

VILLAGE OF BANNOCKBURN, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended  
April 30, 2009

**A Sikich LLP**

Certified Public Accountants & Advisors

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INDEPENDENT AUDITOR'S REPORT

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

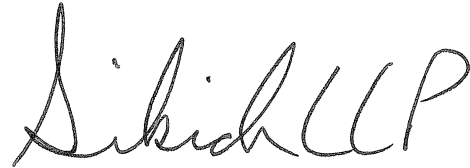
We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes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

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Bannockburn, Illinois' basic financial statements. The accompanying financial information listed as combining and individual fund financial statements and schedules and supplementary schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of Bannockburn, Illinois. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Aurora, Illinois  
August 11, 2009

A handwritten signature in cursive script, appearing to read "Sibich LLP".

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS



**VILLAGE OF BANNOCKBURN, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2009**

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The Village of Bannockburn's (the "Village") Management's Discussion and Analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address subsequent year challenges), and (4) identify individual fund issues or concerns.

Since Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the Village's financial statements (beginning on page 3).

**I. FINANCIAL HIGHLIGHTS**

- The assets of the Village exceeded its liabilities at the close of the fiscal year by \$20.9 million (net assets), an 11% increase from the April 30, 2008 report. Of this amount, \$12.1 million are capital assets, and \$5.7 million are unrestricted net assets which may be used to meet the Village's ongoing obligations to its citizens.
- The Proprietary Funds (Business-Type Activities) have Unrestricted Net Assets of \$254,825. This change reflects the planned depletion of bond proceeds and use of available cash for capital activity and scheduled debt repayments. Programmed user fee increases continued, helping fund current Sewer Fund Capital projects as well as meet structured debt obligations and planned infrastructure projects in the Water Fund.
- The Village's Governmental Activities' net assets increased \$1,559,204, or 14.8%. Business-type Activities' net assets increased \$520,092, or 6.3%.
- Of the Major Funds, the Police and Road & Bridge deficit balances will be funded through future revenues and Interfund Transfers. The TIF Debt Service balance funds TIF debt obligations through the life of the TIF. The Water Reservoir Project balance, resulting from remaining bond proceeds and interest earnings, funds reservoir construction and TIF project costs.
- The Village's General Fund balance decreased \$799,147, or 8.4%. The General Fund balance increased for several years, with a planned reduction to fund several capital improvement projects that commenced in fiscal 2009. The other primary component to the reduction in the General Fund balance is the on-going need to support the Police and other Nonmajor Governmental Funds that have insufficient revenue to continue to provide the high service levels recognized in the Village.
- The Governmental Activities include Contributions of \$280,072 relating to the cell tower. Business-Type Activities include Contributions of \$425,391 from the Tax Increment Financing District reservoir project and developer installed water and sanitary sewer mains.

- The Water Fund is making scheduled debt payments for the \$2,500,000 in General Obligation Bonds issued in 2006 for myriad scheduled water infrastructure projects. The Village received Standard & Poor's AAA rating in fiscal 2007. This rating facilitated favorable interest rates for this 20-year issue.
- The Tax Increment Financing District is making scheduled debt payments for the \$1,995,000 in bonds issued in 2006. The final principal payment will occur fiscal 2010.

## **II. USING THE FINANCIAL SECTION OF THIS ANNUAL FINANCIAL REPORT**

The Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. The financial statements' focus is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address the relevant question "Is the Village in a better financial position than it was one year ago?", provide a basis for comparison (year-to-year or government-to-government), and enhance the Village's accountability. Consideration of other non-financial factors, such as changes in the Village's sales and other taxing bases, and the condition of various infrastructure, is needed to assess the overall health of the Village.

### **A. Government-Wide Financial Statements**

The government-wide financial statements (see pages 3 - 5) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns that add to a total for the Primary Government. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see pages 4 - 5) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including police, roads, open space, and administration. Shared state sales and income taxes, real estate taxes, telecommunications taxes, licenses and permits, and interest earnings finance the majority of these services. The Business-Type Activities reflect private sector-type operations (Water and Sewer) where the regular charges for service typically cover all or most of the cost of operation, including depreciation.

### **B. Fund Financial Statements**

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related federal, state, and local laws and regulations. Within the basic financial statements, fund financial statements focus on the Village's most significant funds rather than the Village as a whole. Major

funds are separately reported while all others are combined into a single, aggregated column. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The Governmental Major Funds (see pages 6 - 10) are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, Governmental Fund statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

The government-wide financial statements provide a long-term view. Comparisons between the individual governmental fund statements and the government-wide statements provide information about financing decisions and the amount invested in and available for maintaining and improving infrastructure. Review of these two perspectives can provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances are reconciled with the Government-Wide financial statements to show the differences between these two perspectives.

Budgetary comparison schedules for other funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the Village's budget.

Business-Type activities are reported in the Proprietary Fund Statements (see pages 12 - 14). These fund financial statements are for those services for which the Village charges customers a fee. There are two kinds of proprietary funds, enterprise and internal service. Enterprise funds essentially encompass the same functions reported as Business-Type activities in the government-wide statements. Enterprise fund services are primarily provided to customers external to the Village organization, such as those of the water and sewer utilities. The Village does not currently utilize internal service funds.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements, but with more detail for major enterprise funds.

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 15 of this report.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's funding of pension benefit obligations to its employees and budgetary information beginning on page 39.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and schedules for nonmajor funds are presented in a subsequent section of this report beginning on page 48.

### III. FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

The Village implemented the financial reporting model (GASB #34) beginning with the fiscal year ended April 30, 2005. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to analyze the changing financial position of the Village as a whole. The inclusion of historical data in these analyses enhances the usefulness of this data.

#### Statement of Net Assets As of April 30, 2009, April 30, 2008, April 30, 2007 and April 30, 2006

Presented in Thousands (,000)

	Governmental Activities				Business-Type Activities				Total Primary Government			
	2009	2008	2007	2006	2009	2008	2007	2006	2009	2008	2007	2006
Current & Other Assets	\$13,709	\$13,777	\$12,803	\$11,109	\$866	\$1,337	\$2,003	\$621	\$14,575	\$15,114	\$14,806	\$11,731
Capital Assets	<u>\$6,570</u>	<u>\$5,180</u>	<u>\$5,218</u>	<u>\$4,718</u>	<u>\$10,530</u>	<u>\$9,461</u>	<u>\$8,367</u>	<u>\$4,139</u>	<u>\$17,101</u>	<u>\$14,641</u>	<u>\$13,586</u>	<u>\$8,857</u>
<b>Total Assets</b>	\$20,279	\$18,957	\$18,021	\$15,827	\$11,397	\$10,798	\$10,370	\$4,761	\$31,676	\$29,755	\$28,392	\$20,588
Long-Term Liabilities	\$4,651	\$4,483	\$5,055	\$4,292	\$2,324	\$2,323	\$2,412	\$0	\$6,976	\$6,806	\$7,467	\$4,292
Other Liabilities	<u>\$3,550</u>	<u>\$3,954</u>	<u>\$4,173</u>	<u>\$2,600</u>	<u>\$295</u>	<u>\$218</u>	<u>\$240</u>	<u>\$55</u>	<u>\$3,844</u>	<u>\$4,172</u>	<u>\$4,412</u>	<u>\$2,655</u>
<b>Total Liabilities</b>	\$8,201	\$8,437	\$9,228	\$6,893	\$2,619	\$2,541	\$2,652	\$55	\$10,820	\$10,978	\$11,880	\$6,948
Net Assets:												
Investment in Capital Assets, Net of Debt	\$3,912	\$1,803	\$833	\$1,958	\$8,206	\$7,048	\$5,885	\$4,139	\$12,118	\$8,851	\$6,718	\$6,097
Restricted	\$2,681	\$2,273	\$3,147	\$2,089	\$316	\$316	\$1,018	\$0	\$2,998	\$2,590	\$4,165	\$2,089
Unrestricted	<u>\$5,485</u>	<u>\$6,443</u>	<u>\$4,813</u>	<u>\$4,887</u>	<u>\$255</u>	<u>\$893</u>	<u>\$816</u>	<u>\$566</u>	<u>\$5,740</u>	<u>\$7,336</u>	<u>\$5,629</u>	<u>\$5,453</u>
<b>Total Net Assets</b>	<u>\$12,078</u>	<u>\$10,519</u>	<u>\$8,793</u>	<u>\$8,934</u>	<u>\$8,777</u>	<u>\$8,257</u>	<u>\$7,719</u>	<u>\$4,706</u>	<u>\$20,856</u>	<u>\$18,777</u>	<u>\$16,512</u>	<u>\$13,640</u>

During the last four fiscal years, Primary Government Capital Assets have increased \$8.2 million, a 93% increase. These asset increases are primarily from the installation of water and sewer mains, construction of a water reservoir, and road improvements. These asset additions have been funded from a combination of planned debt issuances and the use of available funds.

A summary of revenue and expenditure fund activity for the last three fiscal years is reported below. The graphs that follow provide a visual depiction of each funds fiscal activity in relation to the fiscal totals for revenue and expenditure for the respective fiscal year.

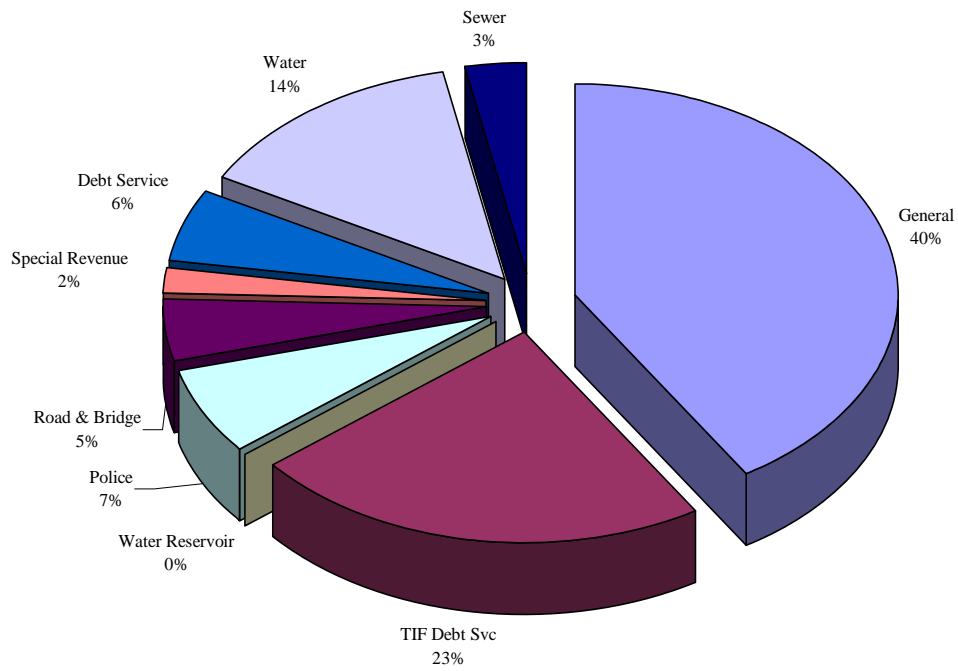
The final two graphs reflect asset balances for Governmental and Business-Type activities for the last five fiscal years.

**Fund Activities April 30, 2009, April 30, 2008 and April 30, 2007**

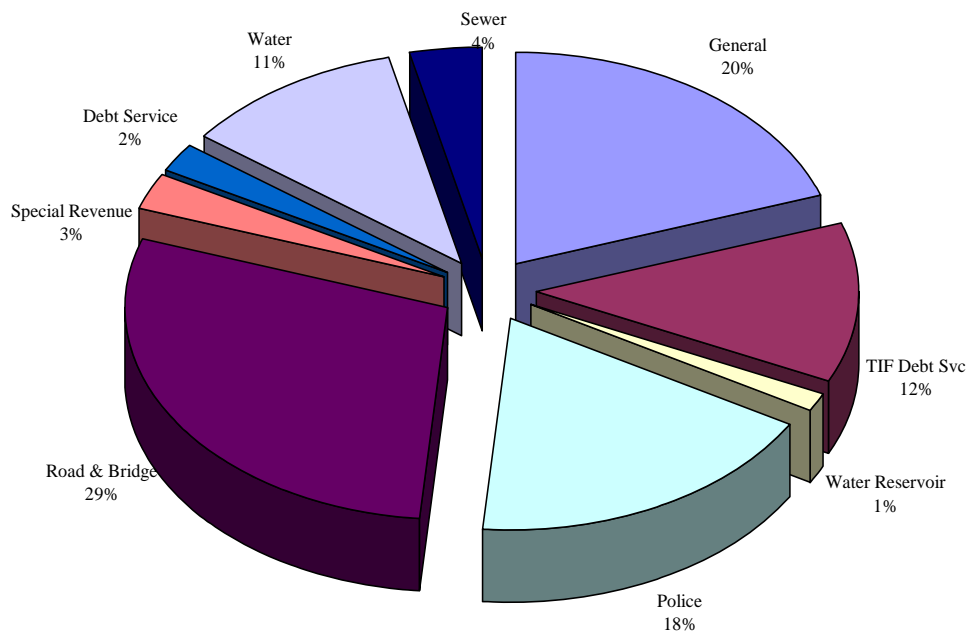
	<u>Revenues</u>			<u>Expenditures</u>		
	2009	2008	2007	2009	2008	2007
<b>Major Funds</b>						
General	\$2,317,663	\$3,061,621	\$3,040,887	\$1,158,510	\$1,079,875	\$989,876
TIF Debt Svc	\$1,304,200	\$1,137,275	\$930,184	\$722,120	\$1,054,790	\$1,671,991
Water Reservoir	\$3,800	\$25,170	\$81,112	\$79,997	\$465,770	\$2,481,921
Police	\$380,989	\$390,848	\$379,637	\$1,063,897	\$933,961	\$958,145
Road & Bridge	\$264,154	\$105,929	\$50,256	\$1,693,558	\$489,210	\$736,124
<b>Nonmajor Funds</b>						
Special Revenue	\$101,941	\$105,204	\$128,439	\$203,349	\$42,956	\$57,705
Debt Service	\$318,482	\$263,066	\$264,271	\$132,169	\$142,020	\$147,520
<b>Proprietary</b>						
Water	\$788,214	\$770,391	\$663,804	\$657,039	\$651,715	\$246,755
Sewer	\$170,083	\$177,279	\$118,192	\$206,557	\$168,900	\$136,838

**Notes:** Revenues exclude interfund infrastructure contributions and interfund transfers.  
Expenditures include operations, capital and debt service.  
Expenditures exclude interfund transfers.  
Special Revenue Funds are MFT, Audit, Liability Insurance, SSA #1, and SSA #2  
Non-Major Debt Service Funds are SSA 4-7-8-9-10-11-12-13-14-15-16

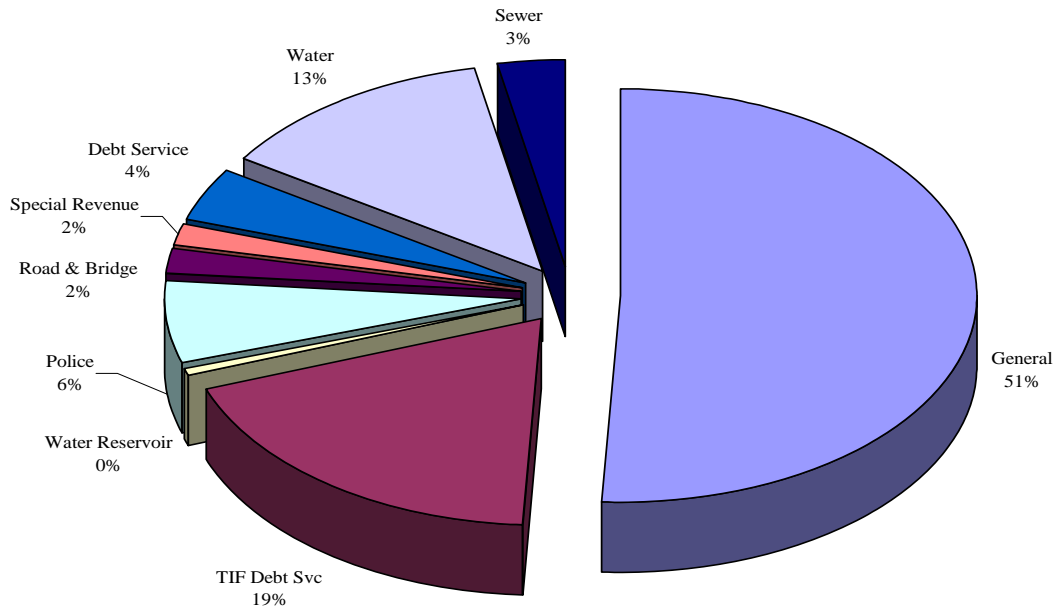
**Revenues by Fund 2009**



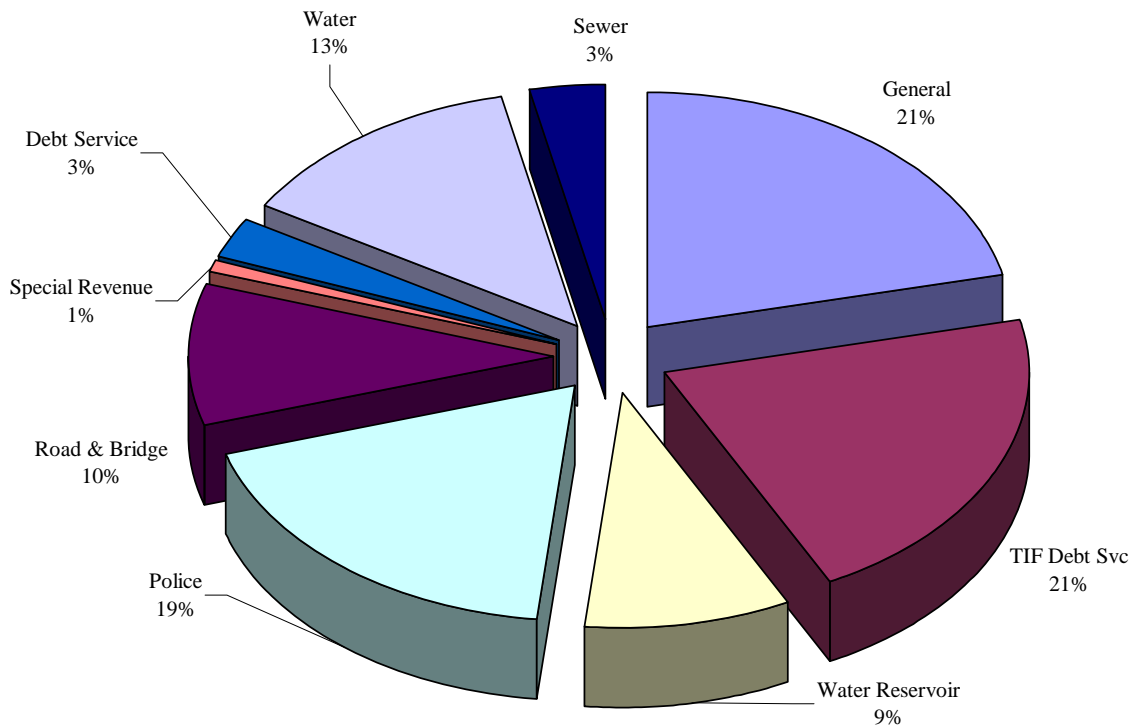
**Expenditures by Fund 2009**



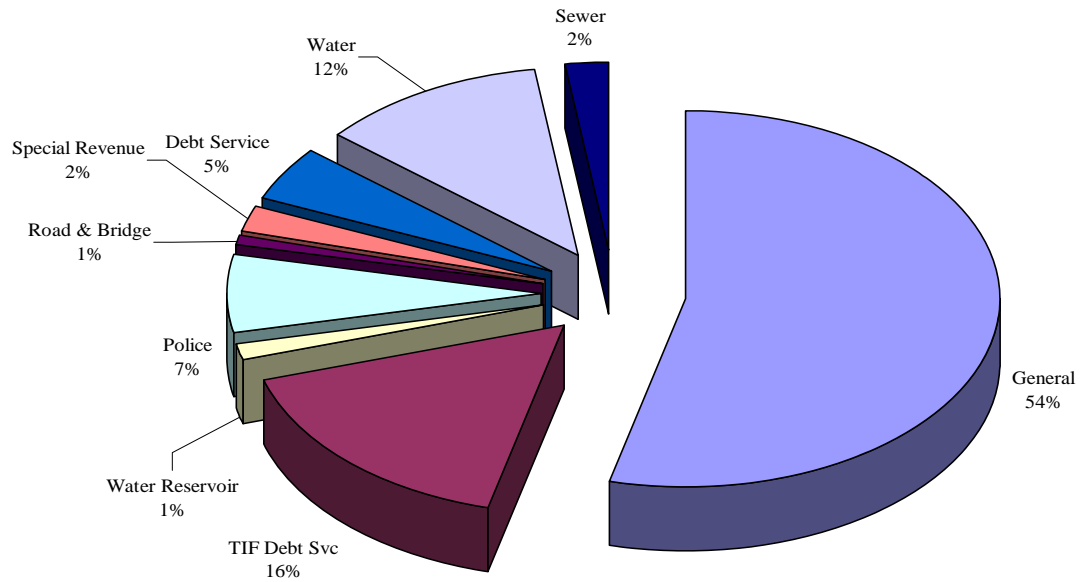
**Revenues by Fund 2008**



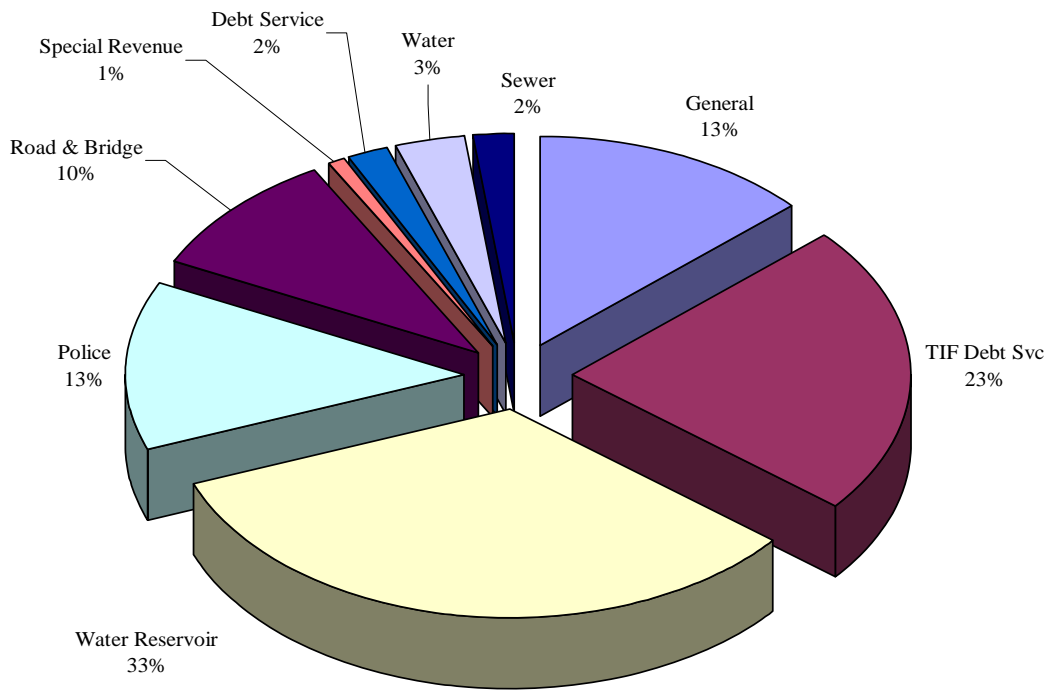
**Expenditures by Fund 2008**



**Revenues by Fund 2007**

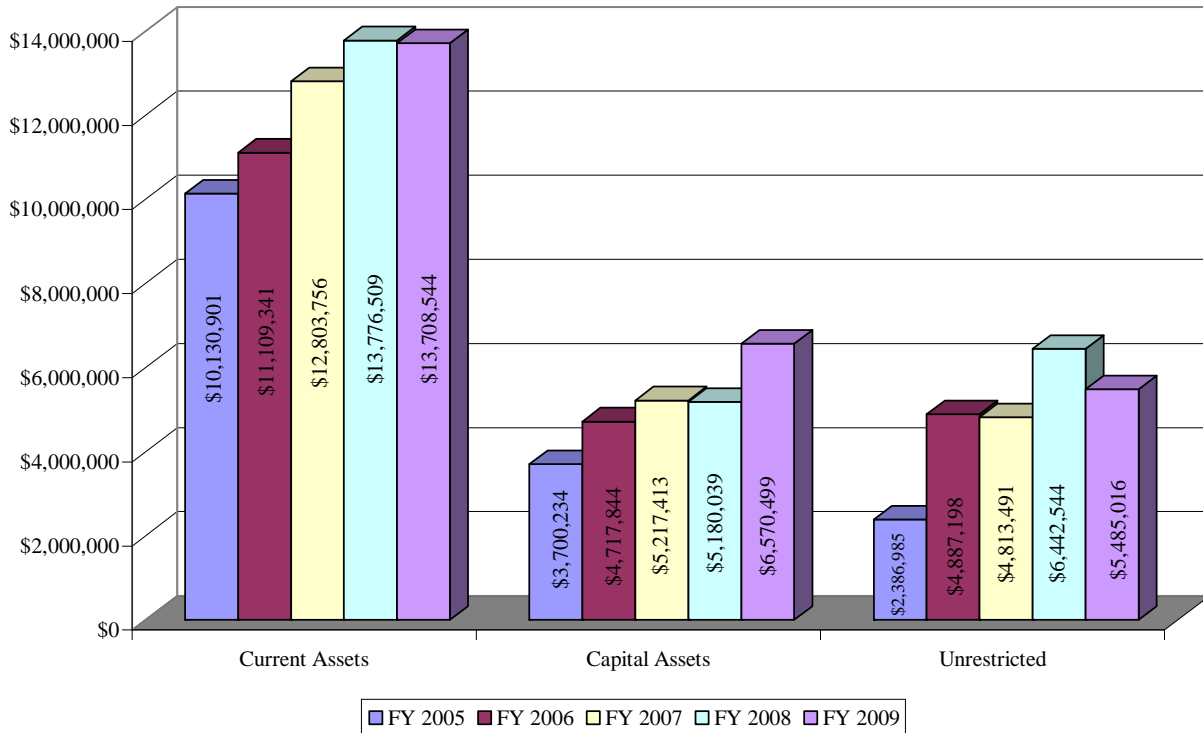


**Expenditures by Fund 2007**

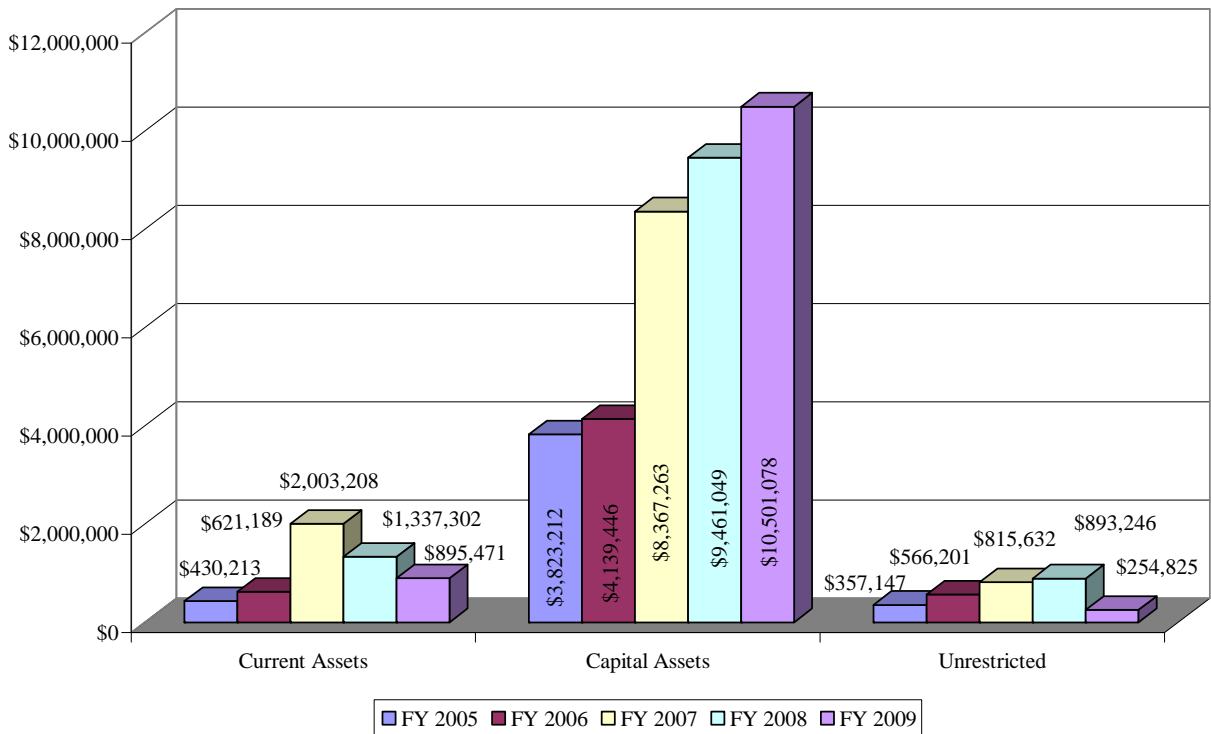




**Governmental Activities FY 2005 vs. 2006 vs. 2007 vs. 2008 vs. 2009**



**Business-Type Activities FY 2005 vs. 2006 vs. 2007 vs. 2008 vs. 2009**



The following chart summarizes the Statement of Activities information found on pages 4-5 of this report and provides three prior years of comparative data.

Statement of Activities As of April 30, 2009, April 30, 2008, April 30, 2007 and April 30, 2006  
Presented in Thousands (\$,000)

Revenues	Governmental Activities				Business-Type Activities				Total Primary Government			
	2009	2008	2007	2006	2009	2008	2007	2006	2009	2008	2007	2006
Program Revenue:												
Charges for Services	\$373	\$423	\$279	\$247	\$925	\$858	\$759	\$807	\$1,298	\$1,281	\$1,039	\$1,054
Operating Grants & Contributions	\$64	\$59	\$68	\$48	\$0	\$0	\$0	\$0	\$64	\$59	\$68	\$48
Tap-In/Connection Fees	\$0	\$0	\$0	\$0	\$30	\$65	\$0	\$42	\$30	\$65	\$0	\$42
General Revenues:												
Property Taxes	\$2,168	\$1,954	\$1,706	\$1,671	\$0	\$0	\$0	\$0	\$2,168	\$1,954	\$1,706	\$1,671
Other Taxes (Sales, Use, Telecomm, Income, Hotel)	\$1,338	\$1,765	\$1,737	\$1,688	\$0	\$0	\$0	\$0	\$1,338	\$1,765	\$1,737	\$1,688
Investment Income & Miscellaneous	\$731	\$906	\$1,102	\$467	\$3	\$25	\$23	\$0	\$734	\$932	\$1,125	\$467
Contributions	<u>\$280</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$425</u>	<u>\$412</u>	<u>\$2,614</u>	<u>\$412</u>	<u>\$705</u>	<u>\$412</u>	<u>\$2,614</u>	<u>\$412</u>
Total Revenues	\$4,954	\$5,107	\$4,893	\$4,120	\$1,384	\$1,360	\$3,396	\$1,262	\$6,338	\$6,467	\$8,290	\$5,382
Expenses												
General Government	\$1,198	\$1,519	\$3,342	\$1,449	\$0	\$0	\$0	\$0	\$1,198	\$1,519	\$3,342	\$1,449
Public Safety	\$1,158	\$1,067	\$1,080	\$922	\$0	\$0	\$0	\$0	\$1,158	\$1,067	\$1,080	\$922
Road & Bridge	\$728	\$458	\$271	\$211	\$0	\$0	\$0	\$0	\$728	\$458	\$271	\$211
Interest & Fiscal Charges	\$311	\$338	\$341	\$331	\$0	\$0	\$0	\$0	\$311	\$338	\$341	\$331
Water & Sewer	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$864</u>	<u>\$821</u>	<u>\$384</u>	<u>\$736</u>	<u>\$864</u>	<u>\$821</u>	<u>\$384</u>	<u>\$736</u>
Total Expense	\$3,395	\$3,381	\$5,034	\$2,912	\$864	\$821	\$384	\$736	\$4,259	\$4,202	\$5,418	\$3,648
Change in Net Assets	<u>\$1,559</u>	<u>\$1,726</u>	<u>(\$141)</u>	<u>\$1,208</u>	<u>\$520</u>	<u>\$539</u>	<u>\$3,013</u>	<u>\$525</u>	<u>\$2,079</u>	<u>\$2,265</u>	<u>\$2,872</u>	<u>\$1,734</u>
Net Assets												
May 1	\$10,519	\$8,793	\$8,934	\$7,726	\$8,257	\$7,719	\$4,706	\$4,180	\$18,777	\$16,512	\$13,640	\$11,906
April 30	<u>\$12,078</u>	<u>\$10,519</u>	<u>\$8,793</u>	<u>\$8,934</u>	<u>\$8,777</u>	<u>\$8,257</u>	<u>\$7,718</u>	<u>\$4,706</u>	<u>\$20,856</u>	<u>\$18,777</u>	<u>\$16,511</u>	<u>\$13,640</u>

#### IV. NORMAL IMPACTS

There are eight normal (basic) impacts affecting the comparability of the Statement of Net Assets summary presentation. They are as follows:

- **Economic Conditions** – the declining, stable or growing economic environment has a substantial impact on state income and sales tax revenues, as well as public spending habits for building permits, elective user fees, and volumes of consumption.
- **Net Results of Activities** – this will affect (increase/decrease) current assets and unrestricted net assets.
- **Borrowing for Capital** – this will increase current assets and long-term debt.

- **Spending Borrowed Proceeds on New Capital** - this will reduce current assets and increase capital assets. There is a second impact, an increase in invested capital assets and an increase in related net debt, which will not change the invested in capital assets, net of debt.
- **Spending of Non-borrowed Current Assets on New Capital** – this will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase invested in capital assets, net of debt.
- **Principal Payment on Debt** – this will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase invested in capital assets, net of debt.
- **Reduction of Capital Assets through Depreciation** – this will reduce capital assets and invested in capital assets, net of debt.
- **Increase/Decrease in Village Rates/Fee Schedules** – while certain tax rates are set by statute, the Village Board has the authority to impose and periodically increase/decrease rates (property taxes, telecommunications tax, water/sewer fees, building fees, utility taxes, etc).

## V. CURRENT YEAR IMPACTS

### A. Governmental Activities

#### 1. Revenue

Intergovernmental taxes were \$1,302,340, representing 27.8% of total governmental activity revenue. Most of the \$407 thousand reduction from fiscal 2008 resulted from the relocation of a large sales tax contributor to a nearby community. Sales tax, \$876,077, accounts for 67.3% of Intergovernmental taxes, down from \$1,286,024, or 75.2% of Intergovernmental taxes, in the preceding period. Property taxes, totaling \$2,167,775, are for TIF Debt Service (\$1,292,448), nonmajor governmental funds (including SSA infrastructure repayments) (\$315,129) and General, Police, and Road & Bridge Fund operations (\$555,627).

Bannockburn's Equalized Assessed Valuation has increased from \$103,796,394 in 2000 to \$169,904,073 in 2008 (a 63.7% increase). Overall the tax rate has decreased from 0.414 in 2000 to 0.375 in 2008 (exclusive of SSAs). The real dollars in property taxes have therefore increased from \$429,471 in 2000 to a projected tax collection for the 2008 levy extension of \$637,140. (Taxes levied are collected in the subsequent year.) Property Taxes contribute approximately 9% of the General Fund and 79% of the Police Fund revenues.

The Telecommunications Tax rate has remained at 4% since January 2003, generating funds to provide for retirement related expenditures. Permit Fees, based upon construction value, have increased with the Village's 2005 policy revisions to cover administrative and contractual costs associated with permits. Annual permit revenue fluctuates with construction activity.

Planned use of fund balances, reducing the amount available to invest and the historically low investment rates resulted in a decrease of \$289 thousand in

investment income, or 49%, from the prior year for the General Fund. Part of the overall General Fund investment income is from long-term advances to myriad Special Service Areas. Two of the Special Service Areas will conclude in fiscal 2010, and six others will conclude in fiscal 2012. As anticipated, investment income decreased for both the Water Reservoir Fund with the disbursement of bond proceeds for reservoir construction and related expenditures, and for the TIF Debt Service Fund for scheduled principal and interest payments.

**2. Expenses**

The General Fund continues to provide operating transfers or subsidies to the Police Fund, Road and Bridge Fund, and Audit Fund, representing significant disbursements. The General Fund has also been the source for long-term advances to Special Service Areas, most recently for SSA #16. The General Fund has advanced funds to the Sanitary Sewer Fund and it is anticipated that additional funding will occur in fiscal 2010 for current and planned infrastructure projects. Repayment of these advances will occur over several years through the planned increases in user fees.

**B. Business-Type Activities**

**1. Revenue**

Operating revenues, including programmed rate increases, are intended to cover all direct costs and to establish reserves for upcoming significant infrastructure replacements in the Water and Sewer Funds. Following an usually high consumption spike in fiscal 2006, there was a 5.9% decrease in operating revenues in fiscal 2007. Fiscal 2008 reported a 12.9% operating revenue increase over fiscal 2007. Fiscal 2009 reflects a 7.8% operating revenue increase over fiscal 2008. It is anticipated that programmed rate increases will continue for water and sanitary sewer users. Contributions from the Tax Increment Financing District (water reservoir construction project fixed assets) and the acceptance of developer installed water and sanitary sewer mains are recorded as contributions in the Water and Sanitary Sewer Funds, respectively. There were tap-in connection fees in the Sewer Fund in fiscal 2009.

**2. Expenses**

Capital Asset purchases are excluded from Operating Expenses. Through the utilization of water storage in the 800,000 gallon reservoir, water purchase costs decreased in fiscal 2008 and again in fiscal 2009. Interest on the structured 20-year Water Fund bonds and increased depreciation expenses correlate to the recently funded capital projects and contributions. Sewer Operating Expenses increased 36.8% from fiscal 2007 to fiscal 2008 and 26.5% from fiscal 2008 to fiscal 2009.

**VI. FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS****A. Governmental Funds**

At April 30, 2009, the governmental funds reported a combined fund balance of \$10.2 million, compared to a \$10.5 million balance April 30, 2008. Of the combined fund balance, \$8.3 million are in cash & cash equivalents and investments in the General Fund as of April 30, 2009, compared to \$9.3 million on April 30, 2008.

**B. Major Governmental Funds**

The General Fund is the Village's primary operating fund. The overall fund balance of the General Fund exceeded \$10.4 million. The General Fund cash and investment balances substantially exceed the Reserve Policy target of twelve months of anticipated operating expenditures.

Revenues exceeded budget in some areas. Licenses and Permits were \$109,373 above budget. Police fines and forfeitures totaled \$75,440. TIF Debt Service Fund property tax exceeded budget and increased \$194,154 over fiscal 2008. Subsidies were below budget, primarily from the timing of Capital Projects (Waukegan widening, State Route 22, and storm sewer) in the Road & Bridge Fund and multiple line items within the Police Fund. As anticipated, construction of the Village's Rt 22 liftstation and forcemain (Sanitary Sewer Fund) was partially funded from the General Fund.

**C. Nonmajor Governmental Funds**

The Village has historically utilized Special Service Area (SSA) financing to provide specific infrastructure to a finite geographic area, utilizing a predefined debt repayment schedule. Nonmajor SSA funds are reported under Capital Projects Funds during construction and reported under Debt Service Funds during the prescribed repayment periods. Following the fulfillment of debt obligations, SSA activity is reported under Special Revenue Funds. At this time, remaining nonmajor Village funds are reported under Special Revenue Funds.

**1. Nonmajor Special Revenue Funds**

Motor Fuel Tax Funds were budgeted for unrealized projects. Special Service Areas No. 1 and No. 2 funds were utilized for the construction of a new sanitary sewer liftstation and forcemain.

**2. Nonmajor Debt Service Funds**

The Nonmajor Debt Service Funds continue the scheduled repayment of General Fund prior period advances and bonds. Issuance information and remaining obligations are provided in the Long-Term Debt footnote.

**D. Capital Assets**

The Village's investment in capital assets, net of accumulated depreciation, for governmental activities as of April 30, 2009 was \$6.6 million, compared to \$5.2 million at April 30, 2008. The Village's investment in capital assets, net of accumulated

depreciation, for Business-Type activities as of April 30, 2009 was \$10.5 million, compared to \$9.4 million at April 30, 2008. The Governmental Activities increase is primarily from road improvements and the cell tower. The Business-Type Activities increase is from the contribution of water and sanitary sewer mains, contribution of TIF construction activities and Village-wide water and sewer main projects.

#### **E. Long-Term Debt**

At the end of the fiscal year, the Village's debt limitation was unencumbered. As a home rule government, under Illinois law, the Village no longer has a legal debt limit of 8.625% of the Village's Equalized Assessed Valuation. The Village's EAV for 2008 was \$169,904,073. Debt which pledges an alternate revenue source is not subject to the debt limitation calculation. Therefore, none of the Village's existing debt is subject to the debt limitation. The 2003 ARS Bond for \$940,000 constitutes a limited obligation of the Village, as it is payable solely from a levy of direct annual tax on taxable property located within Special Service No. 15. These bonds are further secured by a limited pledge of certain available sales tax revenues as set forth in the Bond Ordinance. The Village's obligation for Tax Increment Allocation Revenue Bonds, Series 1990A and Series 2006B, is limited to the amount of available incremental taxes. Provided the Village pays out whatever increment it has received, no general tax revenue of the Village will ever need to be used to support the Village's TIF District. The Village issued General Obligation bonds for water infrastructure projects for \$2.5 million in fiscal 2007. The intent is that the 20-year financial obligation be funded by Water Fund monies, with advances from the General Fund should such a need arise.

#### **F. Economic Factors**

The Village of Bannockburn is located in West Deerfield Township in Lake County, encompassing 1,318 acres located approximately 30 miles north of Chicago, and 4 miles west of Lake Michigan. The Village's principal retail location is located at the intersection of State Routes 22 and 43. Commercial developments are located along State Route 43, State Route 22, and Lakeside Drive. Most residential lots are 2- or 4-acres, with 90+% of the residential area developed. The property tax revenues derived from the current housing stock is stable. The Village has experienced an increase in residential housing equalized assessed valuation due to the construction of new single family residences, additions, and tear downs. The commercial sector is stable as well, strongly based on the purchase of food and other necessary household items. Property tax revenues for general, police, roads & bridge, insurance, and audit funds represent an approximately 50/50 split from residential and commercial sources.

Bannockburn's TIF, established in 1986, is located along South Lakeside Drive and Half Day Road. With TIF bonds issued early in fiscal 2007, construction of a water reservoir was completed early in fiscal 2008 and associated infrastructure is scheduled before the conclusion of the TIF in 2009. Due to the utilization of a TIF District, the commercial sector base along Lakeside Drive has developed over several years with the construction of office buildings and a hotel.

Recognizing that historically over one-third of General Fund revenues come from State sales taxes, the Village's Operating Reserve targets one full-year of operating budget as the reserve level. Reserves are also planned for significant upcoming capital projects. These projects include landscaped/irrigated median and pathway to accompany the

widening of Illinois State Route 22, State Route 43 widening and pathway, completion of the State Route 22 sanitary liftstation and forcemain, and scheduled replacements of various water and sewer mains and related road resurfacing.

Public (State of Illinois infrastructure improvements on State Route 22) and Private (significant Retail Center capital improvements) activities negatively affected sales tax generating activity in the Village's primary retail center in fiscal 2007. The completion of the private project, plus the addition of a national chain restaurant, is yielding increased activity at the retail center. The Village's planned widening of Rt 43 south of Rt 22 is a short-term project that is not expected to adversely impact sales tax. The overall economic downturn in 2008 has slowed commercial and residential construction activity. Combining the departure of a large sales tax generator, negligible returns on investments, and reduced overall economic activity, some revenues were below budget for fiscal 2009. Utilizing strong reserves, implementing a ½ percent increase in sales tax effective July 1, 2009, and continuing conservative budgeting, there are no plans to adjust operations or capital projects in fiscal 2010.

While certain tax rates are set by statute, the Village Board has the authority to impose periodic increases/decreases on certain rates (water/sewer, building fees, utility tax rates, etc.). As a home rule community, non-referendum bonding and property tax levies in excess of the tax cap are some of the financial tools available to, but presently unused by, the Village of Bannockburn.

Market conditions may cause fluctuations in investment income, varying with the long-term vs. short-term investment strategy utilized by the Village. The fluctuations in investment income have historically been less severe for the Village, as investment income derived from Special Service Areas is at fixed interest rates for the life of the advances.

Infrastructure replacements are typically anticipated well in advance, and mirror historic periods of community growth. Proceeding periods of infrastructure replacements, communities often experience increased maintenance and operational expenses. Additions to the Village's water and sanitary sewer systems, via established Special Service Areas, have increased the capital assets and service base, resulting in expected increased operational costs and operating revenues.

Debt Service is utilized prudently, and sparingly, by the Village's elected officials. With the 2006 bond issuances for Water and TIF projects, the Village benefitted from low borrowing rates, strong fund balances, and dependable revenues. Remaining bond proceeds are scheduled to be depleted with upcoming capital improvement projects.

#### **Contacting the Village's Financial Management Personnel**

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations, and demonstrate the Village's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Village's Finance Director, 2275 Telegraph Road, Bannockburn, IL 60015.

VILLAGE OF BANNOCKBURN, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2009

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 4,198,199	\$ 191,452	\$ 4,389,651
Investments	6,486,353	-	6,486,353
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)			
Property Taxes	2,239,897	-	2,239,897
Accounts	48,496	240,994	289,490
Accrued Interest	10,052	142	10,194
Other	89,727	21,000	110,727
Due from Other Governments	275,750	-	275,750
Due to/from Other Funds	(377,088)	377,088	-
Escrow Deposits	478,430	-	478,430
Long-Term Receivables	244,072	-	244,072
Deferred Bond Issuance Costs	14,656	35,434	50,090
Capital Assets not Being Depreciated	2,813,779	29,361	2,843,140
Capital Assets Being Depreciated	3,756,720	10,501,078	14,257,798
<b>Total Assets</b>	<b>20,279,043</b>	<b>11,396,549</b>	<b>31,675,592</b>
<b>LIABILITIES</b>			
Accounts Payable	316,714	243,636	560,350
Accrued Interest Payable	98,983	30,207	129,190
Unearned Property Tax Revenue	2,239,897	-	2,239,897
Other Unearned Revenue	295,161	21,000	316,161
Escrow Deposits Payable	598,321	-	598,321
Noncurrent Liabilities			
Due Within One Year	774,488	95,000	869,488
Due in More Than One Year	3,877,003	2,229,209	6,106,212
<b>Total Liabilities</b>	<b>8,200,567</b>	<b>2,619,052</b>	<b>10,819,619</b>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt Restricted for	3,912,149	8,206,230	12,118,379
Economic Development	1,519,901	-	1,519,901
Maintenance of Roadways	405,365	-	405,365
Liability Insurance	17,285	-	17,285
Special Projects	216,507	-	216,507
Debt Service	522,253	316,442	838,695
Unrestricted	5,485,016	254,825	5,739,841
<b>TOTAL NET ASSETS</b>	<b>\$ 12,078,476</b>	<b>\$ 8,777,497</b>	<b>\$ 20,855,973</b>

See accompanying notes to financial statements.



VILLAGE OF BANNOCKBURN, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2009

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General Government	\$ 1,198,295	\$ 312,443	\$ -	\$ 280,072
Public Safety	1,158,179	60,670	6,170	-
Road and Bridge	727,887	-	58,296	-
Interest and Fiscal Charges	310,795	-	-	-
Total Governmental Activities	3,395,156	373,113	64,466	280,072
Business-Type Activities				
Water	657,039	775,643	-	178,531
Sewer	206,557	149,083	-	246,860
Total Business-Type Activities	863,596	924,726	-	425,391
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 4,258,752</b>	<b>\$ 1,297,839</b>	<b>\$ 64,466</b>	<b>\$ 705,463</b>

	Net (Expense) Revenue and Change in Net Assets		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (605,780)	\$ -	\$ (605,780)
	(1,091,339)	-	(1,091,339)
	(669,591)	-	(669,591)
	(310,795)	-	(310,795)
	(2,677,505)	-	(2,677,505)
	-	297,135	297,135
	-	189,386	189,386
	-	486,521	486,521
	(2,677,505)	486,521	(2,190,984)
General Revenues			
Taxes			
Property	2,167,775	-	2,167,775
Sales	876,077	-	876,077
Use	19,933	-	19,933
Telecommunications	208,919	-	208,919
Income	130,203	-	130,203
Hotel/Motel	102,461	-	102,461
Investment Income	278,247	3,122	281,369
Tap-In Connection Fees	-	21,000	21,000
Miscellaneous	453,094	9,449	462,543
Total	4,236,709	33,571	4,270,280
CHANGE IN NET ASSETS	1,559,204	520,092	2,079,296
NET ASSETS, MAY 1	10,519,272	8,257,405	18,776,677
NET ASSETS, APRIL 30	\$ 12,078,476	\$ 8,777,497	\$ 20,855,973

See accompanying notes to financial statements.

VILLAGE OF BANNOCKBURN, ILLINOIS

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2009

	General	Police	Road and Bridge	TIF Debt Service	Water Reservoir Project	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Cash Equivalents	\$ 2,107,284	\$ 6,226	\$ -	\$ 1,519,775	\$ 369,618	\$ 195,296	\$ 4,198,199
Investments	6,208,156	-	-	-	-	278,197	6,486,353
Receivables (Net, Where Applicable, of Allowances For Uncollectibles)							
Property Taxes	212,380	326,216	49,272	1,336,280	-	315,749	2,239,897
Accounts	48,496	-	-	-	-	-	48,496
Accrued Interest	7,742	5	-	126	31	2,148	10,052
Other	33,877	42,989	-	-	-	12,861	89,727
Due from Other Governments	265,180	7,716	-	-	-	2,854	275,750
Due from Other Funds	187,650	2,278	1,852	-	-	18,777	210,557
Escrow Deposit	478,430	-	-	-	-	-	478,430
Long-Term Receivable	244,072	-	-	-	-	-	244,072
Advance to Other Funds	652,695	-	-	142,948	-	-	795,643
<b>TOTAL ASSETS</b>	<b>\$ 10,445,962</b>	<b>\$ 385,430</b>	<b>\$ 51,124</b>	<b>\$ 2,999,129</b>	<b>\$ 369,649</b>	<b>\$ 825,882</b>	<b>\$ 15,077,176</b>

	General	Police	Road and Bridge	TIF Debt Service	Water Reservoir Project	Nonmajor Governmental Funds	Total Governmental Funds
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable	\$ 78,918	\$ 10,287	\$ 185,782	\$ -	\$ 10,231	\$ 31,496	\$ 316,714
Unearned Property Taxes	212,380	326,216	49,272	1,336,280	-	315,749	2,239,897
Other Unearned Revenue	292,773	61,129	-	-	-	12,861	366,763
Deposits Payable	598,321	-	-	-	-	-	598,321
Due to Other Funds	584,433	-	-	-	-	3,212	587,645
Advance from Other Funds	-	-	-	-	142,948	652,695	795,643
<b>Total Liabilities</b>	<b>1,766,825</b>	<b>397,632</b>	<b>235,054</b>	<b>1,336,280</b>	<b>153,179</b>	<b>1,016,013</b>	<b>4,904,983</b>
<b>FUND BALANCES</b>							
Reserved for Long-Term Receivables	244,072	-	-	-	-	-	244,072
Reserved for Advances	652,695	-	-	142,948	-	-	795,643
Reserved for Economic Development	-	-	-	1,519,901	-	-	1,519,901
Reserved for Maintenance of Roadways	-	-	-	-	-	405,365	405,365
Reserved for Liability Insurance	-	-	-	-	-	17,285	17,285
Reserved for Special Projects	-	-	-	-	216,470	37	216,507
Reserved for Debt Service	-	-	-	-	-	43,884	43,884
Unreserved							
Undesignated - General Fund	7,782,370	-	-	-	-	-	7,782,370
Undesignated (Deficit) - Special Revenue Funds	-	(12,202)	(183,930)	-	-	(2,058)	(198,190)
Undesignated (Deficit) - Debt Service Funds	-	-	-	-	-	(654,644)	(654,644)
<b>Total Fund Balances</b>	<b>8,679,137</b>	<b>(12,202)</b>	<b>(183,930)</b>	<b>1,662,849</b>	<b>216,470</b>	<b>(190,131)</b>	<b>10,172,193</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 10,445,962</b>	<b>\$ 385,430</b>	<b>\$ 51,124</b>	<b>\$ 2,999,129</b>	<b>\$ 369,649</b>	<b>\$ 825,882</b>	<b>\$ 15,077,176</b>

See accompanying notes to financial statements.

VILLAGE OF BANNOCKBURN, ILLINOIS

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

April 30, 2009

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FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 10,172,193
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	6,570,499
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	(4,506,609)
Deferred bond issuance costs charges are reported as an asset on the statement of net assets	14,656
Accrued interest on long-term liabilities is reported as a liability on the statement of net assets	(98,983)
Compensated absences is not due and payable in the current period and, therefore, is not reported in governmental funds	(144,882)
Certain revenues that are deferred in the governmental funds are recognized as revenue in the governmental activities	<u>71,602</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 12,078,476</u></u>

See accompanying notes to financial statements.

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	General	Police	Road and Bridge	TIF Debt Service	Water Reservoir Project	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>							
Taxes	\$ 310,300	\$ 299,289	\$ 48,499	\$ 1,292,448	\$ -	\$ 315,129	\$ 2,265,665
Intergovernmental	1,241,380	6,170	17,500	-	-	37,290	1,302,340
Licenses and Permits	301,373	-	-	-	-	-	301,373
Charges for Services	12,330	-	-	-	-	-	12,330
Fines and Forfeitures	-	75,440	-	-	-	-	75,440
Investment Income	270,974	90	-	11,752	3,800	8,575	295,191
Miscellaneous	181,306	-	198,155	-	-	59,429	438,890
<b>Total Revenues</b>	<b>2,317,663</b>	<b>380,989</b>	<b>264,154</b>	<b>1,304,200</b>	<b>3,800</b>	<b>420,423</b>	<b>4,691,229</b>
<b>EXPENDITURES</b>							
Current							
General Government	1,024,499	-	-	-	26,071	40,074	1,090,644
Public Safety	133,343	1,063,897	-	-	-	-	1,197,240
Road and Bridge	968	-	184,976	-	-	-	185,944
Capital Outlay	-	-	1,508,582	-	53,926	165,129	1,727,637
Debt Service							
Principal	-	-	-	665,000	-	60,000	725,000
Interest and Fiscal Charges	-	-	-	57,120	-	70,315	127,435
<b>Total Expenditures</b>	<b>1,158,810</b>	<b>1,063,897</b>	<b>1,693,558</b>	<b>722,120</b>	<b>79,997</b>	<b>335,518</b>	<b>5,053,900</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,158,853</b>	<b>(682,908)</b>	<b>(1,429,404)</b>	<b>582,080</b>	<b>(76,197)</b>	<b>84,905</b>	<b>(362,671)</b>

	General	Police	Road and Bridge	TIF Debt Service	Water Reservoir Project	Nonmajor Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)							
Transfers In	\$ -	\$ 675,000	\$ 1,280,000	\$ -	\$ -	\$ 3,000	\$ 1,958,000
Transfers (Out)	(1,958,000)	-	-	-	-	-	(1,958,000)
Total Other Financing Sources (Uses)	(1,958,000)	675,000	1,280,000	-	-	3,000	-
NET CHANGE IN FUND BALANCES	(799,147)	(7,908)	(149,404)	582,080	(76,197)	87,905	(362,671)
FUND BALANCES (DEFICIT), MAY 1	9,478,284	(4,294)	(34,526)	1,080,769	292,667	(278,036)	10,534,864
FUND BALANCES (DEFICIT), APRIL 30	\$ 8,679,137	\$ (12,202)	\$ (183,930)	\$ 1,662,849	\$ 216,470	\$ (190,131)	\$ 10,172,193

See accompanying notes to financial statements.

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

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NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (362,671)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures, however, they are capitalized and depreciated in the statement of activities - purchased	1,260,846
Developer contributed	280,072
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures	(147,502)
The gain/loss on disposal of capital assets is reported on the statement of activities as a reduction/increase of expense	(2,956)
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	725,000
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds - interest accretion on capital appreciation bonds	(168,723)
The change in the accrual of interest on long-term debt is reported as an expense on the statement of activities	6,670
Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities	(21,307)
The change in compensated absences payable is shown as an expense on the statement of activities	6,716
Certain revenues that are deferred in the governmental funds (e.g., IRMA) are recognized as revenue in the governmental activities	<u>(16,941)</u>
CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 1,559,204</u></u>

See accompanying notes to financial statements.



VILLAGE OF BANNOCKBURN, ILLINOIS

STATEMENT OF NET ASSETS  
 PROPRIETARY FUNDS

April 30, 2009

	Water Fund	Sewer Fund	Total
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	\$ 191,452	\$ -	\$ 191,452
Accounts Receivable	196,875	44,119	240,994
Other Receivables	-	21,000	21,000
Accrued Interest	142	-	142
Due from Other Funds	561,526	-	561,526
Deferred Issuance Costs	35,434	-	35,434
<b>Total Current Assets</b>	<b>985,429</b>	<b>65,119</b>	<b>1,050,548</b>
<b>CAPITAL ASSETS</b>			
Capital Assets Not Being Depreciated	26,602	2,759	29,361
Capital Assets Being Depreciated	7,718,425	4,487,618	12,206,043
Accumulated Depreciation	(941,524)	(763,441)	(1,704,965)
<b>Net Capital Assets</b>	<b>6,803,503</b>	<b>3,726,936</b>	<b>10,530,439</b>
<b>Total Assets</b>	<b>7,788,932</b>	<b>3,792,055</b>	<b>11,580,987</b>
<b>CURRENT LIABILITIES</b>			
Accounts Payable	25,567	218,069	243,636
Due to Other Funds	-	184,438	184,438
Accrued Interest Payable	30,207	-	30,207
Bonds Payable	95,000	-	95,000
Unearned Revenue	-	21,000	21,000
<b>Total Current Liabilities</b>	<b>150,774</b>	<b>423,507</b>	<b>574,281</b>
<b>NONCURRENT LIABILITIES</b>			
Bonds Payable	2,245,000	-	2,245,000
Unamortized Discount on Bonds	(15,791)	-	(15,791)
<b>Total Noncurrent Liabilities</b>	<b>2,229,209</b>	<b>-</b>	<b>2,229,209</b>
<b>Total Liabilities</b>	<b>2,379,983</b>	<b>423,507</b>	<b>2,803,490</b>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	4,479,294	3,726,936	8,206,230
Restricted for Debt Service	316,442	-	316,442
Unrestricted	613,213	(358,388)	254,825
<b>TOTAL NET ASSETS</b>	<b>\$ 5,408,949</b>	<b>\$ 3,368,548</b>	<b>\$ 8,777,497</b>

See accompanying notes to financial statements.

VILLAGE OF BANNOCKBURN, ILLINOIS

STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS

For the Year Ended April 30, 2009

	Water Fund	Sewer Fund	Total
<b>OPERATING REVENUES</b>			
Charges for Services	\$ 775,643	\$ 149,083	\$ 924,726
Total Operating Revenues	775,643	149,083	924,726
<b>OPERATING EXPENSES</b>			
Cost of Operations	371,614	150,334	521,948
Depreciation	189,742	56,223	245,965
Total Operating Expenses	561,356	206,557	767,913
OPERATING INCOME (LOSS)	214,287	(57,474)	156,813
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment Income	3,122	-	3,122
Miscellaneous Income	9,449	-	9,449
Tap In Fees	-	21,000	21,000
Interest Expense	(95,683)	-	(95,683)
Total Nonoperating Revenues (Expenses)	(83,112)	21,000	(62,112)
INCOME BEFORE CONTRIBUTIONS	131,175	(36,474)	94,701
CONTRIBUTIONS	178,531	246,860	425,391
CHANGE IN NET ASSETS	309,706	210,386	520,092
NET ASSETS, MAY 1	5,099,243	3,158,162	8,257,405
NET ASSETS, APRIL 30	\$ 5,408,949	\$ 3,368,548	\$ 8,777,497

See accompanying notes to financial statements.

VILLAGE OF BANNOCKBURN, ILLINOIS

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS

For the Year Ended April 30, 2009

	Water Fund	Sewer Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers and Users	\$ 761,122	\$ 132,553	\$ 893,675
Payments to Suppliers	(383,698)	9,089	(374,609)
Net Cash from Operating Activities	377,424	141,642	519,066
<b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Interfund Receivable	(57,536)	462,809	405,273
Net Cash from Noncapital and Related Financing Activities	(57,536)	462,809	405,273
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Principal Paid	(90,000)	-	(90,000)
Interest Paid	(93,947)	-	(93,947)
Tap-In Fees	-	21,000	21,000
Capital Assets Purchased	(264,513)	(625,451)	(889,964)
Net Cash from Capital and Related Financing Activities	(448,460)	(604,451)	(1,052,911)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Investment Income	3,582	-	3,582
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(124,990)	-	(124,990)
CASH AND CASH EQUIVALENTS, MAY 1	316,442	-	316,442
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 191,452	\$ -	\$ 191,452
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating Income (Loss)	\$ 214,287	\$ (57,474)	\$ 156,813
Miscellaneous Revenues	9,449	-	9,449
Adjustments to Reconcile Operating Income (Loss) to Net Cash from Operating Activities			
Depreciation	189,742	56,223	245,965
Changes in Operating Assets and Liabilities			
Accounts Receivable	(23,970)	(16,530)	(40,500)
Accounts Payable	(12,084)	159,423	147,339
NET CASH FROM OPERATING ACTIVITIES	\$ 377,424	\$ 141,642	\$ 519,066
<b>NONCASH TRANSACTIONS</b>			
Contributions from Other Funds	\$ 178,531	\$ 246,860	\$ 425,391

See accompanying notes to financial statements.

VILLAGE OF BANNOCKBURN, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Reporting Entity

The Village is governed by a Board of Trustees consisting of an elected President and six Trustees. As required by generally accepted accounting principles, these financial statements present the Village (the primary government). Management has determined that there are no component units that are required to be included in the financial statements of the Village.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to outside parties (enterprise funds). Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the Village has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for its proprietary funds.

c. Governmental-Wide and Fund Financial Statements

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

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

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

The Village reports the following major governmental funds:

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

The Police Fund accounts for revenues and expenditures related to the Village's police department.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Road and Bridge Fund accounts for revenues and expenditures related to the Village's operations and maintenance costs for the road and bridge system.

The TIF Debt Service Fund accounts for revenues and expenditures related to the tax increment finance district and the repayment of principal and interest on the Series 1987A, Series 1990A, and Series 2006 B bond issuances.

The Water Reservoir Project Fund accounts for the revenues and expenditures related to the capital project of building a water reservoir.

The Village reports the following major business-type funds:

The Water Fund accounts for the provision of water to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance and billing and collection.

The Sewer Fund accounts for the provision of sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance and billing and collection.

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village recognizes property taxes when they become both measurable and available and for the period intended to finance. Expenditures generally are recorded when a fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures become due.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Those revenues susceptible to accrual (within sixty days except sales tax which uses ninety days) are property taxes, franchise taxes, licenses, investment income and charges for services. Sales and motor fuel taxes collected and due to the state at year end on behalf of the Village also are recognized as revenue. Permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

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

e. Cash and Cash Equivalents

Cash and cash equivalents are defined as cash on hand, in demand deposits and highly liquid investments with a maturity of three months or less when purchased.

f. Investments

Investments with a maturity of one year or greater at the time of purchase are stated at fair value except for non-negotiable certificates of deposit and repurchase agreements which are recorded at cost. Fair value has been based on quoted market prices at April 30 for debt and equity securities.

g. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm sewers and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost in excess of the following and an estimated useful life in excess of one year.

Asset Class	Capitalization Threshold
Land, Land Improvements and Building	\$ 20,000
Vehicles, Machinery and Equipment	5,000
Infrastructure	50,000

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The Village has chosen, as is allowable under GAAP, to only report infrastructure on a prospective basis.

The costs of normal maintenance and repairs, including street overlays that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

Assets	Years
Buildings and Improvements	50
Machinery and Equipment	5-10
Vehicles	5-7
Infrastructure	30-75
Land Improvements	10-20

i. Compensated Absences

Vested or accumulated vacation leave, holiday leave and compensatory time off that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements. Vested or accumulated vacation leave, holiday leave and compensatory time off of proprietary funds at both levels and governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.



1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Compensated Absences (Continued)

In accordance with the provisions of Governmental Accounting Standards Board Statement No.16, *Accounting for Compensated Absences*, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that it is estimated will be taken as “terminal leave” prior to retirement.

j. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

k. Interfund Transactions

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

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

l. Long-Term Obligations

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

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Long-Term Obligations (Continued)

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

m. Net Assets/Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. No net assets restrictions were the result of enabling legislation adopted by the Village. Invested in capital assets, net of related debt is the book value of capital assets less any long-term debt outstanding that was issued to construct or acquired the capital assets.

2. DEFICIT FUND BALANCES

The following funds had a deficit in fund balance as of the date of this report:

Fund	Deficit Balances
Road and Bridge	\$ (183,930)
Audit	(2,058)
Special Service Area #7	(104,242)
Special Service Area #8	(14,358)
Special Service Area #9	(14,367)
Special Service Area #10	(86,788)
Special Service Area #11	(13,343)
Special Service Area #12	(10,691)
Special Service Area #13	(39,663)
Special Service Area #14	(42,204)
Special Service Area #16	(328,988)
Police	(12,202)

VILLAGE OF BANNOCKBURN, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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2. DEFICIT FUND BALANCES (Continued)

Special Service Area #7, 8, 9, 10, 11, 12, 13, 14 and 16 will have future tax proceeds to fund the deficits and repay General Fund advances. The deficit balances will remain until the last year levied taxes are collected for the special service area. If future tax collections are insufficient to fund the deficit balance, the deficit will be transferred to the appropriate enterprise fund. The Audit Fund, Police Fund and Road and Bridge Fund deficits will be funded with future revenues.

3. RECEIVABLES - TAXES

Property taxes for 2008 attach as an enforceable lien on January 1, 2008 on property values assessed as of the same date. Taxes are levied in December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2009 and are payable in two installments, on June 1, 2009 and September 1, 2009. The County collects such taxes and remits them periodically.

The 2008 taxes are intended to finance the 2010 fiscal year and are not considered available for current operations and are, therefore, shown as unearned/deferred revenue. The 2009 tax levy has not been recorded as a receivable at April 30, 2009, as the tax attached as a lien on property as of January 1, 2009, however, the tax will not be levied until December 2009 and, accordingly, is not measurable at April 30, 2009.

4. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the Village's funds. The Village invests in certificates of deposits and money market mutual funds.

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

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair market value at 105% of all bank balances in excess of federal depository insurance, with the collateral held by an independent third party in the name of the Village

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. DEPOSITS AND INVESTMENTS (Continued)

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 2,047,403	\$ 2,047,403	\$ -	\$ -	\$ -
TOTAL	\$ 2,047,403	\$ 2,047,403	\$ -	\$ -	\$ -

a. Interest Rate Risk

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity and maximizing yields within a two year period, three years for capital project funds. The investment policy limits the maximum maturity length of investments to three years from date of purchase for capital project funds. In addition, the policy requires the Village to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

b. Credit Risk

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by investing primarily in fully collateralized time deposits in financial institutions.

c. Concentration of Credit Risk

The Village's investment policy requires that the investment portfolio be diversified to the extent practicable. Investments shall be diversified in order to reduce the risk of loss resulting in over-concentration in a specific maturity, issuer, institution or class of securities. Diversification strategies shall be determined and revised periodically by the Board of Trustees. The Village invests primarily in the certificates of deposit in several financial institutions.

VILLAGE OF BANNOCKBURN, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RECEIVABLES

The following receivables are included in Due from Other Governments and Other Receivables on the Statement of Net Assets:

GOVERNMENTAL ACTIVITIES	
Sales Tax	\$ 192,298
Local Use Tax	4,362
Motor Fuel Tax	2,853
Simplified Telecommunications Tax	49,304
Court Fines	7,715
Miscellaneous	19,218
	<hr/>
TOTAL GOVERNMENTAL ACTIVITIES	\$ 275,750
OTHER RECEIVABLES	
Special Service Area #3 and #6 Interest	\$ 18,125
IRMA	71,602
	<hr/>
TOTAL GOVERNMENTAL ACTIVITIES	\$ 89,727
	<hr/>

6. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
	<hr/>			<hr/>
GOVERNMENTAL ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$ 2,649,404	\$ -	\$ -	\$ 2,649,404
Land Improvements	130,235	-	-	130,235
Construction in Progress	55,411	34,140	55,411	34,140
Total Capital Assets not Being Depreciated	<hr/> 2,835,050	34,140	55,411	<hr/> 2,813,779
Capital Assets Being Depreciated				
Buildings	1,537,520	-	-	1,537,520
Improvements Other than Building	500,950	298,132	-	799,082
Machinery and Equipment	126,259	-	-	126,259
Vehicles	161,763	58,080	40,671	179,172
Storm Sewers	402,492	361,734	-	764,226
Roads	-	832,640	-	832,640
Pathways	489,015	11,603	-	500,618
Total Capital Assets Being Depreciated	<hr/> 3,217,999	1,562,189	40,671	<hr/> 4,739,517
Less Accumulated Depreciation for				
Buildings	359,980	30,750	-	390,730
Improvements Other than Building	124,021	32,502	-	156,523
Machinery and Equipment	94,026	12,157	-	106,183
Vehicles	98,512	22,650	37,715	83,447
Storm Sewers	159,960	10,190	-	170,150
Roads	-	14,802	-	14,802
Pathways	36,511	24,451	-	60,962
Total Accumulated Depreciation	<hr/> 873,010	147,502	37,715	<hr/> 982,797
Total Capital Assets Being Depreciated, Net	<hr/> 2,344,989	1,414,687	2,956	<hr/> 3,756,720
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 5,180,039	\$ 1,448,827	\$ 58,367	\$ 6,570,499
	<hr/>			<hr/>

VILLAGE OF BANNOCKBURN, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

6. CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
<b>BUSINESS-TYPE ACTIVITIES</b>				
Capital Assets not Being Depreciated				
Construction in Progress	\$ -	\$ 29,361	\$ -	\$ 29,361
Total Capital Assets not Being Depreciated	-	29,361	-	29,361
Capital Assets Being Depreciated				
Water Distribution System	7,301,983	416,442	-	7,718,425
Sewer Lines	3,618,066	869,552	-	4,487,618
Total Capital Assets Being Depreciated	10,920,049	1,285,994	-	12,206,043
Less Accumulated Depreciation for				
Water Distribution System	751,782	189,742	-	941,524
Sewer Lines	707,218	56,223	-	763,441
Total Accumulated Depreciation	1,459,000	245,965	-	1,704,965
Total Capital Assets Being Depreciated, Net	9,461,049	1,040,029	-	10,501,078
<b>BUSINESS-TYPE ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 9,461,049</b>	<b>\$ 1,069,390</b>	<b>\$ -</b>	<b>\$ 10,530,439</b>

Depreciation expense was charged to functions of the primary government as follows:

<b>GOVERNMENTAL ACTIVITIES</b>	
General Government	\$ 75,409
Public Safety	22,650
Road and Bridge	49,443
<b>TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES</b>	<b>\$ 147,502</b>

7. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts: theft of, damage to and destruction of assets; errors and omissions; injuries to employees; employee health and natural disasters. The Village purchases insurance for employee medical claims.

Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is a public entity risk pool whose members are Illinois municipalities. IRMA manages and funds first party property losses, third party liability claims, Workers' Compensation claims and public officials' liability claims of its member municipalities.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds.

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. RISK MANAGEMENT (Continued)

Intergovernmental Risk Management Agency (IRMA) (Continued)

Risk of loss is transferred, except that each member assumes at a minimum the first \$2,500 of each occurrence, and IRMA has self-insurance retentions at various amounts above that level.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Risk Manager and a Treasurer.

The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined in advance of each membership year based on the individual member's eligible revenue as defined in the bylaws of IRMA, and assessment factors based on past member experience and the funding need for the membership year. The Board of Directors may require that supplemental contributions be made by members to ensure adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. The Village is not aware of any additional amounts owed to IRMA for the current period or prior policy year at April 30, 2009.

8. LONG-TERM DEBT

a. Changes in Long-Term Liabilities

The following is a summary in long-term liabilities for the fiscal year ended April 30, 2009:

	May 1	Additions	Reductions	April 30	Current Portion
<b>GOVERNMENTAL ACTIVITIES</b>					
Special Service Area Bonds	\$ 730,000	\$ -	\$ 60,000	\$ 670,000	\$ 65,000
Tax Increment Allocation					
Revenue Bonds (1)	3,193,752	168,723	665,000	2,697,475	695,000
Less Discount on Issuance	(13,300)	-	(6,650)	(6,650)	-
Tax Increment Notes - Trinity	900,000	-	-	900,000	-
Engineering Advance - TIF	100,000	-	-	100,000	-
Project Advance - TIF	145,784	-	-	145,784	-
Compensated Absences	151,598	-	6,716	144,882	14,488
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 5,207,834</b>	<b>\$ 168,723</b>	<b>\$ 725,066</b>	<b>\$ 4,651,491</b>	<b>\$ 774,488</b>

VILLAGE OF BANNOCKBURN, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

a. Changes in Long-Term Liabilities (Continued)

	May 1	Additions	Reductions	April 30	Current Portion
<b>BUSINESS-TYPE ACTIVITIES</b>					
General Obligation Bonds	\$ 2,430,000	\$ -	\$ 90,000	\$ 2,340,000	\$ 95,000
Less Issuance Discount	(16,668)	-	(877)	(15,791)	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 2,413,332</b>	<b>\$ -</b>	<b>\$ 89,123</b>	<b>\$ 2,324,209</b>	<b>\$ 95,000</b>

(1) The amount shown in the “Additions” column includes \$154,504 of increase in the accreted value of the bonds during the fiscal year ended April 30, 2009.

b. Bonds Payable

Long-term liabilities payable from governmental activities at April 30, 2009 are comprised of the following:

	Total	Current Portion
\$400,000 1990A Tax Increment Allocation Revenue Bonds dated August 15, 1990, in one annual installment of \$2,186,413 on December 1, 2009, interest at 9%.	\$ 2,002,475	\$ -
\$940,000 2003 Special Tax Bonds dated July 1, 2003 in annual installments of \$40,000 to \$85,000 to December 1, 2017, interest at 3.5%.	670,000	65,000
\$1,995,000 2006B Tax Increment Allocation Revenue Bonds dated July 6, 2006, in annual installments of \$635,000 to \$695,000 to November 15, 2009, interest at 4.20%	695,000	695,000
<b>TOTAL</b>	<b>\$ 3,367,475</b>	<b>\$ 760,000</b>

Long-term liabilities payable from business-type activities at April 30, 2009 are comprised of the following:

	Total	Current Portion
\$2,500,000 General Obligation Bonds Series 2006 Bonds dated November 15, 2006, in annual installment of \$70,000 to \$190,000 to January 1, 2026, interest at 3.7% to 4.0%.	\$ 2,340,000	\$ 95,000



VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

c. Annual Debt Service Requirements to Maturity

The annual debt service requirements to retire these outstanding obligations at April 30, 2009 are as follows:

Fiscal Year Ending April 30,	Governmental Activities			
	Special Tax Bonds		Tax Increment Allocation Revenue Bonds	
	Principal	Interest	Principal	Interest
2010	\$ 65,000	\$ 23,450	\$ 695,000	\$ 29,190
2011	65,000	21,175	-	-
2012	70,000	18,900	-	-
2013	70,000	16,450	-	-
2014	75,000	14,000	-	-
2015	75,000	11,375	-	-
2016	80,000	8,750	-	-
2017	85,000	5,950	-	-
2018	85,000	2,975	-	-
<b>TOTAL</b>	<b>\$ 670,000</b>	<b>\$ 123,025</b>	<b>\$ 695,000</b>	<b>\$ 29,190</b>

Fiscal Year Ending April 30,	Business-Type Activities	
	General Obligation Revenue Bonds	
	Principal	Interest
2010	\$ 95,000	\$ 90,617
2011	100,000	87,103
2012	105,000	83,402
2013	110,000	79,465
2014	110,000	75,340
2015	115,000	71,215
2016	125,000	66,903
2017	130,000	62,215
2018	135,000	57,340
2019	140,000	52,075
2020	145,000	46,615
2021	155,000	40,960
2022	160,000	34,838
2023	165,000	28,518
2024	175,000	22,000
2025	185,000	15,000
2026	190,000	7,600
<b>TOTAL</b>	<b>\$ 2,340,000</b>	<b>\$ 921,206</b>

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

c. Annual Debt Service Requirements to Maturity (Continued)

The annual requirements to amortize to maturity the 1990A Tax Increment Allocation Revenue Bonds outstanding as of April 30, 2009 are as follows:

Fiscal Year	Principal	Interest Accretion
2010	\$ 400,000	\$ 183,938
Capitalized interest at April 30, 2009	1,602,475	-
<b>TOTAL</b>	<b>\$ 2,002,475</b>	<b>\$ 183,938</b>

The Village issued \$2,500,000 General Obligation Tax Bonds, Series 2006. The bond proceeds are designated for various water infrastructure projects, including new mains and the replacement of existing mains and hydrants. These bonds are general obligation bonds, secured by the full faith and credit and the unlimited taxing power of the Village of Bannockburn. It is the intent that the principal and interest payments will be funded from available cash in the Water Fund, and if necessary, from interim advances from the General Fund. The General Obligation Bonds, issued November 15, 2006, mature January 1, 2026.

d. Special Tax Bonds

The Village issued \$940,000 aggregate principal amount of Special Service Area #15 Special Tax Bonds, Series 2003 (Thornapple/Hilltop Sewer Project). The proceeds of the bonds are used to pay the cost of construction of sanitary sewer improvements and related costs in and for Special Service Area #15. The bonds constitute limited obligations of the Village, payable solely from a levy of direct annual tax on taxable property located within Special Service Area #15 in accordance with the special tax roll approved by the Village pursuant to (i) Ordinance Number 2003-20 adopted on June 23, 2003 establishing the Special Service Area and (ii) the Bond Ordinance. The bonds are further secured by a limited pledge of certain available sales tax revenues in the amount and to the extent set forth in the bond ordinance.

The bonds do not constitute general obligations of the Village and neither the full faith and credit nor the unlimited taxing power of the Village shall be pledged as security for the payment of the bonds. However, the Village did pledge certain sales tax revenues. Therefore, the bond is reported as a Village liability.

The Special Tax Bonds (Alternate Revenue Source) Series 2003 were dated July 1, 2003, and are due on December 1, 2017 with semi-annual interest payments at an interest rate of 3.5%.

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

e. Tax Increment Allocation Revenue Bonds

The Village issued Tax Increment Allocation Revenue Bonds, Series 2006A and Series 2006B on July 6, 2006. Series 2006A, issued for \$1,300,000, was immediately retired. Series 2006B, issued for \$1,995,000 at an interest rate of 4.20%, matures November 15, 2009.

Prior to issuing Series 2006A and Series 2006B, to satisfy the Sinking Fund requirement, a Defeasance Account was created. This action fully funded the remaining principal and interest for the Series 1987A bonds, with a final maturity of July 1, 2007.

Series 2006A and Series 2006B were issued under Ordinance 87-16 and the Tax Increment Allocation Revenue Bonds, Series 1990A remain subordinate to the Series 2006A and Series 2006B bonds.

The Tax Increment Allocation Revenue Bonds, Series 1990A are subordinate to the Tax Increment Allocation Revenue Bonds, Series 1987A and all other bonds issued under the Village's Bond Ordinance Number 87-16. No principal of or interest on the Series 1990A Bonds shall be paid until the Series 1987A Bond and all other bonds subsequently issued under Ordinance 87-16 have been paid or discharged. In addition, the Series 1990A Bonds are payable only from amounts deposited in the Special Tax Allocation Fund for the Village of Bannockburn Redevelopment Project Area on or before December 1, 2009. The Village's Debt Service - TIF Fund and the Capital Projects - Water Reservoir and Project Fund account for the activity of the Special Tax Allocation Fund for the Village of Bannockburn Redevelopment Project Area.

According to the Tax Increment Allocation Revenue Bond ordinances, the following reserve accounts are to be maintained:

Reserve Account	Amount	Nature of Authorized Expenditure
Principal and interest	Amount sufficient to pay current principal and interest maturities	Pay the principal and interest on the bonds
Sinking fund	Amount equal to the total outstanding principal and interest on the bonds	Pay principal and interest on bonds; if no default has occurred on the payment of principal and interest, up to \$100,000 may be used to pay for project costs
General account	Excess of sinking fund account	Pay project costs

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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8. LONG-TERM DEBT (Continued)

e. Tax Increment Allocation Revenue Bonds (Continued)

The principal and interest reserve account is presented on the financial statements of the Village as the TIF Debt Service Fund. The general reserve account is presented on the financial statements as a Capital Projects - Water Reservoir and Project Fund.

No principal of, or interest on, the Series 1990A Bonds shall be paid until the Series 1987A Bond and all other bonds subsequently issued under Ordinance 87-16 have been paid or discharged. Because the Village has not collected enough real estate taxes in the Special Tax Allocation Fund for bond obligations subsequently issued under Ordinance 87-16, the Tax Increment Allocation Revenue Bonds Series 1990A remain unfunded at April 30, 2009.

f. Engineering Advance - Tax Increment Financing

During fiscal year 1998, the Village's redevelopment project area received an advance of \$100,000 for the engineering and design of a water reservoir in Phase III from the TIF Project Developer. The advance does not bear interest and is not expected to be repaid by the Village within one year.

g. Project Advances - Tax Increment Financing

Prior to 2004, the redevelopment project area received an advance of \$505,406 from the TIF Project Developer. No payments were made for the year ended April 30, 2009. The remaining advance of \$145,784 does not bear interest and is not expected to be repaid within one year. The advance is summarized as follows:

Professional Fees	\$ 17,500
Lights	74,800
Paving	<u>53,484</u>
 TOTAL	 <u>\$ 145,784</u>

h. Advance from Other Funds

At April 30, 2009, advance from other funds represents the remaining liability to the general fund from Special Service Areas #7, 8, 9, 10, 11, 12, 13, 14 and 16. These advances were made from the General Fund for the initial start-up of the special service areas. The advances will be repaid with property tax receipts. Advances currently outstanding are as follows:

VILLAGE OF BANNOCKBURN, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

h. Advance from Other Funds (Continued)

	<u>Advance From</u>
General Fund:	
Special Service Area #7 - \$398,510 original advance, due in annual installments of \$38,925 including interest at 6.25% through April 30, 2012.	\$ 103,028
Special Service Area #8 - \$54,909 original advance, due in annual installments of \$5,371 including interest at 6.25% through April 30, 2012.	14,191
Special Service Area #9 - \$54,909 original advance, due in annual installments of \$5,371 including interest at 6.25% through April 30, 2012.	14,191
Special Service Area #10 - \$329,453 original advance, due in annual installments of \$32,176 including interest at 6.25% through April 30, 2012.	85,712
Special Service Area #11 - \$149,067 original advance, due in annual installments of principal and interest at 8.00% through April 30, 2010.	14,500
Special Service Area #12 - \$116,163 original advance, due in annual installments of principal and interest at 8.00% through April 30, 2010.	10,500
Special Service Area #13 - \$304,846 original advance, due in annual installments of principal and interest at 8.00% through April 30, 2012.	39,724
Special Service Area #14 - \$140,684 original advance, due in annual installments of principal and interest at 8.00% through April 30, 2012.	42,249
Special Service Area #16 - \$385,900 original advance, due in annual installments of principal and interest at 5.00% through April 30, 2021.	<u>328,600</u>
Total General Fund	652,695
TIF Debt Service Fund:	
Water Reservoir and Project Fund	<u>142,948</u>
TOTAL ADVANCES FROM OTHER FUNDS	<u>\$ 795,643</u>

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

h. Advance from Other Funds (Continued)

Annual Debt Service Requirements to Maturity for Advances from Other Funds:

Year End	Advances Payable
2010	\$ 167,743
2011	140,743
2012	140,743
2013 - 2021	<u>334,602</u>
TOTAL PRINCIPAL AND INTEREST	783,831
INTEREST PORTION	<u>131,136</u>
TOTAL PRINCIPAL	<u>\$ 652,695</u>

The Water Reservoir Fund advance of \$142,948 has been excluded from the above table as that repayment date is unknown.

9. TAX INCREMENT FINANCING

In 1986, the Village approved a tax increment financing agreement (TIF) plan and established a TIF District for an area within the Village. Tax increment financing is a tool that allows the Village to institute a redevelopment program in a blighted or conservation area and then to capture, as a funding device for paying the redevelopment costs, those real property taxes derived from the redeveloped property that exceed the real property taxes derived from the property prior to development.

Tax Increment Allocation Revenue Bonds Series 1987A, 1990A, 2006A, and 2006B have been issued and are accounted for in the Debt Service Fund and General Long-Term Debt. The Village also received a loan of \$605,406 from the TIF Project Developer, of which \$359,622 was repaid. Loan amounts outstanding at April 30, 2009 are accounted for in the governmental activities on the statement of net assets. The expenditures for the redevelopment project area are accounted for in the Capital Projects Fund. The expenditures are for roadway construction and related improvements, land and easement acquisition, water and sewer improvements, financing and various professional services, all associated with the TIF District.

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. TAX INCREMENT FINANCING (Continued)

In establishing the TIF District, the Village limited its obligation to the amount of available incremental taxes. If ever the TIF bonds come due and are not fully paid, the Village will not be in default of such bonds provided it pays out whatever incremental taxes it has received. As a result, no general tax revenue of the Village will ever need to be used to support the Village's TIF District. Moreover, the Village has a separate contractual arrangement with one of the major property owners in the TIF District to assure that certain TIF related work will be completed without risk to the Village's General Fund tax revenues.

10. INTERFUND ACCOUNTS

a. Due From/To Other Funds

For the year ended April 30, 2009, interfund receivables and payables consist of the following:

	<u>Due From</u>	<u>Due To</u>
General Fund		
Nonmajor Governmental	\$ 3,212	\$ 18,777
Road and Bridge	-	1,852
Police	-	2,278
Water	-	561,526
Sewer	184,438	-
Total General	<u>187,650</u>	<u>584,433</u>
Police		
General	<u>2,278</u>	-
Road and Bridge		
General	<u>1,852</u>	-
Nonmajor Governmental		
General	<u>18,777</u>	3,212
Water		
General	<u>561,526</u>	-
Sewer		
General	<u>-</u>	184,438
TOTAL ALL FUNDS	<u>\$ 772,083</u>	<u>\$ 772,083</u>

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. INTERFUND ACCOUNTS (Continued)

a. Due From/To Other Funds (Continued)

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

- Financial activity for the above funds are processed through the General Fund's checking account. These balances reflect available cash or cash advances for these funds that do not have physical operating accounts.

b. Transfers

Interfund transfers during the year ended April 30, 2009 consisted of the following:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund		
Police	\$ -	\$ 675,000
Road and Bridge	-	1,280,000
Nonmajor Governmental	-	3,000
Total General	<u>-</u>	<u>1,958,000</u>
Police		
General	<u>675,000</u>	-
Road and Bridge		
General	<u>1,280,000</u>	-
Nonmajor Governmental		
General	<u>3,000</u>	-
TOTAL ALL FUNDS	<u>\$ 1,958,000</u>	<u>\$ 1,958,000</u>

The purpose of significant transfers is as follows:

- \$675,000 transferred to the Police Fund from the General Fund to cover current year operating and capital costs. This transfer will not be repaid.
- \$1,280,000 transferred to the Road and Bridge Fund from the General Fund and \$3,000 to the Audit Fund from the General Fund to cover current year operating and capital costs. These transfers will not be repaid.



11. CONTINGENT LIABILITIES

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

Grants

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

12. EMPLOYEE RETIREMENT SYSTEMS

a. Plan Description

Illinois Municipal Retirement Fund

The Village elected membership in the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system effective May 1, 2003. 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 eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Employees participating in the IMRF are required to contribute 4.5% of their annual covered salary. The member rate is established by state statute. The Village is required to contribute at an actuarially determined rate. The employer rate for calendar year 2008 was 15.50% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Annual Pension Costs

Employer contributions have been determined as follows:

	<u>Illinois Municipal Retirement</u>
Actuarial Valuation Date	December 31, 2006
Actuarial Cost Method	Entry-age Normal
Asset Valuation Method	5 Year Smoothed Market
Amortization Method	Level Percentage of Payroll
Amortization Period	28 Years, Open
Significant Actuarial Assumptions	
a) Rate of Return on Present and Future Assets	7.50% Compounded Annually
b) Projected Salary Increase - Attributable to Inflation	4.00% Compounded Annually
c) Additional Projected Salary Increases - Seniority/Merit	.40 to 10.0%

VILLAGE OF BANNOCKBURN, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Annual Pension Costs (Continued)

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

	For Fiscal Year	Illinois Municipal Retirement
Annual Pension Cost (APC)	2008	\$ 127,638
	2007	117,487
	2006	111,865
Actual Contribution	2008	\$ 127,638
	2007	117,487
	2006	111,865
Percentage of APC Contributed	2008	100.00%
	2007	100.00
	2006	100.00
NPO	2008	\$ -
	2007	-
	2006	-

c. Funded Status and Funding Progress

The funded status and funding progress of the plan as of December 31, 2008 were as follows:

	Illinois Municipal Retirement
Actuarial accrued liability (AAL)	\$ 2,158,159
Actuarial value of plan assets	1,062,843
Unfunded actuarial accrued liability (UAAL)	1,095,316
Funded ratio (actuarial value of plan assets/AAL)	49.25%
Covered payroll (active plan members)	\$ 823,474
UAAL as a percentage of covered payroll	133.01%

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Taxes			
Property Taxes	\$ 208,350	\$ 208,350	\$ 207,839
Hotel/Motel	117,500	117,500	102,461
Intergovernmental	1,631,227	1,631,227	1,241,380
Licenses and Permits	192,000	192,000	301,373
Charges for Services	6,500	6,500	12,330
Investment Income	449,743	449,743	270,974
Miscellaneous	88,025	88,025	181,306
<b>Total Revenues</b>	<b>2,693,345</b>	<b>2,693,345</b>	<b>2,317,663</b>
<b>EXPENDITURES</b>			
Current			
General Government	1,511,411	1,511,411	1,024,499
Public Safety	150,000	150,000	133,343
Road and Bridge	-	-	968
<b>Total Expenditures</b>	<b>1,661,411</b>	<b>1,661,411</b>	<b>1,158,810</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,031,934</b>	<b>1,031,934</b>	<b>1,158,853</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	(2,519,367)	(2,519,367)	(1,958,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(2,519,367)</b>	<b>(2,519,367)</b>	<b>(1,958,000)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (1,487,433)</b>	<b>\$ (1,487,433)</b>	<b>(799,147)</b>
FUND BALANCE, MAY 1			9,478,284
FUND BALANCE, APRIL 30			<b>\$ 8,679,137</b>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Original and Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 300,050	\$ 299,289
Intergovernmental		
Canine Grant	-	4,067
Tobacco Grant	4,500	1,100
Vest Grant	-	985
FEMA Grant	-	18
Fines and Forfeitures	67,000	75,440
Investment Income	-	90
	<u>371,550</u>	<u>380,989</u>
Total Revenues		
<b>EXPENDITURES</b>		
Public Safety		
Personnel Services		
Salaries	661,155	628,161
Insurance	117,480	105,137
Other Employee Services	12,815	7,498
Contractual Services		
Legal	14,850	10,962
Police Dispatch	96,800	89,278
Community Relations	4,300	3,888
Professional Services	1,100	5,670
Maintenance and Repairs	11,000	9,447
Operating Supplies	64,200	37,540
Communications	10,450	9,106
Printed Materials	3,300	4,003
Memberships	20,350	17,559
Professional Development	9,900	8,955
Liability Insurance	93,000	70,613
Capital Outlay		
Police Equipment	68,750	56,080
	<u>1,189,450</u>	<u>1,063,897</u>
Total Expenditures		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(817,900)	(682,908)
OTHER FINANCING SOURCES (USES)		
Transfers In	813,150	675,000
NET CHANGE IN FUND BALANCE	<u>\$ (4,750)</u>	(7,908)
FUND BALANCE (DEFICIT), MAY 1		<u>(4,294)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (12,202)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Taxes			
Property Taxes	\$ 47,662	\$ 47,662	\$ 48,499
Intergovernmental	-	-	17,500
Miscellaneous	572,150	572,150	198,155
<b>Total Revenues</b>	<b>619,812</b>	<b>619,812</b>	<b>264,154</b>
<b>EXPENDITURES</b>			
Road and Bridge			
Personnel Services			
Part-Time Wages	2,500	2,500	6,329
Contractual Services			
Consultants	21,845	21,845	3,073
Tree Program and Landscaping	29,600	29,600	26,211
Maintenance and Repairs	131,350	111,350	86,241
Snow Removal	41,800	61,800	59,925
Street Lighting	6,200	6,200	3,197
Capital Outlay			
Waukegan Road Widening	898,700	898,700	240,279
Route 22 Bridge	140,500	140,500	50,972
Route 22	2,750	2,750	7,612
Path	99,000	99,000	2,284
Road Repairs	943,300	943,300	779,955
Storm Sewer	638,000	638,000	427,480
<b>Total Expenditures</b>	<b>2,955,545</b>	<b>2,955,545</b>	<b>1,693,558</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(2,335,733)</b>	<b>(2,335,733)</b>	<b>(1,429,404)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	1,696,301	1,696,301	1,280,000
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (639,432)</b>	<b>\$ (639,432)</b>	<b>(149,404)</b>
FUND BALANCE (DEFICIT), MAY 1			(34,526)
FUND BALANCE (DEFICIT), APRIL 30			<b>\$ (183,930)</b>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF FUNDING PROGRESS  
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2009

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age Normal	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) As a Percentage of Covered Payroll (4) / (5)
2004	\$ 663,674	\$ 1,469,530	45.16%	\$ 805,856	\$ 697,266	115.57%
2005	842,176	1,740,030	48.40%	897,854	739,655	121.39%
2006	578,263	1,622,916	35.63%	1,044,653	767,253	136.15%
2007	776,895	1,840,450	42.21%	1,063,555	805,811	131.99%
2008	1,062,843	2,158,159	49.25%	1,095,316	823,474	133.01%

Note: Information is presented prospectively until six years of data is available in accordance with GASB Statement No. 27.

(See independent auditor's report.)



VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2009

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<u>For the Year December 31</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2004	\$ 75,235	\$ 75,235	100.00%
2005	107,324	107,324	100.00%
2006	111,865	111,865	100.00%
2007	117,487	117,487	100.00%
2008	127,638	127,638	100.00%

Note: Information is presented prospectively until six years of data is available in accordance with GASB Statement No. 27.

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2009

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LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets

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

The proposed budget is presented to the Board of Trustees for review. The Board of Trustees holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body.

The budget may be amended by the Board of Trustees. Adjustments made during the year are reflected in the budget information included in the financial statements.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, a supplementary appropriation was adopted. The amendment shifted budgeted line items within several funds without altering the total budget in any fund.

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
<b>EXPENDITURES</b>			
General Government			
Personnel Services			
Salaries	\$ 315,650	\$ 315,650	\$ 307,260
Employer Contribution -			
Pension and Retirement	105,000	105,000	69,386
Employee Health Insurance	48,180	48,180	34,266
Other Personnel Services	13,470	13,470	10,973
Contractual Services			
Legal	99,945	99,945	72,567
Recreation	2,750	2,750	1,961
Village Administration	63,541	63,541	45,187
Building Inspection Fees	180,500	180,500	85,249
Professional Services	71,355	71,355	31,294
Liability Insurance	45,000	45,000	31,792
Village Hall Maintenance	46,400	61,400	56,716
Open Space	58,350	68,350	55,167
Reimbursement Expenditures	128,000	128,000	113,591
Beautification	45,900	45,900	34,068
Emergency Disaster Services	3,300	3,300	-
Special Events	11,000	11,000	7,951
Other Expenditures	14,570	14,570	8,870
Capital Outlay	258,500	233,500	58,201
<b>Total General Government</b>	<b>1,511,411</b>	<b>1,511,411</b>	<b>1,024,499</b>
Public Safety			
Personnel Services			
Employer Contribution -			
Pension and Retirement	150,000	150,000	133,343
<b>Total Public Safety</b>	<b>150,000</b>	<b>150,000</b>	<b>133,343</b>
Road and Bridge			
Personnel Services			
Employer Contribution -			
Pension and Retirement	-	-	968
<b>Total Road and Bridge</b>	<b>-</b>	<b>-</b>	<b>968</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,661,411</b>	<b>\$ 1,661,411</b>	<b>\$ 1,158,810</b>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
WATER RESERVOIR PROJECT FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Investment Income	\$ -	\$ 3,800
Total Revenues	-	3,800
<b>EXPENDITURES</b>		
General Government		
Engineering	-	15,002
Contractual Services	15,000	11,069
Capital Outlay	450,000	53,926
Total Expenditures	465,000	79,997
NET CHANGE IN FUND BALANCE	<u>\$ (465,000)</u>	(76,197)
FUND BALANCE, MAY 1		<u>292,667</u>
FUND BALANCE, APRIL 30		<u>\$ 216,470</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
TIF DEBT SERVICE FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 931,500	\$ 1,292,448
Investment Income	5,000	11,752
	<u>936,500</u>	<u>1,304,200</u>
Total Revenues		
<b>EXPENDITURES</b>		
Debt Service		
Principal	700,000	665,000
Interest and Fiscal Charges	100,000	57,120
	<u>800,000</u>	<u>722,120</u>
Total Expenditures		
NET CHANGE IN FUND BALANCE	<u>\$ 136,500</u>	582,080
FUND BALANCE, MAY 1		<u>1,080,769</u>
FUND BALANCE, APRIL 30		<u>\$ 1,662,849</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF BANNOCKBURN, ILLINOIS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2009

	Special Revenue	Debt Service	Total Nonmajor Governmental
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 122,178	\$ 73,118	\$ 195,296
Investments	278,197	-	278,197
Receivables (Net, Where Applicable, of Allowances For Uncollectibles)			
Property Taxes	59,948	255,801	315,749
Accrued Interest	2,136	12	2,148
Other	12,861	-	12,861
Due from Other Governments	2,854	-	2,854
Due from Other Funds	17,514	1,263	18,777
<b>TOTAL ASSETS</b>	<b>\$ 495,688</b>	<b>\$ 330,194</b>	<b>\$ 825,882</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 2,250	\$ 29,246	\$ 31,496
Deferred Property Tax Revenue	59,948	255,801	315,749
Other Deferred Revenue	12,861	-	12,861
Due to Other Funds	-	3,212	3,212
Advances from Other Funds	-	652,695	652,695
<b>Total Liabilities</b>	<b>75,059</b>	<b>940,954</b>	<b>1,016,013</b>
<b>FUND BALANCES</b>			
Reserved for Maintenance of Roadways	405,365	-	405,365
Reserved for Liability Insurance	17,285	-	17,285
Reserved for Special Projects	37	-	37
Reserved for Debt Service	-	43,884	43,884
Unreserved			
Undesignated (Deficit) - Special Revenue Funds	(2,058)	-	(2,058)
Undesignated (Deficit) - Debt Service Funds	-	(654,644)	(654,644)
<b>Total Fund Balances</b>	<b>420,629</b>	<b>(610,760)</b>	<b>(190,131)</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 495,688</b>	<b>\$ 330,194</b>	<b>\$ 825,882</b>

(See independent auditor's report.)



VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2008

	Special Revenue	Debt Service	Total Nonmajor Governmental
<b>REVENUES</b>			
Taxes	\$ 57,142	\$ 257,987	\$ 315,129
Intergovernmental	37,290	-	37,290
Recapture Fees	-	59,429	59,429
Investment Income	7,509	1,066	8,575
<b>Total Revenues</b>	<b>101,941</b>	<b>318,482</b>	<b>420,423</b>
<b>EXPENDITURES</b>			
Current			
General Government	40,074	-	40,074
Capital Outlay	163,275	1,854	165,129
Debt Service			
Principal	-	60,000	60,000
Interest and Fiscal Charges	-	70,315	70,315
<b>Total Expenditures</b>	<b>203,349</b>	<b>132,169</b>	<b>335,518</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(101,408)</b>	<b>186,313</b>	<b>84,905</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	3,000	-	3,000
<b>Total Other Financing Sources (Uses)</b>	<b>3,000</b>	<b>-</b>	<b>3,000</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(98,408)</b>	<b>186,313</b>	<b>87,905</b>
<b>FUND BALANCES (DEFICIT), MAY 1</b>	<b>519,037</b>	<b>(797,073)</b>	<b>(278,036)</b>
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<b>\$ 420,629</b>	<b>\$ (610,760)</b>	<b>\$ (190,131)</b>

(See independent auditor's report.)

NONMAJOR SPECIAL REVENUE FUNDS

VILLAGE OF BANNOCKBURN, ILLINOIS

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS

April 30, 2009

	Motor Fuel Tax	Audit	Liability Insurance
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 122,178	\$ -	\$ -
Investments	278,197	-	-
Receivables (Net, Where Applicable, of Allowances For Uncollectibles)			
Property Taxes	-	16,990	32,282
Accrued Interest	2,136	-	-
Other	-	-	12,861
Due from Other Governments	2,854	-	-
Due from Other Funds	-	192	17,285
<b>TOTAL ASSETS</b>	<b>\$ 405,365</b>	<b>\$ 17,182</b>	<b>\$ 62,428</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ -	\$ 2,250	\$ -
Deferred Property Tax Revenue	-	16,990	32,282
Other Deferred Revenue	-	-	12,861
<b>Total Liabilities</b>	<b>-</b>	<b>19,240</b>	<b>45,143</b>
<b>FUND BALANCES</b>			
Reserved for Maintenance of Roadways	405,365	-	-
Reserved for Liability Insurance	-	-	17,285
Reserved for Special Projects	-	-	-
Unreserved			
Undesignated (Deficit)	-	(2,058)	-
<b>Total Fund Balances</b>	<b>405,365</b>	<b>(2,058)</b>	<b>17,285</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 405,365</b>	<b>\$ 17,182</b>	<b>\$ 62,428</b>

Special Service Area #1	Special Service Area #2	Total Nonmajor Special Revenue
\$ -	\$ -	\$ 122,178
-	-	278,197
2,060	8,616	59,948
-	-	2,136
-	-	12,861
-	-	2,854
7	30	17,514
<u>\$ 2,067</u>	<u>\$ 8,646</u>	<u>\$ 495,688</u>
\$ -	\$ -	\$ 2,250
2,060	8,616	59,948
-	-	12,861
<u>2,060</u>	<u>8,616</u>	<u>75,059</u>
-	-	405,365
-	-	17,285
7	30	37
-	-	(2,058)
<u>7</u>	<u>30</u>	<u>420,629</u>
<u>\$ 2,067</u>	<u>\$ 8,646</u>	<u>\$ 495,688</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Motor Fuel Tax	Audit	Liability Insurance
<b>REVENUES</b>			
Taxes	\$ -	\$ 16,627	\$ 29,928
Intergovernmental	37,290	-	-
Investment Income	7,509	-	-
<b>Total Revenues</b>	<b>44,799</b>	<b>16,627</b>	<b>29,928</b>
<b>EXPENDITURES</b>			
Current			
General Government	-	18,949	21,125
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>18,949</b>	<b>21,125</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>44,799</b>	<b>(2,322)</b>	<b>8,803</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	3,000	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>3,000</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>44,799</b>	<b>678</b>	<b>8,803</b>
<b>FUND BALANCES (DEFICIT), MAY 1</b>	<b>360,566</b>	<b>(2,736)</b>	<b>8,482</b>
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<b>\$ 405,365</b>	<b>\$ (2,058)</b>	<b>\$ 17,285</b>

Special Service Area #1	Special Service Area #2	Total Nonmajor Special Revenue
\$ 2,000	\$ 8,587	\$ 57,142
-	-	37,290
-	-	7,509
2,000	8,587	101,941
-	-	40,074
27,942	135,333	163,275
27,942	135,333	203,349
(25,942)	(126,746)	(101,408)
-	-	3,000
-	-	3,000
(25,942)	(126,746)	(98,408)
25,949	126,776	519,037
\$ 7	\$ 30	\$ 420,629

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Intergovernmental		
Motor Fuel Tax	\$ 40,000	\$ 37,290
Investment Income	11,000	7,509
	<u>51,000</u>	<u>44,799</u>
Total Revenues		
<b>EXPENDITURES</b>		
Capital Outlay		
Contractual Services	300,000	-
	<u>300,000</u>	<u>-</u>
Total Expenditures		
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (249,000)</u>	44,799
<b>FUND BALANCE, MAY 1</b>		<u>360,566</u>
<b>FUND BALANCE, APRIL 30</b>		<u>\$ 405,365</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 15,784	\$ 16,627
Total Revenues	<u>15,784</u>	<u>16,627</u>
<b>EXPENDITURES</b>		
General Government		
Contractual Services		
Audit Services	<u>25,700</u>	<u>18,949</u>
Total Expenditures	<u>25,700</u>	<u>18,949</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(9,916)	(2,322)
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers In	<u>9,916</u>	<u>3,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	678
<b>FUND BALANCE (DEFICIT), MAY 1</b>		<u>(2,736)</u>
<b>FUND BALANCE (DEFICIT), APRIL 30</b>		<u>\$ (2,058)</u>

(See independent auditor's report.)



VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 26,858	\$ 29,928
Total Revenues	26,858	29,928
<b>EXPENDITURES</b>		
General Government		
Contractual Services		
Liability Insurance	34,250	21,125
Total Expenditures	34,250	21,125
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (7,392)</b>	8,803
<b>FUND BALANCE, MAY 1</b>		8,482
<b>FUND BALANCE, APRIL 30</b>		<b>\$ 17,285</b>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 SPECIAL SERVICE AREA #1 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 1,995	\$ 2,000
	<u>1,995</u>	<u>2,000</u>
<b>EXPENDITURES</b>		
Capital Outlay		
Maintenance and Repairs	5,000	503
Route 22 Liftstation	50,000	27,439
	<u>55,000</u>	<u>27,942</u>
NET CHANGE IN FUND BALANCE	<u>\$ (53,005)</u>	(25,942)
FUND BALANCE, MAY 1		<u>25,949</u>
FUND BALANCE, APRIL 30		<u>\$ 7</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 SPECIAL SERVICE AREA #2 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 8,505	\$ 8,587
Total Revenues	8,505	8,587
<b>EXPENDITURES</b>		
Capital Outlay		
Maintenance and Repairs	7,000	2,012
Capital Outlay	160,000	133,321
Total Expenditures	167,000	135,333
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (158,495)</b>	(126,746)
<b>FUND BALANCE, MAY 1</b>		<b>126,776</b>
<b>FUND BALANCE, APRIL 30</b>		<b>\$ 30</b>

(See independent auditor's report.)

NONMAJOR DEBT SERVICE FUNDS

VILLAGE OF BANNOCKBURN, ILLINOIS

COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS

April 30, 2009

	Special Service Area #4	Special Service Area #7	Special Service Area #8	Special Service Area #9
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 32,464	\$ -	\$ -	\$ -
Receivables (Net, Where Applicable, of Allowances For Uncollectibles)				
Property Taxes	-	38,862	5,355	5,355
Accrued Interest	12	-	-	-
Due from Other Funds	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 32,476</b>	<b>\$ 38,862</b>	<b>\$ 5,355</b>	<b>\$ 5,355</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deferred Property Taxes	-	38,862	5,355	5,355
Due to Other Funds	-	1,214	167	176
Advances from Other Funds	-	103,028	14,191	14,191
<b>Total Liabilities</b>	<b>-</b>	<b>143,104</b>	<b>19,713</b>	<b>19,722</b>
<b>FUND BALANCES</b>				
Reserved for Debt Service	32,476	-	-	-
Unreserved				
Undesignated (Deficit)	-	(104,242)	(14,358)	(14,367)
<b>Total Fund Balances (Deficit)</b>	<b>32,476</b>	<b>(104,242)</b>	<b>(14,358)</b>	<b>(14,367)</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 32,476</b>	<b>\$ 38,862</b>	<b>\$ 5,355</b>	<b>\$ 5,355</b>

Special Service Area #10	Special Service Area #11	Special Service Area #12	Special Service Area #13	Special Service Area #14	Special Service Area #15	Special Service Area #16	Total Nonmajor Debt Service
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,654	\$ -	\$ 73,118
32,128	16,049	11,586	12,704	9,162	87,422	37,178	255,801
-	-	-	-	-	-	-	12
-	1,157	-	61	45	-	-	1,263
<u>\$ 32,128</u>	<u>\$ 17,206</u>	<u>\$ 11,586</u>	<u>\$ 12,765</u>	<u>\$ 9,207</u>	<u>\$ 128,076</u>	<u>\$ 37,178</u>	<u>\$ 330,194</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,246	\$ -	\$ 29,246
32,128	16,049	11,586	12,704	9,162	87,422	37,178	255,801
1,076	-	191	-	-	-	388	3,212
85,712	14,500	10,500	39,724	42,249	-	328,600	652,695
<u>118,916</u>	<u>30,549</u>	<u>22,277</u>	<u>52,428</u>	<u>51,411</u>	<u>116,668</u>	<u>366,166</u>	<u>940,954</u>
-	-	-	-	-	11,408	-	43,884
<u>(86,788)</u>	<u>(13,343)</u>	<u>(10,691)</u>	<u>(39,663)</u>	<u>(42,204)</u>	<u>-</u>	<u>(328,988)</u>	<u>(654,644)</u>
<u>(86,788)</u>	<u>(13,343)</u>	<u>(10,691)</u>	<u>(39,663)</u>	<u>(42,204)</u>	<u>11,408</u>	<u>(328,988)</u>	<u>(610,760)</u>
<u>\$ 32,128</u>	<u>\$ 17,206</u>	<u>\$ 11,586</u>	<u>\$ 12,765</u>	<u>\$ 9,207</u>	<u>\$ 128,076</u>	<u>\$ 37,178</u>	<u>\$ 330,194</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Special Service Area #4	Special Service Area #7	Special Service Area #8	Special Service Area #9
<b>REVENUES</b>				
Taxes	\$ -	\$ 38,883	\$ 5,357	\$ 5,357
Recapture fees	-	-	-	-
Investment Income	377	-	-	-
<b>Total Revenues</b>	<b>377</b>	<b>38,883</b>	<b>5,357</b>	<b>5,357</b>
<b>EXPENDITURES</b>				
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest and Fiscal Charges	-	8,348	1,151	1,151
<b>Total Expenditures</b>	<b>-</b>	<b>8,348</b>	<b>1,151</b>	<b>1,151</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>377</b>	<b>30,535</b>	<b>4,206</b>	<b>4,206</b>
<b>FUND BALANCES (DEFICIT), MAY 1</b>	<b>32,099</b>	<b>(134,777)</b>	<b>(18,564)</b>	<b>(18,573)</b>
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<b>\$ 32,476</b>	<b>\$ (104,242)</b>	<b>\$ (14,358)</b>	<b>\$ (14,367)</b>

Special Service Area #10	Special Service Area #11	Special Service Area #12	Special Service Area #13	Special Service Area #14	Special Service Area #15	Special Service Area #16	Total Nonmajor Debt Service
\$ 32,145	\$ 17,258	\$ 12,443	\$ 12,711	\$ 9,167	\$ 87,468	\$ 37,198	\$ 257,987
-	-	-	42,429	17,000	-	-	59,429
-	-	-	-	-	689	-	1,066
32,145	17,258	12,443	55,140	26,167	88,157	37,198	318,482
-	-	-	-	-	1,854	-	1,854
-	-	-	-	-	60,000	-	60,000
6,933	2,320	1,681	3,322	2,396	25,550	17,463	70,315
6,933	2,320	1,681	3,322	2,396	87,404	17,463	132,169
25,212	14,938	10,762	51,818	23,771	753	19,735	186,313
(112,000)	(28,281)	(21,453)	(91,481)	(65,975)	10,655	(348,723)	(797,073)
\$ (86,788)	\$ (13,343)	\$ (10,691)	\$ (39,663)	\$ (42,204)	\$ 11,408	\$ (328,988)	\$ (610,760)

(See independent auditor's report.)



VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #4 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Investment Income	\$ 350	\$ 377
Total Revenues	350	377
<b>EXPENDITURES</b>		
None	-	-
Total Expenditures	-	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 350</b>	<b>377</b>
FUND BALANCE, MAY 1		32,099
FUND BALANCE, APRIL 30		\$ 32,476

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #7 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 38,861	\$ 38,883
Total Revenues	<u>38,861</u>	<u>38,883</u>
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	38,900	8,348
Miscellaneous	1,000	-
Total Expenditures	<u>39,900</u>	<u>8,348</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,039)</u>	30,535
FUND BALANCE (DEFICIT), MAY 1		<u>(134,777)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (104,242)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #8 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 5,355	\$ 5,357
	<u>5,355</u>	<u>5,357</u>
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	5,500	1,151
	<u>5,500</u>	<u>1,151</u>
NET CHANGE IN FUND BALANCE	<u>\$ (145)</u>	4,206
FUND BALANCE (DEFICIT), MAY 1		<u>(18,564)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (14,358)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #9 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 5,355	\$ 5,357
	<u>5,355</u>	<u>5,357</u>
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	5,500	1,151
	<u>5,500</u>	<u>1,151</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (145)</u>	4,206
<b>FUND BALANCE (DEFICIT), MAY 1</b>		<u>(18,573)</u>
<b>FUND BALANCE (DEFICIT), APRIL 30</b>		<u>\$ (14,367)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #10 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 32,128	\$ 32,145
Total Revenues	<u>32,128</u>	<u>32,145</u>
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	33,000	6,933
Miscellaneous	1,000	-
Total Expenditures	<u>34,000</u>	<u>6,933</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,872)</u>	25,212
FUND BALANCE (DEFICIT), MAY 1		<u>(112,000)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (86,788)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #11 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 16,820	\$ 17,258
Total Revenues	<u>16,820</u>	<u>17,258</u>
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	18,000	2,320
Miscellaneous	1,000	-
Total Expenditures	<u>19,000</u>	<u>2,320</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,180)</u>	14,938
FUND BALANCE (DEFICIT), MAY 1		<u>(28,281)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (13,343)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #12 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 14,700	\$ 12,443
Total Revenues	<u>14,700</u>	<u>12,443</u>
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	13,100	1,681
Miscellaneous	1,000	-
Total Expenditures	<u>14,100</u>	<u>1,681</u>
NET CHANGE IN FUND BALANCE	<u>\$ 600</u>	10,762
FUND BALANCE (DEFICIT), MAY 1		<u>(21,453)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (10,691)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 SPECIAL SERVICE AREA #13 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 12,704	\$ 12,711
Recapture Fees	-	42,429
Total Revenues	<u>12,704</u>	<u>55,140</u>
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	12,800	3,322
Miscellaneous	1,000	-
Total Expenditures	<u>13,800</u>	<u>3,322</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,096)</u>	51,818
FUND BALANCE (DEFICIT), MAY 1		<u>(91,481)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (39,663)</u>

(See independent auditor's report.)



VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #14 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 9,162	\$ 9,167
Recapture Fees	-	17,000
Total Revenues	9,162	26,167
<b>EXPENDITURES</b>		
Debt Service		
Interest and Fiscal Charges	9,300	2,396
Miscellaneous	1,000	-
Total Expenditures	10,300	2,396
NET CHANGE IN FUND BALANCE	<u>\$ (1,138)</u>	23,771
FUND BALANCE (DEFICIT), MAY 1		<u>(65,975)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (42,204)</u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL SERVICE AREA #15 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 84,902	\$ 87,468
Investment Income	1,200	689
	<u>86,102</u>	<u>88,157</u>
Total Revenues		
<b>EXPENDITURES</b>		
Capital Outlay	81,000	1,854
Debt Service		
Principal	126,400	60,000
Interest and Fiscal Charges	-	25,550
	<u>207,400</u>	<u>87,404</u>
Total Expenditures		
NET CHANGE IN FUND BALANCE	<u><u>\$ (121,298)</u></u>	753
FUND BALANCE, MAY 1		<u>10,655</u>
FUND BALANCE, APRIL 30		<u><u>\$ 11,408</u></u>

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 SPECIAL SERVICE AREA #16 FUND

For the Year Ended April 30, 2009

	Final Budget	Actual
<b>REVENUES</b>		
Taxes		
Property Taxes	\$ 37,178	\$ 37,198
Total Revenues	37,178	37,198
<b>EXPENDITURES</b>		
Capital Outlay	1,000	-
Debt Service		
Interest and Fiscal Charges	37,300	17,463
Total Expenditures	38,300	17,463
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (1,122)</u>	19,735
<b>FUND BALANCE (DEFICIT), MAY 1</b>		<u>(348,723)</u>
<b>FUND BALANCE (DEFICIT), APRIL 30</b>		<u>\$ (328,988)</u>

(See independent auditor's report.)

## PROPRIETARY FUNDS

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
<b>OPERATING REVENUES</b>			
Charges for Services			
Water Fees	\$ 697,030	\$ 697,030	\$ 775,643
<b>OPERATING EXPENSES</b>			
Cost of Operations			
Personnel Services	13,320	13,320	10,625
Water Purchases	302,537	302,537	264,698
Lab Analysis	1,213	1,213	-
Maintenance Service	77,250	77,250	53,673
Consultants	16,284	16,284	10,882
Capital Improvements	334,700	334,700	267,664
Less Capital Assets	(238,221)	(238,221)	(238,221)
Other Charges	-	-	2,293
Total Operating Expenses	507,083	507,083	371,614
<b>OPERATING INCOME (LOSS) BEFORE DEPRECIATION</b>	189,947	189,947	404,029
<b>DEPRECIATION</b>	-	-	189,742
<b>OPERATING INCOME (LOSS)</b>	189,947	189,947	214,287
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment Income	-	-	3,122
Miscellaneous Income	-	-	9,449
Interest Expense	(102,750)	(102,750)	(95,683)
Total Nonoperating Revenues (Expenses)	(102,750)	(102,750)	(83,112)
<b>INCOME (LOSS) BEFORE CONTRIBUTIONS</b>	87,197	87,197	131,175
<b>CONTRIBUTIONS</b>	-	-	178,531
<b>CHANGE IN NET ASSETS</b>	\$ 87,197	\$ 87,197	309,706
<b>NET ASSETS, MAY 1</b>			5,099,243
<b>NET ASSETS, APRIL 30</b>			\$ 5,408,949

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
<b>OPERATING REVENUES</b>			
Charges for Services			
Sewer Fees	\$ 138,492	\$ 138,492	\$ 149,083
<b>OPERATING EXPENSES</b>			
Cost of Operations			
Sewer Disposal Services	188,000	173,000	101,689
Maintenance Service	19,800	19,800	30,063
Capital Improvements	583,000	598,000	981
Other Charges	-	-	17,601
Total Operating Expenses	790,800	790,800	150,334
<b>OPERATING INCOME (LOSS) BEFORE DEPRECIATION</b>	(652,308)	(652,308)	(1,251)
<b>DEPRECIATION</b>	-	-	56,223
<b>OPERATING INCOME (LOSS)</b>	(652,308)	(652,308)	(57,474)
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Tap-In Connection Fees	30,000	30,000	21,000
<b>INCOME (LOSS) BEFORE CONTRIBUTIONS</b>	(622,308)	(622,308)	(36,474)
<b>CONTRIBUTIONS</b>	-	-	246,860
<b>CHANGE IN NET ASSETS</b>	\$ (622,308)	\$ (622,308)	210,386
<b>NET ASSETS, MAY 1</b>			3,158,162
<b>NET ASSETS, APRIL 30</b>			\$ 3,368,548

(See independent auditor's report.)

SUPPLEMENTARY SCHEDULES

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF WATER AND SEWER FUND OPERATING ACTIVITY

Last Eight Fiscal Years

	2009	2008	2007	2006	2005*	2004	2003	2002
<b>OPERATING REVENUES</b>								
Charges for Services	\$ 924,726	\$ 857,695	\$ 759,385	\$ 807,322	\$ 678,548	\$ 589,990	\$ 542,970	\$ 497,028
<b>OPERATING EXPENSES</b>								
Cost of Operations	#REF!	368,701	389,276	469,072	375,355	349,441	324,400	373,362
General Operating Expenses	#REF!	1,024,556	1,561,694	178,771	70,704	90,598	76,802	95,601
Less Capital Assets	(238,221)	(881,316)	(1,711,981)	-	-	-	-	-
Depreciation	245,965	212,375	104,199	88,470	83,754	42,054	38,153	112,388
Total Operating Expenses	#REF!	724,316	343,188	736,313	529,813	482,093	439,355	581,351
<b>OPERATING INCOME (LOSS)</b>	#REF!	133,379	416,197	71,009	148,735	107,897	103,615	(84,323)
<b>NONOPERATING REVENUES (EXPENSES)</b>								
Investment Income	3,122	25,430	22,611	-	-	-	-	-
Tap on Fees	30,449	64,545	-	42,374	27,257	-	2,350	-
Interest Expense	(95,683)	(96,299)	(40,405)	-	-	-	-	-
Transfers In	-	-	-	-	-	86,449	-	-
Transfers (Out)	-	-	-	-	-	(86,449)	(107,557)	-
Total Nonoperating Revenues (Expenses)	(62,112)	(6,324)	(17,794)	42,374	27,257	-	(105,207)	-
<b>INCOME (LOSS) BEFORE CONTRIBUTIONS</b>	#REF!	127,055	398,403	113,383	175,992	107,897	(1,592)	(84,323)
<b>CONTRIBUTIONS</b>	425,391	411,843	2,614,458	411,905	113,224	-	-	53,643
<b>NET INCOME (LOSS)</b>	#REF!	538,898	3,012,861	525,288	289,216	107,897	(1,592)	(30,680)
<b>NET ASSETS, MAY 1</b>	8,257,405	7,718,507	4,705,647	4,180,359	3,884,175	645,716	647,308	887,282
Prior Period Adjustment	-	-	-	-	6,968	-	-	(209,294)
<b>NET ASSETS, MAY 1, RESTATED</b>	8,257,405	7,718,507	4,705,647	4,180,359	3,891,143	645,716	647,308	677,988
<b>NET ASSETS, APRIL 30</b>	#REF!	\$ 8,257,405	\$ 7,718,508	\$ 4,705,647	\$ 4,180,359	\$ 753,613	\$ 645,716	\$ 647,308

\* The Village implemented GASB Statement No. 34 which required combining \$3,130,562 of contributed capital to net assets.

(See independent auditor's report.)



VILLAGE OF BANNOCKBURN, ILLINOIS

LONG-TERM DEBT REQUIREMENTS  
 TAX INCREMENT ALLOCATION REVENUE BONDS, SERIES 1990A

April 30, 2009

Date of Issue	August 15, 1990
Date of Maturity	December 1, 2009
Authorized Issue	\$400,000
Interest Rates	9.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy Year	Tax Levy		Totals
		Principal	Interest	
2010	2008	\$ 400,000	\$ 183,938	\$ 583,938
Capitalized interest at April 30, 2009		1,602,475	-	1,602,475
TOTAL AT APRIL 30, 2009		\$ 2,002,475	\$ 183,938	\$ 2,186,413

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

LONG-TERM DEBT REQUIREMENTS  
SPECIAL TAX BONDS, SERIES 2003

April 30, 2009

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Date of Issue	July 1, 2003
Date of Maturity	December 1, 2017
Authorized Issue	\$940,000
Interest Rates	3.50%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy Year	Tax Levy		Totals
		Principal	Interest	
2010	2008	\$ 65,000	\$ 23,450	\$ 88,450
2011	2009	65,000	21,175	86,175
2012	2010	70,000	18,900	88,900
2013	2011	70,000	16,450	86,450
2014	2012	75,000	14,000	89,000
2015	2013	75,000	11,375	86,375
2016	2014	80,000	8,750	88,750
2017	2015	85,000	5,950	90,950
2018	2016	85,000	2,975	87,975
TOTAL		\$ 670,000	\$ 123,025	\$ 793,025

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

LONG-TERM DEBT REQUIREMENTS  
GENERAL OBLIGATION BONDS, SERIES 2006

April 30, 2009

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Date of Issue	November 15, 2006
Date of Maturity	January 1, 2026
Authorized Issue	\$2,500,000
Interest Rates	3.70-4.00%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy Year	Tax Levy		Totals
		Principal	Interest	
2010	2008	\$ 95,000	\$ 90,617	\$ 185,617
2011	2009	100,000	87,103	187,103
2012	2010	105,000	83,402	188,402
2013	2011	110,000	79,465	189,465
2014	2012	110,000	75,340	185,340
2015	2013	115,000	71,215	186,215
2016	2014	125,000	66,903	191,903
2017	2015	130,000	62,215	192,215
2018	2016	135,000	57,340	192,340
2019	2017	140,000	52,075	192,075
2020	2018	145,000	46,615	191,615
2021	2019	155,000	40,960	195,960
2022	2020	160,000	34,838	194,838
2023	2021	165,000	28,518	193,518
2024	2022	175,000	22,000	197,000
2025	2023	185,000	15,000	200,000
2026	2024	190,000	7,600	197,600
TOTAL		\$ 2,340,000	\$ 921,206	\$ 3,261,206

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

LONG-TERM DEBT REQUIREMENTS  
 TAX INCREMENT REVENUE BONDS, SERIES 2006B

April 30, 2009

Date of Issue	July 6, 2006
Date of Maturity	November 15, 2009
Authorized Issue	\$1,995,000
Interest Rates	4.20%
Interest Dates	May 15 and November 15
Principal Maturity Date	November 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy Year	Tax Levy		Totals
		Principal	Interest	
2010	2008	\$ 695,000	\$ 29,190	\$ 724,190
TOTAL		\$ 695,000	\$ 29,190	\$ 724,190

(See independent auditor's report.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF PROPERTY TAX ASSESSED VALUATIONS, RATES, AND EXTENSIONS

Last Ten Levy Years

TAX LEVY YEAR	2008		2007		2006		2005		2004	
ASSESSED VALUATIONS	\$ 169,904,073		\$ 166,696,120		\$ 152,794,878		\$ 143,635,569		\$ 134,832,956	
	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount
TAX RATES										
Corporate	0.125	\$ 212,380	0.125	\$ 208,370	0.132	\$ 201,689	0.135	\$ 193,908	0.138	\$ 186,069
Street and bridge (West Deerfield and Vernon Townships)	0.029	49,272	0.029	48,061	0.030	45,567	0.028	39,950	0.027	36,145
Liability insurance	0.019	32,282	0.018	30,005	0.017	25,975	0.017	24,418	0.016	21,573
Audit	0.010	16,990	0.010	16,670	0.010	15,279	0.010	14,364	0.008	10,787
Police	0.192	326,216	0.180	300,053	0.191	291,838	0.194	278,653	0.199	268,318
TOTAL TAX RATES/AMOUNTS	0.375	\$ 637,140	0.362	\$ 603,159	0.380	\$ 580,348	0.384	\$ 551,293	0.388	\$ 522,892
SPECIAL SERVICE AREAS*										
Special Service Area #1	0.013	\$ 2,060	0.013	\$ 1,999	0.014	\$ 2,002	-	\$ 2,062	-	\$ 2,118
Special Service Area #2	0.029	8,616	0.029	8,583	0.033	8,523	-	8,695	-	8,607
Special Service Area #7	-	38,862	-	38,863	-	38,862	-	38,862	-	38,862
Special Service Area #8	-	5,355	-	5,355	-	5,355	-	5,355	-	5,355
Special Service Area #9	-	5,355	-	5,355	-	5,355	-	5,355	-	5,355
Special Service Area #10	-	32,128	-	32,128	-	32,128	-	32,128	-	32,128
Special Service Area #11	0.130	16,049	0.143	17,250	0.169	18,342	-	19,606	-	20,748
Special Service Area #12	0.118	11,586	0.124	12,436	0.168	13,340	-	14,195	-	15,053
Special Service Area #13	-	12,704	-	12,704	-	12,704	-	12,704	-	12,704
Special Service Area #14	-	9,162	-	9,162	-	9,162	-	9,162	-	9,162
Special Service Area #15	-	87,422	-	87,422	-	87,422	-	87,422	-	87,422
Special Service Area #16	-	37,178	-	37,178	-	37,178	-	37,178	-	-

(This schedule is continued on the following page.)

VILLAGE OF BANNOCKBURN, ILLINOIS

SCHEDULE OF PROPERTY TAX ASSESSED VALUATIONS, RATES, AND EXTENSIONS (Continued)

Last Ten Levy Years

TAX LEVY YEAR	2003		2002		2001		2000		1999	
ASSESSED VALUATIONS	\$ 128,711,344		\$ 121,973,058		\$ 111,102,753		\$ 103,796,394		\$ 94,783,700	
	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount
TAX RATES										
Corporate	0.137	\$ 176,335	0.138	\$ 168,323	0.146	\$ 162,210	0.149	\$ 154,657	0.152	\$ 144,071
Street and bridge (West Deerfield and Vernon Townships)	0.028	35,787	0.030	36,348	0.029	31,987	0.029	29,855	0.031	29,142
Liability insurance	0.016	20,594	0.016	19,516	0.017	18,887	0.017	17,645	0.018	17,061
Audit	0.008	10,297	0.008	9,758	0.009	9,999	0.009	9,342	0.008	7,583
Police	0.195	250,987	0.198	241,507	0.203	225,539	0.210	217,972	0.219	207,576
TOTAL TAX RATES/AMOUNTS	0.384	\$ 494,000	0.390	\$ 475,452	0.404	\$ 448,622	0.414	\$ 429,471	0.428	\$ 405,433
SPECIAL SERVICE AREAS*										
Special Service Area #1	-	\$ 2,006	-	\$ 2,071	-	\$ 2,001	-	\$ 2,037	-	\$ 2,052
Special Service Area #2	-	8,522	-	8,675	-	-	-	8,629	-	8,508
Special Service Area #7	-	38,862	-	38,862	-	38,862	-	38,862	-	38,862
Special Service Area #8	-	5,355	-	5,355	-	5,355	-	5,355	-	5,355
Special Service Area #9	-	5,355	-	5,355	-	5,355	-	5,355	-	5,355
Special Service Area #10	-	32,128	-	32,128	-	32,128	-	32,128	-	32,128
Special Service Area #11	-	21,918	-	23,118	-	24,271	-	25,477	-	26,701
Special Service Area #12	-	15,918	-	16,717	-	17,590	-	18,444	-	19,278
Special Service Area #13	-	12,704	-	12,704	-	12,704	-	-	-	-
Special Service Area #14	-	9,162	-	9,162	-	9,162	-	-	-	-
Special Service Area #15	-	87,422	-	-	-	-	-	-	-	-
Special Service Area #16	-	-	-	-	-	-	-	-	-	-

\* These are not levied based on ad valorem, instead they are levied by a fixed amount for each parcel of property.

(See independent auditor's report.)