

Village of Sauk Village, Illinois

Financial Report
Year Ended April 30, 2009

PRELIMINARY DRAFT
for Review and Discussion
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12/15/09

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McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Sauk Village, Illinois, as of and for the year ended April 30, 2009, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Sauk Village, Illinois. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the Police Pension Fund, which represents 97.5 percent of the assets of the Pension Trust Fund and -106.5 percent of the total additions in the Pension Trust Funds. Those statements were audited by other auditors whose report was furnished to us, and our opinion, insofar as it relates to the amounts included for the Police Pension Fund, is based solely on the report of the other auditors.

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 and the report of other auditors provide a reasonable basis for our opinions.

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

The required supplementary information which includes management's discussion and analysis (pages 3 - 13), schedules of funding progress and employer contributions (pages 54 - 58) and budgetary schedule and related note (page 59 - 60) is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We and other auditors have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Village of Sauk Village, Illinois. The combining and individual fund financial statements and other schedules listed in the table of contents as supplementary information are presented for purposes of additional analysis, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us and other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The other information listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

Chicago, Illinois
Report Date

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Required Supplementary Information

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Management Discussion and Analysis (MD&A)

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Village of Sauk Village, Illinois

Management's Discussion and Analysis April 30, 2009

The management of the Village of Sauk Village (the "Village") offers readers of the Village's Financial Statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2009. Further, this correspondence is intended to serve as an introduction to the Village's basic financial statements, which comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements.

Financial Highlights

- Total liabilities exceeded total assets at April 30, 2009 by \$9,990,529 versus \$3,353,252 million the prior year. Total net assets decreased by \$6,637,277.
- Governmental activities net assets deficit was \$13,329,179 at June 30, 2009 compared to a net asset deficit of \$6,400,677 the prior year which is a net asset decrease of \$6,928,502.
- Business type activities net assets exceeded liabilities by \$3,338,650 of which \$52,647 was available to meet continuing service demands. Business type activities net assets increased \$291,225.
- At the end of the current fiscal year, fund balance for the General Fund was a deficit of \$777,050. This decrease in fund balance of \$1,245,637 was due to the \$496,610 transfer of fund to the new fire fund and lower than budgeted revenues.
- The Village issued \$17,500,000 in new general obligation (alternate revenue source) debt during the current fiscal year to pay developer fees.
- General fund revenues fell below budgeted amounts by \$1,614,449 while General Fund expenditures were below budgeted amounts by \$2,301,674.

Using the Financial Section of this Comprehensive Annual Report

The financial statements focus is on both the Village as a whole (government-wide) and on the major individual funds. 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. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements. The government-wide financial statements (pages 14 to 16) are designed to provide readers with a broad overview of the Village's finances in a manner similar to a private-sector business.

The Statement of Net Assets (page 14-15) presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. This statement combines and consolidates the governmental funds current financial resources (short-term available resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources management focus. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The Statement of Activities (page 16) presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenues and expenditures are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused sick leave).

The Governmental Activities reflect functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) basic services, including police and fire protection, public works and community development. The business-type activities reflect private sector type operations (Waterworks and Sewerage) where the service fee typically covers all or most of the cost of operation including depreciation.

Village of Sauk Village, Illinois

Management's Discussion and Analysis April 30, 2009

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Funds, rather than fund types.

The governmental 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. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental fund balance sheet, and the governmental fund statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate the comparison between governmental funds and governmental activities. The governmental 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.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions.

The Village maintains five (5) major individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Sauk Pointe Industrial Park TIF#2, LogistiCenter at Sauk Village TIF #3, Municipal Building and the Debt Service funds all are considered to be major funds. The other nine (9) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

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Village of Sauk Village, Illinois

Management's Discussion and Analysis
 April 30, 2009

Table of Financial Statements

	Government-Wide Financial Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Village government (except fiduciary funds)	Activities of Village that are not proprietary or fiduciary	Activity of Village that operates similar to businesses	Activities for which Village acts as trustee for someone else's resources
Required financial statements	*Statement of net assets *Statement of activities	*Balance Sheet *Statement of revenues, expenditures, and changes in fund balance	*Statement of net assets *Statement of revenues, expenses, and changes in net assets *Statement of cash flows	*Statement of fiduciary net assets *Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual and accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of assets/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be liquidated and liabilities that come due during the year or soon thereafter; no capital assets nor long-term debt included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	*Revenues for which cash is received during or soon after the end of the year *Expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

Village of Sauk Village, Illinois

Management's Discussion and Analysis
April 30, 2009

Proprietary Funds

The business-type activities total column on the enterprise fund financial Statements (see page 21 - 24) is the same as the business-type column on the government-wide financial statement. Proprietary funds account for services that are generally fully supported by user fees charged to customers. These funds are presented on a total economic resources basis. The Village has two proprietary funds the Waterworks fund and the Sewerage fund which are presented in a separate column in the fund financial statements.

Fiduciary Funds The fund financial statements also allow the government to address its Fiduciary and Agency funds (Police Pension, Fire Pension, and Flexible Benefit funds (see pages 25 - 26)). While these funds represent trust responsibility of the government, the 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.

STATEMENT OF NET ASSETS
For the Fiscal Year Ended April 30, 2009

	Governmental Activities		Business Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 20,013,434	\$ 14,618,352	\$ 334,467	\$ 392,409	\$ 20,347,901	\$ 15,010,761
capital assets	13,944,692	9,088,055	3,286,003	2,929,725	17,230,695	12,017,780
Total assets	33,958,126	23,706,407	3,620,470	3,322,134	37,578,596	20,036,561
Current liabilities	4,324,041	3,867,871	281,820	274,709	4,605,861	4,142,580
Non current liabilities	42,963,264	26,239,213	-	-	42,963,264	26,239,213
Total liabilities	47,287,305	30,107,084	281,820	274,709	47,569,264	30,381,793
Net assets						
Invested in capital assets						
net of related debt	7,546,371	4,057,480	3,286,003	2,929,725	10,832,374	6,987,205
Restricted MFT						
Allotments	111,454	142,379	-	-	111,454	142,379
Unrestricted (deficit)	(20,987,004)	(10,600,536)	52,647	117,700	(20,934,357)	(10,482,836)
Total net assets	\$ (13,329,179)	\$ (6,400,677)	\$ 3,338,650	\$ 3,047,425	\$ (9,990,529)	\$ (3,353,252)

Governmental Activities

- Assets for governmental activities increased by \$10,251,719 and can be attributed to the following:
 - Net additions to capital assets were \$4,856,637, which relate to the construction of the new Village Hall and developer contributions of \$2,519,028.
 - The Village increased its cash balance at year-end by \$5,224,688 due to unspent bond proceeds.
- Liabilities for governmental activities increased by \$17,180,221 and can mainly be attributed to the Village issuing \$17,500,000 in new bonds. This was offset by \$670,000 in principal repayments.

Village of Sauk Village, Illinois

Management's Discussion and Analysis
April 30, 2009

Business Type Activities

- Assets for business type activities increased by \$298,336 and can mainly be attributed to the Village receiving \$525,683 in capital contributions from developers. This was offset by depreciation expense of \$252,626
- Liabilities for business type activities remained consistent with the prior year, increasing by \$7,111.

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 – will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital – 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 – 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 – 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 – will reduce capital assets and invested in capital assets, net of debt.

Changes in Net Assets

The following chart shows the revenue and expenses of the Village's activities.

CHANGES IN NET ASSETS
For the Fiscal Year Ended April 30, 2009

	Governmental Activities		Business Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues						
Charges for services	\$ 1,105,340	\$ 1,153,001	\$ 1,523,162	\$ 1,460,225	\$ 2,628,502	\$ 2,613,226
Operating grants and contributions	436,579	1,162,206	-	-	436,579	1,162,206
Capital grants and contributions	2,519,028	-	525,683	-	3,044,711	-
General revenues						
Property taxes	5,734,944	4,866,889	-	-	5,734,944	4,866,889
Other taxes	2,235,010	2,346,790	-	-	2,235,010	2,346,790
Interest	90,410	458,254	908	1,505	91,318	459,759
Miscellaneous	93,082	108,120	-	-	93,082	108,120
Total revenues	\$ 12,214,393	\$ 10,095,260	\$ 2,049,753	\$ 1,461,730	\$ 14,264,146	\$ 11,556,990

Village of Sauk Village, Illinois

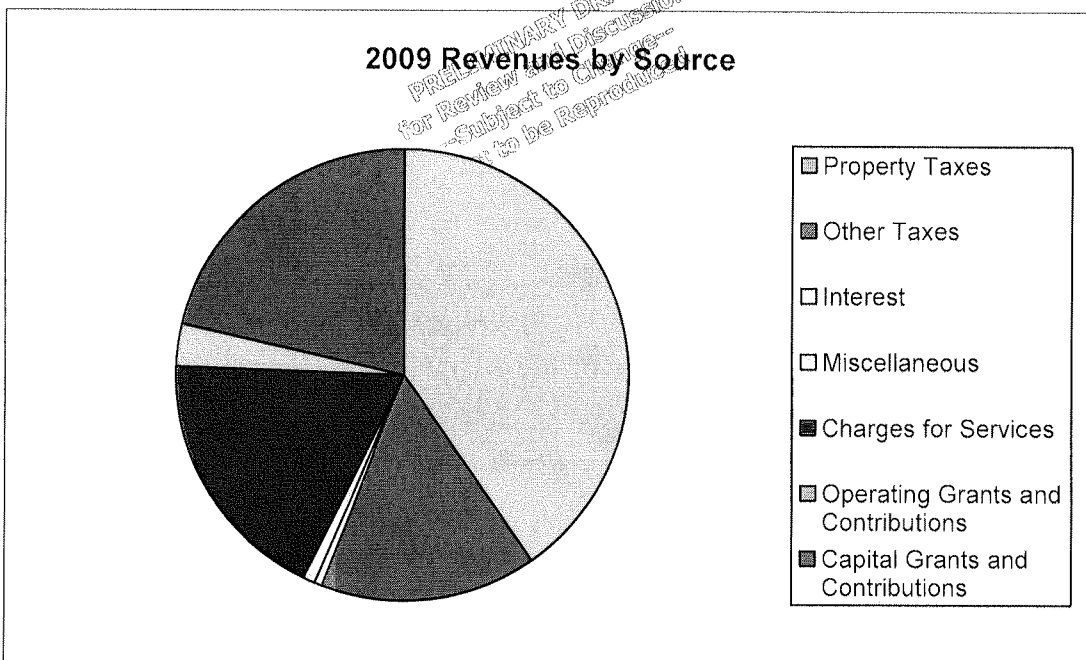
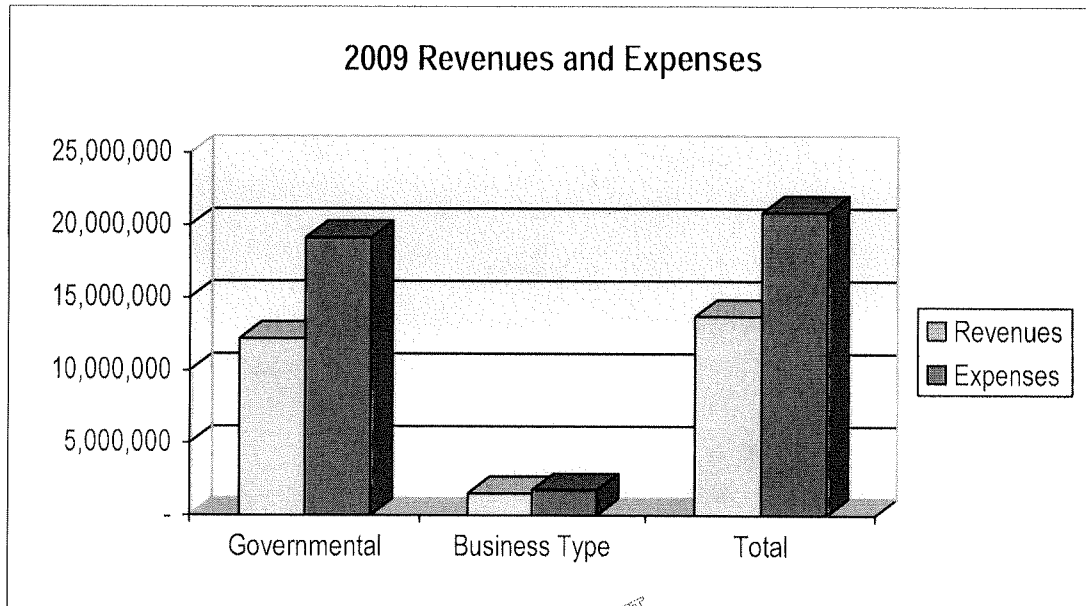
Management's Discussion and Analysis
April 30, 2009

CHANGES IN NET ASSETS(cont.)
For the Fiscal Year Ended April 30, 2009

	Governmental Activities		Business Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Expenses:						
General Government	\$ 11,795,951	\$ 2,892,187	\$ -	\$ -	\$ 11,795,951	\$ 2,892,187
Public Safety	4,780,060	4,177,712	-	-	4,780,060	4,177,712
Public Works	1,213,566	1,076,293	-	-	1,213,566	1,076,293
Debt Services	1,353,318	1,190,202	-	-	1,353,318	1,190,202
Waterworks	-	-	1,110,053	1,004,682	1,110,052	1,004,682
Sewerage	-	-	648,475	649,553	648,475	649,553
Total Expenses	19,142,895	9,336,394	1,758,528	1,654,235	20,901,423	10,990,629
Change in Net Assets	(6,928,502)	758,866	291,225	(192,505)	(6,637,277)	566,361
Net Assets Beginning	(6,400,677)	(7,159,543)	3,047,425	3,239,930	(3,353,252)	(3,919,613)
Ending Net Assets	<u>\$ (13,329,179)</u>	<u>\$ (6,400,677)</u>	<u>\$ 3,338,650</u>	<u>\$ 3,047,425</u>	<u>\$ (9,990,529)</u>	<u>\$ (3,353,252)</u>

- Total governmental activities revenues increased by \$2,199,133. Contributing factors included:
 - ✓ Capital grant and contributions increased by \$2,519,028 due to the Village receiving capital contributions from developers in the current year.
 - ✓ Property tax revenues increased by \$868,005 primarily due to increase in the incremental tax of TIF #3.
 - ✓ Operating grants and contributions decreased by \$725,627, this can be attributed to the Village receiving a grant for a fire engine in the prior year.
 - ✓ Interest income decreased by \$367,844 due to declining interest rates.
- Total business type activities revenues increased by \$588,023. Contributing factors included:
 - ✓ Charges for services increased by \$62,937 largely due to increased water and sewer usage rates to cover cost.
 - ✓ Capital grant and contributions increased by \$525,683 due to the Village receiving capital contributions from developers in the current year.
- Total governmental activities expenses increased by \$9,806,501. Contributing factors included:
 - ✓ The Village made a contribution to a developer in the amount of \$8,430,000.
 - ✓ Depreciation expense increased by \$286,651 when compared to the prior year.
 - ✓ Increases in salary and benefit costs.
- Total business type activities expenses increased by \$104,293 and can mainly be attributed to increased salary and benefit costs.

Government-Wide Analysis (continued)



Village of Sauk Village, Illinois

Management's Discussion and Analysis
April 30, 2009

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the Village's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the Village include the General fund, Special Revenue funds, Debt Service fund and Capital Project funds.

At the end of the current fiscal year the Village's governmental funds reported combined ending fund balance of \$17,329,148, an increase of \$5,614,785 from the prior year. Unreserved fund balance is \$8,808,045 and is available for spending at the Village's discretion. The remainder of the fund balance is reserved to indicate that it is not available for spending because it has already been committed, to pay debt service of \$8,286,903 and other reserved purposes of \$234,200.

Revenues for governmental funds overall totaled \$9,695,365 in the current fiscal year which represents a \$399,895 (4%) decrease from the previous year. Expenditures for governmental funds totaling \$22,202,901 increased by \$9,058,376 (69%) from fiscal year ended April 30, 2008. In fiscal 2009 revenues and net other financing sources exceeded expenditures by \$5,614,785, an analysis of each individual major fund follows.

The **General fund** is the chief operating fund of the Village. At the end of the current fiscal year, the unreserved fund balance of the General Fund was a deficit of \$1,011,250 while the total fund balance was a deficit of \$777,050. As a measure of the General fund's liquidity, it may be useful to compare fund balance to total revenues.

COMPARISON FUND BALANCE TO TOTAL FUND REVENUES-General Fund

	2009		2008	
Revenues	\$ 4,712,496		6,088,034	
Total Fund Balance	(777,050)	16.5%	468,587	7.7%
Unreserved Fund Balance	(1,011,250)	21.5%	245,301	4.0%
Reserved Fund Balance	224,200	4.7%	223,286	3.7%

The fund balance in the general fund decreased by 266%. This is mainly due to the transfer of funds to be used in the new fire fund and revenues being less than expectations. Overall the general fund's performance resulted in expenditures in excess of revenues \$989,020. This is an increase in the operating deficit of \$803,989. Net other financing uses amounted to \$256,617.

The **Debt Service Fund** accounts for the accumulation of resources for and payments of general obligation and alternate revenue source debt. Total fund balance (reserved for debt principal and interest payments) increased by \$5,883,000 at April 30, 2009 to \$8,286,903. This increase was due to the timing of transfers from other Village's funds for the future payment of debt. The total debt service fund balance will be used to service future debt issuance consistent with the Village's debt management plan.

The **Capital Project Funds** Sauk Pointe Industrial Park (TIF #2) and LogistiCenter at Sauk Village (TIF #3) are used to account for receipts and expenditures of incremental property tax monies. Unreserved fund balances at April 30, 2009 are (\$165,359) and \$8,984,061 respectively compared to \$1,466,107 and \$3,372,038 respectively the previous year. A major reason for the decrease fund balance in Sauk Point Industrial Park (TIF #2) was \$2,814,693 in transfers out to pay off scheduled principle and interest payments. This decreased the fund balance by \$1,631,466. The LogistiCenter at Sauk Village (TIF #3) reimbursed developers for \$8,340,000 and received bond proceeds of \$17,500,000. The combined effect produced an increase of \$5,612,023 in fund balance.

The **Municipal Building Fund** capital project fund was funded by bond proceeds and transfer of impact fees. This project was completed at year-end, leaving a fund balance of (\$3,295).

Village of Sauk Village, Illinois

Management's Discussion and Analysis April 30, 2009

Proprietary Funds

The Village's proprietary funds provide the same type of information found in the government-wide financial statement, but in more detail. At the end of the fiscal year the unrestricted net assets for the proprietary funds were as follows:

BUSINESS TYPE ACTIVITIES

Net Assets	2009	2008
Water Works	\$ 2,461,878	\$ 2,173,378
Sewerage Fund	876,772	874,047
Total	<u>\$ 3,338,650</u>	<u>\$ 3,047,425</u>

The Waterworks fund accounts for the provision of water services to the Village. The fund saw an increase in net assets of \$288,500 from fiscal 2008. This is due primarily to contributions of infrastructure from developers.

The Sewerage fund accounts for user charges supplied by the wastewater collection system of the Village. The fund saw an increase in net assets of \$2,725 in fiscal 2008 from the prior year due to revenues exceeding operating expenses. This is due primarily to contributions of infrastructure from developers.

General Fund Budgetary Highlights

The General fund revenue fell short budgeted revenue by \$1.6 million primarily due to the Village not receiving any of the \$1.5 million in budgeted impact fees. Other considerations were expenditures were less than planned by \$2.3 million as budgeted capital expenditures related to impact fees were not performed. The total effect is a change in fund balance of \$1.2 million. This decreased general fund balance at April 30, 2009, to (\$779,050) compared to \$468,587 in the prior year.

Capital Assets

The Village's investment in capital assets for its governmental and business-type activities as of April 30, 2009 is \$17,230,695. The investment in capital assets includes land, buildings, equipment, improvements other than buildings, underground systems, and infrastructure. This amount represents a net increase of \$5,212,915. Detailed information regarding the change in capital assets for governmental and business-type activities is included in note 4 on pages 35-37.

Significant governmental activities capital asset events during the fiscal year included:

- o Municipal Complex additions of \$5,881,870
- o Infrastructure contributions of \$2,519,028
- o Depreciation expense of \$1,063,245.

Significant business-type activities capital asset events during the fiscal year included:

- o Infrastructure contributions of \$525,683.
- o Depreciation expense of \$252,626.

Village of Sauk Village, Illinois

Management's Discussion and Analysis
 April 30, 2009

Long-Term Debt

At the end of the current fiscal year, the Village of Sauk Village had total debt outstanding of \$44,234,222 comprised of alternate revenue source general obligation bonds and capital leases. Timely payment of principal for alternate revenue bonds of \$670,000 was made during fiscal 2009. In addition, the Village issued \$17,500,000 in alternative revenue source general obligation bonds to fund developer payments of the Village and capital leases of \$121,785. The following schedule summarizes the Village's direct debt activity and additional information can be found in note 6 on pages 38-42.

OUTSTANDING LONG-TERM DEBT

	Governmental Activities		Business-type Activities		Total	
	4/30/2009	4/30/2008	4/30/2009	4/30/2008	4/30/2009	4/30/2008
	Alternate Revenue Source	\$44,112,437	\$26,687,614	\$ -	\$ -	\$44,112,437
Capital Leases	121,785	-	-	-	121,785	-
Total	\$44,234,222	\$26,687,614	\$ -	\$ -	\$44,234,222	\$26,687,614

OTHER MATTERS INCLUDING ECONOMIC FACTORS and NEXT YEAR'S BUDGET

Property tax provides 36% of General Fund revenue, other taxes including sales tax, income tax, and utility tax comprise 30%, grants accounted for 12% and service charges made up 11% of revenues. Property tax revenue is very stable and property value continued to increase as the Village's 2008 assessed value rose 14.4% to \$118,366,861.

Water rate increases were approved in March 2006 and comprised 30 cents per thousand gallons for fiscal 2007, 20 cents per thousand gallons for fiscal 2008, 20 cents per thousand gallons for fiscal 2009, 10 cents per thousand gallons for fiscal 2010, 10 cents per thousand gallons for fiscal 2011 and 10 cents per thousand gallons from 2011 until further action by corporate authorities. Sewer service charges increase of \$8.04, \$9.05, \$9.65, \$9.96, \$10.26 and \$10.56 during fiscal years 2007 through 2012 respectively and water provided will increase to \$2.80, \$3.00, \$3.20, \$3.30, \$3.40 and \$3.50 each 1000 gallons for the same period. The purpose of these rate increases is to provide each function the opportunity to achieve its financial objective of operating at break-even before depreciation.

Village of Sauk Village, Illinois

Management's Discussion and Analysis April 30, 2009

Other Information

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27 – 53 of this report. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to provide benefits to its employees, budget to actual schedules and related note. Required supplementary information can be found on pages 54 through 60 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 61 through 97 of this report.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

The 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 Beverly Sims Sterrett, Finance Director, Village of Sauk Village, 21801 Torrence Avenue, Sauk Village, Illinois 60411.

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Basic Financial Statements

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Government – Wide Financial Statements (GWFS)

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Village of Sauk Village, Illinois

Statement of Net Assets
April 30, 2009

	Governmental Activities	Business-Type Activities	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 16,836,838	\$ 1,241	\$ 16,838,079
Receivables:			
Property taxes	1,338,009	-	1,338,009
Accounts	-	246,904	246,904
Other	278,735	-	278,735
Due from other governmental units	348,152	-	348,152
Internal balances	(86,322)	86,322	-
Prepaid items	234,200	-	234,200
Total current assets	18,949,612	334,467	19,284,079
Noncurrent Assets			
Land held for resale	1,063,822	-	1,063,822
Capital assets not being depreciated	574,003	7,500	581,503
Capital assets being depreciated, net	13,370,689	3,278,503	16,649,192
Total noncurrent assets	15,008,514	3,286,003	18,294,517
Total assets	\$ 33,958,126	\$ 3,620,470	\$ 37,578,596

See Notes to Basic Financial Statements.

(Continued)

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Village of Sauk Village, Illinois

Statement of Net Assets - Continued
April 30, 2009

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current Liabilities			
Checks in excess of bank balance	\$ 118,679	\$ -	\$ 118,679
Accounts payable	942,141	46,430	988,571
Accrued payroll	69,071	20,698	89,769
Accrued interest	239,632	-	239,632
Compensated absences	50,000	40,962	90,962
Deposits	-	173,730	173,730
Due to fiduciary funds	16,386	-	16,386
Unearned revenue	1,338,009	-	1,338,009
Note payable	200,000	-	200,000
Alternate revenue bonds	1,328,035	-	1,328,035
Capital lease	22,088	-	22,088
Total current liabilities	4,324,041	281,820	4,605,861
Long-Term Liabilities, net of current maturities			
Alternate revenue bonds	41,428,678	-	41,428,678
Unamortized bond premium	528,072	-	528,072
Capital lease	99,697	-	99,697
Compensated absences	59,713	-	59,713
Net pension obligation	847,104	-	847,104
Total noncurrent liabilities	42,963,264	-	42,963,264
Total liabilities	47,287,305	281,820	47,569,125
Net Assets			
Invested in capital assets, net of related debt	7,546,371	3,286,003	10,832,374
Restricted for MFT Allotments	111,454	-	111,454
Unrestricted (deficit)	(20,987,004)	52,647	(20,934,357)
Total net assets	\$ (13,329,179)	\$ 3,338,650	\$ (9,990,529)

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See Notes to Basic Financial Statements.

Village of Sauk Village, Illinois

Statement of Activities
Year Ended April 30, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Assets		
		Charges for Services	Operating	Capital	Governmental Activities	Business-Type Activities	Total
			Grants and Contributions	Grants and Contributions			
Governmental activities:							
General government	\$ 11,795,951	\$ 679,806	\$ 3,000	\$ -	\$ (11,113,145)	\$ -	\$ (11,113,145)
Public safety	4,780,060	416,267	79,583	-	(4,284,210)	-	(4,284,210)
Public works	1,213,566	9,267	353,996	2,519,028	1,668,725	-	1,668,725
Debt service:							
Interest and fees	1,353,318	-	-	-	(1,353,318)	-	(1,353,318)
Total governmental activities	19,142,895	1,105,340	436,579	2,519,028	(15,081,948)	-	(15,081,948)
Business-type activities:							
Waterworks	1,110,053	900,054	-	498,355	-	288,356	288,356
Sewerage	648,475	623,108	-	27,328	-	1,961	1,961
Total business-type activities	1,758,528	1,523,162	-	525,683	-	290,317	290,317
Total	\$ 20,901,423	\$ 2,628,502	\$ 436,579	\$ 3,044,711	(15,081,948)	290,317	(14,791,631)
General revenues							
Taxes:							
Property					5,734,944	-	5,734,944
Sales					320,354	-	320,354
Income					1,066,750	-	1,066,750
Utility					815,538	-	815,538
Replacement					32,368	-	32,368
Interest					90,410	908	91,318
Miscellaneous					93,082	-	93,082
Total general revenues					8,153,446	908	8,154,354
Change in net assets					(6,928,502)	291,225	(6,637,277)
Net assets:							
May 1, 2008					(6,400,677)	3,047,425	(3,353,252)
April 30, 2009					\$ (13,329,179)	\$ 3,338,650	\$ (9,990,529)

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See Notes to Basic Financial Statements.

Fund Financial Statements (FFS)

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Village of Sauk Village, Illinois

Balance Sheet
Governmental Funds
April 30, 2009

	General Fund	Debt Service	Sauk Pointe Industrial Park	LogistiCenter at Sauk Village	Municipal Building	Nonmajor Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	\$ 16,977	\$ 8,297,920	\$ 42,932	\$ 7,788,094	\$ 410,876	\$ 280,039	\$ 16,836,838
Receivables:							
Property taxes	980,321	-	-	-	-	357,688	1,338,009
Other	200,107	27,949	-	-	-	50,679	278,735
Due from other governmental units	327,362	-	-	-	-	20,790	348,152
Due from other funds	153,181	-	7,050	215,341	-	775,346	1,150,918
Prepaid items	234,200	-	-	-	-	-	234,200
Land held for resale	-	-	-	1,063,822	-	-	1,063,822
Total assets	\$ 1,912,148	\$ 8,325,869	\$ 49,982	\$ 9,067,257	\$ 410,876	\$ 1,484,542	\$ 21,250,674
Liabilities and Fund Balances							
Liabilities							
Checks in excess of bank balance	\$ 118,679	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 118,679
Accounts payable	328,298	37,896	-	78,696	407,121	90,130	942,141
Accrued payroll	69,071	-	-	-	-	-	69,071
Due to other funds	992,829	7,070	215,341	4,500	7,050	32,836	1,253,626
Deferred revenue	980,321	-	-	-	-	357,688	1,338,009
Note payable	200,000	-	-	-	-	-	200,000
Total liabilities	2,689,198	38,966	215,341	83,196	414,171	480,654	3,921,526
Fund balances (deficits):							
Reserved for:							
Prepaid items	234,200	-	-	-	-	-	234,200
Debt service	-	8,286,903	-	-	-	-	8,286,903
Unreserved, reported in:							
General fund	(1,011,250)	-	-	-	-	-	(1,011,250)
Special revenue funds	-	-	-	-	-	812,702	812,702
Capital project funds	-	-	(165,359)	8,984,061	(3,295)	191,186	9,006,593
Total fund balances	(777,050)	8,286,903	(165,359)	8,984,061	(3,295)	1,003,888	17,329,148
Total liabilities and fund balances	\$ 1,912,148	\$ 8,325,869	\$ 49,982	\$ 9,067,257	\$ 410,876	\$ 1,484,542	\$ 21,250,674

See Notes to Basic Financial Statements.

Village of Sauk Village, Illinois

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

Total fund balances - governmental funds	\$	17,329,148
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds		13,944,692
Bond issuance costs that are an expenditure in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements.		1,355,724
Premium on bonds that is other financing use in the fund financial statements is a liability that is amortized over the life of the bonds in the government-wide financial statements.		(528,072)
Some liabilities reported in the statement of net assets do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds:		
These liabilities consist of:		
Accrued interest		(239,632)
Alternate revenue bonds		(44,112,437)
Capital lease		(121,785)
Compensated absences		(109,713)
Net pension obligation		(847,104)
		<hr/>
Net assets of governmental activities	\$	<u>(13,329,179)</u>

See Notes to Basic Financial Statements.

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Village of Sauk Village, Illinois

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

	General Fund	Debt Service	Sauk Pointe Industrial Park	LogistiCenter at Sauk Village	Municipal Building	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:							
Property taxes	\$ 1,689,033	\$ -	\$ 1,175,039	\$ 2,067,683	\$ -	\$ 803,189	\$ 5,734,944
Licenses and permits	273,657	-	-	-	-	-	273,657
Charges for services	1,026,835	-	-	20,600	-	392,242	1,439,677
Intergovernmental	1,424,972	-	-	8,216	-	422,863	1,856,051
Fines and forfeitures	205,544	-	-	-	-	2,000	207,544
Interest	2,351	28,329	8,188	11,180	36,341	4,021	90,410
Miscellaneous	90,104	-	-	-	-	2,978	93,082
Total revenues	4,712,496	28,329	1,183,227	2,107,679	36,341	1,627,293	9,695,365
Expenditures:							
Current:							
General government	1,672,223	-	-	9,337,178	77,845	125,319	11,212,565
Public safety	3,506,783	-	-	-	-	630,712	4,137,495
Public works	506,144	-	-	-	-	199,685	705,829
Debt service:							
Principal	-	670,000	-	-	-	-	670,000
Interest and fees	9,403	712,270	-	-	-	-	721,673
Bond issuance costs	-	-	-	881,617	-	-	881,617
Capital outlay	6,963	-	-	36,254	3,331,631	498,874	3,873,722
Total expenditures	5,701,516	1,382,270	-	10,255,049	3,409,476	1,454,590	22,202,901
Excess (deficiency) of revenues over (under) expenditures	(989,020)	(1,353,941)	1,183,227	(8,147,370)	(3,373,135)	172,703	(12,507,536)
Other financing sources (uses):							
Bond proceeds	-	-	-	17,500,000	-	-	17,500,000
Bond premium	-	-	-	474,780	-	-	474,780
Capital lease proceeds	-	-	-	-	-	121,785	121,785
Transfer in	235,237	7,236,941	-	768,574	-	496,610	8,737,362
Transfer (out)	(496,610)	-	(2,814,693)	(4,983,961)	(10,374)	(431,724)	(8,737,362)
Sale of capital assets	4,756	-	-	-	-	21,000	25,756
Total other financing sources (uses)	(256,617)	7,236,941	(2,814,693)	13,759,393	(10,374)	207,671	18,122,321
Net change in fund balances	(1,245,637)	5,883,000	(1,631,466)	5,612,023	(3,383,509)	380,374	5,614,785
Fund balances (deficits):							
May 1, 2008	468,587	2,403,903	1,466,107	3,372,038	3,380,214	623,514	11,714,363
April 30, 2009	\$ (777,050)	\$ 8,286,903	\$ (165,359)	\$ 8,984,061	\$ (3,295)	\$ 1,003,888	\$ 17,329,148

See Notes to Basic Financial Statements.

Village of Sauk Village, Illinois

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

Net change in fund balances—total governmental funds	\$	5,614,785
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures paid while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital assets addition exceeded depreciation expense and loss on disposal in the current period.		
Capital outlays	\$	3,403,891
Loss on disposal		(3,037)
Depreciation expense		(1,063,245)
		<u>2,337,609</u>
Capital assets transferred to the Village are recorded as capital contributions in the statement of activities, but do not require the use of current financial resources and therefore are not reported in the governmental funds.		2,519,028
Some capital additions were financed through the issuance of long-term debt. In governmental funds, long-term debt is considered other financing sources, but in the statement of net assets, debt is reported as a liability. In the current period, proceeds were received from:		
Alternative revenue bonds		(17,500,000)
Capital lease		(121,785)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
Principal repayment		670,000
Premium on bonds is recorded as other financing sources in the fund financial statements, but the premium is recorded as a liability in the statement of net assets which is amortized over the life of the bonds. These are the amounts in the current period.		
Bond premium		(474,780)
Amortization premium on bonds		6,360
Bond issuance costs are recorded as an expenditure in the fund financial statements, but the cost is recorded as an asset in the statement of net assets which is amortized over the life of the bonds. These are the amounts in the current period.		
Bond issuance costs		881,617
Amortization bond issuance costs		(47,432)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:		
Increase in net pension obligation	(215,271)	
Decrease in accrued interest	4,250	
Increase in accreted interest	(594,823)	
Increase in compensated absences	(8,060)	(813,904)
		<u>(813,904)</u>
Change in net assets of governmental activities	\$	<u>(6,928,502)</u>

See Notes to Basic Financial Statements.

Village of Sauk Village, Illinois

Statement of Net Assets
Enterprise Funds
April 30, 2009

	Business-Type Activities		
	Waterworks Fund	Sewerage Fund	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 841	\$ 400	\$ 1,241
Receivables:			
Accounts billed	102,664	72,169	174,833
Accounts unbilled	41,868	30,203	72,071
Due from other funds	1,299	201,097	202,396
Total current assets	146,672	303,869	450,541
Noncurrent Assets			
Capital assets not being depreciated	7,500	-	7,500
Capital assets being depreciated, net	2,670,902	607,601	3,278,503
Total noncurrent assets	2,678,402	607,601	3,286,003
Total assets	\$ 2,825,074	\$ 911,470	\$ 3,736,544
Liabilities and Net Assets			
Liabilities			
Accounts payable	\$ 41,920	\$ 4,510	\$ 46,430
Accrued payroll	12,009	8,689	20,698
Compensated absences	20,762	20,200	40,962
Due to other funds	114,775	1,299	116,074
Deposits	173,730	-	173,730
Total liabilities	363,196	34,698	397,894
Net Assets			
Invested in capital assets, net of related debt	2,678,402	607,601	3,286,003
Unrestricted (deficit)	(216,524)	269,171	52,647
Total net assets	2,461,878	876,772	3,338,650
Total liabilities and net assets	\$ 2,825,074	\$ 911,470	\$ 3,736,544

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See Notes to Basic Financial Statements.

Village of Sauk Village, Illinois

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

	Business-Type Activities		
	Waterworks Fund	Sewerage Fund	Total
Operating revenues:			
Charges for services	\$ 894,167	\$ 623,108	\$ 1,517,275
Meter sales	5,572	-	5,572
Refunds and reimbursements	315	-	315
Total operating revenues	900,054	623,108	1,523,162
Operating expenses:			
Operations	885,524	620,378	1,505,902
Depreciation	224,529	28,097	252,626
Total operating expenses	1,110,053	648,475	1,758,528
Operating loss	(209,999)	(25,367)	(235,366)
Nonoperating income, interest income	144	764	908
Loss before contributions	(209,855)	(24,603)	(234,458)
Capital contributions	498,355	27,328	525,683
Change in net assets	288,500	2,725	291,225
Net assets:			
May 1, 2008	2,173,378	874,047	3,047,425
April 30, 2009	\$ 2,461,878	\$ 876,772	\$ 3,338,650

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See Notes to Basic Financial Statements.

Village of Sauk Village, Illinois

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

	Business-Type Activities		
	Waterworks Fund	Sewerage Fund	Total
Cash flows from operating activities			
Cash received for services	\$ 850,062	\$ 615,021	\$ 1,465,083
Payments to employees	(492,129)	(402,640)	(894,769)
Payments to suppliers	(360,657)	(214,157)	(574,814)
Net cash used in operating activities	(2,724)	(1,776)	(4,500)
Cash flows from noncapital financing activities			
Decrease in due from other funds	-	(72,258)	(72,258)
Increase in due to other funds	85,807	1,299	87,106
Net cash provided by (used in) noncapital financing activities	85,807	(70,959)	14,848
Cash flows from capital and related financing activities, purchase of capital assets	(83,221)	-	(83,221)
Cash flows from investing activities, interest received	144	764	908
Net increase (decrease) in cash and cash equivalents	6	(71,971)	(71,965)
Cash and cash equivalents:			
May 1, 2008	835	72,371	73,206
April 30, 2009	\$ 841	\$ 400	\$ 1,241

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(Continued)

Village of Sauk Village, Illinois

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

	Business-Type Activities		
	Waterworks Fund	Sewerage Fund	Total
Reconciliation of operating loss to net cash provided by operating activities			
Operating loss	\$ (209,999)	\$ (25,367)	\$ (235,366)
Adjustments to reconcile operating loss to net cash used in operating activities			
Depreciation	224,529	28,097	252,626
Changes in assets and liabilities			
Accounts receivable	(20,784)	(8,087)	(28,871)
Accounts payable	31,730	1,128	32,858
Accrued payroll	-	-	-
Compensated absences	1,008	2,453	3,461
Deposits	(29,208)	-	(29,208)
Total adjustments	207,275	23,591	230,866
Net cash used in operating activities	\$ (2,724)	\$ (1,776)	\$ (4,500)
Supplemental Schedule of Non-Cash Capital Activities			
Developer contributions	\$ 498,355	\$ 27,328	\$ 525,683

See Notes to Basic Financial Statements.

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Village of Sauk Village, Illinois

Statement of Fiduciary Net Assets
April 30, 2009

	Pension Trusts	Agency Flexible Benefits
Assets		
Cash and cash equivalents	\$ 173,508	\$ 4,461
Investments:		
Annuities	3,847,855	-
Mutual funds	88,883	-
Money market mutual funds	200,009	-
Illinois funds	58,890	-
Due from other funds	16,386	-
Total assets	4,385,531	4,461
Liabilities		
Due to employees	-	4,461
Net Assets		
Held in trust for pension benefits	\$ 4,385,531	\$ -

See Notes to Basic Financial Statements.

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Village of Sauk Village, Illinois

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

Additions:	
Contributions:	
Employer	\$ 140,923
Employee	160,019
Total contributions	<u>300,942</u>
Investment income(loss):	
Net depreciation in fair value of investments	(663,174)
Interest	3,207
Less investment expense	(6,622)
Net investment income(loss)	<u>(666,589)</u>
Total additions	(365,647)
Deductions, benefits and refunds	<u>291,916</u>
Change in net assets	(657,563)
Net asset held in trust for pension benefits:	
May 1, 2008	<u>5,043,094</u>
April 30, 2009	<u>\$ 4,385,531</u>

See Notes to Basic Financial Statements.

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Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Financial Reporting Entity, Measurement Focus, Basis of Accounting and Basis of Presentation and Significant Accounting Policies

Nature of Activities

The Village of Sauk Village, Illinois is located in Cook County, Illinois and was first incorporated in 1957 under the provisions of the constitution and the general statutes of the State of Illinois. The Village operates under the council/manager form of government. The Village Board consists of seven elected members that exercise all powers of the Village but are accountable to their constituents for their actions. The Village provides the following services as authorized by its charter: public safety (police, fire, civil defense and emergency), highways and streets, parks and playgrounds, and general administrative services.

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

Financial Reporting Entity

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

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

Fiscal dependency on the primary government.

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

Government-wide and Fund Financial Statements

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

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

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

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

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Financial Reporting Entity, Measurement Focus, Basis of Accounting and Basis of Presentation and Significant Accounting Policies (continued)

Government-wide and Fund Financial Statements (continued)

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

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

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

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

Fund Financial Statements: Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds - General Fund, Debt Service Fund, Sauk Pointe Industrial Park Fund, LogistiCenter at Sauk Village Fund, and Municipal Building Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major enterprise funds – Waterworks Fund and Sewerage Fund.

The Village administers the following major governmental funds:

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

Debt Service Fund – 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.

Sauk Pointe Industrial Park Fund – A capital projects fund, accounts for the revenue generated from the tax incremental finance district for office and light manufacturing development.

LogistiCenter at Sauk Village Fund – A capital projects fund, accounts for the revenue generated from the tax incremental finance district to finance the first phase development and construction of a one-hundred and fifty (150) acre intermodal transportation facility.

Municipal Building Fund – A capital projects fund, accounts for the revenues generated and expenditures related to the construction of the new Village Hall.

The Village administers the following major proprietary funds:

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

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Financial Reporting Entity, Measurement Focus, Basis of Accounting and Basis of Presentation and Significant Accounting Policies (continued)

Government-wide and Fund Financial Statements (continued)

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

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

Measurement Focus, Basis of Accounting and Basis of Presentation

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

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal year (60 days for property taxes).

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

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

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

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

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

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Financial Reporting Entity, Measurement Focus, Basis of Accounting and Basis of Presentation and Significant Accounting Policies (continued)

Assets, Liabilities, and Net Assets or Equity

Cash and cash equivalents

For purposes of reporting cash flows, all highly liquid investments (including restricted amounts) with original maturities of three months or less when purchased are considered to be cash and cash equivalents.

Investments

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

Interfund Receivables, Payables, and Activity

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

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

Prepaid items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Capital Assets

Capital assets which include land and improvements, streets, sidewalks, buildings, storm sewers, sanitary sewers, water distribution system, vehicles, machinery and equipment, and water meters are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial individual cost of more than \$5,000 for machinery and equipment, \$25,000 for property and buildings, and \$50,000 for infrastructure, and an estimated useful life of greater than four years. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

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

Interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Financial Reporting Entity, Measurement Focus, Basis of Accounting and Basis of Presentation and Significant Accounting Policies (continued)

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

Capital Assets (continued)

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

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

	<u>Estimated Useful Lives</u>
Buildings and improvements	20 - 40 years
Waterworks and sewerage systems	10 - 40 years
Machinery and equipment	5 - 25 years
Vehicles	4 - 15 years
Water meters	10 - 20 years
Infrastructure	15 - 40 years

Unearned/Deferred Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned.

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused vacation leave and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is recorded in the governmental funds only if they have matured, as a result of employee resignation or retirement. The General Fund is typically used to liquidate these liabilities.

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Assets. Items such as premiums, discounts, bond issuance costs and gains or losses on bond sales are capitalized and amortized over the life of the related debt.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Financial Reporting Entity, Measurement Focus, Basis of Accounting and Basis of Presentation and Significant Accounting Policies (continued)

Long-Term Obligations (continued)

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

Restricted Net Assets

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

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

Imposed by law through constitutional provisions or enabling legislation.

Fund Balance Reserves

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

Elimination and Reclassification

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

Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

Note 2. Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by the County and issued on or about February 1 and September 1, and are payable in two installments which become delinquent on or about March 1 and October 1.

Property taxes are billed, collected and remitted periodically by the County Treasurer of Cook County, Illinois. A reduction for collection losses based on historical collection experience has been provided to reduce the taxes receivable to the estimated amount to be collected. That portion of the property taxes receivable which is not expected to be collected within sixty (60) days after year-end is not considered to pay current liabilities and is, therefore, shown as deferred revenue.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 3. Cash and Investments

Deposits

Custodial Credit Risks – Deposits

Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village does not have a policy for custodial credit risk. As of April 30, 2009 the carrying amount of the Village's deposits was \$59,450, with bank balances totaling \$373,570. All of the Village's deposits were insured and collateralized at April 30, 2009.

Investments

Investments

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

Investment Type	Fair Value	Investment Maturities (in Years) Less Than 1
Illinois Funds *	\$ 218,032	\$ 218,032
Money Market Fund *	16,719,192	16,719,192
Illinois Metropolitan Investment Fund *	159,595	159,595
	\$ 17,096,819	\$ 17,096,819

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*Weighted average maturity is less than one year.

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

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

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

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

As of April 30, 2009, the Village's investments in investments in the Illinois Funds were rated AAA by Standard & Poor's. The Illinois Metropolitan Investment Fund and Money Market Funds were not rated.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 3. Cash and Investments (continued)

Concentration of Credit Risk – The Village's investment policy does not restrict the amount of investments in any one issuer. More than 5% of the Village's investments are in Annuities. This investment is 18.3% of the Village's total investments. The Illinois Funds Investment Pool, Illinois Metropolitan Investment Funds, Mutual Funds, and Money Market Funds are not subject to concentration credit risk. The Village's investment policy does not address custodial credit risk for investments.

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

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Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets

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

	Balance at May 1, 2008	Additions	Deletions	Balance at April 30, 2009
Governmental activities:				
Capital assets not being depreciated				
Land	\$ 574,003	\$ -	\$ -	\$ 574,003
Construction in progress	3,533,817	-	3,533,817	-
Total capital assets not being depreciated	4,107,820	-	3,533,817	574,003
Capital assets being depreciated:				
Buildings	1,613,180	5,881,870	-	7,495,050
Machinery and equipment	1,955,200	96,751	10,128	2,041,823
Vehicles	2,497,405	959,087	346,490	3,110,002
Infrastructure	32,333,270	2,519,028	-	34,852,298
Total capital assets being depreciated	38,399,055	9,456,736	356,618	47,499,173
Less accumulated depreciation for:				
Buildings	(952,413)	(192,897)	-	(1,145,310)
Machinery and equipment	(1,077,758)	(184,621)	(7,091)	(1,255,288)
Vehicles	(1,822,048)	(269,478)	(346,490)	(1,745,036)
Infrastructure	(29,566,601)	(416,249)	-	(29,982,850)
Total accumulated depreciation	(33,418,820)	(1,063,245)	(353,581)	(34,128,484)
Total capital assets being depreciated, net	4,980,235	8,393,491	3,037	13,370,689
Governmental activities				
Capital assets, net	\$ 9,088,055	\$ 8,393,491	\$ 3,536,854	\$ 13,944,692

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Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets (continued)

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

	Balance at May 1, 2008	Additions	Deletions	Balance at April 30, 2009
Business-type activities:				
Capital assets not being depreciated				
Land	\$ 7,500	\$ -	\$ -	\$ 7,500
Capital assets being depreciated:				
Buildings	47,955	3,162	-	51,117
Waterworks and sewerage system	6,289,211	531,783	-	6,820,994
Machinery and equipment	479,813	73,959	-	553,772
Vehicles	469,211	-	-	469,211
Water meters	644,961	-	-	644,961
Total capital assets being depreciated	7,931,151	608,904	-	8,540,055
Less accumulated depreciation for:				
Buildings	(43,199)	(1,634)	-	(44,833)
Waterworks and sewerage system	(3,716,391)	(149,378)	-	(3,865,769)
Machinery and equipment	(418,590)	(20,330)	-	(438,920)
Vehicles	(391,048)	(22,321)	-	(413,369)
Water meters	(439,698)	(58,963)	-	(498,661)
Total accumulated depreciation	(5,008,926)	(252,626)	-	(5,261,552)
Total capital assets being depreciated, net	2,922,225	356,278	-	3,278,503
Business-type activities				
Capital assets, net	\$ 2,929,725	\$ 356,278	\$ -	\$ 3,286,003

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Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets (continued)

Depreciation was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 160,129
Public safety	405,146
Public works	<u>497,970</u>
Total depreciation expense - governmental activities	<u><u>\$ 1,063,245</u></u>
Business-type activities	
Waterworks	\$ 224,529
Sewerage	<u>28,097</u>
Total depreciation expense - business-type activities	<u><u>\$ 252,626</u></u>

Note 5. Short-Term Obligations

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

	Outstanding Debt as of May 1, 2008	Additions	Reductions	Outstanding Debt as of April 30, 2009
Note payable	<u>\$ -</u>	<u>\$ 500,000</u>	<u>\$ 300,000</u>	<u>\$ 200,000</u>

On September 12, 2008, the Village entered into a note payable with First Midwest Bank in the amount of \$500,000. Interest is payable on the last day of the month at 3.89%. The note matured on April 30, 2009.

On April 30, 2009, the Village renewed the note payable with First Midwest Bank in the amount of \$200,000. Interest is payable on the last day of the month at 4.82%. The note matures on October 31, 2009. The note is collateralized by all of the Village's deposit accounts with the bank.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 6. Long-Term Obligations

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

	Outstanding Debt as of May 1, 2008	Additions	Reductions	Accreted Interest	Outstanding Debt as of April 30, 2009	Due within one year
Alternate revenue bonds	\$ 26,687,614	\$ 17,500,000	\$ 670,000	\$ 594,823	\$ 44,112,437	\$ 1,328,035
Unamortized bond issuance costs	(521,539)	(881,617)	47,432	-	(1,355,724)	-
Capital lease	-	121,785	-	-	121,785	22,088
Compensated absences	101,653	221,059	212,999	-	109,713	50,000
Net pension obligation*	631,833	215,271	-	-	847,104	-
	<u>\$ 26,899,561</u>	<u>\$ 17,176,498</u>	<u>\$ 930,431</u>	<u>\$ 594,823</u>	<u>\$ 43,835,315</u>	<u>\$ 1,400,123</u>

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

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

	Outstanding Debt as of May 1, 2008	Additions	Reductions	Outstanding Debt as of April 30, 2009	Due within one year
Compensated absences	\$ 37,501	\$ 53,422	\$ 49,961	\$ 40,962	\$ 40,962

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 6. Long-Term Obligations (continued)

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

Alternate Revenue Bonds:

1997 General obligation (alternate revenue source) tax increment financing bond issue which provides for serial retirement of principal at the rate of \$290,000 in 2010 with an interest rate of 5.0%. Payments are to be funded by operations of the Sauk Point Industrial Park TIF. \$ 290,000

2000 General obligation (alternate revenue source) tax increment financing bond issue which provides for serial retirement of the principal at the rate of \$110,000 in 2010, \$95,000 in 2011 and \$675,000 in 2012 with interest rates between 5.30% and 5.50%. Payments are to be funded by operations of the Sauk Point Industrial Park TIF. 880,000

2002A General obligation (alternate revenue source) tax increment refunding bond issue which provides for serial retirement of the principal at the rate of \$385,000 in 2011, \$485,000 in 2012, \$505,000 in 2013, \$530,000 in 2014, \$650,000 in 2015, \$685,000 in 2016, \$715,000 in 2017, \$755,000 in 2018, \$900,000 in 2019, \$945,000 in 2020, \$1,000,000 in 2021, \$1,055,000 in 2022, and \$1,145,000 in 2023 with interest rates between 5.00% and 5.35%. Payments are to be funded by operations of the LogistiCenter at Sauk Village TIF. 9,755,000

2002B General obligation (alternate revenue source) tax increment financing bond issue which provides for serial retirement of the principal at the rate of \$623,765 in 2013, \$632,036 in 2014, \$633,834 in 2015, \$639,197 in 2016, \$640,638 in 2017, \$647,628 in 2018, \$650,155 in 2019, \$653,942 in 2020, \$658,302 in 2021, \$659,763 in 2022 and \$661,596 in 2023 with interest rates between 5.00% and 5.95% (Including accreted interest at \$2,101,500). Payments are to be funded by operations of the LogistiCenter at Sauk Village TIF. 7,100,856

2003 General obligation (alternate revenue source) tax increment refunding bond issue which provides for serial retirement of the principal at the rate of \$260,000 in 2010, and \$630,000 in 2011 with interest rates between 3.00% and 3.30%. Payments are to be funded by operations of the Sauk Point Industrial Park TIF. 890,000

2007A General obligation (alternate revenue source) bond issue which provides for serial retirement of the principal at the rate of \$659,367 in 2010, \$634,076 in 2011, \$609,151 in 2012, \$584,638 in 2013, \$564,653 in 2014, \$540,865 in 2015, \$513,825 in 2016, \$494,803 in 2017, \$472,571 in 2018 and \$447,632 in 2019 with interest rates between 3.85% and 4.30% (Including accreted interest at \$319,971). Payments are to be funded by operations of the General Fund and LogistiCenter at Sauk Village TIF. 5,521,581

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 6. Long-Term Obligations (continued)

<p>2007B General obligation (alternate revenue source) bond issue which provides for serial retirement of the principal at the rate of \$30,000 in 2010, \$30,000 in 2011, \$35,000 in 2012, \$40,000 in 2013, \$40,000 in 2014, \$45,000 in 2015, \$50,000 in 2016, \$55,000 in 2017, \$60,000 in 2018, \$65,000 in 2019, \$75,000 in 2020, \$80,000 in 2021, \$85,000 in 2022, \$95,000 in 2023, \$100,000 in 2024, \$110,000 in 2025, \$120,000 in 2026, \$125,000 in 2027 and \$140,000 in 2028 with interest rates between 3.85% and 5.00%. Payments are to be funded by operations of the Emergency Telephone System Fund.</p>	<p>\$ 1,380,000</p>
<p>2007C General obligation (alternate revenue source) bond issue which provides for serial retirement of the principal at the rate of \$15,000 in 2010, \$20,000 in 2011, \$20,000 in 2012, \$20,000 in 2013, \$25,000 in 2014, \$25,000 in 2015, \$30,000 in 2016, \$30,000 in 2017, \$35,000 in 2018, \$40,000 in 2019, \$40,000 in 2020, \$45,000 in 2021, \$50,000 in 2022, \$55,000 in 2023, \$60,000 in 2024, \$65,000 in 2025, \$65,000 in 2026, \$75,000 in 2027 and \$80,000 in 2028 with interest rates between 3.90% and 5.00%. Payments are to be funded by operations of the Fire Protection Fund.</p>	<p>795,000</p>
<p>2008 General obligation (alternate revenue source) tax increment financing bond issue which provides for serial retirement of the principal at the rate of \$20,000 in 2011, \$30,000 in 2012, \$85,000 in 2013, \$185,000 in 2014, \$165,000 in 2015, \$175,000 in 2016, \$230,000 in 2017, \$215,000 in 2018, \$160,000 in 2019, \$210,000 in 2020, \$185,000 in 2021, \$150,000 in 2022, \$220,000 in 2023, \$1,295,000 in 2024, \$1,470,000 in 2025, \$1,355,000 in 2026, \$1,075,000 in 2027, \$1,110,000 in 2028 and \$1,165,000 in 2029 with interest rates between 5.40% and 7.25%. Payments are to be funded by operations of the LogistiCenter at Sauk Village TIF.</p>	<p>9,500,000</p>
<p>2009 General obligation (alternate revenue source) tax increment financing bond issue which provides for serial retirement of the principal at the rate of \$55,000 in 2011, \$70,000 in 2012, \$110,000 in 2013, \$170,000 in 2014, \$160,000 in 2015, \$245,000 in 2016, \$170,000 in 2017, \$120,000 in 2018, \$145,000 in 2019, \$70,000 in 2020, \$20,000 in 2021, \$125,000 in 2022, \$20,000 in 2023, \$770,000 in 2024, \$840,000 in 2025, \$635,000 in 2026, \$595,000 in 2027, \$1,065,000 in 2028 and \$2,615,000 in 2029 with interest rates between 4.50% and 7.50%. Payments are to be funded by operations of the LogistiCenter at Sauk Village TIF.</p>	<p>8,000,000</p>
<p>Less unamortized bond issuance costs</p>	<p>(1,355,724)</p>
<p>Total alternate revenue bonds</p>	<p><u>42,756,713</u></p>
<p>Capital Lease</p>	<p>121,785</p>
<p>Compensated Absences</p>	<p>109,713</p>
<p>Net Pension Obligation</p>	<p>847,104</p>
<p>Total</p>	<p><u><u>\$ 43,835,315</u></u></p>

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 6. Long-Term Obligations (continued)

The annual payments to amortize the principal amount of all outstanding alternate revenue bonds as of April 30, 2009, excluding accreted interest of \$2,421,471 are as follows:

Year Ending	Alternative Revenue Bonds		Total
	Principal	Interest	
2010	\$ 1,328,035	\$ 1,588,064	\$ 2,916,099
2011	1,833,704	1,766,028	3,599,732
2012	1,889,749	1,736,005	3,625,754
2013	1,765,328	1,992,799	3,758,127
2014	1,937,811	2,026,566	3,964,377
2015-2019	10,519,805	10,418,631	20,938,436
2020-2024	9,711,534	8,415,133	18,126,667
2025-2029	12,705,000	2,294,076	14,999,076
	<u>\$ 41,690,966</u>	<u>\$ 30,237,302</u>	<u>\$ 71,928,268</u>

The Village's legal debt limitation of \$10,209,142 is based on 8.625% of the 2008 equalized assessed valuation of \$118,366,861. Alternate revenue bonds of \$41,690,966 are not included for purposes of legal debt margin calculation.

The Village has issued debt over several years to be paid by pledged revenue sources. The 1997 and 2000 bonds are to be paid from property tax revenue of the Sauk Point Industrial Park TIF, The 2002, 2004, 2008, 2009 and a portion of the 2007A bonds are to be paid from property tax revenue of the LogistiCenter TIF Fund. A portion of the 2007A bonds will be paid from impact fees from the General Fund. The 2007B bonds are to be paid from 911 and wireless surcharge revenue of the Emergency Telephone System Fund. The 2007C bonds are to be paid from fire property revenue of the Fire Protection Fund. These pledges will remain until all bonds are retired. The amount of the pledges remaining as of April 30, 2009 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Remaining	Commitment End Date
1997	Property taxes	\$ 304,500	12/01/2009
2000	Property taxes	1,007,370	12/01/2011
2002	Property taxes	26,185,860	06/01/2022
2003	Property taxes	939,380	12/01/2010
2007A	Impact fees/Property taxes	6,870,000	12/01/2018
2007B	Wireless surcharge revenue	2,162,680	12/01/2027
2007C	Property taxes	1,265,670	12/01/2027
2008	Property taxes	18,608,585	12/01/2028
2009	Property taxes	14,584,223	04/01/2029

The secured debt was issued to provide improvements to the tax increment financing districts and roads of the Village, upgrade the Village's 911 system, purchase a fire truck, build a new Village Hall, and reimburse a developer for TIF related expenditures.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 6. Long-Term Obligations (continued)

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

Debt Issue	Pledged Revenue Source	Pledge Revenue	Principal and Interest Retired	Percentage of Revenue Pledged
1997	Property taxes	\$ 1,175,039	\$ 277,000	23.57%
1998	MFT allotments	276,496	51,340	18.57%
2000	Property taxes	1,175,039	95,400	8.12%
2002	Property taxes	2,067,683	498,490	24.11%
2003	Property taxes	2,067,683	321,428	15.55%
2007A	Impact fees/Property taxes	2,067,683	-	0.00%
2007B	Wireless surcharge revenue	90,071	86,355	95.87%
2007C	Property taxes	614,311	51,730	8.42%
2008	Property taxes	2,067,683	-	N/A
2009	Property taxes	2,067,683	-	N/A

Note 7. Capital Lease Obligations

The Village leases a vehicle under a capital lease, which expires in January 2014. The annual lease payment, including interest ranging at 4.89%, is \$28,044. The net book value of the vehicle acquired under the capital lease is \$117,428 and is included under vehicles in the governmental activities capital assets.

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

Year ending April 30:	
2010	\$ 28,044
2011	28,044
2012	28,044
2013	28,044
2014	28,044
Total minimum lease payments	<u>140,220</u>
Less amount representing interest	18,435
Present value of net minimum lease payments	<u>121,785</u>
Less current portion	<u>22,088</u>
Long-term portion	<u><u>\$ 99,697</u></u>

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 8. Employee Retirement Plans

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

Illinois Municipal Retirement Fund

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

Funding Policy. As set by statute, the Village regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The government contribution rate for calendar year 2008 was 7.58 percent of annual covered payroll. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For calendar 2008, the Village's annual pension cost of \$118,858 for the regular plan was equal to the government's required and actual contributions.

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/08	\$ 118,858	100%	\$ -
12/31/07	116,667	100%	-
12/31/06	127,458	100%	-

The required contribution for 2008 was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 11.6 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3.0 percent annually. The actuarial value of the Village regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The government regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at the December 31, 2006, valuation was 5 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the regular plan was 73.42 percent funded. The actuarial accrued liability for benefits was \$3,451,656 and the actuarial value of assets was \$2,534,073, resulting in an underfunded actuarial accrued liability (UAAL) of \$917,583. The covered payroll (annual payroll of active employees covered by the plan) was \$1,568,052 and the ratio of the UAAL to the covered payroll was 59 percent.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 8. Employee Retirement Plans (continued)

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

Police Pension Plan

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

Costs of administering the plan are financed through employee and employer contributions. Covered employees are required to contribute 9.91 percent of their base salary to the Police Pension Plan. The member rate is determined by state statute. The Village is required to contribute at an actuarially determined rate. The Village's most recent actuarial determination was as of April 30, 2009. The employer rate for fiscal year 2009 was 9.11 percent of covered payroll.

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

Annual required contribution	\$ 324,147
Interest on net pension obligation	42,716
Adjustment to annual requirement contribution	(29,175)
Annual pension cost	<u>337,688</u>
Contributions made	<u>131,446</u>
Increase in net pension obligation	206,242
Net pension obligation, beginning of year	<u>610,235</u>
Net pension obligation, end of year	<u>\$ 816,477</u>

The annual required contribution for the year ended April 30, 2009, was determined as part of the April 30, 2009, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0 percent investment rate of return, (b) projected salary increases of 5.5 percent, (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Police Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2009, was 24 years.

As of April 30, 2009, the plan was 50.27 percent funded. The actuarial accrued liability for benefits was \$8,508,959 and the actuarial accrued value of assets was \$4,277,100, resulting in an unfunded actuarial accrued liability (UAAL) of \$4,231,859. The covered payroll (annual payroll of active employees covered by the plan) was \$1,422,117 and the ratio of UAAL to covered pay was 293.45 percent.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 8. Employee Retirement Plans (continued)

Trend Information

Fiscal Year Ending	Annual Pension Costs (APC)	Percentage of APC Contributed	Annual Pension Contributions	Net Pension Obligation
4/30/09	\$ 337,688	38.9 %	\$ 131,446	\$ 816,477
4/30/08	298,037	44.1	131,561	610,235
4/30/07	284,216	43.3	122,985	449,004

Membership in the plan consisted of the following as of April 30, 2009:

Retirees and beneficiaries receiving benefits	9
Terminated plan members entitled to but not yet receiving benefits	4
Active vested plan members	10
Active nonvested plan members	16
Total members	<u><u>39</u></u>

Fire Pension Plan

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

Costs of administering the plan are financed through employee and employer contributions. Covered employees are required to contribute 9.46 percent of their base salary to the Fire Pension Plan. The member rate is determined by state statute. The Village is required to contribute at an actuarially determined rate. The Village's most recent actuarial determination was as of April 30, 2009. The employer rate for fiscal year 2009 was 6.903 percent of covered payroll.

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

Annual required contribution	\$ 17,749
Interest on net pension obligation	1,512
Adjustment to annual requirement contribution	(755)
Annual pension cost	<u>18,506</u>
Contributions made	<u>9,477</u>
Increase in net pension obligation	9,029
Net pension obligation, beginning of year	<u>21,598</u>
Net pension obligation, end of year	<u><u>\$ 30,627</u></u>

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 8. Employee Retirement Plans (continued)

The annual required contribution for the year ended April 30, 2009, was determined as part of the April 30, 2009, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0 percent investment rate of return, (b) projected salary increases of 5.5 percent, (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Fire Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Fire Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2009, was 36 years.

As of April 30, 2009, the plan was 52.12 percent funded. The actuarial accrued liability for benefits was \$208,209 and the actuarial accrued value of assets was \$108,511, resulting in an unfunded actuarial accrued liability (UAAL) of \$99,698. The covered payroll (annual payroll of active employees covered by the plan) was \$137,297 and the ratio of UAAL to covered pay was 72.61 percent.

Trend Information

Fiscal Year Ending	Annual Pension Costs (APC)	Percentage of APC Contributed	Annual Pension Contributions	Net Pension Obligation
4/30/09	\$ 18,506	51.2 %	\$ 9,477	\$ 30,627
4/30/08	16,380	51.9	10,155	21,598
4/30/07	16,380	51.9	8,494	13,712

Membership in the plan consisted of the following as of April 30, 2009:

Retirees and beneficiaries receiving benefits	-
Terminated plan members entitled to but not yet receiving benefits	-
Active vested plan members	-
Active nonvested plan members	2
Total members	2

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 8. Employee Retirement Plans (continued)

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

	Police Pension	Fire Pension	Total
Assets			
Cash and cash equivalents	\$ 65,781	\$ 107,727	\$ 173,508
Investments:			
Annuities	3,847,855	-	3,847,855
Mutual funds	88,883	-	88,883
Money market mutual funds	200,009	-	200,009
Illinois funds	58,890	-	58,890
Due from other funds	15,682	704	16,386
Total assets	4,277,100	108,431	4,385,531
Liabilities			
	-	-	-
Net Assets			
Held in trust for pension benefits	\$ 4,277,100	\$ 108,431	\$ 4,385,531

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Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 8. Employee Retirement Plans (continued)

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

	Police Pension	Fire Pension	Total
Additions:			
Contributions:			
Employer	\$ 131,446	\$ 9,477	\$ 140,923
Employee	146,270	13,749	160,019
Total contributions	277,716	23,226	300,942
Investment income(loss):			
Net dereciation in fair value of investments	(663,174)	-	(663,174)
Interest	2,283	924	3,207
Less investment expense	(6,225)	(397)	(6,622)
Net investment income(loss)	(667,116)	527	(666,589)
Total additions	(389,400)	23,753	(365,647)
Deductions, benefits and refunds	291,916	-	291,916
Change in net assets	(681,316)	23,753	(657,563)
Net asset held in trust for pension benefits:			
May 1, 2008	4,958,416	84,678	5,043,094
April 30, 2009	\$ 4,277,100	\$ 108,431	\$ 4,385,531

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Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 9. Other Financial Disclosures (FFS Level Only)

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

Fund	Due from	Due to
General		
Debt Service	\$ 1,070	\$ -
LogistiCenter at Sauk Village	4,500	-
Nonmajor Governmental	32,836	775,346
Waterworks	114,775	-
Sewerage	-	201,097
Pension Trust	-	16,386
	<u>153,181</u>	<u>992,829</u>
Debt Service		
General	-	1,070
Sauk Pointe Industrial Park		
LogistiCenter at Sauk Village	-	215,341
Municipal Building	7,050	-
	<u>7,050</u>	<u>215,341</u>
LogistiCenter at Sauk Village		
General	-	4,500
Sauk Pointe Industrial Park	215,341	-
	<u>215,341</u>	<u>4,500</u>
Municipal Building		
Sauk Pointe Industrial Park	-	7,050
Nonmajor Governmental		
General	775,346	32,836
Waterworks:		
General	-	114,775
Sewerage	1,299	-
	<u>1,299</u>	<u>114,775</u>
Sewerage:		
General	201,097	-
Waterworks	-	1,299
	<u>201,097</u>	<u>1,299</u>
Police Trust		
General	16,386	-
Total	<u>\$ 1,369,700</u>	<u>\$ 1,369,700</u>

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

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 9. Other Financial Disclosures (FFS Level Only) (continued)

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

Fund	Transfer From	Transfer To
General:		
LogistiCenter at Sauk Village	\$ 161,498	\$ -
Municipal Building	10,374	-
Nonmajor Governmental	63,365	496,610
	<u>235,237</u>	<u>496,610</u>
Debt Service:		
Sauk Pointe Industrial Park	2,046,119	-
LogistiCenter at Sauk Village	4,822,463	-
Nonmajor Governmental	368,359	-
	<u>7,236,941</u>	<u>-</u>
Sauk Pointe Industrial Park, LogistiCenter at Sauk Village Debt Service	- - -	768,574 2,046,119 2,814,693
LogistiCenter at Sauk Village, Debt Service Sauk Pointe Industrial Park General	- 768,574 - -	4,822,463 - 161,498 4,983,961
Municipal Building, General	- -	10,374
Nonmajor governmental:		
General	496,610	63,365
Debt Service	-	368,359
	<u>496,610</u>	<u>431,724</u>
Total	<u>\$ 8,737,362</u>	<u>\$ 8,737,362</u>

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Interfund transfers are to pledged revenues to debt service fund to cover current and future debt service payments, transfer monies accumulated in the general fund to the fire protection fund for creation of new fund, cover expenses incurred in the general fund for work related to other funds, and monies from conjoining tax increment financing districts to assist with the development of the District.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 9. Other Financial Disclosures (FFS Level Only) (continued)

The following funds had deficit fund balances at April 30, 2009:

<u>Fund</u>	<u>Deficit</u>
General	\$ 779,429
Municipal Building	3,295
SurreyBrook Plaza	19,279

The Village plans to fund the deficit fund balance in the General Fund through the reduction of expenditures in future years and increased charges.

The Village plans to fund the deficit fund balance in the Municipal Building Fund through impact fees.

The Village plans to fund the deficit fund balance in the SurreyBrook Plaza Fund through future property tax revenues.

The following funds over expended their budgets at April 30, 2009:

<u>Fund</u>	<u>Amount</u>
LogistiCenter at Sauk Village	\$ 9,706,049
Utility Tax	66,180

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Note 10. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction to assets; errors and omissions; injuries to employees; and natural disasters. The Village participates in the Illinois Municipal League (IML) which is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs. The Village pays annual premiums to IML for its workers' compensation, general liability and property coverage.

The Village assumes the first \$1,000 of each occurrence, and IML has a mix of self-insurance and commercial insurance at various amounts above that level. The Village appoints one delegate, along with an alternate delegate, to represent the Village on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors.

The Village, along with IML's other members, has a contractual obligation to fund any deficit of IML attributable to a membership year during which it was a member. Supplemental contributions may be required to fund these deficits. There have been no supplemental contributions in any of the last three fiscal years.

The Village contracts with a commercial insurance company for its health insurance. To date, health insurance claims have not exceeded coverage.

The Village has not had a significant reduction in insurance coverage during the current year, nor did settlements exceed insurance coverage in any of the last three years.

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 11. Commitments

The Village is committed to pay several developers within tax incremental finance (TIF) districts after the developers have completed certain project improvements and satisfied other conditions. These conditions vary from developer to developer; however, in all cases these amounts are only due to be paid from future revenues which will arise from the new development within the new districts. For the year ended April 30, 2009, the Village expended \$8,400,000 under these agreements.

Note 12. Litigation

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

Note 13. Deferred Compensation Plan

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. For the fiscal year ended April 30, 2009, the Village made no contribution.

Note 14. Other Post Employment Benefits

The Village Board provides postretirement health insurance benefits, as per the requirements of a local ordinance, for all employees who retire from the Village on or after attaining age 55 (age 50 for police officers) with at least 10 years of service, until the retiree reaches the age of 65. As of April 30, 2009, five (5) retirees have met those eligibility requirements. The Village pays the following percentage of the monthly premium, based on the number of years of service, until the retiree becomes eligible for Medicare.

<u>Length of Service</u>	<u>Premiums Paid by Village</u>
10 to 15 years	50%
15 to 20 years	75%
20 years or more	100%

During the year ended April 30, 2009, the Village expended \$43,946 for postretirement health care. The Village funds this program on a pay-as-you-go basis.

Note 15. Pronouncements Issued But Not Yet Adopted

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension*, will be effective for the Village beginning with its year ending April 30, 2010. This Statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures and, if applicable, required supplementary information in the financial reports of state and local governments.

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

Village of Sauk Village, Illinois

Notes to Basic Financial Statements

Note 9. Pronouncements Issued But Not Yet Adopted (continued)

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

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

GASB Statement No. 54, *Fund Balance Reporting and Government Fund Type Definition*, this Statement, issued March 2009, will be effective for the Village beginning with its year ending April 30, 2012. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

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

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Village of Sauk Village, Illinois

Schedule of Funding Progress
Illinois Municipal Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2008	\$ 2,534,073	\$ 3,451,656	\$ 917,583	73.42 %	\$ 1,568,052	58.52 %
12/31/2007	2,982,772	3,092,316	109,544	96.46	1,519,096	7.21
12/31/2006	3,033,020	2,975,496	(57,524)	101.93	1,448,391	N/A

On a market value basis, the actuarial value of assets as of December 31, 2008 is \$1,620,173. On a market value basis, the funded ratio would be 46.94%.

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Village of Sauk Village, Illinois

Schedule of Funding Progress
Police Pension Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL is a Percentage of Covered Payroll ((b-a)/c)
04/30/2009	\$ 4,277,100	\$ 8,508,959	\$ 4,231,859	50.27 %	\$ 1,442,117	293.45 %
04/30/2008	N/A	N/A	N/A	N/A	N/A	N/A
04/30/2007	4,956,107	7,345,490	2,389,383	67.47	1,183,499	201.89
04/30/2006	4,573,100	7,375,482	2,802,382	62.00	1,203,353	232.88
04/30/2005	4,088,404	6,220,739	2,132,335	65.72	1,067,430	199.76
04/30/2004	3,867,248	5,815,517	1,948,269	66.50	1,068,434	182.35

N/A – The Village is required to have an actuarial valuation done bi-annually. No valuation was done for the year-ended April 30, 2008.

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Village of Sauk Village, Illinois

Schedule of Funding Progress
Fire Pension Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL is a Percentage of Covered Payroll ((b-a)/c)
04/30/2009	\$ 108,511	\$ 208,209	\$ 99,698	52.12 %	\$ 137,297	72.61 %
04/30/2008	N/A	N/A	N/A	N/A	N/A	N/A
04/30/2007	60,947	98,697	37,750	61.75	125,093	30.18
04/30/2006	44,779	70,448	25,669	63.56	66,436	38.64
04/30/2005	38,213	42,989	4,776	88.89	61,550	7.76

Information presented for as many years as available.

N/A – The Village is required to have an actuarial valuation done bi-annually. No valuation was done for the year-ended April 30, 2008.

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Village of Sauk Village, Illinois

Schedule of Employer Contributions
Police Pension Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
Fiscal Year		
2009	\$ 324,147	40.55 %
2008	298,037	44.14
2007	272,928	45.06
2006	234,168	47.58
2005	234,168	41.63
2004	179,048	48.41

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Village of Sauk Village, Illinois

Schedule of Employer Contributions
Fire Pension Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
Fiscal Year		
2009	\$ 17,749	53.39 %
2008	15,880	63.95
2007	15,880	53.49
2006	15,880	13.65
2005	25,795	100.00

Information presented for as many years as available.

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Village of Sauk Village, Illinois

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

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 1,499,510	\$ 1,689,033	\$ 189,523
Licenses and permits	417,500	273,657	(143,843)
Charges for services	1,107,935	1,026,835	(81,100)
Intergovernmental	1,502,250	1,424,972	(77,278)
Fines and forfeitures	200,000	205,544	5,544
Interest	10,000	2,351	(7,649)
Impact Fees	1,500,000	-	(1,500,000)
Miscellaneous	89,750	90,104	354
Total revenues	6,326,945	4,712,496	(1,614,449)
Expenditures:			
Current:			
General government	1,795,580	1,672,223	123,357
Public safety	3,806,420	3,506,783	299,637
Public works	601,190	506,144	95,046
Debt service, interest and fees	-	9,403	(9,403)
Capital outlay	1,800,000	6,963	1,793,037
Total expenditures	8,003,190	5,701,516	2,301,674
(Deficiency) of revenues (under) expenditures	(1,676,245)	(989,020)	687,225
Other financing sources (uses):			
Transfer in	283,500	235,237	(48,263)
Transfer (out)	-	(496,610)	(496,610)
Sale of capital assets	7,500	4,756	(2,744)
Total other financing sources (uses)	291,000	(256,617)	(547,617)
Change in fund balance	\$ (1,385,245)	(1,245,637)	\$ 139,608
Fund balance (deficit):			
May 1, 2008		468,587	
April 30, 2009		\$ (777,050)	

See note to required supplementary information

Village of Sauk Village, Illinois

Note to Required Supplementary Information

Note 1. Budgetary Information

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

All departments of the Village submit requests for appropriations to the Village's administrator so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The Village submits to the Village Board of Trustees a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted by the Village to obtain taxpayer comments.

Subsequently, the budget is legally enacted through passage of an ordinance.

Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service and capital projects funds.

Legal budgets for the general, special revenue, debt service, capital projects, and enterprise funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

Budgetary authority lapses at the year-end.

State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. The level of legal control is generally considered the fund budget in total.

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Budgeted amounts are as originally adopted. During fiscal year 2009, no supplementary budget appropriations were necessary.

Supplemental Information

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Village of Sauk Village, Illinois

Balance Sheet
 General Fund
 April 30, 2009

Assets

Cash and cash equivalents		\$ 16,977
Receivables:		
Property taxes		980,321
Other		200,107
Due from other governmental agencies:		
Income taxes	269,297	
Municipal retailers occupation taxes	45,866	
Replacement taxes	6,176	
Court fines	6,023	327,362
Due from other funds		153,181
Prepaid items		234,200
Total assets		\$ 1,912,148

Liabilities and Fund Balance

Liabilities

Checks in excess of bank balance		\$ 118,679
Accounts payable		328,298
Accrued payroll		69,071
Due to other funds		992,829
Deferred revenue		980,321
Note payable		200,000
Total liabilities		2,689,198

Fund balance (deficit):

Reserved for prepaid items		234,200
Unreserved		(1,011,250)
Total fund balance		(777,050)

Total liabilities and fund balance		\$ 1,912,148
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Village of Sauk Village, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual

General Fund

Year Ended April 30, 2009

	Budget	Actual
Revenues:		
Property taxes	\$ 1,499,510	\$ 1,689,033
Licenses and permits:		
Vehicle licenses	135,000	124,141
Business licenses	70,000	58,233
Liquor licenses	8,000	6,510
Animal licenses	6,500	5,822
Building permits	165,000	46,366
Vending machine licenses	4,500	3,320
Building occupation and inspection	25,000	25,550
Other permits and licenses	3,500	3,715
	417,500	273,657
Charges for services:		
Rental income	38,550	27,981
General fund services	328,950	328,950
Cable TV franchise fees	72,500	72,601
Police and fire reports	1,500	2,000
Animal redemption	550	-
Fire dispatch fee	19,385	19,385
Utility tax	575,000	529,950
Garbage collection fee	39,000	23,481
Carnival sponsorship	7,500	6,045
Other	25,000	16,442
	1,107,935	1,026,835
Intergovernmental:		
State income taxes	1,100,000	1,066,750
Municipal sales taxes	350,000	320,354
Replacement taxes	38,000	32,368
Welch Park donations	1,250	-
School District #168 grant	3,000	3,000
Youth program grant	10,000	-
Parks and playground grant	-	2,500
	1,502,250	1,424,972
Fines and forfeitures:		
Police fines	160,000	124,194
Tow release fees	40,000	81,350
	200,000	205,544
Interest	10,000	2,351
Impact Fees	1,500,000	-

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Village of Sauk Village, Illinois

Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

General Fund (continued)

Year Ended April 30, 2009

	Budget	Actual
Revenues: (continued)		
Miscellaneous:		
Refunds and reimbursements	\$ 47,500	\$ 43,154
Concessions	4,250	2,954
Training reimbursement	6,000	15,228
Security detail	12,000	1,145
Other	20,000	27,623
	<u>89,750</u>	<u>90,104</u>
Total revenues	<u>6,326,945</u>	<u>4,712,496</u>
Expenditures:		
General government:		
Finance and administration:		
Regular employee wages	251,660	231,568
Overtime	300	-
Fringe benefits	74,300	58,990
Office supplies	7,200	7,087
Computer software supplies	3,000	4,365
Tools and equipment	720	1,314
Other materials and supplies	300	1,249
Telephone	7,200	6,299
Postage	8,400	4,955
Insurance	434,400	378,316
Printing	2,400	4,144
Equipment repair and maintenance	3,600	1,716
Organization business expense	1,800	1,420
Professional development	6,720	4,714
Publications and memberships	1,800	1,159
Professional services	288,000	412,034
Computer contractual services	12,000	8,951
Public information	4,800	5,901
Other rents and leases	600	524
Other contractual services	3,600	6,544
Refunds	300	84
Contingency	2,120	-
Total finance and administration	<u>1,115,220</u>	<u>1,141,334</u>
Elected officials:		
Public official wages	86,400	68,559
Fringe benefits	6,560	5,245
Telephone	6,000	5,050
Printing	240	86
Professional development	13,200	10,583
Publications and memberships	11,400	5,006
Public information	18,000	18,074

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Village of Sauk Village, Illinois

Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

General Fund (continued)

Year Ended April 30, 2009

	Budget	Actual
Expenditures: (continued)		
General government: (continued)		
Elected officials: (continued)		
Other rents and leases	\$ 300	\$ -
Special events	23,400	21,366
Carnival	9,000	8,967
Economic development committee	600	-
Human relations commission	900	592
Beautification committee	1,200	1,370
Fire and police commission	18,000	24,388
Public relations committee	2,400	735
Housing authority commission	900	-
Zoning board of appeals	1,200	-
Senior citizens committee	960	929
Other contractual services	3,600	-
Total elected officials	204,260	170,950
Community development:		
Regular employee wages	259,130	226,938
Overtime	1,200	111
Fringe benefits	116,050	77,645
Office supplies	1,200	470
Vehicle expense	8,700	6,161
Uniforms and clothing	1,800	735
Operating supplies	300	163
Computer software supplies	120	(151)
Tools and equipment	480	-
Other materials and supplies	480	73
Telephone	4,800	3,159
Postage	2,400	2,404
Printing	2,400	2,804
Vehicle repair and maintenance	4,800	1,961
Organization business expense	60	-
Professional development	6,000	383
Publications and memberships	480	210
Professional services	48,000	19,416
Computer contractual services	3,300	1,251
Intergovernmental services	5,400	3,540
Other contractual services	8,400	12,216
Refunds	600	450
Total community development	476,100	359,939
Total general government	1,795,580	1,672,223

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Village of Sauk Village, Illinois

Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

General Fund (continued)

Year Ended April 30, 2009

	Budget	Actual
Expenditures: (continued)		
Public safety:		
Police department:		
Employee wages	\$ 1,793,620	\$ 1,599,312
Part-time wages	16,200	11,418
Overtime	330,000	272,539
Fringe benefits	715,170	590,586
Pension contributions	-	131,228
Office supplies	15,000	8,728
Vehicle expense	82,560	78,790
Uniforms and clothing	41,400	37,148
Facility maintenance supplies	1,440	1,402
Operating supplies	18,000	15,963
Computer software supplies	2,400	6,720
Tools and equipment	3,600	1,188
Construction supplies	1,200	1,766
Other materials and supplies	1,800	919
Telephone	18,000	18,927
Postage	4,080	4,472
Printing	5,160	3,898
Equipment repair and maintenance	18,000	18,016
Vehicle repair and maintenance	46,800	67,640
Organization business expense	2,400	1,525
Professional development	31,800	16,317
Academy training	15,600	34,174
Publications and memberships	1,560	740
Professional services	13,800	12,556
Computer contractual services	15,000	11,269
Intergovernmental services	12,000	4,254
Public information	1,500	1,032
Other rents and leases	4,320	5,459
Other contractual services	13,200	42,738
Tow release fee	24,000	400
Refunds	-	250
Total police department	3,249,610	3,001,374

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Village of Sauk Village, Illinois

Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

General Fund (continued)

Year Ended April 30, 2009

	Budget	Actual
Expenditures: (continued)		
Public safety: (continued)		
Civil defense:		
Part-time wages	\$ 57,600	\$ 63,090
Employer fringe benefits	4,410	4,827
Office supplies	840	153
Vehicle expense	8,400	8,858
Uniforms and clothing	3,000	1,378
Facility maintenance supplies	300	362
Operating supplies	1,200	653
Computer software supplies	300	-
Tools and equipment	240	7
Other materials and supplies	240	-
Telephone	3,000	2,691
Equipment repair and maintenance	900	4,936
Vehicle repair and maintenance	4,500	3,475
Organization business expense	300	525
Professional development	3,000	2,369
Publications and memberships	240	-
Computer contractual services	360	-
Professional services	300	475
Other rents and leases	2,400	1,623
Total civil defense	<u>91,530</u>	<u>95,422</u>
Dispatch:		
Regular wages	235,260	209,785
Part-time wages	36,000	6,801
Overtime	-	34,778
Employer fringe benefits	148,660	122,178
Office supplies	600	485
Uniforms and clothing	2,700	608
Operating supplies	300	3
Computer software supplies	-	1,644
Other materials and supplies	-	299
Telephone	9,600	9,787
Equipment repair and maintenance	15,000	17,556
Professional development	2,400	-
Professional services	-	115
Computer contractual services	14,400	5,908
Other contractual services	360	40
Total dispatch	<u>465,280</u>	<u>409,987</u>
Total public safety	<u>3,806,420</u>	<u>3,506,783</u>

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Village of Sauk Village, Illinois

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

	Budget	Actual
Expenditures: (continued)		
Public works:		
Public grounds and buildings:		
Regular employee wages	\$ 74,100	\$ 60,706
Part-time wages	18,240	6,878
Overtime	5,400	6,416
Fringe benefits	33,120	23,822
Vehicle expense	19,800	12,426
Uniforms and clothing	1,440	947
Facility maintenance supplies	20,400	20,076
Operating supplies	420	305
Computer software supplies	360	60
Tools and equipment	1,200	873
Construction supplies	4,800	3,883
Telephone	2,160	2,974
Equipment repair and maintenance	4,200	1,922
Vehicle repair and maintenance	1,200	244
Facility maintenance	52,800	46,626
Professional services	420	190
Other rents and leases	1,800	801
Other contractual services	1,800	1,357
Total public grounds and buildings	243,660	190,506
Streets:		
Regular employee wages	117,320	105,559
Part-time wages	9,120	6,455
Overtime	10,800	14,900
Fringe benefits	78,900	65,701
Office supplies	240	155
Vehicle expense	30,000	25,764
Uniforms and clothing	2,400	1,768
Operating supplies	1,200	314
Tools and equipment	1,200	310
Other materials and supplies	-	95
Printing	-	1,750
Equipment repair and maintenance	3,000	2,275
Vehicle repair and maintenance	9,600	5,503
Professional services	600	110
Intergovernmental services	1,200	1,000
Other rents and leases	600	382
Total streets	266,180	232,041

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(continued)

Village of Sauk Village, Illinois

Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 General Fund (continued)
 Year Ended April 30, 2008

	Budget	Actual
Expenditures: (continued)		
Public works: (continued)		
Parks and playgrounds:		
Regular employee wages	\$ 40,090	\$ 34,658
Part-time wages	7,800	7,497
Fringe benefits	18,620	14,332
Office supplies	60	135
Operating supplies	9,000	9,817
Telephone	540	862
Utilities	600	610
Other rents and leases	120	-
Other contractual services	14,400	9,050
Youth development grant	-	6,218
Refunds	120	418
Total parks and playgrounds	<u>91,350</u>	<u>83,597</u>
Total public works	<u>601,190</u>	<u>506,144</u>
Debt service, interest and fees	-	9,403
Capital outlay	1,800,000	6,963
Total expenditures	<u>8,003,190</u>	<u>5,701,516</u>
(Deficiency) of revenues (under) expenditures	<u>(1,676,245)</u>	<u>(989,020)</u>
Other financing sources (uses):		
Transfer in	283,500	235,237
Transfer (out)	-	(496,610)
Sale of capital assets	7,500	4,756
Total other financing sources (uses)	<u>291,000</u>	<u>(256,617)</u>
Change in fund balance	<u>\$ (1,385,245)</u>	<u>(1,245,637)</u>
Fund balance (deficit):		
May 1, 2008		<u>468,587</u>
April 30, 2009		<u>\$ (777,050)</u>

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Nonmajor Governmental Funds

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Village of Sauk Village, Illinois

Combining Balance Sheet - By Fund Type
 Nonmajor Governmental Funds
 April 30, 2009

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 184,818	\$ 95,221	\$ 280,039
Receivables:			
Property taxes	357,688	-	357,688
Other	2,377	48,302	50,679
Due from other governmental units	20,790	-	20,790
Due from other funds	616,968	158,378	775,346
Total assets	\$ 1,182,641	\$ 301,901	\$ 1,484,542
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 12,251	\$ 77,879	\$ 90,130
Deferred revenue	357,688	-	357,688
Due to other funds	-	32,836	32,836
Total liabilities	369,939	110,715	480,654
Fund balances,			
unreserved, reported in:			
Special revenue funds	812,702	-	812,702
Capital projects funds	-	191,186	191,186
Total fund balances	812,702	191,186	1,003,888
Total liabilities and fund balances	\$ 1,182,641	\$ 301,901	\$ 1,484,542

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Village of Sauk Village, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 By Fund Type
 Nonmajor Governmental Funds
 Year Ended April 30, 2009

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Property taxes	\$ 614,311	\$ 188,878	\$ 803,189
Charges for services	106,654	285,588	392,242
Intergovernmental	347,863	75,000	422,863
Fines and forfeitures	2,000	-	2,000
Interest	3,256	765	4,021
Miscellaneous	-	2,978	2,978
Total revenues	1,074,084	553,209	1,627,293
Expenditures:			
Current:			
General government	-	125,319	125,319
Public safety	630,712	-	630,712
Public works	199,685	-	199,685
Capital outlay	99,861	399,013	498,874
Total expenditures	930,258	524,332	1,454,590
Excess of revenues over expenditures	143,826	28,877	172,703
Other financing sources (uses):			
Capital lease proceeds	-	121,785	121,785
Transfer in	496,610	-	496,610
Transfer out	(312,074)	(119,650)	(431,724)
Sale of capital assets	21,000	-	21,000
Total other financing sources (uses)	205,536	2,135	207,671
Change in fund balance	349,362	31,012	380,374
Fund balances:			
May 1, 2008	463,340	160,174	623,514
April 30, 2009	\$ 812,702	\$ 191,186	\$ 1,003,888

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Village of Sauk Village, Illinois
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 April 30, 2009

	Fire Protection	Motor Fuel Tax	Emergency Telephone System	Police Seizure	Working Cash	Total
Assets						
Cash and cash equivalents	\$ 50,967	\$ 15,754	\$ 33,905	\$ 24,514	\$ 59,678	\$ 184,818
Receivables:						
Property taxes	357,688	-	-	-	-	357,688
Other	-	-	2,377	-	-	2,377
Due from other governmental units	-	20,790	-	-	-	20,790
Due from other funds	444,933	75,535	-	500	96,000	616,968
Total assets	\$ 853,588	\$ 112,079	\$ 36,282	\$ 25,014	\$ 155,678	\$ 1,182,641
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 11,626	\$ 625	\$ -	\$ -	\$ -	\$ 12,251
Deferred revenue	357,688	-	-	-	-	357,688
Total liabilities	369,314	625	-	-	-	369,939
Fund balances, unreserved	484,274	111,454	36,282	25,014	155,678	812,702
Total liabilities and fund balances	\$ 853,588	\$ 112,079	\$ 36,282	\$ 25,014	\$ 155,678	\$ 1,182,641

PREPARED BY: JESSICA L. LEVINE, CLERK
 DATE: APRIL 30, 2009
 VILLAGE OF SAUK VILLAGE, ILLINOIS
 1500 W. 10TH STREET, SAUK VILLAGE, IL 60455
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Village of Sauk Village, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 Year Ended April 30, 2009

	Fire Protection	Motor Fuel Tax	Emergency Telephone System	Police Seizure	Working Cash	Total
Revenues:						
Property taxes	\$ 614,311	\$ -	\$ -	\$ -	\$ -	\$ 614,311
Charges for services	16,583	-	90,071	-	-	106,654
Intergovernmental	67,652	276,496	-	3,715	-	347,863
Fines and forfeitures	-	-	-	2,000	-	2,000
Interest	692	629	1,055	155	725	3,256
Total revenues	699,238	277,125	91,126	5,870	725	1,074,084
Expenditures:						
Current:						
Public safety	583,697	-	40,263	6,752	-	630,712
Public works	-	199,685	-	-	-	199,685
Capital outlay	28,556	47,369	47,369	23,936	-	99,861
Total expenditures	612,253	199,685	87,632	30,688	-	930,258
Excess (deficiency) of revenues over (under) expenditures	86,985	77,440	3,494	(24,818)	725	143,826
Other financing sources (uses):						
Transfer in	496,610	-	-	-	-	496,610
Transfer out	(120,321)	(108,365)	(83,388)	-	-	(312,074)
Sale of capital assets	21,000	-	-	-	-	21,000
Total other financing sources (uses)	397,289	(108,365)	(83,388)	-	-	205,536
Change in fund balance	484,274	(30,925)	(79,894)	(24,818)	725	349,362
Fund balances:						
May 1, 2008	-	142,379	116,176	49,832	154,953	463,340
April 30, 2009	\$ 484,274	\$ 111,454	\$ 36,282	\$ 25,014	\$ 155,678	\$ 812,702

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

	Budget	Actual
Revenues:		
Property Taxes	\$ 590,000	\$ 614,311
Charges for service	7,000	16,583
Intergovernmental, grants	-	67,652
Interest	15,000	692
Total revenues	612,000	699,238
Expenditures:		
Current,		
public safety:		
Employee wages	159,900	137,297
Part-time wages	131,930	109,851
Fringe benefits	69,850	49,339
Pension contributions	-	9,477
Office supplies	3,000	1,316
Vehicle expense	18,000	19,533
Uniforms and clothing	9,600	62,790
Facility maintenance supplies	4,200	1,982
Operating supplies	1,500	1,914
Computer software supplies	1,980	375
Tools and equipment	15,600	32,716
Other materials and supplies	3,900	3,044
Telephone	3,840	4,395
Postage	360	184
Printing	1,200	347
Equipment repair and maintenance	10,800	12,839
Vehicle repair and maintenance	20,400	13,675
Facility maintenance	4,800	1,995
Organization business expense	1,200	320
Professional development	33,000	21,607
Publications and memberships	2,400	1,786
Professional services	10,800	8,741
Computer contractual services	3,600	1,334
Intergovernmental services	5,760	3,000
Public information	4,800	3,330
General fund services	-	19,385
Dispatch fee	25,590	-
Other rents and leases	360	-
Other contractual services	72,600	61,125
Capital outlay	31,830	28,556
Total expenditures	652,800	612,253
Excess (deficiency) of revenues over (under) expenditures	(40,800)	86,985

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Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Fire Protection Fund (continued)
 Year Ended April 30, 2009

	Budget	Actual
Other financing sources (uses):		
Transfer in	-	496,610
Transfer out	62,080	(120,321)
Sale of capital assets	-	21,000
Total other financing sources (uses)	<u>62,080</u>	<u>397,289</u>
 Change in fund balance	 <u>\$ 21,280</u>	 484,274
Fund balance:		
May 1, 2008		<u>-</u>
 April 30, 2009		 <u>\$ 484,274</u>

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Village of Sauk Village, Illinois

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

	Budget	Actual
Revenues:		
Intergovernmental, motor fuel tax allotments	\$ 295,000	\$ 276,496
Interest	6,500	629
Total revenues	<u>301,500</u>	<u>277,125</u>
Expenditures,		
current, public works:		
Operating supplies	33,600	40,329
Construction supplies	43,200	25,709
Utilities	31,200	32,861
Equipment repair and maintenance	3,780	6,656
Professional services	24,000	5,262
Contractual services	21,600	14,272
Construction	90,000	74,596
Total expenditures	<u>247,380</u>	<u>199,685</u>
Excess of revenues over expenditures	54,120	77,440
Other financing uses, transfer out	<u>(163,200)</u>	<u>(108,365)</u>
Change in fund balance	<u>\$ (109,080)</u>	<u>(30,925)</u>
Fund balance:		
May 1, 2008		<u>142,379</u>
April 30, 2009		<u>\$ 111,454</u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Emergency Telephone System Fund
 Year Ended April 30, 2009

	Budget	Actual
Revenues:		
Charges for service:		
911 surcharge	\$ 28,000	\$ 24,721
Wireless surcharge	46,000	65,350
Interest	14,000	1,055
Total revenues	<u>88,000</u>	<u>91,126</u>
Expenditures:		
Current, public safety:		
Equipment repair and maintenance	67,200	24,692
Computer contractual services	36,000	15,571
Capital outlay	18,000	47,369
Total expenditures	<u>121,200</u>	<u>87,632</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(33,200)</u>	<u>3,494</u>
Other financing uses, transfer out	<u>(43,870)</u>	<u>(83,388)</u>
Change in fund balance	<u><u>\$ (77,070)</u></u>	<u>(79,894)</u>
Fund balance:		
May 1, 2008		<u>116,176</u>
April 30, 2009		<u><u>\$ 36,282</u></u>

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Village of Sauk Village, Illinois

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

	Budget	Actual
Revenues:		
Intragovernmental, drug enforcement funds	\$ 1,000	\$ 3,715
Fines and forfeitures	-	2,000
Interest	350	155
Total revenues	1,350	5,870
Expenditures:		
Current, public safety:		
Construction Supplies	-	2,243
Professional Development	-	275
Other contractual services	-	1,298
Refunds	2,500	-
Contingency	57,160	2,936
Capital outlay	-	23,936
	59,660	30,688
Change in fund balance	\$ (58,310)	(24,818)
Fund balance:		
May 1, 2008		49,832
April 30, 2009		\$ 25,014

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Village of Sauk Village, Illinois

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

	Budget	Actual
Revenues, interest	\$ 2,500	\$ 725
Expenditures	-	-
Change in fund balance	<u>\$ 2,500</u>	725
Fund balance: May 1, 2008		<u>154,953</u>
April 30, 2009		<u>\$ 155,678</u>

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Village of Sauk Village, Illinois

Combining Balance Sheet
 Nonmajor Capital Projects Funds
 April 30, 2009

	Utility Tax	Community Development Block Grant	Sauk Plaza Redevelop- ment Plan	SurreyBrook Plaza	Total
Assets					
Cash and cash equivalents	\$ 56,253	\$ -	\$ 8,888	\$ 30,080	\$ 95,221
Other receivables	48,302	-	-	-	48,302
Due from other funds	85,327	-	73,051	-	158,378
Total assets	\$ 189,882	\$ -	\$ 81,939	\$ 30,080	\$ 301,901
Liabilities and Fund Balances					
Liabilities,					
accounts payable	\$ 45,611	\$ -	\$ 15,745	\$ 16,523	\$ 77,879
due to other funds	-	-	-	32,836	32,836
Total liabilities	45,611	-	15,745	49,359	110,715
Fund balances (deficits), unreserved	144,271	-	66,194	(19,279)	191,186
Total liabilities and fund balances	\$ 189,882	\$ -	\$ 81,939	\$ 30,080	\$ 301,901

Village of Sauk Village, Illinois

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2009

	Utility Tax	Community Development Block Grant	Sauk Plaza Redevelop- ment Plan	SurreyBrook Plaza	Total
Revenues:					
Property taxes	\$ -	\$ -	\$ 57,611	\$ 131,267	\$ 188,878
Charges for services	285,588	-	-	-	285,588
Intergovernmental	-	75,000	-	-	75,000
Interest	446	-	159	160	765
Miscellaneous	2,978	-	-	-	2,978
Total revenues	289,012	75,000	57,770	131,427	553,209
Expenditures:					
Current, general government	16,637	-	69,736	38,946	125,319
Capital outlay	324,013	75,000	-	-	399,013
Total expenditures	340,650	75,000	69,736	38,946	524,332
Excess (deficiency) of revenues over (under) expenditures	(51,638)	-	(11,966)	92,481	28,877
Other financing sources (uses):					
Capital lease proceeds	121,785	-	-	-	121,785
Transfer out	(119,650)	-	-	-	(119,650)
Total other financing sources (uses)	2,135	-	-	-	2,135
Change in fund balance	(49,503)	-	(11,966)	92,481	31,012
Fund balances (deficits):					
May 1, 2008	193,774	-	78,160	(111,760)	160,174
April 30, 2009	\$ 144,271	\$ -	\$ 66,194	\$ (19,279)	\$ 191,186

Village of Sauk Village, Illinois

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

	Budget	Actual
Revenues:		
Charges for services, utility taxes	\$ 270,000	\$ 285,588
Interest	130	446
Miscellaneous	1,700	2,978
Total revenues	<u>271,830</u>	<u>289,012</u>
Expenditures:		
Current, general government:		
Other materials and supplies	2,520	-
Contractual services	-	123
Refunds	10,800	16,514
Miscellaneous	18,000	-
Capital outlay	243,150	324,013
Total expenditures	<u>274,470</u>	<u>340,650</u>
Deficiency of revenues under expenditures	<u>(2,640)</u>	<u>(51,638)</u>
Other financing sources (uses):		
Capital lease proceeds	-	121,785
Transfer out	(60,000)	(119,650)
Total other financing sources (uses)	<u>(60,000)</u>	<u>2,135</u>
Change in fund balance	<u>\$ (62,640)</u>	<u>(49,503)</u>
Fund balance:		
May 1, 2008		<u>193,774</u>
April 30, 2009		<u>\$ 144,271</u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Community Development Block Grant Fund
 Year Ended April 30, 2009

	Budget	Actual
Revenues, intergovernmental, grant	\$ 75,000	\$ 75,000
Expenditures, capital outlay	<u>90,000</u>	<u>75,000</u>
Change in fund balance	<u><u>\$ (15,000)</u></u>	-
Fund balance: May 1, 2008		<u>-</u>
April 30, 2009		<u><u>\$ -</u></u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Sauk Plaza Redevelopment Plan Fund
 Year Ended April 30, 2009

	Budget	Actual
Revenues:		
Property taxes	\$ 42,000	\$ 57,611
Interest	1,000	159
Total revenues	<u>43,000</u>	<u>57,770</u>
Expenditures,		
current,		
general government:		
Professional services	15,000	69,736
Other contractual services	66,000	-
Total expenditures	<u>81,000</u>	<u>69,736</u>
Change in fund balance	<u>\$ (38,000)</u>	(11,966)
Fund balance:		
May 1, 2008		<u>78,160</u>
April 30, 2009		<u>\$ 66,194</u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

SurreyBrook Plaza Fund

Year Ended April 30, 2009

	Budget	Actual
Revenues:		
Property taxes	\$ 60,000	\$ 131,267
Intergovernmental	40,000	-
Interest	4,000	160
Total revenues	<u>104,000</u>	<u>131,427</u>
Expenditures:		
Current,		
general government,		
professional services	60,000	38,946
Capital outlay	156,000	-
Total expenditures	<u>216,000</u>	<u>38,946</u>
Change in fund balance	<u>\$ (112,000)</u>	92,481
Fund balance (deficit):		
May 1, 2008		<u>(111,760)</u>
April 30, 2009		<u>\$ (19,279)</u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Sauk Pointe Industrial Park Fund
 Year Ended April 30, 2009

	Budget	Actual
Revenues:		
Property taxes	\$ 1,100,000	\$ 1,175,039
Interest	28,000	8,188
Total revenues	<u>1,128,000</u>	<u>1,183,227</u>
Other financing uses, transfer out	<u>(932,990)</u>	<u>(2,814,693)</u>
Change in fund balance	<u>\$ 195,010</u>	<u>(1,631,466)</u>
Fund balance (deficit):		
May 1, 2008		<u>1,466,107</u>
April 30, 2009		<u>\$ (165,359)</u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 LogistiCenter at Sauk Village Fund
 Year Ended April 30, 2009

	Budget	Actual
Revenues:		
Property taxes	\$ 1,250,000	\$ 2,067,683
Charges for service	7,000	20,600
Intergovernmental, grant	200,000	8,216
Interest	25,000	11,180
Miscellaneous	7,500	-
Total revenues	<u>1,489,500</u>	<u>2,107,679</u>
Expenditures:		
Current,		
general government:		
Printing	-	2,600
Professional services	540,000	874,578
Trust fees	9,000	30,000
Developer payments	-	8,430,000
Debt Service,		
bond issuance costs	-	881,617
Capital outlay	-	36,254
Total expenditures	<u>549,000</u>	<u>10,255,049</u>
Excess (deficiency) of revenues over (under) expenditures	<u>940,500</u>	<u>(8,147,370)</u>
Other financing sources (uses):		
Bond proceeds	-	17,500,000
Bond premium	-	474,780
Transfer in	-	768,574
Transfer out	(678,590)	(4,983,961)
Total other financing sources (uses)	<u>(678,590)</u>	<u>13,759,393</u>
Change in fund balance	<u>\$ 261,910</u>	<u>5,612,023</u>
Fund balance:		
May 1, 2008		<u>3,372,038</u>
April 30, 2009		<u>\$ 8,984,061</u>

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Village of Sauk Village, Illinois

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

	Budget	Actual
Revenues, interest	\$ 50,000	\$ 36,341
Expenditures:		
Current,		
general government:		
Professional services	120,000	64,583
Computer contractual services	-	8,639
Other contractual services	-	4,623
Capital outlay	4,469,730	3,331,631
Total expenditures	4,589,730	3,409,476
(Deficiency) of revenues (under) expenditures	(4,539,730)	(3,373,135)
Other financing uses, Transfer out	-	(10,374)
Change in fund balance	\$ (4,539,730)	(3,383,509)
Fund balance (deficit):		
May 1, 2008		3,380,214
April 30, 2009		\$ (3,295)

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Village of Sauk Village, Illinois

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

	Budget	Actual
Revenues, interest	\$ 100,000	\$ 28,329
Expenditures, debt service:		
Principal	670,000	670,000
Interest and fees	1,004,500	712,270
Total expenditures	<u>1,674,500</u>	<u>1,382,270</u>
(Deficiency) of revenues (under) expenditures	(1,574,500)	(1,353,941)
Other financing sources, transfer in	<u>1,395,245</u>	<u>7,236,941</u>
Change in fund balance	<u>\$ (179,255)</u>	5,883,000
Fund balance: May 1, 2008		<u>2,403,903</u>
April 30, 2009		<u>\$ 8,286,903</u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenses and Changes in Net Assets
 Budget and Actual
 Waterworks Fund
 Year Ended April 30, 2009

	Budget	Actual
Operating revenues:		
Charges for services	\$ 922,500	\$ 893,767
Meter sales	2,500	3,180
Meter repairs	-	187
Tap in fees	2,000	400
Miscellaneous	-	2,205
Refunds and Reimbursements	5,500	315
Total operating revenue	932,500	900,054
Operating expenses:		
Salaries:		
Employee wages	369,620	295,764
Part-time wages	18,240	15,953
Overtime	24,600	28,513
Total salaries	412,460	340,230
Fringe benefits	190,450	152,907
Supplies, fees, and services:		
Office supplies	900	280
Vehicle expense	10,080	11,448
Uniforms and clothing	4,200	3,249
Facility maintenance supplies	4,800	2,917
Operating supplies	32,400	36,018
Computer software	1,200	1,860
Tools and equipment	2,400	2,091
Construction supplies	54,000	32,528
Other materials and supplies	600	221
Telephone	9,600	10,624
Utilities	72,500	75,687
Postage	5,400	5,860
Printing	-	1,239
Professional development	3,000	1,478
Publications and memberships	300	665
Professional services	1,800	210
Computer contractual services	5,400	3,782
Intergovernmental services	9,000	6,618
Public information	2,760	1,204
General services	203,460	169,550
Other rents and leases	2,400	1,194
Other contractual services	4,200	7,891
Refunds	120	259
Total supplies, fees and services	430,520	376,873

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenses and Changes in Net Assets
 Budget and Actual (continued)
 Waterworks Fund
 Year Ended April 30, 2009

	Budget	Actual
Repairs and maintenance:		
Equipment repair and maintenance	\$ 6,000	\$ 1,882
Vehicle repair and maintenance	3,000	1,669
Facility maintenance	6,000	2,710
Total repairs and maintenance	<u>15,000</u>	<u>6,261</u>
Capital Outlay:		
Office equipment and furniture	1,200	-
Major tools and work equipment	8,400	5,460
Computer hardware	2,160	545
Construction	84,000	3,248
Total capital outlay	<u>95,760</u>	<u>9,253</u>
Total operating expenses	<u>1,144,190</u>	<u>885,524</u>
Operating income (loss) before depreciation	(211,690)	14,530
Depreciation	-	224,529
Operating loss	(211,690)	(209,999)
Nonoperating income, interest income	500	144
Loss before contributions	<u>\$ (211,190)</u>	<u>(209,855)</u>
Capital contributions		498,355
Change in net assets		288,500
Net assets:		
May 1, 2008		<u>2,173,378</u>
April 30, 2009		<u>\$ 2,461,878</u>

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenses and Changes in Net Assets
 Budget and Actual
 Sewerage Fund
 Year Ended April 30, 2009

	Budget	Actual
Operating revenues:		
Charges for services	\$ 660,000	\$ 622,408
Tap in fees	3,000	700
Total operating revenue	663,000	623,108
Operating expenses:		
Salaries:		
Employee wages	321,250	263,557
Part-time wages	18,240	13,504
Overtime	19,200	17,714
Total salaries	358,690	294,775
Fringe benefits	156,390	110,318
Supplies, fees and services:		
Office supplies	720	322
Vehicle expense	10,800	9,290
Uniforms and clothing	4,200	2,986
Operating supplies	6,000	457
Computer software supplies	360	1,701
Tools and equipment	2,400	2,001
Construction supplies	10,800	7,584
Other materials and supplies	240	-
Telephone	1,440	1,050
Postage	4,200	2,554
Printing	1,200	1,239
Professional development	1,200	728
Publications and membership	240	-
Professional services	9,000	5,247
Computer contractual services	2,640	4,132
Intergovernmental services	900	-
General services	191,280	159,400
Other rents and leases	2,400	2,015
Other contractual services	2,400	6,066
Total supplies, fees and services	252,420	206,772

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Village of Sauk Village, Illinois

Schedule of Revenues, Expenses and Changes in Net Assets
 Budget and Actual (continued)
 Sewerage Fund
 Year Ended April 30, 2009

	Budget	Actual
Repairs and maintenance:		
Equipment repair and maintenance	\$ 4,200	\$ 4,948
Vehicle repair and maintenance	3,600	1,373
Total repairs and maintenance	<u>7,800</u>	<u>6,321</u>
Capital outlay:		
Office equipment and furniture	1,200	-
Major tools and work equipment	3,480	2,192
Construction	66,000	-
Total capital outlay	<u>70,680</u>	<u>2,192</u>
Total operating expenses	<u>845,980</u>	<u>620,378</u>
Operating income (loss) before depreciation	(842,980)	2,730
Depreciation	-	28,097
Operating loss	(842,980)	(25,367)
Nonoperating income, interest income	1,200	764
Loss before contributions	<u>\$ (841,780)</u>	(24,603)
Capital contributions		<u>27,328</u>
Change in net assets		2,725
Net assets:		
May 1, 2008		<u>874,047</u>
April 30, 2009		<u>\$ 876,772</u>

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Village of Sauk Village, Illinois

Statement of Changes in Assets and Liabilities
 Agency Fund
 Year Ended April 30, 2009

	Balance at May 1, 2008	Additions	Deletions	Balance at April 30, 2009
Flexible Benefits Fund:				
Assets,				
cash and cash equivalents	\$ 4,461	\$ -	\$ -	\$ 4,461
Liabilities,				
due to employees	\$ 4,461	\$ -	\$ -	\$ 4,461

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Village of Sauk Village, Illinois

Schedule of Annual Debt Service Requirements
April 30, 2009

	Year Ending April 30,	Principal	Interest	Total
1997 General Obligation (Alternate Revenue Source) Tax Increment Financing Bond Issue: Dated November 15, 1997 Interest Payable June 1 and December 1 at a rate of 5.0%	2010	\$ 290,000	\$ 14,500	\$ 304,500
2000 General Obligation (Alternate Revenue Source) Tax Increment Financing Bond Issue: Dated December 15, 2000 Interest Payable June 1 and December 1 at rates between 5.30% and 5.50%	2010	\$ 110,000	\$ 48,038	\$ 158,038
	2011	95,000	42,207	137,207
	2012	675,000	37,125	712,125
		\$ 880,000	\$ 127,370	\$ 1,007,370
2002A General Obligation (Alternate Revenue Source) Tax Increment Refunding Bond Issue: Dated June 15, 2002 Interest Payable June 1 and December 1 at rates between 5.00% and 5.35%	2010	\$ -	\$ 498,490	\$ 498,490
	2011	385,000	498,490	883,490
	2012	485,000	477,893	962,893
	2013	505,000	451,945	956,945
	2014	530,000	424,928	954,928
	2015	650,000	396,573	1,046,573
	2016	685,000	361,798	1,046,798
	2017	715,000	326,863	1,041,863
	2018	755,000	290,755	1,045,755
	2019	900,000	252,250	1,152,250
	2020	945,000	207,250	1,152,250
	2021	1,000,000	160,000	1,160,000
	2022	1,055,000	110,000	1,165,000
	2023	1,145,000	28,625	1,173,625
		\$ 9,755,000	\$ 4,485,860	\$ 14,240,860

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Village of Sauk Village, Illinois

Schedule of Annual Debt Service Requirements (continued)
April 30, 2009

	Year Ending April 30,	Principal	Interest	Total
2002B General Obligation (Alternate Revenue Source) Tax Increment Financing Bond Issue: Dated June 27, 2002 Interest Payable December 1 at rates between 5% and 5.95%	2013	\$ 454,108	\$ 305,892	\$ 760,000
	2014	455,821	359,179	815,000
	2015	454,263	410,737	865,000
	2016	455,248	469,752	925,000
	2017	453,425	531,575	985,000
	2018	455,514	604,486	1,060,000
	2019	454,443	680,557	1,135,000
	2020	454,243	765,757	1,220,000
	2021	454,424	860,576	1,315,000
	2022	454,012	950,988	1,405,000
	2023	453,855	1,006,145	1,460,000
		4,999,356	6,945,644	11,945,000
Accumulated accreted interest		2,101,500	(2,101,500)	-
		<u>\$ 7,100,856</u>	<u>\$ 4,844,144</u>	<u>\$ 11,945,000</u>
2003 General Obligation (Alternate Revenue Source) Tax Increment Refunding Bond Issue: Dated March 15, 2003 Interest Payable June 1 and December 1 at rates between 3.00% and 3.30%	2010	\$ 260,000	\$ 28,590	\$ 288,590
	2011	630,000	20,790	650,790
		<u>\$ 890,000</u>	<u>\$ 49,380</u>	<u>\$ 939,380</u>
2007A General Obligation (Alternate Revenue Source) Dated: June 6, 2007 Interest Payable December 1 at rates between 3.85% and 4.30%	2010	\$ 623,035	\$ 61,965	\$ 685,000
	2011	598,704	86,296	685,000
	2012	574,749	110,251	685,000
	2013	551,220	133,780	685,000
	2014	531,990	158,010	690,000
	2015	509,206	180,794	690,000
	2016	483,398	201,602	685,000
	2017	465,163	224,837	690,000
	2018	443,939	246,061	690,000
	2019	420,206	264,794	685,000
		5,201,610	1,668,390	6,870,000
Accumulated accreted interest		319,971	(319,971)	-
		<u>\$ 5,521,581</u>	<u>\$ 1,348,419</u>	<u>\$ 6,870,000</u>

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Village of Sauk Village, Illinois

Schedule of Annual Debt Service Requirements (continued)
April 30, 2009

	Year Ending April 30,	Principal	Interest	Total
2007B General Obligation (Alternate Revenue Source) Dated: June 6, 2007 Interest Payable June 1 and December 1 at rates between 3.85% and 5.00%	2010	\$ 30,000	\$ 60,393	\$ 90,393
	2011	30,000	59,237	89,237
	2012	35,000	58,083	93,083
	2013	40,000	56,735	96,735
	2014	40,000	55,195	95,195
	2015	45,000	53,615	98,615
	2016	50,000	51,837	101,837
	2017	55,000	49,863	104,863
	2018	60,000	47,690	107,690
	2019	65,000	45,290	110,290
	2020	75,000	42,690	117,690
	2021	80,000	39,690	119,690
	2022	85,000	36,370	121,370
	2023	95,000	32,842	127,842
	2024	100,000	28,900	128,900
	2025	110,000	24,750	134,750
	2026	120,000	19,250	139,250
	2027	125,000	13,250	138,250
	2028	140,000	7,000	147,000
		<u>\$ 1,380,000</u>	<u>\$ 782,680</u>	<u>\$ 2,162,680</u>
2007C General Obligation (Alternate Revenue Source) Dated: June 6, 2007 Interest Payable June 1 and December 1 at rates between 3.90% and 5.00%	2010	\$ 15,000	\$ 36,145	\$ 51,145
	2011	20,000	35,560	55,560
	2012	20,000	34,780	54,780
	2013	20,000	34,000	54,000
	2014	25,000	33,220	58,220
	2015	25,000	32,245	57,245
	2016	30,000	31,270	61,270
	2017	30,000	30,100	60,100
	2018	35,000	28,900	63,900
	2019	40,000	27,500	67,500
	2020	40,000	25,900	65,900
	2021	45,000	24,300	69,300
	2022	50,000	22,500	72,500
	2023	55,000	20,000	75,000
	2024	60,000	17,250	77,250
	2025	65,000	14,250	79,250
	2026	65,000	11,000	76,000
	2027	75,000	7,750	82,750
	2028	80,000	4,000	84,000
		<u>\$ 795,000</u>	<u>\$ 470,670</u>	<u>\$ 1,265,670</u>

PRELIMINARY DRAFT
for Review and Discussion
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(continued)

Village of Sauk Village, Illinois

Schedule of Annual Debt Service Requirements (continued)
April 30, 2009

	Year Ending April 30,	Principal	Interest	Total
2008 General Obligation				
(Alternate Revenue	2010	\$ -	\$ 569,300	\$ 569,300
Source) Tax Increment	2011	20,000	592,335	612,335
Financing Bond Issue:	2012	30,000	590,885	620,885
Dated December 23, 2008	2013	85,000	588,710	673,710
Interest Payable June 1	2014	185,000	582,547	767,547
and December 1 at rates	2015	165,000	569,135	734,135
between 5.40% and 7.25%	2016	175,000	557,172	732,172
	2017	230,000	544,485	774,485
	2018	215,000	527,810	742,810
	2019	160,000	512,222	672,222
	2020	210,000	500,623	710,623
	2021	185,000	485,398	670,398
	2022	150,000	475,407	625,407
	2023	220,000	467,007	687,007
	2024	1,295,000	454,358	1,749,358
	2025	1,470,000	378,600	1,848,600
	2026	1,355,000	290,400	1,645,400
	2027	1,075,000	207,745	1,282,745
	2028	1,110,000	141,633	1,251,633
	2029	1,165,000	72,813	1,237,813
		<u>\$ 9,500,000</u>	<u>\$ 9,108,585</u>	<u>\$ 18,608,585</u>
2009 General Obligation				
(Alternate Revenue	2010	\$ -	\$ 270,643	\$ 270,643
Source) Tax Increment	2011	55,000	431,113	486,113
Financing Bond Issue:	2012	70,000	426,988	496,988
Dated April 28, 2009	2013	110,000	421,737	531,737
Interest Payable June 1	2014	170,000	413,487	583,487
and December 1 at rates	2015	160,000	400,738	560,738
between 4.50% and 7.50%	2016	245,000	388,737	633,737
	2017	170,000	370,363	540,363
	2018	120,000	357,612	477,612
	2019	145,000	348,613	493,613
	2020	70,000	337,737	407,737
	2021	20,000	332,487	352,487
	2022	125,000	331,587	456,587
	2023	20,000	325,838	345,838
	2024	770,000	324,908	1,094,908
	2025	840,000	288,332	1,128,332
	2026	635,000	248,013	883,013
	2027	595,000	216,898	811,898
	2028	1,065,000	187,148	1,252,148
	2029	2,615,000	161,244	2,776,244
		<u>\$ 8,000,000</u>	<u>\$ 6,584,223</u>	<u>\$ 14,584,223</u>

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