

VILLAGE OF EVERGREEN PARK, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For The Year Ended October 31, 2007



Prepared By
John Sawyers
Director of Finance, Treasurer

COMPREHENSIVE ANNUAL FINANCIAL REPORT
VILLAGE OF EVERGREEN PARK, ILLINOIS
 Year Ended October 31, 2007

TABLE OF CONTENTS

INTRODUCTORY SECTION:	<u>Page(s)</u>
Principal Officials	i
Transmittal Letter	ii-viii
FINANCIAL SECTION:	
INDEPENDENT AUDITOR'S REPORT	1-2
REQUIRED SUPPLEMENTARY INFORMATION: Management's Discussion and Analysis	3-12
BASIC FINANCIAL STATEMENTS:	<u>Statement</u>
<i>Government-wide Financial Statements:</i>	
Statement of Net Assets	1
Statement of Activities	2
<i>Fund Financial Statements:</i>	
Combined Balance Sheet-Governmental Funds	3
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Assets	4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds	5
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities	6
Statement of Net Assets-Enterprise Fund- Water and Sewer Fund	7
Statement of Revenues, Expenses, and Changes in Fund Net Assets-Enterprise Fund-Water and Sewer Fund	8
Statement of Cash Flows-Enterprise Fund-Water and Sewer Fund	9
Combined Statement of Fiduciary Net Assets-Fiduciary Funds	10
Combined Statement of Changes in Fiduciary Net Assets-Fiduciary Funds	11
Notes to Basic Financial Statements	

REQUIRED SUPPLEMENTARY INFORMATION:

	<u>Exhibit</u>
Schedule of Funding Progress	
Illinois Municipal Retirement Fund	1A
Police Pension Fund	1B
Firefighters' Pension Fund	1C
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	1D
Police Pension Fund	1E
Firefighters' Pension Fund	1F
General Fund, Statement of Revenues, Expenditures, and Changes in Fund Balance-Compared to Projected Revenues and Appropriation	2

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:

Balance Sheet-General Fund	3
General Fund, Statement of Revenues and Expenditures, Appropriation and Actual	4
Combining Balance Sheet-Major Capital Project Fund	5
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance-Major Capital Project Fund	6
Balance Sheet-Major Debt Service Fund	7
Statement of Revenues, Expenditures and Changes in Fund Balance-Major Debt Service Fund	8
Combining Balance Sheet-Non-Major Governmental Funds	9
Combining Statement of Revenues, Expenditures, Changes in Fund Balances-Non-Major Governmental Funds	10
Combining Balance Sheet-Non-Major Special Revenue Funds	11
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-Non-Major Special Revenue Funds	12
Statement of Expenditures Compared to Appropriation-Water and Sewer Fund	13
Schedule of General Long-Term Debt	14

STATISTICAL SECTION:

	<u>Schedule</u>
Legal Debt Margin	1
General Governmental Revenues by Source	2
General Governmental Expenditures by Use	3
Assessed Valuations, Rates, Extensions and Tax Collections	4
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures	5
Revenue Bond Coverage-Water and Sewer Bonds	6

INTRODUCTORY
SECTION

VILLAGE OF EVERGREEN PARK, ILLINOIS
NAMES AND TITLES OF PRINCIPAL OFFICIALS
OCTOBER 31, 2007

VILLAGE BOARD

James J. Sexton, Mayor and President

Jerome Bosch	James McQuillan
Carol Kyle	Mark Phelan
Mark Marzullo	Norbert Smith

ADMINISTRATION

Village Clerk.....	Catherine Aparo
Finance Director/Treasurer.....	John Sawyers
Chief of Police.....	Michael Saunders
Fire Chief.....	Ronald Kleinhaus
Building Commissioner.....	Edward Clohessy
Public Works Director.....	William Lorenz
Director of Citizens Services.....	Jolene Churak
Director of Youth Department.....	Jim Feltz
Director of Recreation Department.....	Dennis Duffy



Village of Evergreen Park

9418 SOUTH KEDZIE AVENUE
EVERGREEN PARK, ILLINOIS 60805
Tel. (708) 422-1551
FAX (708) 422-7818

Mayor
James J. Sexton

Clerk
Catherine T. Aparo, CMC

July 24, 2008

Trustees
Jerome Bosch
Carol E. Kyle
Mark Marzullo
James A. McQuillan
Mark T. Phelan
Norbert F. Smith

Village of Evergreen Park Village Board of Trustees

Dear Village Board of Trustees:

It is with great pleasure that I present to you the Village of Evergreen Park's Comprehensive Annual Financial Report (CAFR). A CAFR represents a significant improvement over a conventional report because, as the name implies, it covers all aspects of Village finances. Also, the CAFR is generally more useful to Village officials and citizens because it contains a much richer text accompaniment, making the financial data more understandable and meaningful. The remainder of this letter of transmittal is divided into various sections discussing different aspects of Village financial performance.

Introduction

Management Responsibility for Financial Information

This CAFR covers the fiscal year beginning on November 1, 2006, and ending October 31, 2007. The Village believes the data as presented is accurate in all material respects. Responsibility for the accuracy and completeness of this data rests with the Village.

The management of the Village of Evergreen Park is responsible for maintaining accurate financial records in order to ensure efficiency and the accountability of public funds. The accounts of the Village are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in accounting for resources. The minimum number of funds that is practical is maintained by the Village. Account groups are a reporting device to account for certain assets and liabilities of the government funds not recorded directly in those funds. The Village utilizes four basic types of funds to account for its operations: governmental funds, proprietary funds, trust & agency funds, and fiduciary funds. A more detailed explanation of each fund type is available within the financial section of the report.

In order to ensure the accuracy of its financial position each year, the Village engages an independent auditor each year to examine the Village's financial statements. The Village has received an unqualified opinion from the independent auditor verifying the accuracy of the Village's statements for every audit since the Village was incorporated.



Economic Condition and Outlook

Overview of Local Economy

The Village of Evergreen Park is a residential community located in mid-southwestern Cook County and is bordered on the north, south and east by the City of Chicago and on the west by the Village of Oak Lawn. The Village encompasses approximately 4 square miles, comprised of mostly single family homes. Based on the 2000 census, more than 85% of the residences are owner occupied. Nearly 90% of the Village housing units were constructed after 1940.

The Village is a banking, retail shopping, and medical center of the southwestern Metropolitan area. In addition, the Evergreen Shopping Plaza is a totally enclosed 140 store mall that serves the Village and surrounding communities.

Unemployment rates within the Village are lower than the Cook County and State of Illinois averages.

Information Regarding Major Industries Affecting the Local Economy

The four largest employers in the Village are Little Company of Mary Hospital, School District 124, Wal-Mart and Sam's Warehouse Club. Commercial retail is the most important non-residential aspect of the Village's economy. The Village's sales tax income has remained relatively stable over the past few years indicating that the Village commercial component is healthy.

Future Economic Outlook

The Village should experience moderate growth in sales tax and property tax with the addition of a few small retail plazas.

Financial Information

Internal Control Framework and Budgetary Controls

In developing and evaluating the Village's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding:

- The safeguarding of assets against loss from unauthorized use or disposition
- The reliability of financial records for preparing financial statements and maintaining accountability for assets.
- To promote operational efficiency.

The concept of reasonable assurance recognizes that the costs of internal control should not exceed the benefits likely to be desired; and that the evaluation of cost and benefits requires judgements by management.

All internal control evaluations take place within the above framework. The relationship of internal control to basic management responsibilities emphasizes the relationship of the accounting system with all other management control systems. We believe that the Village's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of all financial transactions.

Budgetary control is maintained through an annual budget passed by the Village of Evergreen Park Village Board of Trustees. This is a balanced budget and is based on actual expected receipts for the year plus any unexpended surplus from prior years. The budget is appropriately controlled through a computerized accounting system to assure effective fiscal management and accountability.

Financial reports, which compare actual performance with the budget, are prepared monthly and presented to Department Directors, the Mayor, and the Village Board of Trustees. In this manner the Village is able to review the financial status of the various departments and funds and determine the effectiveness of budgetary controls. Below is a table summarizing the activity of each governmental and proprietary fund type of the Village.

	Beginning Balance	Revenues and Other Financing Sources (Uses)	Expenditures/ Expenses	Ending Balance
General Fund	\$ 5,704,055	\$ 20,096,829	\$ 20,080,059	\$ 5,720,825
Special Revenue Funds	\$ 3,984,767	\$ 4,982,944	\$ 4,723,383	\$ 4,244,328
Capital Projects Funds	\$ 7,641,993	\$ 4,048,607	\$ 6,299,070	\$ 5,391,530
Debt Service Funds	\$ 1,162	\$ 3,385,044	\$ 3,386,206	\$ -
Enterprise Funds*	\$ 7,001,998	\$ 3,376,662	\$ 3,763,439	\$ 6,615,221
Total Funds	\$ 24,333,975	\$ 35,890,086	\$ 38,252,157	\$ 21,971,904

* Includes Depreciation

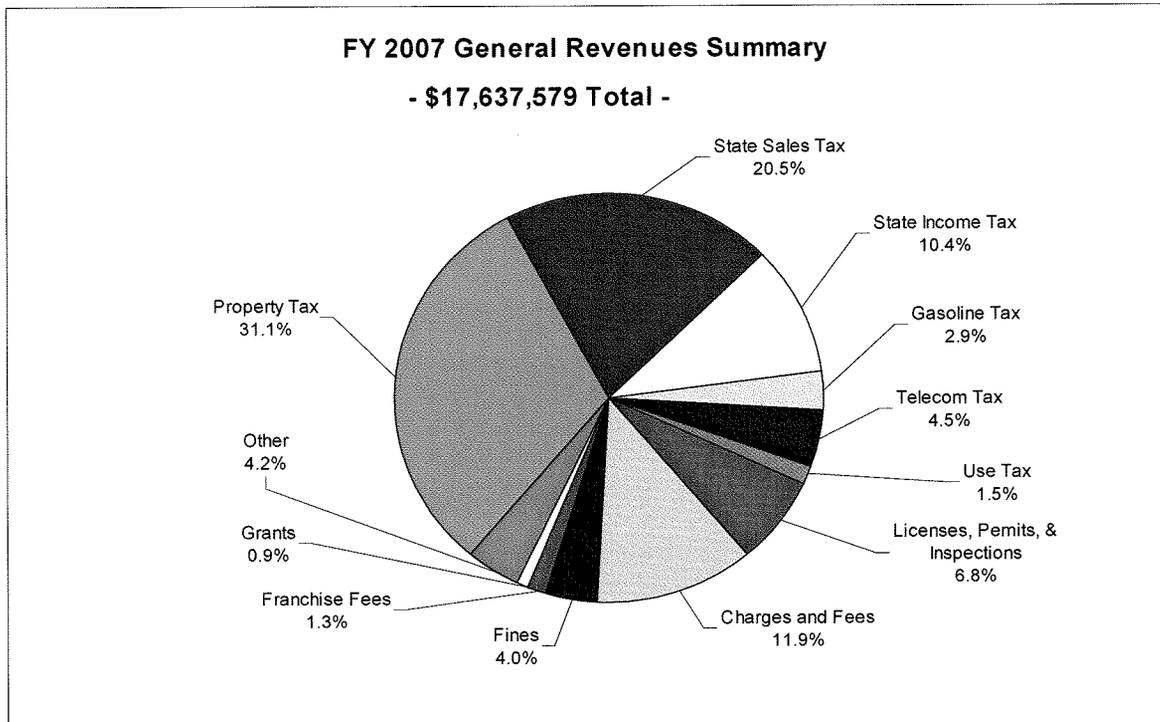
General Governmental Functions

General Fund

The general fund 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.

Revenues

The total general fund revenue (excluding "Other Financing Sources") for the fiscal year beginning November 1, 2006 and ending October 31, 2007 (FY 2007) was \$17,637,579. Property taxes were the most important source of revenue at 31.1% of all Village general revenue.

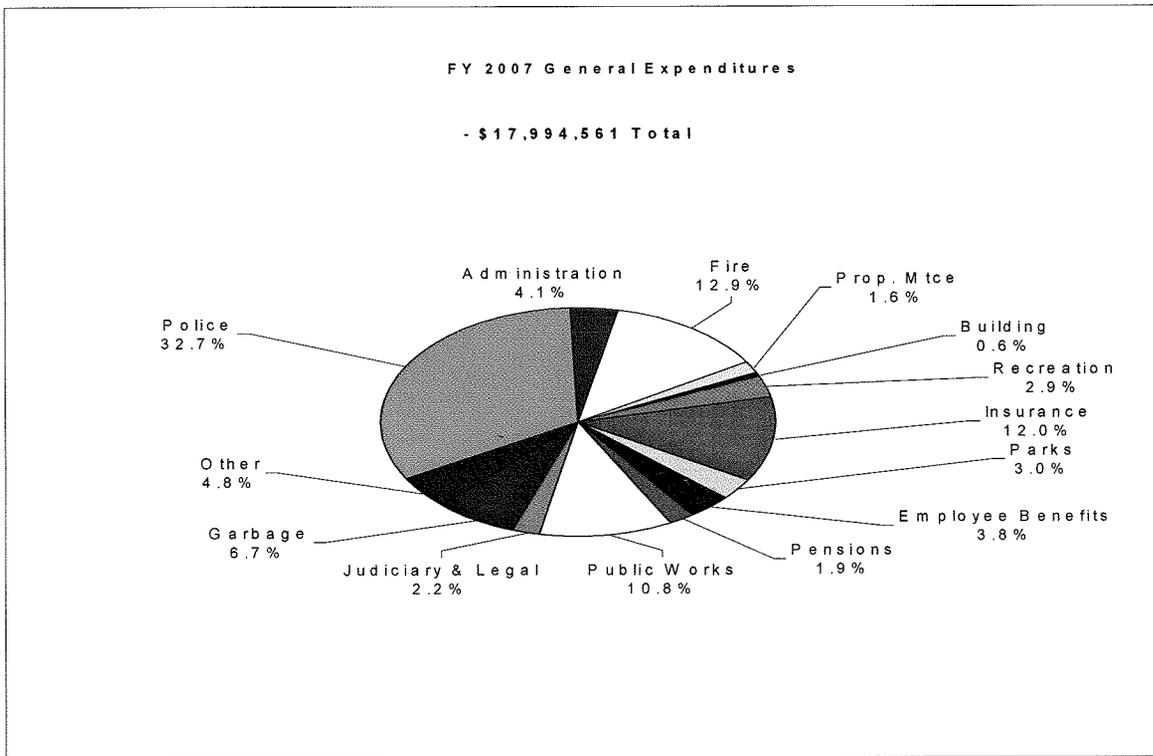


The second most important source of revenue for the Village was sales tax at 20.5% of all general fund revenue. The Village receives a 1% tax on all retail sales made in the Village of Evergreen Park.

Other important general revenue sources include state income tax (10.4%), user fees and charges for services (11.9%), licenses, permits, and fees (6.8%), fines forfeiture and penalties (4.0%), telecommunications tax (4.5%) and gasoline tax (2.9%). The chart above shows the importance of various categories of revenue to the Village.

Expenditures

The total general fund expenditures (excluding operating transfers-out) for the year were \$17,994,561. The largest area of expenditure was the Police Department at 32.7% of general expenditures. The second was Fire Department at 12.9%. The third largest area of expenditure was Insurance 12.0% of general expenditures. The chart below shows the relative importance of each department's expenditures.



Police is the largest area of expenditure in the Village.

With operating revenues and other financing sources, the Village increased its surplus by \$16,770 this year. The Village attempts to accumulate and maintain unobligated general fund balance (reserve) equal to 40% of general fund revenues. At the end of FY 2007 this reserve has reached 32.4% of general fund revenues. The reserve is necessary to meet unforeseen emergencies or unexpected revenue shortfalls.

Special Revenue Funds

Special revenue funds account for revenue sources that are legally restricted to expenditure for specific purposes (not including expendable trusts or major capital projects). The Village uses the following special revenue funds: real estate transfer tax, home rule sales tax, motor fuel tax, TIF, forfeited confiscated property, special service unit #1 and emergency 911.

In FY 2007 these funds had revenues of \$4,982,944 and expenditures of \$1,135,098 and operating transfers-out of \$3,588,285, resulting in an ending fund balance of \$4,244,328.

Capital Projects Funds

Capital projects funds are used to account for large, multi-year capital projects of a general nature such as street repairs and grant projects. In FY 2007 these funds had revenues of \$352,710 and expenditures of \$6,299,070 and other financing sources of \$3,695,897, resulting in an ending fund balance of \$5,391,530.

Proprietary Funds

Proprietary Operations are those operations of the Village that are financed totally by service charges, such as the water and sewer funds and the commuter lot fund. Because they run on a fee-for-service basis these funds use accounting standards that are similar to private enterprise. However, since these are public operations, their goal is to break-even rather than to make a “profit”.

Sewer & Water Fund: The sewer & water fund is used to account for Lake Michigan Water distribution services performed by the Public Works Department. In FY 2007 the Sewer and Water Fund had operating revenues and interest income of 3,376,662 and operating and interest expenses of \$3,763,439. The sewer & water fund had a net asset balance of \$6,615,221 as of October 31, 2007.

Debt Administration

In order to finance certain capital improvements, the Village has incurred debt. The notes to the financial statements include information on various debt schedules relating to Village debt. The statistical section also includes a summary of general Village debt. It is the Village’s policy to pay for capital improvements out of current revenue so that there will be no need to raises taxes. For this reason, the Village has taken out installment purchase contracts to finance long-term capital purchases of a general nature. Installment purchase contacts allow the Village to complete major projects and pay for them over a number of years using current revenue.

The Village has also been fortunate enough to receive grant funds from its state legislators, reducing the amount the Village needs to borrow.

Cash Management

Cash temporarily idle during the year is kept with the Illinois Funds, which pools together idle cash from a number of municipalities to make secure investments that will obtain higher interest than would be obtainable by the Village of Evergreen Park working alone through a commercial bank.

Risk Management

The Village also has a proactive risk prevention program. The Village operates an active safety committee which examines potential hazards and proposes solutions to enhance safety for Village residents and employees.

Fiduciary Operations

Pensions

The Village of Evergreen Park participates in the Illinois Municipal Retirement Fund (IMRF), an agent, multiple-employer public retirement plan administered by the IMRF. The plan covers all employees in the Village who meet statutory eligibility requirements. Employees who do not qualify as IMRF eligible, as set forth by state statute, are considered non-participating employees and are covered under Social Security.

Sworn employees of the Village police department participate in the Police Pension Fund.

Full time fire department employees participate in the Fire Pension Fund.

Other information

Independent Audit

The Village of Evergreen Park is required by state law to be audited annually by an independent certified public accountant, who is engaged by the Village Board of Trustees. The Village Board of Trustees has selected Cygan Hayes, Ltd. for this task.

For Fiscal Year 2007, the Village has received an unqualified opinion from the independent auditor, meaning the auditor has determined that the financial statements of the Village are an accurate representation of the Village's financial position.

Acknowledgements

The preparation of the Village of Evergreen Park's comprehensive annual financial report was made possible by the diligent efforts of both the Administration and Finance Departments of the Village of Evergreen Park. All members of both these departments have my gratitude for this accomplishment. I would also like to thank our accounting firm, Cygan Hayes, Ltd., for their guidance to the Village through this process.

Respectfully submitted,

John Sawyers,
Director of Finance, Treasurer

FINANCIAL
SECTION



CYGAN HAYES^{Ltd.}

Certified Public Accountants and Business Advisors

Glenn A. Cygan, CPA
Jeffrey S. Hayes, CPA

"Continuing the rich tradition of Blanchfield, Doherty, Peterson, Ltd."

10751 W. 165th Street, Suite 100
Orland Park, IL 60467
Tel. 708.645.1200
Fax. 708.645.1648

www.cyganhayes.com

INDEPENDENT AUDITOR'S REPORT

To The Honorable Mayor and Members
of the Board of Trustees
Village of Evergreen Park, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the remaining fund information of the Village of Evergreen Park, Illinois for the year ended October 31, 2007, 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 an opinion on these general purpose 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 opinion.

The financial statements referred to above include only the primary government of the Village of Evergreen Park, Illinois, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the Village's legal entity. The financial statements do not include financial data for the Village's legally separate component unit, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the Village's primary government. As a result, the primary government financial statements do not purport to, and do not present fairly the financial position of the reporting entity of the Village of Evergreen Park, Illinois, as of October 31, 2007, and the changes in its financial position and its cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the primary government of the Village of Evergreen Park, Illinois, as of October 31, 2007, 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.

The management's discussion and analysis is not a required part of the basic financial statements but is 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 Village of Evergreen Park's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The "Letter of Transmittal" and "Statistical Section" listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of Evergreen Park, Illinois. The information has not been audited by us and, accordingly, we express no opinion on such information.

Respectfully submitted,

A handwritten signature in black ink that reads "Cyan Hayes Ltd." in a cursive style.

CYAN HAYES, LTD
Certified Public Accountants

Orland Park, Illinois
July 24, 2008

**Village of Evergreen Park
Management's Discussion and Analysis
October 31, 2007**

The Village of Evergreen Park'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 Transmittal Letter and the Village's financial statements.

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. Effective with the year ending October 31, 2003 and thereafter, this approach has been modified to present two kinds of financial 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 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 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 police, public works, engineering and administration. 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.

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

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 – reported on years ending prior to October 31, 2003) fund types.

Governmental Funds

The Governmental Major Fund 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.

Fiduciary Funds

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Police and Firefighters Pension). 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.

Enterprise Funds

While the Business-type Activities column on the Business-type Fund Financial Statements is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Major Funds Total column requires reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement. 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

Prior to years ending October 31, 2003, the Village'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 life 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.

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

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 \$23.3 million as of October 31, 2007.

A significant portion of the Village's net assets reflects its investment in capital assets (i.e., land, streets, 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.

**Table 1
Statement of Net Assets (In millions)
October 31, 2007 and 2006**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2007	2006	2007	2006	2007	2006
Current Assets	\$ 17.1	\$ 19.4	\$ 1.0	\$ 1.2	\$18.1	\$20.6
Capital Assets	26.4	24.6	6.0	6.3	32.4	30.9
Total Assets	43.5	44.0	7.0	7.5	50.5	51.5
Current Liabilities	6.8	6.0	0.4	0.4	7.2	6.4
Non Current Liabilities	20.0	21.2	0.0	0.1	20.0	21.3
Total Liabilities	26.8	27.2	0.4	0.5	27.2	27.7
Net Assets:						
Invested in Capital Assets, Net of Related Debt	4.6	4.8	5.9	6.1	10.5	10.9
Reserved/Contributed Capital	9.6	11.6	0.0	0.0	9.6	11.6
Unrestricted	2.5	.4	.7	.9	3.2	1.3
Total Net Assets	\$16.7	\$16.8	\$6.6	\$7.0	\$23.3	\$23.8

For more detailed information, see the Statement of Net Assets.

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

The Village's combined net assets decreased to \$23.3 million from \$23.8 million primarily as a result of the decrease in net assets in the Business-Type Activities. Net assets of the Village's governmental activities decreased to \$16.7 million from \$16.8 million. The net assets of business-type activities decreased to \$6.6 million from \$7.0 million.

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 total net assets decreased \$.5 million and can be attributed to an decrease in business-type activities operating deficit.

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

Changes in Net Assets

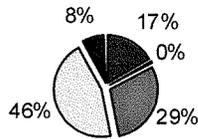
The following chart compares the revenue and expenses for the current and prior fiscal years.

**Table 2
Change in Net Assets
(In Millions)
For Fiscal Years Ended October 31, 2007 and 2006**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2007	2006	2007	2006	2007	2006
REVENUES						
Program Revenues:						
Charges for Services	\$4.0	\$3.8	\$3.3	\$3.5	\$7.3	\$7.3
Operating Grant & Contributions	0.1	0.4	-	-	0.1	0.4
Capital Grant & Contributions	-	-	-	-	-	-
General Revenues:						
Property Tax	6.8	6.6	-	-	6.8	6.6
Other Taxes	10.5	10.2	-	-	10.5	10.2
Other	1.8	1.3	-	-	1.8	1.3
Total Revenues	<u>23.2</u>	<u>22.3</u>	<u>3.3</u>	<u>3.5</u>	<u>26.5</u>	<u>25.8</u>
EXPENSES						
General Government	5.0	5.4	-	-	5.0	5.4
Public Safety	8.9	8.3	-	-	8.9	8.3
Public Works	3.6	2.8	3.5	3.8	7.1	6.6
Recreation	5.1	1.7	-	-	5.1	1.7
Principal and Interest	0.9	0.4	-	-	0.9	0.4
Total Expenses	<u>23.5</u>	<u>18.6</u>	<u>3.5</u>	<u>3.8</u>	<u>27.0</u>	<u>22.4</u>
Excess(deficiency) before special items and transfers	(0.3)	3.7	(0.2)	(0.3)	(0.5)	3.4
Transfers in (out)	0.2	-	(0.2)	-	-	-
CHANGE IN NET ASSETS	<u>\$(0.1)</u>	<u>\$3.7</u>	<u>\$(0.4)</u>	<u>\$(0.3)</u>	<u>\$(0.5)</u>	<u>\$3.4</u>
ENDING NET ASSETS	<u>\$16.7</u>	<u>\$16.8</u>	<u>\$6.6</u>	<u>\$7.0</u>	<u>\$23.3</u>	<u>\$23.8</u>

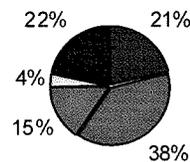
**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

**2007 Governmental
Activities Revenue**



Charges for Services
 Property Tax
 Other
 Operating Growth
 Other Taxes

**2007 Governmental
Activities Expenses**



General Government
 Public Works
 Recreation
 Public Safety
 Principal & Interest

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, etc.) individual programs may be added or deleted to meet changing community needs.

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

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 75% 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 October 31, 2007, revenues from all activities totaled \$28.3 million compared to \$29.3 million from the prior year. A significant portion of the decrease resulted from non recurring \$3.5 million bond proceeds received during the previous fiscal year.

The Village has a diversified revenue structure and depends on several key revenue sources to help pay for the services we provide.

The Village had a moderate increase with property tax for 2007. The tax rate per \$100 of equalized assessed valuation (EAV) increased from \$1.333 to \$1.421. The 2006 EAV (used by the County in calculating 2007 tax bills) increased 3% to \$401 million.

Revenues that performed well in 2006/2007 were sales taxes (\$5.7 million), income taxes (\$1.8 million), fines & forfeitures (\$.7 million) and local use taxes (\$.3 million).

Expenses:

The Village's total expenses for all activities for the year ended October 31, 2007 were \$28.8 million compared to \$25.9 million for the prior year.

Expenses increased in 2007 due to the completion of the library expansion project and street resurfacing project.

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

Financial Analysis of the Village's Funds

Governmental Funds

At October 31, 2007, the governmental funds (as presented on the balance sheet) reported a combined fund balance of \$15.3 million. Expenditures and other financing sources (uses) exceeded revenues in 2007 by \$2.0 million. The primary reason for this was the recording of \$3.5 million in capital expenditures during the current fiscal year. These expenditures were paid from grant revenues received and recorded in the previous year.

General Fund Budgetary Highlights

The Village did not amend its original budget for this fiscal year. Below is a table that reflects the original budget and the actual for the revenues and expenditures for the General Fund.

**Table 3
General Fund Budgetary Highlights
(In millions)**

General Fund	Original Budget	Actual
Revenues and Transfers In		
Taxes	\$12.8	\$12.8
Intergovernmental	.2	.2
Transfers In	2.7	2.5
Other	5.7	4.6
Total	\$21.4	\$20.1
Expenditures and Transfers Out		
Expenditures	\$20.0	\$18.0
Transfers	2.2	2.1
Total	\$22.2	\$20.1
Change in Fund Balance	\$ (0.8)	\$.0

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

Capital Assets

At the end of the fiscal Year 2007, the Village had a combined total of capital assets of \$32.5 million invested in a broad range of capital assets including land, buildings, vehicles, 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 \$1.6 million.

**Table 4
Total Capital Assets at Year End
Net of Depreciation
(In millions)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Land	\$ 3.5	\$ 3.5	\$ 0.0	\$ 0.0	\$ 3.5	\$ 3.5
Construction in Process	1.9	1.0	0.0	0.0	1.9	1.0
Machinery and Equipment	0.5	0.5	0.2	0.2	0.7	0.7
Buildings	10.9	9.9	3.1	3.1	14.0	13.0
Vehicles & Equipment	1.0	1.1	0.1	0.1	1.1	1.2
Infrastructure	8.6	8.6	0.0	0.0	8.6	8.6
Water & Sewer Infrastructure	<u>0.0</u>	<u>0.0</u>	<u>2.7</u>	<u>2.9</u>	<u>2.7</u>	<u>2.9</u>
Total Capital Assets	<u>\$26.4</u>	<u>\$ 24.6</u>	<u>\$ 6.1</u>	<u>\$ 6.3</u>	<u>\$32.5</u>	<u>\$ 30.9</u>

Debt Outstanding

The Village, under its home rule authority, does not have a legal debt limit. The Village has no immediate plans to issue bonds.

At year-end, the Village had \$21.9 million in bonds outstanding versus \$23.1 million in the prior year, a decrease of 5.2% - as shown in Table 5.

**Table 5
Outstanding Debt at Year End
(In millions)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
General obligation bonds	\$19.0	\$19.1	\$ 0.0	\$ 0.0	\$19.0	\$19.9
Revenue bonds	0.0	0.0	0.1	0.2	0.1	0.2
Special service area bonds	<u>2.8</u>	<u>3.0</u>	<u>0.0</u>	<u>0.0</u>	<u>2.8</u>	<u>3.0</u>
Totals	<u>\$21.8</u>	<u>\$22.9</u>	<u>\$0.1</u>	<u>\$0.2</u>	<u>\$21.9</u>	<u>\$23.1</u>

**Village of Evergreen Park
Management's Discussion and Analysis (Continued)**

Economic Factors

The financial condition of the Federal and State governments has had a dramatic effect on the Village of Evergreen Park during 2007 and is expected to continue into 2008. Grant assistance is extremely competitive with available funding significantly lower than previous years. Per capital revenues (income and use taxes) from the State have improved and are forecasted to continue to provide revenue growth.

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 John Sawyers, Finance Director, Village of Evergreen Park, 9418 S. Kedzie Ave., Evergreen Park, IL 60805.

**BASIC FINANCIAL
STATEMENTS**

VILLAGE OF EVERGREEN PARK, ILLINOIS
STATEMENT OF NET ASSETS
OCTOBER 31, 2007

Statement 1
Page 1 of 2

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
ASSETS			
Cash and interest bearing accounts	\$ 3,785,006	\$ 34,303	\$ 3,819,309
Investments	8,381,031	-	8,381,031
Accounts receivable			
Interest	64,366	-	64,366
Taxes	4,510,184	-	4,510,184
Franchise fee	73,139	-	73,139
Sewer and water	-	913,491	913,491
Other	9,752	300	10,052
Due from other funds	249,853		249,853
Capital assets (net of accumulated depreciation):			
Land	3,465,121	-	3,465,121
Buildings	10,913,214	3,043,385	13,956,599
Vehicles	1,011,116	89,712	1,100,828
Machinery and equipment	479,949	211,144	691,093
Infrastructure	8,633,348	2,700,571	11,333,919
Construction in progress	1,513,128	-	1,513,128
Open land project - in progress	408,328	-	408,328
 TOTAL ASSETS	 <u>\$ 43,497,535</u>	 <u>\$ 6,992,906</u>	 <u>\$ 50,490,441</u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
STATEMENT OF NET ASSETS
OCTOBER 31, 2007

Statement 1
Page 2 of 2

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Liabilities:			
Current Liabilities			
Accounts payable	\$ 465,271	\$ 161,434	\$ 626,705
Accrued vacation and sick pay	120,510	103,272	223,782
Accrued bond interest	320,717	2,979	323,696
Deferred revenue	2,832,247	-	2,832,247
Due to other funds	220,076	-	220,076
Current portion of loans payable	20,432	-	20,432
Current portion of revenue bonds	-	110,000	110,000
Current portion of bonds payable	2,798,069	-	2,798,069
Total Current Liabilities	6,777,322	377,685	7,155,007
Long Term Liabilities:			
Accrued sick pay	987,715	-	987,715
Loans payable	-	-	-
Revenue bonds (Net of current portion)	-	-	-
Bonds payable	19,000,519	-	19,000,519
Total Long Term Liabilities	19,988,234	-	19,988,234
Total Liabilities	26,765,556	377,685	27,143,241
NET ASSETS			
Net Assets			
Invested in capital assets, net of related debt	4,605,184	5,934,812	10,539,996
Restricted for:			
Special revenue funds	4,244,328	-	4,244,328
Capital projects	5,391,530	-	5,391,530
Debt service	-	(2,979)	(2,979)
Unrestricted (deficit)	2,490,937	683,388	3,174,325
Total Net Assets	\$ 16,731,979	\$ 6,615,221	\$ 23,347,200

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
GOVERNMENTAL FUNDS
COMBINED BALANCE SHEET
OCTOBER 31, 2007

	General Fund	Capital Improvement Fund	Debt Service Fund	Other Governmental Funds	(Memorandum only) Total
ASSETS					
Cash and interest bearing accounts	\$ (139,757)	\$ (6,261)	\$ -	\$ 3,931,024	\$ 3,785,006
Investments	2,601,209	2,678,184	-	3,101,638	8,381,031
Receivables					
Interest	31,161	31,644	-	1,561	64,366
Taxes	3,735,021	-	-	775,163	4,510,184
Franchise Fee	73,139	-	-	-	73,139
Other	9,752	-	-	-	9,752
Due from other funds	249,853	-	-	-	249,853
Construction in progress	-	1,513,128	-	-	1,513,128
Open land project - in progress	-	-	-	408,328	408,328
TOTAL ASSETS	\$ 6,560,378	\$ 4,216,695	\$ -	\$ 8,217,714	\$ 18,994,787
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 308,203	\$ 144,793	\$ -	\$ 12,275	\$ 465,271
Accrued vacation and sick payable	120,510	-	-	-	120,510
Deferred grant revenue	304,247	-	-	2,528,000	2,832,247
Due to other funds	106,593	-	-	113,483	220,076
TOTAL LIABILITIES	839,553	144,793	-	2,653,758	3,638,104
Fund Balance:					
Unreserved - undesignated	5,720,825	-	-	-	5,720,825
Reserved (deficit) - designated	-	4,071,902	-	5,563,956	9,635,858
TOTAL FUND BALANCE	5,720,825	4,071,902	-	5,563,956	15,356,683
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,560,378	\$ 4,216,695	\$ -	\$ 8,217,714	\$ 18,994,787

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
RECONCILIATION OF FUND BALANCES
TO THE GOVERNMENTAL ACTIVITIES
IN THE STATEMENT OF NET ASSETS
OCTOBER 31, 2007

Statement 4

Total fund balances, governmental funds	\$ 15,356,683
Amount reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds	24,502,748
Long term liabilities, including bonds payable, are not due and not payable in the current period and therefore not reported in the funds	(21,819,020)
Accrued interest on long-term liabilities is reported as a liability on the statements of net assets.	(320,717)
Compensated absences payable is not due and payable in the current period and, therefore, is not reported in governmental funds.	<u>(987,715)</u>
Net assets of governmental activities	<u><u>\$ 16,731,979</u></u>

See accompanying notes to financial statements.

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 YEAR ENDED OCTOBER 31, 2007

	General Fund	Capital Improvement Fund	Debt Service Fund	Other Governmental Fund	(Memorandum only) Total
Revenues:					
Taxes	\$ 12,790,492	-	\$ -	\$ 4,325,670	\$ 17,116,162
Licenses and permits	1,196,958	-	-	-	1,196,958
Franchise fees	224,954	-	-	-	224,954
Intergovernmental	207,004	-	-	-	207,004
Charges for services	2,099,394	-	-	113,483	2,212,877
Fines	703,417	-	-	-	703,417
Interest earned	163,674	207,516	-	333,180	704,370
Miscellaneous	52,930	-	-	-	52,930
Proceeds from sale of equipment	21,750	-	-	-	21,750
Reimbursements	13,511	-	-	-	13,511
Forfeitures	-	-	-	355,805	355,805
Grants	163,495	-	-	-	163,495
TOTAL REVENUES	17,637,579	207,516	-	5,128,138	22,973,233
Expenditures:					
General government	734,272	-	-	-	734,272
Adjudication/animal/health	284,701	-	-	-	284,701
Data processing	-	-	-	-	-
Street	1,949,006	-	-	-	1,949,006
Police	5,887,011	-	-	-	5,887,011
Fire	2,328,222	-	-	-	2,328,222
Garbage	1,207,608	-	-	-	1,207,608
Village prosecutor	22,200	-	-	-	22,200
Property maintenance	296,729	-	-	-	296,729
Insurance and bond premiums	2,164,952	-	-	-	2,164,952
Education reimbursement	8,544	-	-	-	8,544
Citizens service	164,844	-	-	-	164,844
Parks and playgrounds	542,435	-	-	-	542,435
Board of Police and Fire Commissioners	1,080	-	-	-	1,080
Employee benefits	678,671	-	-	-	678,671
Operations of Public Library	34,412	-	-	-	34,412
Youth Commission	93,914	-	-	-	93,914
Professional services	15,384	-	-	-	15,384

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, IL
GOVERNMENTAL FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED OCTOBER 31, 2007

	General Fund	Capital Improvement Fund	Debt Service Fund	Other Governmental Fund	(Memorandum only) Total
Building Department	108,235	-	-	-	108,235
Fireman's Pension Fund	2,140	-	-	-	2,140
Police Pension Fund	337,392	-	-	-	337,392
Recreation	529,157	-	-	-	529,157
Community Center	117,965	-	-	-	117,965
Emergency 911	196,994	-	-	-	196,994
Legal	115,110	-	-	-	115,110
Pension accounting	27,085	-	-	-	27,085
Ambulance billing services	41,085	-	-	-	41,085
Audit	26,989	-	-	-	26,989
Farmers market expenditures	3,863	-	-	-	3,863
Sales tax incentive agreement	71,256	-	-	-	71,256
Other	3,305	-	-	20,000	23,305
Drug enforcement	-	-	-	181,722	181,722
Capital expenditures	-	6,334,568	-	-	6,334,568
Principal retirement	-	-	2,581,412	185,000	2,766,412
Interest expense	-	-	804,794	168,400	973,194
Contract services	-	-	-	113,483	113,483
TIF Expenditures	-	-	-	466,493	466,493
TOTAL EXPENDITURES	17,994,561	6,334,568	3,386,206	1,135,098	28,850,433
Excess (Deficiency) of Revenues over expenditures	(356,982)	(6,127,052)	(3,386,206)	3,993,040	(5,877,200)
Other financing sources	-	1,700,000	-	-	1,700,000
Bond proceeds	-	1,995,897	-	-	1,995,897
Land sale proceeds	2,459,250	35,498	3,385,044	-	5,879,792
Operating transfers-in	(2,085,498)	-	-	(3,588,285)	(5,673,783)
Operating transfers-out	-	-	-	-	2,060,000
Fund balance at beginning of year	5,704,055	6,467,559	1,162	5,159,201	17,331,977
FUND BALANCE AT END OF YEAR	\$ 5,720,825	\$ 4,071,902	\$ -	\$ 5,563,956	\$ 15,356,683

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
RECONCILIATION OF THE COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED OCTOBER 31, 2007

Net change in fund balance, total governmental funds	\$ (1,975,294)
Amount reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	935,907
Repayment of bond principal is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities.	2,766,412
Bond proceeds are reported as a revenue when received in governmental funds but as an increase in principal outstanding in the statement of activities.	(1,700,000)
Sales of capital assets are reported as proceeds in governmental funds but as a gain from sale on the statement of activities	
The change in accrued interest payable on long-term debt is reported as an expense on the statement of activities	34,728
The change in the compensated absences liability is reported as an expense on the statement of activities	(183,091)
Some expenses reported in the statement of activities do not require the use of current financial resources and are therefore not reported as expenditures in governmental funds.	<u>31,157</u>
Change in net assets of governmental activities	<u>\$ (90,181)</u>

VILLAGE OF EVERGREEN PARK, ILLINOIS
ENTERPRISE FUND - WATER AND SEWER FUND
STATEMENT OF NET ASSETS
OCTOBER 31, 2007

Statement 7
Page 1 of 2

ASSETS

Current Assets:	
Cash and interest bearing accounts	\$ 34,303
Accounts receivable	913,491
Deposit	<u>300</u>
Total Current Assets	<u>948,094</u>
Restricted Assets:	
Cash and interest bearing account	<u>-</u>
Total Restricted Assets	<u>-</u>
Plant Assets:	
Buildings	3,269,211
Vehicles	194,978
Machinery and equipment	417,732
Sewer system improvements at original cost	4,613,567
Water mains at original cost	998,814
Less: Accumulated depreciation	<u>(3,449,490)</u>
Plant asset improvements - Net	<u>6,044,812</u>
Total Assets	<u><u>\$ 6,992,906</u></u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
ENTERPRISE FUND - WATER AND SEWER FUND
STATEMENT OF NET ASSETS
OCTOBER 31, 2007

Statement 7
Page 2 of 2

LIABILITIES AND NET ASSETS

Liabilities:

Current Liabilities	
(Payable from Current Assets):	
Accounts payable	\$ 161,434
Accrued vacation and sick pay	<u>103,272</u>
Total Current Liabilities	
(Payable from Current Assets)	<u>264,706</u>
Current Liabilities (Payable from	
Restricted Assets):	
Accrued revenue bond interest	2,979
Current portion of revenue bonds	<u>110,000</u>
Total Current Liabilities	
(Payable from Restricted Assets)	<u>112,979</u>
Long Term Liabilities:	
Revenue bonds (Net of current portion)	<u>-</u>
Total Liabilities	<u>377,685</u>
NET ASSETS	
Invested in capital assets, net of	
related debt	5,934,812
Restricted for debt service	(2,979)
Unrestricted	<u>683,388</u>
Total Net Assets	<u>\$ 6,615,221</u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
ENTERPRISE FUND - WATER AND SEWER FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
YEAR ENDED OCTOBER 31, 2007

Statement 8
 Page 1 of 2

	Water Fund	Sewer Fund	Total
Operating Revenues:			
Water and service fees	\$ 2,554,006	\$ 714,726	\$ 3,268,732
Permits	599	20,053	20,652
Sewer and water penalties	45,579	12,856	58,435
Proceeds from sale of vehicle	8,500	-	8,500
Total Operating Revenues	2,608,684	747,635	3,356,319
Operating Expenses:			
Salaries and wages	473,407	298,215	771,622
Data Processing	16,002	445	16,447
Employee benefits	66,579	41,940	108,519
Insurance Group - Health	91,448	74,661	166,109
Insurance Group - Other	40,000	20,000	60,000
Uniforms	3,685	2,241	5,926
Telephone	18,627	685	19,312
Electric-Pumping Station	47,672	16,142	63,814
Communications	901	772	1,673
Audit and accounting	-	13,106	13,106
Purchase of water	1,118,617	4,505	1,123,122
Engineering	571	4,780	5,351
Printing and promotion	9,322	1,671	10,993
Computer support	15,355	7,683	23,038
Mosquito abatement	-	8,272	8,272
Office supplies	4,458	751	5,209
Postage	17,476	-	17,476
Gasoline and oil	-	17,573	17,573
Shop supplies and tools	15,530	4,050	19,580
Repairs and maintenance			
Vehicles	12,459	4,681	17,140
Building	49,431	4,045	53,476
Sewer system	-	253,784	253,784
Storm sewers	-	95,133	95,133
Water system	364,755	-	364,755
Training	486	-	486
Dues and memberships	903	-	903
Meetings and conferences	2,687	-	2,687
Office equipment	404	-	404
Vehicles	43,204	-	43,204
Shop equipment	4,086	-	4,086
Building improvements	770	-	770
Depreciation	69,223	169,741	238,964
Water meters	16,804	-	16,804
Total Operating Expenses	2,504,862	1,044,876	3,549,738

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
ENTERPRISE FUND - WATER AND SEWER FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
YEAR ENDED OCTOBER 31, 2007

Statement 8
 Page 2 of 2

	Water Fund	Sewer Fund	Total
Net Operating Income(Loss)	\$ 103,822	\$ (297,241)	\$ (193,419)
Nonoperating Revenues (Expenses)			
Interest earned	20,343	-	20,343
Interest expense	(7,692)	-	(7,692)
Total Nonoperating Revenues Over Expenses	12,651	-	12,651
Income (loss) before transfers in (out)	\$ 116,474	\$ (297,241)	(180,768)
Transfers out			(206,009)
Net income (loss)			(386,777)
Net assets - beginning of year			7,001,998
Net assets - end of year			\$ 6,615,221

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
ENTERPRISE FUND - WATER AND SEWER FUND
STATEMENT OF CASH FLOWS
YEAR ENDED OCTOBER 31, 2007

Statement 9
 Page 1 of 2

CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from customers	\$ 3,295,787
Payments to suppliers	(2,587,614)
Payments to employees	<u>(696,660)</u>
Net Cash Provided by Operating Activities	11,513
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfers to other funds	<u>(206,009)</u>
Net Cash Used by Noncapital Financing Activities	(206,009)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Principal payment on debt	(100,000)
Interest paid on debt	<u>(10,401)</u>
Net Cash Used by Capital and Related Financing Activities	(110,401)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest on cash and investments	<u>20,343</u>
Net Cash Provided by Financing Activities	20,343
Net increase (decrease) in cash and cash equivalents	(284,554)
Cash/cash equivalents at beginning of year	<u>318,857</u>
CASH/CASH EQUIVALENTS AT END OF YEAR	<u><u>\$ 34,303</u></u>
Reconciliation of Cash / Cash Equivalents to Balance Sheet	
Current Asset - Cash	\$ 34,303
Reserved Asset - Cash	<u>-</u>
Total Cash / Cash Equivalents at End of Year	<u><u>\$ 34,303</u></u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
ENTERPRISE FUND - WATER AND SEWER FUND
STATEMENT OF CASH FLOWS
YEAR ENDED OCTOBER 31, 2007

Statement 9
Page 2 of 2

CASH FLOWS FROM OPERATING ACTIVITIES:	
Net income (loss)	<u>\$ (193,419)</u>
Adjustments to reconcile net income to net operating cash:	
Depreciation and amortization	238,964
(Increase) decrease in assets:	
Accounts receivable	(60,532)
Increase (decrease) in liabilities:	
Accounts payable	(48,462)
Accrued vacation and sick pay	<u>74,962</u>
Total Adjustments	<u>204,932</u>
Net Cash Provided by Operating Activities	<u><u>\$ 11,513</u></u>
Reconciliation of Cash / Cash Equivalents to Balance Sheet	
Current Asset - Cash	\$ 34,303
Reserved Asset - Cash	<u>-</u>
Total Cash / Cash Equivalents at End of Year	<u><u>\$ 34,303</u></u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
 FIDUCIARY FUNDS
 COMBINED STATEMENT OF FIDUCIARY NET ASSETS
 OCTOBER 31, 2007

ASSETS

Cash and interest bearing accounts
 Investments
 Receivables:
 Property tax
 Accrued interest
 Due from general fund

TOTAL ASSETS

LIABILITIES

Due to:
 General fund
 Street Bond payable
 Total Liabilities

NET ASSETS

Held in trust for pension benefits
 and other purposes

	Pension Trust Funds		Private-purpose Trust Funds		Total
	Police	Firemen	Street Bond	Insurance	Memo only
\$	925,895	\$ 17,566	\$ 292,720	\$ 220,595	\$ 1,456,776
	37,578,851	1,312,719	-	-	38,891,570
		26,178			26,178
	37,466	7,289			44,755
	95,946	10,647			106,593
	<u>\$ 38,638,158</u>	<u>\$ 1,374,399</u>	<u>\$ 292,720</u>	<u>\$ 220,595</u>	<u>\$ 40,525,872</u>
	-	-	136,370	-	136,370
	-	-	156,350	-	156,350
	-	-	292,720	-	292,720
	<u>\$ 38,638,158</u>	<u>\$ 1,374,399</u>	<u>\$ -</u>	<u>\$ 220,595</u>	<u>\$ 40,233,152</u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
FIDUCIARY FUNDS

COMBINED STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
YEAR ENDED OCTOBER 31, 2007

	Pension Trust Funds			Private-purpose Trust Funds		Total
	Police	Firemen	Firemen	Street Bond	Insurance	
ADDITIONS						
Contributions:						
Property taxes	\$ 299,019	\$ 46,918	\$	-	-	\$ 345,937
Replacement property taxes	37,653	2,140	-	-	-	39,793
Employee contributions	394,174	20,329	-	-	-	414,503
Total contributions	730,846	69,387	-	-	-	800,233
Investment earnings:						
Dividend and interest income	2,594,375	72,634	-	-	4,536	2,671,545
Unrealized gains (losses) on investments	988,852	-	-	-	-	988,852
Gain (losses) on sale of investments	831,361	-	-	-	-	831,361
Total investment earnings	4,414,588	72,634	-	-	4,536	4,491,758
Less investment expense	131,743	-	-	-	-	131,743
Net investment earnings	4,282,845	72,634	-	-	4,536	4,360,015
Total additions	5,013,691	142,021	-	-	4,536	5,160,248
DEDUCTIONS						
Pension payments to beneficiaries	1,258,068	123,079	-	-	-	1,381,147
Contribution refund	33,130	-	-	-	-	33,130
Professional	11,031	4,225	-	-	-	15,256
Insurance	-	-	-	-	13,720	13,720
Other	6,987	272	-	-	-	7,259
Total deductions	1,309,216	127,576	-	-	13,720	1,450,512
Change in net assets	3,704,475	14,445	-	-	(9,184)	3,709,736
Net assets, beginning of year	34,933,683	1,359,954	-	-	229,779	36,523,416
Net assets, end of year	\$ 38,638,158	\$ 1,374,399	\$	-	\$ 220,595	\$ 40,233,152

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2007

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A) General Statement

The Village of Evergreen Park, Illinois, was incorporated December 20, 1893. The Village operates under a Village President-Board of Trustees form of government and provides the following services: public safety (police and fire), highways and streets, sanitation, health and social services, recreation, education, public improvement, planning and zoning, and general administrative services.

The financial statements of the Village of Evergreen Park, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

B) Reporting Entity

The Village is a municipal corporation governed by an elected Mayor and a Board of Trustees. As required by generally accepted accounting principles, these financial statements present the Village (the primary government). The Police Pension Fund and the Firefighters' Pension Fund have been included as fiduciary funds due to the fiduciary responsibility exercised over the Police and Firefighters' Pension Funds.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C) Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the Village. The effect of interfund activity, within the governmental and business type activities columns, has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues included 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included amount program revenues are reported instead as general revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into individual funds each of which are considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses.

Funds are organized as major funds or non-major funds within the governmental, proprietary, and fiduciary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the village or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type and
- b. Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds

Governmental funds are identified as either general, special revenue, debt service or capital projects based upon the following guidelines.

General Fund - The General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purpose.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds - Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital equipment and projects.

Business Type ActivitiesEnterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Pursuant to GASB Statement No. 20, Accounting and Financial Reporting for Proprietary Funds, the Village has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for enterprise funds.

Major Funds

The Village reports the following major governmental funds:

The *General Fund*, which accounts for the Village's primary operating activities.

Debt Service Fund - Accounts for proceeds from long-term borrowing and other resources to be used for capital improvement projects.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Major Funds (Continued)

Capital Improvement Fund - To account for the costs of various capital improvements expended from general obligation debt.

The Village reports the following major proprietary fund:

The *Water and Sewer Fund*, that provides services in this fund including, but not limited to administration, operations, maintenance, capital improvement financing and related debt service, and billing collection.

Non-Major Funds

The Village reports the following non-major funds:

Capital Project Funds:

Public Improvement Funds - General improvements restricted to expenditures that will benefit the entire public.

Special Revenue Funds:

Real Estate Tax Transfer Fund - To account for transfer tax collected from the sale of real estate sold within the Village geographic boundaries. These funds are earmarked for street improvement.

Home Rule Tax Revenue Fund - To account for collection of Home Rule Municipal Retailers' Occupation Tax at the rate of .50% on certain gross receipts from sales. These funds are earmarked for repayment of general obligation bond interest and principal issued to finance the 87th Street and Kedzie Avenue "Project".

Motor Fuel Tax Fund - To account for the public benefit portion of special assessments financing as provided by the Village's share of state gasoline taxes.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Special Revenue Funds:(Continued)

Tax Increment Fund - Per ordinance 24-2000, the 95th Street Redevelopment Plan was approved in 2000. The approved area is in accordance with the Tax Increment Allocation Redevelopment Act. The fund is to account for collection of incremental real estate tax increases. These funds are earmarked for the payment of redevelopment costs and any obligations incurred in the payment thereof.

Forfeited Confiscated Property Fund - To account for the collection of monies received from State and Local Municipal authorities for forfeitures of properties from illegal drug or gambling activities. These funds are earmarked for police use.

Emergency 911 Fund - To account for collection of "surcharge" imposed under the "Illinois Emergency Telephone Number Act". The surcharges are restricted to emergency 911 use.

Special Service Unit #1 Fund - To account for the costs of capital improvements to the Village's Special Service Area financed by a special service area general obligation bond.

Fiduciary Funds

Fiduciary Funds are not included in government-wide statements. Fiduciary Funds account for assets held by the government in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the government under the terms of a formal agreement. The Village maintains two pension trust fiduciary funds and two private purpose trust funds.

The Village reports the following fiduciary funds:

Police Pension Fund -to account for the accumulation of resources to be used for retirement annuity payments for policemen at appropriate amounts and times in the future. The Fund does not account for the administrative costs of the system, which are borne by the General Fund. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

Firefighters' Pension Fund - to account for the accumulation of resources to be used for retirement annuity payments for firemen in the same manner as that of the Police Pension Fund.

Street Bond Private Purpose Trust Fund - to account for monies collected on a street bond and held until work is completed. Revenues are earned when the street bond is forfeited by the depositor.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Hospitalization Insurance Private Purpose Trust Fund - to account for monies contributed from Village's General Fund that are being held to pay hospitalization benefits to employees.

D) Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned, including unbilled water and sewer services which are accrued. Expenses are recognized at the time the liability is incurred.

Governmental fund and expendable trust financial statements are reported using the current financial resources measurement focus and are accounted for using the modified basis of accounting. Under the modified accrual basis of accounting revenues are recognized when they become measurable and available as net current assets. Taxpayer-assessed income, gross receipts, and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time.

Available means collectible within the current period or soon enough thereafter to be used 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 period.

Revenues considered to be susceptible to accrual are:

Interest
 Taxes - Property (2006 Tax Levy)
 - Sales
 - Income
 Motor Fuel Tax Allotments

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

All proprietary funds and Private Purpose Trust and Pension Trust Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Unbilled Water and Sewer Fund utility service receivables are recorded at year end.

E) Budgets and Budgetary Accounting

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

- 1) In July, the Village Treasurer asks department heads for an estimate of the department requirements for the year beginning November 1.
- 2) At the same time, the Village Treasurer will estimate revenues so that the Village Board can pass the property tax levy in December of the current year for the current taxes.
- 3) Budget requests are then reviewed by the Mayor and Treasurer before being presented to the Board of Trustees.
- 4) By the end of the first quarter of the fiscal year beginning November 1, the Board will have passed an ordinance approving expenditures for the General Fund and the Water and Sewer Fund.
- 5) The Village does not prepare an ordinance approving revenues for the General Fund and the Water and Sewer Fund or revenues and expenditures for the other Governmental Funds. Projected revenues are shown on the financial statements as they are estimated by the Village Treasurer.

F) Cash and Cash Equivalents

The Village considers highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

G) Investments

Investments are reported at fair value. Cash deposits are reported at carrying amounts, which reasonably estimates fair value.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H) Inventories

Supplies on hand at the end of the year are minimal and insignificant in dollar value. Consequently, the policy has been neither to tabulate or record such amounts.

I) Capital Assets

Capital assets that include property, plant, equipment, and infrastructure assets (roads, bridges, sidewalks and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The government defines Capital assets as assets with an initial individual cost of at least \$25,000 and an estimated useful life in excess of two years. These assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Land is not depreciated. Property, plant, and equipment of the government is depreciated using the straight line method over the following estimated useful lives:

Buildings	75
Building improvements	75
Vehicles	15
Office equipment	10
Other equipment	20
Infrastructure	20-50

J) Compensated Absences

Vested or accumulated vacation and sick leave of proprietary funds and governmental activities at the government-wide level is recorded as an expense and as a liability as benefits accrue to employees.

Upon leaving Village employment, non-sworn and non-union employees with at least 10 years of service may request the Village to buy back no more than 50% of accrued sick pay, but not to exceed 60 days. The sick pay is paid as follows:

11-15 years of service	\$40 per day
16-20 years of service	\$50 per day
21-25 years of service	\$60 per day
26 and greater years of service	\$70 per day

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Union employees with at least 10 years of service may request the Village to buy back no more than 50% of accrued sick pay, but not to exceed 60 days, or for an employee with at least 20 years of service, the buy back shall not exceed 80 days at the 50% rate. The sick pay is paid as follows:

11-15 years of service	\$ 70 per day
16-20 years of service	\$ 80 per day
21-25 years of service	\$ 90 per day
26 and greater years of service	\$100 per day

Sworn police employees are entitled to one sick day a month. Sworn police employees having in excess of 60 accrued sick days may request the Village to pay the employee \$160 for each day requested in excess of 60 in return for the waiver of such requested day or days by the employee. Upon retirement, after 20 years of service, for all sick days (up to and including 120 days) the sick pay is calculated at rate of pay at retirement. All sick days in excess of 120 days shall be paid out at a rate of \$160 per day.

K) General Long-Term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of notes and bonds payable and accrued compensated absences.

Long term liabilities expected to be financed from governmental funds are accounted for in the General Long Term Debt Account Group, not in the governmental funds.

This account group is not a "fund". It is concerned only with the measurement of financial position. It is not involved with the measurement of results of operations. The accounting and reporting treatment applied to long-term liabilities associated with a fund are determined by its measurement focus. All Governmental Funds and Expendable Trust Funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available, spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

All proprietary funds and Private-Purpose Trust and Pension Trust Funds are accounted for on a cost of services of "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

L) Interfund Activity

Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

M) Total columns on Combined Statements - Overview

Total columns on the Combined Fund Statements - Overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

N) Reserves

The Village uses the term "Reserves" to designate portions of Fund Equity which are not "available, spendable resources" or are restricted by ordinance.

O) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE II - PROPERTY TAX

Property taxes attach as an enforceable lien at the beginning of the year, January 1st. Taxes are levied by December 1st and payable in that subsequent year in two installments: one half of the prior year's bill is due March 1st, and the balance due on September 1st. The collection and billing of property taxes are done by the Cook County Collectors' Office of the County of Cook, Illinois. Property taxes collected are then periodically remitted to the Village. Approximately 42 percent of the total property tax receipts, for the 2006 tax levy year, were collected in 2007. This represents the first installment only.

For the tax year 2006, the Village has levied taxes of 1.421 per \$100 of assessed valuation. Since the tax levy for 2007 will not be known until December of 2007 and the collection of 2007 will not be made until February of 2008, the Village has not accrued property taxes for the year 2007 tax levy.

Tax Rates and assessed valuations for the past ten years are scheduled in Supplemental Schedule 4 of the financial report.

The following is a property tax calendar for 2007:

Lien Date	January 1, 2007
Levy Date	December 1, 2007
Tax Bills Mailed	February 1, 2008
First Installment Payment Due	March 1, 2008
Second Installment Payment Due	September 1, 2008

VILLAGE OF EVERGREEN PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE III - CAPITAL ASSETS

Capital asset activity for the year ended October 31, 2007 was as follows:

	Balance at 11/01/06	Reclass	Additions	Deletions/ Removals	Balance at 10/31/07
<u>Governmental activities</u>					
Capital assets not being depreciated:					
Land	\$ 3,465,121	\$ -	\$ -	-	\$3,465,121
Construction in process-Library Project	624,511	(4,109,081)	3,484,570	-	-
Construction in process-Comm'l Property	20,000	-	72,244	-	92,244
Construction in process-Street Rehab	40,950	-	1,379,934	-	1,420,884
Open land project	384,228	-	24,100	-	408,328
Total Capital assets not being depreciated	4,534,810	(4,109,081)	4,960,848	-	5,386,577
Other Capital assets:					
Buildings and improvements	12,091,089	-	1,239,684	-	13,330,773
Machinery and equipment	876,992	-	29,921	-	906,913
Infrastructure	9,178,185	-	422,445	-	9,600,630
Vehicles	1,872,747	-	56,018	-	1,928,765
Total Capital assets being depreciated	24,019,013	-	1,748,068	-	25,767,081
Less accumulated depreciation for:					
Buildings and improvements	(2,132,898)	-	(284,661)	-	(2,417,559)
Machinery and equipment	(380,121)	-	(46,843)	-	(426,964)
Infrastructure	(613,005)	-	(354,277)	-	(967,282)
Vehicles	(791,270)	-	(126,379)	-	(917,649)
Total accumulated depreciation	(3,917,294)	-	(812,160)	-	(4,729,454)
Total capital assets being depreciated, net	20,101,719	-	935,908	-	21,037,627
Governmental activities capital assets, net	\$24,636,329	\$(4,109,081)	\$5,896,756	\$ -	\$26,424,204

VILLAGE OF EVERGREEN PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE III - CAPITAL ASSETS (CONTINUED)

Business-type Activities:	Balance at 11/01/06	Reclass	Additions	Deletions Removals	Balance at 10/31/07
Other Capital assets:					
Sewer system improvements	4,613,567	-	-	-	4,613,567
Water mains	998,814	-	-	-	998,814
Buildings and improvements	3,269,211	-	-	-	3,269,211
Machinery and equipment	417,732	-	-	-	417,732
Vehicles	194,979	-	-	-	194,979
Total Capital assets being depreciated	9,494,303	-	-	-	9,494,303
Less accumulated depreciation for:					
Sewer and water main improvements	(2,750,320)	-	(161,490)	-	(2,911,810)
Buildings and improvements	(182,235)	-	(43,591)	-	(225,826)
Machinery and equipment	(185,703)	-	(20,885)	-	(206,588)
Vehicles	(92,269)	-	(12,998)	-	(105,267)
Total accumulated depreciation	(3,210,527)	-	(238,964)	-	(3,449,491)
Total capital assets being depreciated, net	6,283,776	-	(238,964)	-	6,044,812
Business-type activities capital assets, net	\$ 6,283,776	\$ -	\$ (238,964)	\$ -	\$ 6,044,812

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE III - CAPITAL ASSETS (CONTINUED)

<u>Governmental Activities:</u>	
General Government	\$ 86,973
Public Safety	112,909
Streets and Public Works	460,168
Culture and Recreation	<u>152,110</u>
Total Government Activities Depreciation Expense	<u>\$ 812,160</u>
<u>Business-type Activities:</u>	
Sewer and Water	<u>\$ 238,964</u>
Total Business-type Activities Depreciation Expense	<u>\$ 238,964</u>

The Village has active construction projects as of October 31, 2007.
 Total accumulated commitments for ongoing capital projects are composed of the following:

	<u>Committed</u>
Commercial Property Project	\$ 92,244
Street Rehab Project	1,420,884
Open Lands Project	<u>408,328</u>
	<u>\$1,921,456</u>

VILLAGE OF EVERGREEN PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE IV - LONG-TERM DEBT

All general obligation notes and bonds payable are backed by the full faith and credit of the Village. Notes and bonds in the government funds will be retired by future property tax levies accumulated by the debt service fund. Proprietary fund debt is payable by revenues from user fees of those funds. The general credit of the municipality is obligated only to the extent that charges for services are insufficient to retire the outstanding bonds.

Long-term liability activity for the year ended October 31, 2007 was as follows:

	Balance 11/01/06	Increases	Decreases	Balance 10/31/07	Amounts Due Within One Year
<u>Governmental Activities</u>					
Bonds and Notes Payable					
General obligation debt	\$22,865,000	\$1,700,000	\$2,766,412	\$21,798,588	\$2,798,069
Capital lease obligation	51,589	-	31,157	20,432	20,432
Compensated absences	994,130	114,095	-	1,108,225	120,510
Total government activities	<u>\$23,910,719</u>	<u>\$1,814,095</u>	<u>\$2,797,569</u>	<u>\$22,927,245</u>	<u>\$2,939,011</u>
<u>Business Type Activities</u>					
Bonds and Notes Payable					
General obligation debt	\$ 210,000	\$ -	\$ 100,000	\$ 110,000	\$ 110,000
Compensated absences	28,310	74,962	-	103,272	103,272
Total business type activities	<u>\$ 238,310</u>	<u>\$ 74,962</u>	<u>\$ 100,000</u>	<u>\$ 213,272</u>	<u>\$ 213,272</u>

Capital lease obligation for a caterpillar end loader dated June 20, 2005, payable in monthly installments of \$2,958.14, final payment due May 20, 2008.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE IV - LONG-TERM DEBT (CONTINUED)

	<u>Date of</u> <u>Issue</u>	<u>Final</u> <u>Maturity</u>	<u>Interest</u> <u>Rates</u>	<u>Original</u> <u>Indebtedness</u>	<u>Balance at</u> <u>10/31/07</u>
<u>Governmental Activities</u>					
Long-Term Obligations					
1998 General Obligation Bonds	02/01/98	12/01/08	4.50% to 4.69%	\$ 5,000,000	\$ 2,300,000
2002 General Obligation Bonds	05/01/02	12/01/19	3.65% to 5.05%	3,500,000	3,350,000
2002 General Obligation Bonds	08/05/02	12/01/17	1.65% to 4.55%	2,650,000	2,000,000
2002 General Obligation Bonds	12/20/02	12/01/17	2.00% to 5.15%	3,500,000	2,815,000
2003 General Obligation Bonds	07/22/03	12/01/15	1.20% to 3.53%	4,000,000	3,115,000
2004 General Obligation Bonds	01/27/04	12/01/18	1.70% to 4.60%	4,000,000	3,520,000
2006 General Obligation Bonds	09/01/06	09/01/21	3.60% to 4.30%	3,500,000	3,325,000
2006 General Obligation Note	11/15/06	09/01/11	3.99%	<u>1,700,000</u>	<u>1,373,588</u>
				27,850,000	21,798,588
Capital Lease Obligation	06/20/05	05/20/08	4.02%	100,500	20,432
Compensated absences				-	<u>1,108,225</u>
Total Governmental Activities Long-term Obligations				<u>\$27,950,500</u>	<u>\$22,927,245</u>
<u>Business Type Activities</u>					
Long-Term Obligations					
1998 Bonds	06/01/98	12/01/07	4.20% to 4.35%	\$ 1,200,000	\$ 110,000
Compensated absences				-	<u>103,272</u>
Total Business Type Activities Long-Term Obligations				<u>\$ 1,200,000</u>	<u>\$ 213,272</u>

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE IV - LONG-TERM DEBT (CONTINUED)

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest are as follows:

Fiscal Year Ending October 31	Governmental Type Long Term Debt		Governmental Type Capital Lease		Business Type Long Term Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 2,798,069	\$ 874,937	\$ 20,432	\$ 206	\$ 110,000	\$ 3,575
2009	2,999,862	757,138	-	-	-	-
2010	2,306,792	650,199	-	-	-	-
2011	1,663,865	572,849	-	-	-	-
2012	1,350,000	506,725	-	-	-	-
2013	1,410,000	450,746	-	-	-	-
2014	1,435,000	391,460	-	-	-	-
2015	1,490,000	328,922	-	-	-	-
2016	1,555,000	262,262	-	-	-	-
2017	1,390,000	198,429	-	-	-	-
2018	1,450,000	130,463	-	-	-	-
2019	965,000	73,541	-	-	-	-
2020	635,000	37,051	-	-	-	-
2021	350,000	15,050	-	-	-	-
	<u>\$ 21,798,588</u>	<u>\$ 5,249,772</u>	<u>\$ 20,432</u>	<u>\$ 206</u>	<u>\$ 110,000</u>	<u>\$ 3,575</u>

There are a number of other limitations and restrictions contained in the various bond indentures. The Village is in compliance with all significant limitations and restrictions.

NOTE V - CAPITAL LEASES

The following is an analysis of the leased property under capital leases by major classes:

<u>Governmental Activities</u>	<u>Asset Balance at 10/31/07</u>
Machinery and equipment	\$105,000
Less: Accumulated depreciation	<u>(15,750)</u>
	<u>\$ 89,250</u>

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE V - CAPITAL LEASES (CONTINUED)

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the minimum lease payments as of October 31, 2007:

Year ending October 31:

2008	\$ 20,707
Less: Amount representing interest costs	<u>(275)</u>
Present value of minimum lease payments	<u>\$ 20,432</u>

NOTE VI - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the combined fund statements - overview, of certain information concerning individual funds including:

- A. Segment information for certain individual Enterprise Funds. This requirement is effectively in this report by Statements 1, 2, 7, 8 and 9, because the Village maintains only one Enterprise Fund.
- B. Summary disclosure of Debt Service requirements to maturity for all types of outstanding debt. This requirement is met by Note IV to the financial statements.
- C. Summary disclosure of changes in long-term debt. This requirement is met by Note IV to the financial statements.
- D. Excess of expenditures over appropriations in individual funds. For those funds that have appropriations prepared, the Village has not exceeded its expenditures over appropriations.
- E. Deficit fund balances or retained earnings balances of individual funds. As of October 31, 2007, no funds had a deficit balance.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VI - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (CONTINUED)

F. Transfers between funds during the year were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ 2,459,250	\$ 2,085,498
Debt Service	3,385,044	-
Waterworks and Sewerage	-	206,009
Home Rule Sales Tax	-	2,529,035
Motor Fuel Tax	-	599,250
Real Estate Transfer Tax	-	460,000
Capital Improvement	<u>35,498</u>	<u>-</u>
Total All Funds	<u>\$ 5,879,792</u>	<u>\$ 5,879,792</u>

NOTE VII - EMPLOYEE RETIREMENT SYSTEMS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police or Firefighters' plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VII - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the calendar year ended 2006 was 7.84% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police 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 (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At November 1, 2006, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	28
Terminated employees entitled to benefits but not yet receiving them	0
Current employees	
Vested	39
Nonvested	<u>19</u>
 TOTAL	 <u>86</u>

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service cost for the Police Pension Plan. For the year ended October 31, 2006, the Village's contribution was 11.29% of covered payroll.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VII - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' 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 (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. At November 1, 2006, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	2
Terminated employees entitled to benefits But not yet receiving them	0
Current employees	
Vested	2
Nonvested	<u>1</u>
 TOTAL	 <u>5</u>

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by 1/12 of 2.50% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75.00% of such monthly salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and received a reduced retirement benefit. The monthly pension of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and upon reaching the age of at least 55 by 3.00% of the original pension and 3.00% compounded annually thereafter.

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service cost for the Firefighter's Pension Plan. For the year ended October 31, 2006 the Village's contribution was 16.788% of covered payroll.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VII - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed.

Method Use to Value Investments

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

Administrative Costs

Administrative costs for the Police and Firefighters' Pension Plans are financed primarily through investment earnings.

c. Annual Pension Costs

The Village annual required contribution for the current year and related information for each plan is as follows:

	<u>Illinois Municipal Retirement</u>	<u>Police Pension</u>	<u>Firefighters' Pension</u>
Contribution Rates			
Employer	7.84%	11.29%	16.788%
Employee	4.50%	9.91%	9.455%
Annual Pension Cost	\$253,698	\$399,860	\$40,423
Contributions Made	\$253,698	\$438,871	\$42,885
Actuarial Valuation Date	12/31/04	10/31/06	10/31/06
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis
Remaining Amortization Period	26 Years	27 Years	27 Years
Asset Valuation Method	5-Year Smoothed Market	Market	Market

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VII - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

c. Annual Pension Costs (Continued)

	<u>Illinois Municipal Retirement</u>	<u>Police Pension</u>	<u>Firefighters' Pension</u>
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually
Projected Salary Increases	.4 to 11.6%	5.00%	5.00%
Inflation Rate Included	4.00%	3.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

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

	<u>For Calendar Year</u>	<u>Illinois Municipal Retirement</u>	<u>For Fiscal Year</u>	<u>Police Pension</u>	<u>Firefighters' Pension</u>
Annual Pension Cost (APC)	2004	\$128,844	2005	\$407,647	\$36,886
	2005	221,091	2006	399,860	40,423
	2006	253,698	2007	N/A	N/A
Actual Contributions	2004	\$128,844	2005	\$434,363	\$38,759
	2005	221,091	2006	438,871	42,885
	2006	253,698	2007	N/A	N/A
Percentage of APC Contributed	2004	100.00%	2005	108.80%	105.10%
	2005	100.00%	2006	109.80%	106.10%
	2005	100.00%	2007	N/A	N/A
NPO (Asset)	2004	-0-	2005	(244,940)	(7,926)
	2005	-0-	2006	(209,224)	(10,388)
	2006	-0-	2007	N/A	N/A

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VIII - DEPOSITS AND INVESTMENTS

Permitted Deposits and Investments: The Village is authorized by state statute and locally approved investment policies to invest in the following:

- 1) Obligations of the U.S. Treasury, its agencies and instruments
- 2) Savings accounts, certificates of deposit, or time deposits that are direct obligations of any bank, savings bank, savings and loan association, or credit union which maintains its principal office in the state of Illinois that is insured by the Federal Deposit Insurance Corporation or the National Credit Union Administration
- 3) Illinois Public Treasurer's Investment Pool
- 4) Money market mutual funds registered under the Investment Company Act of 1940 and rated at the highest classification of at least one nationally recognized rating service, provided that the portfolio is limited to obligations described in (1) above
- 5) Interest-bearing bonds of any county, township, municipality, municipal corporation or school district rated at the time of purchase within the four highest general classifications of at least one nationally recognized rating service
- 6) Securities that are guaranteed by the full faith and credit of the United States as to principal and interest
- 7) A fund managed, operated and administered by a bank, subsidiary of a bank, or subsidiary of a bank holding company or which uses the services of such an entity to hold and invest or advise regarding the investment of any public funds

In addition to the above, the Village's Firefighters' and Police Pension Trust Funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, general and separate accounts of Illinois authorized life insurance companies, and certain mutual funds. The Village's Police Pension Trust Fund may also invest a portion of its assets in common and preferred stock.

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

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VIII - DEPOSITS AND INVESTMENTS (CONTINUED)

Deposits

Custodial Credit Risk for Deposits: is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. Deposits in federally insured banks and savings and loans are insured in an amount equal to \$100,000. It is the policy of the Village that deposits above insured limits will be secured by the institution pledging securities with a third party institution in fair value amounts at least to cover the uninsured amounts. As of October 31, 2007, the Village reported deposits of \$5,275,785 with a bank balance of \$5,128,242. Cash on hand of \$300 has been excluded from the amounts shown below. All of the deposits were insured or covered by collateral as of October 31, 2007.

Deposits have been reported as follows:

Reported in governmental funds	\$ 3,787,706
Reported in enterprise funds	34,303
Reported in fiduciary funds	<u>1,456,776</u>
Total Deposits	<u>\$ 5,278,785</u>

Investments

At October 31, 2007, the Village had the following investments:

<u>Type of Investment</u>	<u>Fair Value</u>
Zero Coupon Government Bonds	\$ 5,503,814
Annuities	21,453,678
Equities	9,953,581
Certificates of Deposit	6,044,127
Illinois Funds-Money Market Funds	<u>4,317,401</u>
Total Investments	<u>\$ 47,272,601</u>

Investments have been reported as follows:

Reported in governmental funds	\$ 8,381,031
Reported in fiduciary funds	<u>38,891,570</u>
Total Investments	<u>\$ 47,272,601</u>

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VIII - DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk:

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policies, the Village manages its exposure to declines in fair values by the following methods:

- 1) For investments in all funds except fiduciary funds, interest rate risk is minimized by structuring investments so that securities mature to meet cash requirements for ongoing operations without selling or cashing in securities on the open market prior to maturity.
- 2) For investments in the Police and Firemen's Pension Funds, the investment portfolio is structured to remain sufficiently liquid to meet all operating requirements that may reasonably anticipated by structuring the portfolio so that securities mature concurrent with cash needs to meet anticipated demands. All investments shall be undertaken in a manner which seeks to insure the preservation of capital in the overall portfolio. Diversification is required to eliminate the risk of loss resulting from concentration in a specific maturity, issuer, or class of securities.

Credit Risk:

Credit risk is the risk that the insurer of a debt security will not pay its par value upon maturity. The Village does not have a formal policy relating to credit rate risk. Investments in U.S. Government securities and securities of certain U.S. Government Agencies (Primary Obligation Agencies) are not considered to be of any credit risk since they carry the full obligation and guarantee of the U.S. Government.

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VIII - DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk:

<u>Investment</u>	<u>Amount</u>	<u>Rating</u> <u>Organization</u>	<u>Rating</u>
Annuities: Hartford Life Ins.	\$ 849,884	Standard & Poors	AA
ING USA Annuity	4,927,568	Standard & Poors	AA+
Protective Pro saver Plat.	3,044,446	Standard & Poors	A+
Genworth Life	326,995	Standard & Poors	AA
Golden American Life	334,377	Standard & Poors	AA+
Lincoln National Choice	4,440,568	Standard & Poors	AAA
Sun Life	3,030,317	Standard & Poors	AAA
MetLife Investors	618,488	Standard & Poors	AA
Allstate Life	2,633,480	Standard & Poors	AA
John Hancock	<u>1,247,555</u>	Standard & Poors	AA+
Total	<u>\$ 21,453,678</u>		
IL Funds: Illinois Funds-Money Market Funds	<u>\$ 4,317,401</u>	Standard & Poors	AAAm
Total	<u>\$ 25,771,079</u>		

Concentration of Credit Risk:

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investments. At October 31, 2007, more than 5 percent of the investments of the Village's Police Pension Fund and the Fire Pension Fund were in securities of the following issuers:

	<u>Police Pension</u>	<u>Fire Pension</u>
ING USA	13%	-
Sun Life	8%	-
Lincoln National Choice	12%	-
Allstate Life	7%	-
Protective Pro saver Platinum	8%	-

At October 31, 2007, more than 5 percent of the net assets of the Village's Police Pension Fund and the Fire Pension Fund were in securities of the following issuers:

	<u>Police Pension</u>	<u>Fire Pension</u>
ING USA	13%	-
Sun Life	8%	-
Lincoln National Choice	11%	-
Allstate Life	7%	-
Protective Pro saver Platinum	8%	-

VILLAGE OF EVERGREEN PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE VIII - DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk for Investments: is the risk that in the event of the failure of the counterparty, the fund may not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village has no custodial credit risk in that all of its investments are insured.

NOTE IX - CONTINGENT LIABILITIES

The economic development agreement dated July 7, 2003 with a retailer to reimburse the retailer the cost of extraordinary site development costs was amended on March 21, 2005. The amendment requires the Village to refund to the retailer all of the sales tax revenue which exceeds \$580,000 per annual period for the first 12 annual periods, and \$600,000 per annual period thereafter. The refund is to be paid annually within 90 days after the end of each annual period. The base for the first annual period shall be prorated based upon the number of calendar days that the retailer is open for business. In no event shall the amount of sales tax revenue refunded to the retailer exceed \$5,250,000. No liability for this has been recorded due to the fact that the contingency cannot be reasonably estimated as of October 31, 2007.

NOTE X - SUBSEQUENT EVENTS

On June 3, 2008, the Village acquired the real estate located at 9125 South Pulaski, Evergreen Park, IL.

NOTE XI - JOINT VENTURE

On September 1, 2006 the Village entered into a joint venture agreement with the Evergreen Park Public Library, a legally separate entity. The Village issued a general obligation bond for \$3,500,000 for the expansion of the Evergreen Park Public Library. The total outstanding debt at October 31, 2007 is \$3,325,000. The Evergreen Park Public Library issues separate financial reports. That report can be obtained from Evergreen Park Public Library, 9400 South Troy Street, Evergreen Park, Illinois 60805.

REQUIRED
SUPPLEMENTARY
INFORMATION

Exhibit 1A

VILLAGE OF EVERGREEN PARK, ILLINOIS
 ILLINOIS MUNICIPAL RETIREMENT FUND
 SCHEDULE OF FUNDING PROGRESS
 REQUIRED SUPPLEMENTARY INFORMATION
 OCTOBER 31, 2007

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability	(3) Funded Ratio (1)/(2)	(4) Unfunded (Assets in Excess of) Actuarial Accrued Liability (2) - (1)	(5) Covered Payroll	Unfunded (Assets in Excess of) Actuarial Accrued Liability as a Percentage of Covered Payroll (4)/(5)
December 31 2002	7,941,785	6,787,917	117.00%	(1,153,868)	2,696,228	0.00%
2003	8,218,550	7,383,343	111.31%	(835,207)	2,756,877	0.00%
2004	8,638,197	8,138,771	106.14%	(499,426)	2,961,937	0.00%
2005	8,852,500	8,461,510	104.62%	(390,990)	3,070,711	0.00%
2006	9,052,280	8,630,415	104.89%	(421,865)	3,235,949	0.00%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
POLICE PENSION FUND
SCHEDULE OF FUNDING PROGRESS
REQUIRED SUPPLEMENTARY INFORMATION
OCTOBER 31, 2007

Actuarial Valuation Date	October 31	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability	(3) Funded Ratio (1)/(2)	(4) Unfunded Actuarial Accrued Liability (Surplus) (2)-(1)	(5) Covered Payroll	Unfunded Actuarial Accrued Liability (Surplus) as a Percentage of Covered Payroll (4)/(5)
2002		26,322,605	28,181,474	93.4%	1,858,869	N/A	N/A
2003		28,375,584	29,311,358	96.8%	935,774	3,404,426	27.5%
2004		30,200,655	30,685,054	98.4%	484,399	3,566,615	13.6%
2005		32,655,850	31,584,601	103.4%	(1,071,249)	3,713,829	(28.8)%
2006		34,933,683	33,636,663	103.9%	(1,297,020)	3,888,851	(33.4)%

(See independent auditor's report.)

Exhibit 1C

VILLAGE OF EVERGREEN PARK, ILLINOIS
 FIREFIGHTERS' PENSION FUND
 SCHEDULE OF FUNDING PROGRESS
 REQUIRED SUPPLEMENTARY INFORMATION
OCTOBER 31, 2007

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability	(3) Funded Ratio (1)/(2)	(4) Unfunded Actuarial Accrued Liability (2)-(1)	(5) Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (4)/(5)
2002	1,238,053	1,646,054	75.2%	408,001	287,849	141.7%
2003	1,275,055	1,576,588	80.9%	301,533	220,721	136.6%
2004	1,313,511	1,705,350	77.0%	391,839	231,270	169.4%
2005	1,323,753	1,809,535	73.2%	485,782	242,327	200.5%
2006	1,359,954	1,905,681	71.4%	545,727	255,453	213.6%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS
REQUIRED SUPPLEMENTARY INFORMATION
OCTOBER 31, 2007

<u>Calendar Year</u>	<u>Employer Required Contributions</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Contributed</u>
2002	28,850	28,850	100%
2003	27,293	27,293	100%
2004	128,844	128,844	100%
2005	221,091	221,091	100%
2006	253,698	253,698	100%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
POLICE PENSION FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS
REQUIRED SUPPLEMENTARY INFORMATION
OCTOBER 31, 2007

<u>Fiscal Year</u>	<u>Employer Actual Contributions</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Contributed</u>
2003	227,677	227,677	100.00%
2004	436,901	227,677	191.09%
2005	443,363	407,647	108.80%
2006	438,871	399,860	109.75%
2007	336,672	336,372	100.00%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
FIREFIGHTERS' PENSION FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS
REQUIRED SUPPLEMENTARY INFORMATION
OCTOBER 31, 2007

<u>Fiscal Year</u>	<u>Employer Actual Contributions</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Contributed</u>
2003	59,562	59,562	100.0%
2004	65,614	59,562	110.2%
2005	38,759	36,886	105.1%
2006	42,885	40,423	106.1%
2007	49,058	49,058	100.0%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - COMPARED TO PROJECTED REVENUES AND APPROPRIATION
YEAR ENDED OCTOBER 31, 2007

	Projected Revenue		Actual	Variance Favorable (Unfavorable)
REVENUES:				
Taxes	\$ 12,841,277		\$ 12,790,492	\$ (50,785)
Licenses and permits	1,240,000		1,196,958	(43,042)
Franchise fees	200,000		224,954	24,954
Intergovernmental	185,024		207,004	21,980
Charges for services	2,090,716		2,099,394	8,678
Fines	706,500		703,417	(3,083)
Interest earned	196,000		163,674	(32,326)
Miscellaneous	50,500		52,930	2,430
Land sale proceeds	1,000,000		-	(1,000,000)
Reimbursements	38,000		13,511	(24,489)
Proceeds from sale of equipment	30,455		21,750	(8,705)
Grants	199,605		163,495	(36,110)
Total Revenues	\$18,778,077		\$17,637,579	\$ (1,140,498)
	Appropriation		Actual	Variance With Final Favorable (Unfavorable)
	Original	Final		
EXPENDITURES:				
General government	\$ 860,360	\$ 860,360	\$ 734,272	\$ 126,088
Adjudication/animal/health	314,910	314,910	284,701	30,209
Data processing	2,588	2,588	-	2,588
Street	1,944,217	1,944,217	1,949,006	(4,789)
Police	5,946,509	5,946,509	5,887,011	59,498
Fire	2,428,717	2,428,717	2,328,222	100,495
Garbage	1,223,006	1,223,006	1,207,608	15,398
Village prosecutor	20,700	20,700	22,200	(1,500)
Property maintenance	390,195	390,195	296,729	93,466
Insurance & bond premiums	2,358,248	2,358,248	2,164,952	193,296
Education reimbursement	10,350	10,350	8,544	1,806
Citizens service	172,335	172,335	164,844	7,491
Parks and playgrounds	536,469	536,469	542,435	(5,966)
Board of Police and Fire Commissioners	10,350	10,350	1,080	9,270
Employee benefits	626,175	626,175	678,671	(52,496)
Operations of				
Public Library	32,688	32,688	34,412	(1,724)
Youth Commission	100,169	100,169	93,914	6,255
Professional services	26,393	26,393	15,384	11,009
Building Department	174,915	174,915	108,235	66,680
Fireman's Pension Fund	2,033	2,033	2,140	(107)
Police Pension Fund	345,997	345,997	337,392	8,605
Recreation	509,375	509,375	529,157	(19,782)
Community Center	112,394	112,394	117,965	(5,571)
Emergency 911	310,759	310,759	196,994	113,765
Legal	155,250	155,250	115,110	40,140
Pension accounting	38,813	38,813	27,085	11,728
Ambulance billing services	37,260	37,260	41,085	(3,825)
Contingencies	258,750	258,750	-	258,750
Land purchase - Development	1,035,000	1,035,000	-	1,035,000
Audit fees	26,910	26,910	26,989	(79)
Farmers market expenditures	4,658	4,658	3,863	795
Sales tax incentive agreement	-	-	71,256	(71,256)
Other	4,658	4,658	3,305	1,353
Total Expenditures	20,021,151	20,021,151	17,994,561	2,026,590

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - COMPARED TO PROJECTED REVENUES AND APPROPRIATION
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>	<u>Variance With Final Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,243,074)</u>	<u>(1,243,074)</u>	<u>(356,982)</u>	<u>886,092</u>
Other Financing Sources (Uses):				
Operating transfer in	2,670,000	2,670,000	2,459,250	(210,750)
Operating transfers out	<u>(2,176,664)</u>	<u>(2,176,664)</u>	<u>(2,085,498)</u>	<u>91,166</u>
Total Other Financial Sources (Uses)	<u>493,336</u>	<u>493,336</u>	<u>373,752</u>	<u>(119,584)</u>
Excess (Deficiency) of Revenues and Expenditures Over Other Financing Sources (Uses)		<u>(749,738)</u>	16,770	<u>766,508</u>
Fund Balance Beginning of year			<u>5,704,055</u>	
FUND BALANCE END OF YEAR			<u>\$ 5,720,825</u>	

(See independent auditor's report.)

COMBINING AND INDIVIDUAL
FUND STATEMENTS
AND SCHEDULES

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
BALANCE SHEET
OCTOBER 31, 2007

Exhibit 3

ASSETS

Cash and cash equivalents	\$ (139,757)
Investments	2,601,209
Receivables	
Interest	31,161
Taxes	3,735,021
Franchise Fees	73,139
Other	9,752
Due from other funds	<u>249,853</u>
 TOTAL ASSETS	 <u><u>\$ 6,560,378</u></u>

LIABILITIES AND FUND BALANCE

Liabilities	
Accounts payable	\$ 308,203
Accrued vacation and sick payable	120,510
Deferred revenue	304,247
Due to other funds	<u>106,593</u>
 Total Liabilities	 <u><u>839,553</u></u>
 Fund Balance	
Unreserved - Undesignated	<u><u>5,720,825</u></u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u><u>\$ 6,560,378</u></u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Taxes:			
Sales tax	\$ 3,825,046	\$ 3,825,046	\$ 3,615,669
Use tax	266,104	266,104	271,815
Property tax	5,316,101	5,316,101	5,433,478
Property tax - Road & Bridges	-	-	50,348
Income tax	1,703,330	1,703,330	1,832,286
Replacement tax	200,696	200,696	221,327
Telecomm tax	895,000	895,000	794,416
Gasoline tax	575,000	575,000	518,303
Video tax	50,000	50,000	43,656
Foreign fire tax	10,000	10,000	9,194
TOTAL	<u>12,841,277</u>	<u>12,841,277</u>	<u>12,790,492</u>
Licenses and Permits:			
Vehicle licenses	352,309	352,309	355,000
Contractors licenses	140,950	140,950	160,000
Liquor licenses	35,467	35,467	40,000
Animal registration	7,609	7,609	8,500
Business certificates	96,471	96,471	105,000
Registrar fees	40,036	40,036	45,000
Passport fees	25,235	25,235	30,000
Zoning board fees	18,050	18,050	27,000
Health inspection fees	4,770	4,770	7,500
Charitable game fees	2,505	2,505	3,000
Rental housing reg-inspection	2,045	2,045	1,000
Inspections	70,895	70,895	75,000
Building permits - commercial	244,434	244,434	50,000
Building permits - residential	119,729	119,729	300,000
Street bond forfeitures	7,220	7,220	-
Death certificates	27,932	27,932	30,000
Other fees	1,301	1,301	3,000
TOTAL	<u>1,196,958</u>	<u>1,196,958</u>	<u>1,240,000</u>
Intergovernmental:			
Reimbursement - Police	25,000	25,000	26,399
Reimbursement - Streets	60,000	60,000	70,883
Reimbursement - Engineering	39,000	39,000	43,476
Salary reimbursement	61,024	61,024	66,246
TOTAL	<u>185,024</u>	<u>185,024</u>	<u>207,004</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Charges for Services:			
Garbage collection	1,130,799	1,130,799	1,085,137
Traffic accident reports	10,000	10,000	7,567
EMT	451,000	451,000	512,753
Rental income	120,000	120,000	119,535
Activity center rentals	7,500	7,500	5,460
Program revenue - Rec dept	300,917	300,917	301,238
Consession revenues	1,000	1,000	2,327
Ice rink rentals	17,500	17,500	18,755
Pool program revenues	26,000	26,000	21,384
Bus revenues	3,500	3,500	3,500
Program revenue - Youth dept	15,000	15,000	13,373
Snack bar revenues	7,000	7,000	8,083
Contributions - Youth	500	500	-
Vending Commissions	-	-	282
TOTAL	<u>2,090,716</u>	<u>2,090,716</u>	<u>2,099,394</u>
Fines:			
Court fines	315,000	315,000	301,235
Police miscellaneous	1,500	1,500	702
Adjudication court	375,000	375,000	401,480
Adjudication traffic lights	15,000	15,000	-
TOTAL	<u>706,500</u>	<u>706,500</u>	<u>703,417</u>
Miscellaneous:			
Fire miscellaneous	10,000	10,000	4,188
Jury duty reimb	-	-	17
Farmers market revenues	2,500	2,500	2,610
NSF's	1,000	1,000	-
M.O.W. Citizens service	7,000	7,000	-
Other income	30,000	30,000	46,115
TOTAL	<u>50,500</u>	<u>50,500</u>	<u>52,930</u>
Grants:			
State grants	50,000	50,000	50,000
CDBG receipts	40,000	40,000	-
Police grants	20,000	20,000	35,776
Fire grants	89,605	89,605	72,719
Dare program	-	-	5,000
TOTAL	<u>199,605</u>	<u>199,605</u>	<u>163,495</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
General Government:			
Salaries	\$ 535,161	\$ 535,161	\$ 495,570
Zoning Board of Appeals	3,105	3,105	1,600
Telephone	87,975	87,975	82,385
Accounting	5,175	5,175	-
Drug & Alcohol test	2,588	2,588	3,980
Printing and promotion	9,315	9,315	14,542
Copier Lease and maintenance	4,140	4,140	3,407
Computer support	41,918	41,918	9,479
License and decals	10,350	10,350	6,700
Office supplies	22,770	22,770	20,818
Computer supplies	5,175	5,175	6,534
Postage	20,700	20,700	5,697
Repairs and maintenance			
office equipment	6,210	6,210	4,213
Training	5,175	5,175	-
Dues and membership	9,315	9,315	9,992
Meetings and conferences	5,175	5,175	6,303
Ordinance recodification	2,070	2,070	2,000
Administrative expenses	6,210	6,210	6,000
Awards, flowers & memorials	1,553	1,553	871
Special events	44,505	44,505	36,230
Subscriptions	518	518	302
Legal notices	4,140	4,140	4,167
Data & record retention	-	-	1,485
Petty cash	207	207	200
Office and computer equipment	16,560	16,560	9,074
Software upgrade	10,350	10,350	2,723
TOTAL	<u>\$ 860,360</u>	<u>\$ 860,360</u>	<u>\$ 734,272</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Adjudication / Animal / Health Dept			
Salaries			
Adjudication	\$ 85,401	\$ 85,401	\$ 75,059
Health department	56,123	56,123	31,676
Animal warden	24,143	24,143	24,131
Inspectors	17,537	17,537	17,569
Uniforms	1,035	1,035	567
Telephone	-	-	1,560
Contract services	74,520	74,520	75,070
Pest control	24,840	24,840	13,329
Computer support	3,105	3,105	3,259
Animal welfare	4,140	4,140	4,240
Office supplies	8,798	8,798	5,299
Postage	7,245	7,245	6,342
Repairs and maintenance-vehicle	2,329	2,329	2,912
Training	1,035	1,035	575
Equipment			
Adjudication	3,623	3,623	2,346
Vehicle	-	-	20,677
Animal warden	518	518	90
Health department	518	518	-
TOTAL	<u>\$ 314,910</u>	<u>\$ 314,910</u>	<u>\$ 284,701</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	Appropriation		Actual
	Original	Final	
Street Department:			
Salaries	\$ 766,902	\$ 766,902	\$ 797,888
Uniforms	17,595	17,595	14,525
Telephone	7,763	7,763	19,176
Electricity for street lighting and traffic control	170,775	170,775	144,269
Gas/electric-buildings	101,430	101,430	81,956
Engineering	62,100	62,100	19,718
Rental equipment	4,140	4,140	3,624
Tree removal	4,140	4,140	7,000
Street signs	25,875	25,875	21,976
Ice & snow control	72,450	72,450	81,641
Debris removal	80,730	80,730	75,528
Office supplies	2,588	2,588	2,521
Materials	3,623	3,623	1,925
Postage	518	518	50
Gasoline and oil	87,975	87,975	88,601
Shop supplies and tools	21,735	21,735	24,388
Repairs and maintenance			
Street and traffic light	67,275	67,275	59,044
Streets and alleys	191,475	191,475	138,624
Shop equipment	10,350	10,350	7,629
Vehicles	77,625	77,625	64,734
Building	31,050	31,050	19,798
Sidewalks and curbs	-	-	23,870
Parking lots	5,175	5,175	-
Training	3,105	3,105	130
Dues and memberships	1,553	1,553	838
Vehicles	64,170	64,170	56,018
Sidewalk program - net	51,750	51,750	67,691
Street improvements - net	-	-	125,244
Grant expenditures	-	-	-
Refuse equipment	10,350	10,350	600
Radio equipment	-	-	-
TOTAL	<u>\$ 1,944,217</u>	<u>\$ 1,944,217</u>	<u>\$ 1,949,006</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Property Maintenance:			
Cleaning Service	\$ 62,100	\$ 62,100	\$ 47,553
Lawn cutting	-	-	-
Administration building	46,575	46,575	29,779
Community Center	-	-	10,176
Repairs and maintenance			
Food Pantry	5,175	5,175	-
Ice Rink	5,175	5,175	-
Village gym	5,175	5,175	3,661
Police Department	-	-	-
Fire Station	15,525	15,525	15,966
Yukich fields	-	-	248
Storage garage	5,175	5,175	278
Village garage	-	-	1,149
Emergency warning system	2,070	2,070	-
Concessions	5,175	5,175	-
HVAC	15,525	15,525	15,735
Capital expenditures	222,525	222,525	172,184
 TOTAL	 <u>\$ 390,195</u>	 <u>\$ 390,195</u>	 <u>\$ 296,729</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Police Department:			
Salaries:			
Regular police and officers	\$ 4,847,560	\$ 4,847,560	\$ 4,852,819
Auxiliary personnel	103,500	103,500	81,876
School patrol	150,075	150,075	148,163
Uniform Allowance - Police	15,304	15,304	19,583
Education reimbursement	5,175	5,175	2,798
Uniforms	46,575	46,575	33,922
Telephone	16,850	16,850	15,118
Communications	5,744	5,744	3,702
Printing and promotion	6,210	6,210	2,529
Copier lease and maintenance	9,108	9,108	8,317
Computer support	27,428	27,428	24,779
Park surveillance network	12,524	12,524	9,500
Pistol range	25,875	25,875	25,000
Office supplies	25,875	25,875	31,615
Computer supplies	41,609	41,609	43,325
Postage	7,245	7,245	5,824
Gasoline and oil	119,025	119,025	121,183
Investigative equipment	25,875	25,875	19,323
Repairs and maintenance			
Vehicles	46,575	46,575	46,143
Building	25,875	25,875	47,506
Radio equipment	56,925	56,925	40,773
Pistol range	5,175	5,175	2,360
Training	37,260	37,260	27,245
Dues and memberships	3,105	3,105	2,080
Meetings and conferences	6,210	6,210	2,051
Crime prevention	6,210	6,210	6,657
Domestic preparedness	21,735	21,735	12,421
MEG Drug Enforcement	3,105	3,105	2,165
Grant expenditures	-	-	25,656
Community events	28,996	28,996	18,493
Office equipment	18,630	18,630	23,666
Computer equipment	9,833	9,833	7,761
Vehicles	149,300	149,300	144,120
Radio equipment	10,290	10,290	6,628
Car computers / cameras	23,658	23,658	21,880
Bicycle support	2,070	2,070	30
TOTAL	<u>\$ 5,946,509</u>	<u>\$ 5,946,509</u>	<u>\$ 5,887,011</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	Appropriation		Actual
	Original	Final	
Fire Department:			
Wages	\$ 1,884,731	\$ 1,884,731	\$ 1,891,264
Uniforms and protective clothing	42,642	42,642	27,002
Emergency alert system	7,866	7,866	8,048
Telephone systems	3,623	3,623	4,100
Communication	12,731	12,731	10,672
Insurance	6,521	6,521	12,514
Copier lease & maintenance	7,245	7,245	3,419
Computer support	24,840	24,840	23,032
Office supplies	7,245	7,245	3,402
Computer supplies	33,120	33,120	27,661
Materials	20,959	20,959	18,691
Postage	3,105	3,105	1,564
Medical / Fire Suppression supplies and gases	22,460	22,460	14,300
Fire & Safety Commodities	51,450	51,450	42,668
Repairs and maintenance			
Vehicles	61,065	61,065	53,146
Fire Station	9,108	9,108	6,287
Communication equipment	19,148	19,148	15,409
Emergency warning system	4,658	4,658	3,980
Training	38,399	38,399	27,243
Fire prevention and public education	20,250	20,250	17,481
Grant expenditures	103,046	103,046	80,799
Preparedness	40,365	40,365	32,188
Fire station equipment	4,140	4,140	3,352
 TOTAL	 \$ 2,428,717	 \$ 2,428,717	 \$ 2,328,222

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Citizens' Services:			
Salaries and wages	\$ 132,630	\$ 132,630	\$ 129,353
Meals on Wheels wages	10,868	10,868	10,749
Telephone	1,449	1,449	1,772
Insurance - other	155	155	134
Printing and promotion	1,553	1,553	1,739
Copier lease & maintenance	3,623	3,623	2,472
Computer support	207	207	-
Office supplies	1,553	1,553	1,042
Computer supplies	518	518	-
Postage	1,449	1,449	1,794
Repairs and maintenance			
Vehicles	2,484	2,484	2,546
Dues and memberships	336	336	335
Meetings and conferences	1,139	1,139	-
Meals on Wheels expenses	5,987	5,987	5,235
Publications	104	104	128
Program expenses	8,280	8,280	7,545
 TOTAL	 <u>\$ 172,335</u>	 <u>\$ 172,335</u>	 <u>\$ 164,844</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Parks and Playgrounds:			
Salaries and wages	\$ 300,695	\$ 300,695	\$ 254,082
Uniforms	1,553	1,553	-
Repairs and maintenance			
Vehicles	9,315	9,315	12,205
Parks	22,770	22,770	40,067
Playgrounds	15,525	15,525	5,317
Ball Fields	25,875	25,875	38,445
Tennis Courts	-	-	1,578
Fences	10,350	10,350	16,367
Landscaping	62,100	62,100	73,374
Buildings	10,350	10,350	-
Tree replacement	2,588	2,588	187
Vehicles	18,630	18,630	18,324
Playground equipment	39,330	39,330	27,264
Turf maintaince equipment	4,140	4,140	640
Skate park equipment	13,248	13,248	4,462
Park improvements	-	-	50,123
 TOTAL	 <u>\$ 536,469</u>	 <u>\$ 536,469</u>	 <u>\$ 542,435</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	Appropriation		Actual
	Original	Final	
Youth Commission:			
Salaries	\$ 78,873	\$ 78,873	\$ 72,414
Telephone	155	155	232
Printing and promotion	414	414	370
Copier lease & maintenance	440	440	1,364
Computer support	207	207	-
Employment referral service	207	207	165
Office supplies	1,035	1,035	1,027
Postage	155	155	82
Office equipment repairs	518	518	-
Dues and memberships	104	104	17
Meetings & conferences	-	-	70
Snack bar expense	7,245	7,245	6,835
Program expenses	9,315	9,315	9,883
Mileage allowances	518	518	384
Office equipment and furniture	207	207	200
Recreation equipment	776	776	871
TOTAL	<u>\$ 100,169</u>	<u>\$ 100,169</u>	<u>\$ 93,914</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Recreational Department:			
Salaries	\$ 350,085	\$ 350,085	\$ 362,346
Telephone	1,553	1,553	1,256
Printing and promotion	15,163	15,163	13,811
Rental - Building	10,350	10,350	10,000
Copier lease & maintenance	4,658	4,658	5,137
Computer support	207	207	46
Office supplies	2,484	2,484	2,495
Postage	4,968	4,968	5,290
Concession goods	-	-	280
Ice Rink concessions	518	518	833
Repairs and maintenance			
Office equipment	518	518	57
Vehicles	1,553	1,553	845
Ice Rink	10,350	10,350	14,709
Training	-	-	-
Dues and memberships	1,553	1,553	1,296
Meetings and conferences	362	362	125
Program expenses	103,500	103,500	109,085
Computer equipment	1,553	1,553	1,436
Ice Rink equipment	-	-	110
 TOTAL	 <u>\$ 509,375</u>	 <u>\$ 509,375</u>	 <u>\$ 529,157</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Community Center:			
Salaries	\$ 92,108	\$ 92,108	\$ 97,175
Uniforms	3,726	3,726	2,769
Telephone	3,105	3,105	3,617
Computer support	-	-	240
Office Supplies	3,105	3,105	3,105
Building maintenance	10,350	10,350	11,059
TOTAL	<u>\$ 112,394</u>	<u>\$ 112,394</u>	<u>\$ 117,965</u>
Building Department:			
Salaries	\$ 155,248	\$ 155,248	\$ 96,715
Telephone	2,588	2,588	1,521
Printing and promotion	4,140	4,140	2,622
Copier maintenance & supplies	-	-	421
Office supplies	3,105	3,105	2,866
Vehicle repairs	2,588	2,588	1,248
Training	2,588	2,588	-
Dues and memberships	1,035	1,035	780
Office equipment	1,035	1,035	-
Computer equipment	2,588	2,588	2,062
TOTAL	<u>\$ 174,915</u>	<u>\$ 174,915</u>	<u>\$ 108,235</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL
YEAR ENDED OCTOBER 31, 2007

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Transfers Out			
Debt Administration:			
Debt Fund	\$ 2,158,294	\$ 2,158,294	\$ 2,050,000
Capital Improvements			
Front End Loader	18,370	18,370	35,498
 TOTAL	 <u>\$ 2,176,664</u>	 <u>\$ 2,176,664</u>	 <u>\$ 2,085,498</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
MAJOR CAPITAL PROJECT FUND
COMBINING BALANCE SHEET
OCTOBER 31, 2007

Exhibit 5

	Capital Improvement <u>Fund</u>
ASSETS	
Cash and interest bearing accounts	\$ (6,261)
Investments	2,678,184
Accrued interest receivable	31,644
Construction in progress	1,513,128
TOTAL ASSETS	<u>\$ 4,216,695</u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Accounts payable	\$ 144,793
TOTAL LIABILITIES	<u>144,793</u>
Fund Balance:	
Reserved (deficit) - designated	4,071,902
TOTAL FUND BALANCE	<u>4,071,902</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 4,216,695</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
MAJOR CAPITAL PROJECT FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
OCTOBER 31, 2007

	Capital Improvement <u>Fund</u>
Revenues:	
Interest earned	\$ 207,516
Total Revenues	207,516
Expenditures:	
Capital project	35,498
Land acquisition	2,814,070
Library expansion	3,485,000
Total Expenditures	6,334,568
Excess (Deficiency) of Revenues over Expenditures	(6,127,052)
Other financing sources	
Bond proceeds	1,700,000
Proceeds from land sale	1,995,897
Operating transfers-in	35,498
Operating transfers-(out)	-
Total Other Financing Sources	3,731,395
Excess (Deficiency) of Revenues and Expenditures Over Other Financing Sources (Uses)	(2,395,657)
Fund balances beginning of year	6,467,559
FUND BALANCES END OF YEAR	\$ 4,071,902

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
MAJOR DEBT SERVICE FUND
BALANCE SHEET
OCTOBER 31, 2007

Exhibit 7

ASSETS	
Cash and interest bearing accounts	\$ -
Accrued interest receivable	-
 TOTAL ASSETS	 <u>\$ -</u>
 LIABILITIES	
Due to other fund	\$ -
 TOTAL LIABILITIES	 <u>-</u>
 FUND BALANCE	
Fund Balance:	
Reserve for debt service	<u>-</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ -</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
MAJOR DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
YEAR ENDED OCTOBER 31, 2007

Revenues:	
Interest earned	\$ -
Total Revenue	<u>-</u>
Expenditures:	
Principal retirement (Note III)	2,581,412
Interest expense	804,794
Total Expenditures	<u>3,386,206</u>
Excess (deficiency) of revenues over expenditures	(3,386,206)
Other financing sources	
Operating transfers in	3,385,044
Fund balance at beginning of year	1,162
FUND BALANCE AT END OF YEAR	<u>\$ -</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
OCTOBER 31, 2007

	Capital Projects	Special Revenue	Totals
ASSETS			
Cash and interest bearing accounts	\$ 3,446,908	\$ 484,116	\$ 3,931,024
Investments	-	3,101,638	3,101,638
Receivables			
Interest	-	1,561	1,561
Taxes	-	775,163	775,163
Open land project - in progress	408,328	-	408,328
TOTAL ASSETS	<u>\$ 3,855,236</u>	<u>\$ 4,362,478</u>	<u>\$ 8,217,714</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 7,608	\$ 4,667	\$ 12,275
Deferred grant revenue	2,528,000	-	2,528,000
Due to other funds	-	113,483	113,483
TOTAL LIABILITIES	<u>2,535,608</u>	<u>118,150</u>	<u>2,653,758</u>
Fund Balance:			
Unreserved - undesignated	-	-	-
Reserved (deficit) - designated	1,319,628	4,244,328	5,563,956
TOTAL FUND BALANCE	<u>1,319,628</u>	<u>4,244,328</u>	<u>5,563,956</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$3,855,236</u>	<u>\$4,362,478</u>	<u>\$8,217,714</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, IL
NON-MAJOR GOVERNMENTAL FUND TYPES
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED OCTOBER 31, 2007

	<u>Capital Project</u>	<u>Special Revenue</u>	<u>Totals</u>
Revenues:			
Transfer tax	\$ -	\$ 367,029	\$ 367,029
Home rule sales tax	-	2,080,680	2,080,680
Motor fuel taxes	-	604,206	604,206
Property taxes	-	1,273,755	1,273,755
Charges for service	-	113,483	113,483
Interest earned	145,194	187,986	333,180
Federal and State disbursement	-	355,805	355,805
TOTAL REVENUES	<u>145,194</u>	<u>4,982,944</u>	<u>5,128,138</u>
Expenditures:			
Drug enforcement	-	181,722	181,722
Principal retirement	-	185,000	185,000
Interest expense	-	168,400	168,400
Contract services	-	113,483	113,483
TIF Expenditures	-	466,493	466,493
Professional services	-	20,000	20,000
TOTAL EXPENDITURES	<u>-</u>	<u>1,135,098</u>	<u>1,135,098</u>
Excess (Deficiency) of Revenues over expenditures	<u>145,194</u>	<u>3,847,846</u>	<u>3,993,040</u>
Operating transfers-in	-	-	-
Operating transfers-(out)	-	(3,588,285)	(3,588,285)
TOTAL TRANSFERS	<u>-</u>	<u>(3,588,285)</u>	<u>(3,588,285)</u>
Excess (Deficiency) of Revenues and Expenditures Over Other Financing Sources (Uses)	145,194	259,561	404,755
Fund balances at beginning of year	<u>1,174,434</u>	<u>3,984,767</u>	<u>5,159,201</u>
FUND BALANCES AT END OF YEAR	<u>\$ 1,319,628</u>	<u>\$ 4,244,328</u>	<u>\$ 5,563,956</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
 NON-MAJOR SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 OCTOBER 31, 2007

Exhibit 11

	Real Estate Tax Transfer	Home Rule Tax	Motor Fuel Tax	Tax Increment	Special Service Unit #1	Forfeited Confiscated Property	Emergency 911	Total
Cash and interest bearing accounts	\$668,303	\$ (368,511)	\$ -	\$7,347	\$63,394	\$100	\$ 113,483	\$484,116
Investments	-	1,360,252	19,749	1,485,456	-	236,181	-	3,101,638
Receivables:								
Taxes	-	-	51,485	390,372	333,306	-	-	775,163
Interest	-	1,561	-	-	-	-	-	1,561
TOTAL ASSETS	\$668,303	\$993,302	\$71,234	\$1,883,175	\$396,700	\$236,281	\$ 113,483	\$4,362,478
LIABILITIES								
Accounts Payable	-	-	-	4,667	-	-	-	4,667
Due to general fund	-	-	-	-	-	-	113,483	113,483
TOTAL LIABILITIES	-	-	-	4,667	-	-	113,483	118,150
FUND BALANCE								
Reserved for street improvements	668,303	-	71,234	-	-	-	-	739,537
Reserved for redevelopment costs and obligations	-	993,302	-	-	-	-	-	993,302
Reserved for TIF	-	-	-	1,878,508	396,700	-	-	2,275,208
Reserved for police use	-	-	-	-	-	236,281	-	236,281
TOTAL FUND BALANCE	668,303	993,302	71,234	1,878,508	396,700	236,281	-	4,244,328
TOTAL LIABILITIES AND FUND BALANCE	\$668,303	\$993,302	\$71,234	\$1,883,175	\$396,700	\$236,281	\$ -	\$4,362,478

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, IL
 NON-MAJOR SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 YEAR ENDED OCTOBER 31, 2007

	Real Estate Tax Transfer	Home Rule Tax	Motor Fuel Tax	Tax Increment	Special Service Unit #1	Forfeited Confiscated Property	Emergency 911	Total
Revenues:								
Transfer tax	\$367,029	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$367,029
Home rule sales tax	-	2,080,680	-	-	-	-	-	2,080,680
Motor fuel taxes	-	-	604,206	-	-	-	-	604,206
Property taxes	-	-	-	908,616	365,139	-	-	1,273,755
Charges for service	-	-	-	-	-	-	113,483	113,483
Interest earned	4,085	82,385	1,332	88,911	2,794	8,479	-	187,986
Federal and State disbursement	-	-	-	-	-	355,805	-	355,805
TOTAL REVENUES	371,114	2,163,065	605,538	997,527	367,933	364,284	113,483	4,982,944
Expenditures:								
Drug enforcement	-	-	-	-	-	181,722	-	181,722
Contract services	-	-	-	-	-	-	113,483	113,483
TIF Expenditures	-	-	-	466,493	-	-	-	466,493
Bond principal	-	-	-	-	185,000	-	-	185,000
Bond interest	-	-	-	-	168,400	-	-	168,400
Professional services	-	-	-	-	20,000	-	-	20,000
TOTAL EXPENDITURES	-	-	-	466,493	373,400	181,722	113,483	1,135,098
Excess (Deficiency) of Revenues over expenditures	371,114	2,163,065	605,538	531,034	(5,467)	182,562	-	3,847,846
Operating transfers-in	-	-	-	-	-	-	-	-
Operating transfers-out	(460,000)	(2,529,035)	(599,250)	-	-	-	-	(3,588,285)
Fund balances at beginning of year	757,189	1,359,272	64,946	1,347,474	402,167	53,719	-	3,984,767
FUND BALANCES AT END OF YEAR	\$668,303	\$993,302	\$71,234	\$1,878,508	\$396,700	\$236,281	\$ -	\$4,244,328

VILLAGE OF EVERGREEN PARK, ILLINOIS
WATER AND SEWER FUND
STATEMENT OF EXPENDITURES, COMPARED TO APPROPRIATION
YEAR ENDED OCTOBER 31, 2007

Exhibit 13

	Appropriation		Actual	Variance With Final - Favorable (Unfavorable)
	Original	Final		
Salaries and wages	\$ 757,036	\$ 757,041	\$ 771,622	\$ (14,581)
Data Processing	17,078	17,078	16,447	631
Employee benefits	105,570	105,570	108,519	(2,949)
Insurance Group - Health	187,335	187,335	166,109	21,226
Insurance Group - Other	62,100	62,100	60,000	2,100
Uniforms	8,280	8,280	5,926	2,354
Telephone	18,630	18,630	19,312	(682)
Electric-Pumping Station	104,018	104,018	63,814	40,204
Communications	3,623	3,623	1,673	1,950
Audit and accounting	22,253	22,253	13,106	9,147
Purchase of water	1,455,728	1,455,728	1,123,122	332,606
Engineering fees	5,175	5,175	5,351	(176)
Printing and promotion	8,280	8,280	10,993	(2,713)
Computer support	25,358	25,358	23,038	2,320
Mosquito abatement	15,525	15,525	8,272	7,253
Detention pond	-	-	-	-
Office supplies	6,728	6,728	5,209	1,519
Postage	14,490	14,490	17,476	(2,986)
Gasoline and oil	19,665	19,665	17,573	2,092
Shop supplies and tools	28,256	28,256	19,580	8,676
Repairs and maintenance				
Vehicles	30,015	30,015	17,140	12,875
Building	33,638	33,638	53,476	(19,838)
Sewer system	207,000	207,000	253,784	(46,784)
Storm sewers	41,400	41,400	95,133	(53,733)
Water system	279,450	279,450	364,755	(85,305)
Training	1,967	1,967	486	1,481
Dues and memberships	1,035	1,035	903	132
Meetings and conferences	2,070	2,070	2,687	(617)
Contingencies	51,750	51,750	-	51,750
Office equipment	-	-	404	(404)
Vehicles	41,400	41,400	43,204	(1,804)
Shop equipment	4,658	4,658	4,086	572
Building improvements	31,050	31,050	770	30,280
Water Meters	-	-	16,804	(16,804)
	<u>3,590,561</u>	<u>3,590,566</u>	<u>3,310,774</u>	<u>279,792</u>

Note: Depreciation expense of \$238,964 is not included in above.

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS
SCHEDULE OF GENERAL LONG TERM DEBT
OCTOBER 31, 2007

Amount available and to be provided for
 payment of General Long Term Debt:

Amount available in Debt Service Fund	\$ -
Amount to be provided for Retirement of General Long Term Debt	22,927,245
TOTAL ASSETS	<u>\$ 22,927,245</u>

General Long Term Debt Payable:

Capital lease obligation	\$ 20,432
Accrued vacation and sick pay	1,108,225
1998 General obligation bond issue	2,300,000
2002 General obligation bond issue	3,350,000
2002 General obligation bond issue	2,000,000
2003 General obligation bond issue	3,115,000
2003 General obligation Special Service Unit bond issue	2,815,000
2004 General obligation bond issue	3,520,000
2006 General obligation bond issue	3,325,000
2006 General obligation note issue	1,373,588
TOTAL LIABILITIES	<u>\$ 22,927,245</u>

(See independent auditor's report.)

STATISTICAL
SECTION

VILLAGE OF EVERGREEN PARK, ILLINOIS
LEGAL DEBT MARGIN
OCTOBER 31, 2007

Assessed Valuation - 2006 Tax Year \$ 400,917,143

Statutory Debt Limitation *

Total Debt:

Waterworks and Sewerage Revenue Bonds	\$ 110,000
1998 General obligation bond issue	2,300,000
2002 General obligation bond issue	3,350,000
2002 General obligation bond issue	2,000,000
2002 General obligation bond issue	2,815,000
2003 General obligation bond issue	3,115,000
2004 General obligation bond issue	3,520,000
2006 General obligation bond issue	3,325,000
2006 General obligation bond issue	<u>1,373,588</u>
 Total Debt	 21,908,588

Less:

Other deductions allowed by law - Waterworks and Sewerage Revenue Bonds	<u>110,000</u>
 Subtotal	 <u>110,000</u>

TOTAL APPLICABLE DEBT \$ 21,798,588

Legal Debt Margin *

* Under Public Act 78-902 (effective 7/1/74), "home rule" municipalities have unlimited power to incur debt payable from property taxes subject only to a 40 year maturity limitation. Evergreen Park remains in "home rule" status, because the village voters approved a referendum to remain as a "home rule" unit at the March 16, 1982 election.

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
OCTOBER 31, 2007

	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Franchise Fees</u>	<u>Inter-Governmental</u>	<u>Charges for Services</u>	<u>Fines</u>	<u>Interest Earned</u>	<u>Miscellaneous</u>	<u>Totals</u>
10/31/98	9,468,252	791,002	143,072	93,055	1,106,216	169,724	85,663	46,659	11,903,643
10/31/99	9,842,478	865,478	125,476	78,588	1,070,521	157,260	75,526	57,401	12,272,728
10/31/00	10,482,225	913,325	143,471	158,287	1,042,168	204,854	167,328	409,556	13,521,214
10/31/01	10,410,270	871,061	154,509	126,193	1,227,367	334,045	180,416	344,002	13,647,863
10/31/02	10,164,977	901,107	160,900	154,907	1,527,342	367,693	95,351	189,845	13,562,122
10/31/03	10,387,263	890,362	156,501	445,888	1,394,172	492,478	77,594	220,955	14,065,213
10/31/04	10,458,768	972,284	174,525	291,537	1,585,763	524,551	60,766	634,683	14,702,877
10/31/05	11,447,735	1,434,347	186,551	134,477	1,832,239	551,612	86,231	169,064	15,842,256
10/31/06	12,187,040	1,140,577	195,602	108,758	1,969,666	835,505	203,649	685,833	17,326,630
10/31/07	12,790,492	1,196,958	224,954	207,004	2,099,394	703,417	163,674	251,686	17,637,579

NOTE: Includes General, Special Revenue, and Debt Service Funds and the Elimination of interfund transfers.

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL GOVERNMENTAL EXPENDITURES BY USE
LAST TEN FISCAL YEARS
OCTOBER 31, 2007

	10/30/07	10/31/06	10/31/05	10/31/04	10/31/03	10/31/02	10/31/01	10/31/00	10/31/99	10/31/98
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
General government	734,272	749,419	733,524	781,471	850,714	836,724	732,797	723,206	653,138	564,822
Data processing	-	1,088	1,306	1,928	7,257	16,789	59,803	73,046	70,938	35,697
Street	1,949,006	1,682,655	1,727,056	1,851,294	1,995,292	1,546,389	1,611,148	1,354,829	1,407,603	997,493
Police	5,887,011	5,607,761	5,290,442	5,135,195	4,651,975	4,631,322	4,270,853	4,012,216	3,878,761	3,749,357
Fire	2,328,222	2,291,973	2,010,063	2,065,957	1,958,018	1,832,289	1,762,698	1,712,063	1,397,144	1,184,286
Garbage	1,207,608	1,125,594	925,750	997,876	885,529	859,419	845,746	848,022	848,946	849,537
Property maintenance	296,729	141,368	208,920	235,866	200,229	634,818	196,858	243,025	358,478	362,063
Insurance & bond premium	2,164,952	2,146,846	2,234,219	1,860,862	1,565,875	1,520,945	1,228,984	1,443,685	1,417,698	1,135,132
Citizens service	164,844	207,824	187,992	142,882	129,425	113,682	109,266	117,403	125,417	142,381
Parks & playgrounds	542,435	775,562	532,976	467,103	277,243	362,608	340,785	302,559	236,647	210,226
Historical Commission	-	-	580	1,434	-	-	-	-	-	-
Environmental Commission	-	-	1,240	-	1,187	1,205	960	1,120	1,440	1,080
Safety Commission	-	-	400	920	1,760	2,163	2,040	2,304	2,200	1,590
Board of Police & Fire Commissioners	1,080	20,223	3,250	6,711	5,713	23,837	4,436	5,120	933	2,921
Employee benefits	678,671	554,816	505,825	419,181	345,200	327,249	297,749	358,259	403,032	367,280
Operation of Public Library	34,412	29,908	27,505	21,600	17,070	33,377	22,417	24,552	22,950	22,217
Youth Commission	93,914	94,732	88,990	90,138	87,915	96,700	82,798	56,770	91,208	95,728
Adjudication/animal/health	306,901	268,921	210,393	150,931	140,330	123,927	91,723	45,333	29,443	26,827

VILLAGE OF EVERGREEN PARK, ILLINOIS
GENERAL GOVERNMENTAL EXPENDITURES BY USE
LAST TEN FISCAL YEARS
OCTOBER 31, 2007

	10/30/07	10/31/06	10/31/05	10/31/04	10/31/03	10/31/02	10/31/01	10/31/00	10/31/99	10/31/98
Building department	108,235	140,791	97,534	84,017	71,702	64,919	66,079	60,554	91,197	67,896
Firemens' Pension Fund	2,140	1,860	36,759	63,614	59,562	57,622	55,394	60,000	62,114	66,666
Police Pension Fund	337,392	439,591	442,083	435,821	228,557	205,387	428,448	600,880	599,121	677,520
Recreational	529,157	491,982	453,974	416,607	407,955	419,387	328,406	306,851	272,221	257,231
Legal	115,110	119,876	163,237	109,203	-	-	-	-	-	-
Planning Commission	-	-	-	-	-	-	-	25,517	34,859	17,808
Debt Service	-	-	-	-	-	-	-	-	-	-
(Transfers Out)	2,085,498	1,915,498	1,852,394	1,587,007	1,519,766	1,924,808	1,403,326	1,620,000	1,100,000	1,200,000
Community Center	117,965	125,600	118,330	118,382	113,035	103,007	96,825	92,489	79,667	75,658
Education reimbursement	8,544	-	-	-	-	-	-	4,150	3,473	1,021
Condemnation/demolition	-	-	-	-	-	-	-	-	2,361	18,708
Recycle program	-	8,204	12,763	13,259	14,600	10,650	4,156	7,670	9,880	9,562
Emergency 911	196,994	194,846	244,832	123,865	122,990	124,987	74,682	68,523	77,140	66,160
Sales Tax Incentive	71,256	-	-	-	-	-	-	-	-	-
Other	117,711	106,905	141,087	61,358	43,368	19,572	6,801	13,496	10,807	5,392
	\$ 20,080,059	\$ 19,251,449	\$ 18,253,424	\$ 17,244,482	\$ 15,702,267	\$ 15,893,782	\$ 14,125,178	\$ 14,183,642	\$ 13,288,816	\$ 12,212,259

NOTE: Includes General, Special Revenue and Debt Service Funds
and the elimination of Interfund Transfers.

VILLAGE OF EVERGREEN PARK, ILLINOIS
ASSESSED VALUATIONS, RATES, EXTENSIONS AND TAX COLLECTIONS
LAST TEN FISCAL YEARS
OCTOBER 31, 2007

<u>Year of Levy</u>	<u>Fiscal Year</u>	<u>Assessed Value</u>	<u>Direct Tax Rate</u>	<u>Total Tax Levied</u>	<u>Gross Collections within Fiscal Year Amount</u>	<u>Percent</u>
1997	1998	254,198,440	1.524	3,929,908	3,847,432	97.9
1998	1999	258,882,532	1.496	3,929,838	3,922,967	99.8
1999	2000	280,593,214	1.448	4,124,720	4,121,818	99.9
2000	2001	273,649,937	1.544	4,272,743	4,198,917	98.3
2001	2002	280,958,790	1.578	4,479,636	4,447,941	99.3
2002	2003	338,608,090	1.418	4,844,266	4,770,355	98.5
2003	2004	335,688,840	1.468	4,972,006	4,833,434	97.2
2004	2005	342,037,572	1.496	5,161,621	5,098,228	98.8
2005	2006	389,116,098	1.333	5,194,552	5,033,155	96.9
2006	2007 (1)	400,917,143	1.421	5,774,851	2,422,830	42.0

(1) Levy year 2006 collections represent first installment only.

Data Source:
Cook County Tax Extension Office

VILLAGE OF EVERGREEN PARK, ILLINOIS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
OCTOBER 31, 2007

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>	<u>Total General Expenditure</u>	<u>Ratio of Debt Service To Total General Expenditure</u>
10/31/98	1,325,000	486,588	1,811,588	11,013,006	16.5
10/31/99	1,400,000	578,241	1,978,241	12,188,816	16.2
10/31/00	1,515,000	540,214	2,055,214	12,563,642	16.4
10/31/01	1,805,000	495,746	2,300,746	12,721,852	18.1
10/31/02	1,685,000	561,247	2,246,247	13,968,974	16.1
10/31/03	1,695,000	669,944	2,364,944	14,182,501	16.7
10/31/04	2,035,000	1,150,678	3,185,678	15,657,475	20.4
10/31/05	2,300,000	1,268,937	3,568,937	16,401,030	21.8
10/31/06	2,325,000	886,856	3,211,856	17,335,951	18.5
10/31/07	2,866,412	983,593	3,850,005	17,994,561	21.4

VILLAGE OF EVERGREEN PARK, ILLINOIS

REVENUE BOND COVERAGE

WATER AND SEWER BONDS

LAST TEN FISCAL YEARS

OCTOBER 31, 2007

	Gross Revenues	Operating Expenses	Available For Debt Service	Principal	Interest	Total	Coverage
10/31/98	2,582,461	2,348,548	233,913	55,000	171,828	226,828	1.03
10/31/99	2,638,081	2,623,466	14,615	55,000	168,528	223,528	-
10/31/00	2,682,532	2,571,457	111,075	60,000	60,378	120,378	.92
10/31/01	2,727,262	2,871,842	(144,580)	65,000	41,315	106,315	-
10/31/02	2,884,050	2,591,364	292,686	70,000	35,354	105,354	2.78
10/31/03	3,017,259	2,709,616	307,643	75,000	81,314	156,314	1.97
10/31/04	3,045,130	3,046,191	(1,061)	80,000	25,685	105,685	-
10/31/05	3,535,637	3,395,666	139,971	85,000	96,064	181,064	.77
10/31/06	3,494,128	3,315,826	178,302	95,000	129,838	224,838	.79
10/31/07	3,356,319	3,549,738	(193,419)	100,000	113,651	213,651	-