

# VILLAGE OF EVERGREEN PARK, ILLINOIS

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For The Year Ended October 31, 2008



Prepared By  
John Sawyers  
Director of Finance, Treasurer

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
**VILLAGE OF EVERGREEN PARK, ILLINOIS**  
 Year Ended October 31, 2008

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# INTRODUCTORY SECTION

VILLAGE OF EVERGREEN PARK, ILLINOIS  
NAMES AND TITLES OF PRINCIPAL OFFICIALS  
OCTOBER 31, 2008

**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

Mayor  
James J. Sexton

Clerk  
Catherine T. Aparo, CMC

9418 SOUTH KEDZIE AVENUE  
EVERGREEN PARK, ILLINOIS 60805

Tel. (708) 422-1551

FAX (708) 422-7818

June 16, 2009

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, 2007, and ending October 31, 2008. 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.

## **Future Economic Outlook**

The Village should experience moderate decline in sales tax with the closing of a local car dealership. A new grocer will open in FY 2010 which will help offset the economic slowdown.

# *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.

	<b>Beginning Balance</b>	<b>Revenues and Other Financing Sources (Uses)</b>	<b>Expenditures/ Expenses</b>	<b>Ending Balance</b>
<b>General Fund</b>	\$ 5,720,825	\$ 20,246,559	\$ 20,491,594	\$ 5,475,790
<b>Special Revenue Funds</b>	\$ 4,244,328	\$ 4,515,187	\$ 4,960,062	\$ 3,799,453
<b>Capital Projects Funds</b>	\$ 5,391,530	\$ 923,746	\$ 2,967,659	\$ 3,347,617
<b>Debt Service Funds</b>	\$ -	\$ 5,338,405	\$ 5,338,405	\$ -
<b>Enterprise Funds*</b>	\$ 6,615,221	\$ 3,945,293	\$ 3,850,122	\$ 6,710,392
<b>Total Funds</b>	<b>\$ 21,971,904</b>	<b>\$ 34,969,190</b>	<b>\$ 37,607,842</b>	<b>\$ 19,333,252</b>

\* Includes Depreciation

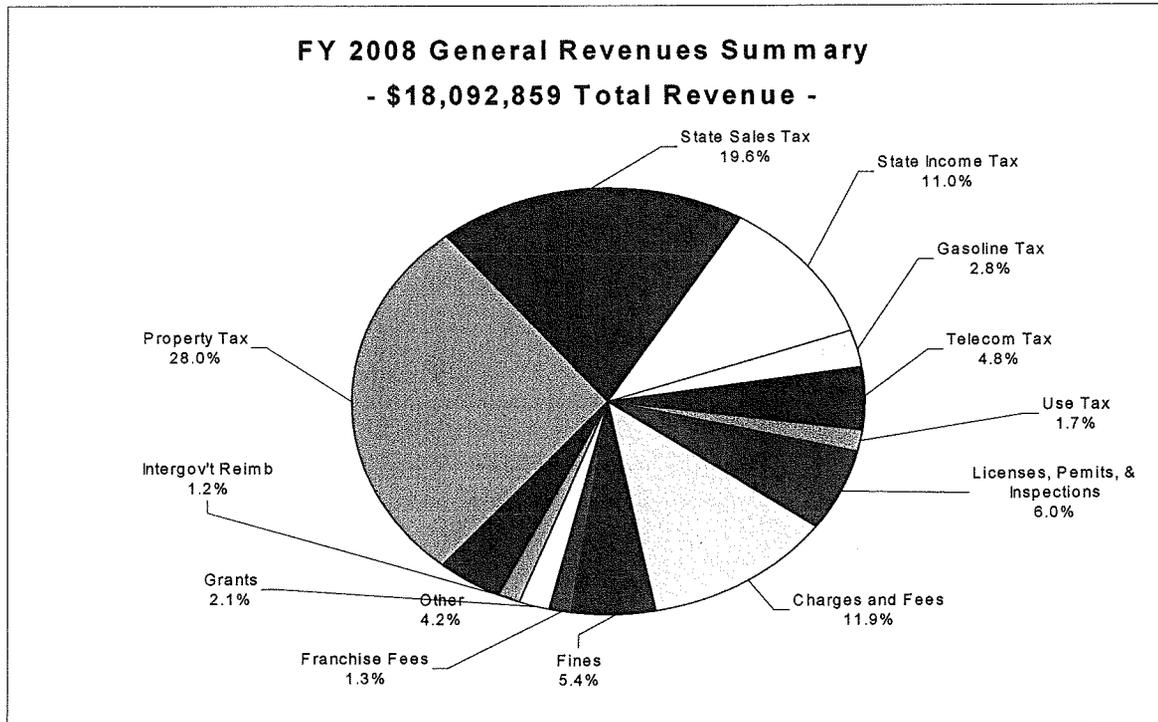
## General Governmental Functions

### 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, 2007 and ending October 31, 2008 (FY 2008) was \$18,092,859. Property taxes were the most important source of revenue at 28.0% of all Village general revenue.



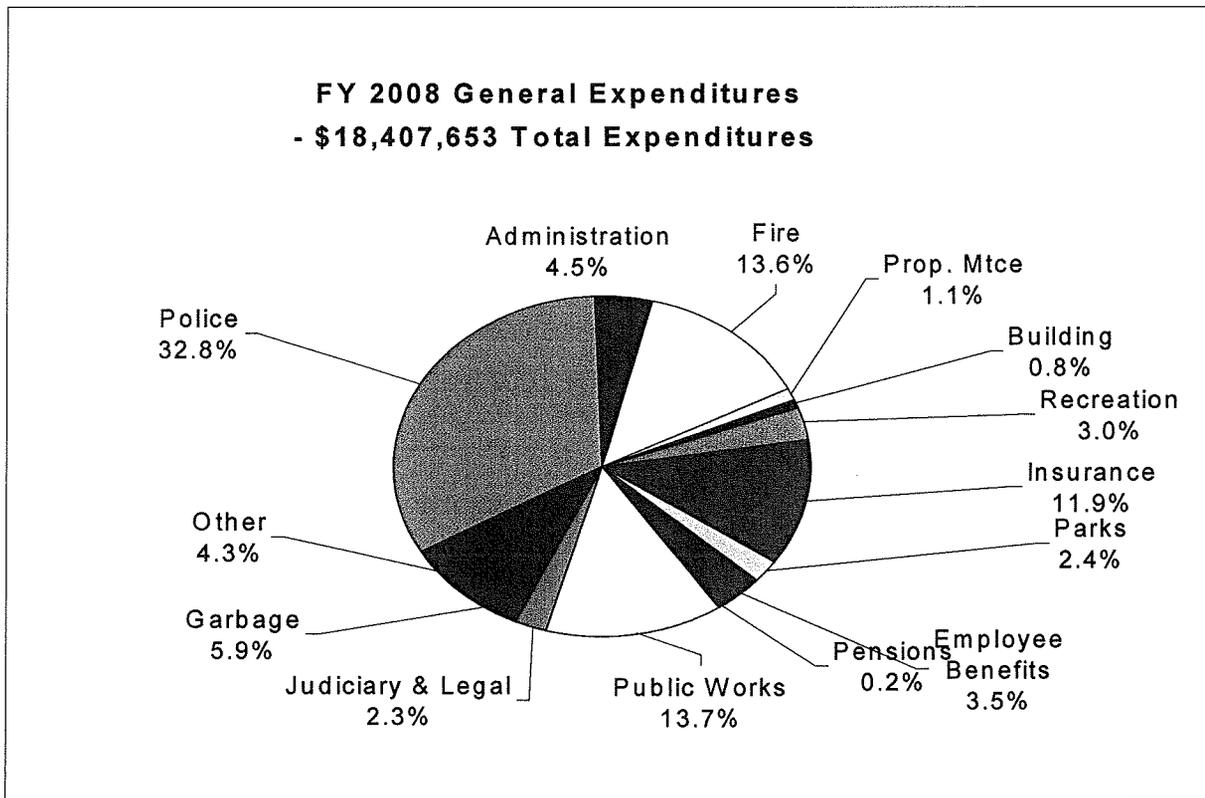
*The Village has a diverse revenue base*

The second most important source of revenue for the Village was sales tax at 19.6% 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 (11.0%), user fees and charges for services (11.9%), licenses, permits, and fees (6.0%), fines forfeiture and penalties (5.4%), telecommunications tax (4.8%) and gasoline tax (2.8%). 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 was \$18,407,653. The largest area of expenditure was the Police Department at 32.8% of general expenditures. The second was Public Works at 13.7%. The third largest area of expenditure was the Fire Department at 13.6% 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.*

The Village decreased its fund balance with an operating deficit of \$245,035 this year. The Village attempts to accumulate and maintain unobligated general fund balance (reserve) equal to 33% of general fund revenues. At the end of FY 2008 this reserve has reached 30.3% 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 2008 these funds had revenues of \$4,515,187 and expenditures of \$1,733,552 and operating transfers-out of \$3,226,510, resulting in an ending fund balance of \$3,799,453.

### **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 2008 these funds had revenues of \$903,039

and expenditures of \$2,967,659 and other financing sources of \$20,707, resulting in an ending fund balance of \$3,347,617.

## **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 2008 the Sewer and Water Fund had operating revenues and interest income of 3,945,293, operating and interest expenses of \$3,647,761 and operating transfers-out of \$202,361. The sewer & water fund had a net asset balance of \$6,710,392 as of October 31, 2008.

## **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 contracts 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 2008, 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  
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## 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, 2008, 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, the Evergreen Park Public Library, 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, 2008, 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, 2008, 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 (pages 3 - 12) 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,

  
CYGAN HAYES, LTD.  
Certified Public Accountants

Orland Park, Illinois  
June 16, 2009

**Village of Evergreen Park  
Management's Discussion and Analysis  
October 31, 2008**

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 \$26.0 million as of October 31, 2008.

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, 2008 and 2007**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2008	2007	2008	2007	2008	2007
Current Assets	\$ 14.2	\$ 17.1	\$ 1.1	\$ 1.0	\$15.3	\$18.1
Capital Assets	29.4	26.4	5.9	6.0	35.3	32.4
Total Assets	43.6	43.5	7.0	7.0	50.6	50.5
Current Liabilities	7.3	6.8	0.2	0.4	7.5	7.2
Non Current Liabilities	17.0	20.0	0.1	0.0	17.1	20.0
Total Liabilities	24.3	26.8	0.3	0.4	24.6	27.2
Net Assets:						
Invested in Capital Assets, Net of Related Debt	10.4	4.6	5.8	5.9	16.2	10.5
Reserved/Contributed Capital	8.2	9.6	0.0	0.0	8.2	9.6
Unrestricted	0.7	2.5	.9	.7	1.6	3.2
Total Net Assets	\$19.3	\$16.7	\$6.7	\$6.6	\$26.0	\$23.3

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 increased to \$26.0 million from \$23.3 million primarily as a result of the increase in net assets in the Governmental Activities. Net assets of the Village's governmental activities increased to \$19.3 million from \$16.7 million. The net assets of business-type activities increased to \$6.7 million from \$6.6 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 increased \$2.7 million and can be attributed to the reduction in bonds payable through principal payments made during the fiscal year.

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

**Changes in Net Assets**

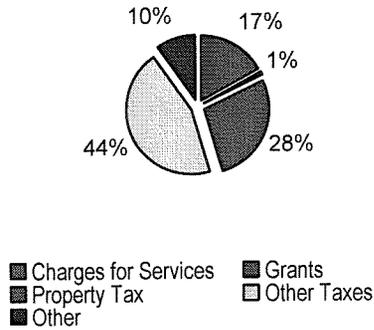
*The following chart compares the revenue and expenses for the current and prior fiscal years.*

**Table 2  
Change in Net Assets  
(In Millions)  
For Fiscal Years Ended October 31, 2008 and 2007**

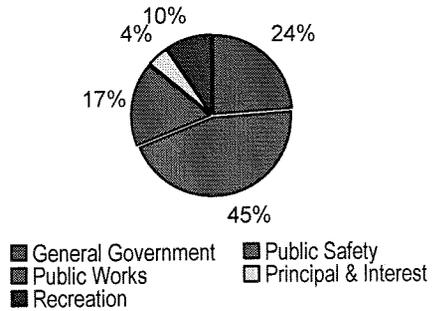
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2008	2007	2008	2007	2008	2007
<b>REVENUES</b>						
Program Revenues:						
Charges for Services	\$4.0	\$4.0	\$3.9	\$3.3	\$7.9	\$7.3
Operating Grant & Contributions	0.1	0.1	-	-	0.1	0.1
Capital Grant & Contributions	0.1	-	-	-	0.1	-
General Revenues:						
Property Tax	6.5	6.8	-	-	6.5	6.8
Other Taxes	10.5	10.5	-	-	10.5	10.5
Other	2.3	1.8	0.0	-	2.3	1.8
Total Revenues	<u>23.5</u>	<u>23.2</u>	<u>3.9</u>	<u>3.3</u>	<u>27.4</u>	<u>26.5</u>
<b>EXPENSES</b>						
General Government	5.2	5.0	-	-	5.2	5.0
Public Safety	9.4	8.9	-	-	9.4	8.9
Public Works	3.7	3.6	3.6	3.5	7.3	7.1
Recreation	2.0	5.1	-	-	2.0	5.1
Principal and Interest	0.8	0.9	-	-	0.8	0.9
Total Expenses	<u>21.1</u>	<u>23.5</u>	<u>3.6</u>	<u>3.5</u>	<u>24.7</u>	<u>27.0</u>
Excess(deficiency) before special items and transfers	2.4	(.3)	0.3	(0.2)	2.7	(.05)
Transfers in (out)	0.2	0.2	(0.2)	(0.2)	-	-
<b>CHANGE IN NET ASSETS</b>	<u>\$2.6</u>	<u>\$(0.1)</u>	<u>\$0.1</u>	<u>\$(0.4)</u>	<u>\$2.7</u>	<u>\$(0.5)</u>
<b>ENDING NET ASSETS</b>	<u>\$19.3</u>	<u>\$16.7</u>	<u>\$6.7</u>	<u>\$6.6</u>	<u>\$26.0</u>	<u>\$23.3</u>

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

**2008 Governmental Activities  
Revenue**



**2008 Governmental Activities  
Expenses**



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.

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

**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.

**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 70% 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, 2008, revenues from all activities totaled \$27.4 million compared to \$26.5 million from the prior year. Revenues that had increases were income taxes \$2.0 million compared to \$1.8 million from the prior year and telecommunications taxes \$.9 million compared to \$.8 million from the prior year. Revenues that had decreases were property taxes \$6.5 million compared to \$6.8 million from the prior year, sales taxes \$5.6 million compared to \$5.7 million from the prior year and real estate transfer taxes \$.2 million compared to \$.4 million from the prior 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 decrease with property tax for 2008. The 2007 tax levy year tax rate per \$100 of equalized assessed valuation (EAV) decreased from \$1.421 to \$1.295. The 2007 EAV (used by the County in calculating 2008 tax bills) increased 7% to \$429 million.

**Expenses:**

The Village's total expenses for all activities for the year ended October 31, 2008 were \$24.7 million compared to \$27.0 million for the prior year.

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

Expenses for 2007 were considerable higher than 2008 due to a non-recurring capital expenditure for the library expansion project.

**Financial Analysis of the Village's Funds**

**Governmental Funds**

At October 31, 2008, the governmental funds (as presented on the balance sheet) reported a combined fund balance of \$12.6 million. Expenditures and other financing sources (uses) exceeded revenues in 2008 by \$2.7 million. The primary reason for this was the recording of \$2.7 million in infrastructure 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)**

<b>General Fund</b>	<b>Original Budget</b>	<b>Actual</b>
Revenues and Transfers In		
Taxes	\$13.0	\$12.5
Intergovernmental	.2	.2
Transfers In	2.4	2.2
Other	6.5	5.3
<b>Total</b>	<b>\$22.1</b>	<b>\$20.2</b>
Expenditures and Transfers Out		
Expenditures	\$21.0	\$18.4
Transfers	2.0	2.0
<b>Total</b>	<b>\$23.0</b>	<b>\$20.4</b>
Change in Fund Balance	<b>\$ (0.9)</b>	<b>\$ (0.2)</b>

**Capital Assets**

At the end of the fiscal Year 2008, the Village had a combined total of capital assets of \$35.3 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 \$2.8 million.

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

**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>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Land	\$ 3.7	\$ 3.5	\$ 0.0	\$ 0.0	\$ 3.7	\$ 3.5
Construction in Process	2.4	1.9	0.0	0.0	2.4	1.9
Machinery and Equipment	0.4	0.5	0.3	0.2	0.7	0.7
Buildings	10.8	10.9	3.0	3.0	13.8	13.9
Vehicles & Equipment	0.9	1.0	0.1	0.1	1.0	1.1
Infrastructure	11.2	8.6	0.0	0.0	11.2	8.6
Water & Sewer Infrastructure	<u>0.0</u>	<u>0.0</u>	<u>2.5</u>	<u>2.7</u>	<u>2.5</u>	<u>2.7</u>
Total Capital Assets	<u>\$29.4</u>	<u>\$ 26.4</u>	<u>\$ 5.9</u>	<u>\$ 6.0</u>	<u>\$35.3</u>	<u>\$ 32.4</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 \$19.0 million in bonds outstanding versus \$21.8 million in the prior year, a decrease of 12.8% - 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>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
General obligation bonds	\$16.4	\$19.0	\$ 0.0	\$ 0.0	\$16.4	\$19.0
Revenue bonds	0.0	0.0	0.0	0.1	0.0	0.1
Special service area bonds	<u>2.6</u>	<u>2.8</u>	<u>0.0</u>	<u>0.0</u>	<u>2.6</u>	<u>2.8</u>
Totals	<u>\$19.0</u>	<u>\$21.8</u>	<u>\$0.0</u>	<u>\$0.1</u>	<u>\$19.0</u>	<u>\$21.9</u>

**Economic Factors**

The financial condition of the Federal and State governments has had a dramatic effect on the Village of Evergreen Park during 2008 and is expected to continue into 2009. Grant assistance is extremely competitive with available funding significantly lower than previous years. Per capital revenues (income and use taxes) from the State and sales tax have declined and are forecasted to remain lower than previous years.

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

**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, 2008

Statement 1  
Page 1 of 2

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and interest bearing accounts	\$ 5,459,768	\$ 8,422	\$ 5,468,190
Investments	5,722,958	-	5,722,958
Accounts receivable			
Interest	25,023	-	25,023
Taxes	2,684,633	-	2,684,633
Franchise fee	87,629	-	87,629
Sewer and water	-	1,079,025	1,079,025
Other	10,635	300	10,935
Due from other funds	259,620		259,620
Capital assets (net of accumulated depreciation):			
Land	3,665,423	-	3,665,423
Buildings	10,792,824	2,999,795	13,792,619
Vehicles	886,189	76,713	962,902
Machinery and equipment	437,565	277,111	714,676
Infrastructure	11,221,564	2,539,082	13,760,646
Construction in progress	1,958,512	-	1,958,512
Open land project - in progress	442,604	-	442,604
 TOTAL ASSETS	 <u>\$ 43,654,947</u>	 <u>\$ 6,980,448</u>	 <u>\$ 50,635,395</u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS  
STATEMENT OF NET ASSETS  
OCTOBER 31, 2008

Statement 1  
Page 2 of 2

	Governmental Activities	Business-type Activities	Total
<b>LIABILITIES</b>			
Liabilities:			
Current Liabilities			
Accounts payable	\$ 1,385,661	\$ 103,360	\$ 1,489,021
Accrued vacation and sick pay	106,287	106,571	212,858
Accrued bond interest	280,344	-	280,344
Deferred revenue	2,528,000	-	2,528,000
Due to other funds	8,574	-	8,574
Current portion of loans payable	-	23,310	23,310
Current portion of bonds payable	2,999,861	-	2,999,861
<b>Total Current Liabilities</b>	<b>7,308,727</b>	<b>233,241</b>	<b>7,541,968</b>
Long Term Liabilities:			
Accrued sick pay	1,026,576	-	1,026,576
Loans payable	-	36,815	36,815
Bonds payable	16,000,657	-	16,000,657
<b>Total Long Term Liabilities</b>	<b>17,027,233</b>	<b>36,815</b>	<b>17,064,048</b>
<b>Total Liabilities</b>	<b>24,335,960</b>	<b>270,056</b>	<b>24,606,016</b>
<b>NET ASSETS</b>			
Net Assets			
Invested in capital assets, net of related debt	10,404,162	5,832,576	16,236,738
Restricted for:			
Special revenue funds	3,799,453	-	3,799,453
Capital projects	3,347,617	-	3,347,617
Accrued sick time	1,026,576	-	1,026,576
Unrestricted (deficit)	741,179	877,816	1,618,995
<b>Total Net Assets</b>	<b>\$ 19,318,987</b>	<b>\$ 6,710,392</b>	<b>\$ 26,029,379</b>

See accompanying notes to financial statements.



VILLAGE OF EVERGREEN PARK, ILLINOIS  
GOVERNMENTAL FUNDS  
COMBINED BALANCE SHEET  
OCTOBER 31, 2008

	General Fund	Capital Improvement Fund	Debt Service Fund	Other Governmental Funds	(Memorandum only) Total
<b>ASSETS</b>					
Cash and interest bearing accounts	\$ 77,489	\$ 3,566,819	\$ -	\$ 1,815,460	\$ 5,459,768
Investments	3,101,128	700,000	-	1,921,830	5,722,958
Receivables					
Interest	18,637	5,336	-	1,050	25,023
Taxes	2,170,474	-	-	514,159	2,684,633
Franchise Fee	87,629	-	-	-	87,629
Other	10,635	-	-	-	10,635
Due from other funds	259,620	-	-	-	259,620
Construction in progress	-	1,958,512	-	-	1,958,512
Open land project - in progress	-	442,604	-	-	442,604
<b>TOTAL ASSETS</b>	<b>\$ 5,725,612</b>	<b>\$ 6,673,271</b>	<b>\$ -</b>	<b>\$ 4,252,499</b>	<b>\$ 16,651,382</b>
<b>LIABILITIES AND FUND BALANCE</b>					
Liabilities:					
Accounts payable	\$ 134,961	\$ 797,654	\$ -	\$ 453,046	\$ 1,385,661
Accrued vacation and sick payable	106,287	-	-	-	106,287
Deferred grant revenue	-	2,528,000	-	-	2,528,000
Due to other funds	8,574	-	-	-	8,574
<b>TOTAL LIABILITIES</b>	<b>249,822</b>	<b>3,325,654</b>	<b>-</b>	<b>453,046</b>	<b>4,028,522</b>
Fund Balance:					
Unreserved - undesignated	5,475,790	-	-	-	5,475,790
Reserved (deficit) - designated	-	3,347,617	-	3,799,453	7,147,070
<b>TOTAL FUND BALANCE</b>	<b>5,475,790</b>	<b>3,347,617</b>	<b>-</b>	<b>3,799,453</b>	<b>12,622,860</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 5,725,612</b>	<b>\$ 6,673,271</b>	<b>\$ -</b>	<b>\$ 4,252,499</b>	<b>\$ 16,651,382</b>

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, 2008

Statement 4

Total fund balances, governmental funds	\$ 12,622,860
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	27,003,565
Long term liabilities, including bonds payable, are not due and not payable in the current period and therefore not reported in the funds	(19,000,518)
Accrued interest on long-term liabilities is reported as a liability on the statements of net assets.	(280,344)
Compensated absences payable is not due and payable in the current period and, therefore, is not reported in governmental funds.	<u>(1,026,576)</u>
Net assets of governmental activities	<u>\$ 19,318,987</u>

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, 2008

	General Fund	Capital Improvement Fund	Debt Service Fund	Other Governmental Fund	(Memorandum only) Total
Revenues:					
Taxes	\$ 12,549,683	-	\$ -	\$ 4,196,336	\$ 16,746,019
Licenses and permits	1,082,575	-	-	-	1,082,575
Franchise fees	242,000	-	-	-	242,000
Intergovernmental	234,606	640,000	-	-	874,606
Charges for services	2,156,278	-	-	106,652	2,262,930
Fines	972,385	-	-	-	972,385
Interest earned	149,095	203,039	-	89,133	441,267
Miscellaneous	62,394	-	-	-	62,394
Proceeds from sale of equipment	42,878	-	-	-	42,878
Reimbursements	226,468	-	-	-	226,468
Forfeitures	-	-	-	123,066	123,066
Grants	374,497	60,000	-	-	434,497
TOTAL REVENUES	18,092,859	903,039	-	4,515,187	23,511,085
Expenditures:					
General government	821,207	-	-	-	821,207
Adjudication/animal/health	291,100	-	-	-	291,100
Data processing	-	-	-	-	-
Street	2,517,070	-	-	-	2,517,070
Police	6,044,861	-	-	-	6,044,861
Fire	2,501,304	-	-	-	2,501,304
Garbage	1,081,162	-	-	-	1,081,162
Village prosecutor	24,000	-	-	-	24,000
Property maintenance	203,298	-	-	-	203,298
Insurance premiums	2,198,736	-	-	-	2,198,736
Education reimbursement	3,351	-	-	-	3,351
Citizens service	171,055	-	-	-	171,055
Parks and playgrounds	441,088	-	-	-	441,088
Board of Police and Fire Commissioners	9,958	-	-	-	9,958
Employee benefits	642,943	-	-	-	642,943
Library - replacement tax reimb.	35,580	-	-	-	35,580
Youth Commission	88,535	-	-	-	88,535
Professional services	10,003	4,772	-	5,000	19,775

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, 2008

	General Fund	Capital Improvement Fund	Debt Service Fund	Other Governmental Fund	(Memorandum only) Total
Building Department	149,410	-	-	-	149,410
Fireman's Pension Fund	2,213	-	-	-	2,213
Police Pension Fund	39,692	-	-	-	39,692
Recreation	548,686	-	-	-	548,686
Community Center	105,084	-	-	-	105,084
Emergency 911	190,068	-	-	-	190,068
Legal	141,577	-	-	-	141,577
Pension accounting	27,431	-	-	-	27,431
Ambulance billing services	38,442	-	-	-	38,442
Audit	15,225	-	-	-	15,225
Farmers market expenditures	3,039	-	-	-	3,039
Sales tax incentive agreement	57,934	-	-	-	57,934
Other	3,601	-	-	-	3,601
Drug enforcement	-	-	-	397,236	397,236
Capital expenditures	-	2,762,585	-	-	2,762,585
Land acquisition	-	200,302	-	-	200,302
Principal retirement	-	-	4,603,069	195,000	4,798,069
Interest expense	-	-	735,336	158,900	894,236
Contract services	-	-	-	106,652	106,652
TIF Expenditures	-	-	-	790,048	790,048
Reimb - SSU#1 property tax	-	-	-	80,716	80,716
<b>TOTAL EXPENDITURES</b>	<b>18,407,653</b>	<b>2,967,659</b>	<b>5,338,405</b>	<b>1,733,552</b>	<b>28,447,269</b>
Excess (Deficiency) of Revenues over expenditures	(314,794)	(2,064,620)	(5,338,405)	2,781,635	(4,936,184)
Other financing sources	-	-	-	-	-
Tax anticipation note proceeds	2,153,700	20,707	2,000,000	-	2,000,000
Operating transfers-in	(2,083,941)	-	3,338,405	-	5,512,812
Operating transfers-out	-	-	-	(3,226,510)	(5,310,451)
Fund balance at beginning of year	5,720,825	5,391,530	-	4,244,328	15,356,683
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 5,475,790</b>	<b>\$ 3,347,617</b>	<b>\$ -</b>	<b>\$ 3,799,453</b>	<b>\$ 12,622,860</b>

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, 2008

Net change in fund balance, total governmental funds	\$ (2,733,823)
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.	2,500,817
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.	4,798,070
Bond proceeds are reported as a revenue when received in governmental funds but as an increase in principal outstanding in the statement of activities.	(2,000,000)
The change in accrued interest payable on long-term debt is reported as an expense on the statement of activities	40,373
The change in the compensated absences liability is reported as an expense on the statement of activities	(38,861)
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>20,432</u>
Change in net assets of governmental activities	<u>\$ 2,587,008</u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS  
ENTERPRISE FUND - WATER AND SEWER FUND  
STATEMENT OF NET ASSETS  
OCTOBER 31, 2008

Statement 7  
Page 1 of 2

ASSETS

Current Assets:	
Cash and interest bearing accounts	\$ 8,422
Accounts receivable	1,079,025
Deposit	<u>300</u>
Total Current Assets	<u>1,087,747</u>
Plant Assets:	
Buildings	3,269,211
Vehicles	194,978
Machinery and equipment	509,157
Sewer system improvements at original cost	4,613,567
Water mains at original cost	998,814
Less: Accumulated depreciation	<u>(3,693,026)</u>
Plant asset improvements - Net	<u>5,892,701</u>
Total Assets	<u><u>\$ 6,980,448</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, 2008

Statement 7  
Page 2 of 2

LIABILITIES AND NET ASSETS

Liabilities:

Current Liabilities

(Payable from Current Assets):

Accounts payable	\$ 103,360
Accrued vacation and sick pay	106,571
Loan payable	<u>23,310</u>

Total Current Liabilities (Payable from Current Assets)	<u>233,241</u>
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Long Term Liabilities:

Loan Payable (Net of current portion)	<u>36,815</u>
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Total Liabilities	<u>270,056</u>
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NET ASSETS

Invested in capital assets, net of related debt	5,832,576
Unrestricted	<u>877,816</u>

Total Net Assets	<u><u>\$ 6,710,392</u></u>
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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, 2008

Statement 8  
 Page 1 of 2

	Water Fund	Sewer Fund	Total
<b>Operating Revenues:</b>			
Water and service fees	\$ 2,913,867	\$ 883,800	\$ 3,797,667
Permits	5,130	19,589	24,719
Sewer and water penalties	51,899	14,638	66,537
Proceeds from sale of assets	36,370	-	36,370
<b>Total Operating Revenues</b>	<b>3,007,266</b>	<b>918,027</b>	<b>3,925,293</b>
<b>Operating Expenses:</b>			
Salaries and wages	427,789	282,654	710,443
Data Processing	15,954	419	16,373
Employee benefits	66,235	43,764	109,999
Insurance Group - Health	112,811	75,173	187,984
Insurance Group - Other	55,102	37,000	92,102
Uniforms	3,587	2,844	6,431
Telephone	15,339	840	16,179
Electric-Pumping Station	66,283	1,473	67,756
Communications	2,432	1,633	4,065
Legal	343	228	571
Audit and accounting	-	13,100	13,100
Purchase of water	1,271,152	7,601	1,278,753
Engineering	2,904	2,850	5,754
Printing and promotion	10,317	602	10,919
Computer support	17,152	8,461	25,613
Mosquito abatement	-	7,348	7,348
Office supplies	6,146	1,212	7,358
Postage	12,046	46	12,092
Gasoline and oil	-	25,602	25,602
Shop supplies and tools	12,629	5,530	18,159
Repairs and maintenance			
Vehicles	22,562	20,787	43,349
Building	21,589	6,984	28,573
Sewer system	-	182,583	182,583
Storm sewers	-	120,915	120,915
Water system	395,787	-	395,787
Training	384	509	893
Dues and memberships	1,210	-	1,210
Meetings and conferences	1,421	-	1,421
Office equipment	232	-	232
Vehicles	-	-	-
Shop equipment	3,562	-	3,562
Building improvements	-	-	-
Depreciation	71,509	172,027	243,536
Water meters	7,679	-	7,679
<b>Total Operating Expenses</b>	<b>2,624,156</b>	<b>1,022,185</b>	<b>3,646,341</b>

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, 2008

Statement 8  
Page 2 of 2

	Water Fund	Sewer Fund	Total
Net Operating Income(Loss)	\$ 383,110	\$ (104,158)	\$ 278,952
Nonoperating Revenues (Expenses)			
Interest earned	20,000	-	20,000
Interest expense	(1,420)	-	(1,420)
Total Nonoperating Revenues Over Expenses	18,580	-	18,580
Income (loss) before transfers in (out)	\$ 401,690	\$ (104,158)	297,532
Transfers out			(202,361)
Net income (loss)			95,171
Net assets - beginning of year			6,615,221
Net assets - end of year			\$ 6,710,392

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, 2008

Statement 9  
Page 1 of 2

CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from customers	\$ 3,758,695
Payments to suppliers	(2,749,372)
Payments to employees	<u>(707,144)</u>
Net Cash Provided by Operating Activities	302,179
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfers to other funds	<u>(202,361)</u>
Net Cash Used by Noncapital Financing Activities	(202,361)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Principal payment on debt	(110,000)
Loan payable	60,125
Capital expenditure	(91,425)
Interest paid on debt	<u>(4,399)</u>
Net Cash Used by Capital and Related Financing Activities	(145,699)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest on cash and investments	<u>20,000</u>
Net Cash Provided by Financing Activities	20,000
Net increase (decrease) in cash and cash equivalents	(25,881)
Cash/cash equivalents at beginning of year	<u>34,303</u>
CASH/CASH EQUIVALENTS AT END OF YEAR	<u>\$ 8,422</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, 2008

Statement 9  
Page 2 of 2

CASH FLOWS FROM OPERATING ACTIVITIES:	
Net income (loss)	<u>\$ 278,952</u>
Adjustments to reconcile net income to net operating cash:	
Depreciation and amortization	243,536
(Increase) decrease in assets:	
Accounts receivable	(165,534)
Increase (decrease) in liabilities:	
Accounts payable	(58,071)
Accrued vacation and sick pay	<u>3,296</u>
Total Adjustments	<u>23,227</u>
Net Cash Provided by Operating Activities	<u><u>\$ 302,179</u></u>

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS  
 FIDUCIARY FUNDS  
 COMBINED STATEMENT OF FIDUCIARY NET ASSETS  
 OCTOBER 31, 2008

	Pension Trust Funds		Private-purpose Trust Funds		Total Memo only
	Police	Firemen	Street Bond	Insurance	
ASSETS					
Cash and interest bearing accounts	\$ 1,715,180	\$ 37,113	\$ 412,110	\$ 569,782	\$ 2,734,185
Investments	29,413,830	1,268,969	-	-	30,682,799
Receivables:					
Property tax	92,400	13,647			106,047
Accrued interest	26,102	5,975			32,077
Other	-	1,036			1,036
Due from general fund	-	8,574	-	-	8,574
<b>TOTAL ASSETS</b>	<b>\$ 31,247,512</b>	<b>\$ 1,335,314</b>	<b>\$ 412,110</b>	<b>\$ 569,782</b>	<b>\$ 33,564,718</b>
LIABILITIES					
Due to:					
General fund	-	-	259,620	-	259,620
Street Bond payable	-	-	151,640	-	151,640
Total Liabilities	-	-	411,260	-	411,260
NET ASSETS					
Held in trust for pension benefits and other purposes	\$ 31,247,512	\$ 1,335,314	\$ 850	\$ 569,782	\$ 33,153,458

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS

Statement 11

FIDUCIARY FUNDS  
 COMBINED STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
 YEAR ENDED OCTOBER 31, 2008

	Pension Trust Funds		Private-purpose Trust Funds			Total
	Police	Firemen	Street Bond	Insurance		
ADDITIONS						
Contributions:						
Property taxes	\$ 306,846	\$ 52,293	\$ -	\$ -	\$ -	\$ 359,139
Replacement property taxes	38,932	2,213	-	-	-	41,145
Employee contributions	409,622	16,085	-	-	-	425,707
Street bond forfeitures	-	-	850	-	-	850
Insurance - return of equity	-	-	-	100,000	-	100,000
General Fund contribution	-	-	-	225,153	-	225,153
Water and Sewer Fund contribution	-	-	-	14,619	-	14,619
Total contributions	755,400	70,591	850	339,772	-	1,166,613
Investment earnings:						
Dividend and interest income	365,303	63,729	-	9,415	-	438,447
Unrealized gains (losses) on investments	(3,346,782)	-	-	-	-	(3,346,782)
Annuities - valuation adjustment	(3,312,106)	-	-	-	-	(3,312,106)
Gain (losses) on sale of investments	(362,024)	-	-	-	-	(362,024)
Total investment earnings	(6,655,609)	63,729	-	9,415	-	(6,582,465)
Less investment expense	125,812	-	-	-	-	125,812
Net investment earnings	(6,781,421)	63,729	-	9,415	-	(6,708,277)
Total additions	(6,026,021)	134,320	850	349,187	-	(5,541,664)
DEDUCTIONS						
Pension payments to beneficiaries	1,346,297	168,905	-	-	-	1,515,202
Contribution refund	-	-	-	-	-	-
Professional	10,100	4,225	-	-	-	14,325
Insurance	-	-	-	-	-	-
Other	8,228	275	-	-	-	8,503
Total deductions	1,364,625	173,405	-	-	-	1,538,030
Change in net assets	(7,390,646)	(39,085)	850	349,187	-	(7,079,694)
Net assets, beginning of year	38,638,158	1,374,399	-	220,595	-	40,233,152
Net assets, end of year	\$ 31,247,512	\$ 1,335,314	\$ 850	\$ 569,782	\$ -	\$ 33,153,458

See accompanying notes to financial statements.

VILLAGE OF EVERGREEN PARK, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2008

## 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 Activities**Enterprise 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.

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

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Major Funds (Continued)**

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

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

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

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:

*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 .75% on certain gross receipts from sales. These funds are earmarked for repayment of general obligation bond interest and principal issued to finance infrastructure projects.

*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 95<sup>th</sup> 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 (2007 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 95 percent of the total property tax receipts, for the 2007 tax levy year, were collected in 2008.

For the tax year 2007, the Village has levied taxes of 1.295 per \$100 of assessed valuation. Since the tax levy for 2008 will not be known until December of 2008 and the collection of 2008 will not be made until February of 2009, the Village has not accrued property taxes for the year 2008 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 2008:

Lien Date	January 1, 2008
Levy Date	December 1, 2008
Tax Bills Mailed	February 1, 2009
First Installment Payment Due	March 1, 2009
Second Installment Payment Due	September 1, 2009

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

NOTE III - CAPITAL ASSETS

Capital asset activity for the year ended October 31, 2008 was as follows:

	Balance at 11/01/07	Reclass	Additions	Deletions/ Removals	Balance at 10/31/08
<u>Governmental activities</u>					
Capital assets not being depreciated:					
Land	\$ 3,465,121	\$ -	\$ 200,302	-	\$3,665,423
Construction in process-Comm'l Property	92,244	-	878,385	-	970,629
Construction in process-Street Rehab	1,420,884	(2,707,889)	2,274,888	-	987,883
Open land project	408,328	-	34,276	-	442,604
Total Capital assets not being depreciated	5,386,577	(2,707,889)	3,387,851	-	6,066,538
Other Capital assets:					
Buildings and improvements	13,330,773	-	172,918	-	13,503,691
Machinery and equipment	906,913	-	-	(89,162)	817,751
Infrastructure	9,600,630	-	3,029,037	-	12,629,667
Vehicles	1,928,765	-	-	-	1,928,765
Total Capital assets being depreciated	25,767,081	-	3,201,955	(89,162)	28,879,874
Less accumulated depreciation for:					
Buildings and improvements	(2,417,559)	-	(293,307)	-	(2,710,866)
Machinery and equipment	(426,964)	-	(42,384)	89,162	(380,186)
Infrastructure	(967,282)	-	(440,821)	-	(1,408,103)
Vehicles	(917,649)	-	(124,927)	-	(1,042,576)
Total accumulated depreciation	(4,729,454)	-	(901,439)	89,162	(5,541,731)
Total capital assets being depreciated, net	21,037,627	-	2,300,516	-	23,338,143
Governmental activities capital assets, net	\$26,424,204	\$(2,707,889)	\$5,688,367	\$ -	\$29,404,681

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

NOTE III - CAPITAL ASSETS (CONTINUED)

<u>Business-type Activities:</u>	<u>Balance at</u> <u>11/01/07</u>	<u>Reclass</u>	<u>Additions</u>	<u>Deletions</u> <u>Removals</u>	<u>Balance at</u> <u>10/31/08</u>
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	-	91,425	-	509,157
Vehicles	194,979	-	-	-	194,979
Total Capital assets being depreciated	<u>9,494,303</u>	<u>-</u>	<u>91,425</u>	<u>-</u>	<u>9,585,728</u>
Less accumulated depreciation for:					
Sewer and water main improvements	(2,911,810)	-	(161,490)	-	(3,073,300)
Buildings and improvements	(225,826)	-	(43,590)	-	(269,416)
Machinery and equipment	(206,588)	-	(25,458)	-	(232,046)
Vehicles	(105,267)	-	(12,998)	-	(118,265)
Total accumulated depreciation	<u>(3,449,491)</u>	<u>-</u>	<u>(243,536)</u>	<u>-</u>	<u>(3,693,027)</u>
Total capital assets being depreciated, net	<u>6,044,812</u>	<u>-</u>	<u>(152,111)</u>	<u>-</u>	<u>5,892,701</u>
Business-type activities capital assets, net	<u>\$6,044,812</u>	<u>\$-</u>	<u>\$(152,111)</u>	<u>\$-</u>	<u>\$5,892,701</u>

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

## NOTE III - CAPITAL ASSETS (CONTINUED)

Governmental Activities:

General Government	\$ 86,976
Public Safety	121,555
Streets and Public Works	99,978
Culture and Recreation	<u>592,931</u>
Total Government Activities Depreciation Expense	<u>\$ 901,440</u>

Business-type Activities:

Sewer and Water	<u>\$ 243,536</u>
Total Business-type Activities Depreciation Expense	<u>\$ 243,536</u>

The Village has active construction projects as of October 31, 2008.  
Total accumulated commitments for ongoing capital projects are composed of the following:

	<u>Committed</u>
Commercial Property Project	\$ 970,629
Street Rehab Project	987,883
Open Lands Project	<u>442,604</u>
	<u>\$2,401,116</u>

## NOTE IV - SHORT-TERM DEBT

Tax anticipation warrants of \$2,000,000 were issued on November 29, 2007, with an interest rate of 5.43% and a maturity date of February 1, 2008. The tax anticipation warrants were issued in anticipation of the collection of taxes levied in the year 2006 for collection in the year 2007 by the Village of Evergreen Park.

Short-term debt activity for the year ended October 31, 2008 was as follows:

<u>Type of Obligation</u>	<u>Balance</u> <u>11/01/07</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>10/31/08</u>
Tax anticipation warrants	-0-	\$2,000,000	\$2,000,000	-0-

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

NOTE V - 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, 2008 was as follows:

	<u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>	<u>Amounts</u>
	<u>11/01/07</u>	<u>11/01/07</u>	<u>10/31/08</u>	<u>10/31/08</u>	<u>Due Within</u>
					<u>One Year</u>
<u>Governmental Activities</u>					
Bonds and Notes Payable					
General obligation debt	\$21,798,588	\$2,000,000	\$4,798,070	\$19,000,518	\$2,999,861
Capital lease obligation	20,432	-	20,432	-	-
Compensated absences	1,108,225	24,638	-	1,132,863	106,287
Total government activities	<u>\$22,927,245</u>	<u>\$2,024,638</u>	<u>\$4,818,502</u>	<u>\$20,133,381</u>	<u>\$3,106,148</u>
<u>Business Type Activities</u>					
Bonds and Notes Payable					
General obligation debt	\$ 110,000	\$ -	\$ 110,000	\$ -	\$ -
Note payable	-	71,425	11,300	60,125	23,310
Compensated absences	103,272	3,299	-	106,571	106,571
Total business type activities	<u>\$ 213,272</u>	<u>\$ 74,724</u>	<u>\$ 121,300</u>	<u>\$ 166,696</u>	<u>\$ 129,881</u>

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

Note payable obligation for a John Deere Wheel Loader dated May 1, 2008, payable in quarterly installments of \$6,360.07, final payment is due on May 1, 2011.

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

NOTE V - 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>10/31/08</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	\$ 1,100,000
2002 General Obligation Bonds	05/01/02	12/01/19	3.65% to 5.05%	3,500,000	3,200,000
2002 General Obligation Bonds	08/05/02	12/01/17	1.65% to 4.55%	2,650,000	1,810,000
2002 General Obligation Bonds	12/20/02	12/01/17	2.00% to 5.15%	3,500,000	2,620,000
2003 General Obligation Bonds	07/22/03	12/01/15	1.20% to 3.53%	4,000,000	2,805,000
2004 General Obligation Bonds	01/27/04	12/01/18	1.70% to 4.60%	4,000,000	3,275,000
2006 General Obligation Bonds	09/01/06	09/01/21	3.60% to 4.30%	3,500,000	3,150,000
2006 General Obligation Note	11/15/06	09/01/11	3.99%	<u>1,700,000</u>	<u>1,040,518</u>
				27,850,000	19,000,518
Compensated absences				-	<u>1,132,863</u>
Total Governmental Activities Long-term Obligations				<u>\$27,850,000</u>	<u>\$20,133,381</u>
<u>Business Type Activities</u>					
Long-Term Obligations					
Note payable	05/01/08	05/01/11	4.14%	\$ 71,425	60,125
Compensated absences				-	<u>106,571</u>
Total Business Type Activities Long-Term Obligations				<u>\$ 71,425</u>	<u>\$ 166,696</u>

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

## NOTE V - 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	<u>Governmental Type</u>		<u>Business Type</u>	
	<u>Long Term Debt</u>		<u>Note Payable</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 2,999,861	\$ 757,138	\$ 23,310	\$ 2,130
2010	2,306,792	650,198	24,290	1,150
2011	1,663,865	572,849	12,525	195
2012	1,350,000	506,724	-	-
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	130,462	-	-
2019	965,000	73,541	-	-
2020	635,000	37,051	-	-
2021	<u>350,000</u>	<u>15,050</u>	<u>-</u>	<u>-</u>
	<u>\$ 19,000,518</u>	<u>\$ 4,374,832</u>	<u>\$ 60,125</u>	<u>\$ 3,475</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.

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

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 V to the financial statements.
- C. Summary disclosure of changes in long-term debt. This requirement is met by Note V 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. As of October 31, 2008, the Forfeited/Confiscated Property Fund (Special Revenue) had a deficit fund balance of \$33,455. This fund accounts 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. This fund will continue to operate with additional monies received from forfeitures of properties.

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	\$ 2,153,700	\$ 2,083,941
Debt Service	3,338,405	-
Waterworks and Sewerage	125,699	328,060
Home Rule Sales Tax	-	2,272,810
Motor Fuel Tax	-	553,700
Real Estate Transfer Tax	-	400,000
Capital Improvement	<u>20,707</u>	<u>-</u>
Total All Funds	<u>\$ 5,638,511</u>	<u>\$ 5,638,511</u>

NOTE VII - POST-EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS

Post-Employment Benefits

The Village makes available post-employment health, vision and dental care benefits for all retirees and their dependents.

The Village provides COBRA health and dental care benefits to all prior employees as required by law. The prior employee or prior dependent pays up to 102% of the premiums.

The Village also provides a \$2,500.00 term life insurance policy to each employee upon retirement for a period of two years.

The Village finances all post-employment benefits on a pay-as-you-go basis. Currently, 16 former employees and their dependents are receiving at least one of the benefits described above. For the fiscal year ended October 31, 2008, the Village incurred premiums in the amount of \$77,345.00.

Public safety personnel injured on duty and eligible to receive a duty-disability are eligible to receive health and dental benefits at no charge. As of October 31, 2008, no employees are eligible to receive health and dental benefits at no charge due to duty-disability.

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

NOTE VII - POST-EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

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 may be obtained on-line at [www.imrf.org](http://www.imrf.org).

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.

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 2007 was 7.81% of covered payroll.

Illinois Municipal Retirement Fund

Three Year Trend Information:

<u>Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/05	221,091	100%	\$0
12/31/06	253,698	100%	0
12/31/07	282,697	100%	0

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

NOTE VII - POST-EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

The funded status of IMRF as of December 31, 2007, the most recent actuarial valuation date, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (UAAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of covered Payroll
12/31/07	\$9,870,112	\$9,471,997	\$(398,115)	104.2%	\$3,619,684	N/A

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

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, 2007, 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	38
Nonvested	<u>18</u>
 TOTAL	 <u>84</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.

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

NOTE VII - POST-EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

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, 2007, the Village's contribution was 8.37% of covered payroll.

Three Year Trend Information:

<u>Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
10/31/05	407,647	108.8%	(244,940)
10/31/06	399,860	109.8%	(283,951)
10/31/07	292,100	115.3%	(328,523)

The funded status of the Police Pension Plan as of October 31, 2007, the most recent actuarial valuation date, is as follows:

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (UAAL)</u>	<u>Unfunded Actuarial Accrued Liability (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a % of covered Payroll</u>
10/31/07	\$38,638,158	\$35,809,476	\$(2,828,682)	107.9%	\$4,022,740	(70.3%)

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

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.

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

## NOTE VII - POST-EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

At November 1, 2007, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	3
Terminated employees entitled to benefits But not yet receiving them	0
Current employees	
Vested	1
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, 2007 the Village's contribution was 29.914% of covered payroll.

## Three Year Trend Information:

<u>Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
10/31/05	36,886	105.1%	(7,926)
10/31/06	40,423	106.1%	(10,388)
10/31/07	46,730	105.0%	(12,716)

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

NOTE VII - POST-EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

The funded status of the Firefighters Pension Plan as of October 31, 2007, the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (UAAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of covered Payroll
10/31/07	\$1,374,399	\$1,940,749	\$566,350	70.8%	\$163,999	345.3%

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

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.

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

## NOTE VII - POST- EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

## 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	7.81%	8.37%	29.914%
Employee	4.50%	9.91%	9.455%
Annual Pension Cost	\$282,697	\$292,100	\$46,730
Contributions Made	\$282,697	\$336,672	\$49,058
Actuarial Valuation Date	12/31/05	10/31/07	10/31/07
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	25 Years	26 Years	26 Years
Asset Valuation Method	5-Year Smoothed Market	Market	Market
	<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 10.0%	5.00%	5.00%
Inflation Rate Included	4.00%	3.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

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

## NOTE VII - POST- EMPLOYMENT BENEFITS AND EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

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 APC and the contributions actually made.

	For Calendar <u>Year</u>	Illinois Municipal <u>Retirement</u>	For Fiscal <u>Year</u>	Police <u>Pension</u>	Firefighters' <u>Pension</u>
Annual Pension Cost (APC)	2005	\$221,091	2006	\$399,860	\$40,423
	2006	253,698	2007	292,100	46,730
	2007	282,697	2008	N/A	N/A
Actual Contributions	2005	221,091	2006	438,871	42,885
	2006	253,698	2007	336,672	49,058
	2007	282,697	2008	N/A	N/A
Percentage of APC Contributed	2005	100.00%	2006	109.80%	106.10%
	2006	100.00%	2007	115.30%	105.00%
	2007	100.00%	2008	N/A	N/A
NPO (Asset)	2005	-0-	2006	(283,951)	(10,388)
	2006	-0-	2007	(328,523)	(12,716)
	2007	-0-	2008	N/A	N/A

## 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.

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

## NOTE VIII - DEPOSITS AND INVESTMENTS (CONTINUED)

- 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.

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, 2008, the Village reported deposits of \$8,202,375 with a bank balance of \$8,449,267. 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, 2008.

Deposits have been reported as follows:

Reported in governmental funds	\$ 5,459,768
Reported in enterprise funds	8,422
Reported in fiduciary funds	<u>2,734,185</u>
Total Deposits	<u>\$ 8,202,375</u>

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

## NOTE VIII - DEPOSITS AND INVESTMENTS (CONTINUED)

Investments

At October 31, 2008, the Village had the following investments:

<u>Type of Investment</u>	<u>Fair Value</u>
Zero Coupon Government Bonds	\$ 3,212,078
Annuities	18,100,531
Equities	7,077,131
Certificates of Deposit	5,118,461
Illinois Funds-Money Market Funds	<u>2,897,556</u>
Total Investments	<u>\$ 36,405,757</u>

Investments have been reported as follows:

Reported in governmental funds	\$ 5,722,958
Reported in fiduciary funds	<u>30,682,799</u>
Total Investments	<u>\$ 36,405,757</u>

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.	\$ 1,280,950	Standard & Poors	A
	ING USA Annuity	5,613,608	Standard & Poors	AA-
	Protective Life	6,472,090	Standard & Poors	AA-
	Genworth Life	348,265	Standard & Poors	A
	Lincoln National Choice	2,383,828	Standard & Poors	AA-
	Sun Life	251,485	Standard & Poors	AA
	Allstate Life	965,550	Standard & Poors	AA-
	John Hancock	<u>784,755</u>	Standard & Poors	AA+
	Total	<u>\$ 18,100,531</u>		
IL Funds:	Illinois Funds-Money			
	Market Funds	<u>\$ 2,897,556</u>	Standard & Poors	AAAm
	Total	<u>\$ 20,998,087</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, 2008, 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	19%	-
Lincoln National Choice	8%	-
Protective Life	22%	-

At October 31, 2008, 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	18%	-
Lincoln National Choice	8%	-
Protective Life	21%	-

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.

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

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. 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, 2008.

NOTE X - 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, 2008 is \$3,150,000. 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.

NOTE XI - SUBSEQUENT EVENT

On May 5, 2009 a judgment was reached regarding eminent domain proceedings concerning the Village's desire to acquire certain real estate within its incorporated boundaries. Based on the judgment, the Village has the option to purchase the real estate for \$25,000,000. If the Village does not proceed with the purchase it may be responsible for legal fees incurred by the other party. An estimate of those legal fees cannot be determined at this time.

REQUIRED  
SUPPLEMENTARY  
INFORMATION

VILLAGE OF EVERGREEN PARK, ILLINOIS  
 ILLINOIS MUNICIPAL RETIREMENT FUND  
 SCHEDULE OF FUNDING PROGRESS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 OCTOBER 31, 2008

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)	Unfunded (Assets in Excess of) Actuarial Accrued Liability as a Percentage of Covered Payroll (4)/(5)
December 31					
2003	8,218,550	7,383,343	111.31%	(835,207)	0.00%
2004	8,638,197	8,138,771	106.14%	(499,426)	0.00%
2005	8,852,500	8,461,510	104.62%	(390,990)	0.00%
2006	9,052,280	8,630,415	104.89%	(421,865)	0.00%
2007	9,870,112	9,471,997	104.20%	(398,115)	0.00%
				(5) Covered Payroll	(4)/(5)
				2,756,877	0.00%
				2,961,937	0.00%
				3,070,711	0.00%
				3,235,949	0.00%
				3,619,684	0.00%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
POLICE PENSION FUND  
SCHEDULE OF FUNDING PROGRESS  
REQUIRED SUPPLEMENTARY INFORMATION  
OCTOBER 31, 2008

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)
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)%
2007	38,638,158	35,809,476	107.9%	(2,828,682)	4,022,740	(70.3)%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
FIREFIGHTERS' PENSION FUND  
SCHEDULE OF FUNDING PROGRESS  
REQUIRED SUPPLEMENTARY INFORMATION  
OCTOBER 31, 2008

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)
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%
2007	1,374,399	1,940,749	70.8%	566,350	163,999	345.3%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
REQUIRED SUPPLEMENTARY INFORMATION  
OCTOBER 31, 2008

<u>Calendar Year</u>	<u>Employer Required Contributions</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Contributed</u>
2003	27,293	27,293	100%
2004	128,844	128,844	100%
2005	221,091	221,091	100%
2006	253,698	253,698	100%
2007	282,697	282,697	100%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
POLICE PENSION FUND  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
REQUIRED SUPPLEMENTARY INFORMATION  
OCTOBER 31, 2008

<u>Fiscal Year</u>	<u>Employer Actual Contributions</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Contributed</u>
2004	436,901	227,677	191.90%
2005	443,363	407,647	108.80%
2006	438,871	399,860	109.80%
2007	336,672	292,100	115.30%
2008	347,778	347,778	100.00%

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
FIREFIGHTERS' PENSION FUND  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
REQUIRED SUPPLEMENTARY INFORMATION  
OCTOBER 31, 2008

<u>Fiscal Year</u>	<u>Employer Actual Contributions</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Contributed</u>
2004	65,614	59,562	110.2%
2005	38,759	36,886	105.1%
2006	42,885	40,423	106.1%
2007	49,058	46,730	105.0%
2008	54,506	54,506	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, 2008

	Projected Revenue	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ 13,006,142	\$ 12,549,683	\$ (456,459)
Licenses and permits	1,398,625	1,082,575	(316,050)
Franchise fees	221,993	242,000	20,007
Intergovernmental	220,000	234,606	14,606
Charges for services	2,193,227	2,156,278	(36,949)
Fines	887,650	972,385	84,735
Interest earned	139,000	149,095	10,095
Miscellaneous	64,000	62,394	(1,606)
Land sale proceeds	1,000,000	-	(1,000,000)
Reimbursements	38,000	226,468	188,468
Proceeds from sale of equipment	21,705	42,878	21,173
Grants	509,683	374,497	(135,186)
<b>Total Revenues</b>	<b>\$19,700,025</b>	<b>\$18,092,859</b>	<b>\$ (1,607,166)</b>

	Appropriation		Actual	Variance With Final Favorable (Unfavorable)
	Original	Final		
EXPENDITURES:				
General government	\$ 869,089	\$ 869,089	\$ 821,207	\$ 47,882
Adjudication/animal/health	286,194	286,194	291,100	(4,906)
Data processing	-	-	-	-
Street	2,326,151	2,326,151	2,517,070	(190,919)
Police	6,529,661	6,529,661	6,044,861	484,800
Fire	2,648,815	2,648,815	2,501,304	147,511
Garbage	1,198,026	1,198,026	1,081,162	116,864
Village prosecutor	24,150	24,150	24,000	150
Property maintenance	195,458	195,458	203,298	(7,840)
Insurance premiums	2,334,759	2,334,759	2,198,736	136,023
Education reimbursement	10,500	10,500	3,351	7,149
Citizens service	197,623	197,623	171,055	26,568
Parks and playgrounds	521,569	521,569	441,088	80,481
Board of Police and Fire Commissioners	9,660	9,660	9,958	(298)
Employee benefits	660,121	660,121	642,943	17,178
Library - replacement tax reimb.	40,505	40,505	35,580	4,925
Youth Commission	101,288	101,288	88,535	12,753
Professional services	58,275	58,275	37,434	20,841
Building Department	134,925	134,925	149,410	(14,485)
Fireman's Pension Fund	2,519	2,519	2,213	306
Police Pension Fund	381,267	381,267	39,692	341,575
Recreation	553,099	553,099	548,686	4,413
Community Center	103,268	103,268	105,084	(1,816)
Emergency 911	231,000	231,000	190,068	40,932
Legal	136,500	136,500	141,577	(5,077)
Ambulance billing services	44,625	44,625	38,442	6,183
Contingencies	262,500	262,500	-	262,500
Land purchase - Development	1,050,000	1,050,000	-	1,050,000
Audit fees	27,300	27,300	15,225	12,075
Farmers market expenditures	4,725	4,725	3,039	1,686
Sales tax incentive agreement	41,667	41,667	57,934	(16,267)
Other	9,240	9,240	3,601	5,639
<b>Total Expenditures</b>	<b>20,994,479</b>	<b>20,994,479</b>	<b>18,407,653</b>	<b>2,586,826</b>

(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, 2008

	<u>Appropriation</u>		<u>Actual</u>	Variance With Final Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Excess (Deficiency) of Revenues Over Expenditures	(1,294,454)	(1,294,454)	(314,794)	979,660
Other Financing Sources (Uses):				
Operating transfer in	2,366,727	2,366,727	2,153,700	(213,027)
Operating transfers out	(2,062,860)	(2,062,860)	(2,083,941)	(21,081)
Total Other Financial Sources (Uses)	303,867	303,867	69,759	(234,108)
Excess (Deficiency) of Revenues and Expenditures Over Other Financing Sources (Uses)		(990,587)	(245,035)	745,552
Fund Balance Beginning of year			5,720,825	
FUND BALANCE END OF YEAR			<u>\$ 5,475,790</u>	

(See independent auditor's report.)

COMBINING AND INDIVIDUAL  
FUND STATEMENTS  
AND SCHEDULES

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
BALANCE SHEET  
OCTOBER 31, 2008

Exhibit 3

ASSETS

Cash and cash equivalents	\$ 77,489
Investments	3,101,128
Receivables	
Interest	18,637
Taxes	2,170,474
Franchise Fees	87,629
Other	10,635
Due from other funds	<u>259,620</u>
TOTAL ASSETS	<u><u>\$ 5,725,612</u></u>

LIABILITIES AND FUND BALANCE

Liabilities	
Accounts payable	\$ 134,961
Accrued vacation and sick payable	106,287
Due to other funds	8,574
Total Liabilities	<u>249,822</u>
Fund Balance	
Unreserved - Undesignated	<u>5,475,790</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 5,725,612</u></u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
<b>Taxes:</b>			
Sales tax	\$ 3,641,820	\$ 3,641,820	\$ 3,547,684
Use tax	282,125	282,125	302,900
Property tax	5,498,780	5,498,780	5,015,543
Property tax - Road & Bridges	48,451	48,451	53,802
Income tax	1,883,868	1,883,868	1,984,891
Replacement tax	241,098	241,098	222,982
Telecomm tax	805,000	805,000	859,551
Gasoline tax	550,000	550,000	510,882
Video tax	45,000	45,000	41,083
Foreign fire tax	10,000	10,000	10,365
TOTAL	<u>13,006,142</u>	<u>13,006,142</u>	<u>12,549,683</u>
<b>Licenses and Permits:</b>			
Vehicle licenses	355,000	355,000	348,563
Contractors licenses	150,000	150,000	146,925
Liquor licenses	40,000	40,000	28,600
Animal registration	8,500	8,500	8,040
Business certificates	105,000	105,000	96,553
Registrar fees	42,500	42,500	37,207
Passport fees	27,500	27,500	12,865
Zoning board fees	20,000	20,000	12,070
Health inspection fees	7,500	7,500	8,000
Charitable game fees	3,000	3,000	4,037
Rental housing reg-inspection	2,000	2,000	14,758
Inspections	76,305	76,305	44,091
Building permits - commercial	402,605	402,605	207,133
Building permits - residential	125,715	125,715	83,728
Death certificates	30,000	30,000	26,949
Other fees	3,000	3,000	3,056
TOTAL	<u>1,398,625</u>	<u>1,398,625</u>	<u>1,082,575</u>
<b>Intergovernmental:</b>			
Reimbursement - Police Training	30,000	30,000	21,965
Reimbursement - Street Projects	75,000	75,000	97,709
Reimbursement - Engineering	50,000	50,000	65,285
Reimbursement - Police Salary	65,000	65,000	49,647
TOTAL	<u>220,000</u>	<u>220,000</u>	<u>234,606</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	Appropriation		Actual
	Original	Final	
<b>Charges for Services:</b>			
Garbage collection	1,140,977	1,140,977	1,151,473
Traffic accident reports	8,500	8,500	6,424
EMT	525,000	525,000	471,288
Rental income	120,000	120,000	141,137
Activity center rentals	7,500	7,500	4,400
Program revenue - Rec dept	315,000	315,000	316,669
Consession revenues	3,000	3,000	1,055
Ice rink rentals	20,000	20,000	17,113
Pool program revenues	25,000	25,000	24,198
Bus revenues	3,500	3,500	3,500
Program revenue - Youth dept	15,000	15,000	12,764
Snack bar revenues	8,500	8,500	6,082
Contributions - Youth	500	500	-
Vending Commissions	750	750	175
TOTAL	2,193,227	2,193,227	2,156,278
<b>Fines:</b>			
Court fines	361,150	361,150	333,713
Police miscellaneous	1,500	1,500	687
Adjudication court	510,000	510,000	637,985
Adjudication traffic lights	15,000	15,000	-
TOTAL	887,650	887,650	972,385
<b>Miscellaneous:</b>			
Fire miscellaneous	10,000	10,000	10,483
Farmers market revenues	3,000	3,000	2,875
Meals On Wheels - Citizens service	-	-	5,000
Other income	51,000	51,000	44,036
TOTAL	64,000	64,000	62,394
<b>Grants:</b>			
State grants	-	-	79,649
Police grants	100,000	100,000	17,891
Fire grants	100,000	100,000	50,000
Dare program	-	-	5,000
ICC - railroad crossing	309,683	309,683	221,957
TOTAL	509,683	509,683	374,497

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
General Government:			
Salaries	\$ 558,604	\$ 558,604	\$ 533,814
Zoning Board of Appeals	3,150	3,150	2,519
Telephone	89,250	89,250	87,396
Drug & Alcohol test	2,625	2,625	-
Printing and promotion	14,700	14,700	16,562
Copier Lease and maintenance	4,200	4,200	3,516
Computer support	12,600	12,600	11,215
License and decals	10,500	10,500	14,339
Office supplies	23,100	23,100	35,086
Computer supplies	5,250	5,250	5,099
Postage	21,000	21,000	13,949
Repairs and maintenance			
office equipment	6,300	6,300	4,279
Training	5,250	5,250	348
Dues and membership	9,450	9,450	6,919
Meetings and conferences	5,250	5,250	2,825
Ordinance recodification	10,500	10,500	6,711
Administrative expenses	6,300	6,300	6,000
Awards, flowers & memorials	1,575	1,575	626
Special events	42,000	42,000	53,563
Subscriptions	525	525	219
Legal notices	4,200	4,200	3,754
Data & record retention	5,250	5,250	3,123
Petty cash	210	210	200
Office and computer equipment	16,800	16,800	5,177
Software maintenance	10,500	10,500	3,968
TOTAL	<u>\$ 869,089</u>	<u>\$ 869,089</u>	<u>\$ 821,207</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Adjudication / Animal / Health Dept			
Salaries			
Adjudication	\$ 68,747	\$ 68,747	\$ 90,102
Health department	42,292	42,292	28,945
Animal warden	27,367	27,367	27,123
Inspectors	18,900	18,900	17,822
Uniforms	1,050	1,050	530
Telephone	2,100	2,100	1,583
Contract services	79,800	79,800	80,948
Pest control	16,800	16,800	14,674
Computer support	3,150	3,150	5,163
Animal welfare	4,725	4,725	4,630
Office supplies	6,300	6,300	8,570
Postage	7,350	7,350	8,810
Repairs and maintenance-vehicle	2,888	2,888	1,498
Training	1,050	1,050	150
Equipment			
Adjudication	2,625	2,625	552
Animal warden	525	525	-
Health department	525	525	-
TOTAL	<u>\$ 286,194</u>	<u>\$ 286,194</u>	<u>\$ 291,100</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Street Department:			
Salaries	\$ 916,859	\$ 916,859	\$ 925,167
Uniforms	17,850	17,850	15,712
Telephone	13,650	13,650	7,499
Electricity for street lighting and traffic control	147,000	147,000	154,752
Gas/electric-buildings	93,450	93,450	100,682
Engineering	26,250	26,250	39,939
Rental equipment	5,250	5,250	3,214
Computer Support	-	-	4,745
Tree removal	4,200	4,200	7,350
Street signs	26,250	26,250	13,203
Ice & snow control	87,150	87,150	165,243
Debris removal	76,650	76,650	90,243
Office supplies	2,520	2,520	7,913
Materials	2,625	2,625	7,385
Postage	105	105	38
Gasoline and oil	81,900	81,900	119,034
Shop supplies and tools	22,050	22,050	27,225
Repairs and maintenance			
Street and traffic light	63,000	63,000	79,192
Streets and alleys	157,500	157,500	215,722
Shop equipment	10,500	10,500	12,094
Vehicles	78,750	78,750	68,562
Building	47,775	47,775	95,407
Sidewalks and curbs	24,150	24,150	37,790
Parking lots	31,500	31,500	21,637
Training	1,575	1,575	631
Dues and memberships	1,575	1,575	888
Vehicles	-	-	1,055
Sidewalk program - net	52,500	52,500	49,941
Grant expenditures	325,167	325,167	231,538
Refuse equipment	8,400	8,400	13,269
	<u>\$ 2,326,151</u>	<u>\$ 2,326,151</u>	<u>\$ 2,517,070</u>
TOTAL	<u>\$ 2,326,151</u>	<u>\$ 2,326,151</u>	<u>\$ 2,517,070</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Property Maintenance:			
Cleaning Service	\$ 47,250	\$ 47,250	\$ 43,480
Administration building	10,500	10,500	28,837
Community Center	36,750	36,750	14,277
Repairs and maintenance			
Food Pantry	-	-	2,412
Ice Rink	-	-	1,405
Village gym	5,250	5,250	1,780
Police Department	-	-	1,983
Fire Station	-	-	12,028
Village garage	5,250	5,250	1,304
Village center	5,250	5,250	29,482
HVAC	16,958	16,958	8,570
Capital expenditures	68,250	68,250	57,740
TOTAL	<u>\$ 195,458</u>	<u>\$ 195,458</u>	<u>\$ 203,298</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Police Department:			
Salaries:			
Regular police and officers	\$ 5,347,372	\$ 5,347,372	\$ 5,087,439
Auxiliary personnel	92,400	92,400	52,435
School patrol	152,250	152,250	154,406
Uniform Allowance - Police	21,000	21,000	19,667
Education reimbursement	5,250	5,250	10,749
Uniforms	47,250	47,250	25,234
Telephone	23,145	23,145	18,622
Communications	36,477	36,477	1,996
Printing and promotion	4,200	4,200	4,282
Copier lease and maintenance	8,400	8,400	9,639
Computer support	26,775	26,775	27,048
Park surveillance network	12,474	12,474	25,490
Pistol range	26,250	26,250	1,956
Office supplies	27,563	27,563	30,322
Computer supplies	44,323	44,323	39,356
Postage	7,350	7,350	5,892
Gasoline and oil	120,750	120,750	138,284
Investigative equipment	23,100	23,100	18,733
Repairs and maintenance			
Vehicles	54,600	54,600	53,610
Building	52,500	52,500	59,494
Radio equipment	48,084	48,084	20,399
Pistol range	5,250	5,250	2,620
Training	37,800	37,800	35,966
Dues and memberships	3,150	3,150	1,857
Meetings and conferences	6,300	6,300	4,266
Crime prevention	9,975	9,975	5,057
Domestic preparedness	15,750	15,750	17,575
MEG Drug Enforcement	3,150	3,150	2,348
Grant expenditures	105,000	105,000	9,581
Community events	38,850	38,850	32,915
Office equipment	26,250	26,250	10,381
Computer equipment	33,873	33,873	19,968
Vehicles	-	-	47,493
Radio equipment	19,694	19,694	12,172
Car computers / cameras	23,287	23,287	20,825
Bicycle support	2,100	2,100	185
Weapons - Public Safety	17,719	17,719	16,599
TOTAL	<u>\$ 6,529,661</u>	<u>\$ 6,529,661</u>	<u>\$ 6,044,861</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Fire Department:			
Wages	\$ 2,098,982	\$ 2,098,982	\$ 1,994,023
Uniforms and protective clothing	43,260	43,260	36,855
Emergency alert system	7,980	7,980	8,113
Telephone systems	3,675	3,675	2,913
Communication	11,550	11,550	11,040
Insurance	6,615	6,615	-
Copier lease & maintenance	4,200	4,200	3,446
Computer support	25,200	25,200	25,359
Office supplies	7,350	7,350	7,262
Computer supplies	26,250	26,250	24,112
Materials	21,263	21,263	21,820
Postage	3,150	3,150	1,532
Medical / Fire Suppression supplies and gases	19,425	19,425	20,968
Fire & Safety Commodities	36,750	36,750	28,968
Repairs and maintenance			
Vehicles	61,950	61,950	57,572
Fire Station	24,990	24,990	22,733
Communication equipment	19,425	19,425	15,250
Emergency warning system	6,825	6,825	-
Training	38,850	38,850	36,631
Fire prevention and public education	20,475	20,475	19,362
Grant expenditures	105,000	105,000	114,739
Preparedness	26,250	26,250	21,839
Fire station equipment	4,200	4,200	2,732
Vehicle replacement	25,200	25,200	24,035
 TOTAL	 <u>\$ 2,648,815</u>	 <u>\$ 2,648,815</u>	 <u>\$ 2,501,304</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Citizens' Services:			
Salaries and wages	\$ 155,672	\$ 155,672	\$ 132,551
Meals on Wheels wages	12,075	12,075	11,288
Telephone	1,785	1,785	1,831
Insurance - other	158	158	138
Printing and promotion	1,575	1,575	1,071
Copier lease & maintenance	2,155	2,155	2,174
Office supplies	1,050	1,050	1,985
Computer supplies	525	525	-
Postage	1,785	1,785	2,094
Repairs and maintenance:			
Office equipment	315	315	-
Vehicles	3,150	3,150	2,210
Dues and memberships	368	368	216
Meetings and conferences	1,050	1,050	-
Meals on Wheels expenses	4,935	4,935	6,414
Publications	105	105	95
Program expenses	9,450	9,450	8,303
Office equipment	1,470	1,470	685
 TOTAL	 <u>\$ 197,623</u>	 <u>\$ 197,623</u>	 <u>\$ 171,055</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Parks and Playgrounds:			
Salaries and wages	\$ 300,019	\$ 300,019	\$ 257,720
Repairs and maintenance			
Vehicles	10,500	10,500	16,679
Parks	42,000	42,000	48,187
Playgrounds	10,500	10,500	1,104
Ball Fields	36,750	36,750	34,405
Ice Rink	2,625	2,625	-
Tennis Courts	1,050	1,050	212
Fences	10,500	10,500	14,819
Landscaping	73,500	73,500	56,798
Buildings	10,500	10,500	-
Tree replacement	2,625	2,625	-
Turf maintaince equipment	-	-	264
Park improvements	21,000	21,000	10,900
 TOTAL	 \$ 521,569	 \$ 521,569	 \$ 441,088

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Youth Commission:			
Salaries	\$ 79,368	\$ 79,368	\$ 68,474
Telephone	236	236	261
Printing and promotion	420	420	288
Copier lease & maintenance	1,050	1,050	432
Employment referral service	105	105	88
Office supplies	1,050	1,050	632
Postage	53	53	2
Office equipment repairs	263	263	75
Dues and memberships	53	53	35
Meetings & conferences	105	105	-
Snack bar expense	7,350	7,350	4,895
Program expenses	9,450	9,450	10,142
Mileage allowances	420	420	397
Office equipment and furniture	315	315	1,914
Recreation equipment	1,050	1,050	900
 TOTAL	 <u>\$ 101,288</u>	 <u>\$ 101,288</u>	 <u>\$ 88,535</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Recreational Department:			
Salaries	\$ 388,216	\$ 388,216	\$ 363,064
Telephone	1,470	1,470	1,072
Printing and promotion	16,275	16,275	13,685
Rental - Building	10,500	10,500	7,500
Copier lease & maintenance	5,775	5,775	5,088
Computer support	105	105	-
Office supplies	2,888	2,888	2,289
Postage	5,250	5,250	6,428
Concession goods	294	294	746
Ice Rink concessions	1,050	1,050	250
Repairs and maintenance			
Office equipment	525	525	-
Vehicles	1,575	1,575	3,334
Ice Rink	-	-	15,069
Dues and memberships	1,575	1,575	370
Meetings and conferences	263	263	185
Program expenses	115,500	115,500	129,587
Computer equipment	1,575	1,575	-
Ice Rink equipment	263	263	19
 TOTAL	 <u>\$ 553,099</u>	 <u>\$ 553,099</u>	 <u>\$ 548,686</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Community Center:			
Salaries	\$ 84,000	\$ 84,000	\$ 87,107
Uniforms	1,575	1,575	4,092
Telephone	3,465	3,465	1,774
Computer support	263	263	-
Office Supplies	3,465	3,465	6,214
Building maintenance	10,500	10,500	5,897
TOTAL	<u>\$ 103,268</u>	<u>\$ 103,268</u>	<u>\$ 105,084</u>
Building Department:			
Salaries	\$ 115,500	\$ 115,500	\$ 113,858
Telephone	2,625	2,625	2,001
Professional services	-	-	18,723
Printing and promotion	4,200	4,200	2,403
Copier maintenance & supplies	525	525	-
Computer support	525	525	4,260
Office supplies	3,150	3,150	1,515
Vehicle repairs	1,575	1,575	297
R&M-Lawn enforcement	-	-	3,195
Dues and memberships	1,050	1,050	234
Meetings & conferences	1,050	1,050	-
Building Dept expense	1,050	1,050	684
Office equipment	1,050	1,050	-
Computer equipment	2,625	2,625	2,240
TOTAL	<u>\$ 134,925</u>	<u>\$ 134,925</u>	<u>\$ 149,410</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL FUND  
STATEMENT OF REVENUES, APPROPRIATION AND ACTUAL  
YEAR ENDED OCTOBER 31, 2008

	<u>Appropriation</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	
Transfers Out			
Debt Administration:			
Debt Fund	\$ 2,144,261	\$ 2,144,261	\$ 2,063,234
Capital Improvements			
Front End Loader	21,742	21,742	20,707
 TOTAL	<u>\$ 2,166,003</u>	<u>\$ 2,166,003</u>	<u>\$ 2,083,941</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
MAJOR CAPITAL PROJECT FUND  
COMBINING BALANCE SHEET  
OCTOBER 31, 2008

Exhibit 5

	Open Lands Fund	Capital Improvement Fund	Total
ASSETS			
Cash and interest bearing accounts	\$ 3,566,819	\$ -	\$ 3,566,819
Investments	-	700,000	700,000
Accrued interest receivable	-	5,336	5,336
Construction in progress	-	1,958,512	1,958,512
Open land project - in progress	442,604	-	442,604
TOTAL ASSETS	<u>\$ 4,009,423</u>	<u>\$ 2,663,848</u>	<u>\$ 6,673,271</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 66,861	\$ 730,793	\$ 797,654
Deferred grant revenue	2,528,000	-	2,528,000
TOTAL LIABILITIES	<u>2,594,861</u>	<u>730,793</u>	<u>3,325,654</u>
Fund Balance:			
Reserved (deficit) - designated	1,414,562	1,933,055	3,347,617
TOTAL FUND BALANCE	<u>1,414,562</u>	<u>1,933,055</u>	<u>3,347,617</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 4,009,423</u>	<u>\$ 2,663,848</u>	<u>\$ 6,673,271</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS

Exhibit 6

MAJOR CAPITAL PROJECT FUND

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

OCTOBER 31, 2008

	<u>Open Lands</u> <u>Fund</u>	<u>Capital</u> <u>Improvement</u> <u>Fund</u>	<u>Total</u>
<b>Revenues:</b>			
Interest earned	\$ 94,934	\$ 108,105	\$ 203,039
Grant revenue	-	60,000	60,000
Inter governmental reimbursement - St. Reha	-	640,000	640,000
<b>Total Revenues</b>	<b>94,934</b>	<b>808,105</b>	<b>903,039</b>
<b>Expenditures:</b>			
Capital project	-	2,762,585	2,762,585
Professional fees	-	4,772	4,772
Land acquisition	-	200,302	200,302
<b>Total Expenditures</b>	<b>-</b>	<b>2,967,659</b>	<b>2,967,659</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>94,934</b>	<b>(2,159,554)</b>	<b>(2,064,620)</b>
<b>Other financing sources</b>			
Operating transfer - in	-	20,707	20,707
Operating transfer - (out)	-	-	-
<b>Total Transfers</b>	<b>-</b>	<b>20,707</b>	<b>20,707</b>
<b>Excess (Deficiency) of Revenues and Expenditures Over Other Financing Sources (Uses)</b>	<b>94,934</b>	<b>(2,138,847)</b>	<b>(2,043,913)</b>
Fund balances beginning of year	1,319,628	4,071,902	5,391,530
<b>FUND BALANCES END OF YEAR</b>	<b>\$ 1,414,562</b>	<b>\$ 1,933,055</b>	<b>\$ 3,347,617</b>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
MAJOR DEBT SERVICE FUND  
BALANCE SHEET  
OCTOBER 31, 2008

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, 2008

## Revenues:

Tax anticipation note proceeds	\$ 2,000,000
Total Revenue	<u>2,000,000</u>

## Expenditures:

Principal retirement (Note III)	4,603,069
Interest expense	735,336
Total Expenditures	<u>5,338,405</u>

Excess (deficiency) of revenues over expenditures	(3,338,405)
--	-------------

Other financing sources Operating transfers in	3,338,405
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Fund balance at beginning of year	-
FUND BALANCE AT END OF YEAR	<u><u>\$ -</u></u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
NON-MAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
OCTOBER 31, 2008

	<u>Special Revenue</u>
ASSETS	
Cash and interest bearing accounts	\$ 1,815,460
Investments	1,921,830
Receivables	
Interest	1,050
Taxes	514,159
TOTAL ASSETS	\$ 4,252,499
LIABILITIES AND FUND BALANCE	
Liabilities:	
Accounts payable	\$ 453,046
Due to other funds	-
TOTAL LIABILITIES	453,046
Fund Balance:	
Unreserved - undesignated	-
Reserved (deficit) - designated	3,799,453
TOTAL FUND BALANCE	3,799,453
TOTAL LIABILITIES AND FUND BALANCE	\$4,252,499

(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, 2008

	<u>Special Revenue</u>
Revenues:	
Transfer tax	\$ 207,091
Home rule sales tax	2,054,922
Motor fuel taxes	554,731
Property taxes	1,379,592
Charges for service	106,652
Interest earned	89,133
Federal and State disbursement	<u>123,066</u>
TOTAL REVENUES	<u>4,515,187</u>
Expenditures:	
Drug enforcement	397,236
Principal retirement	195,000
Interest expense	158,900
Contract services	106,652
TIF Expenditures	790,048
Professional services	5,000
Reimb - property tax	<u>80,716</u>
TOTAL EXPENDITURES	<u>1,733,552</u>
Excess (Deficiency) of Revenues over expenditures	<u>2,781,635</u>
Operating transfers-in	-
Operating transfers-(out)	(3,226,510)
TOTAL TRANSFERS	<u>(3,226,510)</u>
Excess (Deficiency) of Revenues and Expenditures Over Other Financing Sources (Uses)	(444,875)
Fund balances at beginning of year	<u>4,244,328</u>
FUND BALANCES AT END OF YEAR	<u>\$ 3,799,453</u>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 COMBINING BALANCE SHEET  
 OCTOBER 31, 2008

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	\$488,683	\$ -	\$ -	\$ 1,178,845	\$145,827	\$2,105	\$ -	\$1,815,460
Investments	-	1,144,954	20,984	691,186	-	64,706	-	1,921,830
Receivables:								
Taxes	-	-	51,869	278,875	183,415	-	-	514,159
Interest	-	1,050	-	-	-	-	-	1,050
<b>TOTAL ASSETS</b>	<b>\$488,683</b>	<b>\$1,146,004</b>	<b>\$72,853</b>	<b>\$2,148,906</b>	<b>\$329,242</b>	<b>\$66,811</b>	<b>\$ -</b>	<b>\$4,252,499</b>
LIABILITIES								
Accounts Payable	13,289	323,335	-	16,156	-	100,266	-	453,046
Due to general fund	-	-	-	-	-	-	-	0
<b>TOTAL LIABILITIES</b>	<b>13,289</b>	<b>323,335</b>	<b>-</b>	<b>16,156</b>	<b>-</b>	<b>100,266</b>	<b>-</b>	<b>453,046</b>
<b>FUND BALANCE</b>								
Reserved for street improvements	475,394	-	72,853	-	-	-	-	548,247
Reserved for redevelopment costs and obligations	-	822,669	-	-	-	-	-	822,669
Reserved for TIF	-	-	-	2,132,750	329,242	-	-	2,461,992
Reserved for police use	-	-	-	-	-	(33,455)	-	(33,455)
<b>TOTAL FUND BALANCE</b>	<b>475,394</b>	<b>822,669</b>	<b>72,853</b>	<b>2,132,750</b>	<b>329,242</b>	<b>(33,455)</b>	<b>-</b>	<b>3,799,453</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$488,683</b>	<b>\$1,146,004</b>	<b>\$72,853</b>	<b>\$2,148,906</b>	<b>\$329,242</b>	<b>\$66,811</b>	<b>\$ -</b>	<b>\$4,252,499</b>

(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, 2008

	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	\$207,091	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$207,091
Home rule sales tax	-	2,054,922	-	-	-	-	-	2,054,922
Motor fuel taxes	-	-	554,731	-	-	-	-	554,731
Property taxes	-	-	-	1,007,790	371,802	-	-	1,379,592
Charges for service	-	-	-	-	-	-	106,652	106,652
Interest earned	-	47,255	588	36,500	356	4,434	-	89,133
Federal and State disbursement	-	-	-	-	-	123,066	-	123,066
<b>TOTAL REVENUES</b>	<b>207,091</b>	<b>2,102,177</b>	<b>555,319</b>	<b>1,044,290</b>	<b>372,158</b>	<b>127,500</b>	<b>106,652</b>	<b>4,515,187</b>
Expenditures:								
Drug enforcement	-	-	-	-	-	397,236	-	397,236
Contract services	-	-	-	-	-	-	106,652	106,652
TIF Expenditures	-	-	-	790,048	-	-	-	790,048
Bond principal	-	-	-	-	195,000	-	-	195,000
Bond interest	-	-	-	-	138,900	-	-	138,900
Professional services	-	-	-	-	5,000	-	-	5,000
Reimb - property tax	-	-	-	-	80,716	-	-	80,716
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>790,048</b>	<b>439,616</b>	<b>397,236</b>	<b>106,652</b>	<b>1,733,552</b>
Excess (Deficiency) of Revenues over expenditures	207,091	2,102,177	555,319	254,242	(67,458)	(269,736)	-	2,781,635
Operating transfers-in	-	-	-	-	-	-	-	-
Operating transfers-out	(400,000)	(2,272,810)	(553,700)	-	-	-	-	(3,226,510)
Fund balances at beginning of year	668,303	993,302	71,234	1,878,508	396,700	236,281	-	4,244,328
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$475,394</b>	<b>\$822,669</b>	<b>\$72,853</b>	<b>\$2,132,750</b>	<b>\$329,242</b>	<b>(\$33,455)</b>	<b>\$ -</b>	<b>\$3,799,453</b>

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
WATER AND SEWER FUND  
STATEMENT OF EXPENDITURES, COMPARED TO APPROPRIATION  
YEAR ENDED OCTOBER 31, 2008

Exhibit 13

	Appropriation		Actual	Variance With
	Original	Final		Final - Favorable (Unfavorable)
Salaries and wages	\$ 765,145	\$ 765,145	\$ 710,443	\$ 54,702
Data Processing	17,325	17,325	16,373	952
Employee benefits	115,160	115,160	109,999	5,161
Insurance Group - Health	174,942	174,942	187,984	(13,042)
Insurance Group - Other	97,125	97,125	92,102	5,023
Uniforms	8,610	8,610	6,431	2,179
Telephone	16,275	16,275	16,179	96
Electric-Pumping Station	70,350	70,350	67,756	2,594
Communications	3,675	3,675	4,065	(390)
Legal	-	-	571	(571)
Audit and accounting	22,050	22,050	13,100	8,950
Purchase of water	1,392,150	1,392,150	1,278,753	113,397
Engineering fees	5,250	5,250	5,754	(504)
Printing and promotion	19,950	19,950	10,919	9,031
Computer support	26,775	26,775	25,613	1,162
Mosquito abatement	11,550	11,550	7,348	4,202
Detention pond	-	-	-	-
Office supplies	6,825	6,825	7,358	(533)
Postage	16,800	16,800	12,092	4,708
Gasoline and oil	17,850	17,850	25,602	(7,752)
Shop supplies and tools	28,350	28,350	18,159	10,191
Repairs and maintenance				
Vehicles	21,525	21,525	43,349	(21,824)
Building	35,175	35,175	28,573	6,602
Sewer system	210,000	210,000	182,583	27,417
Storm sewers	84,000	84,000	120,915	(36,915)
Water system	315,000	315,000	395,787	(80,787)
Training	1,575	1,575	893	682
Dues and memberships	1,050	1,050	1,210	(160)
Meetings and conferences	2,625	2,625	1,421	1,204
Contingencies	52,500	52,500	-	52,500
Office equipment	-	-	232	(232)
Vehicles	-	-	-	-
Shop equipment	4,137	4,137	3,562	575
Building improvements	73,500	73,500	-	73,500
Water Meters	26,250	26,250	7,679	18,571
	<u>3,643,494</u>	<u>3,643,494</u>	<u>3,402,805</u>	<u>240,689</u>

Note: Depreciation expense of \$243,536 is not included in above.

(See independent auditor's report.)

VILLAGE OF EVERGREEN PARK, ILLINOIS  
SCHEDULE OF GENERAL LONG TERM DEBT  
OCTOBER 31, 2008

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	20,307,438
TOTAL ASSETS	<u>\$ 20,307,438</u>

General Long Term Debt Payable:

Accrued vacation and sick pay	\$ 1,026,576
Accrued bond interest	280,344
1998 General obligation bond issue	1,100,000
2002 General obligation bond issue	3,200,000
2002 General obligation bond issue	1,810,000
2003 General obligation bond issue	2,805,000
2003 General obligation Special Service Unit bond issue	2,620,000
2004 General obligation bond issue	3,275,000
2006 General obligation bond issue	3,150,000
2006 General obligation note issue	1,040,518
TOTAL LIABILITIES	<u>\$ 20,307,438</u>

(See independent auditor's report.)

STATISTICAL  
SECTION

VILLAGE OF EVERGREEN PARK, ILLINOIS  
LEGAL DEBT MARGIN  
OCTOBER 31, 2008

Assessed Valuation - 2007 Tax Year \$ 428,785,247

Statutory Debt Limitation \*

Total Debt:

1998 General obligation bond issue	\$ 1,100,000
2002 General obligation bond issue	3,200,000
2002 General obligation bond issue	1,810,000
2002 General obligation bond issue	2,620,000
2003 General obligation bond issue	2,805,000
2004 General obligation bond issue	3,275,000
2006 General obligation bond issue	3,150,000
2006 General obligation bond issue	<u>1,040,518</u>

Total Debt 19,000,518

TOTAL APPLICABLE DEBT \$ 19,000,518

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, 2008

	<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>
10/31/99	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
10/31/08	12,549,683	1,082,575	242,000	234,606	2,156,278	972,385	149,095	706,237	18,092,859

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, 2008

	10/31/08	10/31/07	10/31/06	10/31/05	10/31/04	10/31/03	10/31/02	10/31/01	10/31/00	10/31/99
General government	\$ 821,207	\$ 734,272	\$ 749,419	\$ 733,524	\$ 781,471	\$ 850,714	\$ 836,724	\$ 732,797	\$ 723,206	\$ 653,138
Data processing	-	-	1,088	1,306	1,928	7,257	16,789	59,803	73,046	70,938
Street	2,517,070	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
Police	6,044,861	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
Fire	2,501,304	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
Garbage	1,081,162	1,207,608	1,125,594	925,750	997,876	885,529	859,419	845,746	848,022	848,946
Property maintenance	203,298	296,729	141,368	208,920	235,866	200,229	634,818	196,858	243,025	358,478
Insurance & bond premium	2,198,736	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
Citizens service	171,055	164,844	207,824	187,992	142,882	129,425	113,682	109,266	117,403	125,417
Parks & playgrounds	441,088	542,435	775,562	532,976	467,103	277,243	362,608	340,785	302,559	236,647
Historical Commission	-	-	-	580	1,434	-	-	-	-	-
Environmental Commission	-	-	-	1,240	-	1,187	1,205	960	1,120	1,440
Safety Commission	-	-	-	400	920	1,760	2,163	2,040	2,304	2,200
Board of Police & Fire Commissioners	9,958	1,080	20,223	3,250	6,711	5,713	23,837	4,436	5,120	933
Employee benefits	642,943	678,671	554,816	505,825	419,181	345,200	327,249	297,749	358,259	403,032
Operation of Public Library	35,580	34,412	29,908	27,505	21,600	17,070	33,377	22,417	24,552	22,950
Youth Commission	88,535	93,914	94,732	88,990	90,138	87,915	96,700	82,798	56,770	91,208
Adjudication/animal/health	315,100	306,901	268,921	210,393	150,931	140,330	123,927	91,723	45,333	29,443

VILLAGE OF EVERGREEN PARK, ILLINOIS  
GENERAL GOVERNMENTAL EXPENDITURES BY USE  
LAST TEN FISCAL YEARS  
OCTOBER 31, 2008

	10/31/08	10/31/07	10/31/06	10/31/05	10/31/04	10/31/03	10/31/02	10/31/01	10/31/00	10/31/99
Building department	149,410	108,235	140,791	97,534	84,017	71,702	64,919	66,079	60,554	91,197
Firemen's Pension Fund	2,213	2,140	1,860	36,759	63,614	59,562	57,622	55,394	60,000	62,114
Police Pension Fund	39,692	337,392	439,591	442,083	435,821	228,557	205,387	428,448	600,880	599,121
Recreational	548,686	529,157	491,982	453,974	416,607	407,955	419,387	328,406	306,851	272,221
Legal	141,577	115,110	119,876	163,237	109,203	-	-	-	-	-
Planning Commission	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	25,517	34,859
(Transfers Out)	2,083,941	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
Community Center	105,084	117,965	125,600	118,330	118,382	113,035	103,007	96,825	92,489	79,667
Education reimbursement	3,351	8,544	7,606	-	-	-	-	-	4,150	3,473
Condemnation/demolition	-	-	-	-	-	-	-	-	-	2,361
Recycle program	-	-	8,204	12,763	13,259	14,600	10,650	4,156	7,670	9,880
Emergency 911	190,068	196,994	194,846	244,832	123,865	122,990	124,987	74,682	68,523	77,140
Sales tax incentive	57,934	71,256	-	-	-	-	-	-	-	-
Other	97,741	102,327	106,905	141,087	61,358	43,368	19,572	6,801	13,496	10,807
	<u>\$20,491,594</u>	<u>\$20,080,059</u>	<u>\$19,251,449</u>	<u>\$18,253,424</u>	<u>\$17,244,482</u>	<u>\$15,702,267</u>	<u>\$15,893,782</u>	<u>\$14,125,178</u>	<u>\$14,183,642</u>	<u>\$13,288,816</u>

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, 2008

<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>
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	5,186,735	5,080,500	98.0
2006	2007	400,917,143	1.421	5,693,926	5,626,352	98.8
2007	2008	428,785,247	1.295	5,550,792	5,298,204	95.4

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, 2008

<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>
10/31/99	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
10/31/08	4,908,069	897,215	5,805,284	18,407,653	31.5

VILLAGE OF EVERGREEN PARK, ILLINOIS  
REVENUE BOND COVERAGE  
WATER AND SEWER BONDS  
LAST TEN FISCAL YEARS  
OCTOBER 31, 2008

	<u>Gross</u> <u>Revenues</u>	<u>Operating</u> <u>Expenses</u>	<u>Available</u> <u>For Debt</u> <u>Service</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage</u>
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	7,692	107,692	-
10/31/08	3,925,293	3,646,341	278,952	110,000	1,420	111,420	2.50