

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES

Receivables as of year end for the government's individual major funds and nonmajor and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	27th / 17th TIF Redevelopment	Roosevelt Road TIF	Debt Service	Water and Sewerage	Nonmajor Funds	Totals
Receivables							
Property taxes	\$ 2,396,810	\$ 1,377,382	\$ 497,747	\$ 474,692	\$ -	\$ 166,295	\$ 4,912,926
Replacement taxes	90,459	-	-	-	-	-	90,459
Income taxes	219,677	-	-	-	-	-	219,677
Local use taxes	28,465	-	-	-	-	-	28,465
Sales taxes	766,733	-	-	-	-	-	766,733
Utility taxes	248,772	-	-	-	-	-	248,772
Business licenses	8,967	-	-	-	-	-	8,967
Fire protection	131,292	-	-	-	-	-	131,292
Ambulance billings	321,271	-	-	-	-	-	321,271
Motor fuel taxes	-	-	-	-	-	17,056	17,056
Other	89,272	-	-	-	-	42,069	131,341
Accounts	-	-	-	-	167,418	59,856	227,274
Gross receivables	4,301,718	1,377,382	497,747	474,692	167,418	285,276	7,104,233
Less: Allowance for uncollectibles	(159,378)	(30,611)	(9,144)	(9,026)	(36,404)	(3,279)	(247,842)
Net Total Receivables	<u>\$ 4,142,340</u>	<u>\$ 1,346,771</u>	<u>\$ 488,603</u>	<u>\$ 465,666</u>	<u>\$ 131,014</u>	<u>\$ 281,997</u>	<u>\$ 6,856,391</u>

All of the receivables on the balance sheet are expected to be collected within one year.

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned	Totals
Property taxes receivable for subsequent year	\$ -	\$ 4,428,547	\$ 4,428,547
Sales taxes receivable	273,848	-	273,848
Local use taxes receivable	9,488	-	9,488
Simplified telecommunication tax	54,396	-	54,396
Utility taxes	39,787	-	39,787
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 377,519</u>	<u>\$ 4,428,547</u>	<u>\$ 4,806,066</u>

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES (cont.)

Under the accrual method deferred revenue is recognized as revenue in the period earned. An exception in Illinois is real estate taxes, whereby the intent of the village is to finance the following year's operations with those monies. Therefore, these amounts will remain deferred revenue or unearned for the government-wide statements.

C. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2011, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 1,491,927	\$ -	\$ -	\$ 1,491,927
Construction in Process	-	620,254	-	620,254
Total Capital Assets Not Being Depreciated	1,491,927	620,254	-	2,112,181
Capital assets being depreciated				
Buildings	4,070,000	-	-	4,070,000
Vehicles	3,230,366	-	-	3,230,366
Equipment	921,149	13,048	-	934,197
Infrastructure	8,433,934	-	-	8,433,934
Total Capital Assets Being Depreciated	16,655,449	13,048	-	16,668,497
Total Capital Assets	18,147,376	633,302	-	18,780,678
Less: Accumulated depreciation for				
Buildings	(1,879,900)	(81,400)	-	(1,961,300)
Vehicles	(2,466,829)	(113,421)	-	(2,580,250)
Equipment	(742,816)	(64,104)	-	(806,920)
Infrastructure	(4,496,931)	(197,345)	-	(4,694,276)
Total Accumulated Depreciation	(9,586,476)	(456,270)	-	(10,042,746)
Net Capital Assets Being Depreciated	7,068,973	(443,222)	-	6,625,751
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 8,560,900	\$ 177,032	\$ -	\$ 8,737,932

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

C. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Governmental Activities

General Government	\$ 68,000
Public Safety	143,958
Highways and Streets	<u>244,312</u>
Total Governmental Activities Depreciation Expense	<u>\$ 456,270</u>

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities				
Capital assets not being depreciated				
Land	\$ 68,195	\$ -	\$ -	\$ 68,195
Total Capital Assets Not Being Depreciated	<u>68,195</u>	<u>-</u>	<u>-</u>	<u>68,195</u>
Capital assets being depreciated				
Buildings	16,885	-	-	16,885
Equipment	635,700	-	-	635,700
Infrastructure	<u>9,114,400</u>	<u>839,616</u>	<u>-</u>	<u>9,954,016</u>
Total Capital Assets Being Depreciated	<u>9,766,985</u>	<u>839,616</u>	<u>-</u>	<u>10,606,601</u>
Total Capital Assets	<u>9,835,180</u>	<u>839,616</u>	<u>-</u>	<u>10,674,796</u>
Less: Accumulated depreciation for				
Buildings	(16,885)	-	-	(16,885)
Equipment	(347,334)	(4,535)	-	(351,869)
Infrastructure	<u>(4,513,397)</u>	<u>(257,193)</u>	<u>-</u>	<u>(4,770,590)</u>
Total Accumulated Depreciation	<u>(4,877,616)</u>	<u>(261,728)</u>	<u>-</u>	<u>(5,139,344)</u>
Net Capital Assets Being Depreciated	<u>4,889,369</u>	<u>577,888</u>	<u>-</u>	<u>5,467,257</u>
Business-type Capital Assets, Net of Accumulated Depreciation	<u>\$ 4,957,564</u>	<u>\$ 577,888</u>	<u>\$ -</u>	<u>\$ 5,535,452</u>

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

C. CAPITAL ASSETS (cont.)

Business-type Activities

Depreciation expense was charged to functions as follows:

Business-type Activities

Water and Sewerage	\$ <u>261,728</u>
Total Business-type Activities Depreciation Expense	\$ <u>261,728</u>

D. INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund	Amount
General	Nonmajor	\$ 27,145
Water and Sewerage	Garbage	<u>100,000</u>
Total - Fund Financial Statements		<u>127,145</u>
Less: Fund eliminations		<u>(27,145)</u>
Total Internal Balances - Government-Wide Statement of Net Assets		<u>\$ 100,000</u>

All amounts are due within one year.

The principal purpose of these interfunds is because of shortfall in respective funds thus creating short-term interfund loans.

For the statement of net assets, interfund balances which are owed within the governmental activities or business-type activities are netted and eliminated.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS (cont.)

Advances

The following is a schedule of interfund advances:

Receivable Fund	Payable Fund	Amount	Amount Not Due Within One Year
Capital Projects	General	\$ 5,300,000	\$ 5,300,000
Agency	General	300,000	300,000
General	Nonmajor	72,587	72,587
Total - Fund Financial Statements		5,672,587	
Less: Fund eliminations		(5,372,587)	
Less: Fiduciary fund eliminations (Due to agency fund)		(300,000)	
Total - Interfund Advances - Government-Wide Statement of Net Assets		\$ -	

The principal purpose of these interfunds is because of a shortfall in respective funds thus creating long-term interfund loans.

For the statement of net assets, interfund advances which are owed within the governmental activities or business-type activities are netted and eliminated.

Transfers

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
Nonmajor	General	\$ 150,000	To fund operating deficits
General	22nd/17th TIF	906,478	To reallocate incremental sales taxes
Total - Fund Financial Statements		1,056,478	
Less: Fund eliminations		(1,056,478)	
Less: Capital contributions from Governmental Activities to Business-type Activities		(90,000)	

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

The Village is subject to the Illinois Municipal Code, which limits the amount of certain indebtedness to 8.625% of the most recent available equalized assessed valuation of the Village. As of April 30, 2011, the statutory debt limit for the Village was \$24,623,669, providing a debt margin of \$23,753,669.

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the Village. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund.

Governmental Activities General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 04/30/11
Alternative Revenue General Obligation Bond	2005B	12/1/2015	5.00%- 5.50%	\$ 2,140,000	\$ 2,140,000
Alternative Revenue General Obligation Bond	2003B	12/1/2022	2.00%- 2.90%	8,200,000	7,490,000
Alternative Revenue General Obligation Bond (Capital Appreciation Bonds)	2003A	6/1/2022	2.70%- 5.50%	1,690,000	332,373
Limited Tax General Obligation Bond	2011	12/1/2011	3.75%	870,000	<u>870,000</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 10,832,373</u>

Debt service requirements to maturity are as follows (includes \$127,627 of accretion excluded in the above 2003A carrying amount):

Years	Governmental Activities General Obligation Debt	
	Principal	Interest
2012	\$ 1,790,000	\$ 468,885
2013	960,000	397,010
2014	1,000,000	354,948
2015	1,045,000	310,398
2016	1,090,000	265,098
2017-2021	3,465,000	829,798
2022-2023	<u>1,610,000</u>	<u>115,500</u>
Totals	<u>\$ 10,960,000</u>	<u>\$ 2,741,637</u>

Revenue Debt

Business-type activities revenue bonds are payable only from revenues derived from the operation of the water and sewerage fund.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

Revenue Debt (cont.)

The Village has pledged future revenues, to repay \$1,295,000 million in revenue bonds issued in 1991. Proceeds from the bonds provided financing for the Village's wastewater treatment facilities. The bonds are payable solely from revenues and are payable through the 2012 fiscal year. Annual principal and interest payments on the bonds are expected to require 3% of revenues. The total principal and interest remaining to be paid on the bonds is \$91,844. Principal and interest paid for the current year and total customer net revenues were \$91,844 and \$2,721,188, respectively.

Revenue debt payable at April 30, 2011, consists of the following:

Business-type Activities Revenue Debt

<u>Water and Sewerage</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance 04/30/11</u>
Revenue Note Series of 1991	1991	12/31/2011	3.59%	\$ 1,295,000	\$ <u>89,429</u>
Total Business-type Activities Revenue Debt					\$ <u><u>89,429</u></u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Business-type Activities Revenue Debt</u>	
	<u>Principal</u>	<u>Interest</u>
2012	\$ <u>89,429</u>	\$ <u>2,415</u>
Totals	\$ <u><u>89,429</u></u>	\$ <u><u>2,415</u></u>

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

Tax Increment Financing Bonds

Tax increment financing bonds are payable from incremental taxes derived from a separately created tax increment financing district.

Tax Increment Financing Bonds at April 30, 2011, consists of the following:

<u>Governmental Activities Tax Increment Financing Bonds</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance 04/30/11</u>
Tax Increment Financing Bond Series of 1999	1999	4/30/2016	4.00% - 5.375%	\$ 33,695,000	\$ 13,475,000
Tax Increment Financing Bond Series of 2004 - Developer Note	2004	12/31/2017	5.00%	5,000,000	<u>5,250,000</u>
Total Governmental Activities Tax Increment Financing Bonds					<u>\$ 18,725,000</u>

The Village has pledged future revenues, to repay \$38,695,000 in TIF Revenue bonds issued in 1999 and 2004. Proceeds from the bonds provided financing for the Village's economic development. The bonds are payable solely from revenues and are payable through the 2018 fiscal year. Annual principal and interest payments on the bonds are expected to require 100 percent of revenues. The total principal and interest remaining to be paid on the bonds is \$22,234,345. Principal and interest paid for the current year and total revenues were \$3,346,069 and \$3,085,029, respectively.

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities Tax Increment Financing Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2012	\$ 2,425,000	\$ 916,906
2013	2,550,000	786,313
2014	2,685,000	647,216
2015	2,830,000	499,000
2016	2,985,000	342,722
2017-2018	<u>5,250,000</u>	<u>317,188</u>
Totals	<u>\$ 18,725,000</u>	<u>\$ 3,509,345</u>

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS

April 30, 2011

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. IEPA BROWNSFIELD REVOLVING LOAN

In 2007, the Village entered into an agreement with the IEPA to receive a \$300,000 revolving loan to fund cleanup activities at the former Broadview Quick Wash site.

According to the agreement, the Village has two years to use the funds.

There are a number of provisions and covenants contained in the loan agreement. If the site is sold, leased, traded, or developed within 15 years of the agreement (until 2022), the Village must repay between 0% and 80% of the proceeds. Otherwise, the Village has no obligation to repay the loan. The Village is in compliance with all significant provisions and covenants. However, as a conservative measure, the Village has recorded a liability on its Net Asset Statement for 80% of the proceeds received. This obligation will be repaid from the Roosevelt Road TIF Fund.

NOTE IV - OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

Plan Descriptions

The Village contributes to three defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is a single-employer pension plan. The benefits, benefits levels, employee contributions and employer contributions for the plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police Pension Plan and the Firefighters' Pension Plan do issue separate reports on the pension plans. 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 on-line at www.imrf.org.

Illinois Municipal Retirement Fund

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after 8 years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1 2/3% of their final rate (average of the highest 48 consecutive months's earnings during the last 10 years) of earnings for each year thereafter. IMRF provides credited service up to 15 years and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes. 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 coverage of its own employees in IMRF, as specified by statute. For calendar year 2010, the Village's contribution rate was 8.62% of annual covered payroll. The Village's required contribution rate was 12.49 percent.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2011

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At April 30, 2011, the Police Pension membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	30
Current employees:	
Active Plan Members	<u>25</u>
Total	<u><u>55</u></u>

As provide for in the Illinois Compiled Statutes, the Police Pension Fund provides retirement benefits as well as death and disability benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011 and Tier 2 is for employees hired after that date. The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

Tier 1 - Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one half of the salary attached to the rank on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension 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 paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 - Covered employees attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly pension of 2.5% of the final average salary for each year of creditable service. The salary is initially capped at \$106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced retirement benefit. The monthly pension of a police officer shall be increased annually on the January 1 occurring either on or after the attainment of age 60 or the first anniversary of the pension start date, whichever is later. Each annual increase shall be calculated at 3% or one-half the annual unadjusted percentage increase in the CPI, whichever is less.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension (cont.)

Covered employees are required 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 plans as actuarially determined by an enrolled actuary. Effective January 1, 2011 the Village's contributions must accumulate to the point where past service cost for the Police Pension Plan is 90% by the year 2040. For the year ended April 30, 2011, the Village's contribution was 58.51% of covered payroll.

Firefighters' Pension

Fire sworn personnel are covered by the Firefighters' Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At April 30, 2011, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	38
Current employees:	
Active Plan Members	<u>20</u>
Total	<u><u>58</u></u>

As provide for in the Illinois Compiled Statutes, the Firefighters' Pension Fund provides retirement benefits as well as death and disability benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011 and Tier 2 is for employees hired after that date. The following is a summary of the Firefighters' Pension Fund as provided for in Illinois Compiled Statutes.

Tier 1 - Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by one twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter 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 paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Firefighters' Pension (cont.)

Tier 2 - Covered employees attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly pension of 2.5% of the final average salary for each year of creditable service. The salary is initially capped at \$106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced retirement benefit. The monthly pension of a firefighter shall be increased annually on the January 1 occurring either on or after the attainment of age 60 or the first anniversary of the pension start date, whichever is later. Each annual increase shall be calculated at 3% or one-half the annual unadjusted percentage increase in the CPI, whichever is less.

Participants contribute a fixed percentage of their base salary to the plans. At April 30, 2011, the contribution percentage was 9.455%. If a participant leaves covered employment with less than 20 years of service, accumulated participant contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective January 1, 2011 the Village's contributions must accumulate to the point where past service cost for the Police Pension Plan is 90% by the year 2040. For the year ended April 30, 2011, the Village's contribution was 74.92% of covered payroll.

Summary of Significant Accounting Policies

Police and Firefighters' Pension Plans

Basis of Accounting. The financial statements of the pension fund are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Annual Pension Cost

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

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial valuation date	December 31, 2010	April 30, 2010	April 30, 2010
Contribution rates:			
Employer	8.62%	58.51%	74.92%
Employee	4.50%	9.91%	9.46%
Annual required contribution	\$173,456	\$929,657	\$1,027,734
Contributions made	\$119,711	\$1,122,278	\$1,238,645
Actuarial cost method	Entry-age normal 5 year smoothed	Entry-age normal	Entry-age normal
Asset valuation method	Market	Market	Market
Amortization method	Level percentage of payroll	Level percentage of payroll	Level percentage of payroll
Amortization period	30 years, open	23 years, closed	23 years, closed
Actuarial assumptions:			
Investment rate of return	7.50%	7.00%	7.00%
	Compounded annually	Compounded annually	Compounded annually
Projected salary increases	0.4 to 10%	1.12 to 4.86%	1.12 to 4.86%
Inflation rate included	4.00%	2.00%	2.00%
Cost-of-living adjustments	3.00%	3.50%	3.00%

Net Pension Obligation

The following is the net pension obligation calculation from the actuarial report:

Net Pension Obligation:	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual required contribution	\$ 173,456	\$ 929,657	\$ 1,027,734
Interest on net pension obligation	-	-	-
Adjustment to annual required contribution	-	-	-
Annual pension cost	173,456	929,657	1,027,734
Contributions made	(119,711)	(1,122,278)	(1,238,645)
Change in net pension obligation	53,745	(192,621)	(210,911)
Net pension obligation, beginning of year	-	230,732	33,027
Net pension obligation, end of year	\$ 53,745	\$ 38,111	\$ (177,884)

The net pension obligation for IMRF is considered immaterial and has not been recorded as a liability by the Village in the Statement of Net Assets.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2011

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due.

	Fiscal Year	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual required contribution (ARC)	2011	\$ 173,456	\$ 929,657	\$ 1,027,734
	2010	57,256	1,014,115	1,130,019
	2009	52,506	940,774	1,086,418
Contributions made	2011	\$ 119,711	\$ 1,122,278	\$ 1,238,645
	2010	57,256	783,383	1,096,992
	2009	52,506	907,305	1,296,572
Percentage of APC contributed	2011	69%	120.72%	120.52%
	2010	100%	77.25%	97.08%
	2009	100%	96.44%	119.34%
Net pension obligation (asset)	2011	\$ 53,745	\$ 38,111	\$ (177,884)
	2010	-	230,732	33,027
	2009	-	n/a	n/a

Funded Status and Funding Progress

The Village's actuarial value of plan assets for the current year and related information is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
	December 31, 2010	April 30, 2010	April 30, 2010
Actuarial Valuation Date			
Actuarial Valuation of Assets (a)	\$ 3,649,141	\$ 20,103,115	\$ 17,242,447
Actuarial Accrued Liability (AAL) - Entry Age (b)	\$ 4,041,670	\$ 29,515,485	\$ 29,330,806
Unfunded AAL (UAAL) (b - a)	\$ 392,529	\$ 9,412,370	\$ 12,088,359
Funded Ratio (a/b)	90.29 %	68.11 %	58.79 %
Covered Payroll (c)	1,388,756	1,918,065	1,653,276
UAAL as a percentage of Covered Payroll ((b-a)/c)	28.26 %	490.72 %	731.18 %