

VILLAGE OF BROADVIEW

Broadview, Illinois

FINANCIAL STATEMENTS

For the Year Ended April 30, 2009

and

Independent Auditor's Report

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VILLAGE OF BROADVIEW

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INDEPENDENT AUDITOR'S REPORT

President and Board of Trustees
Village of Broadview
2350 South 25th Street
Broadview, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Broadview, Illinois, as of and for the year ended April 30, 2009, which collectively comprise the Village of Broadview's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Village of Broadview's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Police Pension Fund, which represent 44.7 percent, 46.3 percent and (206.6) percent, respectively, of the assets, net assets, and additions of the aggregate remaining fund information. Those financial statements were audited by other auditors whose report has been furnished to us and our opinion, insofar, as it relates to the amounts included for the Police Pension Fund, is based on the report of the other auditors.

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

As described in Note IV A., the financial statements do not disclose the composition of the net pension obligation nor a liability to be recognized when the accumulated annual pension cost exceeds the accumulated contributions. The effects of those departures on the financial statements are not reasonably determinable. In our opinion, disclosure of that information is required to conform with accounting principles generally accepted in the United States of America.

In our opinion, based on our audit and the report of other auditors, except for the effect of such adjustments, if any, as might have been disclosed with respect to the net pension obligation, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Broadview, 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.

As described in Note IV E., The Village of Broadview adopted the provision of GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions, effective May 1, 2008.

President and Board of Trustees
Village of Broadview

The required supplementary information, as listed in the table of contents, is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Broadview's basic financial statements. The supplementary information and other information 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 supplementary information has been subjected to the auditing procedures applied to the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The other information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

Oak Brook, Illinois
October 29, 2009

Baker Tilly Vuchow Krause, LLP

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2009

The discussion and analysis of Village of Broadview's (the "Village") financial performance provides an overall review of the Village's financial activities for the year ended April 30, 2009. The management of the Village encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Village's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights - Government-wide Financial Statements

- > The Village of Broadview's net assets increased by \$5.3 million or 122% compared to the prior year. The Village ended the fiscal year with net assets of \$0.9 million.
- > During the year, revenues of \$21.7 million exceeded expenses of \$16.4 million increasing net assets by \$5.3 million. Net assets of business type activities increased by \$0.8 million or 16%, while assets of governmental activities increased by \$4.5 million or 48%.
- > General revenues accounted for \$16.7 million in revenue or 89% of all governmental revenues. Program specific revenues in the form of charges for services and fees, and grants accounted for \$2.1 million or 11% of total governmental revenues.
- > The Village had \$14.3 million in expenses related to government activities. However, only \$2.1 million of these expenses were offset by program specific charges and grants.
- > At the end of the current fiscal year, unreserved fund balance for the General Fund was in a deficit position of \$2.3 million.
- > The Village's total debt decreased by \$3.1 million during the current year to \$36.8 million.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village's basic financial statements. The basic financial statements are comprised of three components:

- > Government-wide financial statements,
- > Fund financial statements, and
- > Notes to basic financial statements.

This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business, and are reported using the accrual basis of accounting and economic resources measurement focus.

The statement of net assets presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the fiscal year being reported. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2009

The government-wide financial statements can be divided into two types of activities: governmental and business-type. Governmental activities present the functions of the Village that are principally supported by taxes and intergovernmental revenues. Business-type activities present the functions that are intended to recover all or a significant portion of their costs through user fees and charges. The Village's governmental activities include functions like general government, public safety, highways, and streets and sanitation. The Village's business-type activities include water and sewerage services.

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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements and are reported using the modified accrual basis of accounting and current financial resources measurement focus. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources; as well as, on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a Village's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains four major individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, 22nd / 17th Avenue TIF Redevelopment, Debt Service and Capital Project all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules elsewhere in this report. The Village adopts an annual budget for each of the major funds listed above. A budgetary comparison statement has been provided for each major fund to demonstrate compliance with this budget.

Proprietary funds

Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village's proprietary fund presents the activities and balances in Water and Sewerage Fund, which is considered to be a major fund, using the accrual basis of accounting and economic resources measurement focus. Proprietary funds provide the same type of information as the government-wide financial statements, but in greater detail. The proprietary funds reflect the private-sector type operation, where the fee for service typically covers all or most of the cost of operation and maintenance including depreciation.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2009

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

Notes to basic financial statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's contributions and funding progress of the Illinois Municipal Retirement Fund, Police Pension Fund, Firefighters' Pension Fund and Other Post-Employment Benefits; as well as, budget to actual comparisons of the funds. Supplementary schedules include combining and individual fund schedules of all non-major funds and Fiduciary Funds.

Government-Wide Financial Analysis

| Table 1 Condensed Statements of Net Assets (in millions of dollars) | | | | | | | | | |
|--|--------------------------------|-----------------|---------------|---------------------------------|---------------|---------------|---------------|-----------------|---------------|
| | <u>Governmental Activities</u> | | | <u>Business-Type Activities</u> | | | <u>Total</u> | | |
| | <u>2009</u> | <u>2008</u> | <u>Change</u> | <u>2009</u> | <u>2008</u> | <u>Change</u> | <u>2009</u> | <u>2008</u> | <u>Change</u> |
| Assets | | | | | | | | | |
| Current and other assets | \$ 31.3 | \$ 29.8 | 5.0% | \$ 1.5 | \$ 0.9 | 66.7% | \$ 32.8 | \$ 30.7 | 6.8% |
| Capital assets | <u>8.9</u> | <u>8.9</u> | | <u>4.8</u> | <u>4.8</u> | | <u>13.7</u> | <u>13.7</u> | |
| Total assets | <u>40.2</u> | <u>38.7</u> | 3.9% | <u>6.3</u> | <u>5.7</u> | 10.5% | <u>46.5</u> | <u>44.4</u> | 4.7% |
| Liabilities | | | | | | | | | |
| Long-term liabilities | 36.5 | 39.5 | (7.6)% | 0.3 | 0.4 | (25.0)% | 36.8 | 39.9 | (7.8)% |
| Other liabilities | <u>8.6</u> | <u>8.5</u> | 1.2% | <u>0.1</u> | <u>0.2</u> | (50.0)% | <u>8.7</u> | <u>8.7</u> | |
| Total liabilities | <u>45.1</u> | <u>48.0</u> | (6.0)% | <u>0.4</u> | <u>0.6</u> | (33.3)% | <u>45.5</u> | <u>48.6</u> | (6.4)% |
| Net assets | | | | | | | | | |
| Invested in capital assets, net of related debt | 5.0 | 4.6 | 8.7% | 4.6 | 4.4 | 4.5% | 9.6 | 9.0 | 6.7% |
| Restricted | 3.2 | 0.6 | 433.3% | - | - | | 3.2 | 0.6 | 433.3% |
| Unrestricted | <u>(13.1)</u> | <u>(14.6)</u> | (10.3)% | <u>1.3</u> | <u>0.7</u> | 85.7% | <u>(11.8)</u> | <u>(13.9)</u> | (15.1)% |
| Total net assets | <u>\$ (4.9)</u> | <u>\$ (9.4)</u> | 47.9% | <u>\$ 5.9</u> | <u>\$ 5.1</u> | 15.7% | <u>\$ 1.0</u> | <u>\$ (4.3)</u> | 123.3% |

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2009

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Assets summary presentation.

Net results of activities – which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for capital – which will increase current assets and long-term debt.

Spending borrowed proceeds on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) increase capital assets and long-term debt, which will not change the net assets invested in capital assets, net of related debt.

Spending of non-borrowed current assets on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) will reduce unrestricted net assets and increase invested in capital assets, net of related debt.

Principal payment on debt – which will: (a) reduce current assets and reduce long-term debt; and, (b) reduce unrestricted net assets and increase net assets invested in capital assets, net of related debt.

Reduction of capital assets through depreciation – which will reduce capital assets and net assets invested in capital assets, net of related debt.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2009

Current Year Impacts

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village, total net assets increased by \$5.2 million from a deficit \$4.3 million to \$0.9 million. The Village's total assets equal \$46.5 million while total liabilities equal \$45.5 million.

The governmental activities show a deficit in net assets \$4.9 million, which is the result of the Village sponsoring a Tax Increment Financing (TIF) District in 1993, 22nd and 17th Avenue Redevelopment Village Square Shopping Center. As an inducement for developers to redevelop this site, the Village issued TIF bonds in 1993 which were refinanced in 1999 to achieve a better interest rate. The outstanding balance of these bonds as of April 30, 2009, is \$18.0 million. In addition, there was a \$5.0 million developer note issued with a stated interest rate of 5%. In the fiscal year ended April 30, 2007, one year of interest on the note was deferred and capitalized or \$250,000 was added to the principal balance of the developer note. This brings the total TIF related debt to \$23.2 million. These bonds and developer note did not produce a capital asset that is owned by the Village, and even though the Village is not obligated for the retirement of the bond debt as it is payable solely from the incremental taxes generated by the TIF, the bonds are nonetheless, required to be reported as a liability of the Village. If sufficient funds are not available in the TIF to pay the debt at the end of the useful life of the TIF in 2016, then the obligations would be cancelled and the Village would report a gain on the cancellation of said debt. Therefore, the deficit will be reduced and eliminated over the remaining life of the TIF. Since the TIF debt distorts the financial position in net assets, if the TIF debt was removed the net asset position would be a positive \$18.3 million at year end. However, all \$18.3 million of the net assets of the governmental activities would be restricted for debt service, capital projects and investment in capital assets and not available for funding current Village operations.

The Village's current and other assets increased from the prior fiscal year by \$2.1 million. The increase was due in part to a \$1.2 million increase in restricted cash and investments that resulted from the collection of incremental tax revenues within three of the Village's four TIF Funds. The remaining increase was a result of the village's continuing efforts to reduce and/or contain cost within its ongoing operations.

Capital assets decreased during the current year by \$0.0 million mainly due to the recording of the current year's depreciation expense offset by new capital improvements. Capital asset purchases were held to a minimum due to the Village's poor financial condition.

Total liabilities had decreased by \$3.2 million at the end of the current year when compared to that of the prior year.

The amounts due the Police and Fire Pension Plans are a result of the Village's failure to distribute real estate and replacement taxes collected on behalf of the respective pension plans. These funds were used to pay for operational expenditures within the General Corporate Fund during the period from approximately January 2002 to May 2004. The Broadview Firefighters Pension Plan entered into an informal agreement with the Village in July 2004, in which the amounts due will be fully satisfied by the year 2011. The Broadview Police Pension Plan signed a formal agreement with the Village in May 2007 for amounts due that will be paid in full by the year 2015.

The outstanding balances due to the Broadview Police and Fire Pension Plans at April 30, 2009, are \$1.0 and \$1.0 million, respectively. All taxes collected on behalf of the pension plans during the current fiscal year end have been remitted on a timely basis. In addition, all principal and interest payments have been made when due, in accordance with the agreements.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2009

| Table 2 Condensed Statements of Activities (in millions of dollars) | | | | | | | | | |
|--|--------------------------------|-----------------|----------|---------------------------------|---------------|----------|---------------|-----------------|---------|
| | <u>Governmental Activities</u> | | | <u>Business-Type Activities</u> | | | <u>Total</u> | | |
| | 2009 | 2008 | Change | 2009 | 2008 | Change | 2009 | 2008 | Change |
| Revenues | | | | | | | | | |
| <i>Program revenues</i> | | | | | | | | | |
| Charges for services | \$ 1.8 | \$ 1.8 | | \$ 2.8 | \$ 2.5 | 12.0% | \$ 4.6 | \$ 4.3 | 7.0% |
| Operating grants and contributions | 0.2 | 0.5 | (60.0)% | - | - | | 0.2 | 0.5 | (60.0)% |
| Capital grants and contributions | 0.1 | 0.1 | | - | - | | 0.1 | 0.1 | |
| <i>General revenues</i> | | | | | | | | | |
| Property taxes | 9.5 | 8.9 | 6.7% | - | - | | 9.5 | 8.9 | 6.7% |
| Other taxes | 5.3 | 5.3 | | - | - | | 5.3 | 5.3 | |
| Intergovernmental | 1.4 | 1.5 | (6.7)% | - | - | | 1.4 | 1.5 | (6.7)% |
| Other general revenues | <u>0.5</u> | <u>0.7</u> | (28.6)% | <u>0.1</u> | <u>0.1</u> | | <u>0.6</u> | <u>0.8</u> | (25.0)% |
| Total revenues | <u>18.8</u> | <u>18.8</u> | | <u>2.9</u> | <u>2.6</u> | 11.5% | <u>21.7</u> | <u>21.4</u> | 1.4% |
| Expenses | | | | | | | | | |
| General government | 2.0 | 1.9 | 5.3% | - | - | | 2.0 | 1.9 | 5.3% |
| Public safety | 8.8 | 8.8 | | - | - | | 8.8 | 8.8 | |
| Highways and streets | 1.4 | 1.5 | (6.7)% | - | - | | 1.4 | 1.5 | (6.7)% |
| Sanitation | 0.4 | 0.4 | | - | - | | 0.4 | 0.4 | |
| Interest and fees | 1.7 | 2.0 | (15.0)% | - | - | | 1.7 | 2.0 | (15.0)% |
| Water and sewerage | - | - | | <u>2.1</u> | <u>2.0</u> | 5.0% | <u>2.1</u> | <u>2.0</u> | 5.0% |
| Total expenses | <u>14.3</u> | <u>14.6</u> | (2.1)% | <u>2.1</u> | <u>2.0</u> | 5.0% | <u>16.4</u> | <u>16.6</u> | (1.2)% |
| Transfers | - | <u>(0.2)</u> | (100.0)% | - | <u>0.2</u> | (100.0)% | - | - | |
| Change in net assets | 4.5 | 4.0 | 12.5% | 0.8 | 0.8 | | 5.3 | 4.8 | 10.4% |
| Net assets, beginning of year | <u>(9.4)</u> | <u>(13.4)</u> | 29.9% | <u>5.1</u> | <u>4.3</u> | 18.6% | <u>(4.3)</u> | <u>(9.1)</u> | 52.7% |
| Net assets end of year | <u>\$ (4.9)</u> | <u>\$ (9.4)</u> | 47.9% | <u>\$ 5.9</u> | <u>\$ 5.1</u> | 15.7% | <u>\$ 1.0</u> | <u>\$ (4.3)</u> | 123.3% |

Normal Impacts

There are eight basic (normal) impacts that will affect the comparability of the revenues and expenses on the Statement of Activities summary presentation.

Revenues

Economic condition – which can reflect a declining, stable or growing economic environment, and has substantial impact on state sales, replacement and hotel/motel tax revenue; as well as, public spending habits for building permits, elective user fees, and volumes of consumption.

Increase/decrease in Village approved rates – while certain tax rates are set by statute, the Village has significant authority to impose and periodically increase/decrease rates (water, home rule sales tax, etc.).

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2009

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring grants are less predictable and often distorting in their impact on year to year comparisons.

Market impacts on investment income – the Village's investments may be affected by market conditions causing investment income to increase/decrease.

Expenses

Introduction of new programs – within the functional expense categories (general government, public safety, public works, and community development), individual programs may be added or deleted to meet changing community needs.

Change in authorized personnel – changes in service demand may cause the Village to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent the largest operating cost of the Village.

Salary increases (annual adjustments and merit) – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuel, and parts. Some functions may experience unusual commodity specific increases.

Current Year Impacts

The Governmental Activities revenues were consistent with the prior year activity, both generating \$18.8 million. A \$0.6 million increase in property tax receipts was offset by declines in operating grants and other general revenues, down \$0.3 million and \$0.2 million respectively. Please refer to the table on page 8 for details of revenue categories.

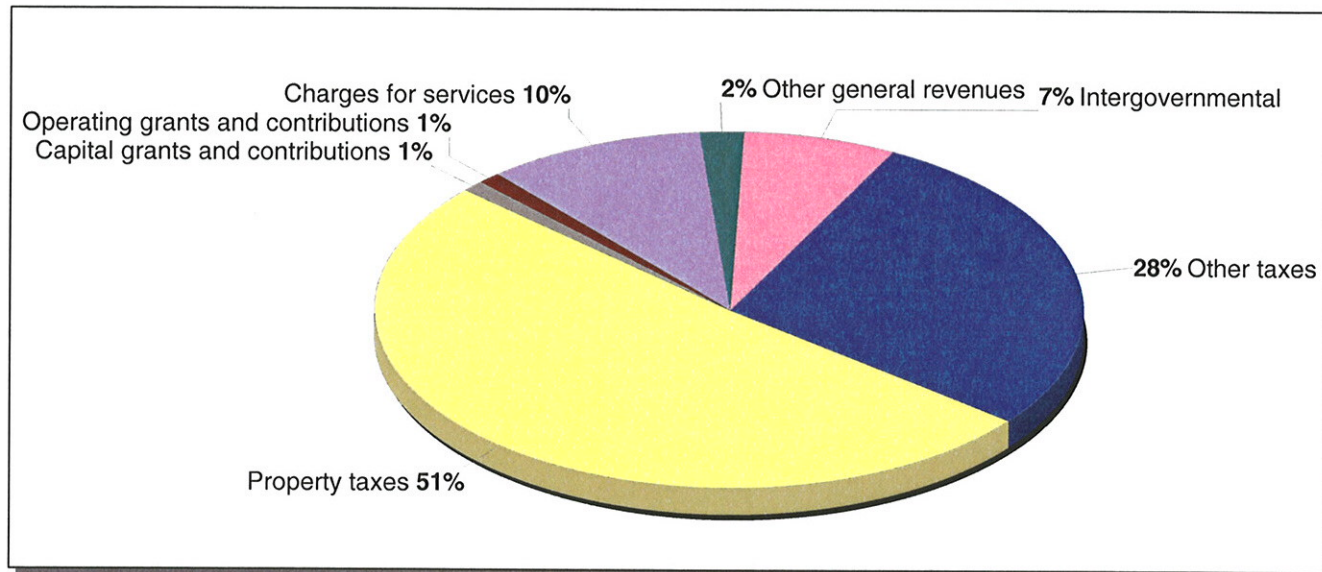
Governmental Activities expenditures decreased by \$0.3 million in the current year as compared to that of the prior year, which was mainly attributable to lower expenditures in lower interest and fee expenses (down \$0.3 million).

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2009

Governmental Activities

Revenue Source - Governmental Activities



Revenues

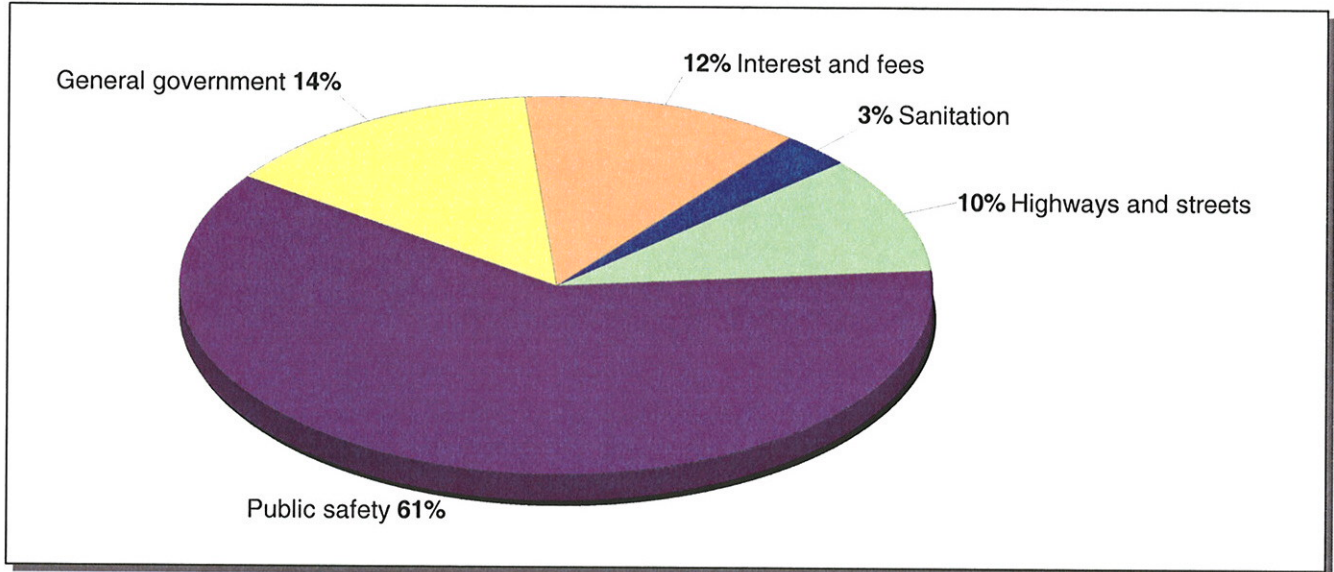
A graphic summary of the FY 2009 Governmental Activities revenues by category for the Village of Broadview is shown above. Property Taxes and Other Taxes accounted for a combined 78% of the Village's revenue sources used to fund governmental activities. Annual receipts from property taxes increased \$0.6 million, or 6.7% over the prior year. However, the increase was completely absorbed by decreases in Operating Grants, Intergovernmental funding, and other general revenues, as compared to the prior year. Current year collections in Other Taxes, which include sales taxes, utility taxes, local use taxes and cablevision taxes, were stagnant as compared to prior year. Similarly, Charges from Services, and Capital Grants were flat with FY2008 revenue levels. Resultantly the total revenues from governmental activities yielded no net change from prior year.

Operating revenues of the Village's business type activities (not shown as part of graph) increased by 12% over the prior year due primarily to a water and sewer rate increases which went into effect February 2008. Pricing of water is based on fees determined by the supplier of water. Sales of water (revenues) can be affected by climate, at times, with warmer and drier summers bringing higher demand.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2009

Expenses by Function -Governmental Activities



The chart as shown above graphically depicts the major expense categories of the Village of Broadview. The public safety category which includes the Law Enforcement, Fire and Emergency and Building Departments is substantially tax supported while their program charges cover approximately 13% of their expenses.

Operating expenses of the business type activities of the Village that includes the Water and Sewerage Department (not shown as part of graph) increased by \$0.1 million or 5.0% from the prior year primarily related to the cost of water supply.

Financial Analysis of the Village's Funds

As of the end of the current fiscal year, the Village of Broadview's governmental funds reported a combined (major & non major) ending fund balance of \$19.7 million, an increase of \$1.5 million over fiscal year 2008. A significant portion of the net increase was attributable to a major fund, 22nd / 17th (Village Square) TIF Redevelopment Fund, which had an excess of revenues over expenditures of \$1.2 million. The Roosevelt Road TIF Redevelopment Fund, a non major fund which had excess revenues over expenditures of \$0.6 million, was the major contributor to the remaining net increase (\$0.3 million) generated by other funds.

Other Financing Sources and Uses

Due to an operational deficit in the IMRF fund, an operating transfer of approximately \$0.2 million, was made from the General Corporate Fund to cover the operating deficit.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2009

General Fund Budgetary Highlights

The Village's budget for the General Fund anticipated that revenues would exceed expenditures by \$0.3 million, and that the net impact after other financing sources (uses) would result in an overall net increase of \$0.1 million to the fund balance. The actual result for the year, however, was a deficit of \$0.4 million, representing an unfavorable budget variance of \$0.5 million above the overall planned revenue and spending activity.

Annual revenues fell short of the budgeted amount by approximately \$0.4 million, or 3.4%. The unfavorable variance was primarily due to declines in expected tax receipts within most of the Village's tax revenue categories.

The actual General Fund expenditures were above the total budget expenditures, at \$11.6 million. Unfavorable budget variances experienced by the Executive and Street departments (\$0.2 million and (\$0.7) million respectively, were offset by favorable budget variances within the Fire department (\$0.4 million), Police department (\$0.1 million) and Finance department (\$0.1 million).

For additional Details, please see the Budgetary Comparison Schedules for the General Fund in this report.

Capital Assets and Debt Administration

Capital assets

The Village of Broadview's investment in capital assets for its governmental and business type activities as of April 30, 2009 was \$16.5 million (net of accumulated depreciation of \$13.7 million). This investment in capital assets includes land, land for resale, buildings and improvements, distribution systems, vehicles, furniture and equipment and infrastructure. During the current fiscal year, there was very little activity in the purchasing of capital assets due to limited resources. More detailed information about capital assets can be found in Note III C. of the basic financial statements.

| | <u>Governmental Activities</u> | | | <u>Business-Type Activities</u> | | | <u>Total</u> | | |
|----------------|--------------------------------|---------------|---------------|---------------------------------|---------------|---------------|----------------|----------------|---------------|
| | <u>2009</u> | <u>2008</u> | <u>Change</u> | <u>2009</u> | <u>2008</u> | <u>Change</u> | <u>2009</u> | <u>2008</u> | <u>Change</u> |
| Land | \$ 1.5 | \$ 1.5 | | \$ 0.1 | \$ 0.1 | | \$ 1.6 | \$ 1.6 | |
| Buildings | 2.3 | 2.3 | | - | - | | 2.3 | 2.3 | |
| Vehicles | 0.9 | 1.0 | (10.0)% | - | - | | 0.9 | 1.0 | (10.0)% |
| Equipment | 0.2 | 0.3 | (33.3)% | 0.3 | 0.3 | | 0.5 | 0.6 | (16.7)% |
| Infrastructure | 4.0 | 3.8 | 5.3% | 4.4 | 4.4 | | 8.4 | 8.2 | 2.4% |
| Total | \$ 8.9 | \$ 8.9 | | \$ 4.8 | \$ 4.8 | | \$ 13.7 | \$ 13.7 | |

Debt Administration

At year end, the Village had total outstanding long term debt of \$36.8 million, as compared to \$39.9 million of the previous year. More detailed information about debt administration can be found in Note III E. of the basic financial statements.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2009

Table 4
Long-Term Debt
(in millions of dollars)

| | <i>Governmental Activities</i> | | | <i>Business-Type Activities</i> | | | <i>Total</i> | | |
|-------------------|--------------------------------|----------------|---------------|---------------------------------|---------------|---------------|----------------|----------------|---------------|
| | <i>2009</i> | <i>2008</i> | <i>Change</i> | <i>2009</i> | <i>2008</i> | <i>Change</i> | <i>2009</i> | <i>2008</i> | <i>Change</i> |
| TIF Related Bonds | \$ 23.3 | \$ 25.3 | | \$ - | \$ - | | \$ 23.3 | \$ 25.3 | (8.3)% |
| Bonds | 12.7 | 13.8 | | - | - | | 12.7 | 13.8 | (8.0)% |
| Other | <u>0.5</u> | <u>0.4</u> | | <u>0.3</u> | <u>0.4</u> | (25.0)% | <u>0.8</u> | <u>0.8</u> | |
| Total | <u>\$ 36.5</u> | <u>\$ 39.5</u> | (7.6)% | <u>\$ 0.3</u> | <u>\$ 0.4</u> | (25.0)% | <u>\$ 36.8</u> | <u>\$ 39.9</u> | (8.0)% |

Factors Bearing on the Village's Future

While the Village of Broadview's financial condition has improved in prior fiscal years primarily due to the restructuring of operations in 2006, the current fiscal year corporate fund operational results were less than what was expected primarily due to lower than anticipated revenues. Even though the Village managed to achieve a near breakeven financial result for the year, the Village finds itself in a delicate balancing act with a deficit Corporate Fund balance position, ever increasing demand for services, and a terrible economic climate. The goal of achieving a reasonable degree of financial stability is an ongoing process that will take years of continued fiscal restraints on spending to conserve limited resources yet balancing the needs of the community with the ever present need to enhance revenue streams to meet continual demands.

The Village started collecting an additional 0.5% sales tax increase in April 2008 due to a sales tax referendum being passed at the 2007 Consolidated Election. The additional sales tax dollars will help offset increased budgetary costs for wages, pension costs, and other major expenditures.

The old Target store located in the Broadview Village Square (TIF redevelopment area) shopping center, a 125,000 square-foot building was sold in August 2007 to Granite Realty Partners of Oak Park, Illinois. Currently the new owner is in negotiations with an athletic center and a furniture retailer; each set to rent approximately 50% of the vacated Target store space.

The Village Board of Trustees approved a new Tax Increment Financing (TIF) District redevelopment plan for 17th Avenue North of Roosevelt Road in September 2007. The Village has been seeking a developer for the Village owned property along 17th Avenue. Negotiations for a townhome development ended during the fiscal year after the developer and the Village could not agree on project financing. Several other developers have expressed some interest, and the Village planned to solicit proposals from multiple developers in the next fiscal year.

Roosevelt Road TIF Redevelopment Area

- > 1940 Roosevelt Road - Dunkin Donuts / Baskin Robbins with drive-thru facilities has been completed and is now in operation as of the end of December 2007. The Village entered into a redevelopment agreement with the owner to rebate actual TIF increment from the redevelopment and the Village share of sales tax up to a target amount.
- > 1333 Roosevelt Road - Broadview Place a new mixed use development that offers condominium living, shopping, recreation and heated parking, all in a single building. The project was scheduled to begin construction in 2008 with completion scheduled for June 2009. However, the development has had difficulty obtaining private financing, and has had almost no success in marketing.

VILLAGE OF BROADVIEW

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2009

The Village Board of Trustees approved a new Tax Increment Financing (TIF) District redevelopment plan for 19th Street South of Roosevelt Road on 17th Avenue in May 2008. At present there is a TIF amendment pending which would expand the boundaries of the TIF redevelopment area. In addition, the Village is currently working with a developer to redevelop a site within the TIF district that was formerly occupied by the Broadview bowling alley.

Requests for Information

This financial report is designed to provide the Village's citizens, taxpayers, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. If you have questions about this report, need additional financial information, or would like a copy of the financial statements for the Police Pension Fund or Firefighters' Pension Fund, contact the Village hall:

Jan Baptist, Finance Director
Village of Broadview
2350 South 25th Street
Broadview, Illinois

VILLAGE OF BROADVIEW

STATEMENT OF NET ASSETS April 30, 2009

| | Governmental Activities | Business- Type Activities | Totals |
|---|----------------------------|------------------------------|---------------------|
| ASSETS | | | |
| Cash and investments | \$ 9,110,402 | \$ 1,310,837 | \$ 10,421,239 |
| Receivables (net of allowance) | | | |
| Property taxes | 5,105,781 | - | 5,105,781 |
| Intergovernmental | 1,196,296 | - | 1,196,296 |
| Accounts | 44,329 | 167,743 | 212,072 |
| Other | 621,491 | - | 621,491 |
| Restricted cash and investments | 11,807,936 | 367 | 11,808,303 |
| Prepaid items | 303,970 | - | 303,970 |
| Issuance costs | 311,764 | - | 311,764 |
| Investments held for resale | 2,805,541 | - | 2,805,541 |
| Capital assets | | | |
| Land | 1,491,927 | 68,195 | 1,560,122 |
| Infrastructure | 8,346,934 | 8,715,717 | 17,062,651 |
| Buildings | 4,070,000 | 16,885 | 4,086,885 |
| Machinery and equipment | 887,701 | 632,645 | 1,520,346 |
| Vehicles | 3,251,499 | - | 3,251,499 |
| Less accumulated depreciation | <u>(9,123,589)</u> | <u>(4,624,292)</u> | <u>(13,747,881)</u> |
| Total Assets | <u>40,231,982</u> | <u>6,288,097</u> | <u>46,520,079</u> |
| LIABILITIES | | | |
| Accounts payable | 487,500 | 169,797 | 657,297 |
| Accrued payroll | 146,539 | - | 146,539 |
| Other liabilities | 4,850 | - | 4,850 |
| Accrued interest payable | 622,120 | 5,613 | 627,733 |
| Unearned revenue | 5,072,303 | - | 5,072,303 |
| Firefighters' pension fund payable | 1,016,786 | - | 1,016,786 |
| Police pension fund payable | 1,005,851 | - | 1,005,851 |
| Due to agency fund | 300,000 | - | 300,000 |
| Noncurrent liabilities | | | |
| Due within one year | 4,299,577 | 83,286 | 4,382,863 |
| Due in more than one year | <u>32,183,181</u> | <u>175,731</u> | <u>32,358,912</u> |
| Total Liabilities | <u>45,138,707</u> | <u>434,427</u> | <u>45,573,134</u> |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 4,967,667 | 4,550,132 | 9,517,799 |
| Restricted for | | | |
| Streets and highways | 584,923 | - | 584,923 |
| Economic Development | 2,624,682 | - | 2,624,682 |
| Unrestricted (deficit) | <u>(13,083,997)</u> | <u>1,303,538</u> | <u>(11,780,459)</u> |
| TOTAL NET ASSETS | <u>\$ (4,906,725)</u> | <u>\$ 5,853,670</u> | <u>\$ 946,945</u> |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

STATEMENT OF ACTIVITIES For the Year Ended April 30, 2009

| Functions/Programs | Program Revenues | | | |
|--------------------------------|----------------------|-------------------------|--|--|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental Activities | | | | |
| General government | \$ 1,977,531 | \$ 204,056 | \$ 2,600 | \$ - |
| Public safety | 8,765,871 | 965,086 | 33,830 | - |
| Highways and streets | 1,442,144 | 216,482 | 215,214 | 71,000 |
| Sanitation | 388,206 | 433,932 | - | - |
| Interest and fiscal charges | <u>1,752,765</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Governmental Activities | <u>14,326,517</u> | <u>1,819,556</u> | <u>251,644</u> | <u>71,000</u> |
| Business-type activities | | | | |
| Water and sewerage | <u>2,093,801</u> | <u>2,836,689</u> | <u>-</u> | <u>-</u> |
| Total Business-type Activities | <u>2,093,801</u> | <u>2,836,689</u> | <u>-</u> | <u>-</u> |
| Total | <u>\$ 16,420,318</u> | <u>\$ 4,656,245</u> | <u>\$ 251,644</u> | <u>\$ 71,000</u> |

General Revenues

- Property taxes
- Other taxes
 - Sales taxes
 - Local use taxes
 - Utility taxes
 - Other taxes
- Intergovernmental
 - State income tax
 - Personal property replacement tax
- Investment income
- Miscellaneous

Total General Revenues

Change in net assets

NET ASSETS (Deficit) - Beginning of Year

NET ASSETS (DEFICIT) - END OF YEAR

Net (Expenses) Revenues and Changes in Net Assets

| <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Totals</u> |
|------------------------------------|-------------------------------------|---------------------|
| \$ (1,770,875) | \$ - | \$ (1,770,875) |
| (7,766,955) | - | (7,766,955) |
| (939,448) | - | (939,448) |
| 45,726 | - | 45,726 |
| <u>(1,752,765)</u> | <u>-</u> | <u>(1,752,765)</u> |
| <u>(12,184,317)</u> | <u>-</u> | <u>(12,184,317)</u> |
| - | 742,888 | 742,888 |
| - | <u>742,888</u> | <u>742,888</u> |
| <u>(12,184,317)</u> | <u>742,888</u> | <u>(11,441,429)</u> |
| 9,547,352 | - | 9,547,352 |
| 3,709,723 | - | 3,709,723 |
| 115,797 | - | 115,797 |
| 1,421,120 | - | 1,421,120 |
| 85,578 | - | 85,578 |
| 727,773 | - | 727,773 |
| 660,606 | - | 660,606 |
| 253,029 | 9,984 | 263,013 |
| <u>196,906</u> | <u>-</u> | <u>196,906</u> |
| <u>16,717,884</u> | <u>9,984</u> | <u>16,727,868</u> |
| 4,533,567 | 752,872 | 5,286,439 |
| <u>(9,440,292)</u> | <u>5,100,798</u> | <u>(4,339,494)</u> |
| <u>\$ (4,906,725)</u> | <u>\$ 5,853,670</u> | <u>\$ 946,945</u> |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

BALANCE SHEET GOVERNMENTAL FUNDS April 30, 2009

| | General | 22nd and 17th Avenue TIF Redevelopment Fund | Capital Projects |
|--|----------------------------|--|----------------------------|
| ASSETS | | | |
| Cash and investments | \$ 4,246,403 | \$ 41,883 | \$ 491,364 |
| Receivables (net of allowance) | | | |
| Property taxes | 2,177,117 | 1,865,318 | - |
| Intergovernmental | 1,179,794 | - | - |
| Accounts | - | - | - |
| Other | 621,491 | - | - |
| Restricted cash and investments | - | 10,943,355 | 864,581 |
| Due from other funds | 17,074 | - | - |
| Prepaid items | 303,970 | - | - |
| Advances to other funds | <u>45,762</u> | <u>-</u> | <u>5,300,000</u> |
| TOTAL ASSETS | <u>\$ 8,591,611</u> | <u>\$ 12,850,556</u> | <u>\$ 6,655,945</u> |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities | | | |
| Accounts payable | \$ 181,387 | \$ - | \$ 4,093 |
| Accrued payroll | 146,539 | - | - |
| Other liabilities | 4,850 | - | - |
| Firefighters' pension fund payable | 1,016,786 | - | - |
| Police pension fund payable | 1,005,851 | - | - |
| Due to other funds | 300,000 | - | - |
| Deferred revenues | 2,588,856 | 1,865,318 | - |
| Advances from other funds | <u>5,300,000</u> | <u>-</u> | <u>-</u> |
| Total Liabilities | <u>10,544,269</u> | <u>1,865,318</u> | <u>4,093</u> |
| Fund Balances | | | |
| Reserved | | | |
| Reserved for prepaid items | 303,970 | - | - |
| Reserved for debt service | - | 10,943,355 | 864,581 |
| Reserved for advances to other funds | 45,762 | - | 5,300,000 |
| Unreserved, undesignated, reported in: | | | |
| General fund (deficit) | (2,302,390) | - | - |
| Special revenue funds | - | 41,883 | - |
| Debt service funds | - | - | - |
| Capital projects funds | - | - | 487,271 |
| Total Fund Balances (deficit) | <u>(1,952,658)</u> | <u>10,985,238</u> | <u>6,651,852</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 8,591,611</u> | <u>\$ 12,850,556</u> | <u>\$ 6,655,945</u> |

See accompanying notes to financial statements.

| Debt Service | Nonmajor Governmental Funds | Totals |
|-------------------|-----------------------------------|----------------------|
| \$ 466,983 | \$ 3,863,769 | \$ 9,110,402 |
| 490,367 | 572,979 | 5,105,781 |
| - | 16,502 | 1,196,296 |
| - | 44,329 | 44,329 |
| - | - | 621,491 |
| - | - | 11,807,936 |
| - | - | 17,074 |
| - | - | 303,970 |
| - | - | 5,345,762 |
| <u>\$ 957,350</u> | <u>\$ 4,497,579</u> | <u>\$ 33,553,041</u> |
| | | |
| \$ - | \$ 302,020 | \$ 487,500 |
| - | - | 146,539 |
| - | - | 4,850 |
| - | - | 1,016,786 |
| - | - | 1,005,851 |
| - | 17,074 | 317,074 |
| 487,392 | 563,796 | 5,505,362 |
| - | 45,762 | 5,345,762 |
| <u>487,392</u> | <u>928,652</u> | <u>13,829,724</u> |
| | | |
| - | - | 303,970 |
| - | - | 11,807,936 |
| - | - | 5,345,762 |
| - | - | (2,302,390) |
| - | 3,568,927 | 3,610,810 |
| 469,958 | - | 469,958 |
| - | - | 487,271 |
| <u>469,958</u> | <u>3,568,927</u> | <u>19,723,317</u> |
| | | |
| <u>\$ 957,350</u> | <u>\$ 4,497,579</u> | <u>\$ 33,553,041</u> |

See accompanying notes to financial statements.

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VILLAGE OF BROADVIEW

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS April 30, 2009

| | |
|--|---------------|
| Total Fund Balances - Governmental Funds | \$ 19,723,317 |
|--|---------------|

Amounts reported for governmental activities in the statement of net assets are different because:

| | |
|---|---------------------------|
| Capital assets used in governmental funds are not financial resources and therefore, are not reported in the funds. See Note III C. | 8,924,472 |
| Some receivables that are not currently available are reported as deferred revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements. | 433,059 |
| Investments held for resale in the governmental fund are not current financial resources and therefore, are not reported in the fund financial statements. | 2,805,541 |
| Some liabilities, including long-term debt, are not due and payable in the current period, and therefore, are not reported in the funds. | |
| Bonds and notes payable | (36,047,777) |
| Compensated absences | (243,135) |
| Accrued interest | (622,120) |
| Unamortized debt discount, premium, and issuance costs | 222,669 |
| Net OPEB Obligation | <u>(102,751)</u> |
| NET ASSETS OF GOVERNMENTAL ACTIVITIES | \$ <u>(4,906,725)</u> |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS For the Year Ended April 30, 2009

| | General | 22nd and 17th Avenue TIF Redevelopment Fund | Capital Projects |
|--|----------------|--|---------------------|
| REVENUES | | | |
| Property taxes | \$ 3,767,175 | \$ 3,895,830 | \$ - |
| Other taxes | 4,847,409 | 600,000 | - |
| Intergovernmental | 1,318,482 | - | - |
| Licenses and permits | 422,894 | - | - |
| Investment income | 67,121 | 90,408 | 25,454 |
| Charges for services | 603,426 | - | - |
| Fines, forfeitures and penalties | 131,699 | - | - |
| Miscellaneous | 185,520 | - | 57,200 |
| Total Revenues | 11,343,726 | 4,586,238 | 82,654 |
| EXPENDITURES | | | |
| Current | | | |
| General government | 1,108,700 | 15,138 | 52,581 |
| Public safety | 8,463,625 | - | - |
| Streets | 1,418,379 | - | - |
| Sanitation | - | - | - |
| Employee benefits | - | - | - |
| Debt Service | | | |
| Debt service - principal | 345,000 | 2,085,000 | - |
| Debt service - interest and fees | 156,826 | 1,286,319 | - |
| Cost of issuance | - | - | - |
| Capital outlay | 101,170 | - | - |
| Total Expenditures | 11,593,700 | 3,386,457 | 52,581 |
| Excess (deficiency) of revenues over expenditures, before other financing sources and (uses) | (249,974) | 1,199,781 | 30,073 |
| OTHER FINANCING SOURCES (USES) | | | |
| Bonds issued | - | - | - |
| Sale of capital assets | 13,815 | - | - |
| Transfers in | - | - | - |
| Transfers (out) | (186,500) | - | - |
| Total Other Financing Sources (Uses) | (172,685) | - | - |
| Net Change in Fund Balances | (422,659) | 1,199,781 | 30,073 |
| FUND BALANCES - Beginning of Year (Deficit) | (1,529,999) | 9,785,457 | 6,621,779 |
| FUND BALANCES - END OF YEAR (DEFICIT) | \$ (1,952,658) | \$ 10,985,238 | \$ 6,651,852 |

See accompanying notes to financial statements.

| Debt Service | Nonmajor Governmental Funds | Totals |
|-------------------|-----------------------------------|----------------------|
| \$ 834,536 | \$ 1,049,811 | \$ 9,547,352 |
| - | - | 5,447,409 |
| - | 290,399 | 1,608,881 |
| - | - | 422,894 |
| 38,173 | 31,873 | 253,029 |
| - | 593,080 | 1,196,506 |
| - | 10,317 | 142,016 |
| - | - | 242,720 |
| <u>872,709</u> | <u>1,975,480</u> | <u>18,860,807</u> |
| - | 346,216 | 1,522,635 |
| - | 142,624 | 8,606,249 |
| - | 82,200 | 1,500,579 |
| - | 388,206 | 388,206 |
| - | 290,239 | 290,239 |
| 1,450,000 | - | 3,880,000 |
| 402,348 | - | 1,845,493 |
| 16,000 | - | 16,000 |
| - | - | 101,170 |
| <u>1,868,348</u> | <u>1,249,485</u> | <u>18,150,571</u> |
| <u>(995,639)</u> | <u>725,995</u> | <u>710,236</u> |
| 780,000 | - | 780,000 |
| - | - | 13,815 |
| 190,045 | 186,500 | 376,545 |
| - | (190,045) | (376,545) |
| <u>970,045</u> | <u>(3,545)</u> | <u>793,815</u> |
| (25,594) | 722,450 | 1,504,051 |
| <u>495,552</u> | <u>2,846,477</u> | <u>18,219,266</u> |
| <u>\$ 469,958</u> | <u>\$ 3,568,927</u> | <u>\$ 19,723,317</u> |

See accompanying notes to financial statements.

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VILLAGE OF BROADVIEW

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended April 30, 2009

| | | |
|--|-----------|------------------|
| Net change in fund balances - total governmental funds | \$ | 1,504,051 |
| <p>Amounts reported for governmental activities in the statement of net assets are different because:</p> | | |
| <p>Governmental funds report capital outlays as expenditures. However, in the statement of net assets the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.</p> | | |
| Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements. | | 468,565 |
| Depreciation is reported in the government-wide financial statements. | | (487,851) |
| Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements. | | (14,538) |
| <p>Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Payment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.</p> | | |
| Debt issued | | (780,000) |
| Debt principal paid | | 3,880,000 |
| Some of the bonds issued in the current year are accretion bonds. Accretion of the bonds during the year increases the carrying value of the bonds and will be repaid using future year resources. The current year's accretion is charged to interest expense in the Statement of Activities. | | (41,478) |
| <p>Governmental funds report debt premiums, discounts and issuance costs as other financing sources (uses) or expenditures. However, in the statement of net assets, these are deferred and reported as other assets or deductions from long-term debt. These are allocated over the period the debt is outstanding in the statement of activities and are reported as interest expense.</p> | | |
| Debt discount and issuance costs | | (57,516) |
| Amortization | | 4,084 |
| <p>Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p> | | |
| Compensated absences | | 111,689 |
| Net OPEB Obligation | | (102,751) |
| Accrued interest on debt | | 49,312 |
| <u>CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES</u> | <u>\$</u> | <u>4,533,567</u> |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

STATEMENT OF NET ASSETS PROPRIETARY FUND

April 30, 2009

| | Business-type Activities - Enterprise Fund |
|---|---|
| | <u>Water and Sewerage</u> |
| ASSETS | |
| CURRENT ASSETS | |
| Cash and investments | \$ 1,310,837 |
| Receivables (net of allowance) | |
| Accounts | 167,743 |
| Restricted Assets | |
| Restricted cash and investments | <u>367</u> |
| Total Current Assets | <u>1,478,947</u> |
| NONCURRENT ASSETS | |
| Capital Assets | |
| Land | 68,195 |
| Buildings and improvements | 16,885 |
| Machinery, equipment and furnishings | 632,645 |
| Infrastructure | 8,715,717 |
| Less: Accumulated depreciation | <u>(4,624,292)</u> |
| Total Non-Current Assets | <u>4,809,150</u> |
| Total Assets | <u>6,288,097</u> |
| LIABILITIES AND NET ASSETS | |
| CURRENT LIABILITIES | |
| Accounts payable | 169,797 |
| Accrued interest payable | 5,613 |
| Revenue bonds - current portion | <u>83,286</u> |
| Total Current Liabilities | <u>258,696</u> |
| NON-CURRENT LIABILITIES | |
| Long-Term Debt | |
| Revenue bonds - (net of unamortized discount or premium) | <u>175,731</u> |
| Total Non-Current Liabilities | <u>175,731</u> |
| Total Liabilities | <u>434,427</u> |
| NET ASSETS | |
| Invested in capital asset, net of related debt | 4,550,132 |
| Unrestricted | <u>1,303,538</u> |
| TOTAL NET ASSETS | <u>\$ 5,853,670</u> |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS PROPRIETARY FUND For the Year Ended April 30, 2009

| | <u>Business-type Activities - Enterprise Fund Water and Sewerage</u> |
|---|--|
| OPERATING REVENUES | |
| Water sales | \$ 2,281,594 |
| Sewer charges | 361,968 |
| Penalties | 51,161 |
| Miscellaneous | <u>141,966</u> |
| Total Operating Revenues | <u>2,836,689</u> |
| OPERATING EXPENSES | |
| Source of supply | 1,211,792 |
| Transmission and distribution | 512,368 |
| Customer accounting and collections | 15,602 |
| Joint Water Commission | 995 |
| Personnel services | 85,477 |
| Contractual services | 11,800 |
| Commodities | 7,858 |
| Depreciation | <u>236,440</u> |
| Total Operating Expenses | <u>2,082,332</u> |
| Operating Income | <u>754,357</u> |
| NONOPERATING REVENUES (EXPENSES) | |
| Investment income | 9,984 |
| Interest expense | <u>(11,469)</u> |
| Total Net Nonoperating Revenues (Expenses) | <u>(1,485)</u> |
| Change in net assets | 752,872 |
| NET ASSETS - Beginning of Year | <u>5,100,798</u> |
| NET ASSETS - END OF YEAR | <u>\$ 5,853,670</u> |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

STATEMENT OF CASH FLOWS PROPRIETARY FUND For the Year Ended April 30, 2009

| | Business-type Activities - Enterprise Fund |
|---|---|
| | <u>Water and Sewerage</u> |
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Received from customers | \$ 2,846,829 |
| Paid to suppliers for goods and services | (1,677,633) |
| Paid to employees for services | <u>(206,346)</u> |
| Net Cash Flows From Operating Activities | <u>962,850</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Investment income | <u>9,984</u> |
| Net Cash Flows From Investing Activities | <u>9,984</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| Debt retired | (80,374) |
| Interest paid | (11,469) |
| Acquisition and construction of capital assets | <u>(293,926)</u> |
| Net (Decrease) Cash Flows From Capital and Related Financing Activities | <u>(385,769)</u> |
| Net Increase in Cash and Cash Equivalents | 587,065 |
| CASH AND CASH EQUIVALENTS - Beginning of Year | <u>724,139</u> |
| CASH AND CASH EQUIVALENTS - END OF YEAR | <u>\$ 1,311,204</u> |

See accompanying notes to financial statements.

| | Business-type Activities - Enterprise Fund <u>Water and Sewerage</u> |
|---|--|
| RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES | |
| Operating income | \$ 754,357 |
| Adjustments to Reconcile Operating Income to Net Cash Flows From Operating Activities | |
| Depreciation | 236,440 |
| Changes in assets and liabilities | |
| Accounts receivable | 10,140 |
| Accounts payable | (35,555) |
| Accrued payroll | <u>(2,532)</u> |
| NET CASH FLOWS FROM OPERATING ACTIVITIES | \$ <u>962,850</u> |
| RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS - PROPRIETARY FUNDS | |
| Cash and investments - statement of net assets | \$ 1,310,837 |
| Restricted cash and investments - statement of net assets | <u>367</u> |
| CASH AND CASH EQUIVALENTS | \$ <u>1,311,204</u> |
| NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES | |
| None | |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

STATEMENT OF NET ASSETS FIDUCIARY FUNDS April 30, 2009

| | Pension Trusts | Agency Fund |
|--|----------------|-------------|
| ASSETS | | |
| Cash | \$ 788,816 | \$ 14,517 |
| Investments | | |
| Money markets | 694,559 | - |
| State and local obligations | 1,123,685 | - |
| U.S Government securities | 17,109,873 | - |
| Mutual funds | 9,804,281 | - |
| Stocks | 1,265,422 | - |
| Receivables - (net) | | |
| Accrued interest | 232,995 | - |
| Employee contributions | 821 | - |
| Assessment receivable | - | 18,479 |
| Prepaid items | 6,935 | - |
| Due from primary government | 2,022,637 | 300,000 |
| Reserve for uncollectibles | (2,022,637) | - |
| Total Assets | 31,027,387 | 332,996 |
| LIABILITIES | | |
| Accounts payable | 6,299 | - |
| For special assessment expenditures | - | 280,395 |
| Special assessment bonds payable | - | 52,601 |
| Total Liabilities | \$ 6,299 | \$ 332,996 |
| NET ASSETS | | |
| Held in trust for pension benefits (a schedule of funding progress is presented in the required supplementary information) | \$ 31,021,088 | \$ - |

See accompanying notes to financial statements.

VILLAGE OF BROADVIEW

STATEMENT OF CHANGES IN NET ASSETS FIDUCIARY FUNDS For the Year Ended April 30, 2009

| | <u>Pension Trusts</u> |
|---|-----------------------|
| ADDITIONS | |
| Contributions | |
| Employer | \$ 2,209,181 |
| Plan members | <u>363,437</u> |
| Total Contributions | <u>2,572,618</u> |
| Investment income | |
| Interest and dividends | 1,227,694 |
| Net appreciation in fair value of investments | <u>(6,571,510)</u> |
| Total Investment Income | <u>(5,343,816)</u> |
| Less Investment expenses | <u>78,852</u> |
| Net Investment Income | <u>(5,422,668)</u> |
| Total Additions | <u>(2,850,050)</u> |
| DEDUCTIONS | |
| Administration | 100,081 |
| Benefits | 2,969,708 |
| Refunds of contributions | <u>156,462</u> |
| Total Deductions | <u>3,226,251</u> |
| Change in Net Assets | (6,076,301) |
| NET ASSETS - Beginning of Year | <u>37,097,389</u> |
| NET ASSETS - END OF YEAR | <u>\$ 31,021,088</u> |

See accompanying notes to financial statements.

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VILLAGE OF BROADVIEW

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VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Broadview, Illinois (the "Village") was incorporated in 1914. The Village is a non home-rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The Village operates under a Mayor-Trustee form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, and general administrative services.

The accounting policies of the Village of Broadview, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. REPORTING ENTITY

This report includes all of the funds of the Village of Broadview. The reporting entity for the Village consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable for the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) The primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements the village does not have any discretely presented component units to include within these financial statements to emphasize that it is legally separate from the primary government.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

A. REPORTING ENTITY (cont.)

Blended Component Units

The Police Pension Employees Retirement System (PPERS) is established for the Village's police employees. PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's Mayor, one pension beneficiary elected by the membership, and two police employees elected by the membership constitute the pension board. The Village and the PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Currently, the valuation and assumptions relied upon is provided by the Department of Insurance of the State of Illinois. Although it possesses many characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund.

Complete financial statements for the component unit may be obtained at the entity's administrative offices:

Police Pension Board
2350 South 25th Street
Broadview, IL

The Firefighters' Pension Employees Retirement System (FPERS) is established for the Village's firefighters. FPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's Mayor, one pension beneficiary elected by the membership, and two fire employees elected by the membership constitute the pension board. The Village and the FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Currently, the valuation and assumptions relied upon is provided by the Department of Insurance of the State of Illinois. Although it possesses many of the characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's firefighters because of the fiduciary nature of such activities. FPERS is reported as a pension trust fund.

Complete financial statements for the component unit may be obtained at the entity's administrative offices:

Firefighters' Pension Board
2400 South 25th Street
Broadview, IL

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Government-Wide Financial Statements

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Village does not allocate indirect expenses to functions in the statement of activities. 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 included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

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

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

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

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

- c. In addition, any other governmental or enterprise fund that the Village believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds and 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.

The Village reports the following major governmental funds:

General Fund - accounts for the Village's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.

22nd and 17th Avenue TIF Redevelopment Fund - is used to account for incremental real estate and sales tax revenues received from Village Square Tax Increment Financing District that are to be used for the development of the Redevelopment Project Area at 22nd Street and 17th Avenue.

Debt Service Fund - accounts for resources accumulated and payments made for principal and interest on long-term debt other than TIF or enterprise fund debt.

The Capital Projects Fund - is used to account for the resources accumulated and payments made for major capital purchased for governmental operations.

The Village reports the following major enterprise fund:

Water and Sewerage Fund - accounts for operations of the sewerage and collection systems, and the water distribution system.

The Village reports the following non-major governmental funds:

Special Revenue Funds - used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Garbage
Motor Fuel Tax

Emergency Telephone System
27th / 23rd Street TIF Redevelopment

Illinois Municipal Retirement
Community Development Block Grant
(CDBG)

Roosevelt Road TIF
17th Avenue North TIF Redevelopment

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

In addition, the Village reports the following fund types:

Pension trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other postemployment benefit plans, or other employee benefit plans.

Police Pension Fund
Firefighters' Pension Fund

Agency funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Special Assessment

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide statement of net assets and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

The business-type activities follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled the resources and the amounts are available. Amounts owed to the Village which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The Village reports deferred revenues on its governmental funds balance sheet. Deferred revenues arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the Village 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 deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements (other than agency funds) are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting, and do not have a measurement focus.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements (cont.)

The enterprise fund follows all pronouncements of the Governmental Accounting Standards Board, and has elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989. The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Sewerage Fund are charges to customers for sales and services. Special assessments are recorded as receivables and contribution revenue when levied. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

All Financial Statements

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.

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

1. Deposits and Investments

For purposes of the statement of cash flows, the Village considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

Illinois Statutes authorize the Village to make deposits/investments 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 agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool.

Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, and the Illinois insurance company general and separate accounts, mutual funds and equity securities. The police pension fund's investment policy allows investments in all of the above listed accounts, but does exclude any repurchase agreements. The firefighters' pension fund allows funds to be invested in any type of security authorized by the Illinois Pension Code.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)

1. Deposits and Investments (cont.)

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

Certain deposits of the 22nd and 17th Avenue Tax Increment Financing District are classified as restricted assets because their use is restricted based on the Redevelopment agreement for the Tax Increment Financing District.

The Village has adopted an investment policy. That policy follows the state statute for allowable investments.

The Police Pension Fund's investment policy may invest up to forty-five percent of the plan's net assets in common and preferred stocks that meet specific restrictions.

The Firefighters' Pension Fund's investment policy states up to forty-five percent of the aggregate book value of assets of the fund may be invested in qualified equity securities that meet specific restrictions.

Interest Rate Risk

The Village's formal investment policy states the portfolio should provide a comparable rate of return during a market / economic environment of stable interest rates. Portfolio performance should be compared to benchmarks with similar maturity, liquidity and credit quality as the portfolio. The Village set an investment bank's 1-3 year Governmental Bond Index as its initial benchmark. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than two years from the date of purchase. Reserve funds may be invested in securities exceeding two years if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds.

The Pensions' investment policies seek to ensure preservation of capital in the overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The Police Pension's investment policy limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities. The Firefighters' Pension's policy does not limit investment maturities except as part of statutory requirements, as a means of managing its exposure to fair value losses arising from increasing interest rates. Over a full business cycle (3-5 years) it is the goal of the Firefighters' Pension to get a return on investments that meets or exceeds the rate of 8%. The portfolio will be managed with an average duration ranging from one to ten years. However, all of the policies require the Village's and pensions' investment portfolios to be sufficiently liquid to enable the Village and pensions to meet all operating requirements as they come due.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)

1. Deposits and Investments (cont.)

Credit Risk

State Statutes limit the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The Village's and pension's investment policies authorize investments in any type of security allowed for in Illinois statutes regarding the investment of public funds. As of April 30, 2009, all of the Village's applicable other investments had either "AAA" or "A-1+" ratings with their applicable rating agency. The Police Pension's investment policy prescribes to the "prudent person" rule, which states, "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the primary objective of safety as well as the secondary objective of the attainment of market rates of return." The Police Pension Fund's investments in the securities of U.S. government agencies were all rated triple A by Standard & Poor's or by Moody's Investors Services, except for two issues that were unrated. Unrated investments were Federal National Mortgage Association \$17,868 par value, 6% interest rate maturing April 1, 2011, and Federal National Mortgage Association \$100,982 par value, 6% interest rate maturing May 1, 2024.

Concentration of Credit Risk

The Village's and pensions' investment policies require diversification of the investment portfolio to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer, or maturity.

The Police Pension does not have a formal written policy with regards to concentration credit risk for investments. At April 30, 2009, the Police Pension Fund has over 5% of net plan assets invested in various agency securities as indicated in the table in Note III A. Agency investments represent a large portion of the portfolio; however, the investments are diversified by maturity date and as mentioned earlier are backed by the issuing organization. Although unlike Treasuries, agency securities do not have the "full faith and credit" backing of the U.S. Government, they are considered to have a moral obligation of implicit backing and are supported by Treasury lines of credit and increasingly stringent federal regulation.

The Police Pension Fund's investment policy has a stated preferred target that 60 percent of its portfolio be in fixed income securities, 30 percent target in equities with the remaining 10 percent cash and equivalents.

The Firefighter's investment policy has a preferred target that not less than 55 percent of its portfolio be in fixed income securities and up to 45 percent may be invested in qualified equity securities.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)

1. Deposits and Investments (cont.)

Custodial Credit Risk - Deposits

With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The Village's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured with collateralization pledged by the applicable financial institution held at an independent - third party institution in the name of the municipality.

Custodial Credit Risk - Investments

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Village's investment policy requires all securities to be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts. The firefighters' pension's investment policy requires all investments to be registered in the name of the fund, however, it does not specifically address these risks.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

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

Illinois Metropolitan Investment Fund (IMET) is an investment pool managed by its Board of Trustees, which allows governments within the State to pool their funds for investment purposes. IMET is not registered with the SEC as investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. It is subject to the State of Illinois' regulations. Investments in IMET are valued at IMET's share price, the price for which the investments could be sold.

See Note III. A. for further information.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)

2. Receivables

Property taxes for levy year 2008 attaches as an enforceable lien on January 1, 2008, on property values assessed as of the same date. Taxes are levied by December following the lien date (by passage of a Tax Levy Ordinance). The 2009 tax levy, which attached as an enforceable lien on the property as of January 1, 2009, has not been recorded as a receivable as of April 30, 2009, as the tax has not yet been levied by the Village and will not be levied until December 2009, and therefore, the levy is not measurable at April 30, 2009.

Tax bills for levy year 2009 are prepared by Cook County and issued on or about February 1, 2009 and September 1, 2009, and are payable in two installments, on or about March 1, 2009 and October 1, 2009 or within 30 days of the tax bills being issued.

The county collects such taxes and remits them periodically. The 2008 property tax levy is recognized as a receivable and deferral in fiscal 2009, net the allowance for uncollectible. As the taxes become available to finance current expenditures, they are recognized as revenues. At April 30, 2009, the property taxes receivable and deferred tax revenue consisted of the estimated amount collectible from the 2008 levy.

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 180 days (\$36,404) comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 1 percent (\$96,819) of outstanding property taxes at April 30, 2009. Other accounts receivable is shown net at \$121,159 for uncollectibles.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets. Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as internal balances.

In the governmental fund financial statements, advances to other funds are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation.

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net assets.

5. Capital Assets

Government-Wide Statements

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$1,500 for general capital assets and \$1,500 for infrastructure assets, and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No interest was capitalized during the current year. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

| | |
|-------------------------|-------------|
| Buildings | 50 Years |
| Land Improvements | 20 Years |
| Machinery and Equipment | 5-20 Years |
| Infrastructure | 20-50 Years |

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)

6. Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable resources.

7. Long-Term Obligations/Conduit Debt

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

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue using the effective interest method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for both premiums/discounts and gains/losses, as applicable, is shown as an increase or decrease in the liability section of the statement of net assets.

8. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. There were no significant claims or judgments at year end.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)

9. Equity Classifications

Government-Wide Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets - Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets - All other net assets that do not meet the definitions of "restricted" or "invested in capital assets, net of related debt."

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

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Reserved fund balance is that portion of fund balance that is not available for the subsequent year's budget due to legal restrictions or resources which are not available for current spending. Unreserved fund balance includes funds set aside by management for specific uses, which are labeled "designated". The balance of unreserved fund balance is labeled "undesignated", which indicates it is available for appropriation. Proprietary fund equity is classified the same as in the government-wide statements.

10. Investments Held for Resale

The Village's investments held for resale includes land that is being held for sale for future development of the Village.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2009

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Budget amounts are as originally adopted by the Board of Trustees. All annual appropriations lapse at fiscal year end.

Prior to April 30, the Village finance director submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to July 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year of the general fund and special revenue funds.

The Village is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the Village Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function, and department. The Village finance director is authorized to transfer budget amounts between department within any fund; however, the Village Board must approve revisions that alter the total expenditures of any fund.

B. EXCESS EXPENDITURES OVER APPROPRIATIONS

| Funds | Budgeted Expenditures | Actual Expenditures | Excess Expenditures Over Budget |
|---|--------------------------|------------------------|---------------------------------------|
| General | \$ 11,436,909 | \$ 11,593,700 | \$ 156,791 |
| 22nd and 17th Avenue TIF Redevelopment | 3,378,911 | 3,386,457 | 7,546 |
| Illinois Municipal Retirement | 214,000 | 290,239 | 76,239 |
| Community Development Block Grant (CDBG) | 71,000 | 82,200 | 11,200 |
| Roosevelt Road TIF | 114,000 | 161,773 | 47,773 |
| 17th Avenue North TIF Redevelopment | 22,500 | 25,654 | 3,154 |
| Debt Service | 1,864,858 | 1,868,348 | 3,490 |

The Village controls expenditures at the department level. Some individual departments experienced expenditures which exceeded appropriations. The detail of those items can be found in the Village's year-end budget to actual report.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)

C. DEFICIT BALANCES

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of April 30, 2009, the following individual funds held a deficit balance:

| <u>Fund</u> | <u>Amount</u> | <u>Reason</u> |
|-------------------------------------|---------------|---|
| General | \$ 1,952,658 | Prior operating expenditures exceeded available revenues or financing |
| Community Development Block Grant | 18,175 | Operating expenditures exceeded available revenues or financing |
| 17th Avenue North TIF Redevelopment | 48,808 | Operating expenditures exceeded available revenues or financing |
| Illinois Municipal Retirement | 2,904 | Operating expenditures exceeded available revenues or financing |

TIF district deficits are anticipated to be funded with future incremental taxes levied over the life of the districts, which is 23 years. General fund and Illinois Municipal Retirement fund deficits are anticipated to be funded with future contributions, general tax revenues, or long-term borrowing. The Community Development Block Grant deficit will be funded by future grant awards.

NOTE III - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net assets and balance sheet as cash and investments. In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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

A. DEPOSITS AND INVESTMENTS (cont.)

The Village's deposits and investments at year end were comprised of the following:

| | Carrying Value | Statement Balances | Associated Risks |
|--|--------------------------|--------------------------|---|
| Cash on hand | \$ 2,150 | \$ - | N/A |
| Deposits with financial institutions | 7,990,478 | 8,035,945 | Interest rate risk; Custodial Credit Risk - Deposits |
| Other investments | <u>45,038,067</u> | <u>45,038,067</u> | Interest rate risk; Credit risk; Concentration of credit risk; Custodial Credit Risk - Investments |
| Total Deposits and Investments | <u>\$ 53,030,695</u> | <u>\$ 53,074,012</u> | |
| Reconciliation to financial statements | | | |
| Per statement of net assets | | | |
| Unrestricted cash and investments | \$ 10,421,239 | | |
| Restricted cash and investments | 11,808,303 | | |
| Per statement of net assets- fiduciary funds | | | |
| Pension - Cash | 788,816 | | |
| Pension - Money markets | 694,559 | | |
| Pension - State and local obligations | 1,123,685 | | |
| Pension - U.S. Government securities | 17,109,873 | | |
| Pension - Mutual funds | 9,804,281 | | |
| Pension - Stocks | 1,265,422 | | |
| Agency | <u>14,517</u> | | |
| Total Deposits and Investments | <u>\$ 53,030,695</u> | | |

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for interest bearing accounts and unlimited amounts for noninterest bearing accounts.

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the Village's deposits may not be returned to the Village.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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

A. DEPOSITS AND INVESTMENTS (cont.)

Custodial Credit Risk (cont.)

Deposits (cont.)

As of April 30, 2009, \$220,486 of the Village's total bank balances were exposed to custodial credit risk as follows:

| | |
|--------------------------------|-------------------|
| Uninsured and uncollateralized | \$ <u>220,486</u> |
| Total | \$ <u>220,486</u> |

Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The Village does not have any investments exposed to custodial credit risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

The Village held investments in the following external pools which are not rated:

Illinois Funds
IMET

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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

A. DEPOSITS AND INVESTMENTS (cont.)

Concentration of Credit Risk (cont.)

At April 30, 2009, equity investments of the Police Pension Fund represented 47% of total assets. The Police Pension Board has diversified its equity mutual fund holdings as follows:

Vanguard Institutional Index Fund - \$2,404,552
 Dodge & Cox Stock Fund - \$1,290,038
 T Rowe Price Growth Fund - \$1,260,728
 RS Global Fund - \$629,983
 Baron Small Cap Fund - \$586,776
 Ishares TR Fund - \$406,031
 Royce Total Ret. Inst. Fund - \$387,337
 William Blair International Growth Fund - \$348,609
 Vanguard International Explorer Fund - \$295,882
 Bridgeway Ultra Fund - \$272,490
 FBR Small Cap Fund - \$266,911
 First Eagle Overseas Fund - \$259,838
 Vanguard International Explorer Fund - \$240,355
 Royce Total Fund - \$218,632
 Royce Premier Fund - \$58,929

At April 30, 2009, the investment portfolio was concentrated as follows:

| Issuer | Investment Type | Percentage of Portfolio |
|--|---|-------------------------|
| Firefighters' Pension U.S. Government | Federal Home Loan Mortgage Corporation Note | 7.69% |
| | Federal Home Loan Bank | 22.51% |
| | Federal National Mortgage Association Note | 15.67% |
| | Government National Mortgage Association | 11.00% |
| | | |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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

A. DEPOSITS AND INVESTMENTS (cont.)

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of April 30, 2009, the primary government investments were as follows:

| Investment Type | Maturity (In Years) | |
|--|--------------------------|--------------------------|
| | Fair Value | Less than 5 Years |
| Money Market Mutual Funds | \$ 13,472,084 | \$ 13,472,084 |
| Illinois Funds | 42,370 | 42,370 |
| Illinois Metropolitan Investment Fund | 81,122 | 81,122 |
| U.S. Treasury Notes | <u>864,581</u> | <u>864,581</u> |
| Totals | <u>\$ 14,460,157</u> | <u>\$ 14,460,157</u> |

Fire Pension Fund:

| Investment Type | Maturity (In Years) | | | |
|--|--------------------------|-------------------------|-------------------------|-------------------------|
| | Fair Value | Less than 5 | 5-10 | More than 10 |
| Money Market Mutual Funds | \$ 580,090 | \$ 580,090 | \$ - | \$ - |
| Government National Mortgage Association | 1,649,273 | - | 140,643 | 1,508,630 |
| U.S. Treasuries | 623,003 | 163,564 | - | 459,439 |
| FNMA Pool | 393,819 | - | 283,921 | 109,898 |
| FHLMC Remic | 126,949 | - | - | 126,949 |
| Federal Home Loan Mortgage Corp | 1,153,360 | 1,153,360 | - | - |
| Federal Home Loan Bank | 3,376,315 | 3,046,321 | 329,994 | - |
| Federal National Mortgage Association | <u>2,349,881</u> | <u>558,992</u> | <u>1,536,339</u> | <u>254,550</u> |
| Totals | <u>\$ 10,252,690</u> | <u>\$ 5,502,327</u> | <u>\$ 2,290,897</u> | <u>\$ 2,459,466</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2009

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

A. DEPOSITS AND INVESTMENTS (cont.)

Interest Rate Risk (cont.)

Police Pension Fund:

| Investment Type | Maturity (In Years) | | | | |
|----------------------------------|---------------------|-------------------|---------------------|---------------------|-------------------|
| | Fair Value | Less than 1 | 1-5 | 6-10 | More Than 10 |
| State & Local Obligations | \$ 1,123,685 | \$ - | \$ 277,949 | \$ 754,960 | \$ 90,776 |
| U.S. Treasury Notes | 1,662,238 | - | 584,125 | 1,078,113 | - |
| U.S. Treasury Strips | 656,016 | - | - | 656,016 | - |
| Governmental National Mortgage | 114,407 | - | - | 111,696 | 2,711 |
| Federal Farm Credit Bank | 1,124,042 | - | 639,732 | 484,310 | - |
| Federal Home Loan Mortgage Corp. | 150,950 | - | 150,950 | - | - |
| Federal Home Loan Bank | 3,472,711 | 150,500 | 1,916,883 | 626,772 | 778,556 |
| Federal National Mortgage Assn. | 256,909 | - | 162,827 | 94,082 | - |
| Money Market Mutual Funds | <u>694,559</u> | <u>694,559</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Totals | <u>\$ 9,255,517</u> | <u>\$ 845,059</u> | <u>\$ 3,732,466</u> | <u>\$ 3,805,949</u> | <u>\$ 872,043</u> |

See Note I.D.1. for further information on deposit and investment policies.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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 | Debt Service | Water and Sewerage | Nonmajor and Other Funds | Totals |
|---------------------------------------|---------------------|----------------------------------|-------------------|-----------------------|--------------------------------|---------------------|
| Receivables | | | | | | |
| Property taxes | \$ 2,216,525 | \$ 1,903,392 | \$ 499,038 | \$ - | \$ 583,646 | \$ 5,202,601 |
| Replacement taxes | 126,060 | - | - | - | - | 126,060 |
| Income taxes | 206,394 | - | - | - | - | 206,394 |
| Local use taxes | 25,230 | - | - | - | - | 25,230 |
| Sales taxes | 822,110 | - | - | - | - | 822,110 |
| Utility taxes | 290,452 | - | - | - | - | 290,452 |
| Business licenses | 2,182 | - | - | - | - | 2,182 |
| Fire protection | 129,333 | - | - | - | - | 129,333 |
| Ambulance billings | 259,670 | - | - | - | - | 259,670 |
| Motor fuel taxes | - | - | - | - | 16,502 | 16,502 |
| Other | 57,437 | - | - | - | - | 57,437 |
| Accounts | - | - | - | 204,147 | 44,329 | 248,476 |
| Gross receivables | 4,135,393 | 1,903,392 | 499,038 | 204,147 | 644,477 | 7,386,447 |
| Less: Allowance for uncollectibles | (156,991) | (38,074) | (8,671) | (36,404) | (10,666) | (250,806) |
| Net Total Receivables | <u>\$ 3,978,402</u> | <u>\$ 1,865,318</u> | <u>\$ 490,367</u> | <u>\$ 167,743</u> | <u>\$ 633,811</u> | <u>\$ 7,135,641</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 | \$ - | \$ 5,072,303 | \$ 5,072,303 |
| Sales taxes receivable | 273,309 | - | 273,309 |
| Local use taxes receivable | 9,025 | - | 9,025 |
| Simplified telecommunication tax | 50,072 | - | 50,072 |
| State income tax | 100,653 | - | 100,653 |
| Total Deferred/Unearned Revenue for Governmental Funds | <u>\$ 433,059</u> | <u>\$ 5,072,303</u> | <u>\$ 5,505,362</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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, 2009, was as follows:

| | Beginning Balance | Additions | Deletions | Ending Balance |
|---|----------------------|-------------|-----------|----------------|
| Governmental Activities | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$ 1,491,927 | \$ - | \$ - | \$ 1,491,927 |
| Total Capital Assets Not Being Depreciated | 1,491,927 | - | - | 1,491,927 |
| Capital assets being depreciated | | | | |
| Buildings | 4,070,000 | - | - | 4,070,000 |
| Vehicles | 3,283,764 | 45,104 | 77,369 | 3,251,499 |
| Equipment | 887,701 | - | - | 887,701 |
| Infrastructure | 7,923,473 | 423,461 | - | 8,346,934 |
| Total Capital Assets Being Depreciated | 16,164,938 | 468,565 | 77,369 | 16,556,134 |
| Total Capital Assets | 17,656,865 | 468,565 | 77,369 | 18,048,061 |
| Less: Accumulated depreciation for | | | | |
| Buildings | (1,717,100) | (81,400) | - | (1,798,500) |
| Vehicles | (2,289,169) | (145,346) | 77,369 | (2,357,146) |
| Equipment | (590,907) | (75,710) | - | (666,617) |
| Infrastructure | (4,115,931) | (185,395) | - | (4,301,326) |
| Total Accumulated Depreciation | (8,713,107) | (487,851) | 77,369 | (9,123,589) |
| Net Capital Assets Being Depreciated | 7,451,831 | (19,286) | - | 7,432,545 |
| Total Governmental Activities Capital Assets, Net of Accumulated Depreciation | \$ 8,943,758 | \$ (19,286) | \$ - | \$ 8,924,472 |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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

C. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Governmental Activities

| | |
|--|-------------------|
| Administration | \$ 68,501 |
| Public Safety | 177,389 |
| Highways and Streets | <u>241,961</u> |
| Total Governmental Activities Depreciation Expense | <u>\$ 487,851</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 | 632,645 | - | - | 632,645 |
| Infrastructure | 8,421,791 | 293,926 | - | 8,715,717 |
| Total Capital Assets Being Depreciated | <u>9,071,321</u> | <u>293,926</u> | <u>-</u> | <u>9,365,247</u> |
| Total Capital Assets | <u>9,139,516</u> | <u>293,926</u> | <u>-</u> | <u>9,433,442</u> |
| Less: Accumulated depreciation for | | | | |
| Buildings | (16,885) | - | - | (16,885) |
| Equipment | (332,666) | (7,181) | - | (339,847) |
| Infrastructure | (4,038,301) | (229,259) | - | (4,267,560) |
| Total Accumulated Depreciation | <u>(4,387,852)</u> | <u>(236,440)</u> | <u>-</u> | <u>(4,624,292)</u> |
| Net Capital Assets Being Depreciated | <u>4,683,469</u> | <u>57,486</u> | <u>-</u> | <u>4,740,955</u> |
| Business-type Capital Assets, Net of Accumulated Depreciation | <u>\$ 4,751,664</u> | <u>\$ 57,486</u> | <u>\$ -</u> | <u>\$ 4,809,150</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2009

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>236,440</u> |
| Total Business-type Activities Depreciation Expense | \$ <u><u>236,440</u></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 Agency | Nonmajor General | \$ 17,074 |
| | | <u>300,000</u> |
| Total - Fund Financial Statements | | <u>317,074</u> |
| Less: Fund eliminations | | (17,074) |
| Less: Fiduciary fund eliminations | | <u>(300,000)</u> |
| Total Internal Balances - Government-Wide Statement of Net Assets | | <u><u>\$ -</u></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.

The Village has interfund liabilities payable to the Police and Firefighters' Pension funds as of April 30, 2009 of \$1,005,851 and \$1,016,786, respectively. These liabilities are due to delaying the remittances of employer contributions to the respective funds.

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, 2009

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 |
| General | Nonmajor | <u>45,762</u> | <u>45,762</u> |
| Total - Fund Financial Statements | | 5,345,762 | |
| Less: Fund eliminations | | <u>(5,345,762)</u> | |
| Total - Interfund Advances - Government-Wide Statement of Net Assets | | <u>\$ -</u> | |

The principal purpose of these interfunds is 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 | \$ 186,500 | To fund operating deficits |
| Debt Service | Nonmajor | <u>190,045</u> | To fund debt service |
| Total - Fund Financial Statements | | <u>376,545</u> | |
| Less: Fund eliminations | | <u>(376,545)</u> | |
| Total Transfers - Government-Wide Statement of Activities | | <u>\$ -</u> | |

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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

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

Transfers (cont.)

For the statement of activities, interfund transfers within the governmental activities or business-type activities are netted and eliminated.

E. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended April 30, 2009, was as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance | Amounts Due Within One Year |
|--|----------------------|--------------|--------------|-------------------|-----------------------------------|
| Governmental Activities | | | | | |
| Bonds and Notes Payable | | | | | |
| General obligation debt | \$ 13,682,345 | \$ 821,478 | \$ 1,795,000 | \$ 12,708,823 | \$ 1,910,000 |
| Tax increment financing bonds | 25,305,000 | - | 2,085,000 | 23,220,000 | 2,190,000 |
| Deferred refunding | (17,398) | - | (8,700) | (8,698) | - |
| Unamortized premium | 110,577 | - | 12,784 | 97,793 | - |
| Sub-totals | 39,080,524 | 821,478 | 3,884,084 | 36,017,918 | 4,100,000 |
| Other Liabilities | | | | | |
| Compensated absences | 354,824 | 420,651 | 532,340 | 243,135 | 199,577 |
| IEPA Brownsfields revolving loan | 118,954 | - | - | 118,954 | - |
| Net OPEB Obligation | - | 102,751 | - | 102,751 | - |
| Total Other Liabilities | 473,778 | 523,402 | 532,340 | 464,840 | 199,577 |
| Total Governmental Activities Long-Term Liabilities | \$ 39,554,302 | \$ 1,344,880 | \$ 4,416,424 | \$ 36,482,758 | \$ 4,299,577 |
| Business-type Activities | | | | | |
| Bonds and Notes Payable | | | | | |
| Revenue notes | \$ 339,391 | \$ - | \$ 80,374 | \$ 259,017 | \$ 83,286 |
| Sub-totals | 339,391 | - | 80,374 | 259,017 | 83,286 |
| Other Liabilities | | | | | |
| Compensated absences | 2,531 | 5,796 | 8,327 | - | - |
| Total Other Liabilities | 2,531 | 5,796 | 8,327 | - | - |
| Total Business-type Activities Long-Term Liabilities | \$ 341,922 | \$ 5,796 | \$ 88,701 | \$ 259,017 | \$ 83,286 |

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, 2009, the statutory debt limit for the Village was \$24,139,030, providing a debt margin of \$23,274,030.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2009

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

E. LONG-TERM OBLIGATIONS (cont.)

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 04/30/09 |
|--|------------------|-------------------|-------------------|--------------------------|----------------------|
| General Obligation Corporate Purpose Bond | 1994 | 12/1/2009 | 5.75%- 6.80% | \$ 855,000 | \$ 85,000 |
| Limited Tax General Obligation Bond | 2004B | 12/1/2009 | 2.00%- 2.90% | 1,040,000 | 185,000 |
| Alternative Revenue General Obligation Bond | 2005A | 12/1/2010 | 4.00% | 1,705,000 | 725,000 |
| 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 | 8,020,000 |
| Alternative Revenue General Obligation Bond (Capital Appreciation Bonds) | 2003A | 6/1/2022 | 2.70%- 5.50% | 1,690,000 | 773,823 |
| Limited Tax General Obligation Bond | 2008 | 12/1/2009 | 4.00% | 780,000 | <u>780,000</u> |
| Total Governmental Activities - General Obligation Debt | | | | | <u>\$ 12,708,823</u> |

Debt service requirements to maturity are as follows:

| Years | Governmental Activities General Obligation Debt | |
|-----------|--|---------------------|
| | Principal | Interest |
| 2010 | \$ 1,910,000 | \$ 525,365 |
| 2011 | 885,000 | 470,260 |
| 2012 | 920,000 | 436,260 |
| 2013 | 960,000 | 397,010 |
| 2014 | 1,000,000 | 354,948 |
| 2015-2019 | 4,130,000 | 1,152,893 |
| 2020-2023 | <u>3,080,000</u> | <u>367,900</u> |
| Totals | <u>\$ 12,885,000</u> | <u>\$ 3,704,636</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2009

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

E. LONG-TERM OBLIGATIONS (cont.)

Revenue Debt

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

The Village has pledged future revenues, net of specified operating expenses, 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 \$91,844 of net revenues. The total principal and interest remaining to be paid on the bonds is \$275,532. Principal and interest paid for the current year and total customer net revenues were \$91,844 and \$2,836,689, respectively.

Revenue debt payable at April 30, 2009, 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 04/30/09</u> |
|---|----------------------|-----------------------|-----------------------|------------------------------|--------------------------|
| Revenue Note Series of 1991 | 1991 | 12/31/2011 | 3.59% | \$ 1,295,000 | \$ <u>259,017</u> |
| Total Business-type Activities Revenue Debt | | | | | \$ <u><u>259,017</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> |
| 2010 | \$ 83,286 | \$ 8,558 |
| 2011 | 86,302 | 5,542 |
| 2012 | <u>89,429</u> | <u>2,415</u> |
| Totals | <u>\$ 259,017</u> | <u>\$ 16,515</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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, 2009, consists of the following:

| Governmental Activities Tax Increment Financing Bonds | Date of Issue | Final Maturity | Interest Rates | Original Indebtedness | Balance 04/30/09 |
|--|------------------|-------------------|-------------------|--------------------------|----------------------|
| Tax Increment Financing Bond Series of 1999 | 1999 | 4/30/2016 | 4.00% - 5.375% | \$ 33,695,000 | \$ 17,970,000 |
| 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>\$ 23,220,000</u> |

The developer note includes \$250,000 of capitalized interest.

The Village has pledged future revenues, net of specific operating expenses, 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 2017 fiscal year. Annual principal and interest payments on the bonds are expected to require \$262,500 - \$5,304,688 of net revenues. The total principal and interest remaining to be paid on the bonds is \$28,927,833. Principal and interest paid for the current year and total net revenues were \$3,350,911 and \$4,586,230, respectively.

Debt service requirements to maturity are as follows:

| Years | Governmental Activities Tax Increment Financing Bonds | |
|-----------|--|---------------------|
| | Principal | Interest |
| 2010 | \$ 2,190,000 | \$ 1,157,420 |
| 2011 | 2,305,000 | 1,041,069 |
| 2012 | 2,425,000 | 916,906 |
| 2013 | 2,550,000 | 786,313 |
| 2014 | 2,685,000 | 647,216 |
| 2015-2018 | <u>11,065,000</u> | <u>1,158,909</u> |
| Totals | <u>\$ 23,220,000</u> | <u>\$ 5,707,833</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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

F. IEPA BROWNSFIELD REVOLVING LOAN

In the prior year, 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, 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.

G. NET ASSETS/FUND BALANCES

Net assets reported on the government wide statement of net assets at April 30, 2009, includes the following:

Governmental Activities

| | |
|--|------------------------------|
| Invested in Capital Assets, Net of Related Debt | |
| Land | \$ 1,491,927 |
| Infrastructure | 4,045,608 |
| Buildings | 2,271,500 |
| Machinery and equipment | 221,084 |
| Vehicles | 894,353 |
| Less: Long-term debt outstanding (excluding unspent capital related debt proceeds) | <u>(3,956,805)</u> |
| Total Invested in Capital Assets, Net of Related Debt | <u>4,967,667</u> |
| Restricted | |
| Streets and highways | 584,923 |
| Economic Development | <u>2,624,682</u> |
| Total Restricted | <u>3,209,605</u> |
| Unrestricted (deficit) | <u>(13,083,997)</u> |
| Total Governmental Activities Net Assets | \$ <u><u>(4,906,725)</u></u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2009

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

G. NET ASSETS/FUND BALANCES (cont.)

Governmental Funds

Governmental fund balances reported on the fund financial statements at April 30, 2009, include the following:

| Reserved | |
|---|-----------------------|
| Major Funds | |
| General Fund | |
| Prepaid items | \$ 303,970 |
| Advance to other funds | <u>45,762</u> |
| Total | <u>\$ 349,732</u> |
| Special Revenue Fund | |
| Reserved for debt service | <u>\$ 10,943,355</u> |
| Total | <u>\$ 10,943,355</u> |
| Capital Projects Fund | |
| Reserved for debt service | \$ 864,581 |
| Reserved for advances | <u>5,300,000</u> |
| Total | <u>\$ 6,164,581</u> |
| Unreserved (undesignated) (deficit) | |
| Major Funds | |
| General fund | \$ (2,302,390) |
| Capital projects fund | 487,271 |
| 22nd and 17th Avenue TIF Redevelopment Fund | 41,883 |
| Debt Service fund | <u>469,958</u> |
| Total | <u>\$ (1,303,278)</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS
April 30, 2009

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

G. NET ASSETS/FUND BALANCES (cont.)

Governmental Funds (cont.)

Unreserved (cont.)

Non-Major Funds

Special Revenue Funds

| | | |
|---------------------------------------|----|-----------------|
| Garbage | \$ | 123,087 |
| Illinois Municipal Retirement | | (2,904) |
| Motor Fuel Tax | | 584,923 |
| CDBG | | (18,175) |
| Emergency Telephone System | | 306,122 |
| Roosevelt Road TIF | | 2,609,844 |
| 27th/23rd TIF Redevelopment | | 14,838 |
| 17th Avenue North - TIF Redevelopment | | <u>(48,808)</u> |

Total \$ 3,568,927

Business-type Activities

Invested in capital assets, net of related debt

| | | |
|--|----|------------------|
| Land | \$ | 68,195 |
| Infrastructure | | 4,448,157 |
| Machinery and equipment | | 292,797 |
| Less: Long-term debt outstanding (excluding unspent capital related debt proceeds) | | <u>(259,017)</u> |
| Total Invested in Capital Assets, Net of Related Debt | | <u>4,550,132</u> |

Unrestricted 1,303,538

Total Business-type Activities Net Assets \$ 5,853,670

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

Plan Descriptions

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is 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 from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

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' 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 2008, the Village's required contribution rate was 4.36%.

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, 2009, the Police Pension membership consisted of:

| | | |
|--|----|-----------|
| Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them | \$ | 28 |
| Current employees: | | |
| Active Plan Members | | <u>27</u> |
| Total | \$ | <u>55</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Police Pension (cont.)

The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

The police pension fund provides retirement benefits as well as death and disability benefits. Participants 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.

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 July 1, 1993 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded by the year 2033. For the year ended April 30, 2009, the Village's contribution was 49.10% 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, 2009, the Firefighters' Pension Plan membership consisted of:

| | | |
|--|----|-----------|
| Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them | \$ | 32 |
| Current employees: | | |
| Vested | | <u>26</u> |
| Total | \$ | <u>58</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Firefighters' Pension (cont.)

The following is a summary of the Firefighters' Pension Fund as provided for in Illinois Compiled Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Participants 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.

Participants contribute a fixed percentage of their base salary to the plans. At April 30, 2009, 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 July 1, 1993 the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded by the year 2033. For the year ended April 30, 2009, the Village's contribution was 54.68% 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, 2009

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, 2008 | April 30, 2008 | April 30, 2008 |
| Contribution rates: | | | |
| Employer | 4.36% | 42.10% | 54.68% |
| Employee | 4.50% | 9.46% | 9.91% |
| Annual required contribution | \$52,506 | \$940,774 | \$1,086,418 |
| Contributions made | \$52,506 | \$907,305 | \$1,296,572 |
| 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 | 24 years, closed | 30 years, closed | 26 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 11.6% | 5.50% | 5.50% |
| Inflation rate included | 4.00% | 3.00% | 3.00% |
| Cost-of-living adjustments | 3.00% | 3.00% | 3.00% |

Net Pension Obligation

The Village has not obtained an independent actuarial report and, as such, has not calculated a net pension obligation or its components. The ARC and actuarial assumptions have been provided by the Illinois Department of Insurance and do not meet the requirements of disclosure under GASB statement No. 27.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

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) | 2008 | \$ 52,506 | \$ 940,774 | \$ 1,086,418 |
| | 2007 | 84,805 | 729,152 | 1,051,062 |
| | 2006 | 96,629 | 760,591 | 1,067,817 |
| Contributions made | 2008 | \$ 52,506 | \$ 907,305 | \$ 1,296,572 |
| | 2007 | 84,805 | 774,104 | 1,146,514 |
| | 2006 | 96,629 | 746,304 | 1,017,908 |
| Percentage of APC contributed | 2008 | 100% | 94.44 | 119.34 |
| | 2007 | 100% | 106.16 | 109.08 |
| | 2006 | 100% | 98.12 | 95.32 |
| Net pension obligation | 2008 | \$ - | n/a | n/a |
| | 2007 | - | n/a | n/a |
| | 2006 | - | n/a | n/a |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

PENSION SEGMENT INFORMATION

Fiduciary Net Assets

| | Pension Trust | | Totals |
|---|----------------------|----------------------|----------------------|
| | Police Pension | Fire Pension | |
| Assets | | | |
| Cash | \$ 1,216 | \$ 787,600 | \$ 788,816 |
| Investments | | | |
| Money markets | 694,559 | - | 694,559 |
| State and local obligations | 1,123,685 | - | 1,123,685 |
| U.S. Government securities | 7,437,273 | 9,672,600 | 17,109,873 |
| Mutual funds | 6,639,444 | 3,164,837 | 9,804,281 |
| Stocks | - | 1,265,422 | 1,265,422 |
| Prepaid items | 6,935 | - | 6,935 |
| Receivables - (net allowances for uncollectibles) | | | |
| Accrued interest | 125,571 | 107,424 | 232,995 |
| Employee contributions | - | 821 | 821 |
| Due from primary government | 1,005,851 | 1,016,786 | 2,022,637 |
| Reserve for uncollectibles | <u>(1,005,851)</u> | <u>(1,016,786)</u> | <u>(2,022,637)</u> |
| Total assets | <u>16,028,683</u> | <u>14,998,704</u> | <u>31,027,387</u> |
| Liabilities | | | |
| Accounts payable | \$ 4,837 | \$ 1,462 | \$ 6,299 |
| Total liabilities | <u>4,837</u> | <u>1,462</u> | <u>6,299</u> |
| Net assets | | | |
| Total Fund Balance | <u>\$ 16,023,846</u> | <u>\$ 14,997,242</u> | <u>\$ 31,021,088</u> |

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Changes in Plan Net Assets

| | Pension Trust | | Totals |
|---|----------------------|----------------------|----------------------|
| | Police Pension | Fire Pension | |
| Additions | | | |
| Contributions | | | |
| Employer | \$ 907,305 | \$ 1,301,876 | \$ 2,209,181 |
| Plan members | <u>193,103</u> | <u>170,334</u> | <u>363,437</u> |
| Total contributions | <u>1,100,408</u> | <u>1,472,210</u> | <u>2,572,618</u> |
| Investment Income | | | |
| Interest and dividends | 688,377 | 539,317 | 1,227,694 |
| Net appreciation in fair value of investments | <u>(3,181,881)</u> | <u>(3,389,629)</u> | <u>(6,571,510)</u> |
| Total Investment income | <u>(2,493,504)</u> | <u>(2,850,312)</u> | <u>(5,343,816)</u> |
| Less investment expenses | <u>35,352</u> | <u>43,500</u> | <u>78,852</u> |
| Net investment income | <u>(2,528,856)</u> | <u>(2,893,812)</u> | <u>(5,422,668)</u> |
| Total additions | <u>(1,428,448)</u> | <u>(1,421,602)</u> | <u>(2,850,050)</u> |
| Deductions | | | |
| Administration | \$ 46,537 | \$ 53,544 | \$ 100,081 |
| Benefits | 1,429,451 | 1,540,257 | 2,969,708 |
| Refunds of contributions | <u>-</u> | <u>156,462</u> | <u>156,462</u> |
| Total deductions | <u>1,475,988</u> | <u>1,750,263</u> | <u>3,226,251</u> |
| Net change in net assets | (2,904,436) | (3,171,865) | (6,076,301) |
| Net assets - Beginnig of the Year | <u>18,928,282</u> | <u>18,169,107</u> | <u>37,097,389</u> |
| Net assets - Beginning of Year | <u>\$ 16,023,846</u> | <u>\$ 14,997,242</u> | <u>\$ 31,021,088</u> |

B. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

B. RISK MANAGEMENT (cont.)

Public Entity Risk Pool

IMLRA

The Village participates in the Illinois Municipal League Risk Management Association (IMLRA). IMLRA is an organization of municipalities and special districts in Northeastern Illinois, which has formed an association under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

C. COMMITMENTS AND CONTINGENCIES

The Village is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Village's financial position or results of operations.

In 2006, the Village issued a municipal revenue obligation as part of a development agreement. The amount of the obligation was \$300,000, and is payable to the developer solely from property and sales tax increments collected from a specific portion of the development in Roosevelt Road TIF.

Payments are scheduled through the year 2022 or the maximum obligation, whichever comes first. The obligation does not constitute a charge upon any funds of the Village. In the event that future tax increments are not sufficient to pay off the obligation, the obligation terminates with no further liability to the Village. Since the amount of future payments is contingent on the collection of future TIF increments, the obligation is not reported as a liability in the accompanying financial statements. The balance of the commitment outstanding at year end was \$300,000.

D. OTHER POSTEMPLOYMENT BENEFITS

The Village administers a single-employer defined benefit healthcare plan ("the Health Insurance Plan for Retired Employees"). The plan provides health insurance contributions for eligible retirees and their spouses through the Village's group health insurance plan, which covers both active and retired members. Benefit provisions are established through personnel policy guidelines and state that eligible retirees and their spouses receive healthcare insurance at established contribution rates. The Retiree Health Plan does not issue a publicly available financial report.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS

Contribution requirements are established through personnel policy guidelines and may be amended by the action of the governing body. If an employee works for the Village for 20 years or more and is at least 50 years old at retirement, the employee is eligible to receive a \$267 monthly credit to remain on the Village's health insurance plan until age 65. The amount of the monthly insurance premium for the retiree above the \$267 credit is paid by the retiree. Additionally, the Village pays 100% of the insurance cost for disabled police and fire pension employees. Administrative costs of the plan are financed through investment earnings.

The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Village's annual OPEB cost for the year, the amount actually contributed to plan, and changes in the Village's net OPEB obligation to the Retiree Health Plan:

| | | |
|---|----|-----------------------|
| Annual required contribution | \$ | 216,766 |
| Interest on net OPEB obligation | | - |
| Adjustment to annual required contribution | | <u>-</u> |
| | | |
| Annual OPEB cost | | 216,766 |
| Contributions made | | <u>(114,015)</u> |
| Increase in net OPEB obligation (asset) | | 102,751 |
| | | |
| Net OPEB Obligation (Asset) - Beginning of Year | | <u>-</u> |
| | | |
| Net OPEB Obligation (Asset) - End of Year | \$ | <u><u>102,751</u></u> |

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009:

| Fiscal Year Ended | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Net OPEB Asset |
|-------------------|---------------------|---|-------------------|
| 4/30/09 | 216,766 | 0.00% | - |

The year ended April 30, 2009 was the first year of implementation of GASB 45, as such two preceding year's information is not applicable.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS

The funded status of the plan as of April 30, 2009, the most recent actuarial valuation date, was as follows:

| | | |
|---|----|------------------|
| Actuarial accrued liability (AAL) | \$ | 3,239,420 |
| Actuarial value of plan assets | | <u>-</u> |
| Unfunded Actuarial Accrued Liability (UAAL) | \$ | <u>3,239,420</u> |
| Funded ratio (actuarial value of plan assets/AAL) | | 0.00% |
| Covered payroll (active plan members) | \$ | 4,870,700 |
| UAAL as a percentage of covered payroll | | 66% |

Actuarial valuations of an ongoing plan involve estimates for the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan is understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the May 1, 2008 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions include a 5 percent investment rate of return and an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 6 percent after years. Both rates include a 3 percent inflation assumption. The actuarial value of Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2009, was 29 years.

E. CHANGE IN ACCOUNTING PRINCIPLE

For the year ended April 30, 2009, the Village has implemented GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pensions.

VILLAGE OF BROADVIEW

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

NOTE IV - OTHER INFORMATION (cont.)

F. TAX INCREMENT FINANCING DISTRICT

The Village of Broadview has established several Tax Increment Redevelopment Project Areas (RPA's) to encourage redevelopment of certain sites for more market oriented commercial uses of the properties that will enhance their value and improve their contributions to the Village and its surrounding areas. As part of the redevelopment plans, the Village has made significant improvements to utilities, public parking, intersections, and traffic signalization, streets and landscaping. The redevelopment plans also include site preparation, land acquisition and assembly, and demolition/clearance.

Construction and development in the RPA's were the responsibility of developers and are substantially complete. To entice development of the areas, the Village created tax increment financing (TIF) districts to finance public improvements made within the RPA's.

Several funds have been established to record the revenues generated in the RPA's that relate directly to servicing the debt issued to make public improvements in the RPA's.

G. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets* and Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. Application of these standards may restate portions of these financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF BROADVIEW

ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS April 30, 2009

| <u>Actuarial Valuation Date</u> | <u>Cost (ARC)</u> | <u>Percentage of ARC Contributed</u> | <u>Net Pension Obligation</u> |
|---|-------------------|--|-----------------------------------|
| 12/31/08 | \$ 52,506 | 100.00% | \$ - |
| 12/31/07 | 84,805 | 100.00% | - |
| 12/31/06 | 96,629 | 100.00% | - |

| <u>Actuarial Valuation Date</u> | <u>Actuarial Value of Assets</u> | <u>Actuarial Accrued Liability (AAL) Entry Age</u> | <u>Unfunded AAL (UAAL)</u> | <u>Funded Ratio</u> | <u>Covered Payroll</u> | <u>UAAL as a Percentage of Covered Payroll</u> |
|---|--|--|--------------------------------|-------------------------|----------------------------|--|
| 12/31/08 | \$ 3,335,820 | \$ 4,113,473 | \$ 777,653 | 81.09% | \$ 1,204,271 | 64.57% |
| 12/31/07 | 5,021,357 | 4,203,536 | (817,821) | 119.46% | 1,115,862 | 0.00% |
| 12/31/06 | 4,438,500 | 3,748,367 | (690,133) | 118.41% | 1,342,072 | 0.00% |
| 12/31/05 | 5,021,070 | 4,682,039 | (339,031) | 107.24% | 1,860,314 | 0.00% |
| 12/31/04 | 5,403,394 | 4,903,302 | (500,092) | 110.20% | 1,905,579 | 0.00% |
| 12/31/03 | 5,082,656 | 4,906,011 | (176,645) | 103.60% | 2,011,802 | 0.00% |

Digest of Changes
Assumptions

The actuarial assumptions used to determine the actuarial accrued liability for 2008 are based on the 2005 - 2007 Experience Study.

The principal changes were:

On a market value basis, the actuarial value of assets as of December 31, 2008 is \$1,873,666. On a market basis, the funded ratio would be 45.55%.

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

| | |
|-------------------------------|---------------------------------|
| Valuation date | 12/31/2008 |
| Actuarial cost method | Level percentage of pay, closed |
| Amortization method | 24 years |
| Remaining amortization period | Market |
| Asset valuation method | Market |
| Actuarial assumptions: | |
| Investment rate of return | 7.50% |
| Projected salary increases | 0.4% to 11.6% |
| Inflation factor | 4.00% |
| Cost of living adjustments | 3.00% |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

POLICE PENSION FUND SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS April 30, 2009

| <u>Year Ended</u> | <u>Cost (ARC)</u> | <u>Percentage of ARC Contributed</u> | <u>Employer Contributions</u> |
|-------------------|-------------------|--|-----------------------------------|
| 04/30/2009 | \$ 940,774 | 96.44% | \$ 907,305 |
| 04/30/2008 | 729,152 | 106.16% | 774,104 |
| 04/30/2007 | 760,591 | 98.12% | 746,304 |

| <u>Actuarial Valuation Date</u> | <u>Actuarial Value of Assets</u> | <u>Actuarial Accrued Liability (AAL) Entry Age</u> | <u>Unfunded AAL (UAAL)</u> | <u>Funded Ratio</u> | <u>Covered Payroll</u> | <u>UAAL as a Percentage of Covered Payroll</u> |
|---|--|--|--------------------------------|-------------------------|----------------------------|--|
| 04/30/2008 | \$19,645,636 | \$ 27,103,526 | \$ 7,457,890 | 72.48% | \$ 1,848,099 | 403.54% |
| 04/30/2007 | 18,877,262 | 28,713,272 | 9,836,010 | 65.74% | 1,838,433 | 535.02% |
| 04/30/2006 | 17,792,186 | 26,506,015 | 8,713,829 | 67.13% | 2,473,667 | 352.26% |
| 04/30/2005 | 16,036,025 | 24,221,855 | 8,185,830 | 66.20% | 2,646,671 | 309.29% |
| 04/30/2004 | 15,039,424 | 21,724,417 | 6,684,993 | 69.23% | 2,447,466 | 273.14% |
| 04/30/2003 | 14,150,700 | 20,151,414 | 6,000,714 | 70.22% | 2,158,594 | 277.99% |

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

| | |
|-------------------------------|---------------------------------|
| Valuation date | 4/30/2008 |
| Actuarial cost method | Entry Age normal |
| Amortization method | Level percentage of pay, closed |
| Remaining amortization period | 25 years |
| Asset valuation method | Market |
| Actuarial assumptions: | |
| Investment rate of return | 7.00% |
| Projected salary increases | 5.50% |
| Inflation factor | 3.00% |
| Cost of living adjustments | 3.00% |

2009 Information per actuarial valuation performed by Tefpar Consulting Group, Ltd., other information provided from the Illinois Division of Insurance. Annual Required Contributions are shown above for the years 2004 to 2008 as recommended by the Illinois Division of Insurance for annual tax levy purposes. This information does not represent the Annual Required Contributions as defined by GASB Statement No. 27.

VILLAGE OF BROADVIEW

FIREFIGHTERS' PENSION FUND SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS April 30, 2009

| <u>Year Ended</u> | <u>Cost (ARC)</u> | <u>Percentage of ARC Contributed</u> | <u>Employer Contributions</u> |
|-------------------|-------------------|--|-----------------------------------|
| 04/30/2009 | \$ 1,086,418 | 119.34% | \$ 1,296,572 |
| 04/30/2008 | 1,051,062 | 109.08% | 1,146,514 |
| 04/30/2007 | 1,067,817 | 95.32% | 1,017,908 |

| <u>Actuarial Valuation Date</u> | <u>Actuarial Value of Assets</u> | <u>Actuarial Accrued Liability (AAL) Entry Age</u> | <u>Unfunded AAL (UAAL)</u> | <u>Funded Ratio</u> | <u>Covered Payroll</u> | <u>UAAL as a Percentage of Covered Payroll</u> |
|---|--|--|--------------------------------|-------------------------|----------------------------|--|
| 04/30/2008 | \$18,354,936 | \$ 30,386,023 | \$12,031,087 | 60.41% | \$ 2,371,083 | 507.41% |
| 04/30/2007 | 18,019,534 | 29,161,000 | 11,141,466 | 61.79% | 2,568,488 | 433.78% |
| 04/30/2006 | 16,768,003 | 28,241,358 | 11,473,355 | 59.37 % | 2,532,098 | 453.12 % |
| 04/30/2005 | 15,418,393 | 27,021,989 | 11,603,596 | 57.06 | 2,532,098 | 458.26 |
| 04/30/2004 | N/A | N/A | N/A | DIV/0 | N/A | DIV/0 |
| 04/30/2003 | 15,593,308 | 25,763,281 | 10,169,973 | 60.53% | 2,272,549 | 447.51% |

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

| | |
|-------------------------------|---------------------------------|
| Valuation date | 4/30/2008 |
| Actuarial cost method | Entry Age normal |
| Amortization method | Level percentage of pay, closed |
| Remaining amortization period | 28 |
| Asset valuation method | Market |
| Actuarial assumptions: | |
| Investment rate of return | 7.00% |
| Projected salary increases | 5.50% |
| Inflation factor | 3.00 |
| Cost of living adjustments | 3.00 |

Information is provided by the Illinois Division of Insurance. Annual Required Contributions are shown as recommended by the Illinois Division of Insurance for annual tax levy purposes. This information does not represent the Annual Required Contributions defined by GASB Statement No. 27.

VILLAGE OF BROADVIEW

SCHEDULE OF FUNDING PROGRESS FOR OTHER POST EMPLOYMENT BENEFITS April 30, 2009

| Actuarial Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liability (AAL) - Projected Unit Credit | Unfunded AAL (UAAL) | Funded Ratio | Covered Payroll | UAAL as a Percentage of Covered Payroll |
|--------------------------------|---------------------------------|--|------------------------|-----------------|--------------------|--|
| 5/1/2008 | \$ - | \$ 3,239,420 | \$ 3,239,420 | 0.00% | \$ 4,870,700 | 66.51% |
| 5/1/2007 | N/A | N/A | N/A | N/A | N/A | N/A |
| 5/1/2006 | N/A | N/A | N/A | N/A | N/A | N/A |

The year ended April 30, 2009 was the first year of implementation of GASB 45, as such two preceding year's information is not applicable.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND
ACTUAL -
GENERAL FUND
For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|------------------------------|------------------|-------------------------------|
| REVENUES | | | |
| PROPERTY TAXES | | | |
| Property taxes | \$ 3,927,216 | \$ 3,767,175 | \$ (160,041) |
| Total Property taxes | <u>3,927,216</u> | <u>3,767,175</u> | <u>(160,041)</u> |
| OTHER TAXES | | | |
| Sales | 3,400,000 | 3,174,333 | (225,667) |
| Local use | 108,000 | 117,299 | 9,299 |
| Utility taxes | 1,485,000 | 1,470,199 | (14,801) |
| Cablevision | 85,000 | 85,578 | 578 |
| Total Other taxes | <u>5,078,000</u> | <u>4,847,409</u> | <u>(230,591)</u> |
| INTERGOVERNMENTAL | | | |
| State income tax | 745,000 | 627,120 | (117,880) |
| Personal property replacement tax | 700,000 | 660,606 | (39,394) |
| Federal grants | - | 6,336 | 6,336 |
| State grants | 40,000 | 24,420 | (15,580) |
| Total Intergovernmental | <u>1,485,000</u> | <u>1,318,482</u> | <u>(166,518)</u> |
| LICENSES, PERMITS AND FEES | | | |
| Vehicle license fees | 165,000 | 180,957 | 15,957 |
| Liquor and malt beverage licenses | 125,000 | 7,362 | (117,638) |
| Business and occupational licenses | - | 79,634 | 79,634 |
| Building permits | 47,500 | 100,552 | 53,052 |
| Electrical permits | 12,500 | 17,961 | 5,461 |
| Plumbing permits | 6,000 | 12,098 | 6,098 |
| Occupancy permits | 13,500 | 8,085 | (5,415) |
| Other permits | 13,500 | 15,585 | 2,085 |
| Zoning permits and fees | 1,000 | 316 | (684) |
| Other regulatory permits and fees | - | 344 | 344 |
| Total Licenses, permits and fees | <u>384,000</u> | <u>422,894</u> | <u>38,894</u> |
| INVESTMENT INCOME | | | |
| Investment income | 55,000 | 67,121 | 12,121 |
| Total Investment income | <u>55,000</u> | <u>67,121</u> | <u>12,121</u> |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|------------------------------------|------------------------------|-------------------|-------------------------------|
| CHARGES FOR SERVICES | | | |
| Hospital billings | \$ 200,000 | \$ 103,999 | \$ (96,001) |
| Ambulance fees | 375,000 | 452,106 | 77,106 |
| Towing and storage | 40,000 | 35,525 | (4,475) |
| Occupancy inspection | 3,000 | 4,383 | 1,383 |
| Law enforcement fees | <u>8,000</u> | <u>7,413</u> | <u>(587)</u> |
| Total Charges for services | <u>626,000</u> | <u>603,426</u> | <u>(22,574)</u> |
| FINES AND FORFEITURES | | | |
| Traffic fines | 70,000 | 87,197 | 17,197 |
| Compliance and immobilization | 26,500 | 30,095 | 3,595 |
| Building code violations | - | 8,344 | 8,344 |
| Law and ordinance violations | <u>21,750</u> | <u>6,063</u> | <u>(15,687)</u> |
| Total Fines and forfeitures | <u>118,250</u> | <u>131,699</u> | <u>13,449</u> |
| OTHER | | | |
| Rentals | - | 2,600 | 2,600 |
| Reimbursement of Village costs | 35,000 | 161,254 | 126,254 |
| Miscellaneous | <u>32,000</u> | <u>21,666</u> | <u>(10,334)</u> |
| Total Other | <u>67,000</u> | <u>185,520</u> | <u>118,520</u> |
| Total Revenues | <u>11,740,466</u> | <u>11,343,726</u> | <u>(396,740)</u> |
| EXPENDITURES | | | |
| EXECUTIVE | | | |
| Personnel services | | | |
| President | 55,000 | 68,046 | (13,046) |
| Administrative assistant | 5,000 | 10,866 | (5,866) |
| Trustees | 21,600 | 25,500 | (3,900) |
| Liquor commissioner | 3,000 | 3,710 | (710) |
| Contractual services | | | |
| Professional services | 110,500 | 281,002 | (170,502) |
| Dues and publications | 11,000 | 9,253 | 1,747 |
| Telephone | 1,500 | 526 | 974 |
| Seminars and conferences | 3,000 | 4,602 | (1,602) |
| Printing newsletters and notices | 15,000 | 9,754 | 5,246 |
| Repairs and maintenance - vehicles | 2,050 | 1,683 | 367 |
| Local civic events | 3,500 | 10,375 | (6,875) |
| Employee health care benefits | 14,500 | 11,733 | 2,767 |
| Retiree health care benefits | 3,200 | 756 | 2,444 |
| Travel | 2,500 | 3,685 | (1,185) |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|------------------------------------|------------------------------|----------------|-------------------------------|
| Supplies and materials | | | |
| Gas and oil | \$ 750 | \$ 749 | \$ 1 |
| Office supplies | 1,200 | 1,513 | (313) |
| Other | | | |
| Miscellaneous | <u>11,000</u> | <u>2,809</u> | <u>8,191</u> |
| Total Executive | <u>264,300</u> | <u>446,562</u> | <u>(182,262)</u> |
| FINANCE | | | |
| Personnel services | | | |
| Treasurer | 9,431 | 11,625 | (2,194) |
| Collector | 50,139 | 53,803 | (3,664) |
| Accountant | 65,000 | 656 | 64,344 |
| Budget officer | 20,195 | 24,893 | (4,698) |
| Finance director | 89,746 | 110,629 | (20,883) |
| Administrative clerk | 33,985 | 48,245 | (14,260) |
| Contractual services | | | |
| Employee health care benefits | 15,000 | 11,193 | 3,807 |
| Retiree health care benefits | 12,900 | 1,993 | 10,907 |
| Liability insurance | 26,385 | 7,246 | 19,139 |
| Vehicle insurance | 560 | 547 | 13 |
| Workers' compensation insurance | 1,435 | 1,345 | 90 |
| Schools, seminars and meetings | 3,000 | 1,732 | 1,268 |
| Maintenance, office equipment | 3,500 | 5,022 | (1,522) |
| Printing and binding | 10,500 | 8,278 | 2,222 |
| Legal and professional services | 55,000 | 36,377 | 18,623 |
| Postage | 2,500 | 2,115 | 385 |
| Telephone | 50,000 | 41,078 | 8,922 |
| Travel | 500 | 41 | 459 |
| Dues and publications | 1,500 | 1,053 | 447 |
| Supplies and materials | | | |
| Office supplies | 8,000 | 7,219 | 781 |
| Capital Outlay | | | |
| Computer hardware/software/webpage | 7,000 | 9,126 | (2,126) |
| Office equipment | 2,600 | 4,063 | (1,463) |
| Other | | | |
| Payment to library | <u>70,000</u> | <u>65,297</u> | <u>4,703</u> |
| Total Finance | <u>538,876</u> | <u>453,576</u> | <u>85,300</u> |
| VILLAGE CLERK | | | |
| Personnel services | | | |
| Village clerk | 12,000 | 12,000 | - |
| Deputy clerk | 450 | 545 | (95) |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|------------------------------|---------------|-------------------------------|
| Contractual services | | | |
| Postage | \$ 5,100 | \$ 3,739 | \$ 1,361 |
| Telephone | 1,000 | 513 | 487 |
| Dues and publications | 7,750 | 6,383 | 1,367 |
| Seminars and conferences | 400 | 216 | 184 |
| Employee healthcare plan | 32,204 | 16,554 | 15,650 |
| Supplement to municipal contract | 3,000 | 2,855 | 145 |
| Worker's comp insurance | 360 | 336 | 24 |
| Travel | 100 | - | 100 |
| Supplies and materials | | | |
| Election and office supplies | 1,000 | 1,067 | (67) |
| Total Village Clerk | <u>63,364</u> | <u>44,208</u> | <u>19,156</u> |
| BOARDS AND COMMISSIONS | | | |
| Personnel services | | | |
| Zoning and planning commission | 2,250 | 1,515 | 735 |
| Contractual services | | | |
| Tests and administration | 35,000 | 15,410 | 19,590 |
| Dues and publications | 10,375 | 4,241 | 6,134 |
| Professional services | 1,000 | - | 1,000 |
| Legal services | 2,500 | 29,318 | (26,818) |
| Supplies and materials | | | |
| Office supplies | 1,850 | 630 | 1,220 |
| Total Boards and commissions | <u>52,975</u> | <u>51,114</u> | <u>1,861</u> |
| MUNICIPALS BUILDINGS AND GROUNDS | | | |
| Contractual services | | | |
| Custodial services | 28,566 | 28,566 | - |
| Liability insurance | 3,100 | 3,619 | (519) |
| Workers' compensation insurance | 1,550 | 1,432 | 118 |
| R & M, buildings | 20,500 | 14,012 | 6,488 |
| Maintenance, grounds | 6,500 | 7,159 | (659) |
| Janitorial services | 2,500 | - | 2,500 |
| Employee health care plan | 14,500 | 11,637 | 2,863 |
| Supplies and materials | | | |
| Fuel for heating | 8,000 | 9,729 | (1,729) |
| Janitorial services | 3,000 | 4,785 | (1,785) |
| Total Municipals buildings and grounds | <u>88,216</u> | <u>80,939</u> | <u>7,277</u> |
| AUDIT | | | |
| Auditing fee | 57,500 | 45,490 | 12,010 |
| Total Audit | <u>57,500</u> | <u>45,490</u> | <u>12,010</u> |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2009

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget</u> |
|--|--------------------------------------|---------------|---------------------------------------|
| POLICE DEPARTMENT | | | |
| Personnel services | | | |
| Chief | \$ 109,586 | \$ 106,631 | \$ 2,955 |
| Lieutenants | 178,673 | 156,346 | 22,327 |
| Sergeants | 316,847 | 281,798 | 35,049 |
| Patrolmen | 1,190,250 | 1,302,116 | (111,866) |
| Telecommunication officers | 293,387 | 293,588 | (201) |
| Administrative clerk | - | 3,051 | (3,051) |
| Matron | 500 | 374 | 126 |
| Holiday pay | 98,587 | 98,430 | 157 |
| Crossing guards | 19,055 | 16,966 | 2,089 |
| Overtime | 286,608 | 279,118 | 7,490 |
| Officer's compensatory | 22,700 | 24,517 | (1,817) |
| Contribution to pension | 804,105 | 815,376 | (11,271) |
| Contractual services | | | |
| R & M, radio equipment | 54,492 | 50,742 | 3,750 |
| R & M, computer | 4,900 | 2,985 | 1,915 |
| R & M, office equipment | 1,000 | 1,277 | (277) |
| R & M, other equipment | 52,750 | 69,061 | (16,311) |
| Legal service | 70,000 | 87,746 | (17,746) |
| Telephone | 6,500 | 6,066 | 434 |
| Lead service | 11,000 | 10,971 | 29 |
| Social worker program | 2,000 | 2,000 | - |
| Liability insurance | 34,219 | 34,434 | (215) |
| Vehicle insurance | 23,000 | 23,060 | (60) |
| Employee health care benefit plan | 540,000 | 445,280 | 94,720 |
| Retirees health care benefits | 71,000 | 56,002 | 14,998 |
| Workers' compensation insurance | 74,050 | 71,394 | 2,656 |
| Dues and publications | 1,150 | 869 | 281 |
| Training school expenses | 19,044 | 8,816 | 10,228 |
| Seminars/conferences | 3,990 | 1,101 | 2,889 |
| Radio and motor equipment installation | 8,500 | - | 8,500 |
| Towing and storage | 27,000 | 21,365 | 5,635 |
| Other | 50,650 | 12,317 | 38,333 |
| Supplies and materials | | | |
| Uniforms | 34,400 | 29,202 | 5,198 |
| Tools and supplies | 33,712 | 26,758 | 6,954 |
| Crime prevention and relations | 900 | 634 | 266 |
| Gas and oil | 52,500 | 56,157 | (3,657) |
| Board of prisoners | 2,500 | 2,019 | 481 |
| R & M - buildings | 500 | 1,164 | (664) |
| Photography supplies | 1,000 | 75 | 925 |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|--|------------------------------|------------------|-------------------------------|
| Capital outlay | | | |
| Office equipment - Public safety | \$ 15,627 | \$ 12,976 | \$ 2,651 |
| Equipment | <u>87,720</u> | <u>45,104</u> | <u>42,616</u> |
| Total Police department | <u>4,604,402</u> | <u>4,457,886</u> | <u>146,516</u> |
| BUILDING CONTROL AND INSPECTION | | | |
| Personnel services | | | |
| Building commissioner | 83,381 | 83,317 | 64 |
| Zoning coordinator | 1,350 | 1,309 | 41 |
| Plumbing inspector | 11,400 | 7,600 | 3,800 |
| Electrical inspector | 11,400 | 11,400 | - |
| Building inspector | 55,420 | 57,684 | (2,264) |
| Exterior house inspectors | 20,000 | 2,744 | 17,256 |
| Clerical | 39,698 | 37,206 | 2,492 |
| Contractual services | | | |
| Telephone | 1,000 | 566 | 434 |
| Liability insurance | 930 | 869 | 61 |
| Workers' compensation insurance | 6,520 | 6,055 | 465 |
| Vehicle insurance | 640 | 633 | 7 |
| Dues and publications | 300 | 831 | (531) |
| Legal services | 12,500 | 28,086 | (15,586) |
| Repairs and maintenance | 2,800 | 4,451 | (1,651) |
| Employee health care plan | 50,000 | 52,228 | (2,228) |
| Retirees health care plan | 6,500 | 796 | 5,704 |
| Seminars and conferences | 600 | 181 | 419 |
| Buildings Control and inspection | 600 | 4,683 | (4,083) |
| Supplies and materials | | | |
| Gas and oil | 17,000 | 20,323 | (3,323) |
| Office supplies and printing | <u>4,200</u> | <u>4,332</u> | <u>(132)</u> |
| Total Building control and inspection | <u>326,239</u> | <u>325,294</u> | <u>945</u> |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND
ACTUAL -
GENERAL FUND
For the Year Ended April 30, 2009

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget</u> |
|--|--------------------------------------|---------------|---------------------------------------|
| FIRE DEPARTMENT | | | |
| Personnel services | | | |
| Chief | \$ 109,495 | \$ 105,365 | \$ 4,130 |
| Deputy chief | 95,213 | 93,748 | 1,465 |
| Captains | 267,783 | 280,765 | (12,982) |
| Lieutenants | 239,214 | 169,087 | 70,127 |
| Firefighters | 910,260 | 904,343 | 5,917 |
| Paramedics | 23,635 | - | 23,635 |
| Training officer | 3,000 | 6,000 | (3,000) |
| Overtime | 50,000 | 102,531 | (52,531) |
| Mechanic | 600 | 600 | - |
| EMS coordinator | 900 | 900 | - |
| Contribution - pension fund | 1,179,309 | 1,156,489 | 22,820 |
| Holiday pay | 75,267 | 61,939 | 13,328 |
| Inspector | 82,378 | 79,210 | 3,168 |
| Education incentive | 1,800 | 1,800 | - |
| Clerical | 20,000 | 15,369 | 4,631 |
| Contractual services | | | |
| Employee health care benefit plan | 425,000 | 300,736 | 124,264 |
| Retiree health care plan | 87,000 | 12,928 | 74,072 |
| Liability insurance | 21,000 | 20,320 | 680 |
| Workers' compensation insurance | 168,000 | 168,418 | (418) |
| Vehicle insurance | 21,000 | 20,730 | 270 |
| Wellness medical exam - vaccinations | 11,415 | 2,843 | 8,572 |
| Maintenance - fire equipment | 5,900 | 1,586 | 4,314 |
| Maintenance - building and grounds | 21,246 | 6,449 | 14,797 |
| Maintenance - radio equipment | 4,850 | 1,001 | 3,849 |
| Maintenance - fuel tanks and pumps | 1,500 | 187 | 1,313 |
| Maintenance - breathing equipment | 5,350 | 1,725 | 3,625 |
| Maintenance - paramedic equipment | 2,000 | 253 | 1,747 |
| Maintenance - computers and office equipment | 700 | 607 | 93 |
| Legal services | 20,000 | 107,620 | (87,620) |
| Telephone | 5,000 | 4,012 | 988 |
| Assessment division 20 | 2,500 | 2,500 | - |
| Dues and publications | 7,500 | 7,706 | (206) |
| Training school | 7,750 | 3,213 | 4,537 |
| Grant expenditures | 10,000 | - | 10,000 |
| Other | 850 | 486 | 364 |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|-------------------------------------|------------------------------|------------------|-------------------------------|
| Supplies and materials | | | |
| Gas for heating | \$ 7,000 | \$ 8,674 | \$ (1,674) |
| Uniforms | 10,000 | 3,731 | 6,269 |
| Fire prevention | 58,971 | 64 | 58,907 |
| Photography | 100 | 77 | 23 |
| Tools and supplies | 29,215 | 23,547 | 5,668 |
| R & M - motor equipment | 47,100 | 14,813 | 32,287 |
| Postage | - | 1,049 | (1,049) |
| Capital outlay | | | |
| Machinery equipment - Public safety | 44,243 | - | 44,243 |
| Capital outlay | 51,436 | - | 51,436 |
| Total Fire department | <u>4,135,480</u> | <u>3,693,421</u> | <u>442,059</u> |

STREETS

| | | | |
|--|---------|---------|-----------|
| Personnel services | | | |
| Director of public works | 39,516 | 52,992 | (13,476) |
| Mechanic | - | 8,954 | (8,954) |
| Employee wages | - | 12,088 | (12,088) |
| Administrative clerk | 26,800 | 29,546 | (2,746) |
| Contractual services | | | |
| Legal and other professional services | 11,000 | 31,614 | (20,614) |
| Uniform rental | 1,500 | 423 | 1,077 |
| Employee health care benefit plan | 35,000 | 38,588 | (3,588) |
| Retiree health care plan | 16,100 | 5,582 | 10,518 |
| Liability insurance | 7,400 | 8,748 | (1,348) |
| Workers' compensation insurance | 4,500 | 4,399 | 101 |
| Telephone | 9,000 | 6,783 | 2,217 |
| Maintenance, streets | 182,250 | 395,252 | (213,002) |
| Maintenance, street and traffic lights | 34,800 | 46,988 | (12,188) |
| Maintenance, radio system | 2,250 | 2,594 | (344) |
| Light and power, street lighting | 75,000 | 88,442 | (13,442) |
| Maintenance, building and grounds | 5,250 | 19,776 | (14,526) |
| Tree trimming | 60,000 | 318,003 | (258,003) |
| Tree replacement | 5,000 | 4,775 | 225 |
| Rental of barricades | 3,250 | 2,956 | 294 |
| Schools, seminars and meetings | 250 | 250 | - |
| Maintenance, office equipment | - | 144 | (144) |
| Dumping fees | 25,000 | 85,755 | (60,755) |
| Dues & publications | 500 | - | 500 |
| IEPA Brownsfield | 500 | 4,425 | (3,925) |
| Streets | 2,500 | 7,565 | (5,065) |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended April 30, 2009

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget</u> |
|---|--------------------------------------|-----------------------|---------------------------------------|
| Supplies and materials | | | |
| Gas and oil | \$ 20,000 | \$ 24,067 | \$ (4,067) |
| Tools and supplies | 29,600 | 149,870 | (120,270) |
| Maintenance, motor equipment | 33,000 | 11,212 | 21,788 |
| Maintenance, parkways | 3,500 | 6,495 | (2,995) |
| Equipment, streets | 36,000 | 35,621 | 379 |
| Vehicle insurance | 4,100 | 4,002 | 98 |
| Medical exam - vaccinations | - | 43 | (43) |
| Street decorations | 2,500 | 147 | 2,353 |
| Other | 9,750 | 10,280 | (530) |
| Capital outlay | | | |
| Street construction - public works | <u>117,000</u> | <u>75,005</u> | <u>41,995</u> |
| Total Streets | <u>802,816</u> | <u>1,493,384</u> | <u>(690,568)</u> |
| DEBT SERVICE | | | |
| Debt service - principal | 345,000 | 345,000 | - |
| Debt service - interest and fees | <u>157,741</u> | <u>156,826</u> | <u>915</u> |
| Total debt service | <u>502,741</u> | <u>501,826</u> | <u>915</u> |
| Total Expenditures | <u>11,436,909</u> | <u>11,593,700</u> | <u>(156,791)</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>303,557</u> | <u>(249,974)</u> | <u>(553,531)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers out | (186,500) | (186,500) | - |
| Sale of capital assets | <u>-</u> | <u>13,815</u> | <u>13,815</u> |
| Total Other Financing Sources (Uses) | <u>(186,500)</u> | <u>(172,685)</u> | <u>13,815</u> |
| Net Change in Fund Balance | <u>\$ 117,057</u> | <u>(422,659)</u> | <u>\$ (539,716)</u> |
| FUND BALANCE (DEFICIT) - Beginning of Year | | <u>(1,529,999)</u> | |
| FUND BALANCE (DEFICIT) - END OF YEAR | | <u>\$ (1,952,658)</u> | |

See auditor's report and accompanying notes to required supplementary information.

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - 22ND AND 17TH AVENUE TIF REDEVELOPMENT FUND -
 SPECIAL REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|-----------------------------------|------------------------------|----------------------|-------------------------------|
| REVENUES | | | |
| Property taxes | \$ 3,200,000 | \$ 3,895,830 | \$ 695,830 |
| Sales taxes | 600,000 | 600,000 | - |
| Investment income | 185,000 | 90,408 | (94,592) |
| Total Revenues | 3,985,000 | 4,586,238 | 601,238 |
| EXPENDITURES | | | |
| General government | | | |
| Trustee fees | 8,000 | 2,500 | 5,500 |
| Auditing fee | 4,000 | 3,000 | 1,000 |
| Professional services | - | 9,638 | (9,638) |
| Total general government | 12,000 | 15,138 | (3,138) |
| Debt service | | | |
| Debt service - principal | 2,085,000 | 2,085,000 | - |
| Debt service - interest and fees | 1,281,911 | 1,286,319 | (4,408) |
| Total debt service | 3,366,911 | 3,371,319 | (4,408) |
| Total Expenditures | 3,378,911 | 3,386,457 | (7,546) |
| Net Change in Fund Balance | \$ 606,089 | 1,199,781 | \$ 593,692 |
| FUND BALANCE - Beginning of Year | | 9,785,457 | |
| FUND BALANCE - END OF YEAR | | \$ 10,985,238 | |

See auditor's report and accompanying notes to required supplementary information.

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VILLAGE OF BROADVIEW

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION April 30, 2009

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the modified accrual basis of accounting.

Excess expenditures over appropriations are as follows:

| <u>Funds</u> | <u>Budget</u> | <u>Expenditures</u> | <u>Excess</u> |
|--|---------------|---------------------|---------------|
| General | \$ 11,436,909 | \$ 11,593,700 | \$ 156,791 |
| 22nd and 17th Avenue TIF Redevelopment | 3,378,911 | 3,386,457 | 7,546 |

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SUPPLEMENTARY INFORMATION

VILLAGE OF BROADVIEW

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
April 30, 2009

| | Garbage | Illinois Municipal Retirement | Motor Fuel Tax | CDBG | Emergency Telephone System |
|--|-------------------|-------------------------------------|-------------------|-------------|----------------------------------|
| ASSETS | | | | | |
| Cash and investments | \$ 78,758 | \$ 56,391 | \$ 568,421 | \$ - | \$ 306,122 |
| Receivables (net) | | | | | |
| Property taxes | - | 108,572 | - | - | - |
| Intergovernmental Accounts | 44,329 | - | - | - | - |
| TOTAL ASSETS | \$ 123,087 | \$ 164,963 | \$ 584,923 | \$ - | \$ 306,122 |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ - | \$ 59,954 | \$ - | \$ 1,101 | \$ - |
| Due to other funds | - | - | - | 17,074 | - |
| Deferred revenues | - | 107,913 | - | - | - |
| Advances from other funds | - | - | - | - | - |
| Total Liabilities | - | 167,867 | - | 18,175 | - |
| Fund Balances | | | | | |
| Unreserved, undesignated reported in | | | | | |
| Special revenue funds undesignated | 123,087 | (2,904) | 584,923 | (18,175) | 306,122 |
| Total Fund Balances (Deficit) | 123,087 | (2,904) | 584,923 | (18,175) | 306,122 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 123,087 | \$ 164,963 | \$ 584,923 | \$ - | \$ 306,122 |

| <u>Roosevelt Road TIF</u> | <u>27th/23rd TIF Redevelopment</u> | <u>17th Avenue North - TIF Redevelopment</u> | <u>Total Nonmajor Governmental Funds</u> |
|-------------------------------|--|--|--|
| \$ 2,619,589 | \$ 234,488 | \$ - | \$ 3,863,769 |
| 386,683 | 77,724 | - | 572,979 |
| - | - | - | 16,502 |
| - | - | - | 44,329 |
| <u>\$ 3,006,272</u> | <u>\$ 312,212</u> | <u>\$ -</u> | <u>\$ 4,497,579</u> |

| | | | |
|----------------|----------------|---------------|----------------|
| \$ 18,269 | \$ 219,650 | \$ 3,046 | \$ 302,020 |
| - | - | - | 17,074 |
| 378,159 | 77,724 | - | 563,796 |
| - | - | 45,762 | 45,762 |
| <u>396,428</u> | <u>297,374</u> | <u>48,808</u> | <u>928,652</u> |

| | | | |
|------------------|---------------|-----------------|------------------|
| <u>2,609,844</u> | <u>14,838</u> | <u>(48,808)</u> | <u>3,568,927</u> |
| <u>2,609,844</u> | <u>14,838</u> | <u>(48,808)</u> | <u>3,568,927</u> |

| | | | |
|---------------------|-------------------|-------------|---------------------|
| <u>\$ 3,006,272</u> | <u>\$ 312,212</u> | <u>\$ -</u> | <u>\$ 4,497,579</u> |
|---------------------|-------------------|-------------|---------------------|

VILLAGE OF BROADVIEW

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS For the Year Ended April 30, 2009

| | Garbage | Illinois Municipal Retirement | Motor Fuel Tax | CDBG | Emergency Telephone System |
|---|-------------------|-------------------------------------|-------------------|--------------------|----------------------------------|
| REVENUES | | | | | |
| Property taxes | \$ 13,345 | \$ 100,361 | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | 215,214 | 71,000 | 4,185 |
| Investment income | 496 | 87 | 6,383 | 62 | 2,405 |
| Charges for services | 423,615 | - | - | - | 169,465 |
| Fines, forfeitures and penalties | 10,317 | - | - | - | - |
| Total Revenues | <u>447,773</u> | <u>100,448</u> | <u>221,597</u> | <u>71,062</u> | <u>176,055</u> |
| EXPENDITURES | | | | | |
| Current | | | | | |
| General government | - | - | - | - | - |
| Public safety | - | - | - | - | 142,624 |
| Streets | - | - | - | 82,200 | - |
| Sanitation | 388,206 | - | - | - | - |
| Employee benefits | - | 290,239 | - | - | - |
| Total Expenditures | <u>388,206</u> | <u>290,239</u> | <u>-</u> | <u>82,200</u> | <u>142,624</u> |
| Excess (deficiency) of revenues over expenditures | <u>59,567</u> | <u>(189,791)</u> | <u>221,597</u> | <u>(11,138)</u> | <u>33,431</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | - | 186,500 | - | - | - |
| Transfers out | - | - | (190,045) | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>186,500</u> | <u>(190,045)</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | 59,567 | (3,291) | 31,552 | (11,138) | 33,431 |
| FUND BALANCES (DEFICIT) | | | | | |
| - Beginning of Year | <u>63,520</u> | <u>387</u> | <u>553,371</u> | <u>(7,037)</u> | <u>272,691</u> |
| FUND BALANCES (DEFICIT) - END OF YEAR | <u>\$ 123,087</u> | <u>\$ (2,904)</u> | <u>\$ 584,923</u> | <u>\$ (18,175)</u> | <u>\$ 306,122</u> |

| <u>Roosevelt Road TIF</u> | <u>27th/23rd TIF Redevelopment</u> | <u>17th Avenue North TIF Redevelopment</u> | <u>Total Nonmajor Governmental Funds</u> |
|-------------------------------|--|--|--|
| \$ 778,332 | \$ 157,773 | \$ - | \$ 1,049,811 |
| - | - | - | 290,399 |
| 21,413 | 1,016 | 11 | 31,873 |
| - | - | - | 593,080 |
| - | - | - | 10,317 |
| <u>799,745</u> | <u>158,789</u> | <u>11</u> | <u>1,975,480</u> |
| 161,773 | 158,789 | 25,654 | 346,216 |
| - | - | - | 142,624 |
| - | - | - | 82,200 |
| - | - | - | 388,206 |
| - | - | - | 290,239 |
| <u>161,773</u> | <u>158,789</u> | <u>25,654</u> | <u>1,249,485</u> |
| <u>637,972</u> | <u>-</u> | <u>(25,643)</u> | <u>725,995</u> |
| - | - | - | 186,500 |
| - | - | - | (190,045) |
| - | - | - | (3,545) |
| 637,972 | - | (25,643) | 722,450 |
| <u>1,971,872</u> | <u>14,838</u> | <u>(23,165)</u> | <u>2,846,477</u> |
| <u>\$ 2,609,844</u> | <u>\$ 14,838</u> | <u>\$ (48,808)</u> | <u>\$ 3,568,927</u> |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - GARBAGE FUND - NONMAJOR - SPECIAL REVENUE
FUND
For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|-----------------------------------|------------------------------|-------------------|-------------------------------|
| REVENUES | | | |
| Property taxes | \$ 27,500 | \$ 13,345 | \$ (14,155) |
| Rubbish billings | 375,000 | 382,094 | 7,094 |
| Trash and compost tags | 38,000 | 41,521 | 3,521 |
| Fines, forfeitures and penalties | 9,000 | 10,317 | 1,317 |
| Investment income | - | 496 | 496 |
| Total Revenues | <u>449,500</u> | <u>447,773</u> | <u>(1,727)</u> |
| EXPENDITURES | | | |
| Sanitation | | | |
| Salaries and wages | 8,500 | 7,792 | 708 |
| Rubbish and garbage removal | 252,500 | 258,629 | (6,129) |
| Rodent control | 5,000 | - | 5,000 |
| Trash and compost tags | 31,500 | 37,560 | (6,060) |
| Dumping fees | <u>105,000</u> | <u>84,225</u> | <u>20,775</u> |
| Total sanitation | <u>402,500</u> | <u>388,206</u> | <u>14,294</u> |
| Total Expenditures | <u>402,500</u> | <u>388,206</u> | <u>14,294</u> |
| Net Change in Fund Balance | <u>\$ 47,000</u> | 59,567 | <u>\$ 12,567</u> |
| FUND BALANCE - Beginning of Year | | <u>63,520</u> | |
| FUND BALANCE - END OF YEAR | | <u>\$ 123,087</u> | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - ILLINOIS MUNICIPAL RETIREMENT FUND - NONMAJOR -
 SPECIAL REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|------------------------------|------------|-------------------------------|
| REVENUES | | | |
| Property taxes | \$ 27,500 | \$ 100,361 | \$ 72,861 |
| Investment income | - | 87 | 87 |
| Total Revenues | 27,500 | 100,448 | 72,948 |
| EXPENDITURES | | | |
| Employee Benefits | | | |
| Social security tax | 63,000 | 109,123 | (46,123) |
| IMRF contributions | 51,000 | 70,484 | (19,484) |
| Medicare | 62,500 | 70,920 | (8,420) |
| Unemployment contribution | 37,500 | 39,712 | (2,212) |
| Total employee benefits | 214,000 | 290,239 | (76,239) |
| Total Expenditures | 214,000 | 290,239 | (76,239) |
| Excess (deficiency) of revenues over (under) expenditures | (186,500) | (189,791) | (3,291) |
| OTHER FINANCING SOURCES | | | |
| Transfers in | 186,500 | 186,500 | - |
| Total Other Financing Sources | 186,500 | 186,500 | - |
| Net Change in Fund Balance | \$ - | (3,291) | \$ (3,291) |
| FUND BALANCE - Beginning of Year | | 387 | |
| FUND BALANCE (DEFICIT) - END OF YEAR | | \$ (2,904) | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - MOTOR FUEL TAX FUND - NONMAJOR - SPECIAL
 REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|--|------------------------------|-------------------|-------------------------------|
| REVENUES | | | |
| Motor fuel tax | \$ 240,000 | \$ 215,214 | \$ (24,786) |
| Investment income | <u>12,500</u> | <u>6,383</u> | <u>(6,117)</u> |
| Total Revenues | <u>252,500</u> | <u>221,597</u> | <u>(30,903)</u> |
| EXPENDITURES | | | |
| Streets | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>252,500</u> | <u>221,597</u> | <u>(30,903)</u> |
| OTHER FINANCING USES | | | |
| Transfers out | <u>(190,045)</u> | <u>(190,045)</u> | <u>-</u> |
| Total Other Financing Uses | <u>(190,045)</u> | <u>(190,045)</u> | <u>-</u> |
| Net Change in Fund Balance | <u>\$ 62,455</u> | 31,552 | <u>\$ (30,903)</u> |
| FUND BALANCE - Beginning of Year | | <u>553,371</u> | |
| FUND BALANCE - END OF YEAR | | <u>\$ 584,923</u> | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - CDBG FUND - NONMAJOR - SPECIAL REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|--|------------------------------|-------------|-------------------------------|
| REVENUES | | | |
| State grants | \$ 71,000 | \$ 71,000 | \$ - |
| Investment income | - | 62 | 62 |
| Total Revenues | 71,000 | 71,062 | 62 |
| EXPENDITURES | | | |
| Streets | | | |
| Professional services | - | 11,200 | (11,200) |
| Street Construction | 71,000 | 71,000 | - |
| Total streets | 71,000 | 82,200 | (11,200) |
| Total Expenditures | 71,000 | 82,200 | (11,200) |
| Net Change in Fund Balance | \$ - | (11,138) | \$ (11,138) |
| FUND BALANCE (DEFICIT) - Beginning of Year | | (7,037) | |
| FUND BALANCE (DEFICIT) - END OF YEAR | | \$ (18,175) | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - EMERGENCY TELEPHONE SYSTEM FUND - NONMAJOR -
 SPECIAL REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|--|------------------------------|-------------------|-------------------------------|
| REVENUES | | | |
| Surcharge emergency 911 | \$ 172,000 | \$ 169,465 | \$ (2,535) |
| State grants | - | 4,185 | 4,185 |
| Investment income | 12,000 | 2,405 | (9,595) |
| Total Revenues | <u>184,000</u> | <u>176,055</u> | <u>(7,945)</u> |
| EXPENDITURES | | | |
| Public Safety | | | |
| Telecommunication officers | 72,615 | 72,615 | - |
| R & M, radio equipment | 3,000 | - | 3,000 |
| Radio and motor equipment installation | 10,000 | - | 10,000 |
| Uniforms | 3,500 | 1,677 | 1,823 |
| Equipment | 30,000 | 47,148 | (17,148) |
| Maintenance - computers and office equipment | 12,000 | - | 12,000 |
| Dues and publications | 250 | 212 | 38 |
| Tools and supplies | 7,500 | 5,969 | 1,531 |
| Professional services | 3,000 | - | 3,000 |
| Telecommunications office | 17,000 | 13,296 | 3,704 |
| Training school | 3,500 | 1,678 | 1,822 |
| Bank service charge | - | 29 | (29) |
| Total public safety | <u>162,365</u> | <u>142,624</u> | <u>19,741</u> |
| Total Expenditures | <u>162,365</u> | <u>142,624</u> | <u>19,741</u> |
| Net Change in Fund Balance | <u>\$ 21,635</u> | 33,431 | <u>\$ 11,796</u> |
| FUND BALANCE - Beginning of Year | | <u>272,691</u> | |
| FUND BALANCE - END OF YEAR | | <u>\$ 306,122</u> | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - ROOSEVELT ROAD TIF FUND - NONMAJOR - SPECIAL
 REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|-----------------------------------|------------------------------|---------------------|-------------------------------|
| REVENUES | | | |
| Property taxes | \$ 525,000 | \$ 778,332 | \$ 253,332 |
| Investment income | 30,000 | 21,413 | (8,587) |
| Total Revenues | 555,000 | 799,745 | 244,745 |
| EXPENDITURES | | | |
| General Government | | | |
| Professional services | 110,000 | 37,149 | 72,851 |
| Other contractual | - | 673 | (673) |
| Gas and oil | - | 1,627 | (1,627) |
| Auditing fee | 4,000 | 3,000 | 1,000 |
| Building improvements | - | 119,324 | (119,324) |
| Total general government | 114,000 | 161,773 | (47,773) |
| Total Expenditures | 114,000 | 161,773 | (47,773) |
| Net Change in Fund Balance | \$ 441,000 | 637,972 | \$ 196,972 |
| FUND BALANCE - Beginning of Year | | 1,971,872 | |
| FUND BALANCE - END OF YEAR | | \$ 2,609,844 | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - 27TH/23RD TIF REDEVELOPMENT FUND - NONMAJOR -
 SPECIAL REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|------------------------------------|------------------------------|------------|-------------------------------|
| REVENUES | | | |
| Property taxes | \$ 155,000 | \$ 157,773 | \$ 2,773 |
| Investment income | 7,000 | 1,016 | (5,984) |
| Total Revenues | 162,000 | 158,789 | (3,211) |
| EXPENDITURES | | | |
| General government | | | |
| Professional services | 5,000 | 1,500 | 3,500 |
| Auditing fee | - | 1,500 | (1,500) |
| TIF / Capital Projects Development | 157,000 | 155,789 | 1,211 |
| Total general government | 162,000 | 158,789 | 3,211 |
| Total Expenditures | 162,000 | 158,789 | 3,211 |
| Net Change in Fund Balance | \$ - | - | \$ - |
| FUND BALANCE - Beginning of Year | | 14,838 | |
| FUND BALANCE - END OF YEAR | | \$ 14,838 | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - 17TH AVENUE NORTH TIF REDEVELOPMENT FUND -
 NONMAJOR - SPECIAL REVENUE FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|--|------------------------------|--------------------|-------------------------------|
| REVENUES | | | |
| Investment income | \$ - | \$ 11 | \$ 11 |
| Total Revenues | - | 11 | 11 |
| EXPENDITURES | | | |
| General government | | | |
| Professional services | 20,000 | 23,541 | (3,541) |
| Auditing fee | 2,500 | 2,113 | 387 |
| Total general government | 22,500 | 25,654 | (3,154) |
| Total Expenditures | 22,500 | 25,654 | (3,154) |
| Net Change in Fund Balance | \$ (22,500) | (25,643) | \$ (3,143) |
| FUND BALANCE (DEFICIT) - Beginning of Year | | (23,165) | |
| FUND BALANCE (DEFICIT) - END OF YEAR | | \$ (48,808) | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUND - MAJOR - DEBT SERVICE FUND For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|---|------------------------------|-------------------|-------------------------------|
| REVENUES | | | |
| Property taxes | \$ 895,000 | \$ 834,536 | \$ (60,464) |
| Investment income | 34,860 | 38,173 | 3,313 |
| Total Revenues | <u>929,860</u> | <u>872,709</u> | <u>(57,151)</u> |
| EXPENDITURES | | | |
| Debt service | | | |
| Debt service - principal | 1,396,224 | 1,450,000 | (53,776) |
| Debt service - interest and fees | 452,634 | 402,348 | 50,286 |
| Cost of issuance | 16,000 | 16,000 | - |
| Total debt service | <u>1,864,858</u> | <u>1,868,348</u> | <u>(3,490)</u> |
| Total Expenditures | <u>1,864,858</u> | <u>1,868,348</u> | <u>(3,490)</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(934,998)</u> | <u>(995,639)</u> | <u>(60,641)</u> |
| OTHER FINANCING SOURCES | | | |
| Bonds issued | 780,000 | 780,000 | - |
| Transfers in | 190,045 | 190,045 | - |
| Total Other Financing Sources | <u>970,045</u> | <u>970,045</u> | <u>-</u> |
| Net Change in Fund Balance | <u>\$ 35,047</u> | <u>(25,594)</u> | <u>\$ (60,641)</u> |
| FUND BALANCE - Beginning of Year | | <u>495,552</u> | |
| FUND BALANCE - END OF YEAR | | <u>\$ 469,958</u> | |

VILLAGE OF BROADVIEW

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND - MAJOR - CAPITAL
 PROJECTS FUND
 For the Year Ended April 30, 2009

| | Original and Final Budget | Actual | Variance with Final Budget |
|-----------------------------------|------------------------------|---------------------|-------------------------------|
| REVENUES | | | |
| Investment income | \$ 8,000 | \$ 25,454 | \$ 17,454 |
| Rentals | <u>66,000</u> | <u>57,200</u> | <u>(8,800)</u> |
| Total Revenues | <u>74,000</u> | <u>82,654</u> | <u>8,654</u> |
| EXPENDITURES | | | |
| General Government | | | |
| Legal services (annexation) | 1,500 | 3,393 | (1,893) |
| Property tax payments | 47,500 | 47,255 | 245 |
| R&M for rental properties | <u>5,000</u> | <u>1,933</u> | <u>3,067</u> |
| Total general government | <u>54,000</u> | <u>52,581</u> | <u>1,419</u> |
| Total Expenditures | <u>54,000</u> | <u>52,581</u> | <u>1,419</u> |
| Net Change in Fund Balance | <u>\$ 20,000</u> | 30,073 | <u>\$ 10,073</u> |
| FUND BALANCE - Beginning of Year | | <u>6,621,779</u> | |
| FUND BALANCE - END OF YEAR | | <u>\$ 6,651,852</u> | |

VILLAGE OF BROADVIEW

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL - WATER AND SEWERAGE FUND - MAJOR ENTERPRISE FUND For the Year Ended April 30, 2009

| | Original And Final Budget | Actual | Variance with Final Budget |
|--|------------------------------|--------------|-------------------------------|
| OPERATING REVENUES | | | |
| Charges for services | | | |
| Water sales | \$ 2,105,000 | \$ 2,281,594 | \$ 176,594 |
| Sewer charges | 375,000 | 361,968 | (13,032) |
| Penalties | 37,500 | 51,161 | 13,661 |
| Miscellaneous | 171,550 | 141,966 | (29,584) |
| Total Operating Revenues | 2,689,050 | 2,836,689 | 147,639 |
| OPERATING EXPENSES | | | |
| Water department | | | |
| Source of supply | | | |
| Salaries and wages | 152,525 | 119,116 | 33,409 |
| Employee health care benefits | 29,000 | 9,100 | 19,900 |
| Illinois Municipal Retirement Fund and Social Security | 18,010 | 20,897 | (2,887) |
| Professional services | 9,700 | 28,436 | (18,736) |
| Cost of water purchased | 1,213,982 | 1,005,434 | 208,548 |
| Machinery and equipment | 4,000 | 308 | 3,692 |
| Contractual services | 30,500 | 28,501 | 1,999 |
| Total source of supply | 1,457,717 | 1,211,792 | 245,925 |
| Transmission and distribution | | | |
| R&M, mains | 121,500 | 134,845 | (13,345) |
| R&M, meters | 4,500 | 1,552 | 2,948 |
| R&M, vehicles | 2,000 | 3,924 | (1,924) |
| Purchase of water meters and hydrants | 12,125 | 25,974 | (13,849) |
| Machinery and equipment | 12,000 | 29,466 | (17,466) |
| Emergency water main | 325,000 | 174,019 | 150,981 |
| Improvement - water main | 325,000 | - | 325,000 |
| Gas and oil - water | 13,750 | 17,130 | (3,380) |
| Rentals - equipment | 500 | - | 500 |
| Dumping fees - contractor | 55,000 | 91,313 | (36,313) |
| Small tools and supplies | 4,000 | 8,254 | (4,254) |
| Schools and seminars | 500 | 682 | (182) |
| Risk management | 25,450 | 25,209 | 241 |
| Total transmission and distribution | 901,325 | 512,368 | 388,957 |
| Customer accounting and collections | | | |
| Postage | 11,000 | 14,282 | (3,282) |
| Computer hardware and software | 1,200 | 1,320 | (120) |
| Total customer accounting and collections | 12,200 | 15,602 | (3,402) |
| Total water department | 2,371,242 | 1,739,762 | 631,480 |
| Joint Water Commission | | | |

VILLAGE OF BROADVIEW

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL WATER AND SEWERAGE FUND - MAJOR ENTERPRISE FUND For the Year Ended April 30, 2009

| | Original And Final Budget | Actual | Variance with Final Budget |
|--|------------------------------|---------------------|-------------------------------|
| Source of supply | | | |
| Office supplies | \$ <u>1,000</u> | \$ <u>995</u> | \$ <u>5</u> |
| Total source of supply | <u>1,000</u> | <u>995</u> | <u>5</u> |
| Total joint water commission | <u>1,000</u> | <u>995</u> | <u>5</u> |
| Sewer department | | | |
| Personnel services | | | |
| Other employees | <u>80,028</u> | <u>85,477</u> | <u>(5,449)</u> |
| Total personnel services | <u>80,028</u> | <u>85,477</u> | <u>(5,449)</u> |
| Contractual services | | | |
| Sewer system maintenance | <u>1,000</u> | <u>1,000</u> | <u>-</u> |
| Janitorial services | <u>10,800</u> | <u>10,800</u> | <u>-</u> |
| Total contractual services | <u>11,800</u> | <u>11,800</u> | <u>-</u> |
| Commodities | | | |
| Maintenance, motor equipment | <u>10,500</u> | <u>7,858</u> | <u>2,642</u> |
| Total commodities | <u>10,500</u> | <u>7,858</u> | <u>2,642</u> |
| Capital services | | | |
| Depreciation | <u>227,500</u> | <u>236,440</u> | <u>(8,940)</u> |
| Total capital services | <u>227,500</u> | <u>236,440</u> | <u>(8,940)</u> |
| Total sewer department | <u>329,828</u> | <u>341,575</u> | <u>(11,747)</u> |
| Total Operating Expenses | <u>2,702,070</u> | <u>2,082,332</u> | <u>619,738</u> |
| Operating Income | <u>(13,020)</u> | <u>754,357</u> | <u>767,377</u> |
| NON-OPERATING REVENUES (EXPENSES) | | | |
| Interest income | <u>20,000</u> | <u>9,984</u> | <u>(10,016)</u> |
| Interest expense | <u>(11,470)</u> | <u>(11,469)</u> | <u>1</u> |
| Total Non-Operating Revenues | <u>8,530</u> | <u>(1,485)</u> | <u>(10,015)</u> |
| Change in net assets | <u>\$ (4,490)</u> | <u>752,872</u> | <u>\$ 757,362</u> |
| NET ASSETS - Beginning of Year | | <u>5,100,798</u> | |
| NET ASSETS - END OF YEAR | | <u>\$ 5,853,670</u> | |

VILLAGE OF BROADVIEW

COMBINING STATEMENT OF FIDUCIARY NET ASSETS PENSION TRUST FUNDS April 30, 2009

| | <u>Police Pension</u> | <u>Fire Pension</u> | <u>Total</u> |
|--|---------------------------|----------------------|----------------------|
| ASSETS | | | |
| Cash | \$ 1,216 | \$ 787,600 | \$ 788,816 |
| Investments | | | |
| Money markets | 694,559 | - | 694,559 |
| State and local obligations | 1,123,685 | - | 1,123,685 |
| U.S Government securities | 7,437,273 | 9,672,600 | 17,109,873 |
| Mutual funds | 6,639,444 | 3,164,837 | 9,804,281 |
| Stocks | - | 1,265,422 | 1,265,422 |
| Receivables - (net of allowances for uncollectibles) | | | |
| Accrued interest | 125,571 | 107,424 | 232,995 |
| Employee contributions | - | 821 | 821 |
| Prepaid items | 6,935 | - | 6,935 |
| Due from primary government | 1,005,851 | 1,016,786 | 2,022,637 |
| Reserve for uncollectibles | <u>(1,005,851)</u> | <u>(1,016,786)</u> | <u>(2,022,637)</u> |
| Total Assets | <u>16,028,683</u> | <u>14,998,704</u> | <u>31,027,387</u> |
| LIABILITIES | | | |
| Accounts payable | <u>4,837</u> | <u>1,462</u> | <u>6,299</u> |
| Total Liabilities | <u>4,837</u> | <u>1,462</u> | <u>6,299</u> |
| NET ASSETS | | | |
| Held in trust for pension benefits | <u>\$ 16,023,846</u> | <u>\$ 14,997,242</u> | <u>\$ 31,021,088</u> |

VILLAGE OF BROADVIEW

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS PENSION TRUST FUNDS For the Year Ended April 30, 2009

| | <u>Police Pension</u> | <u>Fire Pension</u> | <u>Total</u> |
|---|---------------------------|----------------------|----------------------|
| ADDITIONS | | | |
| Contributions | | | |
| Employer | \$ 907,305 | \$ 1,301,876 | \$ 2,209,181 |
| Plan members | 193,103 | 170,334 | 363,437 |
| Total Contributions | <u>1,100,408</u> | <u>1,472,210</u> | <u>2,572,618</u> |
| Investment income | | | |
| Interest and dividends | 688,377 | 539,317 | 1,227,694 |
| Net appreciation in fair value of investments | <u>(3,181,881)</u> | <u>(3,389,629)</u> | <u>(6,571,510)</u> |
| Total Investment Income | (2,493,504) | (2,850,312) | (5,343,816) |
| Less Investment expenses | <u>35,352</u> | <u>46,992</u> | <u>82,344</u> |
| Net Investment Income | <u>(2,528,856)</u> | <u>(2,897,304)</u> | <u>(5,426,160)</u> |
| Total Additions | <u>(1,428,448)</u> | <u>(1,425,094)</u> | <u>(2,853,542)</u> |
| DEDUCTIONS | | | |
| Administration | 46,537 | 50,052 | 96,589 |
| Benefits | 1,429,451 | 1,540,257 | 2,969,708 |
| Refunds of contributions | - | <u>156,462</u> | <u>156,462</u> |
| Total Deductions | <u>1,475,988</u> | <u>1,746,771</u> | <u>3,222,759</u> |
| Change in Net Assets | (2,904,436) | (3,171,865) | (6,076,301) |
| NET ASSETS - Beginning of Year | <u>18,928,282</u> | <u>18,169,107</u> | <u>37,097,389</u> |
| NET ASSETS - END OF YEAR | <u>\$ 16,023,846</u> | <u>\$ 14,997,242</u> | <u>\$ 31,021,088</u> |

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VILLAGE OF BROADVIEW

SCHEDULE OF CHANGES IN AGENCY FUND ASSETS AND LIABILITIES For the Year Ended April 30, 2009

| | Balances May 1 | Additions | Deletions | Balances April 30 |
|--|-------------------|---------------|-------------|----------------------|
| ASSETS | | | | |
| Cash | \$ 14,379 | \$ 138 | \$ - | \$ 14,517 |
| Assessment receivable | 18,479 | - | - | 18,479 |
| Due from other funds | <u>300,000</u> | <u>-</u> | <u>-</u> | <u>300,000</u> |
| Total assets | <u>\$ 332,858</u> | <u>\$ 138</u> | <u>\$ -</u> | <u>\$ 332,996</u> |
| LIABILITIES | | | | |
| Bond payable | \$ 52,601 | \$ - | \$ - | \$ 52,601 |
| For special assessment expenditures | <u>280,257</u> | <u>138</u> | <u>-</u> | <u>280,395</u> |
| Total liabilities | <u>\$ 332,858</u> | <u>\$ 138</u> | <u>\$ -</u> | <u>\$ 332,996</u> |

VILLAGE OF BROADVIEW

GENERAL GOVERNMENTAL REVENUES BY SOURCE Last Ten Fiscal Years

| Fiscal Year | Taxes | Licenses and Permits | Inter- Governmental | Investment Earnings |
|----------------|---------------|----------------------------|------------------------|------------------------|
| 2009 | \$ 14,994,761 | \$ 422,894 | \$ 1,608,881 | \$ 253,029 |
| 2008 | 14,080,091 | 344,427 | 2,109,518 | 610,591 |
| 2007 | 13,748,667 | 406,914 | 1,835,897 | 724,817 |
| 2006 | 13,164,317 | 242,240 | 1,946,627 | 324,046 |
| 2005 | 12,358,257 | 340,622 | 395,338 | 202,774 |
| 2004 | 11,863,056 | 297,249 | 386,051 | 94,034 |
| 2003 | 12,240,621 | 231,933 | 250,679 | 206,315 |
| 2002 | 10,707,597 | 265,044 | 1,551,881 | 447,625 |
| 2001 | 9,440,705 | 343,711 | 57,743 | 827,617 |
| 2000* | 9,385,664 | 289,578 | 58,299 | 887,703 |

| Fiscal Year | Property Tax | Road and Bridge Tax | Sales Tax | # Income Tax |
|----------------|-----------------|---------------------------|--------------|--------------------|
| 2009 | \$ 9,547,352 | \$ - | \$ 3,774,333 | \$ - |
| 2008 | 8,846,462 | - | 3,503,382 | - |
| 2007 | 8,681,626 | - | 3,434,062 | - |
| 2006 | 8,493,181 | - | 2,860,718 | - |
| 2005 | 7,588,903 | - | 2,105,906 | 559,470 |
| 2004 | 7,213,199 | - | 2,171,055 | 499,443 |
| 2003 | 7,019,657 | - | 2,799,694 | 539,970 |
| 2002 | 4,171,491 | 26,125 | 5,390,991 | 131,811 |
| 2001 | 3,408,584 | 27,277 | 4,993,488 | 148,920 |
| 2000* | 4,051,709 | 24,637 | 4,508,540 | 141,492 |

* District changed basis of accounting from cash basis to modified accrual basis.

Revenue is considered an intergovernmental revenue beginning in fiscal year 2006 and is no longer included within tax revenue.

The Income tax and Replacement tax are no longer considered taxes but intergovernmental revenues obtained from the state as an allotment.

SOURCE OF INFORMATION: 2000 - 2009 Annual Financial Statements.

| <u>Miscellaneous</u> | <u>Total</u> |
|----------------------|---------------|
| \$ 1,581,242 | \$ 18,860,807 |
| 1,549,544 | 18,694,171 |
| 1,581,380 | 18,297,675 |
| 1,825,945 | 17,503,175 |
| 1,499,894 | 14,796,885 |
| 1,092,445 | 13,732,835 |
| 1,018,529 | 13,948,077 |
| 502,252 | 13,474,399 |
| 1,211,434 | 11,881,210 |
| 747,284 | 11,368,528 |

| <u>Amusement Tax</u> | <u># Replacement Tax</u> | <u>Utility Tax</u> | <u>Other Tax</u> | <u>Total</u> |
|--------------------------|----------------------------------|------------------------|----------------------|---------------|
| \$ - | \$ - | \$ 1,470,199 | \$ 202,877 | \$ 14,994,761 |
| - | - | 1,531,229 | 199,018 | 14,080,091 |
| - | - | 1,447,113 | 185,866 | 13,748,667 |
| - | - | 1,636,543 | 173,875 | 13,164,317 |
| - | 479,052 | 1,467,739 | 157,187 | 12,358,257 |
| - | 408,962 | 1,430,132 | 140,265 | 11,863,056 |
| - | 405,693 | 1,411,062 | 64,545 | 12,240,621 |
| 275,365 | 70,293 | 559,930 | 81,591 | 10,707,597 |
| 236,693 | 88,151 | 520,806 | 16,786 | 9,440,705 |
| 202,520 | 100,715 | 328,808 | 27,243 | 9,385,664 |

VILLAGE OF BROADVIEW

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION Last Ten Fiscal Years

| Fiscal Year | General Government | Public Safety | Streets | Sanitation |
|----------------|-----------------------|------------------|--------------|------------|
| 2009 | \$ 1,522,635 | \$ 8,606,249 | \$ 1,500,579 | \$ 388,206 |
| 2008 | 1,535,078 | 8,842,933 | 1,238,031 | 370,395 |
| 2007 | 1,358,524 | 8,310,473 | 777,965 | 398,393 |
| 2006 | 6,759,648* | 9,832,808 | 981,890 | 547,431 |
| 2005 | 2,033,734 | 9,037,867 | 1,122,125 | 470,798 |
| 2004 | 4,407,281 | 8,049,009 | 1,563,808 | 447,544 |
| 2003 | 2,796,146 | 7,341,900 | 1,565,754 | 753,143 |
| 2002 | 3,193,261 | 6,124,017 | 958,786 | 578,089 |
| 2001 | 2,626,194 | 5,859,693 | 1,155,144 | 482,185 |
| 2000 | 2,578,801 | 5,512,133 | 952,511 | 495,525 |

* Included in general government expenditures is a \$5 million developer note for redevelopment.

(1) Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

SOURCE OF INFORMATION: 2000 - 20098 Annual Financial Statements.

| Employee Benefits (IMRF) | Capital Outlay | Debt Service | Total |
|--------------------------|----------------|--------------|---------------|
| \$ 290,239 | \$ 101,170 | \$ 5,741,493 | \$ 18,150,571 |
| 337,862 | 171,932 | 5,742,022 | 18,238,253 |
| 198,028 | 112,324 | 5,092,917 | 16,248,624 |
| 309,213 | 202,066 | 4,818,692 | 16,692,100 |
| 311,496 | 2,471,017 | 4,637,589 | 20,084,626 |
| 367,612 | 502,708 | 3,811,643 | 19,149,605 |
| 281,434 | 203,170 | 4,086,615 | 17,028,162 |
| 192,834 | 375,286 | 978,180 | 12,400,453 |
| 170,238 | 269,521 | 809,652 | 11,372,627 |
| 274,320 | - | 799,298 | 10,612,588 |

VILLAGE OF BROADVIEW

PROPERTY TAX RATES Last Ten Tax Levy Years

| | <u>2007</u> | <u>2006</u> | <u>2005</u> | <u>2004</u> |
|-------------------------------|-------------------|-------------------|-------------------|-------------------|
| RATES EXTENDED * | | | | |
| General | 0.3369 | 0.3429 | 0.3373 | 0.3745 |
| Fire Protection | 0.2318 | 0.2359 | 0.2320 | 0.2575 |
| Garbage | 0.0098 | 0.0100 | 0.0099 | 0.0110 |
| Street and Bridge | 0.0339 | 0.0392 | 0.0774 | 0.0859 |
| Liability Insurance | 0.0098 | 0.0100 | 0.0099 | 0.0110 |
| Illinois Municipal Retirement | 0.0098 | 0.0100 | 0.0099 | 0.0110 |
| Auditing | 0.0192 | 0.0217 | 0.0214 | 0.0264 |
| Police Protection | 0.1159 | 0.1179 | 0.1160 | 0.1288 |
| Debt Service | 0.3259 | 0.1854 | 0.1825 | 0.2056 |
| Police Pension | 0.2661 | 0.2712 | 0.2339 | 0.2458 |
| Firefighters' Pension | 0.3736 | 0.3735 | 0.3328 | 0.3498 |
| Purchase Agreement | - | 0.1558 | 0.1546 | 0.1725 |
| Total Rates Extended | <u>1.7327</u> | <u>1.7735</u> | <u>1.7176</u> | <u>1.8798</u> |

SOURCE OF INFORMATION: Cook County Agency Tax Rate Extension Reports for 1998 to 2007.

NOTE: The Cook County Agency Tax Rate Extension Report for 2008 was not available at the time the financial statement was issued.

| <u>2003</u> | <u>2002</u> | <u>2001</u> | <u>2000</u> | <u>1999</u> | <u>1998</u> |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 0.4038 | 0.3700 | 0.4322 | 0.4321 | 0.4036 | 0.4322 |
| 0.2777 | 0.2545 | 0.2964 | 0.2963 | 0.2768 | 0.2964 |
| 0.0119 | 0.0109 | 0.0515 | 0.1489 | 0.1431 | 0.1524 |
| 0.0926 | 0.0848 | 0.0988 | 0.0993 | 0.0923 | 0.0988 |
| 0.0119 | 0.0109 | 0.0258 | 0.0580 | 0.1029 | 0.1129 |
| 0.0119 | 0.0109 | 0.0515 | 0.1286 | 0.1389 | 0.1524 |
| 0.0285 | 0.0261 | 0.0309 | 0.0251 | 0.0233 | 0.0248 |
| 0.1388 | 0.1272 | 0.1482 | 0.1491 | 0.1384 | 0.1482 |
| 0.2767 | 0.3023 | 0.2175 | 0.1504 | 0.0482 | 0.0515 |
| 0.2014 | 0.1901 | 0.1632 | 0.1466 | 0.1565 | 0.1667 |
| 0.3136 | 0.2744 | 0.2400 | 0.2363 | 0.1542 | 0.1642 |
| 0.1274 | - | 0.1425 | 0.2132 | 0.2091 | 0.2286 |
| <u>1.8962</u> | <u>1.6621</u> | <u>1.8985</u> | <u>2.0839</u> | <u>1.8873</u> | <u>2.0291</u> |

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VILLAGE OF BROADVIEW

ASSESSED VALUATION, PROPERTY TAX LEVIES AND COLLECTIONS Last Ten Tax Levy Years

| Tax Levy Year | Total Equalized Assessed Valuation | Total Tax Levy | Current Tax Collections Through April 30, 2009 | Percentage of Levy Collected |
|------------------|---|-------------------|--|---------------------------------|
| 2008 | N/A* | \$ 4,849,410** | \$ 2,173,864 | 43.48% |
| 2007 | 279,872,816 | 4,849,410 | 4,701,707 | 96.95% |
| 2006 | 267,489,978 | 4,839,012 | 4,613,956 | 95.35% |
| 2005 | 268,308,220 | 4,609,535 | 4,628,262 | 100.41% |
| 2004 | 238,541,580 | 4,483,603 | 4,358,101 | 97.20% |
| 2003 | 233,679,186 | 4,430,816 | 4,501,195 | 101.59% |
| 2002 | 199,844,043 | 3,794,713 | 4,471,126 | 117.83% |
| 2001 | 196,854,356 | 4,102,386 | 3,835,711 | 93.50% |
| 2000 | 200,193,309 | 3,778,096 | 3,760,691 | 99.54% |
| 1999 | 182,471,201 | 3,702,489 | 3,596,379 | 97.13% |

* The 2008 Agency Tax Rate Report was not available at the time the financial statement was issued.

** Used the Village's 2007 Levy as the 2008 Agency Tax Rate Report was not available.

VILLAGE OF BROADVIEW

PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS Last Seven Tax Levy Years

| Taxing Agency | <u>2007</u> | <u>2006</u> | <u>2005</u> | <u>2004</u> |
|---|--------------------------|--------------------------|--------------------------|---------------------------|
| Cook County | 0.4460 | 0.5000 | 0.5330 | 0.5930 |
| Cook County Forest Preserve | 0.0530 | 0.0570 | 0.0600 | 0.0600 |
| Metropolitan Water Reclamation District | 0.2630 | 0.2840 | 0.3150 | 0.3470 |
| Des Plaines Valley Mosquito Abatement Dist. | 0.0120 | 0.0120 | 0.0110 | 0.0120 |
| Consolidated Elections | 0.0120 | - | 0.0140 | - |
| Proviso Township | 0.0590 | 0.0620 | 0.0560 | 0.0630 |
| General Assistance | 0.0340 | 0.0360 | 0.0330 | 0.0370 |
| Mental Health District | 0.1170 | 0.1150 | 0.1140 | 0.1290 |
| Suburban Cook County TB Sanitarium Dist | 0.0000 | 0.0050 | 0.0050 | 0.0010 |
| Broadview Park District | 0.2690 | 0.2760 | 0.2680 | 0.2940 |
| Broadview Library District | 0.2960 | 0.3060 | 0.2950 | 0.3210 |
| Grade School District #92 (1) | 3.9570 | 4.0910 | 3.9730 | 4.2640 |
| High School District #209 (1) | 1.8390 | 1.8780 | 1.8100 | 2.0460 |
| Community College District #504 (1) | <u>0.2240</u> | <u>0.2400</u> | <u>0.2330</u> | <u>0.2590</u> |
| Total overlapping rate | 7.5810 | 7.8620 | 7.7200 | 8.4260 |
| Village of Broadview | <u>1.7330</u> | <u>1.7740</u> | <u>1.7180</u> | <u>1.8800</u> |
| Total rate | <u><u>9.3140</u></u> | <u><u>9.6360</u></u> | <u><u>9.4380</u></u> | <u><u>10.3060</u></u> |

(1) Other school districts contain a portion of the Village. These rates are the Village's largest districts and are representative of the other districts in the Village.

SOURCE OF INFORMATION: Office of the County Clerk

At time of publication, the 2008 tax rate was unavailable.

| <u>2003</u> | <u>2002</u> | <u>2001</u> | <u>2000</u> |
|----------------|---------------|---------------|----------------|
| 0.6300 | 0.6900 | 0.7460 | 0.8240 |
| 0.0590 | 0.0610 | 0.0670 | 0.0690 |
| 0.3610 | 0.3710 | 0.4010 | 0.4150 |
| 0.0120 | 0.0110 | 0.0130 | 0.0130 |
| 0.0290 | - | - | - |
| 0.0630 | - | - | - |
| 0.0370 | - | - | - |
| 0.1290 | - | - | - |
| 0.0040 | 0.0060 | 0.0070 | 0.0080 |
| 0.2940 | 0.2760 | 0.3220 | 0.3190 |
| 0.3220 | 0.3060 | 0.3580 | 0.3500 |
| 4.3180 | 2.9000 | 3.5480 | 3.4000 |
| 2.0610 | 1.9710 | 2.3400 | 2.3390 |
| <u>0.2690</u> | <u>0.2170</u> | <u>0.2260</u> | <u>0.2370</u> |
| 8.5880 | 6.8090 | 8.0280 | 7.9740 |
| <u>1.8970</u> | <u>1.6630</u> | <u>1.8990</u> | <u>2.0840</u> |
| <u>10.4850</u> | <u>8.4720</u> | <u>9.9270</u> | <u>10.0580</u> |

VILLAGE OF BROADVIEW

COMPUTATION OF LEGAL DEBT MARGIN

April 30, 2009

| | |
|---|----------------------|
| Assessed valuation of taxable properties for the tax year 2007* | \$ 279,872,816 |
| Rate | <u>8.625%</u> |
| Bonded debt limit | 24,139,030 |
| General Obligation debt applicable to debt limit | 12,708,823 |
| Less Alternative Revenue General Obligation debt applicable to debt limit | <u>(11,843,823)</u> |
| Amount of General Obligation debt applicable to debt limit | <u>865,000</u> |
| Legal bond debt margin at April 30, 2009 | <u>\$ 23,274,030</u> |

*The 2008 Agency Tax Rate Report was not available at the time the financial statement was issued.

VILLAGE OF BROADVIEW

PRINCIPAL TAXPAYERS IN THE VILLAGE

April 30, 2009

| <u>Principal Taxpayers</u> | <u>Type of Business</u> | <u>Assessed Value</u> |
|----------------------------|-------------------------|-----------------------|
| Cole MT Broadview, LLC. | Property Management | \$ 9,069,299 |
| Target Corp | Retail | 4,980,890 |
| Robert Bosch | Manufacturer | 3,698,102 |
| Broadview Partners, LLC. | Property Management | 3,660,460 |
| Mullins Food Products | Food Manufacturing | 1,952,993 |
| Joseph Food Products | Food Manufacturing | 1,637,246 |
| River Oak Partnership | Property Management | 1,510,416 |
| GRP Broadview, LLC. | Property Management | 1,509,950 |
| Public Storage | Storage | 1,471,559 |
| 1821 Gardner LLC | Property Management | <u>1,294,739</u> |
| | | <u>\$ 30,785,654</u> |

SOURCE OF INFORMATION: Obtained in 2009 from Cook County Clerk's Office.

VILLAGE OF BROADVIEW

POLICE PENSION FUND REVENUES BY SOURCE AND EXPENSES BY TYPE April 30, 2009

| Fiscal Year | Revenues by Source | | | | Total |
|-------------|--------------------|-----------------|-----------------------|-------------------|----------------|
| | Property Tax | Replacement Tax | Employee Contribution | Investment Income | |
| 2009 | \$ 877,491 | \$ 29,814 | \$ 193,103 | \$ (2,493,504) | \$ (1,393,096) |
| 2008 | 744,290 | 29,814 | 182,503 | 585,885 | 1,542,492 |
| 2007 | 716,490 | 29,814 | 178,489 | 1,701,162 | 2,625,955 |
| 2006 | 578,986 | 29,814 | 245,935 | 1,578,718 | 2,433,453 |
| 2005 | 476,294 | 29,814 | 249,428 | 996,531 | 1,752,067 |
| 2004 | 113,776 | 29,814 | 240,689 | 1,851,940 | 2,236,219 |
| 2003 | 240,491 | 29,814 | 197,644 | 259,162 | 727,111 |
| 2002 | 337,172 | 29,814 | 199,590 | 335,873 | 902,449 |
| 2001 | 249,828 | 29,814 | 169,975 | 726,503 | 1,176,120 |
| 2000 | 300,756 | 29,814 | 172,424 | 939,746 | 1,442,740 |

| Fiscal Year | Expenses by Type | | Total |
|-------------|------------------|--------------------------|--------------|
| | Benefits | Administrative* Expenses | |
| 2009 | \$ 1,429,451 | \$ 81,889 | \$ 1,511,340 |
| 2008 | 1,363,018 | 101,860 | 1,464,878 |
| 2007 | 1,168,001 | 225,341 | 1,393,342 |
| 2006 | 970,750 | 77,193 | 1,047,943 |
| 2005 | 787,285 | 71,369 | 858,654 |
| 2004 | 780,922 | 80,396 | 861,318 |
| 2003 | 614,017 | 32,451 | 646,468 |
| 2002 | 560,757 | 20,010 | 580,767 |
| 2001 | 502,364 | 42,209 | 544,573 |
| 2000 | 491,104 | 38,534 | 529,638 |

*Includes Investment Fees.

SOURCE OF INFORMATION: 2000 - 2009 Annual Financial Statements.

VILLAGE OF BROADVIEW

FIREFIGHTERS' PENSION FUND REVENUES BY SOURCE AND EXPENSES BY TYPE April 30, 2009

| Fiscal Year | <u>Revenues by Source</u> | | | | Total |
|-------------|---------------------------|-----------------|-----------------------|--------------------------|----------------|
| | Property Tax | Replacement Tax | Employee Contribution | Investment Income (Loss) | |
| 2009 | \$ 1,257,987 | \$ 43,889 | \$ 170,334 | \$ (2,850,312) | \$ (1,378,102) |
| 2008 | 1,252,683 | 43,889 | 198,675 | 782,696 | 2,277,943 |
| 2007 | 1,226,082 | 43,889 | 171,767 | 1,162,795 | 2,604,533 |
| 2006 | 1,054,259 | 43,889 | 229,896 | 1,108,261 | 2,436,305 |
| 2005 | 740,041 | 43,889 | 220,525 | 111,804 | 1,116,259 |
| 2004 | 164,056 | 43,889 | 194,941 | 1,200,348 | 1,603,234 |
| 2003 | 474,936 | 43,889 | 178,123 | 148,487 | 845,435 |
| 2002 | 451,606 | 43,889 | 166,160 | (278,846) | 382,809 |
| 2001 | 250,698 | 43,889 | 159,828 | 246,831 | 701,246 |
| 2000 | 296,318 | 43,889 | 147,412 | 1,271,623 | 1,759,242 |

| Fiscal Year | <u>Expenses by Type</u> | | |
|-------------|-------------------------|--------------------------|--------------|
| | Benefits | Administrative* Expenses | Total |
| 2009 | \$ 1,540,257 | \$ 253,506 | \$ 1,793,763 |
| 2008 | 1,431,399 | 120,991 | 1,552,390 |
| 2007 | 1,328,185 | 172,416 | 1,500,601 |
| 2006 | 1,295,482 | 83,754 | 1,379,236 |
| 2005 | 1,260,399 | 66,660 | 1,327,059 |
| 2004 | 1,139,678 | 66,332 | 1,206,010 |
| 2003 | 824,723 | 8,392 | 833,115 |
| 2002 | 744,038 | 2,862 | 746,900 |
| 2001 | 664,599 | 54,957 | 719,556 |
| 2000 | 633,811 | 53,018 | 686,829 |

*Includes Investment Fees.

SOURCE OF INFORMATION: 2000 - 2009 Annual Financial Statements.

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