



Village of Lake Bluff, Illinois

Comprehensive Annual Financial Report

For year ending April 30, 2009

VILLAGE OF LAKE BLUFF, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2009

Prepared by
Finance Department

Susan Griffin
Finance Director

VILLAGE OF LAKE BLUFF, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INTRODUCTORY SECTION	
List of Principal Officials	i
Organization Chart.....	ii
Certificate of Achievement for Excellence in Financial Reporting.....	iii
Letter of Transmittal	iv-ix
FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT	1-2
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis.....	MD&A 1-10
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets	3
Statement of Activities	4-5
Fund Financial Statements	
Governmental Funds	
Balance Sheet	6
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Assets	7
Statement of Revenues, Expenditures and Changes in Fund Balances	8
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities.....	9

VILLAGE OF LAKE BLUFF, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
FINANCIAL SECTION (Continued)	
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)	
Basic Financial Statements (Continued)	
Fund Financial Statements (Continued)	
Proprietary Fund	
Statement of Net Assets	10
Statement of Revenues, Expenses and Changes in Net Assets	11
Statement of Cash Flows.....	12-13
Fiduciary Fund	
Statement of Fiduciary Net Assets	14
Statement of Changes in Fiduciary Net Assets	15
Index for Notes to Financial Statements.....	16-17
Notes to Financial Statements	18-52
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	53
Schedule of Funding Progress	
Illinois Municipal Retirement Fund.....	54
Police Pension Fund.....	55
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund.....	56
Police Pension Fund.....	57
Notes to Required Supplementary Information.....	58-59

VILLAGE OF LAKE BLUFF, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
FINANCIAL SECTION (Continued)	
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Major Governmental Funds	
Schedule of Detailed Revenues - Budget and Actual - General Fund	60-62
Schedule of Detailed Expenditures - Budget and Actual - General Fund.....	63-66
Nonmajor Governmental Funds	
Combining Balance Sheet	67-69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	70-72
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Illinois Municipal Retirement Fund.....	73
Fire Department Special Fund	74
Federal Social Security Fund.....	75
Motor Fuel Tax Fund.....	76
E-911 Fund.....	77
2001 General Obligation Tax Certificate Fund.....	78
2006 General Obligation Bond Fund	79
Redevelopment Program Fund	80
Vehicle/Equipment Replacement Fund	81
Major Enterprise Fund	
Water Fund	
Combining Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual.....	82
Fiduciary Fund	
Police Pension Fund	
Schedule of Changes in Plan Net Assets - Budget and Actual	83

VILLAGE OF LAKE BLUFF, ILLINOIS
 TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
FINANCIAL SECTION (Continued)	
SUPPLEMENTAL DATA	
Schedule of Long-Term Debt Requirements	
2001 General Obligation Limited Tax Certificates	84
2004 General Obligation Bonds	85
2006 General Obligation Bonds	86
2005 Note Payable to Bank.....	87
2007 Note Payable to Bank.....	88
STATISTICAL SECTION	
Financial Trends	
Net Assets by Component	89
Change in Net Assets	90-91
Program Revenues by Function/Program.....	92
Fund Balances of Governmental Funds.....	93
Changes in Fund Balances of Governmental Funds	94-95
Revenue Capacity	
Tax Revenues by Source - Governmental Funds	96
Assessed Value and Actual Value of Taxable Property	97
Property Tax Rates - Direct and Overlapping Governments.....	98
Principal Property Taxpayers.....	99
Property Tax Levies and Collections	100
Sales Taxes Collected by Category.....	101
Direct and Overlapping Sales Tax Rates	102
Debt Capacity	
Ratios of Outstanding Debt by Type.....	103
Ratios of Net General Bonded Debt Outstanding.....	104
Direct and Overlapping Governmental Activities Debt.....	105
Legal Debt Margin Information.....	106
Pledged-Revenue Coverage.....	107
Demographic and Economic Information	
Demographic and Economic Information.....	108
Principal Employers.....	109
Operating Information	
Full-Time Equivalent Employees	110
Operating Indicators.....	111
Capital Asset Statistics	112

INTRODUCTORY SECTION

VILLAGE OF LAKE BLUFF, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2009

Christine Letchinger - Village President

BOARD OF TRUSTEES

David Barkhausen

Rick Lesser

Kathleen O'Hara

Michael Peters

Brian Rener

Geoff Surkamer

Michael Klawitter - Village Clerk

ADMINISTRATION

R. Drew Irvin, Village Administrator

Susan M. Griffin, Director of Finance

Marlene Scheibl, Assistant Director of Finance

Thomas I. Cahill - Director of Public Works

William Gallagher - Police Chief

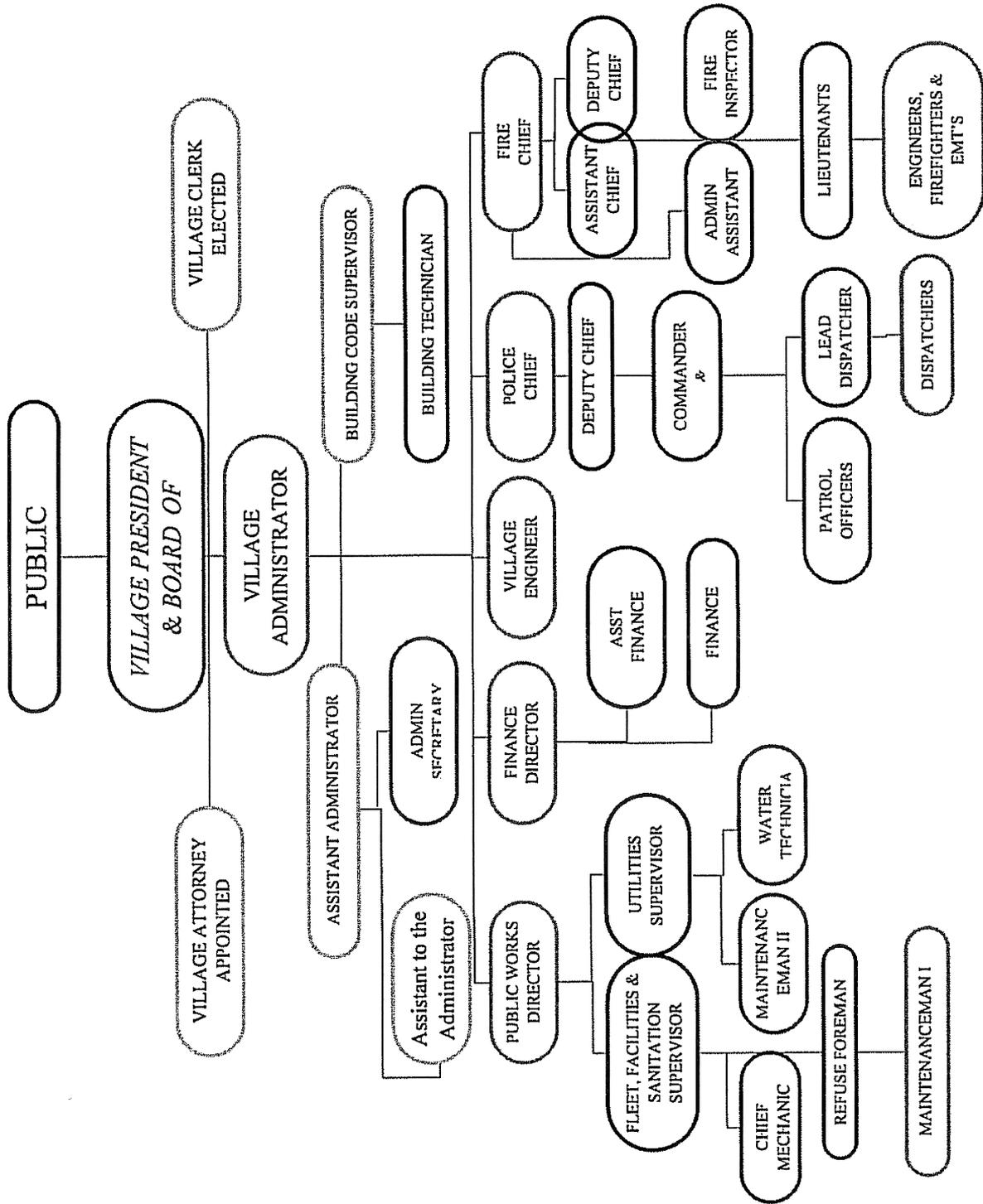
N. David Graf - Fire Chief

Gerald Nellessen - Building Code Supervisor

George E. Russell, Jr. - Village Engineer

Ryan Waller - Assistant Administrator

Peter M. Friedman - Village Attorney



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Lake Bluff
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "M. L. Post".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



October 23, 2009

The Honorable Village President
Board of Trustees
Village Administrator
Village of Lake Bluff
Lake Bluff, Illinois 60044

The Comprehensive Annual Financial Report of the Village of Lake Bluff, Illinois (Village), for the fiscal year ended April 30, 2009 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Village. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included.

The Village's financial statements have been audited by Sikich LLP, a firm of licensed certified public accountants. The objective of the independent audit was to obtain reasonable assurance about whether the financial statements are free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors report on pages 1-2 rendered an unqualified opinion that the Village's financial statements are fairly presented in conformity with accounting principles generally accepted in the United States of America (GAAP).

GAAP requires that management provide a "Management Discussion and Analysis" (MD&A) narrative providing an introduction, overview, and analysis to accompany the basic financial statements. This transmittal letter is designed to complement the MD&A which begins immediately after the auditor's report on the financial statements.

Under Governmental Accounting Standards Board (GASB) Statement 14, the financial reporting entity includes both the primary government and its component unit. The Lake Bluff Public Library is fiscally dependent upon the Village, but functions as a separate legal entity; therefore, it is reflected in the financial statements as a discretely presented component unit of the Village. The Village did not receive federal funds during fiscal year 2008 requiring it to undergo a single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

This report includes all funds and activities of the Village. The Village provides a full range of services including police and fire protection; maintenance of streets and infrastructure; sanitation collection; water distribution; and planning, zoning, and general administrative services.

Village Profile

The Village of Lake Bluff was incorporated in 1895 and operates under the Board/Administrator form of government. The Village is a small, predominately residential community located on the shores of Lake Michigan; Lake Bluff is 33 miles north of Chicago in Lake County and has a land area of 4.5 square miles. The Village is distinguished by its mature trees, natural ravines, open spaces, dramatic bluffs, and shoreline. The population, as certified by the 2000 census, is 6,056, which represents a 10% increase from the 1990 census of 5,486. Most of this increase in population is attributed to the annexation of the Sanctuary Subdivision in 1998. The 2008 Equalized Assessed Valuation (EAV) for the Village is \$647,740,985, which represents a 3.2% increase in EAV from 2007.

On April 5, 2005, the voters approved the home rule referendum. Home rule status provides financial and legislative flexibility to a community resulting in decisions that better reflect the Village's interests. Home rule is granted to a community either by attaining a population of 25,000 or by voter referendum. In 1991 the State of Illinois enacted the Property Tax Limitation Act (PTELL), which limits property tax increases to the lower of 5% or the Consumer Price Index, with some exceptions for annexed areas, new construction, and increases approved by referendum. As a result of voter approval of home rule, and consistent with presentations to the public, the Village Board enacted some revenue enhancements that allow it to continue to comply with the PTELL (even though it is not applicable to home rule governments) and diversify its revenue stream.

The Village's Industrial/Commercial Corridor Business District (ICCBD) located along the southeastern portion of Rt. 43 and Rt. 176 is comprised of manufacturing, service, and retail firms. The Village continues to receive substantial sales tax revenue from the Knauz Auto Park which includes BMW, Mercedes, Land Rover, Mini, Chrysler, and Hyundai dealerships; Shepard Chevrolet; Imperial Motors Jaguar; The Exchange Group Saab and the Lake Forest Sportscar Maserati and Ferrari dealership; the Carriage Way Shopping Center that includes a Dominick's Fresh Food store; and several businesses located in the ICCBD. In addition to the ICCBD, the Village has a historic Central Business District (CBD) in its downtown with retail shops and service businesses. Sales tax revenues, including home rule sales taxes, represent 35% of the general fund revenues down from 36% last year. Automobile sales tax revenues represented 71% of the sales taxes (not including the 1% home rule sales tax of which auto sales are exempt) for the *calendar* year 2008 compared to 73% in 2007.

Major InitiativesFor the year ended April 30, 2009

The effects of the recent financial crisis precipitated a reassessment of Lake Bluff's revenue projections and each department adapted its expenditures to maintain financial sustainability during this deep and pervasive recession. More specifically, a decline in revenues from sales tax receipts, development-related fees, interest earnings, and income taxes have induced a comprehensive analysis of all Village programs and services and forced a deferment of certain capital expenditures. Further, School District 65 was awarded a \$400,000 "Safe Routes to School" grant. The Village, School, and the Park District are exploring ways to use these funds to initiate the construction of a \$1.2 million pedestrian tunnel under Route 176 for safe access to the school and park facilities.

Available Village resources were focused on these major priorities, with specific accomplishments:

1. Maintaining operational efficiency and current service levels.
 - a. Examined the household waste collection program and reviewed service delivery options.
 - b. Obtained Tree City USA designation for the 13th consecutive year.
 - c. Police department retained accreditation by the Commission for Accreditation of Law Enforcement Agencies (CALEA), assuring compliance with the standards of a professional law enforcement agency.
 - d. The Insurance Services Organization (ISO) again awarded a category 3 rating for the Village's all-volunteer fire department.
 - e. Hired and trained a public safety telecommunicator and a finance clerk to fill two vacancies.
 - f. Established a tri-board committee of Village, School District 65, and Park District board members to increase communication and coordination, and to explore shared service opportunities.
 - g. Renegotiated the Intergovernmental Service Agreement with the City of Lake Forest for building inspection, ambulance, youth and senior services, and fire dispatch and response.
 - h. Initiated a multi-year transition to a document management system to convert all permanent documents to electronic format.
 - i. Updated the Village's Purchasing Policies and Procedures Manual, the Employee Handbook, and the Loss Prevention Policy.
2. Continued sound financial management.
 - a. Levied a Village property tax within the Property Tax Limitation Act amount.
 - b. Received Government Finance Officers Association (GFOA) budget award and Certificate of Achievement for Excellence in Financial Reporting.
 - c. Prepared a request for proposal (RFP) for auditing and financial reporting services and selected Sikich, LLP from among the six proposals received.
 - d. Updated exclusive franchise agreement with Comcast Cable.
 - e. Pursued federal and state grant funds for public improvements and equipment.
3. Construction of infrastructure improvement projects.
 - a. Prepared an RFP and selected an engineering firm to develop a reconfiguration study of the Route 176/Route 41 interchange.
 - b. Resurfacing and roadway improvements to six lane miles of streets at a cost of \$737,900
 - c. Lined 1,500 feet of clay sanitary sewers to prevent the intrusion of roots into the sewer mains funded by a grant from the US EPA.
4. Major developments and building and zoning projects
 - a. Provided engineering and building expertise to the Lake Bluff School District 65 during the demolition of the current and construction of the new Central School and an addition to the Middle School.
 - b. Finalized a comprehensive update of the Village's Tree Preservation Ordinance.
 - c. Began analysis to evaluate construction of a pedestrian tunnel under Route 176 partially funded by a "Safe Passage to Schools" grant of \$400,000.
 - d. Received a 2008 architectural survey of the Village's estate properties from Benjamin Historic Certifications.
 - e. Amended the Sign Code regulations regarding sign illumination.

5. Analysis of a recommendation for senior housing on 10 acres of Village-owned property.
 - a. Prepared a request for proposals and evaluated responses.
 - b. Held public hearings and joint workshops with the Plan Commission and Zoning Board of Appeals to evaluate proposals.
 - c. Reviewed a financial feasibility and market analysis.
 - d. Engaged a consultant to develop and analyze a community senior housing preference survey.

These projects were funded through current operating revenues, a strategic reduction of excess fund balance reserves, grant revenues, and the 2001 G.O. Certificates, 2004 Alternate Water Revenue, and 2006 G.O. bond proceeds.

For the Future

While this recession has created challenges, the Village is committed to maintain aging public facilities and infrastructure, to preserve the safety and welfare of the public, to respect and maintain the architectural and environmental character of the community, to foster the volunteer spirit and intergovernmental cooperatives, and to support the advanced level of public services provided by the Village.

Below is a short description of some of the more significant initiatives proposed for the coming year. These projects are anticipated to be funded through current operating revenues, grant revenues, and the balance of the 2004 Alternate Water Revenue and 2006 G.O. Bond proceeds.

- ✓ Modify household waste collection from twice-weekly backdoor service to privatized weekly curbside collection.
- ✓ Install sidewalk on West Center Ave.
- ✓ Begin renegotiations with police and public works unions for collective bargaining agreement.
- ✓ Complete scheduled water infrastructure improvement projects funded by 2004 bond proceeds.
- ✓ Install traffic signal and construct related roadway safety improvements at the intersection of North Shore Drive and Waukegan Road, upon availability of anticipated funds.
- ✓ Continue the annual street resurface and roadway improvements program.
- ✓ Review annexation opportunities and boundary agreement provisions.

Financial Information

Management of the Village is responsible for establishing and maintaining internal controls designed to ensure that the assets of the Village are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concepts of reasonable assurance recognize that: (1) the costs of the controls should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls. In addition, the Village maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Village Board. Activities of the General Fund, special revenue funds, debt service funds, capital project funds, enterprise fund, and pension trust fund are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot

legally exceed the appropriated amount) is established at the fund level. Encumbrance accounting is not used by the Village. All annual appropriations lapse at fiscal year-end and are generally reappropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management. The Village's Finance Committee, which consists of three Village Trustees, the Village President, the Village Administrator, and the Finance Director meet regularly to review financial schedules and reports.

Police Pension Trust Fund. The Village maintains a Police Pension Trust Fund mandated by state law for sworn police officers. The net assets held in trust for the Police Pension Fund as of April 30, 2009 are \$5,507,274, down from \$6,503,242 as of April 30, 2008. Pursuant to the actuarial calculation of funding, the Police Pension Fund is 67% funded, with an unfunded liability of \$3,293,856 as of April 30, 2008; unchanged from the 2007 funding level. At this time the 2009 actuarial valuation is not available. Several factors influence the unfunded liability of pension plans, including the rate of return on investments, state law changes increasing benefits, the addition of officers to the plan, and disability benefits. While the Police Department consists of 16 members comprised of a Chief, a Deputy Chief, a Commander, 2 Sergeants, and 11 Patrol officers, Chief William Gallagher has elected not to participate in the plan. The Pension Fund currently pays benefits to 10 annuitants.

Cash management policies and practices. Cash temporarily idle during the year may be invested in demand deposits, certificates of deposit, the Illinois Funds, commercial paper, and obligations of the U.S. Treasury and Government Agencies. State law also allows the pension trust funds to invest up to 45% of the fund's assets in separate accounts of Illinois-licensed insurance companies invested in stocks, bonds, and real estate, and mutual funds managed by an investment company registered under Illinois Securities Law of 1953 and the Federal Investment Company Act of 1940.

The Village's investment policy details the cash management objectives and the guidelines for investing Village cash. The Village's investment goal is to minimize credit and market risks while maintaining a competitive yield on its portfolio. In addition, funds on deposit in excess of FDIC limits must be secured by collateral held in safekeeping by a third party. The Police Pension Fund has a separate investment policy, adopted by the Pension Board of Trustees, which articulates the expanded investment instruments allowed by law for pension funds.

The Village earned \$137,483 on all governmental and the Water Fund investments for the year ended April 30, 2009. This represents a 34% decrease from last year mostly due to the lower short-term interest rates, but also the decline in available cash.

The Police Pension Fund realized interest on investments before net depreciation in the fair value of the portfolio of \$209,240. The mutual funds' and government agencies' fair value depreciated by \$1,108,692.

Debt administration. At April 30, 2009, the Village has three outstanding debt issues and two unsecured notes. The outstanding principal on the bond issues is \$5.215 million, plus \$361 thousand on the two unsecured notes, for a total of \$5.576 million. The Village did not issue any debt in fiscal year 2009.

In 2006, Moody's upgraded all of the Village's bonded debt to **Aa1**, the second highest rating available, from **Aa2** for the G.O. Debt and **Aa3** for 2001 Certificates as non-property tax-supported debt. Moody's cited the Village's wealthy and steadily growing tax base; sound financial operations enhanced by recently gained home rule status; and minimal debt burden with limited capital needs as an explanation for the improved rating.

Risk management. The Village continues to participate in the Intergovernmental Risk Management Agency (IRMA), which is a risk pooling agency of over 75 municipalities and 8 special districts in northeastern Illinois that have joined together to manage and fund their property, casualty, and workers' compensation claims into a comprehensive risk management program. IRMA administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration and litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting services for its members. The Board of Directors is comprised of a delegate and an alternate delegate from each member to represent the agency. Each member agency is entitled to one vote on the Board. IRMA operational activities are conducted by a professional staff that is responsible for the claims administration, self- and excess insurance requirements, financial operations, and conducting training and loss prevention programs.

Other Information

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Lake Bluff for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2008. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current report conforms to the Certificate of Achievement program requirements and we will be submitting it for consideration.

Acknowledgments. The preparation of this Comprehensive Annual Financial Report was made possible by the dedicated service of Marlene Scheibl, Gail Ciolek, Christine Lee and Carol Weatherall. The entire Village staff has our sincere appreciation for their compliance with Village policies and procedures, which assists the finance department in ensuring that the financial statements are consistent and free of material misstatements.

In closing, without the leadership and support of the Village President and Board of Trustees, preparation of this report would not have been possible.

Sincerely,



R. Drew Irvin
Village Administrator



Susan M. Griffin
Director of Finance

FINANCIAL SECTION



998 Corporate Boulevard • Aurora, IL 60502

INDEPENDENT AUDITOR'S REPORT

The Honorable Village President
Members of the Board of Trustees
Village of Lake Bluff
Lake Bluff, 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 Lake Bluff, Illinois, as of and for the year ended April 30, 2009, which collectively comprise the Village of Lake Bluff, Illinois' basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village of Lake Bluff, Illinois' management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the basic 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 Lake Bluff, Illinois, as of April 30, 2009, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and the other required supplementary information listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

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

The information contained in the introductory and statistical sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion thereon.

A handwritten signature in black ink, appearing to read "L. K. U. P.", is positioned to the right of the text block.

Aurora, Illinois
October 9, 2009

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended April 30, 2009

As management of the Village of Lake Bluff, Illinois ("the Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village of Lake Bluff for the fiscal year ended April 30, 2009 with comparisons to the fiscal year ended April 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the Introductory Section of this report.

This management discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues; (2) provide an overview of the Village's financial activity; (3) clarify the Village's financial position and ability to address future challenges; (4) identify material deviations from the budget; and (5) identify concerns specific to individual funds. 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 also contains other supplementary information in addition to the basic financial statements.

FINANCIAL HIGHLIGHTS

- The Village obtained an unqualified opinion from the independent audit firm, Sikich LLP.
- The Village's investment in capital assets, net of related debt of \$19.93 million equals the capital assets net of accumulated depreciation of \$25.50 million minus \$5.57 million in outstanding related debt. This is \$140 thousand more than last year due to an increase in the investment in capital assets and the reduction in related debt.
- The Village's total net assets (governmental and business type) are \$27.27 million as of April 30, 2009 compared to \$27.94 million as of April 30, 2008. The unrestricted net assets declined to \$5.30 million on April 30, 2009, from \$5.43 million as of April 30, 2008.
- The reduction in total net assets of \$670 thousand in fiscal year 2009 is due to two factors. First, the Village restated the prior year net assets by \$123 thousand and second, expenses exceeded revenues by \$547 thousand weakening the Village's overall financial position by 2%.
- Primary government-wide expenses were \$11.07 million, funded with program revenues of \$3.33 million and \$7.19 million in property, sales, utility, income and other taxes, interest, and miscellaneous revenue and accounted for the decrease in net assets during fiscal year 2009 of \$547 thousand.
- The Village restated the prior year net assets by \$123 thousand of which \$92.2 thousand was from an accounting change for the state shared income tax reporting period and \$27.9 thousand was from the change in reporting of compensated absences to include the employer FICA expense.
- The General Fund (the Village's only major fund) had unreserved fund balance of \$4.18 million which represents 60% of the operating expenses (defined as personnel, commodities and contract expenditures), exceeding the Village's policy to maintain 25% of operating expenditures to provide flexibility and cash flow during economic downturns.

OVERVIEW OF THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Village's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Village's overall financial condition. Financial reporting at this level uses accounting similar to full accrual accounting such as in the private sector. Inter-fund activity is eliminated and the cost of assets with a long service life is spread out over future years so that capital expenditures are amortized through depreciation when the benefits are realized.

The first government-wide statement is the **Statement of Net Assets** that presents information about all of the Village's assets and liabilities, with the differences reported as net assets. Over a multiyear period, an increase or decrease in net assets can detect an improvement or deterioration in the financial position of the Village. Additionally, one would need to evaluate non-financial factors, such as the condition of Village infrastructure, the satisfaction of constituents, and other information beyond the scope of this report to make a more complete assessment of whether the Village as a whole has improved.

The second government-wide statement is the **Statement of Activities**, which reports *how* the Village's net assets changed during the current fiscal year. All current year revenues and expenses are included, regardless of when the cash is received or paid. An important purpose of the design of the Statement of Activities is to show the financial reliance of the Village's distinct activities or functions on revenues provided by the Village's taxpayers.

Both government-wide financial statements distinguish governmental activities of the Village that are principally supported by taxes and intergovernmental revenues (such as state-shared revenues) from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. The Village of Lake Bluff's governmental activities include general government, public safety, and public works. The Village's only business-type activity relates to water purchase and distribution. The Police Pension fiduciary activity is not available to fund Village programs and, therefore, is not included in the government-wide statements, but is presented in this document after the Village-wide statements.

The Village's financial reporting includes the funds of the Village primary government and the Lake Bluff Public Library. The Library, as a component unit of the Village, is reported separately from the financial information presented for the primary government on the government-wide statements. *The government-wide financial statements are presented on pages 3-5 of this report.*

REPORTING THE VILLAGE'S MOST SIGNIFICANT FUNDS

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. The Village's funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Unlike the government-wide financial statements, governmental fund financial information focuses on near-term *flow* of spendable resources, as well as on *the balance* of spendable resources available at the end of the fiscal year. It is useful to compare the information presented for governmental *funds* with similar information presented for 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 balances provide a reconciliation to facilitate the comparison between governmental *funds* and governmental *activities*. *The basic governmental fund financial statements can be found on pages 6-9 of this report.*

The Village of Lake Bluff has 13 individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund because it is the Village's only major fund. Major funds are defined as those governmental or enterprise funds' whose total assets, liabilities, revenues, and expenditures/expenses are at least 10% of the totals for all funds of that category (governmental or enterprise) and at least 5% of the combined governmental and enterprise funds. The remaining 12 funds' data is combined into a single column labeled "nonmajor" governmental funds. *Individual fund data for these nonmajor governmental funds is shown on pages 73-81 in this report.*

The Village has adopted an annual budget for all of its funds except: Special Service Area Bonds, Special Service Area Capital Project, and the Train Station Wreath Funds. Budgetary comparison statements have been provided to demonstrate compliance with the budget for all other funds. *The actual to budget comparison statements by fund can be found on pages 73-81.*

Proprietary funds. The Water Fund is the Village's only proprietary fund. There are two categories of proprietary funds: enterprise funds and internal service funds. The Water Fund, as an enterprise fund, reports business-type activities in the government-wide financial statements. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises –

where the intent is that the costs (expenses, including depreciation) of providing the goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. An internal service fund is an accounting method used to accumulate and allocate costs internally among various governmental functions for services that predominantly benefit the government. The Village does not have any internal service funds. *The Water Fund financial activity is shown in more detail than the government-wide financial statements and can be found on pages 10-13 of this report.*

Fiduciary funds. The Police Pension Fund is the Village's only fiduciary fund. Fiduciary funds are not reflected in the government-wide financial statement because its resources are not available to support the Village's programs, but are used to account for resources held for the benefit of the eligible police officers. The accounting used for fiduciary funds is similar to that used for proprietary funds. *The Police Pension Fund financial statements can be found on pages 14-15 of this report.*

Notes to the financial statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. *The notes are preceded by an index which begins on page 16 of this report.*

Other information

In addition to the basic financial statements and accompanying notes, this report also encompasses certain required supplementary information concerning the Village's funding of pension benefit obligations to its employees and budget information. *Required supplementary information can be found on pages 53-59 of this report.*

Major funds and component units are reported in the basic financial statements as discussed. *Combining and individual statements and schedules for nonmajor funds are presented in a subsequent section of this report beginning on page 67.*

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

The largest portion of the Village's net assets reflects its investment in capital assets less any related debt used to acquire those assets that is still outstanding. The Village uses capital assets to provide services to citizens; therefore, these assets are not available for future spending. Further, the debt repayment is provided from other sources, since the capital assets cannot be used to liquidate the liabilities. The total unrestricted net assets for the primary government are \$5,302,212, which is 2.4% less than the unrestricted net assets of \$5,431,927 at the fiscal year ended April 30, 2008. Governmental restricted assets of \$2,037,230 are for street improvements, capital outlay, and debt service. The governmental activities combined restricted and unrestricted net assets reveals a decline of 14%, or \$882,987 predominantly due to the expense of funds for special purposes, such as street maintenance, an E911 computer-aided dispatch system and other capital expenses. The governmental activities unrestricted net assets declined by \$197,408 due to a decrease in cash and investments. The water fund total net assets decreased by \$47,424 as a result of operating income of \$78,376 which was offset by \$122,784 in nonoperating expenses and transfers and a prior period adjustment of \$3,016. The water fund unrestricted net assets grew by \$67,693 due to the increase in current assets including cash and investments, accounts receivable, and the advance to other funds.

The following schedule presents a summary of governmental and business-type **net assets** as of April 30, 2009 compared to April 30, 2008.

Village of Lake Bluff Net Assets

	Governmental Activities		Water Activities		Total	
	2009	2008	2009	2008	2009	2008
Current & other assets	\$ 9,925,602	\$11,301,199	\$ 2,034,282	\$1,966,878	\$11,959,884	\$13,268,077
Capital assets	18,323,593	17,876,337	7,174,606	7,409,723	25,498,199	25,286,060
Total assets	28,249,195	29,177,536	9,208,888	9,376,601	37,458,083	38,554,137
Long term liabilities	3,291,006	3,603,161	2,518,842	2,637,614	5,809,848	6,240,775
Other liabilities	4,161,670	4,155,312	213,252	214,769	4,374,922	4,370,081
Total liabilities	7,452,676	7,758,473	2,732,094	2,852,383	10,184,770	10,610,856

Management's Discussion and Analysis – Fiscal Year Ended April 30, 2009

	Governmental Activities		Water Activities		Total	
	2009	2008	2009	2008	2009	2008
Net assets:						
Invested in capital assets, net of related debt	\$15,359,265	\$15,098,822	\$ 4,574,606	\$4,689,723	\$19,933,871	\$19,788,545
Restricted	2,037,230	2,722,809	---	---	\$ 2,037,230	2,722,809
Unrestricted	3,400,024	3,597,432	1,902,188	1,834,495	5,302,212	5,431,927
Total net assets	\$20,796,519	\$21,419,063	\$ 6,476,794	\$6,524,218	\$27,273,313	\$27,943,281

The following table presents a summary of governmental **revenues, expenses, and changes in net assets** for the fiscal year ended April 30, 2009 compared to April 30, 2008. Total governmental revenues grew by 2.3%, but were offset by an increase in expenses of 15.6%, reducing the net assets after transfers by \$502,701. The water fund revenues declined 16.4% and, though expenses were reduced by 7.4%, the net assets after transfers fell by \$44,408.

Village of Lake Bluff Changes in Net Assets

	Governmental Activities		Water (Business-Type)		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues						
Charge for services ¹	1,314,807	1,861,373	1,133,555	1,326,282	2,448,362	3,187,655
Operating grants and contributions	205,604	240,528	----	----	205,604	240,528
Capital donations	685,500	----			685,500	----
General revenues						
Property taxes	2,510,766	2,389,677	----	----	2,510,766	2,389,677
Sales taxes	2,673,399	3,242,281	----	----	2,673,399	3,242,281
Other taxes	1,719,395	1,958,597	----	----	1,719,395	1,958,597
Interest/Investment Inc	117,844	339,738	19,639	55,149	137,483	394,887
Miscellaneous	146,681	384,231	2,197	----	148,878	384,231
<i>Subtotal general revenue</i>	7,168,085	8,314,524	21,836	55,149	7,189,921	8,369,673
Total Revenues	9,373,996	10,416,425	1,155,391	1,381,431	10,529,387	11,797,856
Expenses:						
General government	2,423,284	2,708,645	----	----	2,423,284	2,708,645
Public safety	3,856,962	3,589,680	----	----	3,856,962	3,589,680
Public works ²	3,449,586	3,371,962	----	----	3,449,586	3,371,962
Debt service	173,693	150,799	----	----	173,693	150,799
Water	----	----	1,172,971	1,266,233	1,172,971	1,266,233
Total expenses	9,903,525	9,821,086	1,172,971	1,266,233	11,076,496	11,087,319
Increase (dec) in net assets before transfers	(529,529)	595,339	(17,580)	115,198	(547,109)	710,537
Transfers	26,828	21,311	(26,828)	(32,758)	----	(11,447)
Increase/(Decrease) in net assets	(502,701)	616,650	(44,408)	82,440	(547,109)	699,090
Net assets – May 1, 2008	21,419,063	20,802,413	6,524,218	6,441,778	27,943,281	27,244,191
Prior period adjustment	(119,843)	----	(3,016)	----	(122,859)	----
N/a restated – May 1, 2008	21,299,220	----	6,521,202	----	27,820,422	----
Net assets – April 30, 2009	20,796,519	21,419,063	6,476,794	6,524,218	27,273,313	27,943,281

FY2008 Public Works expense was shown less the capital outlay of \$1,255,072 in the FY2008 Statement of Activities. For comparison purposes this amount was added to the Public Works expenses.

¹ FY2008 Charge for services of \$1,861,373 was shown in the FY2008 Statement of Activities as \$606,301 which is net of \$1,255,072 capital outlay. This amount is being shown as required by GASB for comparison purposes. This (and note 2 below) had no effect on the increase for the FY2008 net assets.

Program Revenues

Charge for services in the governmental activities includes: building permits and related fees; fines and forfeitures; vehicle, business, and other licenses; sewer charge; and police and fire protection services provided to local unincorporated areas. Total charges for services decreased by 29.4% due to the downturn in the economy. Building permit and development-related activity fees plummeted by 39% as a result of the financial crisis that began in the fall of 2008. Two new residential development projects, Lansdowne and Stonebridge, have stalled as the developers wait for market demand to improve and capital markets to loosen. The capital donation of \$685,500 is from the public infrastructure assets built and donated by the developers of the Lansdowne and Central Business District Block One developments.

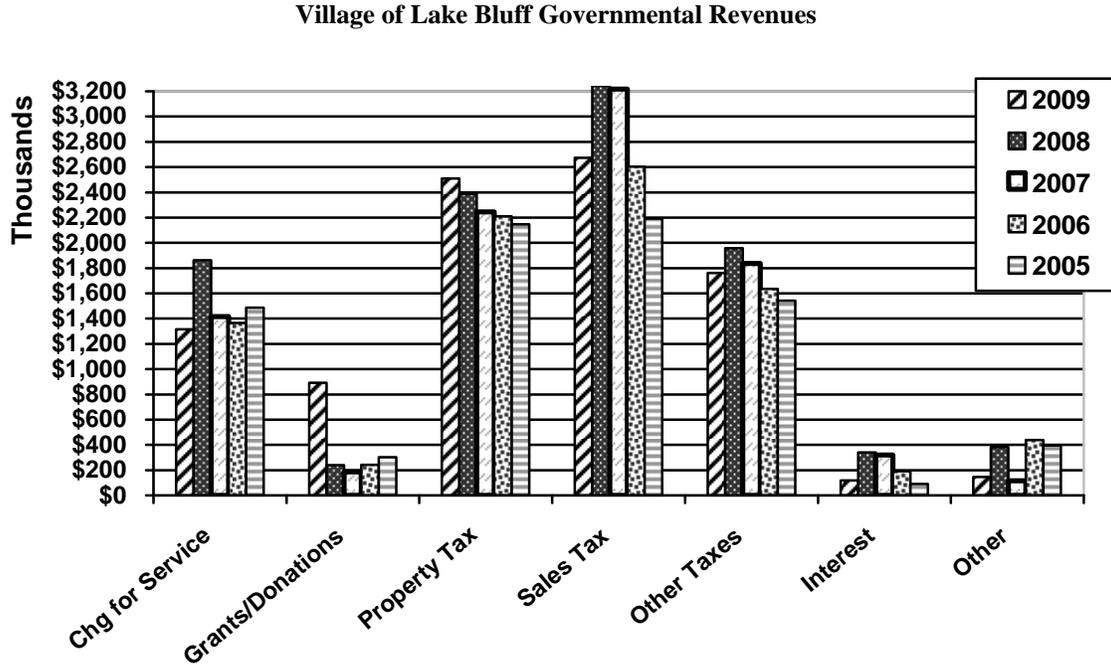
General Revenues

Village tax revenues are derived from a combination of the following sources: real estate, sales and local use, income, utility, personal property replacement, and motor fuel taxes. Total general revenues decreased by 13.8% or \$1,146,439. Property taxes continue to be a major part of the Village's revenue structure, accounting for 27% of the total governmental revenues. Sales taxes (including the home rule sales tax), which comprise the largest source of governmental revenues at 28.5%, declined from fiscal year 2008 by 17.5% or \$568,882.

Other taxes category includes state shared income, personal property replacement, demolition, prepared food and beverage, telecommunications, and utility taxes. In the aggregate these revenues decreased by \$154,622 or 12.2%. Income tax revenues were at an all-time high in fiscal year 2008, but this source decreased by \$18,783 or 3.3% as unemployment in Illinois grew. Telecommunications and utility taxes decreased by \$45,887 or 4.6%.

Interest revenue dropped by \$257,404 or 65% over last year due to the low short-term interest rates and the reduction in available cash. Other revenues are nonrecurring sources such as gain on the sale of assets as well as some typically minor recurring charges.

Below is a chart comparing the last five years of governmental revenues by source.



Governmental Expenses

Total governmental expenses increased slightly at 0.8% overall from personnel and supplies costs growth. Personnel costs which comprise salaries, benefits, insurance, and pension expenses represent 48% of the total governmental expenses. Salaries during fiscal year 2008 were unusually low as the Village had six positions that were temporarily vacant from staffing turnover. Four of those positions were filled at the end of fiscal year 2008, resulting in a full year of salaries and benefits for those employees during fiscal year 2009. Two of those positions have not been authorized to be filled due to the economic downturn.

The general government expenses include the costs of personnel, commodities, contracts, and depreciation for the general administration including the Administrator’s Office, Finance, Engineering/Building/Zoning, and Boards and Commissions departments. This category of expenses is down 10.5%, mainly due to the determination not to replace the Building and Zoning Technician and the postponement of capital expenses.

The public safety expenses are comprised of personnel, commodities, contracts, and capital expenditures for the police sworn, dispatch, and fire departments. The Public Safety expenses increased 7.4% predominately due to the costs of salary increases pursuant to the collective bargaining agreement and a 3% increase for non-union employees as well as capital expenses funded by special revenues and grants.

The public works expenses include the costs of personnel, commodities, contracts, and capital outlay for the maintenance of streets, bridges, sewers, street lights, forestry infrastructure, parkways, and the sanitation and recycling collection. This division’s expenses rose by 2.3% because of an atypical increase in road salt for the Northern Illinois area from an average of \$45 to \$136 per ton and due to salary increases pursuant to the collective bargaining agreement.

Water - Proprietary Activities

The water activities include the costs of purchasing and distributing potable water to the Village's 2,000 residential and business customers; reading the meters; billing and collections; and maintaining the related infrastructure. The Village purchases water from the Central Lake County Joint Action Water Agency (CLCJAWA) at a rate of \$2.15 per 1,000 gallons. The revenues reflect the sale of the water, connection fees, meter sales, and other miscellaneous fees.

The Village charges its customers at a rate of \$5.42 per thousand gallons of water used. This rate was unchanged from the prior year and is calculated to sufficiently cover the wholesale rate, to adequately fund the annual water infrastructure maintenance costs, and to maintain required bond payment coverage. The debt service is for the interest expense associated with the issuance, in 2004, of \$3.06 million in alternate revenue bonds to finance water infrastructure improvement projects to be completed over a 5-year period.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

The focus of the Village's governmental funds is to provide information on current inflows, outflows, and balances of non-capital assets. Unreserved fund balance serves as a useful measure of the Village's net resources available for spending at the end of the year. The governmental activities' total fund balance is \$6,212,438. The total fund balances declined \$1,214,365 from 2008 to 2009 based on a reduction in revenues and an intentional use of funds restricted for specific purposes in order to maintain the Village's infrastructure.

Village of Lake Bluff Governmental Fund Balances

		Governmental Activities		Increase/Decrease from 2008	
		2009	2008	Percentage	Dollars
General	Major	\$ 4,176,988	\$ 4,703,994	(11.2)%	\$ (527,006)
Motor Fuel Tax	Nonmajor	509,850	1,076,141	(5.3)	(566,291)
Redevelopment	Nonmajor	607,859	718,793	(15.4)	(110,934)
Vehicle Replacement	Nonmajor	405,673	356,659	13.7	49,014
IL Municipal Retirement	Nonmajor	83,278	30,998	168.6	52,280
FICA/Social Security	Nonmajor	100,312	93,837	6.9	6,475
E-911	Nonmajor	265,819	386,469	(31.2)	(120,650)
Foreign Fire Tax	Nonmajor	28,116	24,164	16.4	3,952
Train Station Wreath	Nonmajor	3,829	4,044	(5.3)	(215)
SSA Bonds	Nonmajor	13,370	13,168	1.5	202
2001 G.O. Certificates	Nonmajor	(1,780)	(880)	(102.3)	(900)
2006 G.O. Bonds	Nonmajor	5,425	5,925	(8.4)	(500)
Capital Projects	Nonmajor	13,699	13,491	1.5	208
Total		\$ 6,212,438	\$ 7,426,803	(16.2)%	\$(1,214,365)

Governmental Funds – Major and Nonmajor

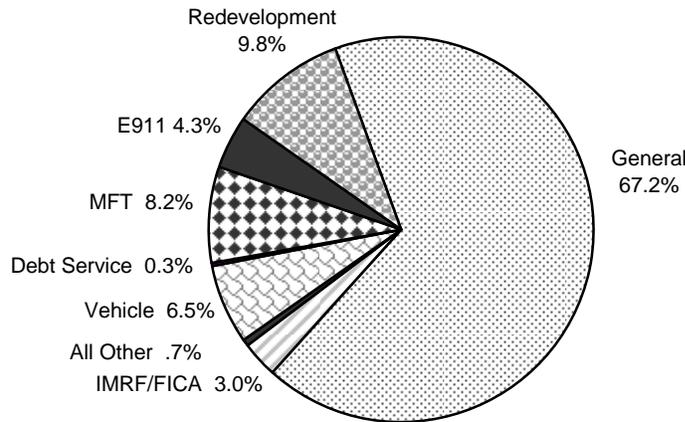
The General Fund fund balance of \$4,176,988 reflects the available resources to finance the main operations of the Village of Lake Bluff. The General Fund fund balance exceeds the Village's policy of maintaining an amount equal to at least 25% of operating expenditures. The General Fund \$527,006 reduction in the fund balance was a result of a decrease in revenues of 15% offset by a decline of 0.9% in expenses.

The Motor Fuel Tax Fund funds are required to be utilized exclusively for maintenance of streets and the Redevelopment Fund funds are for the expenditure of the 2006 bond proceeds for specific capital improvements. The reduction in the balance of the E911 fund is for the replacement of the police telecommunications console with a computer-aided dispatching system. The Vehicle Replacement Fund fund balance is reserved for replacement of capital vehicles and equipment. The other nonmajor governmental fund balances are reserved for IMRF pension, social security, debt service, and capital projects expenses.

Below is a list of some of the reasons for some of the more noteworthy fund balance changes.

- ❖ General Fund capital expenditures were postponed as revenues were less than anticipated.
- ❖ Motor Fuel Tax Fund expenditures for the street rehabilitation program commenced in fiscal year 2007 and will continue through fiscal year 2010 to maintain streets pursuant to the annual condition assessment.
- ❖ Vehicle Replacement Fund fund balance increased as transfers-in exceeded the purchases for the year and useful lives were extended for the police squad cars.
- ❖ Illinois Municipal Retirement Fund fund balance grew in order to provide a reserve for anticipated rate increases due to heavy investment losses. Social Security/FICA Fund fund balance increased from expensing less than anticipated because of the personnel vacancies.
- ❖ The Redevelopment Fund fund balance decreased with the expenditure of the 2006 G.O. Bonds proceeds for completion of the CBD Center Ave/Scranton/Sheridan Road improvements.

GOVERNMENTAL FUND BALANCES AS A PERCENTAGE OF THE TOTAL



General Fund Budgetary Highlights

The budget was not modified during the year, and actual expenditures did not exceed the budget. By September 2008, as it became evident that sales taxes, development fees, and interest earnings would be severely impacted, the staff was requested to postpone capital expenditures and any non-essential purchases. The General Fund revenues fell short of the projected revenues by \$1,154,767, or 13%. Specifically, the sales and all other taxes were \$530,272 less than the budget and building permits were \$418,241 less than anticipated from the impact of the constrained credit markets. Further, the budget included \$72,128 from Naperville/Impact fees that was never realized because the Stonebridge residential development has not been developed as scheduled. The General Fund expenditures were less than budgeted by \$1,004,107, or 12% of the projections due to these factors: personnel costs savings from human resource changes; the postponement of some capital equipment expenditures; and the unused \$396,500 contingency budget.

Water - Proprietary Fund

The Water Fund had operating income of \$78,376 and a decline in net assets of \$44,408 after nonoperating revenues and transfers. Operating revenues were down 14.4% from the prior year due to a decline in water consumption and water connection fees which correlate to the decrease in building activity. The prior period adjustment of \$3,016 was a restatement of the compensated absence liability to include the FICA tax.

Capital Assets and Debt Administration

Capital Assets. The Village's investment in capital assets, net of accumulated depreciation, for governmental activities was \$18,323,593 in fiscal year 2009 up from \$17,876,339 in fiscal year 2008. This increase is mostly attributable to the \$685,500 public improvements donated by the developers of Lansdowne and the Village Commons redevelopments less the depreciation expense. The net realizable capital asset investment for the Water Fund declined to \$7,174,606 from \$7,409,723 in fiscal year 2008 because the Village did not invest in its water infrastructure in fiscal year 2009. *Additional information regarding the Village's capital assets is presented in the footnotes on pages 30-31.*

Long-Term Debt. At April 30, 2009, the Village had three outstanding bond issues and two unsecured notes with a total principal balance of \$5.576 million outstanding. In August 2006, the Village issued \$2.1 million in G.O. Bonds to finance the cost of roadway improvements and street amenities in the downtown; a stop light on Waukegan Road and North Shore Drive; and other roadway and pedestrian access improvements. This debt will be repaid over 15 years beginning in 2011 with general operating revenues. As the first 5 years are interest only payments, the outstanding principal balance is \$2.1 million. The 2001 G.O. Certificates of Participation (COPS) debt, issued on March 1, 2001 in the amount of \$1.93 million with a March 2011 maturity date, has an outstanding principal balance of \$515 thousand. This debt was issued to finance the safety, environmental, and space renovations at the Public Works Facility site, structural improvements at the Public Safety building, and the Village's share of costs to reconstruct the Moffett Road Bridge. In June 2004, the Village issued \$3.06 million in alternate water revenue bonds to finance the cost of 10 years of water infrastructure improvements. These bonds mature in December 2024 and will be repaid over 20 years with water revenues. The outstanding principal balance is \$2.60 million. The outstanding balances on the two unsecured notes are \$180 thousand and \$181 thousand, which were used to purchase 611 Walnut Avenue and a fire engine, respectively.

The Village has continued to observe a very conservative debt policy, as evidenced by the fact that the Village first issued bonds in 1987, has never carried debt in excess of \$10 million, and has a direct debt burden of 1.2% versus the median of 2.1%. The Village's outstanding general obligation debt principal represents .4% of EAV. *Additional information regarding the Village's debt is presented in the footnotes on pages 33-35, detailed schedules are shown on pages 84-88, and additional information is included in the statistical section on pages 103-107.*

Future Debt. At this time, the Village has no plans to issue additional debt in the upcoming fiscal year.

Bond Ratings. In July 2006, Moody's Investor Service upgraded the Village's bond rating to Aa1, which is the second highest rating. Moody's cited the Village's wealthy and steadily growing tax base; sound financial operations enhanced by recently gained home rule status; and minimal debt burden with limited capital needs.

Economic Factors

- Significant investment losses increasing pension obligations.
- Health insurance costs continue to rise by double digit percentages.
- Short-term interest rates below 2% resulting in less interest earnings.
- Stalled residential developments as a result of tightened credit markets are projected to dramatically decrease building and demolition permit revenues, demolition taxes, and water connection fees.
- Wholesale water rate increase from CLCJAWA of \$0.18 per thousand gallons.
- Retail water rate rise from \$5.42 to \$5.60 per thousand gallons.
- While somewhat lower than in early 2008, higher crude oil costs continue to impacting fuel, supplies, and commodities.
- Consumer Price Index-Urban (CPI-U) factor for the 2009 property tax levy is 0.1% and new construction added to the tax rolls is projected to be minimal.
- A continued decline in sales, income, and utility tax receipts is projected due to devastated consumer confidence, tightened credit markets, and increasing unemployment.
- Recession is anticipated to be protracted with a slow and less robust recovery.

- Voters approved home rule in April 2005, which provides financial flexibility for the Village and provides some opportunities to mitigate potential revenue losses from the effects of state-wide budget constraints.

All of these factors were considered when preparing the fiscal year 2009-10 annual budget.

Contacting the Village's Financial Management

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations, and demonstrate the Village's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Village's Finance Director Susan Griffin at 40 E. Center Ave, Lake Bluff, Illinois 60044 sgriffin@lakebluff.org or access the Village website at www.lakebluff.org.

VILLAGE OF LAKE BLUFF, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Public Library
ASSETS				
Cash and investments	\$ 5,970,514	\$ 1,561,420	\$ 7,531,934	\$ 453,088
Receivables, net of allowance for uncollectibles				
Property taxes	2,669,939	-	2,669,939	777,289
Other taxes	885,226	-	885,226	-
Other receivables	562,166	-	562,166	-
Accounts	41,802	263,112	304,914	-
Accrued interest	1,801	159	1,960	-
Inventory	1,599	-	1,599	-
Due to/from other funds	36,539	(36,539)	-	-
Due from component unit	2,146	-	2,146	-
Advance to/from other funds	(246,130)	246,130	-	-
Restricted assets - cash	-	-	-	3,010
Capital assets				
Capital assets not being depreciated	2,284,977	-	2,284,977	347,445
Capital assets being depreciated, net	16,038,616	7,174,606	23,213,222	1,555,564
Total assets	28,249,195	9,208,888	37,458,083	3,136,396
LIABILITIES				
Accounts payable	270,827	38,894	309,721	14,839
Accrued payroll	126,207	6,908	133,115	15,543
Interest payable	36,807	39,000	75,807	-
Other liabilities	140,727	-	140,727	-
Unearned property taxes	2,669,939	-	2,669,939	777,289
Other unearned revenue	181,769	-	181,769	-
Deposits payable	323,695	4,993	328,688	-
Due to primary government	-	-	-	2,146
Noncurrent liabilities				
Due within one year	411,699	123,457	535,156	-
Due in more than one year	3,291,006	2,518,842	5,809,848	-
Total liabilities	7,452,676	2,732,094	10,184,770	809,817
NET ASSETS				
Invested in capital assets, net of related debt	15,359,265	4,574,606	19,933,871	1,903,009
Restricted for				
Street improvements	991,204	-	991,204	-
Debt service	18,795	-	18,795	-
Capital outlay	1,027,231	-	1,027,231	3,010
Unrestricted	3,400,024	1,902,188	5,302,212	420,560
TOTAL NET ASSETS	\$ 20,796,519	\$ 6,476,794	\$ 27,273,313	\$ 2,326,579

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2009

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 2,423,284	\$ 968,602	\$ 21,489	\$ -
Public safety	3,856,962	150,057	22,881	-
Public works	3,449,586	196,148	161,234	685,500
Interest on long-term debt	173,693	-	-	-
Total governmental activities	9,903,525	1,314,807	205,604	685,500
Business-Type Activities				
Water	1,172,971	1,133,555	-	-
Total business-type activities	1,172,971	1,133,555	-	-
TOTAL PRIMARY GOVERNMENT	\$ 11,076,496	\$ 2,448,362	\$ 205,604	\$ 685,500
COMPONENT UNIT - LIBRARY	\$ 705,358	\$ 19,413	\$ 122,914	\$ -

	Net (Expense) Revenue and Change in Net Assets			
	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Public Library
	\$ (1,433,193)	\$ -	\$ (1,433,193)	\$ -
	(3,684,024)	-	(3,684,024)	-
	(2,406,704)	-	(2,406,704)	-
	(173,693)	-	(173,693)	-
	(7,697,614)	-	(7,697,614)	-
	-	(39,416)	(39,416)	-
	-	(39,416)	(39,416)	-
	(7,697,614)	(39,416)	(7,737,030)	-
	-	-	-	(563,031)
General Revenues				
Property tax	2,510,766	-	2,510,766	732,163
Utility tax	944,364	-	944,364	-
Intergovernmental revenues				
Replacement taxes	59,166	-	59,166	-
Sales tax	2,673,399	-	2,673,399	-
Income tax	551,791	-	551,791	-
Wireless surcharge	55,092	-	55,092	-
Other taxes	108,982	-	108,982	-
Miscellaneous	146,681	2,197	148,878	12,427
Investment income	117,844	19,639	137,483	7,144
Transfers	26,828	(26,828)	-	-
Total	7,194,913	(4,992)	7,189,921	751,734
CHANGE IN NET ASSETS	(502,701)	(44,408)	(547,109)	188,703
NET ASSETS, MAY 1	21,419,063	6,524,218	27,943,281	2,137,876
Prior period adjustment	(119,843)	(3,016)	(122,859)	-
NET ASSETS, MAY 1, RESTATED	21,299,220	6,521,202	27,820,422	2,137,876
NET ASSETS, APRIL 30	\$ 20,796,519	\$ 6,476,794	\$ 27,273,313	\$ 2,326,579

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2009

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and investments	\$ 3,672,178	\$ 2,298,336	\$ 5,970,514
Receivables, net			
Property taxes	2,106,405	563,534	2,669,939
Other taxes	873,133	12,093	885,226
Other receivables	562,166	-	562,166
Accounts	35,565	6,237	41,802
Accrued interest	1,112	689	1,801
Inventory	1,599	-	1,599
Due from other funds	36,539	-	36,539
Due from component unit	2,146	-	2,146
TOTAL ASSETS	\$ 7,290,843	\$ 2,880,889	\$ 10,171,732
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 235,052	\$ 35,775	\$ 270,827
Accrued payroll	126,207	-	126,207
Other liabilities	140,727	-	140,727
Unearned property taxes	2,106,405	563,534	2,669,939
Other unearned revenue	181,769	-	181,769
Deposits payable	323,695	-	323,695
Advance from other funds	-	246,130	246,130
Total liabilities	3,113,855	845,439	3,959,294
FUND BALANCES			
Reserved for inventory	1,599	-	1,599
Reserved for debt service	-	18,795	18,795
Unreserved			
Designated for capital outlay			
General Fund	300,000	-	300,000
Undesignated			
General Fund	3,875,389	-	3,875,389
Special revenue funds	-	991,204	991,204
Debt service funds	-	(1,780)	(1,780)
Capital projects funds	-	1,027,231	1,027,231
Total fund balances	4,176,988	2,035,450	6,212,438
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,290,843	\$ 2,880,889	\$ 10,171,732

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

April 30, 2009

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 6,212,438
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	18,323,593
Interest payable is accrued as incurred in the statement of activities as opposed to when paid in governmental funds	(36,807)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Tax certificates payable	(515,000)
Bonds payable	(2,087,940)
Notes payable	(361,388)
Compensated absences payable	(448,270)
Net pension obligation	<u>(290,107)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 20,796,519</u>

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2009

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Property taxes	\$ 1,991,368	\$ 519,398	\$ 2,510,766
Other taxes	4,327,941	50,565	4,378,506
Licenses, permits, and fees	840,006	-	840,006
Intergovernmental	21,489	239,206	260,695
Charges for services	341,089	-	341,089
Fines and forfeitures	92,910	-	92,910
Interest earned on investments	72,432	45,412	117,844
Miscellaneous	35,105	1,612	36,717
Total revenues	7,722,340	856,193	8,578,533
EXPENDITURES			
Current			
General government	1,952,050	502,719	2,454,769
Police and community service	3,414,414	39,680	3,454,094
Public works	2,160,920	-	2,160,920
Capital outlay	-	1,351,899	1,351,899
Debt service			
Principal	45,000	327,126	372,126
Interest	7,907	127,974	135,881
Total expenditures	7,580,291	2,349,398	9,929,689
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	142,049	(1,493,205)	(1,351,156)
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	76,184	33,779	109,963
Transfers in	-	772,067	772,067
Transfers (out)	(745,239)	-	(745,239)
Total other financing sources (uses)	(669,055)	805,846	136,791
NET CHANGE IN FUND BALANCES	(527,006)	(687,359)	(1,214,365)
FUND BALANCES, MAY 1	4,796,220	2,722,809	7,519,029
Prior period adjustment	(92,226)	-	(92,226)
FUND BALANCES, MAY 1, RESTATED	4,703,994	2,722,809	7,426,803
FUND BALANCES, APRIL 30	\$ 4,176,988	\$ 2,035,450	\$ 6,212,438

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2009

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (1,214,365)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	
Capitalized capital assets	1,323,531
Depreciation expense	(700,820)
Proceeds from the disposal of capital assets is reported in governmental funds but the gain (loss) on the disposal is calculated and reported in the statement of activities	(175,457)
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	372,126
The change in compensated absences does not require a current financial resource	(63,139)
Interest costs are recognized when paid in governmental funds but when incurred on the statement of activities	(37,810)
The change in the net pension asset is not a source or use of a financial resource	<u>(6,767)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ (502,701)</u>

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS

April 30, 2009

CURRENT ASSETS	
Cash and cash equivalents	\$ 1,561,420
Receivables	
Accounts, net of allowance for uncollectible accounts	263,112
Interest	<u>159</u>
Total current assets	<u>1,824,691</u>
NONCURRENT ASSETS	
Advance to other funds	246,130
Capital assets, net of accumulated depreciation	<u>7,174,606</u>
Total noncurrent assets	<u>7,420,736</u>
Total assets	<u>9,245,427</u>
CURRENT LIABILITIES	
Accounts payable	38,894
Accrued payroll	6,908
Accrued interest payable	39,000
Due to other funds	36,539
Deposits held	4,993
Compensated absences payable	3,457
Revenue bonds payable	<u>120,000</u>
Total current liabilities	<u>249,791</u>
NONCURRENT LIABILITIES	
Compensated absences payable	38,842
Revenue bonds payable	<u>2,480,000</u>
Total noncurrent liabilities	<u>2,518,842</u>
Total liabilities	<u>2,768,633</u>
NET ASSETS	
Invested in capital assets, net of related debt	4,574,606
Unrestricted	<u>1,902,188</u>
TOTAL NET ASSETS	<u>\$ 6,476,794</u>

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
WATER FUND

For the Year Ended April 30, 2009

OPERATING REVENUES	
Water sales	\$ 1,076,123
Meter sales	4,577
Tap-on and connection fees	52,855
Miscellaneous	<u>2,197</u>
Total operating revenues	<u>1,135,752</u>
OPERATING EXPENSES	
Administrative and finance	318,589
Water purchases	503,671
Depreciation	<u>235,116</u>
Total operating expenses	<u>1,057,376</u>
OPERATING INCOME	<u>78,376</u>
NONOPERATING REVENUES (EXPENSES)	
Interest earned on investments	19,639
Interest expense	<u>(115,595)</u>
Total nonoperating revenues (expenses)	<u>(95,956)</u>
CHANGE IN NET ASSETS BEFORE TRANSFERS	<u>(17,580)</u>
TRANSFERS	
Transfers (out)	<u>(26,828)</u>
Total transfers	<u>(26,828)</u>
CHANGE IN NET ASSETS	<u>(44,408)</u>
NET ASSETS, MAY 1	6,524,218
Prior period adjustment	<u>(3,016)</u>
NET ASSETS, MAY 1, RESTATED	<u>6,521,202</u>
NET ASSETS, APRIL 30	<u><u>\$ 6,476,794</u></u>

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 1,120,131
Payments to suppliers	(588,234)
Payments to employees	<u>(232,617)</u>
Net cash from operating activities	<u>299,280</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Increase in due to other funds	11,957
Increase in advance to other funds	(15,000)
Transfers (out)	<u>(26,828)</u>
Net cash from noncapital financing activities	<u>(29,871)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of investments	(6,613)
Interest received	<u>20,045</u>
Net cash from investing activities	<u>13,432</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Payments of capital debt	(120,000)
Interest paid on capital debt	<u>(113,795)</u>
Net cash from capital and related financing activities	<u>(233,795)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	49,046
CASH AND CASH EQUIVALENTS, MAY 1	<u>1,512,374</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u><u>\$ 1,561,420</u></u>

(This statement is continued on the following page.)

VILLAGE OF LAKE BLUFF, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS

For the Year Ended April 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income	\$ 78,376
Adjustments to reconcile operating income to net cash from operating activities	
Depreciation	235,116
(Increase) decrease in Receivables	(15,720)
Increase (decrease) in Accounts payable	(2,812)
Deposits payable	100
Accrued payroll	1,353
Compensated absences payable	<u>2,867</u>
NET CASH FROM OPERATING ACTIVITIES	<u><u>\$ 299,280</u></u>

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS
STATEMENT OF FIDUCIARY NET ASSETS
PENSION TRUST FUND

April 30, 2009

	Police Pension Fund
	<u> </u>
ASSETS	
Cash	\$ 62,506
Investments (at fair value)	
Certificates of deposit	1,510,308
U.S. Government obligations	1,865,186
Mutual funds	2,042,447
Accrued interest receivable	<u>26,827</u>
 Total assets	 <u>5,507,274</u>
LIABILITIES	
None	<u>-</u>
 Total liabilities	 <u>-</u>
NET ASSETS	
Held in trust for pension benefits	<u>5,507,274</u>
 TOTAL NET ASSETS	 <u>\$ 5,507,274</u>

See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
POLICE PENSION FUND

For the Year Ended April 30, 2009

ADDITIONS

Contributions

Employer	\$ 381,977
Plan members	<u>121,503</u>

Total contributions	<u>503,480</u>
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Investment income

Net appreciation (depreciation) in fair value of investments	(1,108,692)
Interest	<u>209,240</u>

Total investment income	(899,452)
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Less investment expense	<u>(20,494)</u>
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Net investment income	<u>(919,946)</u>
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Total additions	<u>(416,466)</u>
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DEDUCTIONS

Pension benefits and refunds	571,803
Administrative expenses	<u>7,699</u>

Total deductions	<u>579,502</u>
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NET INCREASE (DECREASE)	(995,968)
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NET ASSETS HELD IN TRUST
FOR PENSION BENEFITS

May 1	<u>6,503,242</u>
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April 30	<u>\$ 5,507,274</u>
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See accompanying notes to financial statements.

VILLAGE OF LAKE BLUFF, ILLINOIS

INDEX FOR NOTES TO FINANCIAL STATEMENTS

April 30, 2009

	<u>Page(s)</u>
1. Summary of Significant Accounting Policies	
a. Reporting Entity.....	18-19
b. Fund Accounting.....	19-20
c. Government-Wide and Fund Financial Statements	20-21
d. Measurement Focus, Basis of Accountings and Basis of Presentation.....	21-22
e. Cash and Investments	22-23
f. Receivables	23
g. Inventory.....	23
h. Interfund Receivables/Payables.....	23
i. Capital Assets.....	24
j. Compensated Absences	24-25
k. Long-Term Obligations	25
l. Fund Balances/Net Assets	26
m. Interfund Transactions.....	26
n. Accounting Estimates.....	26
2. Deficit Fund Balance	26
3. Property Taxes	27
4. Cash and Investments.....	27-30
5. Capital Assets.....	30-31
6. Risk Management.....	32
7. Lease and Maintenance Obligations	32
8. Long-Term Debt	
a. Governmental Activities	33-34
b. Business-Type Activities	34
c. Debt Service Requirements to Maturity	35
9. Individual Fund Disclosures	
a. Interfund Transactions.....	36
b. Due from Component Unit/Due to Primary Government	36
c. Advances to/from Other Funds	36-37
d. Transfers.....	37

VILLAGE OF LAKE BLUFF, ILLINOIS
INDEX FOR NOTES TO FINANCIAL STATEMENTS (Continued)

	<u>Page(s)</u>
10. Commitments and Contingencies	
a. Litigation	37
b. Construction Contracts.....	37
c. Grants.....	38
11. Joint Ventures	
a. Central Lake County Joint Action Water Agency (CLCJAWA).....	38-39
b. Solid Waste Agency of Lake County (SWALCO).....	40-41
12. Defined Benefit Pension Plans	
a. Plan Descriptions.....	42-43
b. Summary of Significant Accounting Policies and Plan Asset Matters	43-44
c. Significant Investments.....	44
d. Annual Pension Cost	44-46
e. Funded Status.....	46
13. Prior Period Adjustments	47
14. Component Unit - Lake Bluff Public Library	
a. Summary of Significant Accounting Policies	
1) Fund Accounting	47-48
2) Measurement Focus, Basis of Accounting and Basis of Presentation..	48
3) Cash and Investments.....	49
4) Capital Assets	49
b. Cash and Investments	
1) Deposits with Financial Institutions	50
2) Investments	50-51
c. Receivables.....	51
d. Capital Assets.....	52

VILLAGE OF LAKE BLUFF, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Reporting Entity

The Village was incorporated on September 26, 1895, and is a municipal corporation governed by an elected seven-member board. The Village operates under a President/Administrator form of government and provides the following services as authorized by its charter: public safety (police and fire); highways and streets; health, social and cultural services; water and sanitation; public improvements; planning and zoning; and general administration services. As required by GAAP, these financial statements present the Village (the primary government) and its component unit.

Discretely Presented Component Unit

The Lake Bluff Public Library (the Library) is governed by an elected board of trustees and provides services to residents, generally within the geographic boundaries of the Village. The Library Board of Trustees selects management staff, establishes budgets and otherwise directs the affairs of the Library. The Library Board of Trustees cannot issue general obligation bonds on its own behalf and, as such, bonds cannot be issued in the Library's name alone. Bonds must be issued by the Village on behalf of the Library. The Library is primarily funded by property taxes levied by the Village on behalf of the Library. The Library has an April 30 year-end. Complete financial statements for the Library can be obtained from the administrative office at 123 E. Scranton Avenue, Lake Bluff, Illinois 60044.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Joint Ventures

Central Lake County Joint Action Water Agency (CLCJAWA)

CLCJAWA is a municipal corporation empowered to construct and maintain a joint water supply system to serve its member municipalities. Management consists of a Board of Directors comprised of one elected official from each member. The Village does not exercise any control over the activities of CLCJAWA beyond its representation on the Board of Directors. CLCJAWA is reported as a proprietary joint venture.

Solid Waste Agency of Lake County (SWALCO)

SWALCO is a municipal corporation empowered to plan, finance, construct and operate a solid waste disposal system to serve its member municipalities. Management consists of a Board of Directors comprised of one appointed representative from each member. The Village does not exercise any control over the activities of SWALCO beyond its representation on the Board of Directors. SWALCO is reported as a proprietary joint venture.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for substantially all of the Village's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general capital assets (capital projects funds) and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds). Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds*, the Village has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for enterprise funds. The Village maintains the Water Enterprise Fund.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. The Village utilizes pension trust funds which are generally used to account for assets that the Village holds in fiduciary capacity. The Village maintains a Police Pension Trust Fund.

c. Government-Wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Village reports the following major and only proprietary fund:

The Water 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 billing and collection.

The Village reports the following fiduciary fund:

The Police Pension Fund accounts for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by sworn police officers at rates fixed by law and the Village at amounts determined by an annual actuarial study.

d. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. A six-month availability period is used for revenue recognition for all governmental funds. Expenditures generally are recorded when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded when payment is due.

Those revenues susceptible to accrual are property taxes, franchise taxes, licenses, interest revenue and charges for services. Sales, income, replacement and motor fuel taxes collected and held by the state at year end on behalf of the Village also are susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The accrual basis of accounting is utilized by proprietary fund types and pension trust funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Unbilled water revenue of the Water Fund is recognized as earned when the water is consumed.

The Village reports unearned revenue on its financial statements. Unearned revenue arises when a potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenue also arises when resources are received by the Village before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village’s proprietary funds considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments (Continued)

Investments

All village investments and all pension fund investments are stated at fair value in accordance with GASB Statements No. 25 and 31.

Illinois Funds, a money market mutual fund created by the Illinois State Legislature and controlled by the Illinois State Treasurer is reported at a \$1 per share value, which equals the Village's fair value in the pool.

f. Receivables

The recognition of receivables associated with nonexchange transactions is as follows:

- § Derived tax receivables (such as: sales, income and motor fuel taxes) are recognized when the underlying exchange has occurred.
- § Imposed nonexchange receivables (such as: property taxes and fines) are recognized when an enforceable legal claim has arisen.
- § Government mandates or voluntary nonexchange transaction receivables (such as: mandates or grants) are recognized when all eligibility requirements have been met.

g. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market.

h. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans, if any, are classified as "interfund receivables/payables." Long-term interfund loans are classified as "advances to/from other funds."

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm water), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capital assets are defined by the Village as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated capital assets are recorded at estimated fair market value at the date of donation.

Infrastructure acquired prior to the implementation of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, is included in these financial statements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	15-50
Machinery and equipment	3-25
Infrastructure	25-100
Water systems/lines	40-75
Water tower	40
Vehicles	5-20
Books	10

j. Compensated Absences

Vested or accumulated vacation leave, including related Social Security and Medicare, that is expected to be liquidated with expendable financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are accrued when incurred in the government-wide financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Compensated Absences (Continued)

Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. Compensated absences are reported in governmental funds only if they have matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement).

In the event of termination, an employee is reimbursed for accumulated vacation days up to a maximum of 25 working days. Employees, upon termination, are reimbursed for sick pay if unused sick leave exceeds a minimum of 60 days. An employee having a minimum of 60 days and not more than 119 days of sick leave accrued will receive compensation equal to 20% of all days accrued at the current pay rate. An employee having a minimum of 120 days to an unlimited maximum of sick leave accrued will receive compensation equal to 40% of all days accrued at the current pay rate. The General Fund has been used in prior years to liquidate the liability for compensated absences.

k. Long-Term Obligations

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. 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 expenditures.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Fund Balances/Net Assets

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. Designations of fund balance represent tentative management plans that are subject to change. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

m. Interfund Transactions

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

n. Accounting Estimates

The preparation of 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. DEFICIT FUND BALANCE

The 2001 General Obligation Tax Certificate Fund had a deficit fund balance of \$1,780 at April 30, 2009.

3. PROPERTY TAXES

Property taxes for 2008 attach as an enforceable lien on January 1, 2008 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are issued on or about May and August 1 and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically. Based upon collection histories, the Village has not provided an allowance for uncollectible property taxes at April 30, 2009.

4. CASH AND INVESTMENTS

State statutes and the Village's investment policy authorize the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, short-term commercial paper rated within the highest classifications by at least two standard rating services, Illinois Funds and the Illinois Metropolitan Investment Fund. It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

The Police Pension Fund's investment policy allows the same investments as the Village plus certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, and Illinois insurance company general and separate accounts and equity mutual funds and equity securities.

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

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

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CASH AND INVESTMENTS (Continued)

Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Village in the Village's name.

Village Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2009:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 2,710,046	\$ 2,710,046	\$ -	\$ -	\$ -
IMET	963,664	-	963,664	-	-
Money market mutual funds	2,109,975	2,109,975	-	-	-
TOTAL	\$ 5,783,685	\$ 4,820,021	\$ 963,664	\$ -	\$ -

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a three-year period. The investment policy limits the maximum maturity length of investments for unreserved funds to five years from date of purchase.

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. Investments in commercial paper are allowed if rated within the highest classifications by at least two standard rating services. Illinois Funds and IMET are rated AAA and AAAM.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party acting as the Village's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Village's name. Illinois Funds and IMET are not subject to custodial credit risk.

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CASH AND INVESTMENTS (Continued)

Village Investments (Continued)

Concentration of credit risk - the Village's investment policy limits the amount of the portfolio that can be invested in any one investment vehicle as follows: no more than 15% of the portfolio can be with one financial institution, no more than 33% in commercial bank certificates of deposit (CDs), except when invested using the Certificate of Deposit Account Registry Service (CDARS) or similar system, no more than 20% in Illinois Funds and no more than 15% in IMET.

Police Pension Fund Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Police Pension Fund's deposits may not be returned to them. The Police Pension Fund's investment policies do not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Police Pension Fund's deposits with financial institutions.

Police Pension Fund Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2009:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
FHLB	\$ 995,994	\$ 462,424	\$ 533,570	\$ -	\$ -
FHLMC	483,969	-	483,969	-	-
FNMA	165,035	165,035	-	-	-
FFCB	220,188	220,188	-	-	-
Negotiable CDs	1,000,000	600,000	400,000	-	-
TOTAL	\$ 2,865,186	\$ 1,447,647	\$ 1,417,539	\$ -	\$ -

In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period. The investment policy does not limit the maximum maturity length of investments in the Police Pension Fund.

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CASH AND INVESTMENTS (Continued)

Police Pension Fund Investments (Continued)

In accordance with its investment policy the Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The FHLB, FHLMC, FNMA and FFCE are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Police Pension Fund's investment policy requires all securities to be held and accounted for to clearly indicate ownership by the Police Pension Fund. Illinois Funds, insurance contracts and money market mutual funds and mutual funds are not subject to custodial credit risk

Concentration of credit risk - The Police Pension Fund's investment policy limits the amount of the portfolio that can be invested in any one investment vehicle as follows:

Separate accounts and mutual funds	45%
Equity securities	35%
Debt securities	0% - 100%

5. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2009 was as follows:

	Balances May 1	Additions	Disposals	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 2,194,127	\$ 90,850	\$ -	\$ 2,284,977
Total capital assets not being depreciated	<u>2,194,127</u>	<u>90,850</u>	<u>-</u>	<u>2,284,977</u>
Capital assets being depreciated				
Buildings and improvements	5,503,071	14,600	-	5,517,671
Equipment	5,176,932	732,581	601,887	5,307,626
Infrastructure	14,678,635	485,500	21,000	15,143,135
Total capital assets being depreciated	<u>25,358,638</u>	<u>1,232,681</u>	<u>622,887</u>	<u>25,968,432</u>

VILLAGE OF LAKE BLUFF, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS (Continued)

	Balances May 1	Additions	Disposals	Balances April 30
GOVERNMENTAL ACTIVITIES				
Less accumulated depreciation for				
Buildings and improvements	\$ 1,760,424	\$ 125,371	\$ -	\$ 1,885,795
Equipment	2,584,123	353,165	442,388	2,494,900
Infrastructure	5,331,879	222,284	5,042	5,549,121
Total accumulated depreciation	9,676,426	700,820	447,430	9,929,816
 Total capital assets being depreciated, net	 15,682,212	 531,861	 175,457	 16,038,616
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 17,876,339	\$ 622,711	\$ 175,457	\$ 18,323,593

Depreciation expense was charged to functions/programs of the governmental activities as follows:

GOVERNMENTAL ACTIVITIES		
General government		\$ 25,605
Public safety		262,465
Public works		412,750
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES		\$ 700,820

	Balances May 1, Restated	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets being depreciated				
Water systems/lines	\$ 8,861,455	\$ -	\$ -	\$ 8,861,455
Water tower	1,609,375	-	-	1,609,375
Vehicles	111,656	-	-	111,656
Total capital assets being depreciated	10,582,486	-	-	10,582,486
 Less accumulated depreciation for				
Water system/lines	2,440,613	189,564	-	2,630,177
Water tower	644,080	40,234	-	684,314
Vehicles	88,071	5,318	-	93,389
Total accumulated depreciation	3,172,764	235,116	-	3,407,880
 Total capital assets being depreciated, net	 7,409,722	 (235,116)	 -	 7,174,606
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 7,409,722	\$ (235,116)	\$ -	\$ 7,174,606

6. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; employee health; natural disasters; and injuries to the Village's employees. Employees' health insurance is purchased through a broker and no risk of loss is retained by the Village.

a. Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in northeastern Illinois that have formed an association under the Illinois Intergovernmental Cooperation Statute to pool their risk management needs. IRMA administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extension risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village is aware of no additional contributions due to IRMA as of April 30, 2009.

7. LEASE AND MAINTENANCE OBLIGATIONS

a. Commuter Station

The Village is engaged in an operating lease agreement with the Union Pacific Railroad for the parking lot at the Lake Bluff train station. This lease is renewable on a year-to-year basis. Lease payments are equal to one-third of the parking lot's gross revenues. These activities are accounted for in the General Fund.

VILLAGE OF LAKE BLUFF, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT

A summary of changes in long-term debt reported in the governmental activities of the Village for the year ended April 30, 2009 is as follows:

a. Governmental Activities

Issue	Fund Debt Retired by	Balances May 1, 2008, Restated	Issuances	Retirements	Balances April 30, 2009	Current Portion
Notes Payable						
\$315,000 Note Payable dated October 24, 2005, due in annual installments of \$45,000 through October 24, 2012, interest payable each April 23 and October 24 at 3.85%	General	\$ 225,000	\$ -	\$ 45,000	\$ 180,000	\$ 45,000
\$350,000 Note Payable dated February 13, 2007, due in semi-annual installments of \$31,733 to \$38,023 through September 15, 2011, interest payable each March 15 and September 15 at 4.35%	Vehicle/ Equipment Replacement	248,514	-	67,126	181,388	70,119
Total notes payable		473,514	-	112,126	361,388	115,119
General Obligation Tax Certificates						
\$1,930,000 General Obligation Limited Tax Certificates, Series 2001 dated February 12, 2001, due in annual installments of \$70,000 to \$260,000 through March 1, 2011, interest payable each March 1 and September 1 at 4.00% to 4.20%	2001 General Obligation Tax Certificate	775,000	-	260,000	515,000	255,000
General Obligation Bonds						
\$2,100,000 General Obligation Bonds dated July 24, 2006, due in annual installments of \$130,000 to \$255,000 through December 15, 2020, interest payable each June 15 and December 15 at 3.90% to 4.25%	2006 General Obligation Bond	2,100,000	-	-	2,100,000	-

VILLAGE OF LAKE BLUFF, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT

a. Governmental Activities (Continued)

Issue	Fund Debt Retired by	Balances May 1, 2008, Restated	Issuances	Retirements	Balances April 30, 2009	Current Portion
Less deferred amounts for issuance discounts		\$ (13,065)	\$ -	\$ (1,005)	\$ (12,060)	\$ -
Compensated absences	General	385,131	450,991	387,852	448,270	41,580
Net Pension obligation	General	283,340	351,179	344,412	290,107	-
TOTAL GOVERNMENTAL ACTIVITIES		\$ 4,003,920	\$ 802,170	\$ 1,103,385	\$ 3,702,705	\$ 411,699

b. Business-Type Activities

Issue	Fund Debt Retired by	Balances May 1, 2008, Restated	Issuances	Retirements	Balances April 30, 2009	Current Portion
\$3,060,000 General Obligation Bonds (Alternate Revenue Source), due in annual installments of \$110,000 to \$220,000 through December 15, 2024 plus interest at 4.00% to 4.70%	Waterworks	\$ 2,720,000	\$ -	\$ 120,000	\$ 2,600,000	\$ 120,000
Compensated absences	Waterworks	42,447	15,672	15,820	42,299	3,457
TOTAL BUSINESS-TYPE ACTIVITIES		\$ 2,762,447	\$ 15,672	\$ 135,820	\$ 2,642,299	\$ 123,457

VILLAGE OF LAKE BLUFF, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

c. Debt Service Requirements to Maturity

Annual debt service requirements to maturity on general obligation debt (bonds and tax certificates) are as follows:

Fiscal Year Ending April 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2010	\$ 255,000	\$ 107,594	\$ 120,000	\$ 112,595
2011	260,000	96,884	125,000	107,795
2012	130,000	85,964	130,000	102,795
2013	185,000	80,894	130,000	97,595
2014	195,000	73,586	135,000	92,395
2015	200,000	65,786	145,000	86,995
2016	210,000	57,686	150,000	81,195
2017	220,000	49,181	155,000	74,895
2018	225,000	40,161	160,000	68,385
2019	235,000	30,880	170,000	61,665
2020	245,000	21,128	175,000	54,185
2021	255,000	12,836	185,000	46,485
2022	-	-	190,000	38,160
2023	-	-	200,000	29,610
2024	-	-	210,000	20,210
2025	-	-	220,000	10,340
TOTAL	\$ 2,615,000	\$ 722,580	\$ 2,600,000	\$ 1,085,300

Annual debt service requirements to maturity on notes payable are as follows:

Fiscal Year Ending April 30,	Governmental Activities	
	Principal	Interest
2010	\$ 115,119	\$ 14,296
2011	118,246	9,406
2012	83,023	5,137
2013	45,000	215
TOTAL	\$ 361,388	\$ 29,054

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. INDIVIDUAL FUND DISCLOSURES

a. Interfund Transactions

Due from/to other funds at April 30, 2009 consist of the following:

Receivable Fund	Payable Fund	Amount
General	Water	\$ 36,539
TOTAL		<u>\$ 36,539</u>

The purpose of the significant due from/due to other funds are as follows:

- \$36,539 owed to the General Fund from the Water Fund is for interfund operations. Repayment is expected within one year.

b. Due From Component Unit/Due To Primary Government

Due from component unit/due to primary government at April 30, 2009 consist of the following:

Primary Government	Component Unit	Amount
General	Public Library	\$ 2,146
TOTAL		<u>\$ 2,146</u>

The purpose of the significant due from/due to other funds are as follows:

- \$2,146 owed to the General Fund from the Public Library is for miscellaneous transactions. Repayment is expected within one year.

c. Advances To/From Other Funds

Advances to/from other funds at April 30, 2009 consist of the following:

Receivable Fund	Payable Fund	Amount
Vehicle/Equipment Replacement (Nonmajor governmental)	Water	\$ 246,130
TOTAL		<u>\$ 246,130</u>

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. INDIVIDUAL FUND DISCLOSURES (Continued)

c. Advances To/From Other Funds (Continued)

The purpose of the significant advances to/from other funds are as follows:

- \$246,130 owed to the Vehicle/Equipment Replacement Fund from the Water Fund is for future vehicle replacements. Repayment is not expected within one year.

d. Transfers

Transfers between funds during the year were as follows:

Fund	Transfers In	Transfers Out
General	\$ -	\$ 745,239
Water	-	26,828
Nonmajor governmental	772,067	-
TOTAL ALL FUNDS	\$ 772,067	\$ 772,067

The purpose of significant transfers are as follows:

- \$745,239 was transferred to the Nonmajor Governmental Funds from the General Fund. \$367,500 was transferred to the Vehicle/Equipment Replacement Fund for the replacement of vehicles. \$291,775 was transferred to the 2001 General Obligation Tax Certificate Fund for funding of non-property tax debt. \$85,964 was transferred to the 2006 General Obligation Bond Fund for funding of non-property tax debt.
- \$26,828 was transferred to the Nonmajor Governmental Funds from the Water Fund. \$15,187 and \$11,641 were transferred to the IMRF and Social Security Fund, respectively, to fund water IMRF and FICA costs, respectively.

10. COMMITMENTS AND CONTINGENCIES

a. Litigation

There are several pending lawsuits in which the Village is involved. Management believes that the potential claims against the Village resulting from such litigation will not materially affect the financial position of the Village.

10. COMMITMENTS AND CONTINGENCIES (Continued)

b. Construction Contracts

The value of construction contracts signed where the work has not yet been performed at April 30, 2009 is \$498,606.

The value of purchase commitments for capital assets at April 30, 2009 is \$97,270.

c. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

11. JOINT VENTURES

a. Central Lake County Joint Action Water Agency (CLCJAWA)

The Village is a member of the CLCJAWA which consists of nine municipalities. CLCJAWA is a municipal corporation and public body politic and corporate established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). CLCJAWA is empowered under the Act to plan, construct, finance, operate and maintain a joint water supply system to serve its members and other potential water purchasers.

The members of CLCJAWA as of April 30, 2009 are:

Village of Grayslake
Village of Gurnee
Village of Lake Bluff
Village of Libertyville
Village of Mundelein
Village of Round Lake
Village of Round Lake Beach
Round Lake Consortium (representing Village of Round Lake Heights and
Village of Round Lake Park)
County of Lake (servicing the Communities of Knollwood/Roundout,
Wildwood and Vernon Hills)

11. JOINT VENTURES (Continued)

a. Central Lake County Joint Action Water Agency (CLCJAWA)

CLCJAWA is governed by a Board of Directors which consists of one elected official from each member municipality. Each Director has an equal vote. The officers of CLCJAWA are appointed by the Board of Directors. The Board of Directors determines the general policy of CLCJAWA, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by CLCJAWA, adopts by-laws, rules and regulations. The Village has no explicit and measurable equity interest in CLCJAWA, although there does exist a residual interest in CLCJAWA's assets upon dissolution of the joint venture. The Village has an ongoing financial responsibility for its share of CLCJAWA's liabilities. Each participant is liable for its share of any agency contracts entered into while bound by the intergovernmental agreement, until those contracts are paid off. Additionally, the Village has an ongoing financial responsibility to purchase water from CLCJAWA.

Complete financial statements for CLCJAWA can be obtained from its administrative office at 200 Rockland Road, Lake Bluff, Illinois, 60044.

Revenues of the system consist of (1) all receipts derived from water contracts or any other contracts for the consumption of water; (2) all income derived from the investment of monies; and (3) all income, fees, service charges and all grants, rents and receipts derived by the CLCJAWA from the ownership and operation of the system. The CLCJAWA covenants to establish fees and charges sufficient to provide revenues to meet all the requirements.

The obligation of the Village to make all payments as required by this contract is unconditional and irrevocable, without regard to performance or nonperformance by CLCJAWA of its obligations under this contract.

The payments required to be made by the Village under this contract shall be required to be made solely from revenues derived by the Village from the operation of the Village's system. The Village is not prohibited by the contract from using any other available funds to make the payments required by the contract. The contract shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

In accordance with the joint venture agreement, the Village remitted \$503,671 to CLCJAWA for 2009, which is recorded in the Village's Water Fund.

11. JOINT VENTURES (Continued)

b. Solid Waste Agency of Lake County (SWALCO)

The Village is a member of SWALCO, which consists of 40 municipalities. SWALCO is a municipal corporation and public body politic and corporate established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SWALCO is empowered under the Act to plan, construct, finance, operate and maintain a solid waste disposal system to serve its members.

The members of SWALCO and their percentage shares are based on the formula contained in the Agency Agreement. As of April 30, 2009, the Village's share is 1.61%.

These percentage shares are subject to change in future years based on the combination of the population and equalized assessed valuation of the municipalities.

The members form a contiguous geographic service area, which is located in Lake County. Under the Agency Agreement, additional members may join SWALCO upon the approval of each member.

SWALCO is governed by a Board of Directors, which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWALCO are appointed by the Board of Directors. The Board of Directors determines the general policy of SWALCO; makes all appropriations; approves contracts; adopts resolutions providing for the issuance of bonds or notes by SWALCO; adopts by-laws, rules and regulations; and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the by-laws.

Complete financial statements can be obtained from the Solid Waste Agency of Lake County, 1311 N. Estes Street, Gurnee, Illinois 60031.

Revenues of SWALCO consist of (a) all receipts derived from Solid Waste Disposal Contracts or any other contracts for the disposal of waste; (b) all income derived from the investment of monies; and (c) all income, fees and service charges and all grants, rents and receipts derived by SWALCO from the ownership and operation of the system. SWALCO has no power to levy taxes.

SWALCO covenants to establish fees and charges sufficient to provide revenues to meet all of its requirements.

11. JOINT VENTURES (Continued)

b. Solid Waste Agency of Lake County (SWALCO) (Continued)

SWALCO has entered into Solid Waste Disposal Contracts with the member municipalities. The contracts are irrevocable and may not be terminated or amended except as provided in the contract. Each member is obligated, on a “take or pay” basis to purchase or, in any event, to pay for a minimum annual cost of the system.

The obligation of the Village to make all payments as required by this contract is unconditional and irrevocable without regard to performance or nonperformance by SWALCO of its obligations under this contract.

The payments required to be made by the Village under this contract shall be required to be made solely from revenues derived by the Village from the operation of the Village’s system. The Village is not prohibited by the contract from using any other available funds to make the payments required by the contract. The contract shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

The Village remitted no payments to SWALCO for the year ended April 30, 2009.

12. DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; and the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for the two plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The pension plan does not issue a separate report. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2.00% for each year thereafter. IMRF members may also retire and receive a pension after age 55; however, depending on how many years of service the member has, a reduction in pension of 1/4% per each month the member is under age 60 may apply. Pension benefits, however, are not reduced if the member has 35 years or more of service. The maximum pension is a 75% pension after 40 years of service. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the calendar year ended December 31, 2008 was 9.29% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. At April 30, 2008, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	16
Current employees	
Vested	-
Nonvested	11
	<hr/>
TOTAL	<hr/> <hr/> 27

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

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

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including the cost of administering the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service cost for the Police Pension Plan. For the year ended April 30, 2008, the Village's contribution was 32.87% of covered payroll.

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized when due pursuant to formal commitments as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

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

12. DEFINED BENEFIT PENSION PLANS (Continued)

b. Summary of Significant Accounting Policies and Plan Asset Matters (Continued)

Administrative Costs

Administrative costs for the Police Pension Plan are financed primarily through investment earnings.

c. Significant Investments

There are no significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5.00% or more of plan net assets for the Police Pension Plan. Information for the IMRF is not available.

d. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2006	April 30, 2008
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	24 Years, Closed	26 Years, Closed

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

d. Annual Pension Costs (Continued)

	Illinois Municipal Retirement	Police Pension
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.50% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	5.00% Compounded Annually
c) Additional projected salary increases - seniority/merit	.40% to 11.60%	Not Available

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

		Illinois Municipal Retirement*	Police Pension*
Annual pension cost (APC)	2007	\$ 228,485	\$ 362,845
	2008	254,562	351,179
	2009	242,881	N/A
Actual contribution	2007	\$ 228,485	\$ 286,515
	2008	254,562	344,412
	2009	242,881	381,977
Percentage of APC contributed	2007	100.00%	78.96%
	2008	100.00%	98.07%
	2009	100.00%	N/A
Net pension obligation (NPO)	2007	\$ -	\$ 283,340
	2008	-	290,107
	2009	-	N/A

VILLAGE OF LAKE BLUFF, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

d. Annual Pension Costs (Continued)

* Police Pension Plan information presented is for the fiscal years ended April 30, 2007, 2008 and 2009. The information for IMRF is for the calendar years 2006, 2007 and 2008.

The APC and NPO for the Police Pension Fund has been calculated as of April 30, 2008:

Annual required contribution	\$ 350,383
Interest on net pension obligation	21,250
Adjustment to annual required contribution	<u>(20,454)</u>
Annual pension cost	351,179
Contributions made	<u>344,412</u>
Increase in net pension obligation (asset)	6,767
Net pension obligation (asset) beginning of year	<u>283,340</u>
NET PENSION OBLIGATION (ASSET) END OF YEAR	<u>\$ 290,107</u>

e. Funded Status

The funded status of the plans as of April 30, 2008 (December 31, 2008 for IMRF), based on actuarial valuations performed as of the same date, is as follows. The actuarial assumptions used to determine the funded status of the plans are the same actuarial assumptions used to determine the employer APC of the plans as disclosed in Note 12-d:

	Illinois Municipal Retirement	Police Pension
Actuarial accrued liability (AAL)	\$ 6,222,557	\$ 10,206,739
Actuarial value of plan assets	4,735,416	6,912,883
Unfunded actuarial accrued liability (UAAL)	1,487,141	3,293,856
Funded ratio (actuarial value of plan assets/AAL)	76.10%	67.73%
Covered payroll (active plan members)	\$ 2,614,434	\$ 1,200,412
UAAL as a percentage of covered payroll	56.88%	274.39%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plans.

VILLAGE OF LAKE BLUFF, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

e. Funded Status (Continued)

The actuarial value of plan assets for the Police Pension Plan above is as of April 30, 2008. The pension fund experienced significant declines in the fair value (actuarial value) of assets for the year ended April 30, 2009, which are not reflected in this funded ratio.

13. PRIOR PERIOD ADJUSTMENTS

The Village has restated net assets/fund balance of the governmental activities, fund financial statements and business-type activities/water fund as of May 1, 2008 as follows:

	Governmental Activities	General Fund	Business-Type Activities/ Water Fund
NET ASSETS/FUND BALANCES, MAY 1 (as previously reported)	\$ 21,419,063	\$ 4,796,220	\$ 6,524,218
Restated for:			
a) Correct recording of revenue in prior period	(92,226)	(92,226)	-
b) Correct amounts recorded for long-term debt	(27,617)	-	(3,016)
Subtotal restatements	(119,843)	(92,226)	(3,016)
NET ASSETS/FUND BALANCES, MAY 1 (as restated)	\$ 21,299,220	\$ 4,703,994	\$ 6,521,202

14. COMPONENT UNIT - LAKE BLUFF PUBLIC LIBRARY

a. Summary of Significant Accounting Policies

The accounting policies of the Library conform to generally accepted accounting principles as applicable to governments. The Government Accounting Standards Boards (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

1) Fund Accounting

The Library uses funds to report on its financial position and the changes in its financial position of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

14. COMPONENT UNIT - LAKE BLUFF PUBLIC LIBRARY (Continued)

a. Summary of Significant Accounting Policies (Continued)

1) Fund Accounting (Continued)

Funds are classified into the following categories; governmental, proprietary and fiduciary. The Library reports only governmental funds.

Governmental funds are used to account for all or most of a Library's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general capital assets (capital projects funds) and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the Library.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

2) Measurement Focus, Basis of Accounting and Financial Statement Presentation

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Library.

Those revenues susceptible to accrual are property taxes, grant revenue and interest revenue. Fine revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The Library reports unearned revenue on its financial statements. Unearned revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Library before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Library has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

14. COMPONENT UNIT - LAKE BLUFF PUBLIC LIBRARY (Continued)

a. Summary of Significant Accounting Policies (Continued)

3) Cash and Investments

Investments are stated at cost or amortized cost, which approximates fair value.

4) Capital Assets

Capital assets, which include property, equipment and books are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the Library as assets with an initial, individual cost in excess of \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	15-50
Equipment	3-25
Books	10

b. Cash and Investments

The Library's investment policy authorizes the Library to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds.

14. COMPONENT UNIT - LAKE BLUFF PUBLIC LIBRARY (Continued)

b. Cash and Investments (Continued)

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

It is the policy of the Library to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Library and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety of principal, liquidity, yield and maintaining the public trust.

1) Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Library's deposits may not be returned to it. To guard against credit risk for deposits with financial institutions, the Library's investment policy requires that deposits with financial institutions in excess of FDIC be collateralized with collateral held by an independent third-party in the name of the Library.

2) Investments

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

	<u>Fair Value</u>	<u>Maturity</u>
Illinois Funds	\$ 125,986	On Demand
TOTAL INVESTMENTS	<u>\$ 125,986</u>	

14. COMPONENT UNIT - LAKE BLUFF PUBLIC LIBRARY (Continued)

b. Cash and Investments (Continued)

2) Investments (Continued)

In accordance with its investment policy, the Library limits its exposure to interest rate risk by diversifying its investment portfolio to the best of its ability based on the nature of the funds invested and the cash flow needs of those funds. A variety of financial instruments and maturities, properly balanced, will help to ensure liquidity and reduce risk or interest rate volatility and loss of principal. Diversifying investments and maturities will avoid incurring unreasonable risks in the investment portfolio regarding specific security types, issuers or individual financial institutions. The Library's investment policy does not specifically limit the maximum maturity length of investments.

The Library limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government. However, the Library's investment policy does not specifically limit the Library to these types of investments.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the Library's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party acting as the Library's agent separate from where the investment was purchased.

c. Receivables

Property taxes for 2008 attach as an enforceable lien on January 1, 2008 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are issued on or about May 1 and August 1 and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically. Based upon collection histories, the Library has not provided an allowance for uncollectible property taxes at April 30, 2009.

VILLAGE OF LAKE BLUFF, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

14. COMPONENT UNIT - LAKE BLUFF PUBLIC LIBRARY (Continued)

d. Capital Assets

Capital asset activity for the year ended April 30, 2009 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 347,445	\$ -	\$ -	\$ 347,445
Total capital assets not being depreciated	<u>347,445</u>	<u>-</u>	<u>-</u>	<u>347,445</u>
Capital assets being depreciated				
Buildings	1,618,089	-	-	1,618,089
Equipment	93,713	23,226	-	116,939
Books	1,128,234	96,932	287,653	937,513
Total capital assets being depreciated	<u>2,840,036</u>	<u>120,158</u>	<u>287,653</u>	<u>2,672,541</u>
Less accumulated depreciation for				
Buildings	493,561	40,375	-	533,936
Equipment	60,818	6,839	-	67,657
Books	738,177	64,860	287,653	515,384
Total accumulated depreciation	<u>1,292,556</u>	<u>112,074</u>	<u>287,653</u>	<u>1,116,977</u>
Total capital assets being depreciated, net	<u>1,547,480</u>	<u>8,084</u>	<u>-</u>	<u>1,555,564</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET				
	<u>\$ 1,894,925</u>	<u>\$ 8,084</u>	<u>\$ -</u>	<u>\$ 1,903,009</u>

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 1,965,381	\$ 1,991,368	\$ 25,987
Other taxes	4,884,200	4,327,941	(556,259)
Licenses, permits, and fees	1,230,026	840,006	(390,020)
Intergovernmental grants and reimbursements	25,000	21,489	(3,511)
Charges for services	385,450	341,089	(44,361)
Fines and forfeitures	90,722	92,910	2,188
Interest earned on investments	176,400	72,432	(103,968)
Miscellaneous	119,928	35,105	(84,823)
Total revenues	<u>8,877,107</u>	<u>7,722,340</u>	<u>(1,154,767)</u>
EXPENDITURES			
Current			
General government	2,550,073	1,952,050	(598,023)
Public safety	3,609,633	3,414,414	(195,219)
Public works	2,371,785	2,160,920	(210,865)
Debt service			
Principal	45,000	45,000	-
Interest	7,907	7,907	-
Total expenditures	<u>8,584,398</u>	<u>7,580,291</u>	<u>(1,004,107)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>292,709</u>	<u>142,049</u>	<u>(150,660)</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	1,000	76,184	75,184
Transfers (out)	(1,160,240)	(745,239)	415,001
Total other financing sources (uses)	<u>(1,159,240)</u>	<u>(669,055)</u>	<u>490,185</u>
NET CHANGE IN FUND BALANCE	<u>\$ (866,531)</u>	<u>(527,006)</u>	<u>\$ 339,525</u>
FUND BALANCE, MAY 1		4,796,220	
Prior period adjustment		<u>(92,226)</u>	
FUND BALANCE, MAY 1, RESTATED		<u>4,703,994</u>	
FUND BALANCE, APRIL 30		<u>\$ 4,176,988</u>	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2009

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2003	\$ 3,956,627	\$ 3,991,830	99.12%	\$ 35,203	\$ 2,044,984	1.72%
2004	3,926,503	4,442,725	88.38%	516,222	2,254,384	22.90%
2005	3,839,501	4,416,242	86.94%	576,741	2,228,003	25.89%
2006	4,509,585	4,914,202	91.77%	404,617	2,284,848	17.71%
2007	5,310,415	5,642,255	94.12%	331,840	2,573,934	12.89%
2008	4,735,416	6,222,557	76.10%	1,487,141	2,614,434	56.88%

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND

April 30, 2009

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (OAAL) (UAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2003	\$ 5,599,060	\$ 7,977,104	70.19%	\$ 2,378,044	\$ 807,519	294.49%
2004	5,706,065	8,375,460	68.13%	2,669,395	921,733	289.61%
2005	5,885,255	9,048,636	65.04%	3,163,381	1,014,132	311.93%
2006	6,167,438	9,704,057	63.56%	3,536,619	1,009,132	350.46%
2007	6,526,131	9,656,803	67.58%	3,130,672	1,068,313	293.05%
2008	6,912,883	10,206,739	67.73%	3,293,856	1,200,412	274.39%

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2009

<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2003	\$ 116,769	\$ 116,769	100.00%
2004	189,368	189,368	100.00%
2005	193,836	193,836	100.00%
2006	228,485	228,485	100.00%
2007	254,562	254,562	100.00%
2008	242,881	242,881	100.00%

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2009

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation/ (Asset)</u>
2004	\$ 165,311	\$ 238,311	69.37%	\$ 97,779
2005	240,274	275,055	87.35%	133,785
2006	253,971	325,922	77.92%	207,010
2007	286,515	361,565	79.24%	283,340
2008	344,413	350,383	98.30%	290,107
2009	381,977	N/A	N/A	N/A

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2009

1. BUDGETS

The Board of Trustees follows these procedures in establishing the budgetary data reflected in the financial statements.

- a. At the Village Board finance committee meeting in March, the Village Administrator submits to the Board of Trustees a proposed operating budget for the fiscal year commencing on May 1. The operating budget includes proposed expenditures and the means of financing them. The operating budget can be amended by the Village Board by a two-thirds majority of the corporate authorities, but no revision of the budget shall be made increasing the budget in the event that funds are not available.
- b. Public hearings are conducted to obtain citizen comments.
- c. The budget and appropriation ordinances are legally enacted through action of the Board of Trustees.
- d. Expenditures cannot legally exceed the total appropriate amounts at the fund level. The Village Administrator is authorized to transfer budgeted amounts between departments within any fund; however, expenditures in excess of the budgeted amounts at the fund level must be approved by the Board of Trustees. No supplemental appropriations were required for the year ended April 30, 2009. There were no additional budget modifications.
- e. Budgets have been adopted for the general, special revenue, debt service, capital projects, enterprise and pension trust funds. The basis of the budget is the same as GAAP.

During the current year, a budget was not adopted for the following special revenue, debt service and capital projects funds:

Special Revenue Fund - Train Station Wreath Fund

Debt Service Fund - Special Service Area Bond

Capital Projects Fund - Special Service Area Capital Improvements Fund

VILLAGE OF LAKE BLUFF, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

2. INDIVIDUAL FUND DISCLOSURES

The following funds had expenditures/expense in excess of budget:

<u>Fund</u>	<u>Excess</u>
E-911	\$ 26,525
2001 General Obligation Tax Certificate	300
Police Pension	111,802

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

General Fund

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

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF DETAILED REVENUES -
BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Taxes			
Property taxes			
General	\$ 455,881	\$ 456,820	\$ 939
Waste disposal	365,000	369,211	4,211
Police protection	300,000	300,375	375
Crossing guards	6,500	12,516	6,016
Fire protection	253,000	257,954	4,954
Audit	30,000	31,289	1,289
Unemployment	10,000	12,516	2,516
Police pension	375,000	375,468	468
Liability insurance	170,000	175,219	5,219
Total property taxes	1,965,381	1,991,368	25,987
Other taxes			
Home rule sales tax	642,518	607,006	(35,512)
Prepared food and beverage tax	50,000	40,374	(9,626)
Utility tax - natural gas	243,678	256,942	13,264
Utility tax - electricity	350,000	342,722	(7,278)
Telecommunications tax	415,800	344,701	(71,099)
Demolition tax	30,000	17,500	(12,500)
Intergovernmental taxes			
Road and bridge	62,740	51,108	(11,632)
Personal property replacement tax	41,530	42,895	1,365
Replacement tax - police pension	7,130	6,508	(622)
Sales tax	2,471,224	2,055,104	(416,120)
Sales tax - auto rental	10,000	11,290	1,290
State income taxes	559,580	551,791	(7,789)
Total other taxes	4,884,200	4,327,941	(556,259)
Total taxes	6,849,581	6,319,309	(530,272)
Licenses, permits and fees			
Beverage licenses	12,500	14,525	2,025
Farmers' market permit	4,500	5,725	1,225
Vehicle license fees	141,795	138,365	(3,430)
Vehicle licenses - late fees	1,500	1,888	388
Village lot parking fees	11,000	7,829	(3,171)

(This schedule is continued on the following pages.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF DETAILED REVENUES -
BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES (Continued)			
Licenses, permits and fees (Continued)			
Central business district (CBD) parking permits	\$ 3,600	\$ -	\$ (3,600)
Commuter lot parking fees	53,000	65,918	12,918
Bicycle licenses	-	6	6
Peddler permits	100	-	(100)
Contractor's business license	45,000	42,900	(2,100)
Business license	2,000	2,900	900
Building permits	779,500	361,259	(418,241)
Demolition permits	27,930	57,758	29,828
Electrical, plumbing, heating and air conditioning	4,000	10,877	6,877
Plan review fees - fire and building	500	200	(300)
Plan review fees - sprinkler	5,000	300	(4,700)
Plan review fees - elevator	-	2,274	2,274
Occupancy permits	3,000	12,500	9,500
Business occupancy permits	500	800	300
Street opening permits	6,000	110	(5,890)
Sewer permits	22,500	1,000	(21,500)
Tree permits	-	1,800	1,800
Other permits	200	-	(200)
Alarm system license	8,000	8,850	850
Ameritech franchise fees	17,000	14,575	(2,425)
Cable franchise fees	80,901	87,647	6,746
	<u>1,230,026</u>	<u>840,006</u>	<u>(390,020)</u>
Intergovernmental grants and reimbursements			
Federal grants	-	5,844	5,844
State grants	-	15,645	15,645
Ravine erosion control grant	25,000	-	(25,000)
	<u>25,000</u>	<u>21,489</u>	<u>(3,511)</u>
Charges for services			
Public works			
Sewer charge	210,000	187,518	(22,482)
Stormwater ordinance review	1,000	1,250	250
Yardwaste tipping fees	6,500	-	(6,500)
Public safety			
Fire protection district and police services	26,000	23,673	(2,327)
Police duty reimbursements	2,500	52	(2,448)

(This schedule is continued on the following page.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF DETAILED REVENUES -
BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES (Continued)			
Charges for services (Continued)			
General government			
Photo copy sales	\$ 950	\$ 1,109	\$ 159
Maps and publications	500	645	145
Other services	4,000	1,575	(2,425)
Zoning application fees	15,000	3,685	(11,315)
PEG access fees	4,000	447	(3,553)
Rental income	115,000	121,135	6,135
Total charges for services	385,450	341,089	(44,361)
Fines and forfeitures			
Public safety			
Court fines	66,222	62,413	(3,809)
Alarm system fines	2,500	4,075	1,575
Parking fines	15,000	16,777	1,777
Vehicle sticker fines	1,000	1,350	350
Miscellaneous penalties	500	-	(500)
Nuisances fines	500	445	(55)
Animal impoundment fee	500	470	(30)
Other fines/building code fines	4,500	7,380	2,880
Total fines and forfeitures	90,722	92,910	2,188
Interest earned on investments	176,400	72,432	(103,968)
Miscellaneous			
Police training refunds	1,000	8,442	7,442
Restitution/claims and judgments	-	3,779	3,779
Contributions/donations	-	500	500
Tree sharing program	1,000	-	(1,000)
Recycling rebates	5,800	9,511	3,711
Naperville contributions	72,128	-	(72,128)
Tree permit and mitigation fee	-	3,705	3,705
Miscellaneous income	20,000	8,059	(11,941)
Police application fee	-	1,109	1,109
IRMA rebate	20,000	-	(20,000)
Total miscellaneous	119,928	35,105	(84,823)
TOTAL REVENUES	\$ 8,877,107	\$ 7,722,340	\$ (1,154,767)

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
GENERAL GOVERNMENT			
Administrator's office			
Personnel	\$ 378,400	\$ 356,659	\$ (21,741)
Contractual services/commodities	558,360	631,931	73,571
Contingency	396,500	-	(396,500)
Total administrator's office	<u>1,333,260</u>	<u>988,590</u>	<u>(344,670)</u>
Finance department			
Personnel	280,470	286,750	6,280
Contractual services/commodities	143,800	88,821	(54,979)
Total finance department	<u>424,270</u>	<u>375,571</u>	<u>(48,699)</u>
Boards and commissions			
Contractual services/commodities	138,443	81,400	(57,043)
Total boards and commissions	<u>138,443</u>	<u>81,400</u>	<u>(57,043)</u>
Engineering, zoning and building			
Personnel	377,815	290,223	(87,592)
Contractual services/commodities	217,660	165,841	(51,819)
Total engineering, zoning and building	<u>595,475</u>	<u>456,064</u>	<u>(139,411)</u>
Village hall			
Personnel	22,325	22,821	496
Contractual services/commodities	10,050	10,599	549
Capital outlay	9,500	13,639	4,139
Total village hall	<u>41,875</u>	<u>47,059</u>	<u>5,184</u>
Village properties			
Contractual services/commodities	16,750	3,366	(13,384)
Total village properties	<u>16,750</u>	<u>3,366</u>	<u>(13,384)</u>
Total general government	<u>2,550,073</u>	<u>1,952,050</u>	<u>(598,023)</u>

(This schedule is continued on the following pages.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
PUBLIC SAFETY			
Police protection			
Personnel	\$ 1,912,055	\$ 1,800,610	\$ (111,445)
Police pension contribution	382,130	381,977	(153)
Contractual services/commodities	215,200	164,684	(50,516)
Capital outlay	29,000	13,567	(15,433)
Total police protection	<u>2,538,385</u>	<u>2,360,838</u>	<u>(177,547)</u>
Police dispatch and operations			
Personnel	447,270	409,525	(37,745)
Contractual services/commodities	40,840	52,844	12,004
Capital outlay	-	984	984
Total police dispatch operations	<u>488,110</u>	<u>463,353</u>	<u>(24,757)</u>
Crossing guards			
Personnel	7,750	7,623	(127)
Contractual services/commodities	200	-	(200)
Total crossing guards	<u>7,950</u>	<u>7,623</u>	<u>(327)</u>
Fire protection			
Personnel	163,835	165,383	1,548
Contractual services/commodities	297,093	282,999	(14,094)
Capital outlay	37,680	36,513	(1,167)
Total fire protection	<u>498,608</u>	<u>484,895</u>	<u>(13,713)</u>
Public safety buildings			
Personnel	21,880	22,821	941
Contractual services/commodities	37,700	34,667	(3,033)
Capital outlay	17,000	40,217	23,217
Total public safety buildings	<u>76,580</u>	<u>97,705</u>	<u>21,125</u>
Total public safety	<u>3,609,633</u>	<u>3,414,414</u>	<u>(195,219)</u>

(This schedule is continued on the following pages.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
PUBLIC WORKS			
Streets and bridges			
Personnel	\$ 481,370	\$ 502,484	\$ 21,114
Contractual services/commodities	81,650	177,799	96,149
Capital outlay	105,000	13,847	(91,153)
Total streets and bridges	668,020	694,130	26,110
Sanitation			
Personnel	382,855	381,278	(1,577)
Contractual services/commodities	341,710	337,153	(4,557)
Total sanitation	724,565	718,431	(6,134)
Forestry			
Personnel	90,895	83,967	(6,928)
Contractual services/commodities	59,100	40,489	(18,611)
Capital outlay	14,000	12,602	(1,398)
Total forestry	163,995	137,058	(26,937)
Parks and parkways			
Personnel	47,185	48,660	1,475
Contractual services/commodities	31,150	32,391	1,241
Capital outlay	10,000	-	(10,000)
Total parks and parkways	88,335	81,051	(7,284)
Street lighting			
Personnel	18,565	20,321	1,756
Contractual services/commodities	64,700	67,725	3,025
Total street lighting	83,265	88,046	4,781
Sewers			
Personnel	179,475	168,309	(11,166)
Contractual services/commodities	38,450	61,036	22,586
Capital outlay	275,000	69,029	(205,971)
Total sewers	492,925	298,374	(194,551)

(This schedule is continued on the following page.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
PUBLIC WORKS (Continued)			
Public works facility			
Personnel	\$ 52,050	\$ 53,490	\$ 1,440
Contractual services/commodities	29,000	31,721	2,721
Capital outlay	11,000	5,013	(5,987)
Total public works facility	<u>92,050</u>	<u>90,224</u>	<u>(1,826)</u>
Commuter station building and lot			
Personnel	28,255	12,263	(15,992)
Contractual services/commodities	25,375	36,716	11,341
Capital outlay	5,000	4,627	(373)
Total commuter station building and lot	<u>58,630</u>	<u>53,606</u>	<u>(5,024)</u>
Total public works	<u>2,371,785</u>	<u>2,160,920</u>	<u>(210,865)</u>
DEBT SERVICE			
Principal	45,000	45,000	-
Interest	7,907	7,907	-
Total debt service	<u>52,907</u>	<u>52,907</u>	<u>-</u>
TOTAL EXPENDITURES	<u><u>\$ 8,584,398</u></u>	<u><u>\$ 7,580,291</u></u>	<u><u>\$ (1,004,107)</u></u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues from specific taxes or other earmarked revenue sources that by law are designated to finance particular functions or activities of government and that cannot be diverted to other uses. The nonmajor special revenue funds maintained by the Village are as follows:

Illinois Municipal Retirement Fund - to account for revenues derived from a separate property tax levy and disbursement of those funds for the contribution to the state-sponsored Illinois Municipal Retirement Fund.

Motor Fuel Tax Fund - to account for maintenance and various street improvements in the Village. Financing is provided by the Village's share of the Motor Fuel Tax allotments. Compiled statutes require those allotments to be used to maintain streets.

Fire Department Special Fund - to account for revenues derived from the Foreign Fire Insurance Tax and disbursement of these funds for the benefit, use and maintenance related to the Fire Department.

Federal Social Security Fund - to account for revenues derived from a separate property tax levy and disbursement of these funds for the cost of the Village's required contribution to FICA on behalf of the Village employees.

E-911 Fund - to account for the purchase and implementation of emergency dispatching equipment. Financing is provided by a monthly surcharge being assessed against telephone lines usage.

Train Station Wreath Fund - to account for the accumulation of resources to annually purchase a holiday wreath in perpetuity as specified by the donor.

DEBT SERVICE FUNDS

Debt service funds are used to account for monies accumulated to retire general long-term debt. The nonmajor debt service funds maintained by the Village are as follows:

2001 General Obligation Tax Certificate Fund - to account for the accumulation of resources for the payment of principal and interest on the 2001 General Obligation Limited Tax Certificates. Financing is provided by a transfer from the General Fund.

2006 General Obligation Bond Fund - to account for the accumulation of resources for the payment of principal and interest on the 2006 General Obligation Bonds. Financing is provided by a transfer from the General Fund.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

DEBT SERVICE FUNDS (Continued)

Special Service Area Bond Fund - to account for the accumulation of resources for the payment of principal and interest on the Special Service Area Ad Valorem Tax Bonds. Financing is provided by a property tax levy on the affected properties.

CAPITAL PROJECTS FUNDS

Capital projects funds account for the resources used by the Village for the acquisition and/or construction of capital facilities. The nonmajor capital projects funds maintained by the Village are as follows:

Redevelopment Program Fund - to account for the accumulation of resources for the redevelopment of the Village's commercial and industrial business districts and areas as designated by the Village Board.

Special Service Area Capital Improvement Fund - to account for the proceeds of special service area bonds used for capital improvements in a special service district within the Village.

Vehicle/Equipment Replacement Fund - to account for the accumulation of resources for the replacement of vehicles and equipment. Financing is provided by transfers from the General Fund and advances from the Water Fund.

VILLAGE OF LAKE BLUFF, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2009

	Special Revenue			
	Illinois Municipal Retirement Fund	Fire Department Special Fund	Federal Social Security Fund	Motor Fuel Tax Fund
ASSETS				
Cash and investments	\$ 98,785	\$ 28,116	\$ 100,310	\$ 511,958
Receivables, net				
Property taxes	272,051	-	291,483	-
Other taxes	-	-	-	12,093
Accounts	614	-	-	-
Accrued interest	1	-	2	-
TOTAL ASSETS	\$ 371,451	\$ 28,116	\$ 391,795	\$ 524,051
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 16,122	\$ -	\$ -	\$ 14,201
Unearned property taxes	272,051	-	291,483	-
Advance from other funds	-	-	-	-
Total liabilities	288,173	-	291,483	14,201
FUND BALANCES				
Reserved for debt service	-	-	-	-
Unreserved	83,278	28,116	100,312	509,850
Total fund balances (deficit)	83,278	28,116	100,312	509,850
TOTAL LIABILITIES AND FUND BALANCES	\$ 371,451	\$ 28,116	\$ 391,795	\$ 524,051

Special Revenue			Debt Service			
E-911 Fund	Train Station Wreath Fund	Total Nonmajor Special Revenue Funds	2001 General Obligation Tax Certificate Fund	Special Service Area Bond Fund	2006 General Obligation Bond Fund	Total Nonmajor Debt Service Funds
\$ 260,196	\$ 3,829	\$ 1,003,194	\$ (1,780)	\$ 13,370	\$ 5,425	\$ 17,015
-	-	563,534	-	-	-	-
-	-	12,093	-	-	-	-
5,623	-	6,237	-	-	-	-
-	-	3	-	-	-	-
<u>\$ 265,819</u>	<u>\$ 3,829</u>	<u>\$ 1,585,061</u>	<u>\$ (1,780)</u>	<u>\$ 13,370</u>	<u>\$ 5,425</u>	<u>\$ 17,015</u>
\$ -	\$ -	\$ 30,323	\$ -	\$ -	\$ -	\$ -
-	-	563,534	-	-	-	-
-	-	-	-	-	-	-
-	-	593,857	-	-	-	-
-	-	-	-	13,370	5,425	18,795
<u>265,819</u>	<u>3,829</u>	<u>991,204</u>	<u>(1,780)</u>	<u>-</u>	<u>-</u>	<u>(1,780)</u>
<u>265,819</u>	<u>3,829</u>	<u>991,204</u>	<u>(1,780)</u>	<u>13,370</u>	<u>5,425</u>	<u>17,015</u>
<u>\$ 265,819</u>	<u>\$ 3,829</u>	<u>\$ 1,585,061</u>	<u>\$ (1,780)</u>	<u>\$ 13,370</u>	<u>\$ 5,425</u>	<u>\$ 17,015</u>

(This statement is continued on the following page.)

VILLAGE OF LAKE BLUFF, ILLINOIS
 COMBINING BALANCE SHEET (Continued)
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2009

	Capital Projects			Total Nonmajor Capital Projects Funds	Total
	Special Service Area Capital Improvement Fund	Redevelopment Program Fund	Vehicle/ Equipment Replacement Fund		
ASSETS					
Cash and investments	\$ 13,699	\$ 612,843	\$ 651,585	\$ 1,278,127	\$ 2,298,336
Receivables, net					
Property taxes	-	-	-	-	563,534
Other taxes	-	-	-	-	12,093
Accounts	-	-	-	-	6,237
Accrued interest	-	468	218	686	689
TOTAL ASSETS	\$ 13,699	\$ 613,311	\$ 651,803	\$ 1,278,813	\$ 2,880,889
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ 5,452	\$ -	\$ 5,452	\$ 35,775
Unearned property taxes	-	-	-	-	563,534
Advance from other funds	-	-	246,130	246,130	246,130
Total liabilities	-	5,452	246,130	251,582	845,439
FUND BALANCES					
Reserved for debt service	-	-	-	-	18,795
Unreserved	13,699	607,859	405,673	1,027,231	2,016,655
Total fund balances (deficit)	13,699	607,859	405,673	1,027,231	2,035,450
TOTAL LIABILITIES AND FUND BALANCES	\$ 13,699	\$ 613,311	\$ 651,803	\$ 1,278,813	\$ 2,880,889

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2009

	Special Revenue			
	Illinois Municipal Retirement Fund	Fire Department Special Fund	Federal Social Security Fund	Motor Fuel Tax Fund
REVENUES				
Property taxes	\$ 244,054	\$ -	\$ 275,344	\$ -
Other taxes	4,437	-	5,325	-
Intergovernmental	-	22,881	-	161,234
Interest earned on investments	1,710	113	2,111	10,381
Miscellaneous	-	1,612	-	-
Total revenues	250,201	24,606	282,780	171,615
EXPENDITURES				
Current				
General government	213,108	-	287,946	-
Public safety	-	20,654	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	737,906
Total expenditures	213,108	20,654	287,946	737,906
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	37,093	3,952	(5,166)	(566,291)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	15,187	-	11,641	-
Total other financing sources (uses)	15,187	-	11,641	-
NET CHANGE IN FUND BALANCES	52,280	3,952	6,475	(566,291)
FUND BALANCES (DEFICIT), MAY 1	30,998	24,164	93,837	1,076,141
FUND BALANCES (DEFICIT), APRIL 30	\$ 83,278	\$ 28,116	\$ 100,312	\$ 509,850

Special Revenue			Debt Service			
E-911 Fund	Train Station Wreath Fund	Total Nonmajor Special Revenue Funds	2001 General Obligation Tax Certificate Fund	Special Service Area Bond Fund	2006 General Obligation Bond Fund	Total Nonmajor Debt Service Funds
\$ -	\$ -	\$ 519,398	\$ -	\$ -	\$ -	\$ -
40,803	-	50,565	-	-	-	-
55,091	-	239,206	-	-	-	-
4,111	50	18,476	-	202	-	202
-	-	1,612	-	-	-	-
100,005	50	829,257	-	202	-	202
-	265	501,319	900	-	500	1,400
19,026	-	39,680	-	-	-	-
-	-	-	260,000	-	-	260,000
-	-	-	31,775	-	85,964	117,739
201,629	-	939,535	-	-	-	-
220,655	265	1,480,534	292,675	-	86,464	379,139
(120,650)	(215)	(651,277)	(292,675)	202	(86,464)	(378,937)
-	-	-	-	-	-	-
-	-	26,828	291,775	-	85,964	377,739
-	-	26,828	291,775	-	85,964	377,739
(120,650)	(215)	(624,449)	(900)	202	(500)	(1,198)
386,469	4,044	1,615,653	(880)	13,168	5,925	18,213
\$ 265,819	\$ 3,829	\$ 991,204	\$ (1,780)	\$ 13,370	\$ 5,425	\$ 17,015

(This statement is continued on the following page.)

VILLAGE OF LAKE BLUFF, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (Continued)
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2009

	Capital Projects			Total Nonmajor Capital Projects Funds	Total
	Special Service Area Capital Improvement Fund	Redevelopment Program Fund	Vehicle/ Equipment Replacement Fund		
REVENUES					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 519,398
Other taxes	-	-	-	-	50,565
Intergovernmental	-	-	-	-	239,206
Interest earned on investments	208	15,624	10,902	26,734	45,412
Miscellaneous	-	-	-	-	1,612
Total revenues	208	15,624	10,902	26,734	856,193
EXPENDITURES					
Current					
General government	-	-	-	-	502,719
Public safety	-	-	-	-	39,680
Debt service					
Principal	-	-	67,126	67,126	327,126
Interest	-	-	10,235	10,235	127,974
Capital outlay	-	126,558	285,806	412,364	1,351,899
Total expenditures	-	126,558	363,167	489,725	2,349,398
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	208	(110,934)	(352,265)	(462,991)	(1,493,205)
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	33,779	33,779	33,779
Transfers in	-	-	367,500	367,500	772,067
Total other financing sources (uses)	-	-	401,279	401,279	805,846
NET CHANGE IN FUND BALANCES	208	(110,934)	49,014	(61,712)	(687,359)
FUND BALANCES (DEFICIT), MAY 1	13,491	718,793	356,659	1,088,943	2,722,809
FUND BALANCES (DEFICIT), APRIL 30	\$ 13,699	\$ 607,859	\$ 405,673	\$ 1,027,231	\$ 2,035,450

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ILLINOIS MUNICIPAL RETIREMENT FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 240,000	\$ 244,054	\$ 4,054
Other taxes			
Replacement taxes	4,500	4,437	(63)
Interest earned on investments	1,000	1,710	710
Total revenues	245,500	250,201	4,701
EXPENDITURES			
General government			
Employer contributions	255,350	213,108	(42,242)
Total expenditures	255,350	213,108	(42,242)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,850)	37,093	46,943
OTHER FINANCING SOURCES (USES)			
Transfers in from Water Fund	19,000	15,187	(3,813)
NET CHANGE IN FUND BALANCE	\$ 9,150	52,280	\$ 43,130
FUND BALANCE, MAY 1		30,998	
FUND BALANCE, APRIL 30		\$ 83,278	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE DEPARTMENT SPECIAL FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Intergovernmental			
Foreign fire insurance tax	\$ 23,000	\$ 22,881	\$ (119)
Interest earned on investments	400	113	(287)
Miscellaneous	-	1,612	1,612
Total revenues	<u>23,400</u>	<u>24,606</u>	<u>1,206</u>
EXPENDITURES			
Public safety			
Volunteer recognition	10,000	4,543	(5,457)
Training and meetings	4,000	8,332	4,332
Uniforms	5,000	5,557	557
Postage	500	-	(500)
Community awareness	2,500	886	(1,614)
Smoke detector program	1,000	974	(26)
Minor equipment	3,000	235	(2,765)
Miscellaneous	2,000	127	(1,873)
Total expenditures	<u>28,000</u>	<u>20,654</u>	<u>(7,346)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (4,600)</u>	3,952	<u>\$ 8,552</u>
FUND BALANCE, MAY 1		<u>24,164</u>	
FUND BALANCE, APRIL 30		<u>\$ 28,116</u>	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FEDERAL SOCIAL SECURITY FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 275,000	\$ 275,344	\$ 344
Other taxes			
Replacement taxes	6,800	5,325	(1,475)
Interest earned on investments	9,000	2,111	(6,889)
	<hr/>		
Total revenues	290,800	282,780	(8,020)
EXPENDITURES			
General government			
Employer contributions	315,000	287,946	(27,054)
	<hr/>		
Total expenditures	315,000	287,946	(27,054)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	(24,200)	(5,166)	19,034
OTHER FINANCING SOURCES (USES)			
Transfers in from Water Fund	16,100	11,641	(4,459)
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (8,100)</u>	6,475	<u>\$ 14,575</u>
FUND BALANCE, MAY 1		<u>93,837</u>	
FUND BALANCE, APRIL 30		<u>\$ 100,312</u>	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Intergovernmental			
Allotments earned	\$ 182,000	\$ 161,234	\$ (20,766)
Interest earned on investments	20,000	10,381	(9,619)
Total revenues	<u>202,000</u>	<u>171,615</u>	<u>(30,385)</u>
EXPENDITURES			
Capital outlay	<u>1,150,000</u>	<u>737,906</u>	<u>(412,094)</u>
Total expenditures	<u>1,150,000</u>	<u>737,906</u>	<u>(412,094)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (948,000)</u>	<u>(566,291)</u>	<u>\$ 381,709</u>
FUND BALANCE, MAY 1		<u>1,076,141</u>	
FUND BALANCE, APRIL 30		<u>\$ 509,850</u>	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
E-911 FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Other taxes			
Telephone surcharge	\$ 40,000	\$ 40,803	\$ 803
Intergovernmental			
Wireless surcharge	45,000	55,091	10,091
Interest earned on investments	8,250	4,111	(4,139)
	<u>93,250</u>	<u>100,005</u>	<u>6,755</u>
EXPENDITURES			
Current			
Public safety			
Miscellaneous	22,880	19,026	(3,854)
Capital outlay	171,250	201,629	30,379
	<u>194,130</u>	<u>220,655</u>	<u>26,525</u>
NET CHANGE IN FUND BALANCE	<u>\$ (100,880)</u>	<u>(120,650)</u>	<u>\$ (19,770)</u>
FUND BALANCE, MAY 1		<u>386,469</u>	
FUND BALANCE, APRIL 30		<u>\$ 265,819</u>	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2001 GENERAL OBLIGATION TAX CERTIFICATE FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
None	\$ -	\$ -	\$ -
EXPENDITURES			
General government - financing costs	600	900	300
Debt service			
Principal	260,000	260,000	-
Interest	31,775	31,775	-
Total expenditures	<u>292,375</u>	<u>292,675</u>	<u>300</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(292,375)</u>	<u>(292,675)</u>	<u>(300)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in from General Fund	<u>291,775</u>	<u>291,775</u>	-
NET CHANGE IN FUND BALANCE	<u>\$ (600)</u>	<u>(900)</u>	<u>\$ (300)</u>
FUND BALANCE (DEFICIT), MAY 1		<u>(880)</u>	
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (1,780)</u>	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2006 GENERAL OBLIGATION BOND FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
None	\$ -	\$ -	\$ -
EXPENDITURES			
General government - financing costs	500	500	-
Debt service			
Interest	85,964	85,964	-
Total expenditures	86,464	86,464	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(86,464)	(86,464)	-
OTHER FINANCING SOURCES (USES)			
Transfers in from General Fund	85,964	85,964	-
NET CHANGE IN FUND BALANCE	<u>\$ (500)</u>	(500)	<u>\$ -</u>
FUND BALANCE, MAY 1		<u>5,925</u>	
FUND BALANCE, APRIL 30		<u>\$ 5,425</u>	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
REDEVELOPMENT PROGRAM FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Intergovernmental - state grants	\$ 230,000	\$ -	\$ (230,000)
Interest earned on investments	-	15,624	15,624
Developer contributions	40,000	-	(40,000)
Total revenues	270,000	15,624	(254,376)
EXPENDITURES			
Capital outlay			
Infrastructure improvements	1,465,000	126,558	(1,338,442)
Total expenditures	1,465,000	126,558	(1,338,442)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,195,000)	(110,934)	1,084,066
OTHER FINANCING SOURCES (USES)			
Transfers in from General Fund	415,000	-	(415,000)
NET CHANGE IN FUND BALANCE	\$ (780,000)	(110,934)	\$ 669,066
FUND BALANCE, MAY 1		718,793	
FUND BALANCE, APRIL 30		\$ 607,859	

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
VEHICLE/EQUIPMENT REPLACEMENT FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Interest earned on investments	\$ 5,000	\$ 10,902	\$ 5,902
Total revenues	5,000	10,902	5,902
EXPENDITURES			
Capital outlay			
Streets equipment	-	3,500	3,500
Computer equipment	25,000	9,244	(15,756)
Vehicles			
Public safety	75,000	11,303	(63,697)
Public works	300,000	261,759	(38,241)
Debt service			
Principal	67,126	67,126	-
Interest	10,235	10,235	-
Total expenditures	477,361	363,167	(114,194)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(472,361)	(352,265)	120,096
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	20,000	33,779	13,779
Transfers in from			
General Fund	367,500	367,500	-
Water Fund	15,000	-	(15,000)
Total other financing sources (uses)	402,500	401,279	(1,221)
NET CHANGE IN FUND BALANCE	\$ (69,861)	49,014	\$ 118,875
FUND BALANCE, MAY 1		356,659	
FUND BALANCE, APRIL 30		\$ 405,673	

(See independent auditor's report.)

MAJOR ENTERPRISE FUND

Water Fund - to account 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 billing and collection.

VILLAGE OF LAKE BLUFF, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
WATER FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
OPERATING REVENUES			
Water sales	\$ 1,215,265	\$ 1,076,123	\$ (139,142)
Meter sales	14,000	4,577	(9,423)
Tap-on fees	500	50	(450)
Water connection fees	125,000	52,805	(72,195)
Miscellaneous	500	2,197	1,697
Total operating revenues	<u>1,355,265</u>	<u>1,135,752</u>	<u>(219,513)</u>
OPERATING EXPENSES			
Administration and finance			
Personnel services	262,915	236,838	(26,077)
Contractual services/commodities	101,350	81,751	(19,599)
Equipment	2,000	-	(2,000)
Contingency	50,000	-	(50,000)
Water purchases	615,715	503,671	(112,044)
Capital outlay			
Water infrastructure	571,291	-	(571,291)
Depreciation	-	235,116	235,116
Total operating expenses	<u>1,603,271</u>	<u>1,057,376</u>	<u>(545,895)</u>
OPERATING INCOME (LOSS)	<u>(248,006)</u>	<u>78,376</u>	<u>326,382</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	19,500	19,639	139
Interest expense	(117,395)	(115,595)	1,800
Principal expense	(120,000)	-	120,000
Total nonoperating revenues (expenses)	<u>(217,895)</u>	<u>(95,956)</u>	<u>121,939</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(465,901)</u>	<u>(17,580)</u>	<u>448,321</u>
TRANSFERS			
Transfers (out)	<u>(50,100)</u>	<u>(26,828)</u>	<u>23,272</u>
Total transfers	<u>(50,100)</u>	<u>(26,828)</u>	<u>23,272</u>
CHANGE IN NET ASSETS	<u>\$ (516,001)</u>	<u>(44,408)</u>	<u>\$ 471,593</u>
NET ASSETS, MAY 1		6,524,218	
Prior period adjustment		<u>(3,016)</u>	
NET ASSETS, MAY 1, RESTATED		<u>6,521,202</u>	
NET ASSETS, APRIL 30		<u>\$ 6,476,794</u>	

(See independent auditor's report.)

FIDUCIARY FUND

Police Pension Fund - to account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by sworn police officers at rates fixed by law and the Village at amounts determined by an annual actuarial study.

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF CHANGES IN PLAN NET ASSETS -
BUDGET AND ACTUAL
POLICE PENSION FUND

For the Year Ended April 30, 2009

	Original and Final Budget	Actual	Variance Over (Under)
ADDITIONS			
Contributions			
Employer contributions	\$ 382,130	\$ 381,977	\$ (153)
Plan members contributions	130,228	121,503	(8,725)
Total contributions	<u>512,358</u>	<u>503,480</u>	<u>(8,878)</u>
Investment income			
Net depreciation in fair value of investments	-	(1,108,692)	(1,108,692)
Interest earned on investments	250,000	209,240	(40,760)
Total investment income	250,000	(899,452)	(1,149,452)
Less investment expense	-	(20,494)	(20,494)
Net investment income	<u>250,000</u>	<u>(919,946)</u>	<u>(1,169,946)</u>
Total additions	<u>762,358</u>	<u>(416,466)</u>	<u>(1,178,824)</u>
DEDUCTIONS			
Administration			
Fees	9,700	5,898	(3,802)
Miscellaneous	3,000	1,801	(1,199)
Disability and benefit payments	455,000	464,943	9,943
Refund of contributions	-	42,608	42,608
Service credit transfers	-	64,252	64,252
Total deductions	<u>467,700</u>	<u>579,502</u>	<u>111,802</u>
NET INCREASE (DECREASE)	<u>\$ 294,658</u>	<u>(995,968)</u>	<u>\$ (1,290,626)</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1, 2008		<u>6,503,242</u>	
April 30, 2009		<u>\$ 5,507,274</u>	

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
2001 GENERAL OBLIGATION LIMITED TAX CERTIFICATES

April 30, 2009

Paying Agent: JP Morgan Chase

Tax Year	Fiscal Year	Principal Payment	Interest Payment	Total Payment	Payment Date	Interest Rate
Payments made:						
2000	2001-02	\$ -	\$ 38,987	\$ 38,987	9/1/01	4.00%
	2001-02	70,000	38,988	108,988	3/1/02	
2001	2002-03	-	37,588	37,588	9/1/02	4.00%
	2002-03	85,000	37,587	122,587	3/1/03	
2002	2003-04	-	35,887	35,887	9/1/03	4.00%
	2003-04	125,000	35,888	160,888	3/1/04	
2003	2004-05	-	33,388	33,388	9/1/04	4.00%
	2004-05	175,000	33,387	208,387	3/1/05	
2004	2005-06	-	29,887	29,887	9/1/05	4.00%
	2005-06	215,000	29,888	244,888	3/1/06	
2005	2006-07	-	25,587	25,587	9/1/06	4.00%
	2006-07	235,000	25,588	260,588	3/1/07	
2006	2007-08	-	20,888	20,888	9/1/07	4.00%
	2007-08	250,000	20,887	270,887	3/1/08	
2007	2008-09	-	15,888	15,888	9/1/08	4.00%
	2008-09	260,000	15,887	275,887	3/1/09	
Total payments made		1,415,000	476,200	1,891,200		
Current outstanding:						
2008	2009-10	-	10,688	10,688	9/1/09	4.10%
	2009-10	255,000	10,687	265,687	3/1/10	
2009	2010-11	-	5,460	5,460	9/1/10	4.20%
	2010-11	260,000	5,460	265,460	3/1/11	
Total current outstanding		515,000	32,295	547,295		
Original Issue		\$ 1,930,000	\$ 508,495	\$ 2,438,495		

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
2004 GENERAL OBLIGATION BONDS

April 30, 2009

Paying Agent: JP Morgan Chase

Fiscal Year	Principal Payment	Interest Payment	Total Payment	Payment Date	Interest Rate
Payments made:					
2004-05	\$ -	\$ 59,676	\$ 59,676	12/15/04	4.00%
2005-06	-	65,498	65,498	6/15/05	
2005-06	110,000	65,497	175,497	12/15/05	4.00%
2006-07	-	63,298	63,298	6/15/06	
2006-07	115,000	63,297	178,297	12/15/06	4.00%
2007-08	-	60,998	60,998	6/15/07	
2007-08	115,000	60,997	175,997	12/15/07	4.00%
2008-09	-	58,698	58,698	6/15/08	
2008-09	120,000	58,697	178,697	12/15/08	4.00%
Total payments made	460,000	556,656	1,016,656		
Current outstanding:					
2009-10	-	56,298	56,298	6/15/09	
2009-10	120,000	56,297	176,297	12/15/09	4.00%
2010-11	-	53,898	53,898	6/15/10	
2010-11	125,000	53,897	178,897	12/15/10	4.00%
2011-12	-	51,398	51,398	6/15/11	
2011-12	130,000	51,397	181,397	12/15/11	4.00%
2012-13	-	48,798	48,798	6/15/12	
2012-13	130,000	48,797	178,797	12/15/12	4.00%
2013-14	-	46,198	46,198	6/15/13	
2013-14	135,000	46,197	181,197	12/15/13	4.00%
2015-2019	780,000	373,135	1,153,135	Various	4.00% - 4.20%
2020-2024	960,000	188,650	1,148,650	Various	4.40% - 4.50%
2025	220,000	10,340	230,340	12/15/24	4.70%
Total current outstanding	2,600,000	1,085,300	3,685,300		
Original Issue	\$ 3,060,000	\$ 1,641,956	\$ 4,701,956		

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
2006 GENERAL OBLIGATION BONDS

April 30, 2009

Paying Agent: JP Morgan Chase

Tax Year	Fiscal Year	Principal Payment	Interest Payment	Total Payment	Payment Date	Interest Rate
Payments made:						
2005	2006-07	\$ -	\$ 31,998	\$ 31,998	12/15/06	3.90%
2006	2007-08	-	85,964	85,964	12/15/07	3.90%
2007	2008-09	-	85,964	85,964	12/15/08	3.90%
Total payments made		-	203,926	203,926		
Current outstanding:						
2008	2009-10	-	85,964	85,964	12/15/09	3.90%
2009	2010-11	-	85,964	85,964	12/15/10	3.90%
2010	2011-12	130,000	85,964	215,964	12/15/11	3.90%
2011	2012-13	185,000	80,894	265,894	12/15/12	3.95%
2012	2013-14	195,000	73,586	268,586	12/15/13	4.00%
2013-17	2014-2019	1,090,000	243,695	1,333,695	Various	4.05% - 4.15%
2018-19	2019-2021	500,000	31,965	531,965	Various	4.15% - 4.25%
Total current outstanding		2,100,000	688,032	2,788,032		
Original Issue		\$ 2,100,000	\$ 891,958	\$ 2,991,958		

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
2005 NOTE PAYABLE TO BANK

April 30, 2009

Paying Agent: The Northern Trust Company

Fiscal Year	Principal Payment	Interest Payment	Total Payment	Payment Date	Interest Rate
Payments made:					
2006-07	\$ -	\$ 6,131	\$ 6,131	4/24/07	3.85%
2006-07	45,000	6,131	51,131	10/24/07	
2007-08	-	5,290	5,290	4/24/08	
2007-08	45,000	5,290	50,290	10/24/08	3.85%
2008-09	-	4,408	4,408	4/24/09	
2008-09	45,000	4,409	49,409	10/24/09	3.85%
Total payments made	135,000	31,659	166,659		
Current outstanding:					
2009-10	-	3,527	3,527	4/24/10	
2009-10	45,000	3,527	48,527	10/24/10	3.85%
2010-11	-	2,645	2,645	4/24/11	
2010-11	45,000	2,645	47,645	10/24/11	3.85%
2011-12	-	2,146	2,146	4/24/12	
2011-12	45,000	2,146	47,146	10/24/12	3.85%
2012-13	45,000	215	45,215	10/24/13	3.85%
Total current outstanding	180,000	16,851	196,851		
Original Issue	\$ 315,000	\$ 48,510	\$ 363,510		

(See independent auditor's report.)

VILLAGE OF LAKE BLUFF, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
2007 NOTE PAYABLE TO BANK

April 30, 2009

Paying Agent: The Northern Trust Company

Fiscal Year	Principal Payment	Interest Payment	Total Payment	Payment Date	Interest Rate
Payments made:					
2006-07	\$ 37,496	\$ 1,184	\$ 38,680	3/15/07	4.35%
2007-08	31,733	6,948	38,681	9/15/07	
2007-08	32,257	6,175	38,432	3/15/08	4.35%
2008-09	33,161	5,520	38,681	9/15/08	
2008-09	33,965	4,704	38,669	3/15/09	4.35%
Total payments made	168,612	24,531	193,143		
Current outstanding:					
2009-10	34,654	4,027	38,681	9/15/09	
2009-10	35,465	3,204	38,669	3/15/10	4.35%
2010-11	36,213	2,468	38,681	9/15/10	
2010-11	37,033	1,635	38,668	3/15/11	4.35%
2011-12	38,023	839	38,862	9/15/11	4.35%
Total current outstanding	181,388	12,173	193,561		
Original Issue	\$ 350,000	\$ 36,704	\$ 386,704		

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Village's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information displays about the Village's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have been changed over time.	89-95
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	96-102
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	103-107
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	108-109
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	110-112

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement No. 34 in 2004; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF LAKE BLUFF, ILLINOIS

NET ASSETS BY COMPONENT

Last Six Fiscal Years

Fiscal Years	2004	2005	2006	2007	2008	2009
GOVERNMENTAL ACTIVITIES						
Invested in capital assets						
Net of related debt	\$ 15,744,333	\$ 15,467,624	\$ 16,311,231	\$ 14,636,441	\$ 15,098,822	\$ 15,359,265
Restricted	2,215,227	2,566,599	2,231,129	3,675,276	4,337,303	2,037,230
Unrestricted	1,854,856	1,907,507	2,244,238	2,490,696	1,982,938	3,400,024
TOTAL GOVERNMENTAL ACTIVITIES	\$ 19,814,416	\$ 19,941,730	\$ 20,786,598	\$ 20,802,413	\$ 21,419,063	\$ 20,796,519
BUSINESS-TYPE ACTIVITIES						
INVESTED IN CAPITAL ASSETS						
Net of related debt	\$ 5,475,398	\$ 3,294,752	\$ 3,937,709	\$ 4,812,471	\$ 4,689,723	\$ 4,574,606
Unrestricted	569,271	2,824,049	2,393,782	1,629,307	1,834,495	1,902,188
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 6,044,669	\$ 6,118,801	\$ 6,331,491	\$ 6,441,778	\$ 6,524,218	\$ 6,476,794
PRIMARY GOVERNMENT						
INVESTED IN CAPITAL ASSETS						
Net of related debt	\$ 21,219,731	\$ 18,762,376	\$ 20,248,940	\$ 19,448,912	\$ 19,788,545	\$ 19,933,871
Restricted	2,215,227	2,566,599	2,231,129	3,675,276	4,337,303	2,037,230
Unrestricted	2,424,127	4,731,556	4,638,020	4,120,003	3,817,433	5,302,212
TOTAL PRIMARY GOVERNMENT	\$ 25,859,085	\$ 26,060,531	\$ 27,118,089	\$ 27,244,191	\$ 27,943,281	\$ 27,273,313

The implementation of GASB Statement No. 34 was completed for fiscal year ended April 30, 2004. Therefore, information prior to fiscal year 2004 is unavailable.

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS

CHANGE IN NET ASSETS

Last Six Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009
EXPENSES						
Governmental activities						
General government	\$ 2,177,082	\$ 2,429,940	\$ 2,356,150	\$ 2,814,923	\$ 2,708,645	\$ 2,423,284
Police & Fire	2,763,140	2,986,276	3,024,058	3,229,925	3,589,680	3,856,962
Public works	2,425,725	2,562,975	2,416,710	3,214,011	2,116,890	3,449,586
Interest on long-term debt	72,375	67,075	66,506	88,851	150,799	173,693
Total governmental activities expenses	7,438,322	8,046,266	7,863,424	9,347,710	8,566,014	9,903,525
Business-type activities						
Water and sewer	1,059,494	1,291,039	1,371,289	1,160,630	1,266,233	1,172,971
Total business-type activities expenses	1,059,494	1,291,039	1,371,289	1,160,630	1,266,233	1,172,971
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 8,497,816	\$ 9,337,305	\$ 9,234,713	\$ 10,508,340	\$ 9,832,247	\$ 11,076,496
PROGRAM REVENUES						
Governmental activities						
Charges for services						
General government	\$ 1,028,039	\$ 1,162,232	\$ 1,004,652	\$ 1,007,518	\$ 262,970	\$ 968,602
Police & Fire	90,724	108,208	124,571	196,406	122,457	150,057
Public works	182,679	216,492	235,237	212,161	220,874	196,148
Operating grants and contributions	180,929	301,527	241,541	185,442	240,528	205,604
Capital grants and contributions	-	-	-	-	-	685,500
Total governmental activities program revenues	1,482,371	1,788,459	1,606,001	1,601,527	846,829	2,205,911
Business-type activities						
Charges for services						
Water & Sewer	1,096,081	1,331,893	1,523,294	1,227,045	1,326,282	1,133,555
Operating grants and contributions	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-
Total business-type activities program revenues	1,096,081	1,331,893	1,523,294	1,227,045	1,326,282	1,133,555
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 2,578,452	\$ 3,120,352	\$ 3,129,295	\$ 2,828,572	\$ 2,173,111	\$ 3,339,466
NET (EXPENSE) REVENUE						
Governmental activities	\$ (5,955,951)	\$ (6,257,807)	\$ (6,257,423)	\$ (7,746,183)	\$ (7,719,185)	\$ (7,697,614)
Business-type activities	36,587	40,854	152,005	66,415	60,049	(39,416)
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (5,919,364)	\$ (6,216,953)	\$ (6,105,418)	\$ (7,679,768)	\$ (7,659,136)	\$ (7,737,030)

VILLAGE OF LAKE BLUFF, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Six Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS						
Governmental activities						
Taxes						
Property	\$ 2,070,250	\$ 2,147,483	\$ 2,208,571	\$ 2,244,225	\$ 2,389,677	\$ 2,510,766
Intergovernmental	466,955	556,345	608,005	668,708	726,705	666,049
Utility tax	530,847	544,142	610,065	599,742	591,601	599,663
Telecommunications tax	470,283	462,820	409,802	406,537	398,650	344,701
Hotel occupancy tax (1)	66,427	71,464	93,756	72,036	-	-
Sales	2,263,155	2,191,314	2,601,830	3,218,327	3,242,281	2,673,399
Other taxes	26,824	26,954	60,532	90,593	157,061	108,982
Gain/(loss) on sale of capital assets	-	79,738	-	5,127	384,231	-
Investment income	48,404	90,000	188,497	319,950	339,738	117,844
Miscellaneous	243,295	194,254	291,228	110,102	84,580	146,681
Transfers	4,432	223,635	27,704	26,651	21,311	26,828
Total governmental activities	6,190,872	6,588,149	7,099,990	7,761,998	8,335,835	7,194,913
Business-type activities						
Investment income	3,006	55,896	80,071	70,523	55,149	19,639
Transfers	(23,752)	(22,618)	(27,704)	(26,651)	(32,758)	(26,828)
Miscellaneous	-	-	8,318	-	-	2,197
Total business-type activities	(20,746)	33,278	60,685	43,872	22,391	(4,992)
TOTAL PRIMARY GOVERNMENT	\$ 6,170,126	\$ 6,621,427	\$ 7,160,675	\$ 7,805,870	\$ 8,358,226	\$ 7,189,921
CHANGE IN NET ASSETS						
Governmental activities	\$ 234,921	\$ 330,342	\$ 842,567	\$ 15,815	\$ 616,650	\$ (502,701)
Business-type activities	15,841	74,132	212,690	110,287	82,440	(44,408)
TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS	\$ 250,762	\$ 404,474	\$ 1,055,257	\$ 126,102	\$ 699,090	\$ (547,109)

The implementation of GASB Statement No. 34 was completed for fiscal year ended April 30, 2004. Therefore, information prior to fiscal year 2004 is unavailable.

Note:

(1) The only hotel occupancy generating facility in the Village closed December 31, 2006.

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS
PROGRAM REVENUES BY FUNCTION/PROGRAM

Last Six Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009
PROGRAM REVENUES						
Governmental activities						
General government	\$ 1,032,801	\$ 1,283,074	\$ 1,068,130	\$ 1,008,618	\$ 308,622	\$ 990,091
Police and fire	90,724	108,208	124,571	201,674	145,026	172,938
Public works	358,846	397,177	413,300	391,235	393,181	1,042,882
Total governmental activities program revenues	<u>1,482,371</u>	<u>1,788,459</u>	<u>1,606,001</u>	<u>1,601,527</u>	<u>846,829</u>	<u>2,205,911</u>
Business-type activities						
Water and sewer	<u>1,096,081</u>	<u>1,331,893</u>	<u>1,523,294</u>	<u>1,227,045</u>	<u>1,326,282</u>	<u>1,133,555</u>
Total business-type activities program revenues	<u>1,096,081</u>	<u>1,331,893</u>	<u>1,523,294</u>	<u>1,227,045</u>	<u>1,326,282</u>	<u>1,133,555</u>
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	<u><u>\$ 2,578,452</u></u>	<u><u>\$ 3,120,352</u></u>	<u><u>\$ 3,129,295</u></u>	<u><u>\$ 2,828,572</u></u>	<u><u>\$ 2,173,111</u></u>	<u><u>\$ 3,339,466</u></u>

Note:

The statement of activities provides a breakdown of charges for services, grants and contributions.

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
GENERAL FUND										
Reserved	\$ 9,454	\$ 5,865	\$ 8,862	\$ 9,730	\$ 6,439	\$ 12,912	\$ 8,496	\$ 7,950	\$ 24,022	\$ 1,599
Unreserved	2,310,627	2,769,933	1,766,160	1,946,773	1,963,556	2,090,882	2,713,249	3,412,538	4,772,198	4,175,389
TOTAL GENERAL FUND	\$ 2,320,081	\$ 2,775,798	\$ 1,775,022	\$ 1,956,503	\$ 1,969,995	\$ 2,103,794	\$ 2,721,745	\$ 3,420,488	\$ 4,796,220	\$ 4,176,988
ALL OTHER GOVERNMENT FUNDS										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,795
Unreserved, reported in										
Special revenue funds	440,518	866,749	864,828	1,167,264	1,184,856	1,364,654	1,666,081	3,024,337	1,615,653	991,204
Capital project funds	428,114	2,509,778	2,533,052	1,336,371	1,231,267	1,410,409	553,791	241,763	1,088,943	(1,780)
Debt service funds	13,310	13,666	12,541	11,588	11,103	11,035	11,257	18,790	18,213	1,027,231
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 881,942	\$ 3,390,193	\$ 3,410,421	\$ 2,515,223	\$ 2,427,226	\$ 2,786,098	\$ 2,231,129	\$ 3,284,890	\$ 2,722,809	\$ 2,035,450

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2000	2001	2002	2003
REVENUES				
Property taxes	\$ 1,877,514	\$ 1,917,288	\$ 1,941,389	\$ 1,984,067
Other taxes (1)	2,640,449	3,042,152	3,547,900	3,667,423
Licenses, fees, and permits	682,977	657,771	702,445	964,869
Fines and penalties	113,831	101,711	71,678	67,748
Intergovernmental	162,586	173,353	182,629	201,904
Sewer and other charge for service	212,373	177,694	183,184	173,660
Interest earnings	206,747	298,695	243,798	143,926
Grants, donations	-	-	605,865	20,785
Proceeds from sale of capital assets	-	-	-	-
Miscellaneous	230,000	203,165	299,596	366,410
Total revenues	6,126,477	6,571,829	7,778,484	7,590,792
EXPENDITURES				
General government	1,496,059	1,534,826	1,965,439	2,126,873
Public safety	1,829,923	1,970,077	2,295,587	2,271,225
Public works	1,618,216	1,536,759	3,673,677	1,965,050
IMRF/FICA Pension (2)	135,227	144,625	-	-
Capital outlay	631,579	143,930	328,859	1,572,082
Debt service				
Principal	204,000	210,000	275,000	295,000
Interest	35,111	27,237	95,683	84,880
Total expenditures	5,950,115	5,567,454	8,634,245	8,315,110
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	176,362	1,004,375	(855,761)	(724,318)
OTHER FINANCING SOURCES (USES)				
Proceeds from borrowing	-	1,930,000	-	-
Sale of capital assets	-	-	-	-
Transfers in	457,625	789,493	973,402	665,705
Transfers (out)	(428,164)	(759,900)	(1,098,187)	(658,931)
Total other financing sources (uses)	29,461	1,959,593	(124,785)	6,774
NET CHANGE IN FUND BALANCES	\$ 205,823	\$ 2,963,968	\$ (980,546)	\$ (717,544)
DEBT OF SERVICES AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	4.50%	4.40%	4.50%	5.60%

Notes:

(1) From FY1998 - FY2001 Sales tax revenues were net of the Knauz auto rebates. From FY2002 Sales tax revenue was shared.

(2) IMRF/FICA Pension costs are included in their respective functions from FY2002 forward.

Data Source

The Village's Comprehensive Annual Financial Report

2004	2005	2006	2007	2008	2009
\$ 2,070,250	\$ 2,147,483	\$ 2,208,571	\$ 2,244,225	\$ 2,389,677	\$ 2,510,766
3,797,667	3,826,085	4,383,990	5,032,731	5,116,298	4,378,506
1,028,039	1,162,232	1,004,652	864,760	1,378,688	840,006
90,724	93,112	101,137	182,500	96,598	92,910
202,991	207,639	201,497	208,654	240,528	260,695
-	208,994	237,329	368,825	386,087	341,089
48,404	90,000	190,798	319,950	339,738	117,844
-	-	63,478	-	-	-
-	79,351	-	59,285	-	-
430,736	374,429	289,136	50,817	84,580	36,717
7,668,811	8,189,325	8,680,588	9,331,747	10,032,194	8,578,533
1,944,378	1,793,133	1,925,081	2,593,866	2,645,317	2,454,769
2,344,251	2,601,782	2,773,384	3,524,775	3,318,973	3,454,094
2,066,087	2,122,450	2,049,407	2,249,691	2,376,196	2,160,920
-	-	-	-	-	-
1,195,657	957,821	1,930,932	1,293,364	1,255,072	1,351,899
125,000	175,000	215,000	317,497	358,989	372,126
72,375	67,075	66,506	88,851	150,799	135,881
7,747,748	7,717,261	8,960,310	10,068,044	10,105,346	9,929,689
(78,937)	472,064	(279,722)	(736,297)	(73,152)	(1,351,156)
-	-	315,000	2,435,930	-	-
-	-	-	26,220	865,492	109,963
492,532	657,907	663,908	754,769	909,997	772,067
(488,100)	(434,272)	(636,204)	(728,118)	(888,686)	(745,239)
4,432	223,635	342,704	2,488,801	886,803	136,791
\$ (74,505)	\$ 695,699	\$ 62,982	\$ 1,752,504	\$ 813,651	\$ (1,214,365)
3.00%	3.20%	3.80%	4.50%	5.40%	5.90%

own gross with rebates expensed.

VILLAGE OF LAKE BLUFF, ILLINOIS
TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS
Last Ten Fiscal Years

Fiscal Year	Property	Sales (1)	Home Rule Sales (2)	Utility	Telecomm	Income (3)	Other	Total
2000	\$ 1,877,514	\$ 1,611,762	\$ -	\$ 427,806	\$ 303,431	\$ 405,602	222,648	\$ 4,848,763
2001	1,917,288	1,871,618	-	538,164	341,484	434,227	215,659	5,318,440
2002	1,941,389	2,143,838	-	457,524	303,442	415,028	228,068	5,489,289
2003	1,984,067	2,165,379	-	517,122	338,334	393,927	252,661	5,651,490
2004	2,070,250	2,263,155	-	519,973	481,157	365,325	168,057	5,867,917
2005	2,147,483	2,191,314	-	544,142	462,820	421,987	205,822	5,973,568
2006	2,208,571	2,432,006	169,824	610,065	409,802	468,441	293,852	6,592,561
2007	2,244,225	2,462,463	679,808	599,742	406,537	522,333	361,848	7,276,956
2008	2,389,677	2,538,470	703,811	591,601	398,650	557,596	313,192	7,492,997
2009	2,510,766	2,066,394	607,006	599,663	344,701	551,791	264,133	6,944,454

Notes:

- (1) Sales tax revenue is shown as a gross amount. In FY1998 - FY2001 the sales tax is reflected net of rebates.
- (2) Home rule sales tax was implemented effective January 1, 2006.
- (3) Income tax for FY2008 was restated in FY2009 (from \$570,574 to \$557,596).

Data Source

The Village's Comprehensive Annual Financial Report and records

VILLAGE OF LAKE BLUFF, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Farm Property	Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value
1999	\$ 285,475,408	\$ 17,623,226	\$ 25,531,436	\$ 1,836,984	\$ 222,673	\$ 330,689,727	0.5650	\$ 993,062,243
2000	307,162,672	18,446,901	26,792,316	1,017,387	232,036	353,651,312	0.5400	1,062,015,952
2001	330,106,479	19,759,841	29,388,203	1,073,303	241,726	380,569,552	0.5120	1,142,851,508
2002	369,934,524	22,060,332	25,241,256	1,128,556	286,227	418,650,895	0.4760	1,257,209,895
2003	404,683,142	22,315,948	26,119,005	1,115,035	310,391	454,543,521	0.4610	1,364,995,559
2004	426,238,157	22,616,770	29,531,198	1,618,719	349,150	480,353,994	0.4540	1,442,504,486
2005	463,425,285	23,536,180	30,084,621	1,894,814	328,991	519,269,891	0.4350	1,559,369,042
2006	512,941,384	26,093,053	30,311,216	2,014,942	333,595	571,694,190	0.4200	1,716,799,369
2007	564,290,558	38,558,393	22,604,764	1,951,156	360,889	627,765,760	0.4030	1,883,485,629
2008	585,618,467	36,608,937	23,113,146	2,004,961	395,474	647,740,985	0.4140	1,943,417,297

Note:

Property in the Village is reassessed each year. Property is assessed at 33% of actual value. Tax rates are per \$100 of equalized assessed value.

Data Source

Lake County Tax Extension Office, Report PTAX-251.

VILLAGE OF LAKE BLUFF, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Fiscal/ Tax Year	Village Direct Rates		Component Unit	Overlapping Rate									Overlapping Rate	
	Village Overall Rate	(1) Village Sanctuary Rate	Lake Bluff Public Library	School District 65	High School District 115	College of Lake County 532 District	Lake County	Forest Preserve	North Shore Sanitary	Shield's Township	Park District	Mosquito Abatement	(2) Central LC Water Agency	(1) Rockland Fire Protection
1999-00 1998	0.593	0.521	0.121	1.992	1.251	0.221	0.531	0.157	0.181	0.086	0.415	0.022	0.082	0.304
2000-01 1999	0.565	0.497	0.117	1.924	1.219	0.213	0.521	0.187	0.172	0.085	0.400	0.022	0.077	0.301
2001-02 2000	0.540	0.476	0.115	1.885	1.201	0.235	0.521	0.231	0.167	0.084	0.392	0.022	0.072	0.418
2002-03 2001	0.512	0.450	0.112	1.881	1.157	0.211	0.516	0.221	0.160	0.083	0.383	0.023	0.066	0.411
2003-04 2002	0.476	0.419	0.106	2.079	1.092	0.308	0.502	0.232	0.152	0.098	0.358	0.021	0.064	0.387
2004-05 2003	0.461	0.408	0.102	2.068	1.045	0.201	0.490	0.235	0.144	0.083	0.356	0.020	0.058	0.371
2005-06 2004	0.454	0.403	0.100	2.009	1.003	0.200	0.465	0.219	0.139	0.070	0.353	0.014	0.054	0.371
2006-07 2005	0.435	0.386	0.128	2.096	0.965	0.197	0.454	0.210	0.132	0.069	0.344	0.013	0.049	0.340
2007-08 2006	0.435	0.375	0.122	2.059	0.961	0.195	0.450	0.204	0.125	0.070	0.336	0.012	0.046	0.326
2008-09 2007	0.414	0.370	0.120	2.070	1.001	0.196	0.453	0.199	0.121	0.069	0.319	0.010	0.042	0.298

Note:

Due to overlapping jurisdictions, not all Village residents are assessed taxes from all of the above governments.

Data Source

Lake County Clerk's Office

- (1) Sanctuary subdivision residents pay to the Rockland fire Protection District, but not to the Village's fire protection.
- (2) Sanctuary subdivision residents do not pay to the Water Agency.

VILLAGE OF LAKE BLUFF, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2009(1)			2000		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Knauz Motors Inc	\$ 6,805,821	1	1.05%			
Orren Pickell Builders	4,808,668	2	0.74%			
Cantera Investors LLC	4,152,233	3	0.64%			
New England Builders	3,302,926	4	0.51%			
The Taxman Corp/Carriage Way	2,943,803	5	0.45%	\$ 2,242,364	3	0.73%
Individual Taxpayer	2,548,975	6	0.39%			
Carriage Point	2,272,954	7	0.35%	1,922,614	4	0.62%
Buehler, Inc	2,181,651	8	0.34%	1,699,830	6	0.55%
Individual Taxpayer	2,132,103	9	0.33%	1,632,289	7	0.53%
Shepard Chevrolet	1,878,031	10	0.29%	1,038,361	10	0.34%
Ohio State Teachers Retirement				2,775,824	1	0.90%
Harrison Conference Center				2,534,165	2	0.82%
Liquid Controls Corp				1,754,567	5	0.57%
Lake Bluff Office Center				1,251,323	8	0.41%
LaSalle National Trust				1,164,945	9	0.38%
	<u>\$ 33,027,165</u>		<u>5.10%</u>	<u>\$ 18,016,282</u>		<u>5.83%</u>

Note:

(1) The taxable assessed value is for 2008 (the most available)

Data Source

Lake County Assessor

VILLAGE OF LAKE BLUFF, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTION

Last Ten Levy Years

Tax levy year	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008(1)
General corporate	\$ 535,021	\$ 512,914	\$ 475,214	\$ 501,568	\$ 448,822	\$ 450,440	\$ 445,933	\$ 451,608	\$ 451,946	\$ -
School crossing guard	23,118	21,224	22,810	12,539	9,067	9,584	10,370	11,433	12,382	-
Police protection	219,971	233,464	243,309	246,604	253,879	263,555	269,634	274,395	297,170	-
Fire protection	212,011	212,898	225,330	227,850	229,512	233,543	242,712	245,601	255,201	-
Sanitation	293,931	318,360	323,145	326,019	330,950	335,434	352,598	360,143	365,271	-
Auditing	19,816	21,224	15,207	16,719	22,668	23,960	25,926	28,583	30,955	-
Liability insurance	115,591	120,269	117,853	121,212	131,473	153,341	150,373	154,347	173,349	-
Illinois municipal retirement	132,104	91,971	95,043	100,314	136,007	162,925	191,855	234,379	241,451	-
Police pension	142,012	148,568	152,068	163,009	240,278	253,971	280,004	337,277	371,463	-
Public library	386,404	406,794	425,791	443,051	462,423	479,191	663,714	697,420	724,352	-
Social security	155,222	212,240	258,516	254,964	272,013	273,139	264,448	280,112	272,406	-
Unemployment insurance	6,605	3,537	7,603	8,359	4,534	4,792	10,371	11,433	12,382	-
Special service area #1	21,771	-	-	-	-	-	-	-	-	-
TOTAL	\$ 2,263,577	\$ 2,303,463	\$ 2,361,889	\$ 2,422,208	\$ 2,541,626	\$ 2,643,875	\$ 2,907,938	\$ 3,086,731	\$ 3,208,328	\$ -
LEVY AS EXTENDED	\$ 2,266,743	\$ 2,306,290	\$ 2,364,367	\$ 2,426,137	\$ 2,548,286	\$ 2,650,290	\$ 2,912,108	\$ 3,086,938	\$ 3,253,214	\$ 3,447,229
PERCENT COLLECTED	99.86%	99.88%	99.90%	99.84%	99.74%	99.76%	99.86%	99.99%	98.62%	0.00%

Note:

(1) The 2008 property tax levy collections are in the next fiscal year.

Data Source

Illinois Department of Revenue

VILLAGE OF LAKE BLUFF, ILLINOIS
SALES TAX COLLECTED BY CATEGORY

Last Ten Calendar Years

Fiscal Year	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General merchandise	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 392	\$ 249	\$ 182	\$ 925	\$ 321
Food	108,131	84,158	143,687	164,408	164,650	158,553	155,743	161,941	159,180	167,320
Drink, eat, rooms	29,228	30,575	28,123	18,659	13,405	15,692	28,679	34,138	33,842	36,965
Apparel	445	-	-	-	-	-	-	-	-	-
Furniture	8,146	7,426	6,717	5,561	9,530	6,424	6,196	9,883	5,396	6,831
Lumber, hardware	25,154	19,421	30,007	24,145	22,604	23,345	26,251	34,742	121,171	108,020
Auto, filling stations	1,003,393	1,180,475	1,337,665	1,488,401	1,658,046	1,695,614	1,559,423	1,718,851	1,772,387	1,546,659
Drugs, retail	124,815	94,875	102,488	71,453	78,015	92,425	102,498	100,124	127,718	133,329
Agriculture and all others	66,577	68,816	65,757	52,660	54,547	130,978	176,280	174,440	158,573	137,590
Manufacturing	21,282	14,570	34,455	44,550	46,492	31,972	35,790	40,019	43,895	31,982
TOTAL	\$ 1,387,171	\$ 1,500,316	\$ 1,748,899	\$ 1,869,837	\$ 2,047,289	\$ 2,155,395	\$ 2,091,109	\$ 2,274,320	\$ 2,423,087	\$ 2,169,017
VILLAGE DIRECT SALES TAX RATE	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Data Source

Illinois Department of Revenue

VILLAGE OF LAKE BLUFF, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Calendar Years

Calendar Year	Village Direct Rate	Village Home Rule Rate (1)	Lake County & RTA Rate	State Rate	Total
1999	1.00%	0.00%	0.50%	5.00%	6.50%
2000	1.00%	0.00%	0.50%	5.00%	6.50%
2001	1.00%	0.00%	0.50%	5.00%	6.50%
2002	1.00%	0.00%	0.50%	5.00%	6.50%
2003	1.00%	0.00%	0.50%	5.00%	6.50%
2004	1.00%	0.00%	0.50%	5.00%	6.50%
2005	1.00%	0.00%	0.50%	5.00%	6.50%
2006	1.00%	1.00%	0.50%	5.00%	7.50%
2007	1.00%	1.00%	0.50%	5.00%	7.50%
2008	1.00%	1.00%	1.00%	5.00%	8.00%

Note:

(1) The Village enacted a home rule sales tax effective January 1, 2006.

Data Source

Illinois Department of Revenue

VILLAGE OF LAKE BLUFF, ILLINOIS
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities		Total Village	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Special Service Area Bonds	Bank Notes Payable	Alternate Water Revenue Bonds				
2000	\$ 605,000	\$ 20,000	\$ -	-	\$ 625,000	0.3%	\$ 110	
2001	2,345,000	-	-	-	2,345,000	1.0%	387	
2002	1,135,752	120,000	115,595	-	1,371,347	0.6%	342	
2003	1,775,000	-	-	-	1,775,000	0.5%	293	
2004	1,650,000	-	-	-	1,650,000	0.5%	272	
2005	1,475,000	-	-	3,060,000	4,535,000	1.4%	749	
2006	1,260,000	-	315,000	2,950,000	4,525,000	1.4%	747	
2007	3,125,000	-	582,503	2,835,000	6,542,503	2.0%	1080	
2008	2,875,000	-	473,625	2,720,000	6,068,625	1.8%	1002	
2009	2,615,000	-	361,388	2,600,000	5,576,388	1.7%	921	

Note:

Details regarding the Village's outstanding debt can be found in the notes to financial statements.

* See the schedule of Demographic and Economic Information on page 108 for personal income and population data.

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Bonded Debt Outstanding			Percentage of Taxable Assessed Value of Property (1)	Per Capita (2)
	General Obligation Bonds	Special Service Area Bonds	Total		
2000	\$ 605,000	\$ 20,000	\$ 625,000	0.20%	\$ 103.20
2001	2,345,000	-	2,345,000	0.71%	387.22
2002	1,135,752	115,595	1,371,347	0.71%	341.81
2003	1,775,000	-	1,775,000	0.47%	293.10
2004	1,650,000	-	1,650,000	0.39%	272.46
2005	1,475,000	-	1,475,000	0.32%	243.56
2006	1,260,000	-	1,260,000	0.84%	208.06
2007	4,385,000	-	4,385,000	0.84%	724.08
2008	2,875,000	-	2,875,000	0.50%	474.74
2009	2,615,000	-	2,615,000	0.40%	431.80

Notes:

Details regarding the Village's outstanding debt can be found in the notes to financial statements.

(1) See the schedule of Assessed Value and Actual Value of Taxable Property on page 97 for more property value information.

(2) See the schedule of Demographic and Economic Statistics on page 108 for population data.

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
(in thousands of dollars)

April 30, 2009

Governmental unit	Debt Outstanding	Estimated Percentage of Debt Applicable to the Village of Lake Bluff (2)	Estimated Share of Overlapping Debt
Village of Lake Bluff	\$ 2,615	100.00%	\$ 2,615
Overlapping debt (1)			
Lake Bluff Park District	1,960	88.06%	1,726
Lake Bluff School District 65	1,510	85.78%	1,295
Lake Forest-Lake Bluff High School District 115	10,745	18.150%	1,950
Central Lake County Joint Action Water Agency (CLCJAWA)	29,170	7.56%	2,205
North Shore Sanitary District	8,334	6.35%	529
Lake County Community College District 532	11,926	2.17%	259
Lake County	5,480	2.25%	123
Lake County Forest Preserve	245,896	2.14%	5,262
Other debt			
Lake County capital leases	-	2.25%	-
Lake County - other debt	-	2.25%	-
Subtotal	315,021		13,349
TOTAL	\$ 317,636		\$ 15,964

Notes:

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village of Lake Bluff. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Lake Bluff. This process recognizes that, when considering the Village's ability to issue and repay long-term debt, the entire debt burden borne by the residents and business should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(2) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Village's boundaries and dividing it by each unit's total taxable assessed value. This approach was also used for Lake County's capital lease, loan, and other debt

Data Source

Assessed value data used to estimate applicable percentages provided by the Lake County Board of Equalization and Assessment. Debt outstanding data provided by Lake County Tax Extension Office.

The Village of Lake Bluff has general obligation (tax-supported) debt of \$2.875 million; however, the debt levies have been abated each year.

VILLAGE OF LAKE BLUFF, ILLINOIS

LEGAL DEBT MARGIN INFORMATION
(in thousands of dollars)

Last Ten Fiscal Years

Fiscal Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Assessed Value	\$ 353,651	\$ 353,651	\$ 380,570	\$ 418,651	\$ 454,544	\$ 480,354	\$ 519,270	\$ 571,694	\$ 627,766	\$ 647,741
Debt limit	30,502	30,502	32,824	36,109	39,204	41,431	44,787	-	-	-
Total net debt applicable to limit	625	2,345	2,070	1,775	1,650	1,475	1,260	-	-	-
LEGAL DEBT MARGIN	\$ 29,877	\$ 28,157	\$ 30,754	\$ 34,334	\$ 37,554	\$ 39,956	\$ 43,527	\$ 571,694	\$ 627,766	\$ 647,741
TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	2.05%	7.69%	6.31%	4.92%	4.21%	3.56%	2.81%	-	-	-

Note:

Under state finance law, the Village's outstanding general obligation debt should not exceed 8.625% of total assessed property value. However, the Village became a home-rule community effective January 1, 2006 and is not required to compute a legal debt margin. Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property... (2) if its population is more than 25,000 and less than 50,000 an aggregate one percent... indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum... shall not be included in the foregoing amounts."

To date, the General Assembly has set no limits for home rule municipalities.

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS

PLEDGED-REVENUE COVERAGE

Last Five Fiscal Years

2004 Alternate Water Revenue Bonds

Fiscal Year	Water Operating Revenues	Debt Service		Coverage Required	Actual Coverage
		Principal	Interest		
2005	\$ 1,096,081	\$ -	\$ 60,350	\$ 296,744	3.69
2006	1,331,893	110,000	130,995	296,744	4.49
2007	1,523,294	115,000	126,595	296,744	5.13
2008	1,326,282	115,000	121,995	296,744	4.47
2009	1,135,752	120,000	115,595	296,744	3.83

Notes:

This schedule presents all non-general obligation long-term debt backed by pledged revenues. The coverage required pursuant to Ordinance 2004-20 is 1.25 times the maximum debt service payment on the bonds.

Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

Data Source

The Village's Comprehensive Annual Financial Report

VILLAGE OF LAKE BLUFF, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Calendar Years

Fiscal Year	Population	Personal Income (in thousands of dollars)	Per Capita Personal Income	Unemployment Rate
1999	6,056	\$ 230,734	\$ 38,100	2.90%
2000	6,056	332,014	54,824	1.50%
2001	6,056	348,615	57,565	1.90%
2002	6,056	366,045	60,443	2.30%
2003	6,056	384,348	63,466	2.50%
2004	6,056	403,565	66,639	2.30%
2005	6,056	423,743	69,971	1.90%
2006	6,056	444,931	73,469	2.80%
2007	6,056	467,177	77,143	3.30%
2008	6,222	490,536	78,390	4.40%

Data Source

Population and per capita information provided by the U.S. Census Bureau
 Unemployment data for the Village is estimated based on information provided by Illinois
 Department of Employment Security (IDES)

VILLAGE OF LAKE BLUFF, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	Business/Service	2009		2000	
		Employees	Rank	Employees	Rank
Knautz Motors, Inc	BMW, Mercedes, Chrysler, Hyundai Land Rover & Mini auto dealerships	300	1	235	1
Liquid Controls Corp	Manufacture - Liquid flow meters	167	2	175	2
Lake Bluff School District 65	Elementary school district	150	3	119	6
Buehler, Inc	Metallurgical equipment	145	4	100	7
Chelsea & Scott, LTD	Catalog sales - children's products	142	5	145	3
Mariani Landscaping	Landscaping architect	105	6		
Clarín/Greenwich Industries	Manufacture - steel folding chairs	75	7	125	4
Shepard Chevrolet	Chevrolet and Geo auto dealership	75	8	95	8
Profile Plastics	Manufacture - plastic parts	60	9	80	10
Circuit Works	Circuit board assembly	34	10		
Deerpath Medical Associates	Medical clinic			125	5
Harrison Conference Center	Conference/training facility/hotel			83	9
Total		<u>1,253</u>		<u>1,282</u>	

Note:

Data to determine each principal employers' percentage of total employment is not available.

Data Source

2006 Illinois Manufacturers Directory, 2006 Illinois Services Directory and a 2009 selective telephone survey. 1998 from a telephone canvass of employers in April 1998. See 1998 G.O. Bonds Official Statement.

VILLAGE OF LAKE BLUFF, ILLINOIS
 FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
GENERAL GOVERNMENT										
Administrator's Office	4.50	4.50	4.50	4.50	3.50	4.00	4.00	4.00	4.00	4.00
Finance	3.50	3.50	3.50	3.50	3.50	3.50	4.00	4.00	4.00	4.00
Engineering, Building & Zoning	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00
PUBLIC SAFETY										
Fire										
Secretary	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Police										
Police sworn	15.00	15.00	15.00	16.00	16.00	16.00	17.00	17.00	17.00	17.00
Telecommunications Dispatchers (1)	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
PUBLIC WORKS										
Administration, Street, Sewer	9.00	9.00	9.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Water	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sanitation	4.00	4.00	4.00	4.00	3.50	3.50	4.00	4.00	4.00	4.00
Vehicle maintenance	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total	47.00	47.00	48.00	50.00	48.50	49.00	51.00	51.00	51.00	50.00

Data Source

Village budget

VILLAGE OF LAKE BLUFF, ILLINOIS

OPERATING INDICATORS

Last Seven Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009
GENERAL GOVERNMENT							
Administration							
Village Board Meetings	21	20	21	22	22	23	18
Other Board & commission meetings	34	31	46	46	46	49	24
Village newsletter mailings	6	4	2	5	5	5	4
Lake Bluff List Serve Subscribers	n/a	n/a	92	214	293	438	487
Finance							
Accounts payable (in thousands)	\$ 6,800	\$ 5,000	\$ 4,800	\$ 5,790	\$ 7,650	\$ 8,000	\$ 7,013
Water & Sewer invoices prepared	7,956	7,915	8,175	8,232	8,225	8,185	8,179
Engineering, Building & Zoning							
Residential building permits issued	488	463	491	523	464	447	418
Commercial building permits issued	34	32	17	25	23	14	18
Zoning petitions	22	24	8	22	7	9	7
PUBLIC SAFETY							
Police							
Number of calls	7,972	10,737	9,286	10,078	11,703	10,282	N/A
Felony offenses	39	56	71	77	49	52	N/A
Misdemeanor offenses	215	266	304	406	311	336	N/A
Auto Accident investigations	199	169	183	203	203	177	N/A
Fire							
Fire calls	33	24	35	52	48	37	33
Rescue/Medical transported	171	181	208	174	217	211	205
Rescue/Medical not transported	38	45	56	70	50	61	73
PUBLIC WORKS							
General							
Streets patching (in tons)	75	47	61	57	71	118	57
Street cleaned - miles	1,388	1,187	1,360	975	1,134	1,562	813
Compacted household refuse collected	2,481	2,542	2,704	2,620	2,678	2,223	1,911
Curbside recycling collections (tons)	801	710	790	715	758	1,148	1,124
Cubic yards of							
leaves/yard waste collected	3,023	3,512	2,498	2,500	2,512	2,658	3,560
Parkway trees planted	79	79	81	76	67	52	50
Parkway grass trimmed (in acres)	392	414	387	276	301	926	542
Sanitary sewers cleaned (in linear feet)	49,896	37,120	17,679	16,679	44,178	65,925	80,000
Storm sewers cleaned (in linear feet)	9,686	7,476	4,257	4,158	2,358	2,111	13,837
Water							
Main break repairs	5	8	12	18	9	16	10
JULIE utility locates	700	1,409	1,273	1,227	1,368	1,210	1,354

Data Source

Various Village departments

VILLAGE OF LAKE BLUFF, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Fiscal Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
PUBLIC SAFETY										
Police										
Patrol units	5	5	5	5	6	6	6	7	8	8
Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Engines (1)	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.0
Stations	1	1	1	1	1	1	1	1	1	1
PUBLIC WORKS										
Streets (miles)	27.0	27.0	27.0	27.0	27.0	27.0	27.0	27.0	27.0	27.0
Sidewalks (miles)	20.0	20.0	20.0	20.0	20.0	20.3	20.3	20.3	20.3	20.6
Building facilities maintained	5	5	6	6	6	6	6	6	6	6
Sanitary sewers (miles)	32.0	32.0	32.0	32.0	32.0	32.0	32.0	32.0	32.0	32.0
Storm Sewers (miles)	26.0	26.0	26.0	26.0	26.0	26.0	26.0	26.0	26.0	26.0
Sanitary sewer lift stations	5	5	5	5	5	6	6	6	6	6
WATER - sanitary sewer										
Fire hydrants	400	400	405	425	425	435	460	476	488	490
Storage capacity (thousands of gallons)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000

Note:

(1) An aerial ladder truck was purchased and is shared pursuant to an Intergovernmental agreement with the City of Lake Forest accounting for the .5 of an engine from 2000 to 2008 was sold in 2009.

Data Source

Village budgets