages.

The cooperative agreement provides that SWARM will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$600,000 per occurrence for workers' compensation and \$50,000 for occurrences for general liability and \$50,000 for occurrences for property.

One representative from each member serves on the SWARM board, and each board member has one vote on the board. None of its members have any direct equity interest in SWARM.

The Village purchases commercial insurance to cover its employees for health and accident claims.

The Village has not had significant reductions in insurance coverage from the previous fiscal year nor did settlements exceed insurance coverage in any of the last three years.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 9. Other Fund Disclosures (FFS Level Only)

Individual fund interfund receivable and payable balances as of April 30, 2009, are as follows:

<u>Fund</u>	<u>Due from</u>	<u>Due to</u>
Major Governmental Funds:		
General Fund:		
Recreation Fund	\$ 1,162,599	\$ -
Downtown TIF Fund	8,711	-
Water and Sewer Fund	-	3,019,829
Non-Major Governmental Fund	-	1,544,233
	<u>1,171,310</u>	<u>4,564,062</u>
Recreation Fund:		
General Fund	-	1,162,599
Water and Sewer Fund	-	700,000
	<u>-</u>	<u>1,862,599</u>
Downtown TIF Fund:		
General Fund	-	8,711
	<u>-</u>	<u>8,711</u>
Major Enterprise Fund:		
Water and Sewer Fund:		
General Fund	3,019,829	-
Recreation Fund	700,000	-
	<u>3,719,829</u>	<u>-</u>
Non-Major Governmental Funds:		
General Fund	1,544,233	-
Non-Major Governmental Fund	2,392	2,392
	<u>1,546,625</u>	<u>2,392</u>
 Total	 <u>\$ 6,437,764</u>	 <u>\$ 6,437,764</u>

Interfund debt reflects operating loans which are expected to be repaid in the following fiscal year.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 9. Other Fund Disclosures (FFS Level Only) (Continued)

Individual interfund advances receivable and payable balances as of April 30, 2009, are as follows:

<u>Fund</u>	<u>Advances to</u>	<u>Advances from</u>
Major Governmental Fund:		
General Fund:		
Non-Major Governmental Fund	\$ 817,514	\$ -
Non-Major Governmental Fund:		
General Fund	-	817,514
 Total	 \$ 817,514	 \$ 817,514

Interfund advances reflect operating loans, which are not expected to be repaid in the following fiscal year, but from future year operating revenues.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 9. Other Fund Disclosures (FFS Level Only) (Continued)

Interfund transfers for the year ended April 30, 2009, are as follows:

<u>Fund</u>	<u>Transfer From</u>	<u>Transfer To</u>
Major Governmental Funds:		
General Fund:		
Recreation Fund	\$ -	\$ 1,643,500
Non-Major Governmental Fund	29,000	750,000
Water and Sewer Fund	2,480,000	-
	<u>2,509,000</u>	<u>2,393,500</u>
Recreation Fund:		
General Fund	1,643,500	-
Non-Major Governmental Fund	-	17,819
	<u>1,643,500</u>	<u>17,819</u>
Downtown TIF Fund:		
Non-Major Governmental Fund	2,009,052	234,774
	<u>2,009,052</u>	<u>234,774</u>
Major Enterprise Fund:		
Water and Sewer Fund:		
General Fund	-	2,480,000
	<u>-</u>	<u>2,480,000</u>
Non-Major Governmental Funds:		
General Fund	750,000	29,000
Recreation Fund	17,819	-
Downtown TIF Fund	234,774	2,009,052
	<u>1,002,593</u>	<u>2,038,052</u>
 Total	 <u>\$ 7,164,145</u>	 <u>\$ 7,164,145</u>

Interfund transfers are to assist with payment of debt and cover expenses incurred in funds where work is related to other funds, and collapse multiple debt service funds.

Deficit Fund Balance

As of April 30, 2009, the following fund had a deficit fund balances:

<u>Fund</u>	<u>Amount</u>	<u>Intended Financing</u>
Local Gas Tax Fund	\$ 763,806	Home Rule Gas Tax

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 9. Other Fund Disclosures (FFS Level Only) (Continued)

Budget Over Expenditures

As of April 30, 2009, the following fund overexpended their budget:

<u>Fund</u>	<u>Amount</u>
Romeo Road TIF Fund	\$ 27,951

Note 10. Post Retirement Health Care Plan

The Village adopted GASB Statement No. 45 – *Accounting and Financial Reporting by Employers for Postretirement Benefits Other Than Pensions*, as of June 30, 2009 on a prospective basis. The Village recorded a \$50,246 liability due to the adoption of this Standard.

Plan Description

The Village provides post-employment health care benefits (OPEB) for retired employees. The Village Group Health Plan (the Plan) is a single-employer defined benefit healthcare plan administered by the Village. The Plan provides medical and dental insurance benefits to eligible retirees and their dependents. The benefits, benefit levels, employee contributions, and employer contributions are governed by the Village Board and can only be amended by the Village Board. The Plan is not accounted for as a trust fund and an irrevocable trust has not been established. The Village does not issue a Plan financial report.

Funding Policy

The contribution requirements of plan members and the Village are established and may be amended by the Village Board and are detailed in the "Plan Document." The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2009, the Village contributed \$27,552 to the plan for retired elected officials, which represents 100 percent of their premiums. Non elected official plan members receiving benefits contributed \$41,309, or 100 percent of the total premiums, through their required contribution.

Annual OPEB Cost and Net OPEB Obligation

The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 10. Post Retirement Healthcare Plan (continued)

The following table shows the components of the Village's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the Village's net OPEB obligation to the Plan:

Annual required contribution	\$ 77,798
Interest on net OPEB obligation	-
Adjustment to annual requirement contribution	-
Annual OPEB cost (expense)	<u>77,798</u>
Contributions made	<u>27,552</u>
Increase in net OPEB obligation	50,246
Net OPEB obligation, beginning of year	<u>-</u>
Net OPEB obligation, end of year	<u><u>\$ 50,246</u></u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 was as follows:

Year Ending	Annual OPEB Cost	Percentage Annual OPEB Cost Contributed	Net OPEB Obligation
04/30/2009	\$ 77,798	35.4%	\$ 50,246
04/30/2008	N/A	N/A	N/A
04/30/2007	N/A	N/A	N/A

Funded Status and Funding Progress

As of April 30, 2009, the most recent actuarial valuation date, the plan was 100 percent unfunded. The actuarial accrued liability for benefits was \$735,666, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of \$735,666. The covered payroll (annual payroll of active employees covered by the plan) was \$17,051,158 and the ratio of UAAL to the covered payroll was 4.3 percent.

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 the future employment, mortality, and the healthcare cost trend. Amounts determined reporting 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 the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Village of Romeoville, Illinois

Notes to Basic Financial Statements

Note 10. Post Retirement Healthcare Plan (continued)

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 the 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 the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2009 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 5.0 percent discount rate (includes inflation at 3.0 percent) annual healthcare cost trend rate of 8.0 percent initially, reduced by decrements to an ultimate rate of 6.0 percent, and anticipated participation of 20.0 percent to 100 percent based on position of employee. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2009 was 30 years.

Note 11. Defeased Debt

The Village defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liability for the defeased bonds are not included in the Village's financial statements. As of April 30, 2009, \$10,179,088 of bonds outstanding are considered defeased.

Note 12. Commitments

As of April 30, 2009, the Village had open contracts for the purchase of equipment and services totaling approximately \$5,153,000.

On July 18, 2007, the Village entered into an agreement with a developer to provide possibly future economic assistance for the development of an 80 acre parcel of land located on Weber Road. This agreement runs for an eight year period, commencing on the occupancy of various parcels in the development. Subject to some restrictions and priorities, the Village will remit 50 percent of sales taxes generated in the development up to \$4,000,000. As of April 30, 2009, the Village has remitted \$372,986 related to this agreement of which \$110,864 is included in accrued liabilities.

On August 15, 2007, the Village entered into an agreement with a developer to provide possibly future economic assistance for the development of a 76 acre parcel of land located on Weber Road known as Romeoville Crossings. This agreement runs for a seven year period, commencing on the occupancy of Wal-Mart in February 2008. Subject to some restrictions and priorities, the Village will remit 50 percent of sales taxes generated in the development up to \$5,200,000. As of April 30, 2009, the Village has remitted \$551,373 related to this agreement of which \$172,023 is included in accrued liabilities.

On December 2, 2008, the Village entered into an agreement with a developer to provide possibly future economic assistance for the development of a 39.775 acre parcel of land located on Weber Road. Commencing on the occupancy of the Meijer Store and subject to some restrictions and priorities, the Village will remit 50 percent of sales taxes generated in the development up to \$4,800,000. The assistance shall continue until the total reimbursement amount of \$4,800,000 is paid in full to the developer. As of April 30, 2009, the Village has not remitted any reimbursement to the developer.

Notes to Basic Financial Statements

Note 12. Commitments (continued)

On September 17, 2007, the Village entered into an agreement with a developer to provide future economic assistance for the development of the Romeo Redevelopment Plan. This agreement reimburses the developer a portion of the developer's costs in acquiring the redevelopment site and/or constructing those redevelopment improvements which are redevelopment costs in the total amount of \$350,000. As of April 30, 2009, the agreement is considered to have been fully executed. The Village has remitted \$174,396 to this agreement of which \$57,729 is included in accrued liabilities and \$175,604 has been classified as costs incurred by the Village for the redevelopment and used to offset the payment to the developer.

Note 13. Conduit Debt

In a prior fiscal year, the Village issued Adjustable Rate Demand Revenue Bonds to Lewis University for the purpose of financing. These bonds are collateralized only by the revenue of the University and are not considered liabilities or contingent liabilities of the Village. The total amount of bonds outstanding at April 30, 2009 is \$43,060,000.

On July 31, 2008, the Village issued \$5,500,000 of Industrial Development Revenue Bonds, Series 2008, to CGI Real Estate, LLC for the purpose of financing. These bonds are collateralized only by the revenue of the Company and are not considered liabilities or contingent liabilities of the Village. The total amount of Bonds outstanding at April 30, 2009 is \$5,500,000.

Note 14. Litigation

There are several pending lawsuits in which the Village is involved. Management and the Village's legal counsel believe that the potential claims against the Village not covered by insurance would not have a materially adverse effect on the Village's financial position.

Note 15. New Governmental Accounting Standards

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, will be effective for the Village, beginning with its year ending April 30, 2011. The objective of this Statement is to establish accounting and financial reporting requirements for intangible assets to reduce these inconsistencies, thereby enhancing the comparability of the accounting and financial reporting of such assets among state and local governments.

GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*, will be effective for the Village beginning with its year ending April 30, 2010. This statement establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments also are required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value, and other information that they currently present for other investments reported at fair value.

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, will be effective for the Village beginning with its year ending April 30, 2011. This Statement addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments.

GASB Statement No. 54, *Fund Balance Reporting and Government Fund Type Definitions*, will be effective for the Village beginning with its year ending April 30, 2011. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported on governmental funds.

Management has not yet determined the impact, if any these Statements will have on the financial position and results of operations of the Village.

Note 16. Subsequent Events

Village debt: On May 4, 2009, the Village issued \$6,700,000 of General Obligation Bonds, Series 2009, for the purpose of providing for the related costs and expenses of the 2009 open space project. Interest rates range from 3.00 percent to 4.25 percent.

Village of Romeoville, Illinois

Illinois Municipal Retirement Fund
 Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2008	\$ 14,336,552	\$ 19,076,604	\$ 4,740,052	75.15 %	\$ 9,343,761	50.73 %
12/31/2007	14,533,936	16,954,438	2,420,502	85.72	8,723,099	27.75
12/31/2006	13,189,931	14,375,684	1,185,753	91.75	7,460,413	15.89

Village of Romeoville, Illinois

Police Pension Fund
 Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAAL as a Percentage of Covered Payroll ((b-a)/c)
04/30/2008	\$ 17,480,366	\$ 28,304,804	\$ 10,824,438	61.76 %	\$ 4,495,763	240.77
04/30/2007	16,376,667	25,626,834	9,250,167	63.90	4,420,203	209.27
04/30/2006	13,872,790	22,844,950	8,972,160	60.73	3,946,282	227.36
04/30/2005	12,922,591	20,533,524	7,610,933	62.93	3,675,642	207.06
04/30/2004	12,148,022	18,048,435	5,900,413	67.31	3,273,964	180.22
04/30/2003	10,894,529	15,217,745	4,323,216	71.59	2,762,209	156.51

Village of Romeoville, Illinois

Firefighters' Pension Fund
 Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
04/30/2008	\$ 2,215,720	\$ 3,253,029	\$ 1,037,309	68.11 %	\$ 1,167,102	88.88 %
04/30/2007	1,791,307	2,871,649	1,080,342	62.38	1,004,593	107.54
04/30/2006	1,435,528	2,399,068	963,540	59.84	627,673	153.51
04/30/2005	1,228,017	2,003,836	775,819	61.28	536,198	144.69
04/30/2004	1,065,633	1,734,363	668,730	61.44	375,680	178.01
04/30/2003	950,828	1,235,436	284,608	76.96	333,374	85.37

Village of Romeoville, Illinois

Post Retirement Healthcare Plan
 Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
04/30/2009	\$ -	\$ 735,666	\$ 735,666	- %	\$ 17,051,158	4.31 %
04/30/2008	N/A	N/A	N/A	N/A	N/A	N/A
04/30/2007	N/A	N/A	N/A	N/A	N/A	N/A

Village of Romeoville, Illinois

Schedule of Employer Contributions
Police Pension Fund

Fiscal Year	Annual Required Contribution	Percentage Contributed
2009	\$ 1,169,134	95.94 %
2008	1,026,752	99.93
2007	918,577	99.81
2006	778,062	99.90
2005	954,062	53.96
2004	N/A	N/A

Village of Romeoville, Illinois

Schedule of Employer Contributions
Firefighters' Pension Fund

Fiscal Year	Annual Required Contribution	Percentage Contributed	
2009	\$ 293,777	94.21	%
2008	184,642	100.28	
2007	154,866	100.00	
2006	116,273	100.45	
2005	92,360	89.04	
2004	N/A	N/A	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 General Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 8,817,400	\$ 8,791,463	\$ (25,937)
Other taxes	17,094,550	14,249,678	(2,844,872)
Interest	900,000	217,170	(682,830)
Fines	680,000	645,190	(34,810)
Licenses and permits	2,044,000	1,568,431	(475,569)
Charges for services	4,544,500	3,822,247	(722,253)
Intergovernmental	4,806,400	4,844,985	38,585
Developer contributions	-	29,239	29,239
Other	756,100	660,584	(95,516)
Total revenues	<u>39,642,950</u>	<u>34,828,987</u>	<u>(4,813,963)</u>
Expenditures:			
Current:			
General government	10,716,550	8,756,871	1,959,679
Public safety	16,559,200	15,233,202	1,325,998
Public works	7,423,700	6,952,140	471,560
Debt service:			
Principal	242,800	198,907	43,893
Interest and fees	29,800	33,328	(3,528)
Capital outlay	4,967,700	3,972,546	995,154
Total expenditures	<u>39,939,750</u>	<u>35,146,994</u>	<u>4,792,756</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(296,800)</u>	<u>(318,007)</u>	<u>(21,207)</u>
Other financing sources (uses):			
Lease issuance	-	171,848	171,848
Transfer in	2,509,000	2,509,000	-
Transfer (out)	(2,212,200)	(2,393,500)	(181,300)
Total other financing sources (uses)	<u>296,800</u>	<u>287,348</u>	<u>(9,452)</u>
Change in fund balance	<u>\$ -</u>	<u>(30,659)</u>	<u>\$ (30,659)</u>
Fund balance:			
May 1, 2008		<u>11,048,589</u>	
April 30, 2009		<u>\$ 11,017,930</u>	

See Note to Required Supplementary Information.

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual
Recreation Fund
Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 1,311,600	\$ 1,305,384	\$ (6,216)
Other taxes	1,142,000	591,465	(550,535)
Interest	70,000	31,617	(38,383)
Charges for services	801,800	812,830	11,030
Intergovernmental	900,000	182,200	(717,800)
Developer contributions	-	90,000	90,000
Other	106,400	96,966	(9,434)
Total revenues	<u>4,331,800</u>	<u>3,110,462</u>	<u>(1,221,338)</u>
Expenditures:			
Current: Culture and recreation:			
Operations:			
Salaries	377,900	370,671	7,229
Contractual	93,500	71,552	21,948
Commodities	32,500	25,461	7,039
Other	347,700	337,441	10,259
Recreation programs:			
Salaries	864,500	872,558	(8,058)
Contractual	280,500	201,989	78,511
Commodities	327,800	280,796	47,004
Park maintenance:			
Salaries	600,700	589,385	11,315
Contractual	473,500	242,521	230,979
Commodities	54,500	41,037	13,463
Recreation center:			
Salaries	372,800	370,275	2,525
Contractual	204,500	156,694	47,806
Commodities	50,000	49,965	35
Capital outlay	10,675,000	661,290	10,013,710
Total expenditures	<u>14,755,400</u>	<u>4,271,635</u>	<u>10,483,765</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,423,600)</u>	<u>(1,161,173)</u>	<u>9,262,427</u>
Other financing sources (uses):			
Bond proceeds	8,000,000	-	(8,000,000)
Transfer in	1,643,500	1,643,500	-
Transfer (out)	(17,900)	(17,819)	81
Total other financing sources (uses)	<u>9,625,600</u>	<u>1,625,681</u>	<u>(7,999,919)</u>
Change in fund balance	<u>\$ (798,000)</u>	464,508	<u>\$ 1,262,508</u>
Fund balance:			
May 1, 2008		<u>442,715</u>	
April 30, 2009		<u>\$ 907,223</u>	

See Note to Required Supplementary Information.

Note to Required Supplementary Information

Note 1. Budget Information

Budgetary Basis of Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles.

Budgetary Process

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- a) The Finance Director submits to the Village Board of Trustees a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted by the Village to obtain taxpayer comments.
- c) Subsequently, the budget is legally enacted through passage of an ordinance.
- d) Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service, and certain capital project funds.
- e) Budgets for those funds were adopted on a basis consistent with generally accepted accounting principles.
- f) Budgetary authority lapses at the year-end.
- g) State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. The level of legal control is generally considered to be the fund budget in total.
- h) Budget amounts are as originally adopted.

Village of Romeoville, Illinois

Schedule of General Fund Revenues - Budget and Actual
Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Property taxes:			
Corporate tax levy	\$ 2,265,300	\$ 2,254,458	\$ (10,842)
Fire protection levy	291,900	291,743	(157)
Police protection levy	535,900	533,366	(2,534)
Ambulance levy	619,900	619,390	(510)
Audit tax levy	75,400	75,074	(326)
Social security levy	1,226,100	1,220,243	(5,857)
Street levy	503,000	510,707	7,707
Refuse disposal levy	575,300	572,584	(2,716)
Tort immunity levy	1,321,800	1,315,491	(6,309)
Police pension levy	1,126,200	1,121,630	(4,570)
Fire pension levy	276,600	276,777	177
Total property taxes	8,817,400	8,791,463	(25,937)
Other taxes:			
Sales tax	5,351,850	4,224,703	(1,127,147)
Use tax	480,900	521,046	40,146
Utility tax:			
Electric	2,800,000	2,875,539	75,539
Gas	850,000	778,741	(71,259)
Telephone	1,575,000	1,487,257	(87,743)
Water	235,000	219,864	(15,136)
Charitable games tax	-	391	391
Fire Insurance tax	35,000	-	(35,000)
Automobile rental tax	4,100	5,417	1,317
Home rule sales tax	4,262,700	3,266,360	(996,340)
Home rule gas tax	700,000	577,591	(122,409)
Real estate transfer tax	800,000	292,769	(507,231)
Total other taxes	17,094,550	14,249,678	(2,844,872)
Interest	900,000	217,170	(682,830)
Fines:			
Court fines	350,000	332,073	(17,927)
Court supervision fines - vehicle	30,000	-	(30,000)
Administrative tickets	8,000	10,440	2,440
Parking tickets	24,000	23,909	(91)
Dog/animal fines	6,000	6,169	169
Forfeiture of cash police department	10,000	55,999	45,999
False alarm fines	27,000	26,700	(300)
Vehicle impound fees	225,000	189,900	(35,100)
Total fines	680,000	645,190	(34,810)
Licenses and permits:			
Business licenses	62,000	66,450	4,450
Liquor licenses	50,000	52,308	2,308
Business permits	75,000	85,800	10,800
Solicitor permits	2,500	5,650	3,150
Building permits	1,500,000	1,073,448	(426,552)
Garage sale permits	3,000	2,985	(15)
Inspection permits	350,000	280,744	(69,256)
Animal tags	1,500	1,046	(454)
Total licenses and permits	2,044,000	1,568,431	(475,569)

(continued)

Village of Romeoville, Illinois

Schedule of General Fund Revenues - Budget and Actual (Continued)
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Charges for services:			
Vacancy inspection fees	\$ -	\$ 1,550	\$ 1,550
Cable TV franchise fee	316,000	313,782	(2,218)
Ambulance fees	400,000	330,437	(69,563)
Rental income	12,000	16,871	4,871
NSF check charges	400	650	250
Administration fees	6,000	3,984	(2,016)
Zoning board maps/variance	75,000	105,648	30,648
Code books	100	-	(100)
Rental inspection fees	70,000	80,900	10,900
Construction reinspection fees	50,000	17,547	(32,453)
Sprint rental fees	23,300	24,438	1,138
Engineering fees	750,000	310,277	(439,723)
Fire prevention service fees	12,000	15,425	3,425
Fire academy	353,700	203,199	(150,501)
Rubbish collection fees	2,475,000	2,394,113	(80,887)
Portable sign/pennant permit	1,000	3,426	2,426
Total charges for services	4,544,500	3,822,247	(722,253)
Intergovernmental:			
State income tax	3,402,900	3,172,690	(230,210)
Replacement tax	170,000	165,107	(4,893)
Auto theft	61,000	60,805	(195)
State grants	-	40,750	40,750
Federal grants	50,000	55,681	5,681
D.A.R.E. program revenue	7,500	15,000	7,500
Lockport fire agreement	1,115,000	1,334,952	219,952
Total intergovernmental	4,806,400	4,844,985	38,585

(continued)

Village of Romeoville, Illinois

Schedule of General Fund Revenues - Budget and Actual (Continued)
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Developer contributions	\$ -	\$ 29,239	\$ 29,239
Other:			
Will County grants	54,000	61,524	7,524
Fingerprinting	100	1,228	1,128
Good neighbor donations	2,000	-	(2,000)
General donations	10,000	8,200	(1,800)
Bolingbrook shared revenue	80,000	-	(80,000)
Police special detail	45,000	46,580	1,580
Training reimbursement	15,000	5,100	(9,900)
Community development reimbursement	100,000	58,731	(41,269)
Workers compensation reimbursement	45,000	629	(44,371)
Liaison officer	35,000	86,782	51,782
Other reimbursements	35,000	78,383	43,383
Insurance reimbursements	20,000	20,147	147
Reimbursement of legal fees	10,000	100	(9,900)
Health insurance contributions	129,000	139,378	10,378
Hazardous material reimbursements	25,000	1,991	(23,009)
Rain barrel program	-	1,105	1,105
AT&T landscaping fees	-	7,500	7,500
Police/accident reports	7,000	7,352	352
Fire reports	1,000	680	(320)
Marquette TIF distribution	73,000	73,151	151
Mosquito abatement	15,000	13,422	(1,578)
Cobra retiree contribution	15,000	41,309	26,309
Developer's breakfast	11,000	2,400	(8,600)
Sale of property	8,000	693	(7,307)
Miscellaneous income	10,000	3,290	(6,710)
MSC guarantee	10,000	-	(10,000)
Advertising	1,000	909	(91)
Total other	756,100	660,584	(95,516)
Total revenues	\$ 39,642,950	\$ 34,828,987	\$ (4,813,963)

Village of Romeoville, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
General government:			
Mayor:			
Salaries	\$ 48,400	\$ 47,548	\$ 852
Contractual	16,000	7,532	8,468
Commodities	9,000	4,885	4,115
Total mayor	73,400	59,965	13,435
General Village Board:			
Salaries	172,600	128,629	43,971
Contractual	91,000	43,810	47,190
Commodities	146,000	121,973	24,027
Total general village board	409,600	294,412	115,188
Village administration:			
Salaries	382,200	383,176	(976)
Contractual	611,200	926,829	(315,629)
Commodities	41,200	23,213	17,987
Total village administration	1,034,600	1,333,218	(298,618)
Personnel:			
Salaries	253,000	249,991	3,009
Contractual	2,928,000	2,566,962	361,038
Commodities	30,350	24,933	5,417
Total personnel	3,211,350	2,841,886	369,464
Operations:			
Salaries	78,500	78,184	316
Contractual	70,500	65,565	4,935
Commodities	9,500	6,991	2,509
Other	2,266,900	754,058	1,512,842
Total operations	2,425,400	904,798	1,520,602

(continued)

Village of Romeoville, Illinois

Schedule of General Fund Expenditures - Budget and Actual (continued)
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
General government: (continued)			
Economic development:			
Contractual	\$ 14,000	\$ 5,546	\$ 8,454
Village clerk:			
Salaries	82,400	70,239	12,161
Contractual	38,000	15,428	22,572
Commodities	2,000	165	1,835
Total village clerk	122,400	85,832	36,568
Finance department:			
Administration:			
Salaries	565,600	598,026	(32,426)
Contractual	5,000	3,566	1,434
Commodities	59,500	85,102	(25,602)
Total administration	630,100	686,694	(56,594)
General services:			
Salaries	25,000	635	24,365
Contractual	356,000	381,896	(25,896)
Commodities	18,000	18,179	(179)
Other	8,000	36,081	(28,081)
Total general services	407,000	436,791	(29,791)
Information services:			
Salaries	357,400	335,119	22,281
Contractual	516,400	375,864	140,536
Commodities	37,000	34,526	2,474
Total information services	910,800	745,509	165,291
Total finance department	1,947,900	1,868,994	78,906
Community services and development:			
Administration:			
Salaries	675,500	652,301	23,199
Contractual	48,000	44,372	3,628
Commodities	27,800	20,770	7,030
Total administration	751,300	717,443	33,857

(continued)

Village of Romeoville, Illinois

Schedule of General Fund Expenditures - Budget and Actual (continued)
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
General government: (continued)			
Community services and development: (continued)			
Inspectional services:			
Salaries	\$ 560,200	\$ 568,670	\$ (8,470)
Contractual	161,200	75,335	85,865
Commodities	5,200	772	4,428
Total inspectional services	<u>726,600</u>	<u>644,777</u>	<u>81,823</u>
Total community services and development	<u>1,477,900</u>	<u>1,362,220</u>	<u>115,680</u>
Total general government	<u>10,716,550</u>	<u>8,756,871</u>	<u>1,959,679</u>
Public safety:			
Police and fire commission:			
Salaries	31,300	22,818	8,482
Contractual	94,000	57,151	36,849
Commodities	4,000	1,010	2,990
Total police and fire commission	<u>129,300</u>	<u>80,979</u>	<u>48,321</u>
Police department:			
Administration:			
Salaries	1,959,600	1,974,506	(14,906)
Contractual	11,500	7,733	3,767
Commodities	4,000	3,593	407
Total administration	<u>1,975,100</u>	<u>1,985,832</u>	<u>(10,732)</u>
Operations:			
Salaries	7,355,300	7,215,147	140,153
Contractual	397,500	333,387	64,113
Commodities	179,500	163,230	16,270
Other	12,500	7,977	4,523
Total operations	<u>7,944,800</u>	<u>7,719,741</u>	<u>225,059</u>
Support services:			
Salaries	1,040,000	934,544	105,456
Contractual	30,000	32,984	(2,984)
Commodities	8,000	17,833	(9,833)
Total support services	<u>1,078,000</u>	<u>985,361</u>	<u>92,639</u>
Total police department	<u>10,997,900</u>	<u>10,690,934</u>	<u>306,966</u>

(continued)

Village of Romeoville, Illinois

Schedule of General Fund Expenditures - Budget and Actual (continued)
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Public safety: (continued)			
Fire and ambulance department:			
Administration:			
Salaries	\$ 4,291,500	\$ 3,626,566	\$ 664,934
Contractual	530,500	372,285	158,215
Commodities	199,100	180,654	18,446
Total fire and ambulance department	5,021,100	4,179,505	841,595
Fire academy:			
Administration:			
Salaries	215,300	118,790	96,510
Contractual	43,400	22,972	20,428
Commodities	59,000	61,436	(2,436)
Total fire academy	317,700	203,198	114,502
Romeoville emergency management agency:			
Administration:			
Salaries	26,700	22,763	3,937
Contractual	7,500	3,883	3,617
Commodities	7,000	6,329	671
Total administration	41,200	32,975	8,225
Operations:			
Contractual	35,500	30,099	5,401
Commodities	5,500	5,461	39
Total operations	41,000	35,560	5,440
Communications:			
Contractual	11,000	10,051	949
Total Romeoville emergency management agency	93,200	78,586	14,614
Total public safety	16,559,200	15,233,202	1,325,998

(continued)

Village of Romeoville, Illinois

Schedule of General Fund Expenditures - Budget and Actual (continued)
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Public works:			
Administration:			
Salaries	\$ 466,000	\$ 463,874	\$ 2,126
Buildings and grounds:			
Salaries	1,162,600	1,181,098	(18,498)
Contractual	504,500	343,850	160,650
Commodities	82,000	69,853	12,147
Total buildings and grounds	1,749,100	1,594,801	154,299
Motor pool:			
Salaries	327,700	323,614	4,086
Contractual	226,700	154,743	71,957
Commodities	324,500	395,379	(70,879)
Total motor pool	878,900	873,736	5,164
Streets and sanitation:			
Salaries	1,035,200	1,007,256	27,944
Contractual	3,060,500	2,835,546	224,954
Commodities	234,000	176,927	57,073
Total streets and sanitation	4,329,700	4,019,729	309,971
Total public works	7,423,700	6,952,140	471,560
Debt service:			
Principal	242,800	198,907	43,893
Interest and fees	29,800	33,328	(3,528)
Total debt service	272,600	232,235	40,365
Capital outlay:			
General government	1,003,000	738,222	264,778
Public safety	384,700	643,268	(258,568)
Public works	3,580,000	2,591,056	988,944
Total capital outlay	4,967,700	3,972,546	995,154
Total expenditures	\$ 39,939,750	\$ 35,146,994	\$ 4,792,756

Village of Romeoville, Illinois

Combining Balance Sheet
 Non-Major Governmental Funds
 April 30, 2009

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
Assets				
Cash and cash equivalents	\$ 1,110,480	\$ 955,242	\$ 6,892,910	\$ 8,958,632
Receivables:				
Property taxes	-	1,011,453	-	1,011,453
Accounts	2,976	-	141,603	144,579
Other	53,708	-	-	53,708
Due from other funds	-	-	1,546,625	1,546,625
Due from other governmental units	73,305	-	-	73,305
Total assets	\$ 1,240,469	\$ 1,966,695	\$ 8,581,138	\$ 11,788,302
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 193,747	\$ -	\$ 65,162	\$ 258,909
Due to other funds	-	2,392	-	2,392
Advance from other funds	817,514	-	-	817,514
Deferred revenue	-	1,011,453	-	1,011,453
Total liabilities	1,011,261	1,013,845	65,162	2,090,268
Fund balances,				
unreserved, reported in:				
Special revenue funds	229,208	-	-	229,208
Debt service funds	-	952,850	-	952,850
Capital projects funds	-	-	8,515,976	8,515,976
Total fund balances	229,208	952,850	8,515,976	9,698,034
Total liabilities and fund balances	\$ 1,240,469	\$ 1,966,695	\$ 8,581,138	\$ 11,788,302

Village of Romeoville, Illinois

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
 Non-Major Governmental Funds
 Year Ended April 30, 2009

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
Revenues:				
Property taxes	\$ -	\$ 997,266	\$ 2,462,657	\$ 3,459,923
Other taxes	577,591	-	-	577,591
Interest	40,215	26,270	95,601	162,086
Intergovernmental	1,006,895	-	-	1,006,895
Developer contributions	-	-	28,577	28,577
Other	6,864	12,653	-	19,517
Total revenues	1,631,565	1,036,189	2,586,835	5,254,589
Expenditures:				
Current:				
General government	-	-	762,157	762,157
Public works	1,036,938	-	-	1,036,938
Debt service:				
Principal	-	1,252,298	-	1,252,298
Interest and fees	-	1,657,640	-	1,657,640
Capital outlay	1,653,732	-	464,196	2,117,928
Total expenditures	2,690,670	2,909,938	1,226,353	6,826,961
Excess (deficiency) of revenues over (under) expenditures	(1,059,105)	(1,873,749)	1,360,482	(1,572,372)
Other financing sources (uses):				
Transfers in	-	767,819	234,774	1,002,593
Transfers (out)	(29,000)	-	(2,009,052)	(2,038,052)
Total other financing sources (uses)	(29,000)	767,819	(1,774,278)	(1,035,459)
Change in fund balance	(1,088,105)	(1,105,930)	(413,796)	(2,607,831)
Fund balances:				
May 1, 2008	1,317,313	2,058,780	8,929,772	12,305,865
April 30, 2009	\$ 229,208	\$ 952,850	\$ 8,515,976	\$ 9,698,034

Village of Romeoville, Illinois

Combining Balance Sheet
 Non-Major Special Revenue Funds
 April 30, 2009

	Motor Fuel Tax	Local Gas Tax	Total
Assets			
Cash and cash equivalents	\$ 1,110,480	\$ -	\$ 1,110,480
Receivables:			
Accounts	2,976	-	2,976
Other	-	53,708	53,708
Due from other governmental units	73,305	-	73,305
Total assets	\$ 1,186,761	\$ 53,708	\$ 1,240,469
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 193,747	\$ -	\$ 193,747
Advances from other funds	-	817,514	817,514
Total liabilities	193,747	817,514	1,011,261
Fund balances (deficits)			
Unreserved	993,014	(763,806)	229,208
Total liabilities and fund balances	\$ 1,186,761	\$ 53,708	\$ 1,240,469

Village of Romeoville, Illinois

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance -
 Non-Major Special Revenue Funds
 Year Ended April 30, 2009

	Motor Fuel Tax	Local Gas Tax	Total
Revenues:			
Other taxes	\$ -	\$ 577,591	\$ 577,591
Interest	40,215	-	40,215
Intergovernmental	1,006,895	-	1,006,895
Other	6,864	-	6,864
Total revenues	1,053,974	577,591	1,631,565
Expenditures:			
Current: Public works	1,036,938	-	1,036,938
Capital outlay	479,667	1,174,065	1,653,732
Total expenditures	1,516,605	1,174,065	2,690,670
Excess (deficiency) of revenues over (under) expenditures	(462,631)	(596,474)	(1,059,105)
Other financing uses:			
Transfers out	(29,000)	-	(29,000)
Change in fund balance	(491,631)	(596,474)	(1,088,105)
Fund balances (deficits):			
May 1, 2008	1,484,645	(167,332)	1,317,313
April 30, 2009	\$ 993,014	\$ (763,806)	\$ 229,208

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 Motor Fuel Tax Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Interest	\$ 115,000	\$ 40,215	\$ (74,785)
Intergovernmental:			
Motor fuel tax allotments	1,053,600	1,006,895	(46,705)
Other	-	6,864	6,864
Total revenues	<u>1,168,600</u>	<u>1,053,974</u>	<u>(114,626)</u>
Expenditures:			
Current: Public works:			
Contractual	571,000	671,190	(100,190)
Commodities	300,000	365,748	(65,748)
Capital outlay	1,600,000	479,667	1,120,333
Total expenditures	<u>2,471,000</u>	<u>1,516,605</u>	<u>954,395</u>
Excess (deficiency) of revenues over (under) expenditures	(1,302,400)	(462,631)	839,769
Other financing uses:			
Transfers out	(29,000)	(29,000)	-
Change in fund balance	<u>\$ (1,331,400)</u>	<u>(491,631)</u>	<u>\$ 839,769</u>
Fund balance:			
May 1, 2008		<u>1,484,645</u>	
April 30, 2009		<u>\$ 993,014</u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Local Gas Tax Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Other taxes:			
Home rule gas tax	\$ 700,000	\$ 577,591	\$ (122,409)
Interest	5,000	-	(5,000)
Intergovernmental:			
State grants	70,000	-	(70,000)
Total revenues	<u>775,000</u>	<u>577,591</u>	<u>(197,409)</u>
Expenditures:			
Capital outlay	<u>2,800,000</u>	<u>1,174,065</u>	<u>1,625,935</u>
Change in fund balance	<u><u>\$ (2,025,000)</u></u>	<u>(596,474)</u>	<u><u>\$ 1,428,526</u></u>
Fund balance (deficit):			
May 1, 2008		<u>(167,332)</u>	
April 30, 2009		<u><u>\$ (763,806)</u></u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 Debt Service Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 1,000,600	\$ 997,266	\$ (3,334)
Interest	12,700	26,270	13,570
Other	-	12,653	12,653
Total revenues	1,013,300	1,036,189	22,889
Expenditures:			
Debt service:			
Principal	1,152,300	1,252,298	(99,998)
Interest and fees	2,474,200	1,657,640	816,560
Total expenditures	3,626,500	2,909,938	716,562
Excess (deficiency) of revenues over (under) expenditures	(2,613,200)	(1,873,749)	739,451
Other financing sources:			
Transfers in	586,600	767,819	181,219
Change in fund balance	\$ (2,026,600)	(1,105,930)	\$ 920,670
Fund balance:			
May 1, 2008		2,058,780	
April 30, 2009		\$ 952,850	

Village of Romeoville, Illinois

Combining Balance Sheet
 Non-Major Capital Projects Funds
 April 30, 2009

	Road Improvements Fund	Marquette Center TIF Fund	2004 Construction Fund	2002A Construction Fund	Romeo Road TIF Fund	Total
Assets						
Cash and cash equivalents	\$ 1,229,612	\$ 4,010,683	\$ 659,281	\$ 935,572	\$ 57,762	\$ 6,892,910
Accounts receivable	-	-	141,603	-	-	141,603
Due from other funds	-	1,544,233	-	2,392	-	1,546,625
Total assets	\$ 1,229,612	\$ 5,554,916	\$ 800,884	\$ 937,964	\$ 57,762	\$ 8,581,138
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 928	\$ -	\$ -	\$ 6,505	\$ 57,729	\$ 65,162
Fund balances						
Unreserved	1,228,684	5,554,916	800,884	931,459	33	8,515,976
Total liabilities and fund balances	\$ 1,229,612	\$ 5,554,916	\$ 800,884	\$ 937,964	\$ 57,762	\$ 8,581,138

Village of Romeoville, Illinois

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance -
 Non-Major Capital Projects Funds
 Year Ended April 30, 2009

	Road Improvements Fund	Marquette Center TIF Fund	2004 Construction Fund	2002A Construction Fund	Romeo Road TIF Fund	Total
Revenues:						
Property taxes	\$ -	\$ 2,462,657	\$ -	\$ -	\$ -	\$ 2,462,657
Interest	10,357	60,826	8,144	16,274	-	95,601
Developer contributions	-	-	-	-	28,577	28,577
Total revenues	10,357	2,523,483	8,144	16,274	28,577	2,586,835
Expenditures:						
Current: General government:	-	498,806	-	-	263,351	762,157
Capital outlay	385,581	15,626	4,961	58,028	-	464,196
Total expenditures	385,581	514,432	4,961	58,028	263,351	1,226,353
Excess (deficiency) of revenues over (under) expenditures	(375,224)	2,009,051	3,183	(41,754)	(234,774)	1,360,482
Other financing sources (uses):						
Transfer in	-	-	-	-	234,774	234,774
Transfers (out)	-	(2,009,052)	-	-	-	(2,009,052)
Total other financing sources (uses)	-	(2,009,052)	-	-	234,774	(1,774,278)
Change in fund balance	(375,224)	(1)	3,183	(41,754)	-	(413,796)
Fund balances:						
May 1, 2008	1,603,908	5,554,917	797,701	973,213	33	8,929,772
April 30, 2009	\$ 1,228,684	\$ 5,554,916	\$ 800,884	\$ 931,459	\$ 33	\$ 8,515,976

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 Road Improvements Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
<hr/>			
Revenues:			
Interest	\$ -	\$ 10,357	\$ 10,357
Expenditures:			
Capital outlay	<u>968,000</u>	<u>385,581</u>	<u>582,419</u>
Change in fund balance	<u>\$ (968,000)</u>	<u>(375,224)</u>	<u>\$ 592,776</u>
Fund balance:			
May 1, 2008		<u>1,603,908</u>	
April 30, 2009		<u>\$ 1,228,684</u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 Marquette Center Tax Increment Financing District Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 2,625,000	\$ 2,462,657	\$ (162,343)
Interest	177,000	60,826	(116,174)
Total revenues	<u>2,802,000</u>	<u>2,523,483</u>	<u>(278,517)</u>
Expenditures:			
Current: General government: Contractual	552,000	498,806	53,194
Capital outlay	-	15,626	(15,626)
Total expenditures	<u>552,000</u>	<u>514,432</u>	<u>37,568</u>
Excess (deficiency) of revenues over (under) expenditures	2,250,000	2,009,051	(240,949)
Other financing uses:			
Transfers out	<u>(2,250,000)</u>	<u>(2,009,052)</u>	<u>240,948</u>
Change in fund balance	<u>\$ -</u>	<u>(1)</u>	<u>\$ (1)</u>
Fund balance:			
May 1, 2008		<u>5,554,917</u>	
April 30, 2009		<u>\$ 5,554,916</u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 2004 Construction Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
<hr/>			
Revenues:			
Interest	\$ -	\$ 8,144	\$ 8,144
Expenditures:			
Capital outlay	<u>638,000</u>	4,961	<u>633,039</u>
Change in fund balance	<u>\$ (638,000)</u>	3,183	<u>\$ 641,183</u>
Fund balance:			
May 1, 2008		<u>797,701</u>	
April 30, 2009		<u>\$ 800,884</u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 2002A Construction Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
<hr/>			
Revenues:			
Interest	\$ -	\$ 16,274	\$ 16,274
Expenditures:			
Capital outlay	<u>794,000</u>	<u>58,028</u>	<u>735,972</u>
Change in fund balance	<u>\$ (794,000)</u>	<u>(41,754)</u>	<u>\$ 752,246</u>
Fund balance:			
May 1, 2008		<u>973,213</u>	
April 30, 2009		<u>\$ 931,459</u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 Romeo Road Tax Increment Financing District Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
<hr/>			
Revenues:			
Developer contributions	\$ -	\$ 28,577	\$ 28,577
Expenditures:			
Current: General government: Contractual	<u>235,400</u>	<u>263,351</u>	<u>(27,951)</u>
Excess (deficiency) of revenues over (under) expenditures	(235,400)	(234,774)	626
Other financing sources:			
Transfers in	<u>235,400</u>	<u>234,774</u>	<u>(626)</u>
 Change in fund balance	 <u><u>\$ -</u></u>	 <u><u>-</u></u>	 <u><u>\$ -</u></u>
Fund balance:			
May 1, 2008		<u>33</u>	
April 30, 2009		<u><u>\$ 33</u></u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 Downtown Tax Increment Financing District Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 134,000	\$ 150,612	\$ 16,612
Interest	12,000	18,207	6,207
Charges for services	300,000	253,684	(46,316)
Other	-	1,551	1,551
Total revenues	446,000	424,054	(21,946)
Expenditures:			
Current: General government: Contractual	1,164,000	245,009	918,991
Capital outlay	23,584,600	2,402,527	21,182,073
Total expenditures	24,748,600	2,647,536	22,101,064
Excess (deficiency) of revenues over (under) expenditures	<u>(24,302,600)</u>	<u>(2,223,482)</u>	<u>22,079,118</u>
Other financing sources (uses):			
Bond proceeds	19,288,000	-	(19,288,000)
Transfers in	2,250,000	2,009,052	(240,948)
Sale of property	3,000,000	-	(3,000,000)
Transfers (out)	(235,400)	(234,774)	626
Total other financing sources (uses)	24,302,600	1,774,278	(22,528,322)
Change in fund balance	\$ -	(449,204)	\$ (449,204)
Fund balance:			
May 1, 2008		1,470,940	
April 30, 2009		\$ 1,021,736	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual
 Facility Construction Fund
 Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Interest	\$ -	\$ 442,773	\$ 442,773
Charges for services	-	140	140
Intergovernmental, state grants	400,000	-	(400,000)
Other	-	18,550	18,550
Total revenues	<u>400,000</u>	<u>461,463</u>	<u>61,463</u>
Expenditures:			
Debt service:			
Bond issuance costs	-	1,701,082	(1,701,082)
Capital outlay	57,400,000	15,848,736	41,551,264
Total expenditures	<u>57,400,000</u>	<u>17,549,818</u>	<u>39,950,182</u>
Excess (deficiency) of revenues over (under) expenditures	(57,000,000)	(17,088,355)	39,911,645
Other financing sources:			
Bond proceeds	55,000,000	47,135,884	(7,864,116)
Change in fund balance	<u>\$ (2,000,000)</u>	<u>30,047,529</u>	<u>\$ 32,047,529</u>
Fund balance:			
May 1, 2008		<u>3,186,487</u>	
April 30, 2009		<u>\$ 33,234,016</u>	

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Net Assets
 Budget and Actual - Water and Sewer Fund
 Year Ended April 30, 2009

	Budget	Actual
Operating revenues:		
Charges for services:		
Water sales	\$ 5,763,000	\$ 5,425,875
Sewer sales	7,140,000	6,456,924
Fines and fees:		
Late charges	375,000	333,985
Other fees	-	3,317
Tap on fees	410,000	716,744
Reconnection fees	45,000	56,860
NSF Charges	11,000	9,780
Developer contributions	-	144,228
Reimbursements	65,000	67,905
Other	9,800	15,574
Total operating revenues	13,818,800	13,231,192
Operating expenses:		
Finance administration:		
Salaries	347,700	344,234
Contractual	158,000	150,468
Commodities	8,200	32,650
Other	2,875	1,748
Total finance administration	516,775	529,100
Public works administration:		
Contractual	999,000	588,433
Commodities	15,500	10,126
Capital outlay	135,000	69,151
Other	100,000	6,917
Total public works administration	1,249,500	674,627
Public works water distribution:		
Salaries	1,235,700	1,289,219
Contractual	1,510,000	1,151,050
Commodities	979,000	639,369
Capital outlay	4,572,000	2,569,069
Total public works water distribution	8,296,700	5,648,707

(continued)

Village of Romeoville, Illinois

Schedule of Revenues, Expenditures, and Changes in Net Assets (Continued)
 Budget and Actual - Water and Sewer Fund
 Year Ended April 30, 2009

	Budget	Actual
Operating expenses: (continued)		
Public works sewage treatment:		
Salaries	\$ 850,600	\$ 724,731
Contractual	1,536,000	790,346
Commodities	207,500	78,813
Capital outlay	2,442,500	2,800,382
Total public works sewage treatment	5,036,600	4,394,272
Public works sewage collection:		
Salaries	715,100	741,451
Contractual	867,000	625,024
Commodities	73,000	34,865
Capital outlay	3,610,000	2,246,829
Total public works sewage collection	5,265,100	3,648,169
Total	20,364,675	14,894,875
Less capitalized items	-	(7,029,260)
Total operating expenses	20,364,675	7,865,615
Operating income (loss) before depreciation and amortization	(6,545,875)	5,365,577
Depreciation	-	3,970,841
Amortization	-	10,883
Operating income (loss)	(6,545,875)	1,383,853
Non-operating income (expense):		
Interest income	800,000	846,147
Interest expense	(4,100,500)	(1,297,811)
Total non-operating income (expense)	(3,300,500)	(451,664)
Income (loss) before transfers	(9,846,375)	932,189
Transfers out	(2,480,000)	(2,480,000)
Change in net assets	\$ (12,326,375)	(1,547,811)
Net assets:		
May 1, 2008		104,665,620
April 30, 2009		\$ 103,117,809

Village of Romeoville, Illinois

Schedule of Debt Service Requirements
April 30, 2009

	Year Ending	Principal	Interest	Total
General Obligation Bonds:				
Refunding Series 1997B	2010	\$ 55,000	\$ 17,445	\$ 72,445
Dated November 15, 1997	2011	55,000	14,750	69,750
Interest due on June 30	2012	55,000	12,000	67,000
and December 30 at rates	2013	60,000	9,250	69,250
ranging from 4.9% to 5.0%	2014	60,000	6,250	66,250
	2015	65,000	3,250	68,250
		<u>\$ 350,000</u>	<u>\$ 62,945</u>	<u>\$ 412,945</u>
General Obligation Bonds:				
Series 2000A	2010	\$ 365,000	\$ 170,018	\$ 535,018
Dated June 30, 2000	2011	430,000	140,453	570,453
Interest due on June 30	2012	445,000	106,590	551,590
and December 30 at rates	2013	540,000	83,895	623,895
ranging from 5.1% to 8.1%	2014	585,000	56,355	641,355
	2015	520,000	26,520	546,520
		<u>\$ 2,885,000</u>	<u>\$ 583,831</u>	<u>\$ 3,468,831</u>
General Obligation Bonds:				
Series 2002A	2010	\$ 150,000	\$ 75,320	\$ 225,320
Dated September 15, 2002	2011	160,000	67,820	227,820
Interest due on June 30	2012	165,000	59,820	224,820
and December 30 at rates	2013	175,000	51,570	226,570
ranging from 4.1% to 5.0%	2014	185,000	42,820	227,820
	2015	190,000	33,570	223,570
	2016	200,000	24,545	224,545
	2017	210,000	16,345	226,345
	2018	175,000	7,525	182,525
		<u>\$ 1,610,000</u>	<u>\$ 379,335</u>	<u>\$ 1,989,335</u>

(continued)

Village of Romeoville, Illinois

Schedule of Debt Service Requirements (Continued)
 April 30, 2009

	Year Ending	Principal	Interest	Total
General Obligation Bonds:				
Dated September 15, 2004	2010	\$ 1,090,000	\$ 880,348	\$ 1,970,348
Refunding Series 2004	2011	1,280,000	836,748	2,116,748
Interest due on June 30 and December 30 at rates of 3.75% to 5.0%	2012	1,710,000	785,548	2,495,548
	2013	1,810,000	717,148	2,527,148
	2014	2,050,000	644,747	2,694,747
	2015	2,095,000	542,248	2,637,248
	2016	2,120,000	463,685	2,583,685
	2017	2,205,000	378,885	2,583,885
	2018	2,235,000	290,685	2,525,685
	2019	1,385,000	201,285	1,586,285
	2020	425,000	144,500	569,500
	2021	445,000	123,250	568,250
	2022	470,000	101,000	571,000
	2023	490,000	77,500	567,500
	2024	515,000	53,000	568,000
	2025	545,000	27,250	572,250
		<u>\$ 20,870,000</u>	<u>\$ 6,267,827</u>	<u>\$ 27,137,827</u>

General Obligation Bonds:				
Dated September 15, 2005	2010	\$ 1,225,000	\$ 99,630	\$ 1,324,630
Refunding series 2005	2011	285,000	62,880	347,880
Interest due on June 15 and December 15 at rates of 3.0% to 3.6%	2012	295,000	53,617	348,617
	2013	305,000	44,030	349,030
	2014	315,000	33,965	348,965
	2015	325,000	23,255	348,255
	2016	330,000	11,880	341,880
		<u>\$ 3,080,000</u>	<u>\$ 329,257</u>	<u>\$ 3,409,257</u>

(continued)

Village of Romeoville, Illinois

Schedule of Debt Service Requirements (Continued)
 April 30, 2009

	Year Ending	Principal	Interest	Total
General Obligation Bonds:				
Dated November 15, 2007	2010	\$ 10,000	\$ 207,863	\$ 217,863
Refunding series 2007A	2011	540,000	207,488	747,488
Interest due on June 30	2012	560,000	187,238	747,238
and December 30 at rates	2013	580,000	164,838	744,838
ranging from 3.75% to 5.25%	2014	605,000	141,638	746,638
	2015	590,000	117,438	707,438
	2016	620,000	93,838	713,838
	2017	640,000	69,038	709,038
	2018	675,000	35,438	710,438
		<u>\$ 4,820,000</u>	<u>\$ 1,224,817</u>	<u>\$ 6,044,817</u>
General Obligation Bonds:				
Dated November 15, 2007	2010	\$ -	\$ 543,625	\$ 543,625
Refunding series 2007B	2011	-	543,625	543,625
Interest due on June 30	2012	-	543,625	543,625
and December 30 at rates	2013	-	543,625	543,625
ranging from 4.00% to 4.375%	2014	-	543,625	543,625
	2015	-	543,625	543,625
	2016	-	543,625	543,625
	2017	-	543,625	543,625
	2018	2,000,000	543,625	2,543,625
	2019	2,225,000	463,625	2,688,625
	2020	3,925,000	374,625	4,299,625
	2021	4,750,000	207,813	4,957,813
		<u>\$ 12,900,000</u>	<u>\$ 5,938,688</u>	<u>\$ 18,838,688</u>

(continued)

Village of Romeoville, Illinois

Schedule of Debt Service Requirements (Continued)
April 30, 2009

	Year Ending	Principal	Interest	Total
General Obligation Bonds:				
Dated June 30, 2008	2010	\$ 275,000	\$ 612,516	\$ 887,516
Series 2008A	2011	475,000	399,406	874,406
Interest due on June 30	2012	400,000	383,968	783,968
and December 30 at rates	2013	700,000	370,468	1,070,468
ranging from 3.25% to 4.125%	2014	850,000	345,968	1,195,968
	2015	1,175,000	316,218	1,491,218
	2016	1,575,000	273,625	1,848,625
	2017	2,050,000	214,563	2,264,563
	2018	700,000	132,563	832,563
	2019	1,150,000	104,563	1,254,563
	2020	1,000,000	58,563	1,058,563
	2021	450,000	18,563	468,563
		<u>\$ 10,800,000</u>	<u>\$ 3,230,984</u>	<u>\$ 14,030,984</u>
General Obligation (Capital Appreciation) Bonds:				
Dated June 30, 2008	2022	\$ 2,779,425	\$ 2,720,575	\$ 5,500,000
Series 2008B	2023	2,846,160	3,153,840	6,000,000
Interest due on December 30	2024	2,675,040	3,324,960	6,000,000
at rates ranging from 5.12%	2025	2,506,740	3,493,260	6,000,000
to 5.85%	2026	2,545,205	3,954,795	6,500,000
	2027	2,390,830	4,109,170	6,500,000
	2028	2,243,605	4,256,395	6,500,000
	2029	2,103,400	4,396,600	6,500,000
	2030	1,974,180	4,525,820	6,500,000
	2031	1,851,460	4,648,540	6,500,000
	2032	1,739,010	4,760,990	6,500,000
	2033	1,640,210	4,859,790	6,500,000
	2034	1,546,740	4,953,260	6,500,000
	2035	1,458,275	5,041,725	6,500,000
	2036	1,374,620	5,125,380	6,500,000
	2037	1,295,515	5,204,485	6,500,000
	2038	1,220,765	5,279,235	6,500,000
	2039	1,136,460	5,363,540	6,500,000
	2040	1,008,244	5,191,756	6,200,000
		<u>36,335,884</u>	<u>84,364,116</u>	<u>120,700,000</u>
Accreted Interest		1,002,525	(1,002,525)	-
		<u>\$ 37,338,409</u>	<u>\$ 83,361,591</u>	<u>\$ 120,700,000</u>

(continued)

Village of Romeoville, Illinois

Schedule of Debt Service Requirements (Continued)

April 30, 2009

	Year Ending	Principal	Interest	Total
General Obligation Bonds:				
Dated November 1, 2008	2010	\$ -	\$ 217,671	\$ 217,671
Refunding series 2008C	2011	335,000	187,020	522,020
Interest due on June 30	2012	325,000	175,295	500,295
and December 30 at rates	2013	330,000	163,920	493,920
ranging from 3.5% to 4.0%	2014	350,000	152,370	502,370
	2015	375,000	138,720	513,720
	2016	400,000	124,095	524,095
	2017	735,000	108,495	843,495
	2018	770,000	79,830	849,830
	2019	1,245,000	49,800	1,294,800
		<u>\$ 4,865,000</u>	<u>\$ 1,397,216</u>	<u>\$ 6,262,216</u>
Alternate Revenue Bonds				
Dated September 15, 2002	2010	\$ 135,000	\$ 85,815	\$ 220,815
Refunding Series 2002B	2011	170,000	81,225	251,225
Interest due on June 30 and	2012	-	75,105	75,105
December 30 at rates of 3.4%	2013	-	75,105	75,105
to 4.3%	2014	-	75,105	75,105
	2015	-	75,105	75,105
	2016	525,000	75,105	600,105
	2017	600,000	53,580	653,580
	2018	660,000	28,380	688,380
		<u>\$ 2,090,000</u>	<u>\$ 624,525</u>	<u>\$ 2,714,525</u>

(continued)

Village of Romeoville, Illinois

Schedule of Debt Service Requirements (Continued)

April 30, 2009

	Year Ending	Principal	Interest	Total
Note Payable:				
Dated August 1, 2008	2010	\$ 997,008	\$ 587,510	\$ 1,584,518
Illinois Environmental Protection Agency Loan	2011	1,022,089	562,429	1,584,518
Interest due on June 1 and	2012	1,047,801	536,717	1,584,518
December 1 at a rate of 2.5%	2013	1,074,159	510,359	1,584,518
	2014	1,101,181	483,337	1,584,518
	2015	1,128,883	455,635	1,584,518
	2016	1,157,281	427,237	1,584,518
	2017	1,186,394	398,124	1,584,518
	2018	1,216,239	368,279	1,584,518
	2019	1,246,835	337,683	1,584,518
	2020	1,278,201	306,317	1,584,518
	2021	1,310,356	274,162	1,584,518
	2022	1,343,319	241,199	1,584,518
	2023	1,377,112	207,406	1,584,518
	2024	1,411,755	172,763	1,584,518
	2025	1,447,270	137,248	1,584,518
	2026	1,483,678	100,840	1,584,518
	2027	1,521,001	63,517	1,584,518
	2028	1,397,574	25,255	1,422,829
		<u>\$ 23,748,136</u>	<u>\$ 6,196,017</u>	<u>\$ 29,944,153</u>
Capital Lease				
Dated June 25, 2005	2010	\$ 53,114	\$ 5,182	\$ 58,296
2006 Pierce Pumper	2011	54,788	3,508	58,296
Principal and Interest due on May 7	2012	56,514	1,782	58,296
at rates of 3.15%		<u>\$ 164,416</u>	<u>\$ 10,472</u>	<u>\$ 174,888</u>
Capital Lease				
Dated June 25, 2005	2010	\$ 37,235	\$ 8,637	\$ 45,872
2006 Pierce Heavy Duty Fire Vehicle	2011	38,552	7,320	45,872
Principal and Interest due on May 7	2012	39,916	5,956	45,872
at rates of 3.48%	2013	41,329	4,543	45,872
	2014	42,791	3,081	45,872
	2015	44,301	1,571	45,872
		<u>\$ 244,124</u>	<u>\$ 31,108</u>	<u>\$ 275,232</u>

(continued)

Village of Romeoville, Illinois

Schedule of Debt Service Requirements (Continued)

April 30, 2009

	Year Ending	Principal	Interest	Total
Capital Lease				
Dated September 11, 2006	2010	\$ 29,105	\$ 2,425	\$ 31,530
2007 Street Sweeper	2011	30,293	1,237	31,530
Principal and Interest due on September 11 at rates of 4.083%		<u>\$ 59,398</u>	<u>\$ 3,662</u>	<u>\$ 63,060</u>
Capital Lease	2010	\$ 47,631	\$ 11,094	\$ 58,725
Dated April 5, 2007	2011	49,668	9,057	58,725
2007 Pierce Pumper	2012	51,792	6,933	58,725
Principal and Interest due on April 5 at rates of 4.28%	2013	54,007	4,718	58,725
	2014	56,317	2,408	58,725
		<u>\$ 259,415</u>	<u>\$ 34,210</u>	<u>\$ 293,625</u>
Capital Lease	2010	\$ 31,092	\$ 6,719	\$ 37,811
Dated December 7, 2008	2011	32,650	5,161	37,811
2008 Ford F450 Ambulance	2012	34,288	3,523	37,811
Principal and Interest due on June 1 at rates of 4.083%	2013	36,006	1,805	37,811
		<u>\$ 134,036</u>	<u>\$ 17,208</u>	<u>\$ 151,244</u>