

VILLAGE ^{OF} ADDISON

ILLINOIS

Comprehensive Annual Financial Report

YEAR ENDED APRIL 30, 2010



PREPARED BY DEPARTMENT OF FINANCE

ROSEANNE M. BENSON

FINANCE DIRECTOR / TREASURER



VILLAGE ^{OF} ADDISON, ILLINOIS



Village Hall - Built in June, 2000

Get The Addison Advantage

The “Get the Addison Advantage” theme was designed to provide residents and non-residents with a better understanding of the positive events occurring in the Village of Addison. It is our goal to have the general public fully understand all the positive benefits of living in the community and provide them with information on a number of different subjects including education, business, public works and community services. We want residents to be proud of the community in which they live. The Village is promoting the “Addison Advantage” message through public relations, advertisements, the Village Web Site and its own marketing materials (such as the Spotlight, an Addison newsletter).



VILLAGE OF ADDISON, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE YEAR ENDED
APRIL 30, 2010**

**Prepared by Finance Department
Roseanne M. Benson
Finance Director/Treasurer**

**Claire A. Guinto
Assistant Finance Director**

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VILLAGE ^{OF} ADDISON ILLINOIS

Introductory **Section**



Village^{of} Addison

Elected Officials



Village of Addison Board of Trustees

Front row left to right: Trustee Richard Veenstra, Mayor Lorenz Hartwig, Village Clerk Lucille Zucchero

Back row left to right: Trustee Joseph McDermott, Trustee Harold Theodore, Trustee Sylvia Layne, Trustee Thomas Hundley, Trustee William Lynch.



VILLAGE OF ADDISON, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2010

Village Manager

Joseph E. Block Jr.

Assistant Village Manager/Director Community Development

John N. Berley

Finance Director/Treasurer

Roseanne M. Benson

Chief of Police

Timothy Hayden

Public Works Director

Gregory J. Brunst

Community Relations Director

Donald A. Weiss

Director of Personnel / Risk Management

Donald Pinson

Attorney

Barry L. Moss

Audit Committee, Member

Donald McComb

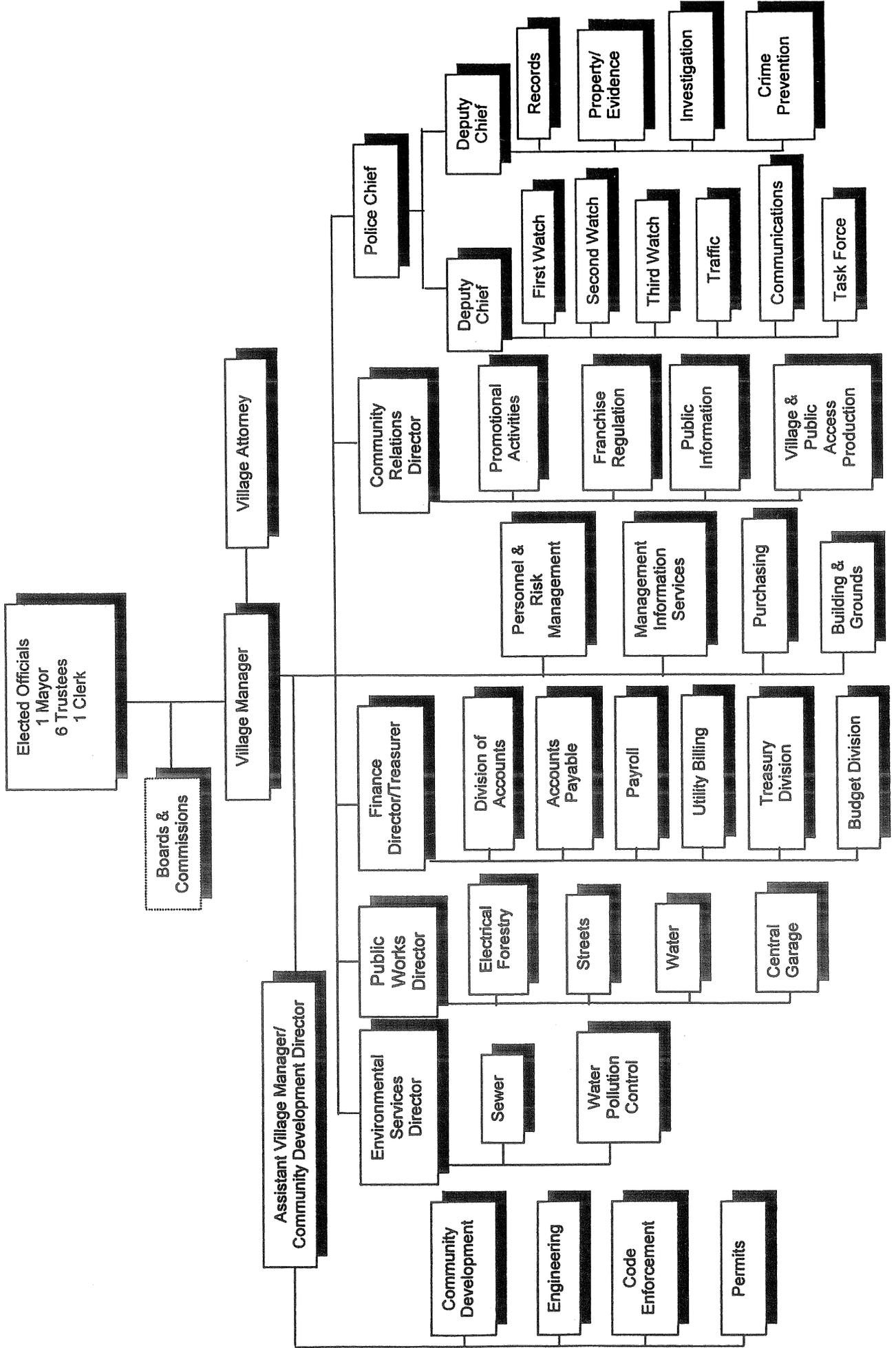
Audit Committee, Member

Maria Cesario DeNicolo

Audit Committee, Member

Michael Personette

Village Of Addison, Illinois - Organizational Structure



for Excellence in Financial Reporting

Presented to

Village of Addison Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2009

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



President

Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Addison, Illinois for its Comprehensive Annual Financial Report for the fiscal year ended April 30, 2009. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.



Village of Addison

FINANCE DEPARTMENT

September 7, 2010

The Honorable Lorenz Hartwig, Mayor
Members of the Village Board of Trustees
Village Clerk Zuccherro
Citizens of the Village of Addison, Illinois

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of the Village of Addison for the fiscal year ended April 30, 2010, is herein submitted as required by state statute. State statute requires an audit shall be made by a licensed public accountant, annually, and shall cover the immediately preceding fiscal year and shall be filed with the Comptroller within six months after the close of the fiscal year.

This report consists of management's representations concerning the finances of the Village of Addison. Consequently, management assumes full responsibility for the completeness and reliability of all of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not outweigh their benefits, the Village of Addison's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village of Addison's financial statements have been audited by Sikich, LLP, a firm of licensed certified public accountants. They have issued an unqualified ("clean") opinion on the Village of Addison's financial statements for the fiscal year ended April 30, 2010. The independent auditor's report is presented as the first component of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government. The Village of Addison is rich in heritage, its history dating back to the years when the territory was inhabited by the Algonquin Indians. The first settlers arrived in 1833 and the community was incorporated on August 18, 1884. Located approximately 20 miles west of Chicago, in the county of DuPage, the Village occupies a land area of approximately 9.0 square miles and had a 2000 population of 35,914, a 12% increase over the 1990 census figure. A Special Census conducted by the Village in the Spring of 2007 increased the population of the Village to 36,946. The Village has a variety of housing options from rental units to single family homes. The average value of a single family home has ranged from \$300,000, to more than \$600,000. However, the recent housing slump and increase in foreclosed properties has negatively impacted that range. As the economy recovers we anticipate housing stock values will rebound as well.

The Village of Addison is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council. See Note 3a in the notes to financial statements regarding the property tax levy and corresponding receivable.

The Village of Addison operates under a Mayor-Council Manager form of government. Addison is a home-rule municipal corporation governed by the Mayor and six trustees, who are elected on a non-partisan basis to serve four-year overlapping terms. The Village Manager is appointed by the Village Board and serves as the Chief Administrative

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www.AddisonAdvantage.org

Officer. The Village Board is responsible for establishing Village policy, which, in turn, is implemented on a day-to-day basis by the Village Manager and Village staff.

The Village of Addison provides a full range of governmental services. Specifically, the Village provides police protection, water and sewer utilities, construction and maintenance of roadways and infrastructure, engineering, code enforcement, planning, zoning, finance and general administrative services. In addition, the Village operates a cable television station which televises Village Board meetings, special community events, community information bulletins and free movies as part of their broadcast schedule. Fire protection is provided by the Addison Fire Protection District #1 which is a separate entity and taxing body.

The Village's Park District, School Districts and Public Library, which are separate governmental entities, provide a wealth of services. Addison is served by a highly ranked public school system anchored by Addison Trail High School. Addison is also home to DeVry University. This west suburban location offers B.S. degrees in several categories of technology, including computer science, electrical engineering and information management. DeVry also added an affiliation with the Chamberlain College of Nursing in 2008. The Addison Park District, in addition to other facilities, operates the Family Aquatic Center, which is a national award winning outdoor water park offering a variety of water-related fun for the whole family. The Park District also manages 2 community centers, one of which includes a senior leisure center and the other an indoor pool and workout gym in addition to 24 park sites, a nine-hole golf course, a miniature golf course, an outdoor driving range which was named one of the top 100 practice range facilities in the North America in 2008 by Golf Range Magazine, and an indoor golf dome, which includes a driving range, and putting and chipping areas. The Addison Public Library opened their new building in July, 2008. It is a 56,000 s.f. state of the art facility utilizing several aspects of green engineering including a green roof. The new library has seen a 28% increase in the number of circulated items in FY10 over FY09. The Library recently collaborated with High School District #88 to open Perks and Possibilities Café. The café is a joint venture between the library and DuPage High School District 88. The café's operators are students from the Transitions Program and their advisors. This program helps cognitively disabled students, ages 19-21, learn life skills, obtain job training in a community setting, and transition to life after District 88. The old library building was remodeled and is occupied by Du Page High School District #88 for use as administrative offices and living classroom space for the Transitions Program.

The Village has evaluated other governmental services to determine whether they should be included in the Village's reporting entity. Excluded from the reporting entity are the various school districts, fire protection district, park district and township which fall within the Village's boundaries, but which do not meet the criteria for inclusion as set forth by Generally Accepted Accounting Principles (GAAP). The Addison Public Library, however, is shown as part of the reporting entity as a discretely presented component unit. The Public Library's financial data is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the Village. The Public Library's Board is elected by the voters of the Village. The Public Library may not issue bonded debt without the Village's approval, and its property taxes are levied by the Village on behalf of the Library.

The annual budget serves as the foundation for the Village of Addison's financial planning and control. The budget process begins in November and culminates with passage by the board before the end of the current fiscal year, April 30 and takes effect on May 1. The approved budget document serves as the basis of the Appropriations Ordinance which sets the legal spending limits of the Village. In November of each year, the Village Manager and the Finance Director distribute the budget calendar and instructions to Department Heads. Departmental requests are then reviewed at the staff level. The Village Manager and Finance Director will then propose a balanced baseline budget and proposed new programs for consideration by the Finance and Policy Committee of the Village Board. The Committee then considers the proposed budget and approves final spending levels. The Committee formally considers the budget in April after holding a public hearing and recommends final approval to the Village Board. The Village Board then approves the budget prior to April 30. The new budget takes effect May 1. The approved budget is prepared by fund, function (e.g. public safety), and department (e.g., police). Department heads may make transfers of appropriations within a department. Transfers of appropriations between departments, however, require the special approval of the Village Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and the motor fuel tax fund, this comparison is presented as part of the Required Supplementary Information. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the Supplemental Data subsection of this report.

In addition, the Village mandates extensive budgeting controls. The objective of these controls is to ensure compliance with legal provisions embodied in the adoption of the annual appropriations ordinance (budget) by the Village's governing body. The annual budget covers activities of the general, special revenue, debt service, capital projects, enterprise, internal service and pension trust funds. All budget authorizations lapse at year end, and incomplete projects are usually rebudgeted for in the subsequent fiscal year. The level of budgetary control (i.e. the level at which expenditures cannot legally exceed the budgeted amount) is at the fund level. As one method of accomplishing budgetary control, the Village reports encumbrances, if any, as reservations of fund balance since they do not constitute expenditures or liabilities. As demonstrated by the statements and schedules included in the financial section of the report, the Village continues to meet its responsibilities for sound financial management.

Local economy. The Village of Addison has a diversified commercial and retail base, as well as a substantial number of small and medium sized manufacturing companies. The Village is home to the largest industrial park in DuPage County and the fourth largest in Illinois, with 1,200 acres of industrial park, 800 acres of which are sheltered (with structures). Over the years the Village has experienced steady growth and is now in an enviable position to maintain a high level of development due to available land and a desirable location. Long-term revenue trends show steady growth with sales tax and state income tax being the primary revenue sources for the Village. However, as the economy has declined so have our primary revenues sources.

The Village of Addison's strategic location has the advantage of being easily accessible from every direction. Four State highways penetrate and cross its boundaries including Route 20 (Lake Street), Route 53 (Rohlwing Road), Route 64 (North Avenue), and Route 83 (Robert Kingery Highway). Lake Street, the main street through the Village boasts over 30,000 cars traveling on a daily basis. Interstate 290, the North-South Tollway (355) and the Tri-State Tollway (294) provide easy vehicular access to Addison. The Chicago Loop and Midway Airport are 35 minutes away; O'Hare International Airport is a 20 minute drive. Rail commuters can use METRA's Milwaukee District West Line station in Wood Dale, or the Union Pacific West Line in Villa Park, and may expect a 35 to 48 minute trip to the Loop. Two PACE bus routes were added to the Village in the Summer of 2008 which now allows residents to go to a local shopping mall, and transfer to other bus routes within the county.

With a central location in the metropolitan area, Addison has attracted several regional distribution facilities, the largest being the United Parcel Service Distribution Center, which employs over 2,900 people. The Village is also the site of the international headquarters and expanded warehouse facilities for The Pampered Chef, a supplier of high-end kitchen utilities. The 43 acre site includes a 600,000 square foot warehouse and an 180,000 square foot office building.

The Lake Street Business and Entertainment Corridor is home to several commercial properties including a membership shopping club, national electronics and office supply stores, hotel, movie theatre complex, drugstores, and several restaurants ranging from fast food and coffee shops to elegant steakhouse dining. The development of this corridor was accomplished thru the use of various village incentives and private developers. The addition of a Caputo's grocery store (specializing in Italian, Mexican, Polish and Middle Eastern items) provides specialty grocery shopping for our ethnically diverse community and surrounding communities.

During Fiscal 2010, the Village saw several major developments, including:

- A vacant commercial corner on Lake St. was demolished and plans for a new Chase bank are underway.
- The renovation of Addison Trail High School by District #88 was begun in and continues into FY2011. The renovation includes remodeling of the class room spaces and the addition of the Addison Center for the Arts, Ball fields, etc.
- The interior renovation began to add groceries to the Wal-Mart store. It is expected to be completed early FY2011.
- Discussions began with the Diocese of Joliet to acquire the vacant Driscoll High School Property. The property is just under 20 acres and has been vacant for over a year. The Village anticipates purchasing the property, removing the main buildings and then, with an intergovernmental agreement, allow DuPage High School District #88, Addison Trail High School, to maintain and use the athletic fields for additional practice space. In addition, the property will be available for use by the Addison Park District and local recreation clubs.

- Additional retail space was added to a local commercial property. A new barber shop catering to younger clientele is anticipated to occupy some of the space.

During the next year, the Village will see major developments including:

- The Village will continue annexation of properties along Lake Street.
- The start of construction on a 35,000 s.f. building by Elmhurst Hospital to replace the current facility. The project is expected to cost just under \$20 million. The plan includes the capability of expanding 15,000 s.f. in the future.
- The reconstruction of the Mill Road, Army Trail Road, JFK Blvd.corridor to include water and sewer improvements and road reconstruction.
- The purchase of Driscoll High School will be completed along with demolition and field upgrades. A \$3.5 million Taxable General Obligation Bond will be issued to fund the purchase along with various other capital projects.
- Discussions of renovations of existing buildings and new construction in the TIF#3 district. This includes a façade and interior renovation of the Jewel-Osco grocery and drug store.
- The completion of the Salt Creek Greenway Trail will connect the Village to several other communities. The trail is a class I bicycle trail starting at Bemis Wood South, in western Cook County, and continue east 6.6 miles thru DuPage County, then back thru Cook County to Brookfield Woods directly across from the Brookfield Zoo.

Several new annexations and development of existing parcels from single-family homesites, commercial parcels, and major industrial buildings ranging in size to over 100,000 square feet have been ongoing in recent years. This trend is slowing in response to the overall economic condition. New home construction in the Village has slowed in conjunction with the national trend. Local builders have built numerous upscale homes in the recent past as a result of in-fills and teardowns, ranging in price from \$500,000 to \$1 million. Townhomes and condos have been constructed in the Village with prices starting at \$250,000 on up. Although we have seen private land acquisitions in recent years, several developments have been put on hold until the economy recovers.

The Village government has actively promoted the Village to prospective business owners, and has constructed an extensive streetscape beautification project along the Lake Street Corridor. Other development promotions utilized by the Village include tax increment financing (TIF) incentives, the creation of a business district qualifying this area for various state grants and loans, and sales tax sharing arrangements used as a development incentive.

The Village completed a feasibility study for the establishment of a Town Center in the commercial area located north of Lake Street and west of Addison Road (the eastern section of the Village). The Town Center would redevelop this large and important commercial area of the Village and serve as a community focal point. The Village approved the plan and established it as a TIF district during FY2007. The Town Center will have mixed use buildings, with commercial operations on the street level and residential on the upper floors.

In addition to the commercial and residential growth, the various local governmental units, business community, and service clubs have been active participants in maintaining the vitality of the Village. Through a strong sense of community and a high rate of volunteerism, numerous community activities are hosted each year. Some of these annual events include, The Mayor's Community Charity Ball, the Police/Fire Merit Review Awards, the Holiday Tree Lighting Ceremony, and the Tuesday Night Concerts in the Park series. These events attract a multitude of people from the Village and surrounding communities to downtown Addison.

Long-term financial planning. The Village, during the annual budget process, projects general operational expenditures over a three year period and capital expenditures over a five year period. This enables the Village to

determine the best use of resources both currently and in future years. In addition, the Village leverages its cash outflow by applying for federal and state grants, and replaces water and sewer related infrastructure when there are any county or state road reconstruction projects. Joining other agencies for road construction projects not only gives the Village the ability to accomplish more with less, it also decreases the inconvenience to residents as their street is only torn up once. The Village has utilized General Obligation Bonds to fund some of the larger projects. However, this source is used only upon careful consideration by the board.

Cash management and investments. Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, obligations of the U.S. government and its agencies, short-term securities of private corporations, the State Treasurer's investment pool, mutual funds, guaranteed insurance contracts and insurance company separate accounts. The Village's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All of the investments held by the Village, which are subject to risk classification as defined by the Government Accounting Standards Board, were classified in the category of lowest credit risk. Monies invested in the State Treasurer's investment pool (Illinois Funds) are not subject to risk categorization. Although not categorized, all Illinois Funds investments are fully collateralized by securities held by a third party custodian bank.

Risk management. 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, worker's compensation claims, unemployment claim administration, and public official liability claims of its member communities. An integral part of the Village's insurance program is loss prevention. IRMA provides extensive risk management/loss control consulting and training programs. The Village also maintains a safety committee comprised of representatives from each department. The safety committee reviews all accident and injury reports and makes recommendations to management on ways to improve and promote safety. Additional information on the Village of Addison's risk management activity can be found in Note 5 of the notes to the financial statements.

The Village also offers regular full-time employees group health insurance coverage. Employees have the option of selecting health insurance coverage between a PPO plan and an HMO plan. Dental coverage and vision coverage is also offered as well as a life insurance program. If eligible, a retired, resigned or discharged employee may continue to participate in the Village's health insurance program at his or her sole expense.

Pension and other post-employment benefits. Police sworn personnel are covered by the Police Pension Plan. This plan is a single employer, defined benefit plan administered by a local Police Pension Board of Trustees. The defined benefits and employer and employee contributions are determined by Illinois Compiled Statutes. The State of Illinois Department of Insurance provides annual actuarial services; however, a municipality may retain its own independent actuary to perform actuarial valuations. The Police Pension Board has exercised such an option. At April 30, 2009, the date of the last actuarial valuation, the Police Pension Plan was 67.97% funded.

The Schedule of Employer Contributions for the Police Pension Fund on page 64 indicates a gap between the Annual Required Contribution (ARC) and the Contribution made. This is mainly a timing issue. The Village levies a property tax in the amount of the ARC in December of the current fiscal year – FY2010, however, payments are received in June and September, which fall into the next fiscal year – FY2011. The County also adds in a collection factor which along with prior year payments, causes the collections in the subsequent year to be higher than the original levy. See Note 3 in the Notes to the Financial Statements for the timeline of Property Taxes

All other classes of employees, with a few class exceptions, are covered by the Illinois Municipal Retirement Fund (IMRF), a state-wide pension plan, and social security. IMRF acts as the administrative agent for local governmental units and school districts in Illinois. Benefit provisions and funding requirements are determined by State Statute. Additional information on the retirement plans can be found in Note 12 in the notes to the financial statements.

The Village provides post-employment health care and life insurance benefits in accordance with the personnel policy manual. The Village provides an implicit subsidy regarding health care insurance, as retirees benefit from lower premiums because they are included in the Village pool. Due to recent accounting changes, the Village is required to report its Other Post Employment Benefits (OPEB) Liability. Additional information on these benefits can be found in Note 11e in the notes to the financial statements.

Relevant financial policies. The Village's financial policy requires the maintenance of a minimum of 3 months cash balance in all operating funds. The Village has been successful in maintaining this level of balances. In addition, the maintenance of a scheduled replacement program for capital projects and equipment is achieved by the establishment of an Equipment Replacement Fund, dedicated to providing for the replacement of all vehicles and related capital equipment.

Major initiatives. The coming year will see continued road improvements, a sidewalk connecting Addison with the City of Wood Dale co-funding provided from the City of Wood Dale and an upgrade to our Police Dispatch area to include equipment and functional space reconfiguration..

Awards and Acknowledgements. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Addison for its Comprehensive Annual Financial Report for the fiscal year ended April 30, 2009. This was the twenty fifth consecutive year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both Generally Accepted Accounting Principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the Village of Addison has also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget. In order to qualify for the Distinguished Budget Presentation Award, the Village's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

Acknowledgments. The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department, especially Assistant Finance Director, Claire Guinto and Rita Kruse, Assistant to the Finance Director. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report. It was a tough year, with tough decisions and I must give thanks and credit to the dedicated department heads, supervisors and employees of the Village who have sacrificed raises and worked hard to keep expenses down, allowing the Village to continue to provide services to our residents with limited resources. They are the ones that "make" the numbers work. In addition, I would like to acknowledge the Mayor and the Board of Trustees and the Village Manager for their leadership and support in planning and conducting the financial affairs of the Village in a responsible and progressive manner.

Respectfully submitted,



Roseanne M. Benson, CPA
Finance Director/Treasurer

VILLAGE ^{OF} ADDISON ILLINOIS

Financial Section

Financial
Section



INDEPENDENT AUDITOR'S REPORT



998 Corporate Boulevard • Aurora, IL 60502

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the Board of Trustees
Village of Addison, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Addison, Illinois, as of and for the year ended April 30, 2010, which collectively comprise the Village of Addison, Illinois' basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village of Addison, Illinois' management. Our responsibility is to express opinions on these basic financial statements based on our audit.

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

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Addison, Illinois, as of April 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

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

The introductory and statistical information listed in the table of contents was not audited by us, and accordingly, we do not express an opinion thereon.

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

Aurora, Illinois
September 7, 2010

VILLAGE ^{OF} ADDISON ILLINOIS

Management's Discussion
and Analysis

Management's Discussion and Analysis



VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2010

This section of the Village of Addison's (the "Village") Comprehensive Annual Financial Report (CAFR) presents Management's Discussion and Analysis (MD&A) of the Village's financial activities during the fiscal year ended April 30, 2010. It 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 the subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the 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 Transmittal Letter which can be found on pages v-x of this report.

Financial Highlights

- The assets of the Village of Addison exceeded its liabilities at the close of the most recent fiscal year by \$162,988,266 (*net assets*). Of this amount, \$12,653,973 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The village's total net assets increased by \$486,081 or .30% during the fiscal year ending April 30, 2010. Governmental net assets increased \$1,277,126 or 1.27% primarily due to an increase in Construction in Progress of \$655,774 and an increase in Due From Other Governments of \$527,167 which is primarily two additional months of Income Tax the State has delayed payment on. Business-type net assets decreased \$791,045 or 1.27% primarily due to the results of operation...
- As of the close of the current fiscal year, the Village of Addison's governmental funds reported combined ending fund balances of \$10,037,150, a decrease of \$357,882 or 3.4% in comparison with the prior year. This decrease is primarily due to a reduction in Unreserved/Undesignated General Fund Balance of \$355,449. Approximately 41.76% of the total fund balance amount, \$4,192,491, is *available for spending* at the government's discretion (*unreserved, undesignated fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$7,108,949 or 29.81% of General Fund expenditures. This exceeds the Village's target of 25%.
- The Village of Addison's total long term liabilities decreased by \$1,678,456 (4.72%) during the current fiscal year. The decrease is caused by the pay down of debt of \$2,045,795 offset by increases in Compensated Absences of \$145,520 and increases in Other Post Employment Benefits (OPEB) of \$20,575 and in increase in the Net Pension Obligation of \$504,457. (FY2009 posted a Net Pension asset of \$101,662).

Overview of the Financial Statements

The discussion and analysis are intended to serve as an introduction to the Village of Addison's basic financial statements. The Village of Addison's basic financial statements comprise three components: 1) government-wide financials, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The Government-Wide Financial Statements beginning on page 3 are designed to provide readers with a broad overview of the Village of Addison's finances, in a manner similar to a private-sector business.

VILLAGE OF ADDISON, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The Statement of Net Assets (page 3) presents information on all of the Village's assets and liabilities, with the difference between the two reported as *net assets*. 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 governmental funds' 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. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village of Addison is improving or deteriorating.

The Statement of Activities (pages 4 to 5) presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave) and is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the Village's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities.

Both of the government-wide financial statements distinguish functions of the Village of Addison that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Village of Addison include general government, public safety (police), community development, highways and streets, and interest. The business-type activities of the Village of Addison include the Waterworks and Sewerage fund.

The government-wide financial statements (pages 3 to 5) include not only the Village of Addison itself (*known as the primary government*) but also a legally separate public library for which the Village of Addison is financially accountable. Financial information for the Library, a *component unit*, is reported separately from the financial information presented for the primary government itself. The Waterworks and Sewerage Fund, although also legally separate, functions for all practical purposes as a department of the Village of Addison, and therefore has been included as an integral part of the primary government.

The Governmental Activities reflect the Village's basic services, including police, public works, highways and streets, community development, and general administration. Property taxes, shared state sales taxes, local telecommunications taxes, shared state income taxes, and home rule sales taxes, finance the majority of these activities. The Business-Type Activities reflect private sector-type operations (Waterworks and Sewerage Fund), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Addison, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith. Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is now on major funds, rather than fund types. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in valuating a government's near-term financing requirements.

VILLAGE OF ADDISON, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

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

The Village maintains 21 individual governmental funds; 4 major funds and 17 nonmajor funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Motor Fuel Tax Fund, Debt Service Fund, and the Green Oaks/Army Trail TIF #1 Fund, all of which are considered to be major funds. Data from the other seventeen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriated budget for its general fund. Budgetary comparison schedules have been provided for the general fund and the motor fuel tax fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found beginning on page 6 of this report.

Proprietary Funds. The Village of Addison maintains two different types of proprietary funds. *Enterprise Funds* are used to report the same functions presented in Business-Type Activities in the Government-Wide Financial Statements. The Village has only one enterprise fund, the Waterworks and Sewerage Fund. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally among the Village's various functions. The Village uses internal service funds to account for its central garage operations, management information systems and equipment replacement. All Internal Service Funds serve governmental rather than business-type functions and have been included with Governmental Activities in the Government-Wide Financial Statements.

Proprietary Fund Financial Statements (pages 12 to 16) provide the same type of information as the Government-Wide Financial Statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks and Sewerage Fund which is considered a major fund of the Village and is presented in a separate column in the Fund Financial Statements. Conversely, all three Internal Service Funds are combined in a single, aggregate presentation in the Proprietary Fund Financial Statements. Individual fund data for the Internal Service Funds is provided in the form of combining statements presented elsewhere in the report.

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

The basic fiduciary fund financial statements can be found beginning on page 17 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements. The notes to financial statements can be found immediately following the Basic Financial Statements section of this report beginning on page 19.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* including the general fund and motor fuel tax fund budgetary schedules and data concerning the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found immediately following the notes to the financial statements beginning on page 58.

The combining and individual fund financial statements referred to earlier in connection with major governmental funds are presented immediately following the required supplementary information beginning on page 67. The combining and individual fund financial statements for nonmajor governmental, enterprise, and internal service funds are presented immediately following, beginning on page 82.

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village of Addison, assets exceeded liabilities by \$162,988,226 as of April 30, 2010.

By far the largest portion of the Village of Addison's net assets (90.33 %) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment) less any related debt used to acquire those assets that is still outstanding. The Village of Addison uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Addison's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Village of Addison's Net Assets

	Governmental Activities		Business-Type Activities		Total Primary Governmental	
	2010	2009	2010	2009	2010	2009
Assets						
Current and Other Assets	\$ 24,195,366	\$ 23,464,355	\$ 5,914,302	\$ 6,141,874	\$ 30,109,668	\$ 29,606,229
Capital Assets	122,141,695	121,967,370	58,545,824	59,183,589	180,687,519	181,150,959
Total Assets	146,337,061	145,431,725	64,460,126	65,325,463	210,797,187	210,757,188
Liabilities						
Current Liabilities	12,943,373	11,789,623	1,013,470	934,846	13,956,843	12,724,469
Non-current Liabilities	31,770,055	33,295,595	2,082,063	2,234,979	33,852,118	35,530,574
Total Liabilities	44,713,428	45,085,218	3,095,533	3,169,825	47,808,961	48,255,043
Net Assets:						
Invested in Capital Assets, Net of Debt	90,552,397	88,445,318	56,799,642	57,293,575	147,352,039	145,738,893
Restricted	1,529,784	2,243,060	1,452,430	1,444,834	2,982,214	3,687,894
Unrestricted	9,541,452	9,658,129	3,112,521	3,417,229	12,653,973	13,075,358
Total Net Assets	\$ 101,623,633	\$ 100,346,507	\$ 61,364,593	\$ 62,155,638	\$ 162,988,226	\$ 162,502,145

Invested In Capital Assets, Net Of Related Debt

The following table shows the calculation of Invested in Capital Assets, Net of Debt.

GOVERNMENTAL ACTIVITIES

Capital Assets	\$122,141,695
Less: Outstanding Debt	
GOB Refunding Bonds, Series 2002	3,680,000
GOB Series 2004 (General Fund Portion)	2,135,714
GOB Series 2004 (ERF Portion)	1,632,319
GOB Series 2006 A, Refunding	3,075,000
GOB Series 2004 B, Refunding	1,120,000
GOB Series 2006 C, Library Building (Village Asset)	6,900,000
GOB Series 2007 Library Building (Village Asset)	6,100,000
GOB Series 2008 Refunding	5,640,000
IEPA Loan	946,898
Net unamortized premium/discount/gains/losses	359,367
	(31,589,298)
Invested In Capital Assets, Net Of Related Debt	<u>\$ 90,552,397</u>

(See independent auditor's report)

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Invested In Capital Assets, Net Of Related Debt (continued)

BUSINESS-TYPE ACTIVITIES

Capital Assets	\$ 58,545,824
Less: Outstanding Debt - GOB Series 2004 (Water Portion, net of discount)	(1,746,182)
Invested In Capital Assets, Net Of Related Debt	<u>\$ 56,799,642</u>

For more detailed information see the Statement of Net Assets on page 3.

An additional portion of the Village of Addison's net assets (1.83%) represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (7.84%) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Village of Addison is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

The Village's total net assets increased by \$486,081 during the fiscal year. Governmental net assets increased \$1,277,126 primarily due to an increase in Construction in Progress of \$655,774 and an increase in Due From Other Governments of \$547,071 which is primarily two additional months of Income Tax the State has delayed payment on. Business-type net assets decreased \$791,045 primarily due to results of operations offset by transfers in from other funds.

Governmental activities. Governmental activities increased net assets of the Village by \$1,277,126 while business-type activities decreased net assets by \$791,045 for a net increase in the Village of Addison's net assets \$486,081. Key elements of these changes are as follows:

Village of Addison's Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Revenues						
Program Revenues						
Charges for Services	\$ 3,990,099	\$ 3,618,948	\$ 10,310,792	\$ 10,271,842	\$ 14,300,891	\$ 13,890,790
Operating Grants	1,111,016	1,320,313	1,001	72,565	1,112,017	1,392,878
Capital Grants	285,253	468,282	0	173,228	285,253	641,510
General Revenues						
Property & Replacement Taxes	7,816,366	7,349,056	0	-	7,816,366	7,349,056
Sales & Home Rule Sales Taxes	11,038,263	12,728,123	0	-	11,038,263	12,728,123
Telecommunications Tax	1,765,480	1,959,918	0	-	1,765,480	1,959,918
Other Taxes	3,874,429	4,423,243	0	-	3,874,429	4,423,243
Other Revenue	339,499	508,537	18,889	57,403	358,388	565,940
Total Revenues	30,220,405	32,376,420	10,330,682	10,575,038	40,551,087	42,951,458
Expenses						
General Government	4,640,073	5,125,037	0	-	4,640,073	5,125,037
Public Safety	14,071,718	13,892,079	0	-	14,071,718	13,892,079
Community Development	2,561,749	2,579,381	0	-	2,561,749	2,579,381
Highways and Streets	5,594,481	5,795,740	0	-	5,594,481	5,795,740
Interest & fiscal charges	1,261,761	1,339,726	0	-	1,261,761	1,339,726
Waterworks and Sewerage	-	-	11,935,224	11,983,183	11,935,224	11,983,183
Total Expenses	28,129,782	28,731,963	11,935,224	11,983,183	40,065,006	40,715,146
Changes in Net Assets before						
Transfers	2,090,623	3,644,457	(1,604,542)	(1,408,145)	486,081	2,236,312
Transfers	(813,497)	(1,715,457)	813,497	1,715,457	-	-
Change in Net Assets	1,277,126	1,929,000	(791,045)	307,312	486,081	2,236,312
Beginning Net Assets	100,346,507	98,417,507	62,155,638	61,848,326	162,502,145	160,265,833
Ending Net Assets	\$101,623,633	\$100,346,507	\$ 61,364,593	\$ 62,155,638	\$162,988,226	\$162,502,145

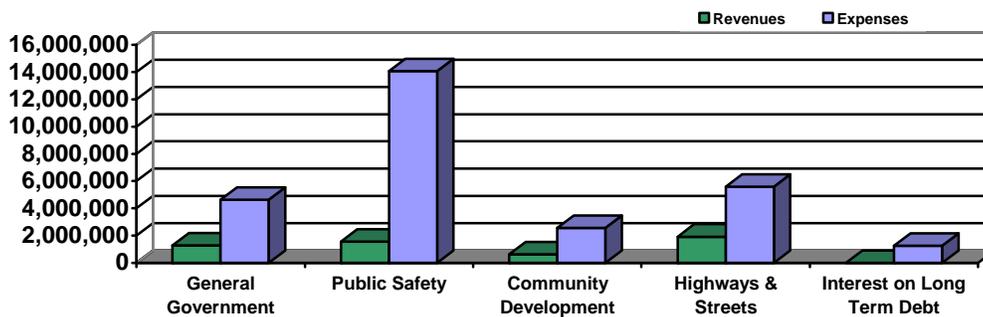
(See independent auditor's report)

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

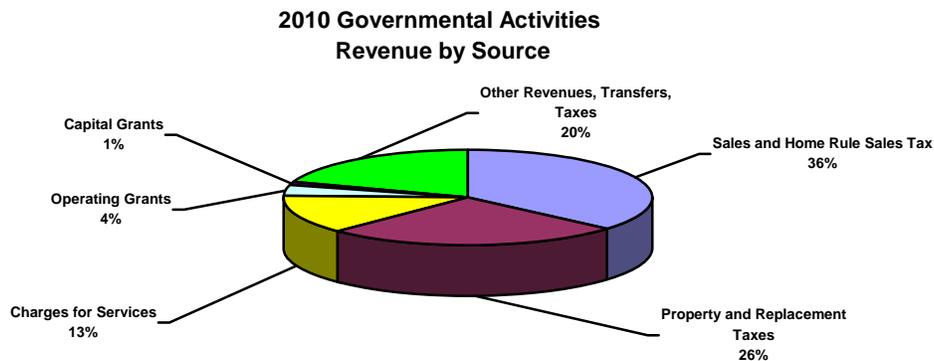
Sales and Home Rule Sales Taxes decreased by \$1,689,860 (13.27%). This decrease is due to the economic downturn. Although the Village's sales tax base does not have a large number of high end luxury stores and car dealerships that are usually impacted in times of economic downturn, the decrease indicates that we are seeing the effects of the economic downturn. Telecommunications taxes decreased by \$194,438 (9.97%). Charges for Services increased \$371,151 (10.26%), primarily due to increases in Public Safety related fees of \$296,422 and building permit fees of \$70,965. Other taxes decreased \$116,877 primarily due to decreases in Local Use and Room Taxes of \$132,738 offset by increases in Real Estate Transfer Taxes of \$15,796 and Auto Rental Tax of \$65.

Capital grants decreased by \$183,029 (39.1%) primarily due to a \$100,000 grant for the Addison Center for the Arts last year that did not occur this year, a \$29,481 decrease in reimbursements for the Fullerton Ave. Road Construction Project and a decrease in Noise Wall repair reimbursements of \$45,634.

Program Revenues and Expenses – Governmental Activities



Revenues by Source – Governmental Activities



For the fiscal year ended April 30, 2010, general revenues and contributions from Governmental Activities totaled \$24,834,037, a decrease of \$2,134,840. During the fiscal year sales tax and home rule sales tax continue to be the Village's largest revenue source coming in at \$11,038,263 and representing 36% of total Governmental Activity revenue. Property and replacement tax revenues of \$7,816,366 represent 26% while other revenues, transfers and taxes (primarily telecommunications tax, local use tax, and real estate transfer tax) and other revenues total \$5,979,408 which represents 20% of the total Governmental Activity revenue. Charges for Services, Capital Grants and Operating Grants total 18% of revenues.

The Village increased its property tax revenues from \$7,349,056 in Fiscal Year 2009 to \$7,816,366 in Fiscal Year 2010, an increase of \$467,310 or 6.4%. The increase is primarily due to an increase in the Police Pension Fund tax levy of \$197,218 or a 19% over the prior year's levy. The Village experienced an increase in its equalized assessed valuation (EAV) from \$1,323,632,286 for the 2007 property tax year to \$1,404,323,987 for the 2008 property tax year, an increase of \$80,691,701 or 6.1%.

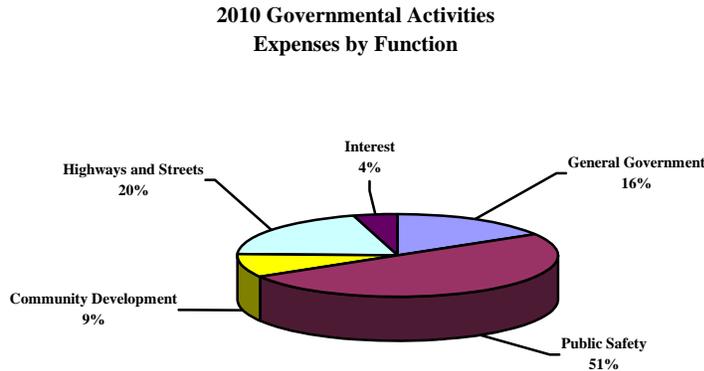
**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

<u>Equalized Assessed Valuation</u>							<u>TOTAL EAV GROWTH</u>	
<u>Levy Year</u>	<u>Fiscal Year</u>	<u>Assessed Valuation</u>	<u>State Equalization Factor</u>	<u>Equalized Assessed Valuation</u>	<u>EAV Growth</u>	<u>% Incr</u>	<u>New Growth/Annex.</u>	<u>Other Growth **</u>
2003	2005	\$ 1,016,168,661	1.0000	\$ 1,016,168,661	\$ 80,557,764	8.61%	\$ 27,868,932	\$52,688,832
2004	2006	1,099,617,572	1.0000	1,099,617,572	83,448,911	8.21%	14,007,913	69,441,998
2005	2007	1,176,478,657	1.0000	1,176,478,657	76,861,085	6.99%	14,369,610	62,491,475
2006	2008	1,268,025,008	1.0000	1,268,025,008	91,546,351	7.78%	16,736,540	74,809,811
2007	2009	1,323,632,286	1.0000	1,323,632,286	55,607,278	4.39%	13,118,850	42,488,428
2008	2010	1,404,323,987	1.0000	1,404,323,987	80,691,701	6.10%	12,173,610	68,518,091

**Other Growth includes reassessments (quadrennial/sale of property), remodeling, and increases or decreases in the state multiplier.

Please see Note 3 in the Notes to Financial Statements for discussion of the property tax levy. A 10 year comparison of EAV and Property Tax levies can be found in the Statistical Section of this report.

Expenses:



For the fiscal year ended April 30, 2010, expenses from Governmental Activities totaled \$28,129,782, or a decrease from FY 2009 of \$602,181 (21%). The decrease in expenses is primarily due to decreases in General Government (\$484,964), Community Development (\$17,632), Highways and Streets (\$201,259) and Interest and Fees (\$77,965) offset by an increase in Public Safety of \$179,639. The biggest decrease is due to decreases in overtime of \$527,772 and a decrease of \$153,626 for emergency operations expenses that occurred in FY2009 which did not occur in FY2010. The majority of the Governmental Activities expenses come from the General Fund. A more in-depth discussion of the General Fund results follows on page 9.

Business-Type Activities

Business-type activities decreased the Village of Addison's net assets by \$791,045. This decrease is primarily due to an operating loss of \$1,623,431 offset by transfers in from other funds of \$813,497 and investment income of \$18,889.

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Revenues:

Charges for services increased \$38,950 or .4% over FY 2009 primarily due to a 9.9% increase in water and sewer rates offset by a 7.79% decrease in consumption, \$61,946 in addition to increases in Annexations/Tap on Fees of \$38,990, recapture fees of \$25,307 and meter charges of \$11,326. These increases are offset by decreases in sewer pollution surcharge fees of \$22,930 and storm water exemption fees of \$37,710. Other fees also decreased \$37,109. The total of all classes of consumption experienced a 7.79% decrease in FY2010, as noted below.

Comparison of Consumption (in 000 gallons)

	<u>FY 2010</u>	<u>FY 2009</u>	<u>% Change</u>
Residential	498,596	531,102	(6.12)%
Commercial	131,830	141,206	(6.64)%
Industrial	186,459	228,062	(18.24)%
Apartments	259,792	267,261	(2.79)%
	<u>1,076,677</u>	<u>1,167,631</u>	<u>(7.79)%</u>

A five-year water/sewer rate plan was implemented effective May 1, 2004 that extended through Fiscal 2008. The plan had an average annual increase of 3.5%. Subsequent to the passage of the five year plan, the DuPage Water Commission (DPWC) reduced the rate they charge member municipalities a total of \$.40 over three years in their desire to decrease their fund balance. The Village passed 100% of those decreases on to the residents. In addition, the DPWC issued a rebate early in FY2008 to further decrease their net assets. The Village portion of the rebate was \$1,945,748. The DPWC purchases water from the City of Chicago. In November, 2007 the DPWC sent out a memo regarding Chicago Water Rate increases and how the rate increases will impact Commission customers. The City of Chicago raised their rate to DPWC for 3 years as follows: Jan.1, 2008 15% (\$.20) Jan. 1, 2009 15% (\$.23) and Jan. 1, 2010 14% (\$.25). The DPWC in turn raised their rates to the Village. As we passed on the decrease in rates, we also passed on the most recent rate increases. A new five-year water/sewer rate plan was adopted with the FY2009 budget.

Non-operating revenue decreased \$283,309 primarily due to reimbursements from FEMA, \$71,564 and IMRF, \$173,228 for emergency operations in FY 2009 which did not re-occur in FY 2010. Investment income decreased \$38,514 due to lower interest rates.

Expenses:

Operating expenses from all Business-Type Activities decreased \$47,959 or .4%. This decrease is primarily attributed to decreases in Personal Services of \$50,098, Supplies and Materials of \$252,023 (\$182,724 of which is for Emergency Operations which occurred in FY2009 but not in FY2010), net capital expenditures of \$61,280, Charge for Internal Services, \$18,442, and Interest Expense of \$4,349 offset by increases in Services and Charges of \$217,237 (\$356,473 of which is increases in charge for water purchases), and depreciation of \$120,996.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

As noted earlier, the Village of Addison uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds The focus of the Village of Addison's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village of Addison's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

At April 30, 2010 the Governmental Funds (as presented on page 6) reported a combined ending fund balance of \$10,037,150 which is a 3.4% decrease from the beginning of the year balance of \$10,395,032. Of the total fund balance, \$4,192,491 is unreserved, undesignated fund balance in the general fund indicating availability for continuing Village services. An additional \$1,340,618 is Unreserved but Designated for Capital Projects Funds. An unreserved/undesignated deficit of \$2,951,875 combines all the capital projects funds unreserved fund balances. The deficit balance is primarily due to the advance of funds from the Redevelopment fund to the TIF #1 fund, \$2,039,948 and the advance of funds from the General Fund to the TIF #3 fund of \$868,165. The advances are appearing as unreserved in the TIF #1 and TIF #3 funds, whereas they appear as reserved in the Redevelopment fund and General Fund respectively. Reserved fund balance of \$4,504,041 includes \$66,144 for notes receivable, \$2,908,113 for advances to other funds (the offset is in the unreserved fund balance), \$512,963 for streets and highways, \$175,024 for public safety, and \$841,797 for debt service.

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The total fund balance of the General Fund decreased by \$511,160 in Fiscal 2010 compared to a \$474,644 operating decrease in Fiscal 2009. This is a \$36,516 or 7.69% decrease in results from operations from Fiscal 2009. Revenues decreased by \$1,640,612 or 6.59% from the prior year and expenditures decreased by \$1,125,566 or 4.51% as follows:

General Fund Revenue Comparison

	2010	2009	\$ Increase (Decrease)	% Increase (Decrease)
Taxes	\$ 18,946,532	\$ 20,667,706	\$ (1,721,174)	(8.33)%
Licenses and Permits	1,760,064	1,707,139	52,925	3.10%
Intergovernmental	17,621	266,326	(248,705)	(93.38)%
Charge for Services	357,542	343,870	13,672	3.98%
Fine and Forfeits	1,450,426	1,132,905	317,521	28.03%
Investment Income	41,381	115,347	(73,966)	(64.12)%
Miscellaneous	699,403	680,288	19,115	2.81%
	<u>\$ 23,272,969</u>	<u>\$ 24,913,581</u>	<u>\$ (1,640,612)</u>	<u>(6.59)%</u>

The largest decrease in revenues came from a \$1,721,174 or 8.33% decrease in taxes. The decrease in taxes is primarily due to a \$1,215,704 decrease in sales taxes, \$431,937 in income taxes, \$327,110 in telecommunications, local use, room tax and auto rental tax. The decreases can be attributed to the economic downturn. These decreases are offset by increases in property taxes of \$237,782 and real estate transfer taxes of \$15,796.

General Fund Expenditure Comparison

	FY 2010	FY 2009	\$ Increase (Decrease)	% Increase (Decrease)
Personal Services	\$ 17,536,122	\$ 17,369,006	\$ 167,116	0.96%
Supplies & Materials	747,755	1,245,484	(497,729)	(39.96)%
Services & Charges	3,303,891	3,892,692	(588,801)	(15.13)%
Capital Outlay	65,637	58,134	7,503	12.91%
Transfer to Internal Service Funds	2,187,138	2,400,793	(213,655)	(8.90)%
	<u>\$ 23,840,543</u>	<u>\$ 24,966,109</u>	<u>\$ (1,125,566)</u>	<u>(4.51)%</u>

The largest decrease of \$588,801 is in Services and Charges. The accounts with the most significant decreases include, Repairs and Maintenance, (\$162,321), Training and Conferences, (\$125,360), Technical and Consulting, (\$80,266), Public Relations, (\$60,190), and Gas, Electric and Solid Waste Disposal (\$44,014). Supplies and Materials posted savings of \$497,729 with decreases in Street supplies, (\$190,239), which includes asphalt for road patching and road salt purchases. Additional savings came from Other Operating Supplies of \$91,232 and Emergency Operations which had charges in FY2009 of \$153,626 and no charges in FY2010.

(See independent auditor's report)

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The decrease in Transfer to Internal Service Funds is primarily due to decreases in covered costs such as fuel and computer related expenditures.

The Motor Fuel Tax fund receives funds from motor fuel taxes collected by the state. The distribution is based upon population. These funds are to be used for the construction and maintenance of highways. Revenues decreased \$84,895 and is attributed to a decrease in funds received from the State of \$32,660, decrease in Contribution from Developer for ROW of \$50,922, and a decrease in investment income of \$13,630 offset by an increase in federal and local grants of \$12,617. The Village also transferred funds from the Redevelopment Fund (\$154,167). Total expenditures decreased by \$454,219 over total FY 2009 expenditures, primarily due to the Fullerton Roadway and Intersection projects and the Grace Street Resurfacing project incurring costs in FY2009 of \$786,537 and \$169,153 respectively with no costs in FY2010. These reductions were offset by the Addison Road Resurfacing project when expensed \$461,718 more in FY 2010 than in FY 2009. The decrease in fund balance of \$781,954 is due to a planned drawdown of fund balance to cover FY2010 expenditures.

The Redevelopment fund initially advanced funds to the Green Oaks/Army Trail TIF #1 fund (a major fund) and the Michael Lane TIF #2 fund (a nonmajor fund) with the intention that repayment would be made with the incremental property taxes collected over and above the costs associated with the TIF funds. Fiscal 2004 was the last year of substantial expenditures in the TIF #1 fund. Future incremental property tax receipts from TIF #1 will be used to repay the Redevelopment fund. The advance to TIF #1 is shown as a liability in the TIF #1 fund and an asset in the Redevelopment fund.

The Green Oaks/Army Trail TIF #1 fund repaid the Redevelopment Fund \$1,218,736 which in effect decreased the negative fund balance accordingly. The payment was made with property tax increment revenues and investment income. It is expected that future property tax increment revenues will continue to payoff the liability before the expiration of the TIF #1 district.

The Debt Service fund receives property tax receipts and a .25% home rule sales tax in addition to transfers from other funds. The debt service fund also transfers excess sales tax receipts to other funds. The decrease in fund balance of \$51,003 is due to reduced revenues of \$240,925, primarily lower home rule sales tax receipts (\$237,079), offset by a decrease in debt service payments of \$31,322 and an increase in other financing sources of \$129,107.

Proprietary Funds. The Village of Addison's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Water and Sewerage Fund at the end of the year amounted to \$3,112,521 whereas unrestricted net assets of the Internal Service Funds were \$4,074,464.

At April 30, 2010 the Water and Sewerage Fund (as presented on page 14) total net assets decreased by \$791,045 or 1.27 %. The Internal Service Funds total net assets increased by \$321,462 or 6.8%. The increase in the internal service funds is due to decreased charges for services to each department of \$253,043 and decreased operating expenses of \$104,089 caused by cost cutting measures instituted village-wide.

GENERAL FUND BUDGETARY HIGHLIGHTS

Due to the economic downturn it was clear the Village needed to adjust both revenues and expenditures downward in order to maintain proper fund balances and fiscal prudence. During the year adjustments to revenues from the original budget totaled a net decrease of \$3,470,100 as follows:

Adjustments to General Fund Revenues

\$	(100,000)	Real Estate Transfer Tax
\$	(530,000)	Income Tax
\$	(190,000)	Telecommunications Tax
\$	(1,290,000)	Retailers Occupation Tax (Sales Tax)
\$	(282,000)	Sales Tax Increment

(See independent auditor's report)

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

\$	(59,000)	Local Use Tax
\$	(79,100)	Room Tax (Hotel-Motel)
\$	(70,000)	Building Permits
\$	25,000	Franchise Fee - CATV
\$	(5,000)	Review & Inspection Fees
\$	(90,000)	Police Fines
\$	100,000	Parking Fines
\$	(1,000,000)	Red Light Camera Enforcement
\$	26,000	Reimbursement-Court/Jury
\$	7,000	Reimbursement-Spotlight
\$	67,000	Rentals & Concessions
<hr/>		
\$	(3,470,100)	Net Decrease in Revenues

As the revenue projections were decreased, department heads were asked to cut their individual department budgets. Although the following cuts were formally adopted, many departments remained vigilant in cost cutting/savings throughout the year. During the year there was a \$1,319,475 decrease in appropriations between the original and final amended budget. Unless noted, all cuts are accumulated from multiple departments.

Adjustments to General Fund Appropriation

\$	(60,900)	Personnel Services - Termination no replacement
\$	(25,000)	Professional Services - Engineering/Architects
\$	(41,600)	Professional Services - Legal
\$	(21,000)	Professional Services - Data Proc
\$	(4,400)	Professional Services - Med
\$	(117,600)	Technical & Consulting
\$	(21,600)	Communications- Telephone
\$	(1,500)	Communications- Postage
\$	(63,675)	Public Relations
\$	(10,000)	Mosquito Control
\$	(19,000)	Printing
\$	(17,700)	Conferences
\$	(30,900)	Training
\$	(95,100)	Repairs & Maintenance
\$	(4,000)	Rental Equipment
\$	(25,400)	Dues & Subscriptions
\$	(25,000)	Other Services & Charges
\$	(7,000)	Office Supplies
\$	(10,000)	Clothing Supplies
\$	(6,200)	Street
\$	(10,400)	Public Grounds- Materials, Supplies
\$	(1,000)	Building - Materials, Supplies
\$	(17,000)	Other Operating Supplies
\$	(5,500)	Office Equipment
\$	(6,900)	Equipment
\$	(622,000)	Economic Development Incentive
\$	(16,700)	Transfer to Fleet
\$	(32,400)	Transfer to IS
<hr/>		
\$	(1,319,475)	Net Decrease in Appropriation

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

General Fund Budgetary Highlights

	Original Budget	Final Budget	Actual
Revenues	\$ 26,621,400	\$ 23,151,300	\$ 23,272,969
Expenditures	<u>26,959,100</u>	<u>25,639,625</u>	<u>23,840,543</u>
Excess of Revenues over Expenditures	(337,700)	(2,488,325)	(567,574)
Other Financing Sources (Uses)	<u>(365,000)</u>	<u>170,000</u>	<u>56,414</u>
Net Changes in Fund Balance	<u>\$ (702,700)</u>	<u>\$ (2,318,325)</u>	<u>\$ (511,160)</u>

General Fund actual revenues were \$3,348,431 less than the original, and \$121,669 more than the final budgeted amount. Most revenue categories posted results less than budgeted as follows:

General Fund Revenues Comparison

	Original Budget	Final Budget	Actual	Change from Final Budget
Taxes	\$ 21,605,600	\$ 19,075,500	\$ 18,946,532	\$ (128,968)
Licenses, Permits & Fees	1,692,100	1,642,100	1,760,064	117,964
Intergovernmental	22,000	22,000	17,621	(4,379)
Charges For Services	355,000	355,000	357,542	2,542
Fines & Forfeitures	2,320,500	1,330,500	1,450,426	119,926
Investment Income	129,000	129,000	41,381	(87,619)
Miscellaneous	<u>497,200</u>	<u>597,200</u>	<u>699,403</u>	<u>102,203</u>
Total Revenues	<u>\$ 26,621,400</u>	<u>\$ 23,151,300</u>	<u>\$ 23,272,969</u>	<u>\$ 121,669</u>

General Fund actual expenditures were \$1,799,082 less than the final budgeted amount. As the decrease in revenues was determined, all departments were tasked with cutting deep into their budgets. All departments made line item cuts early into the budget season. They continued cost saving measures through FY 2010 and into FY2011. Some of those cost cuts include decreases in personnel services, \$856,778 primarily overtime offset with increases in other personnel line items. Savings in Supplies and Materials of \$203,345 include \$43,918 savings in office supplies, \$31,490 decrease in clothing supplies, and other operating supplies came in \$99,084 less than the final budget. Decreases in Services and Charges of \$339,034 were accomplished with a \$109,957 decrease in repairs & maintenance, \$80,104 decrease in Technical and Consulting, \$66,724 decrease in conferences and training, \$32,659 decrease in printing and publications, and a decrease in charge for internal services of \$405,262. Boards and Commissions came in \$46,543 under the final budget.

CAPITAL ASSETS

The Village's investment in capital assets for its Governmental and Business-Type Activities as of April 30, 2010, amounts to \$180,687,519. The investment in capital assets includes land, buildings and structures, equipment, improvements other than buildings, infrastructure, and construction in progress. This amount represents a net decrease (including additions and deductions) of \$463,440. Detailed information regarding the change in capital assets for Governmental and Business-Type Activities can be found in Note 4 of the notes to financial statements.

The Governmental Activities net capital assets increased from last year by \$174,325. This is attributable to the increase in capital assets being depreciated due in part to projects that were in progress were completed and transferred from capital assets not being depreciated to capital assets being depreciated. The Business-Type Activities net capital assets decreased by \$637,765 primarily due to a decrease in the construction in progress.

VILLAGE OF ADDISON, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

DEBT OUTSTANDING

The Village currently has seven general obligation bond series, one taxable general obligation series and one Illinois EPA loan series outstanding. \$32,035,000 of general obligation bonds and \$946,898 of Illinois EPA loans are outstanding at April 30, 2010.

The Village, under its home rule authority, does not have a legal debt limit. The Village issued a \$6,015,000 Refunding General Obligation Bond in July, 2008. At that time, Standard & Poor's upgraded the Village's Bond Rating from AA to AA+ and Fitch recertified their rating of AA+. Subsequent to this year end, on May 3, 2010 in accordance with its March 25, 2010 report, "Recalibration of U.S. Public Finance Ratings", Fitch Ratings issued an AAA rating for all Village Bonds in existence at that time. Additional information of the Village's long-term debt can be found in Note 6 in the notes to financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Village's 2009 Equalized Assessed Valuation (EAV) was comprised of 62% residential, 8% commercial, 29% industrial, and less than 1% of farm and railroad properties. The property tax revenue derived from the residential, commercial, and industrial properties is exceedingly stable. State revenues, including income taxes posted decreases due to the economic slump that began toward the end of FY 2009 and continued throughout FY 2010. Investment income decreased due to lower interest rates and invested balances. Sales tax and home rule sales tax revenues fell during the course of FY2010 as the Village continued to feel the effects of a slumping economy. However, the Village's sales tax base does not have a large number of high end luxury stores and car dealerships that are usually impacted in times of economic downturn. The mix of business types prevented the Village from larger decreases in sales taxes that some other communities have experienced...

The Fiscal Year 2011 budget includes an increase in property tax revenues due to an increase in the police pension component of the tax levy. All tax revenues were budgeted flat, as the economic downturn continues. Sales taxes in the first two months of FY2011 have shown an increase of approximately 7% compared to a 17% decrease in FY2010 for the same 2 months, however, the Village is cautiously optimistic this trend will continue. Income taxes are also lagging, due to the economic downturn. In addition, the State of Illinois has delayed payment of Income Taxes due to the Village. As of 4/30/10, the State, which normally has a 1 month lag is now four months behind from notification (voucher) to payment. The Village, in the past has provided a COLA increase for all employees on November 1. During FY 2010 it became apparent that increase would not be prudent. The Village froze wages and that continues into FY2011. The Village continues to be cautious with the FY2011 budget and although some signs point to an economic upturn, unknowns such as health care rate increases and delayed payments from the State require us to continue to keep a close eye on expenditures. It is anticipated that the Village will be able to maintain a 25% minimum fund balance in FY2011. As the budget process for FY2012 begins, the Village will have to address wages, increases in health care costs, and determine to what extent and how fast the economic recovery will impact the Village in both revenue streams and expenditures.

The five-year water and sewer rate plan that was adopted with the FY2009 budget is still in effect. Further explanation of the plan can be found on page MDA-8.

The Village Board approved the 2007-2012 Strategic Plan, which includes development of the Town Center. Due to the downturn in the real estate sector, development has been stalled, although several developers are beginning to show an interest in that area of town. Operational budgeted expenditures include minimal increases for salary adjustments and health and liability insurance costs. The budget includes some capital projects programs including the completion of the Salt Creek Greenway Trail, a multi-jurisdictional bike path connecting DuPage and Cook Counties, improvements to Village buildings funded by an ARRA Energy Grant, and various water main/sewer system replacements. In FY 2005, the Village received a road analysis indicating the overall condition of the Village roadways and a suggested maintenance program. The Fiscal 2011 Motor Fuel Tax budget includes \$1,060,000 in street maintenance projects to maintain a proper condition level. An additional \$173,000 is budgeted for the completion of the Mill Road/Army Trail/JFK Blvd road project.

(See independent auditor's report)

**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Roseanne M. Benson, Finance Director/Treasurer, Village of Addison, 1 Friendship Plaza, Addison, Illinois 60101.

VILLAGE ^{OF} ADDISON ILLINOIS

Basic Financial **Statements**



VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2010

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Unit Addison Public Library
ASSETS				
Cash and investments	\$ 11,206,260	\$ 3,694,650	\$ 14,900,910	\$ 5,904,450
Restricted cash and investments	-	30,000	30,000	-
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	8,039,565	-	8,039,565	3,949,997
Accounts	-	2,147,784	2,147,784	-
Accrued interest	6	-	6	-
Other	97,333	-	97,333	-
Inventory	49,409	26,527	75,936	-
Notes receivable	66,144	-	66,144	-
Due from other governments	4,340,189	-	4,340,189	34,560
Deferred charges	396,460	15,341	411,801	-
Capital assets, not being depreciated	56,950,293	6,607,612	63,557,905	-
Capital assets, being depreciated (net of accumulated depreciation)	65,191,402	51,938,212	117,129,614	1,778,775
Total assets	146,337,061	64,460,126	210,797,187	11,667,782
LIABILITIES				
Accounts payable	653,926	315,397	969,323	38,243
Accrued payroll	706,241	219,292	925,533	25,486
Accrued interest	475,422	25,710	501,132	-
Unearned revenues	8,096,337	-	8,096,337	3,949,997
Retainage payable	36,322	5,920	42,242	-
Noncurrent liabilities				
Due within one year	2,975,125	447,151	3,422,276	-
Due in more than one year	31,770,055	2,082,063	33,852,118	855
Total liabilities	44,713,428	3,095,533	47,808,961	4,014,581
NET ASSETS				
Invested in capital assets, net of related debt	90,552,397	56,799,642	147,352,039	1,778,775
Restricted for				
Special Service Area #1	-	30,000	30,000	-
Highways and streets	512,963	-	512,963	-
Public safety	175,024	-	175,024	-
Debt service	841,797	-	841,797	-
Wastewater and sewer treatment	-	1,422,430	1,422,430	-
Library	-	-	-	5,874,426
Unrestricted	9,541,452	3,112,521	12,653,973	-
TOTAL NET ASSETS	\$ 101,623,633	\$ 61,364,593	\$ 162,988,226	\$ 7,653,201

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2010

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants	Capital Grants
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 4,640,073	\$ 1,280,491	\$ 4,217	\$ -
Public safety	14,071,718	1,396,365	152,839	10,795
Community development	2,561,749	621,422	-	-
Highways and streets	5,594,481	691,821	953,960	274,458
Interest and fiscal charges	1,261,761	-	-	-
Total governmental activities	<u>28,129,782</u>	<u>3,990,099</u>	<u>1,111,016</u>	<u>285,253</u>
Business-Type Activities				
Water and sewerage	<u>11,935,224</u>	<u>10,310,792</u>	<u>1,001</u>	<u>-</u>
Total business-type activities	<u>11,935,224</u>	<u>10,310,792</u>	<u>1,001</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 40,065,006</u>	<u>\$ 14,300,891</u>	<u>\$ 1,112,017</u>	<u>\$ 285,253</u>
COMPONENT UNIT				
Addison Public Library	<u>\$ 3,025,640</u>	<u>\$ 65,008</u>	<u>\$ 1,878</u>	<u>\$ -</u>

	Net (Expense) Revenue and Change in Net Assets			
	Primary Government			Component
	Governmental	Business-Type	Total	Unit
	Activities	Activities		Addison Public Library
	\$ (3,355,365)	\$ -	\$ (3,355,365)	\$ -
	(12,511,719)	-	(12,511,719)	-
	(1,940,327)	-	(1,940,327)	-
	(3,674,242)	-	(3,674,242)	-
	(1,261,761)	-	(1,261,761)	-
	(22,743,414)	-	(22,743,414)	-
	-	(1,623,431)	(1,623,431)	-
	-	(1,623,431)	(1,623,431)	-
	(22,743,414)	(1,623,431)	(24,366,845)	-
	-	-	-	(2,958,754)
General Revenues				
Taxes				
Property and replacement	7,816,366	-	7,816,366	3,952,095
Income	2,934,391	-	2,934,391	-
Sales	6,779,198	-	6,779,198	-
Home rule sales	4,259,065	-	4,259,065	-
Telecommunications	1,765,480	-	1,765,480	-
Other	940,038	-	940,038	-
Investment income	50,053	18,889	68,942	21,744
Miscellaneous	289,446	-	289,446	20,257
Transfers	(813,497)	813,497	-	-
Total	24,020,540	832,386	24,852,926	3,994,096
CHANGE IN NET ASSETS	1,277,126	(791,045)	486,081	1,035,342
NET ASSETS, MAY 1	100,346,507	62,155,638	162,502,145	6,617,859
NET ASSETS, APRIL 30	\$ 101,623,633	\$ 61,364,593	\$ 162,988,226	\$ 7,653,201

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2010

	General	Motor Fuel Tax	Debt Service	Green Oaks/ Army Trail TIF #1	Nonmajor	Total
ASSETS						
Cash and investments	\$ 4,449,921	\$ 692,895	\$ 495,937	\$ -	\$ 1,274,067	\$ 6,912,820
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	5,414,125	-	687,254	1,205,350	732,836	8,039,565
Accrued interest	6	-	-	-	-	6
Other	76,864	-	-	-	-	76,864
Due from other funds	785	-	-	-	-	785
Notes receivable	66,144	-	-	-	-	66,144
Due from other governments	3,562,099	80,142	345,860	-	352,088	4,340,189
Advances to other funds	903,165	-	-	-	2,039,948	2,943,113
TOTAL ASSETS	\$ 14,473,109	\$ 773,037	\$ 1,529,051	\$ 1,205,350	\$ 4,398,939	\$ 22,379,486
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 302,704	\$ 228,448	\$ -	\$ 21	\$ 111,409	\$ 642,582
Accrued payroll	623,197	-	-	-	-	623,197
Deferred revenues	5,468,950	-	687,254	1,205,350	734,783	8,096,337
Retainage payable	-	31,626	-	-	4,696	36,322
Due to other funds	-	-	-	-	785	785
Advances from other funds	-	-	-	2,039,948	903,165	2,943,113
Total liabilities	6,394,851	260,074	687,254	3,245,319	1,754,838	12,342,336
FUND BALANCES (DEFICIT)						
Reserved for notes receivable	66,144	-	-	-	-	66,144
Reserved for advances to other funds	903,165	-	-	-	2,039,948	2,943,113
Reserved for highways and streets	-	512,963	-	-	-	512,963
Reserved for public safety	-	-	-	-	175,024	175,024
Reserved for debt service	-	-	841,797	-	-	841,797
Unreserved (deficit)						
Designated for capital expenditures						
Capital Projects Funds	-	-	-	-	1,375,618	1,375,618
Undesignated						
General Fund	7,108,949	-	-	-	-	7,108,949
Special Revenue Funds	-	-	-	-	417	417
Capital Projects Funds	-	-	-	(2,039,969)	(946,906)	(2,986,875)
Total fund balances (deficit)	8,078,258	512,963	841,797	(2,039,969)	2,644,101	10,037,150
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,473,109	\$ 773,037	\$ 1,529,051	\$ 1,205,350	\$ 4,398,939	\$ 22,379,486

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

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

April 30, 2010

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 10,037,150
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	122,141,695
Less internal service funds' capital assets	(2,600,741)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
General obligation bonds	(30,283,033)
Less internal service funds' portion	1,632,319
Unamortized premium on general obligation bonds	(454,809)
Unamortized loss on refunding	66,037
Unamortized gain on refunding	(36,805)
Unamortized discount on general obligation bonds	66,210
Less internal service funds' portion	(5,390)
IEPA loan	(946,898)
Compensated absences	(2,713,647)
Less internal service funds' portion	184,226
Net other postemployment benefits obligation	(39,440)
Less internal service funds' portion	580
Certain costs associated with the issuance of long-term debt are shown as deferred charges on the statement of net assets and amortized over the life of the bonds	
Unamortized bond issuance costs	396,460
Less internal service funds' portion	(14,294)
Accrued interest on long-term liabilities is not due and payable in the current period and, therefore, is not reported in governmental funds	(475,422)
Less internal service funds' portion	23,954
Net pension obligations are not recorded in governmental funds but are recorded in the statement of net assets	(402,795)
The net assets of the internal service funds are included in the governmental activities in the statement of net assets	5,048,276
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 101,623,633</u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	General	Motor Fuel Tax	Debt Service
REVENUES			
Taxes	\$ 18,946,532	\$ -	\$ 2,159,250
Licenses and permits	1,760,064	-	-
Intergovernmental	17,621	1,198,718	-
Charges for services	357,542	-	-
Fines and forfeits	1,450,426	-	-
Investment income	41,381	2,130	2,399
Miscellaneous	699,403	-	-
Total revenues	23,272,969	1,200,848	2,161,649
EXPENDITURES			
Current			
General government	3,782,804	-	-
Public safety	13,291,488	-	-
Community development	2,480,479	-	-
Highways and streets	4,285,772	2,136,969	-
Capital outlay	-	-	-
Debt service			
Principal retirement	-	-	1,766,837
Interest and fiscal charges	-	-	1,275,354
Total expenditures	23,840,543	2,136,969	3,042,191
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(567,574)	(936,121)	(880,542)
OTHER FINANCING SOURCES (USES)			
Transfers in	58,333	154,167	1,250,000
Transfers (out)	(2,408)	-	(420,461)
Proceeds from sale of capital assets	489	-	-
Total other financing sources (uses)	56,414	154,167	829,539
NET CHANGE IN FUND BALANCES	(511,160)	(781,954)	(51,003)
FUND BALANCES (DEFICIT), MAY 1	8,589,418	1,294,917	892,800
FUND BALANCES (DEFICIT), APRIL 30	\$ 8,078,258	\$ 512,963	\$ 841,797

Green Oaks/ Army Trail		
TIF #1	Nonmajor	Total
\$ 1,218,854	\$ 2,169,902	\$ 24,494,538
-	-	1,760,064
-	157,620	1,373,959
-	-	357,542
-	-	1,450,426
71	4,072	50,053
140	34,280	733,823
1,219,065	2,365,874	30,220,405
329	69,177	3,852,310
-	42,556	13,334,044
-	-	2,480,479
-	-	6,422,741
-	435,591	435,591
-	-	1,766,837
-	-	1,275,354
329	547,324	29,567,356
1,218,736	1,818,550	653,049
-	2,408	1,464,908
-	(2,058,334)	(2,481,203)
-	4,875	5,364
-	(2,051,051)	(1,010,931)
1,218,736	(232,501)	(357,882)
(3,258,705)	2,876,602	10,395,032
\$ (2,039,969)	\$ 2,644,101	\$ 10,037,150

See accompanying notes to financial statements.

VILLAGE OF ADDISON, 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, 2010

NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ (357,882)
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	3,235,346
Less amount applicable to internal service funds	(658,465)
Depreciation is shown as a functional expense in governmental activities on the statement of activities	(2,854,992)
Less amount applicable to internal service funds	611,541
The loss on disposal of capital assets is shown as an increase in expense on the statement of activities	(206,029)
Less amount applicable to internal service funds	58,660
The increase in the net pension obligation of the police pension is shown as an increase of expense on the statement of activities	(504,457)
Long-term liabilities:	
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	
General obligation bonds	1,545,590
Less amount applicable to internal service funds	(134,548)
IEPA loan	355,795
The unamortized premium on bonds is shown as an increase of principal outstanding on the statement of net assets and amortized over the life of the bonds	45,714
The unamortized accounting loss on refunding is shown as a reduction of principal outstanding on the statement of net assets and amortized over the life of the bonds	(28,340)
The unamortized accounting gain on refunding is shown as an increase of principal outstanding on the statement of net assets and amortized over the life of the bonds	18,402
The unamortized discount on bonds issued in prior years is shown as a decrease of principal outstanding on the statement of net assets and amortized over the life of the bonds	(4,407)
Less amount applicable to internal service funds	539

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

Long-term liabilities: (Continued)	
Bond issuance costs are shown as interest and fiscal charges in governmental funds but as a deferred charge on the statement of net assets and amortized over the life of the bonds	\$ (46,647)
Less amount applicable to internal service funds	1,429
The change in accrued interest is shown as a change in the interest expense on the statement of activities	26,903
The increase in the compensated absences liability is shown as a functional expense on the statement of activities	(139,442)
Less amount applicable to internal service funds	9,695
The increase in the net other postemployment benefits obligation is shown as a functional expense on the statement of activities	(19,020)
Less amount applicable to internal service funds	279
The change in net assets in internal service funds is shown as a governmental activity on the statement of activities	<u>321,462</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 1,277,126</u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS

April 30, 2010

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
CURRENT ASSETS		
Cash and investments	\$ 3,694,650	\$ 4,293,440
Receivables		
Accounts - billed	737,782	-
Accounts - unbilled	1,410,002	-
Other	-	20,469
Inventory	26,527	49,409
	<u>5,868,961</u>	<u>4,363,318</u>
NONCURRENT ASSETS		
Deferred charges	15,341	14,294
Restricted assets		
Restricted cash and investments - Special Service Area #1	30,000	-
	<u>30,000</u>	<u>-</u>
Capital assets not being depreciated		
Land	1,129,911	-
Construction in progress	5,477,701	-
	<u>6,607,612</u>	<u>-</u>
Capital assets being depreciated		
Land improvements	80,354,417	-
Equipment and vehicles	2,288,550	5,628,916
Office equipment	8,729	423,029
	<u>82,651,696</u>	<u>6,051,945</u>
Less accumulated depreciation	<u>(30,713,484)</u>	<u>(3,451,204)</u>
Net capital assets being depreciated	<u>51,938,212</u>	<u>2,600,741</u>
Total capital assets	<u>58,545,824</u>	<u>2,600,741</u>
Total noncurrent assets	<u>58,591,165</u>	<u>2,615,035</u>
Total assets	<u>64,460,126</u>	<u>6,978,353</u>

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET ASSETS (Continued)
 PROPRIETARY FUNDS

April 30, 2010

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
CURRENT LIABILITIES		
Accounts payable	\$ 315,397	\$ 11,344
Accrued payroll	219,292	83,044
Accrued interest payable	25,710	23,954
Retainage payable	5,920	-
Compensated absences	298,559	65,052
General obligation bonds payable	149,171	138,984
Unamortized discount on bonds payable	(579)	(539)
Total current liabilities	1,013,470	321,839
NONCURRENT LIABILITIES		
Compensated absences payable	481,248	119,174
Net other postemployment benefits obligation	3,225	580
General obligation bonds payable	1,602,796	1,493,335
Unamortized discount on bonds payable	(5,206)	(4,851)
Total noncurrent liabilities	2,082,063	1,608,238
Total liabilities	3,095,533	1,930,077
NET ASSETS		
Invested in capital assets, net of related debt	56,799,642	973,812
Restricted for Special Service Area #1	30,000	-
Restricted for wastewater and sewer treatment	1,422,430	-
Unrestricted	3,112,521	4,074,464
TOTAL NET ASSETS	\$ 61,364,593	\$ 5,048,276

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS

For the Year Ended April 30, 2010

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
OPERATING REVENUES		
Charges for services	\$ 10,310,792	\$ 2,797,177
Other	-	109,637
	10,310,792	2,906,814
OPERATING EXPENSES		
Operations	-	2,142,782
Water	4,649,886	-
Sewer	2,123,720	-
Water pollution control	3,463,081	-
Depreciation	1,624,932	611,541
	11,861,619	2,754,323
OPERATING INCOME (LOSS)	(1,550,827)	152,491
NONOPERATING REVENUES (EXPENSES)		
Investment income	18,889	20,873
FEMA reimbursement	1,001	-
Interest expense	(73,605)	(68,579)
Gain on sale of capital assets	-	13,879
	(53,715)	(33,827)
CHANGE IN NET ASSETS BEFORE TRANSFERS	(1,604,542)	118,664
TRANSFERS		
Transfers in	813,497	202,798
	813,497	202,798
CHANGE IN NET ASSETS	(791,045)	321,462
NET ASSETS, MAY 1	62,155,638	4,726,814
NET ASSETS, APRIL 30	\$ 61,364,593	\$ 5,048,276

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS

For the Year Ended April 30, 2010

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	\$ 10,192,876	\$ -
Receipts (payments) from internal services transactions	(581,598)	2,906,812
Payments to suppliers	(4,214,816)	(1,029,668)
Payments to employees	(5,383,521)	(1,069,490)
	<u>12,941</u>	<u>807,654</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in	<u>813,497</u>	<u>202,798</u>
	<u>813,497</u>	<u>202,798</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of capital assets	(984,432)	(658,465)
Proceeds from sale of capital assets	-	52,070
Intergovernmental proceeds	1,001	-
Principal paid on bonds	(144,410)	(134,548)
Interest paid on bonds	(73,253)	(68,250)
	<u>(1,201,094)</u>	<u>(809,193)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales of investments	-	1,250,000
Purchase of investments	(217,625)	-
Interest received	18,889	25,560
	<u>(198,736)</u>	<u>1,275,560</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(573,392)	1,476,819
CASH AND CASH EQUIVALENTS, MAY 1	<u>1,374,200</u>	<u>2,816,621</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 800,808</u>	<u>\$ 4,293,440</u>

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
 PROPRIETARY FUNDS

For the Year Ended April 30, 2010

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (1,550,827)	\$ 152,491
Adjustments to reconcile operating income (loss) to net cash from operating activities		
Depreciation	1,624,932	611,541
Changes in assets and liabilities		
Receivables	(117,916)	-
Inventory	(11,813)	(5,006)
Accounts payable	(13,569)	(17,851)
Accrued payroll	74,501	56,505
Compensated absences payable	6,078	9,695
Net other postemployment benefits obligation	1,555	279
NET CASH FROM OPERATING ACTIVITIES	\$ 12,941	\$ 807,654
CASH AND INVESTMENTS		
Cash and cash equivalents	\$ 800,808	\$ 4,293,440
Investments	2,923,842	-
TOTAL CASH AND INVESTMENTS	\$ 3,724,650	\$ 4,293,440

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

April 30, 2010

	Police Pension Trust	Agency
ASSETS		
Cash and cash equivalents	\$ 232,530	\$ 881,524
Investments, at fair value		
U.S. Treasury securities	1,052,746	-
U.S. agency securities	10,964,212	-
Municipal bonds	2,293,993	-
Negotiable CDs	805,357	-
Money market mutual funds	867,559	-
Mutual funds	13,275,952	-
Receivables		
Property taxes	-	75,951
Accrued interest	111,238	-
	<u>29,603,587</u>	<u>\$ 957,475</u>
LIABILITIES		
Accounts payable	-	\$ 259,504
Refundable deposits	-	518,593
Funds held for others	-	179,378
	<u>-</u>	<u>\$ 957,475</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 29,603,587</u>	

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
POLICE PENSION TRUST FUND

For the Year Ended April 30, 2010

ADDITIONS

Contributions - employer	
Property taxes transferred from General Fund	\$ 1,233,451
Contributions - plan members	<u>520,314</u>
Total contributions	<u>1,753,765</u>
Investment income	
Net appreciation in fair value of investments	4,192,284
Interest earned on investments	<u>737,257</u>
Total investment income	4,929,541
Less investment expense	<u>(32,804)</u>
Net investment income	<u>4,896,737</u>
Total additions	<u>6,650,502</u>

DEDUCTIONS

Pensions and refunds	2,000,901
Administration	41,037
Legal	<u>91</u>
Total deductions	<u>2,042,029</u>

NET INCREASE 4,608,473

NET ASSETS HELD IN TRUST FOR
PENSION BENEFITS

May 1	<u>24,995,114</u>
April 30	<u><u>\$ 29,603,587</u></u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

April 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Addison, 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. Financial Reporting Entity

The Village is a municipal corporation governed by a seven-member Board consisting of six trustees and the mayor. As required by generally accepted accounting principles, these financial statements present the Village and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the Village's operations and so data from these units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize that it is legally separate from the Village. Each blended and discretely presented component unit has an April 30 year end.

The Village's financial statements include a pension trust fund.

Police Pension Employees Retirement System

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Financial Reporting Entity (Continued)

Discretely Presented Component Unit

The Addison Public Library (the Library) is governed by the Addison Public Library Board of Trustees and provides services to residents, generally within the geographic boundaries of the Village. The Library Board of Trustees selects management staff, establishes budgets, and otherwise directs the affairs of the Library. The Library Board of Trustees cannot issue general obligation bonds on its own behalf and such bonds cannot be issued in the Library's name alone. The Library is funded by property taxes levied by the Village on behalf of the Library. Based upon the above criteria, the Library is considered a discretely presented component unit of the Village for purposes of these financial statements.

Complete financial statements for the Village's discretely presented component unit may be obtained at the entity's administrative office.

Addison Public Library
4 Friendship Plaza
Addison, Illinois 60101

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 village functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts.

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments. The Village utilizes pension trust funds and agency funds which are generally used to account for assets that the Village holds in fiduciary capacity or on behalf of others as their agent.

c. Government-Wide and Fund Financial Statements

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

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

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

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Motor Fuel Tax Fund is used to account for maintenance of village owned streets, repavement, and street lights. Financing is provided by the Village's share of state motor fuel allotments and other village financing sources. The Village has elected to report this fund as major.

The Debt Service Fund accounts for the resources for the payment of principal and interest on the Village's general obligation debt. The Village has elected to report this fund as major.

The Green Oaks/Army Trail TIF #1 Fund accounts for the proceeds of specific tax allocations to finance the redevelopment of this area.

The Village reports the following major proprietary funds:

The Waterworks and Sewerage Fund accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, billing, and collection.

The Village reports the following internal service funds:

Internal service funds account for operations that provide services to other departments or agencies of the Village, or to other governments, on a cost-reimbursement basis. The Fleet Services Fund accounts for the costs of operating a maintenance facility for automotive equipment used by other village departments. Actual cost includes depreciation on the machinery and equipment used to provide the service. The Information Systems Fund accounts for the costs of running the Village's management information system. The Equipment Replacement Fund accounts for the purchase and replacement of the Village's vehicles.

The Village reports the following fiduciary funds:

Police Pension Trust Fund as a fiduciary fund to account for the Police Pension Fund.

Agency funds account for assets held on behalf of third parties and that do not involve the measurement of operating results. Agency funds reported include General Escrow, Water Escrow, Sewer Connection Escrow, Group Insurance Withholding, Library, Garbage, Park Donation, School Donation, Special Service Area #1, Sleepy Hollow Trust Student Participation, and the AT&T VRAD fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and pension trust fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred.

Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunications taxes which use a 90-day period and income tax which uses a 120-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village also are recognized as revenue. Fines and permits 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 guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible-to-accrual criteria are met.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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 government before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both the revenue recognition criteria are met, or when the government 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 Investments

Cash and Cash Equivalents

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

Investments

Village investments with a maturity of one year or less when purchased are stated at cost or amortized cost. Village investments with a maturity greater than one year and all pension fund investments are stated at fair value in accordance with GASB Statement No. 31.

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

f. 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 noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

g. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories, if any, are recorded as expenditures when purchased.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. 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.

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, storm water), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

Assets	Years
Buildings and structures	20-50
Equipment and vehicles	4-20
Infrastructure	20-60
Public improvements	50-60

j. Compensated Absences

Vested or accumulated vacation and sick leave are reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation or sick leave of proprietary funds and governmental activities are recorded as an expense and liability of those funds as the benefits accrue to employees.

Employees accrue one day sick time per month up to twelve per year. Sick time can be accumulated over the tenure of employment and is “bought back” upon leaving the Village using a percentage scale based on years of service. Vacation time is accumulated annually and is expected to be used the following year. Carryover for three months is allowed pending approval by the Village Manager.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary funds financial statements. Bond premiums and discounts and gains (losses) on refundings, 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 and gains (losses) on refundings. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

l. Fund Balances/Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Net assets - restricted in the Waterworks and Sewerage Fund represents amounts reserved for wastewater and sewer treatment plant replacement and reserved for Special Service Area Bonds #1; the restriction on the bonds expires on December 15, 2014. 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. None of the net assets are restricted as a result of enabling legislation adopted by the Village. Invested in capital assets, net of related debt represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

m. Interfund Transactions

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. Accounting Estimates

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

2. DEPOSITS AND INVESTMENTS

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

a. Village Deposits and Investments

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or 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, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants' fair value), and Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Village's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

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

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Deposits with Financial Institutions

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

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2010:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 3,351,398	\$ 3,351,398	\$ -	\$ -	\$ -
IMET	9,584,740	9,584,740	-	-	-
TOTAL	\$ 12,936,138	\$ 12,936,138	\$ -	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village limits its exposure to credit risk by primarily investing in external investment pools. Illinois Funds and IMET are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. The Village's investment policy does not address this risk. To limit its exposure, the Village requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts and a written custodial agreement. Illinois Funds and IMET are not subject to custodial credit risk.

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments (Continued)

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village's investment policy requires diversification of investments to avoid unreasonable risk. No financial institution shall hold more than 50% of the Village's investment portfolio, exclusive of any securities held in Illinois Funds and IMET.

b. Police Pension Fund Deposits and Investments

The Police Pension Fund's investment policy authorizes the Police Pension Fund to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, interest-bearing obligations of the U.S. Treasury and U.S. agencies, interest-bearing bonds of the State of Illinois or any county, township, or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. agencies, separate accounts managed by life insurance companies, mutual funds, common and preferred stock, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value), and IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Police Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the cash flow demands of the Police Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and rate of return.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the independent third party or the Federal Reserve Bank of Chicago, and evidenced by safekeeping receipts.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2010:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
US Treasury notes	\$ 1,052,746	\$ -	\$ -	\$ 1,052,746	\$ -
GNMA	3,643,854	-	-	1,600,773	2,043,081
FHLB	4,590,954	2,518,232	2,072,722	-	-
FFCB	1,530,311	-	1,530,311	-	-
FHLMC	8,448	-	-	-	8,448
FNMA	1,190,645	-	535,876	39,664	615,105
Municipal bonds	2,293,993	-	-	1,651,216	642,777
Negotiable CDs	805,357	-	805,357	-	-
Money market mutual funds	867,559	867,559	-	-	-
Illinois Funds	4,642	4,642	-	-	-
TOTAL	\$ 15,988,509	\$ 3,390,433	\$ 4,944,266	\$ 4,344,399	\$ 3,309,411

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Police Pension Fund limits its exposure to credit risk by primarily investing U.S. Treasury obligations and other obligations which are rated AAA or better by a national rating agency. Additionally it is the policy of the Police Pension Fund to invest in municipal bonds that are rated AA+ or better. The U.S. agency obligations (GNMA, FHLB, FHLMC, FFCB, and FNMA), money market mutual funds, and Illinois Funds are rated AAA. The negotiable CDs are rated AAA and the municipal bonds are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Police Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party custodian and evidenced by safekeeping receipts. Illinois Funds is not subject to custodial credit risk.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Investments (Continued)

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk but does not establish specific maximum portfolio percentages. Target percentages are as follows:

	<u>Target</u>
Cash	2%
Fixed income	53%
Large Cap Domestic Equities	35%
Small Cap Domestic Equities	5%
International Equities	5%

At April 30, 2010, the Police Pension Fund had greater than 5% of its investments invested in GNMA's, FHLB's, and Municipal Bonds. This is in accordance with its investment policy.

3. RECEIVABLES - TAXES

a. Property Taxes

Property taxes for 2009 attach as an enforceable lien on January 1, 2009, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2010, and are payable in two installments, on or about June 1, 2010 and September 1, 2010. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1 percent of the tax levy, to reflect actual collection experience. As the 2009 tax levy is intended to fund expenditures for the 2010-2011 fiscal year, these taxes are deferred as of April 30, 2010.

The 2010 tax levy, which attached as an enforceable lien on property as of January 1, 2010, has not been recorded as a receivable as of April 30, 2010 as the tax has not yet been levied by the Village and will not be levied until December 2010 and, therefore, the levy is not measurable at April 30, 2010.

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

3. RECEIVABLES - TAXES

b. Due from Other Governments

The following receivables are included in due from other governments on the statement of net assets:

GOVERNMENTAL ACTIVITIES	
Sales tax	\$ 1,657,901
Home rule sales tax	1,037,581
Simplified telecommunications tax	427,746
Income tax	1,019,812
Local use tax	110,534
Motor fuel tax	80,142
Grants	6,228
Other taxes	245
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 4,340,189</u>

4. CAPITAL ASSETS

a. Capital Assets

Capital asset activity for the year ended April 30, 2010 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 12,771,539	\$ -	\$ -	\$ 12,771,539
Land rights of way	38,174,273	-	-	38,174,273
Construction in progress	5,348,707	2,563,304	1,907,530	6,004,481
Total capital assets not being depreciated	<u>56,294,519</u>	<u>2,563,304</u>	<u>1,907,530</u>	<u>56,950,293</u>
Capital assets being depreciated				
Buildings and structures	37,788,000	1,030,095	154,224	38,663,871
Equipment and vehicles	8,001,561	679,175	536,941	8,143,795
Infrastructure	58,380,631	870,302	-	59,250,933
Total capital assets being depreciated	<u>104,170,192</u>	<u>2,579,572</u>	<u>691,165</u>	<u>106,058,599</u>
Less accumulated depreciation for				
Buildings and structures	3,783,885	855,769	6,855	4,632,799
Equipment and vehicles	4,797,979	807,247	478,281	5,126,945
Infrastructure	29,915,477	1,191,976	-	31,107,453
Total accumulated depreciation	<u>38,497,341</u>	<u>2,854,992</u>	<u>485,136</u>	<u>40,867,197</u>
Total capital assets being depreciated, net	<u>65,672,851</u>	<u>(275,420)</u>	<u>206,029</u>	<u>65,191,402</u>
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 121,967,370</u>	<u>\$ 2,287,884</u>	<u>\$ 2,113,559</u>	<u>\$ 122,141,695</u>

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

4. CAPITAL ASSETS (Continued)

a. Capital Assets (Continued)

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 976,756
Public safety	326,166
Community development	82,294
Highways and streets, including depreciation of general infrastructure assets	<u>1,469,776</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 2,854,992</u>

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,129,911	\$ -	\$ -	\$ 1,129,911
Construction in progress	10,204,568	987,167	5,714,034	5,477,701
Total capital assets not being depreciated	<u>11,334,479</u>	<u>987,167</u>	<u>5,714,034</u>	<u>6,607,612</u>
Capital assets being depreciated				
Public improvements	75,942,090	4,412,327	-	80,354,417
Equipment and vehicles	995,572	1,301,707	-	2,297,279
Total capital assets being depreciated	<u>76,937,662</u>	<u>5,714,034</u>	<u>-</u>	<u>82,651,696</u>
Less accumulated depreciation for				
Public improvements	28,260,524	1,518,071	-	29,778,595
Equipment and vehicles	828,028	106,861	-	934,889
Total accumulated depreciation	<u>29,088,552</u>	<u>1,624,932</u>	<u>-</u>	<u>30,713,484</u>
Total capital assets being depreciated, net	<u>47,849,110</u>	<u>4,089,102</u>	<u>-</u>	<u>51,938,212</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 59,183,589</u>	<u>\$ 5,076,269</u>	<u>\$ 5,714,034</u>	<u>\$ 58,545,824</u>

4. CAPITAL ASSETS (Continued)

b. Construction Contracts

The Village has entered into contracts for the construction or renovation of various facilities as follows:

	Expended to Date	Total Commitment
Brothers Asphalt Paving	\$ 1,779,762	\$ 1,850,777
Arrow Road Construction Co	298,075	1,068,542
Okeh Electric	53,280	59,200
Gerardi Sewer & Water Company	540,632	575,612
Civiltech Engineering Inc	71,422	72,232

5. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health; natural disasters; and injuries to the Village's employees.

The Village has purchased insurance from private insurance companies. Risks covered include medical, dental, and other. Premiums have been displayed as expenditures/expenses in appropriate funds. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current or the three prior years.

Intergovernmental Risk Management Agency (IRMA)

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

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

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

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

5. RISK MANAGEMENT (Continued)

Intergovernmental Risk Management Agency (IRMA) (Continued)

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village is aware of no additional contributions due to IRMA as of April 30, 2010.

6. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities. In addition, general obligation bonds have been issued to refund general obligation bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Due Within One Year
\$4,685,000 2002 General Obligation Refunding Bonds are due in annual installments (beginning December 15, 2003) ranging from \$30,000 to \$520,000 with interest from 1.90% to 4.30%. The call date is December 15, 2012 and the last payment is due December 15, 2017.	Debt Service	\$ 3,965,000	\$ -	\$ 285,000	\$ 3,680,000	\$ 330,000
\$7,500,000 2004 General Obligation Bonds are due in annual installments (beginning December 15, 2005) ranging from \$260,000 to \$650,000 with interest from 3.00% to 4.30%. The call date is December 15, 2012 and the last payment is due December 15, 2019.	Debt Service	2,311,756	-	176,042	2,135,714	181,845
	Water	1,896,377	-	144,410	1,751,967	149,171
	Equipment Replacement	1,766,867	-	134,548	1,632,319	138,984

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

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Due Within One Year
<p>\$2,500,000 2004A General Obligation Refunding Bonds are due in annual installments (beginning December 15, 2004) ranging from \$10,000 to \$1,000,000 with interest from 2.50% to 3.75%. These bonds are not subject to redemption prior to maturity. The last payment is due December 15, 2012. These bonds were partially refunded by the 2006B Taxable General Obligation Refunding Bonds.</p>	Debt Service	\$ 10,000	\$ -	\$ 10,000	\$ -	\$ -
<p>\$3,075,000 General Obligation Refunding Bond, Series 2006A, are due in annual installments (beginning December 15, 2011) ranging from \$130,000 to \$260,000 with interest at 3.70% to 4.50%. The call date is December 15, 2016. The last payment is due December 15, 2026.</p>	Debt Service	3,075,000	-	-	3,075,000	-
<p>\$2,375,000 Taxable General Obligation Refunding Bonds, Series 2006B, are due in annual installments (beginning December 5, 2007) ranging from \$210,000 to \$600,000 with interest at 5.25% to 5.30%. These bonds are not subject to redemption prior to maturity. The last payment is due December 15, 2011.</p>	Debt Service	1,685,000	-	565,000	1,120,000	600,000
<p>\$6,900,000 General Obligation Bonds, Series 2006C, are due in annual installments (beginning December 15, 2012) ranging from \$280,000 to \$675,000 with interest at 3.85% to 3.95%. The call date is December 15, 2015. The last payment is due December 15, 2026.</p>	Debt Service	6,900,000	-	-	6,900,000	-
<p>\$6,100,000 General Obligation Bonds, Series 2007, are due in annual installments (beginning December 15, 2012) ranging from \$245,000 to \$590,000 with interest at 3.875% to 3.95%. The call date is December 15, 2015. The last payment is due December 15, 2026.</p>	Debt Service	6,100,000	-	-	6,100,000	-
<p>\$6,015,000 General Obligation Refunding Bonds, Series 2008, are due in annual installments (beginning December 15, 2009 through December 15, 2020) ranging from \$265,000 to \$1,010,000 with interest at 3.25% to 5.00%.</p>	Debt Service	6,015,000	-	375,000	5,640,000	350,000
TOTAL GENERAL OBLIGATION BONDS		\$ 33,725,000	\$ -	\$ 1,690,000	\$ 32,035,000	\$ 1,750,000

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

6. LONG-TERM DEBT (Continued)

b. Loan Payable - Governmental Activities

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Due Within One Year
State of Illinois loan - \$5,525,717 Illinois Environmental Protection Agency loan due in equal semi-annual installments of \$199,699 including interest at 3.59%. The last payment date is May 30, 2012. This obligation is to be retired by sales tax revenue.	Debt Service	\$ 1,302,693	\$ -	\$ 355,795	\$ 946,898	\$ 368,683

c. Compensated Absences - Governmental Activities

	Funded by	Balances May 1	Increases	Reductions	Balances April 30	Due Within One Year
Compensated absences	General	\$ 2,399,674	\$ 987,808	\$ 858,061	\$ 2,529,421	\$ 909,191
Compensated absences	Internal Service	174,531	71,331	61,636	184,226	65,052
TOTAL COMPENSATED ABSENCES		\$ 2,574,205	\$ 1,059,139	\$ 919,697	\$ 2,713,647	\$ 974,243

d. Compensated Absences - Business-Type Activities

	Funded by	Balances May 1	Increases	Reductions	Balances April 30	Due Within One Year
Compensated absences	Waterworks and Sewerage	\$ 773,729	\$ 292,102	\$ 286,024	\$ 779,807	\$ 298,559
TOTAL COMPENSATED ABSENCES		\$ 773,729	\$ 292,102	\$ 286,024	\$ 779,807	\$ 298,559

e. Debt Service Requirements to Maturity

Fiscal Year Ending April 30	General Obligation Bonds					
	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 1,600,829	\$ 1,230,020	\$ 2,830,849	\$ 149,171	\$ 68,559	\$ 217,730
2012	1,696,068	1,164,034	2,860,102	153,932	63,338	217,270
2013	1,766,307	1,095,286	2,861,593	158,693	57,951	216,644
2014	1,859,960	1,029,650	2,889,610	165,040	52,237	217,277
2015	1,945,199	959,159	2,904,358	169,801	46,048	215,849
2016-2020	11,229,670	3,547,870	14,777,540	955,330	123,059	1,078,389
2021-2025	7,205,000	1,406,218	8,611,218	-	-	-
2026-2027	2,980,000	179,488	3,159,488	-	-	-
TOTAL	\$ 30,283,033	\$ 10,611,725	\$ 40,894,758	\$ 1,751,967	\$ 411,192	\$ 2,163,159

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

6. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity (Continued)

Fiscal Year Ending April 30	Governmental Activities		
	Illinois EPA Loan		
	Principal	Interest	Total
2011	\$ 368,683	\$ 30,714	\$ 399,397
2012	382,038	17,359	399,397
2013	196,177	3,521	199,698
TOTAL	\$ 946,898	\$ 51,594	\$ 998,492

f. Changes in Long-Term Debt

The following is a summary of changes in long-term liabilities for the year ended April 30, 2010:

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
GOVERNMENTAL ACTIVITIES					
General obligation bonds payable	\$ 31,828,623	\$ -	\$ 1,545,590	\$ 30,283,033	\$ 1,600,829
Unamortized discount on bonds	(70,617)	-	(4,407)	(66,210)	(4,407)
Unamortized loss on refunding of bonds	(94,377)	-	(28,340)	(66,037)	(28,339)
Unamortized gain on refunding of bonds	55,207	-	18,402	36,805	18,403
Unamortized premium on bonds	500,523	-	45,714	454,809	45,713
IEPA loan payable	1,302,693	-	355,795	946,898	368,683
Compensated absences payable - governmental activities	2,574,205	1,059,139	919,697	2,713,647	974,243
Net pension obligation	(101,662)	504,457	-	402,795	-
Net other postemployment benefits obligation	20,420	19,020	-	39,440	-
TOTAL GOVERNMENTAL ACTIVITIES	\$ 36,015,015	\$ 1,582,616	\$ 2,852,451	\$ 34,745,180	\$ 2,975,125

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

6. LONG-TERM DEBT (Continued)

f. Changes in Long-Term Debt (Continued)

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
BUSINESS-TYPE ACTIVITIES					
General obligation bonds payable	\$ 1,896,377	\$ -	\$ 144,410	\$ 1,751,967	\$ 149,171
Unamortized discount on bonds	(6,363)	-	(578)	(5,785)	(579)
Compensated absences payable - proprietary funds	773,729	292,102	286,024	779,807	298,559
Net other postemployment benefits obligation	1,670	1,555	-	3,225	-
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 2,665,413	\$ 293,657	\$ 429,856	\$ 2,529,214	\$ 447,151

g. Legal Debt Margin

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

“The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property ... (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: ... indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum ... shall not be included in the foregoing percentage amounts.”

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

h. Other Nonobligation Type Bonded Debt

Industrial Revenue Bonds

The Village has issued a total of \$53,110,000 of Industrial Revenue Bonds under the terms of its ordinance 0-74-8 dated March 18, 1974. The amount outstanding is undeterminable as of April 30, 2010.

6. LONG-TERM DEBT (Continued)

h. Other Nonobligation Type Bonded Debt (Continued)

Industrial Revenue Bonds (Continued)

The total amount of bonds issued by any village agency is limited by federal and state statute. Interest paid to institutions lending these funds is considered tax-exempt under current federal law. The Village is not obligated for the payment of principal and interest on the bonds and is not involved in any way with the servicing of the debt instruments. Neither the liability for the bonds or any activity therewith is reflected in the funds of the Village.

Special Service Area Debt

Special Service Area Bonds outstanding as of the date of this report totaled \$280,000. These bonds are not an obligation of the Village and are secured by the levy of an annual tax on the real property within the special service area. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the tax, and forwarding the collections to bondholders.

i. Refunding - General Obligation Bonds

In prior years, the Village defeased a portion of the outstanding balance of the General Obligation Bond Series of 1995 by placing proceeds of the 1997 Bond Series in an irrevocable trust to provide all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Village's financial statements. The balance of the defeased bonds outstanding at April 30, 2010 was \$975,000.

On November 9, 2004, the Village issued \$2,500,000 General Obligation Refunding Bonds, Series 2004A to advance refund, through an in-substance defeasance, \$2,385,000 of the General Obligation Refunding Bond Series of 1997. The proceeds of the 2004A Bonds were placed in an irrevocable trust to provide all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the financial statements. The balance of the defeased bonds outstanding at April 30, 2010 was \$2,385,000.

On September 19, 2005, the Village issued \$3,065,000 General Obligation Refunding Bonds, Series 2005 to advance refund, through an in-substance defeasance, \$3,020,000 of the General Obligation Refunding Bond Series of 1997. The proceeds of the 2005 Bonds were placed in an irrevocable trust to provide all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the financial statements. The balance of the defeased bonds outstanding at April 30, 2010 was \$495,000.

6. LONG-TERM DEBT (Continued)

i. Refunding - General Obligation Bonds (Continued)

On September 1, 2006, the Village issued \$3,075,000 General Obligation Refunding Bonds, Series 2006A to advance refund, through an in-substance defeasance, \$3,015,000 of the General Obligation Refunding Bond Series of 2005. The proceeds of the 2006A Bonds were placed in an irrevocable trust to provide all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the financial statements. The balance of the defeased bonds outstanding at April 30, 2010 was \$480,000.

On September 1, 2006, the Village issued \$2,375,000 Taxable General Obligation Refunding Bonds, Series 2006B to advance refund, through an in-substance defeasance, \$2,410,000 of the General Obligation Refunding Bond Series 2004A. The proceeds of the 2006B Bonds were placed in an irrevocable trust to provide all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the financial statements. The balance of the defeased bonds outstanding at April 30, 2010 was \$2,410,000.

j. Pledged Future Revenues

The amount of pledges remaining at April 30, 2010 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Remaining	Commitment End Date
Illinois EPA Loan	Incremental sales taxes	\$ 998,492	May 30, 2012

A comparison of the pledges collected and the related principal and interest expenditures for fiscal year 2009 is as follows:

Debt Issue	Pledged Revenue Source	Pledged Revenue	Principal and Interest Paid	Estimated % of Revenue Pledged
Illinois EPA Loan	Incremental sales taxes	\$ 1,419,688	\$ 399,397	28.13%

7. INDIVIDUAL FUND DISCLOSURES

a. Due From/To Other Funds

Due from/to other funds at April 30, 2010 consisted of the following:

Fund	Due From	Due To
General	\$ 785	\$ -
IEMA Grant	-	785
TOTAL	\$ 785	\$ 785

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

- \$785 due from the IEMA Grant Fund to the General Fund is short-term cash loans. These amounts will be repaid within one year.

b. Advance From/To Other Funds

Advance from/to other funds at April 30, 2010 consisted of the following:

Fund	Advance From	Advance To
General	\$ -	\$ 903,165
Green Oaks/Army Trail TIF #1	2,039,948	-
Nonmajor Governmental	903,165	2,039,948
TOTAL	\$ 2,943,113	\$ 2,943,113

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

- \$2,039,948 advanced to the Green Oaks/Army Trail TIF #1 Fund from the Nonmajor Governmental Funds (Redevelopment Fund) for funding of the Green Oaks Center Core Apartment Complex.
- \$903,165 advanced to the Town Center TIF #3 Fund from the General Fund for funding the purchase of land within the TIF.

7. INDIVIDUAL FUND DISCLOSURES (Continued)

c. Transfers

Interfund transfers during the year ended April 30, 2010 consisted of the following:

Fund	Transfers In	Transfers Out
General	\$ 58,333	\$ 2,408
Motor Fuel Tax	154,167	-
Debt Service	1,250,000	420,461
Waterworks and Sewerage	813,497	-
Internal Service	202,798	-
Nonmajor Governmental	2,408	2,058,334
TOTAL	\$ 2,481,203	\$ 2,481,203

The purpose of significant transfers is as follows:

- \$1,250,000 transferred from the Public Building Fund (Nonmajor Governmental) for the principal and interest payments in the Debt Service Fund.
- \$154,167 transferred from the Redevelopment Fund to the Motor Fuel Tax Fund for road construction and additional maintenance paid out of the Motor Fuel Tax Fund.
- \$420,461 transferred from the Debt Service Fund in the amounts of \$217,663 and \$202,798 to the Waterworks and Sewerage and Equipment Replacement Funds, respectively. This amount was to fund the debt service payments related to the 2004 General Obligation bonds reported in these funds.
- \$579,167 transferred from the Redevelopment Fund to the Waterworks and Sewerage Fund to cover capital expenses in this fund.

7. INDIVIDUAL FUND DISCLOSURES (Continued)

d. Deficit Fund Balances/Net Assets of Individual Funds

The following funds had a deficit in fund balance/net assets as of the date of this report.

Special Revenue	
IEMA Grant	\$ 785
Capital Projects	
Green Oaks/Army Trail TIF #1	2,039,969
Capital Projects	54,811
Town Center TIF #3	892,095
Internal Service	
Fleet Services	61,478
Information Systems	55,275

8. COMMITMENTS

DuPage Water Commission

The Village has committed to purchase water from the DuPage Water Commission (the Commission). The Village expects to pay the following minimum amounts based on the Commission's debt service requirements:

Fiscal Year Ending April 30	Amount
2011	\$ 728,295
2012	728,169
2013	728,251
2014	728,241

These amounts have been calculated using the Village's current allocation percentage of 4.0833%. In future years, this allocation percentage will be subject to change.

9. CONTINGENT LIABILITIES

a. 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.

9. CONTINGENT LIABILITIES (Continued)

b. 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 that may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

c. DuPage Water Commission

The Village's water supply agreement with the Commission provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

d. Economic Incentives

The Village has entered into several agreements with local developers to rebate a portion of certain taxes derived from the operation of their businesses over a designated time period based on certain productivity criteria. The Village has a total potential commitment to all developers of \$5,475,554 payable in quarterly, semiannual, or annual payments through 2020. \$2,569,038 has been rebated as of April 30, 2010 and an additional \$121,330 was payable as of April 30, 2010.

10. DEFERRED COMPENSATION PLAN

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all village employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the sole benefit of participants and beneficiaries. It is the opinion of the Village's legal counsel that the Village has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. Since amounts held in trust are for the exclusive benefit of all participants, the Village does not maintain the assets on the financial statements.

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's two retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

c. Membership

At April 30, 2009, membership consisted of:

Retirees and beneficiaries currently receiving benefits	12
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>217</u>
 TOTAL	 <u>229</u>
 Participating employers	 <u><u>1</u></u>

d. Funding Policy

The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the Plan until retirement.

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation

The Village first had an actuarial valuation performed for the Plan as of April 30, 2008 to determine the funded status of the Plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2009 and April 30, 2010. The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2010 was as follows (information for April 30, 2008 is not available).

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2009	\$ 70,002	\$ 47,912	68.44%	\$ 22,090
April 30, 2010	68,490	47,915	69.96%	42,665

The net OPEB obligation as of April 30, 2010 was calculated as follows:

Annual required contribution	\$ 68,121
Interest on net OPEB obligation	1,105
Adjustment to annual required contribution	<u>(736)</u>
Annual OPEB cost	68,490
Contributions made	<u>47,915</u>
Increase in net OPEB obligation	20,575
Net OPEB obligation, beginning of year	<u>22,090</u>
NET OPEB OBLIGATION, END OF YEAR	<u><u>\$ 42,665</u></u>

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2009 was as follows:

Actuarial accrued liability (AAL)	\$ 1,443,398
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	1,443,398
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 16,449,236
UAAL as a percentage of covered payroll	8.77%

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

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

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

In the April 30, 2009 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included no investment rate of return and an initial healthcare cost trend rate of 8.0% with an ultimate healthcare inflation rate of 6.0%. Both rates include a 3.0% inflation assumption and 4.0% wage inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2010 was 30 years.

12. EMPLOYEE RETIREMENT SYSTEMS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the year ended December 31, 2009 was 11.00% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. At April 30, 2009, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	42
Terminated employees entitled to benefits but not yet receiving them	12
Current employees	
Vested	39
Nonvested	33
	<hr/>
TOTAL	<hr/> <hr/> 126

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

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

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary and the administrative costs. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service costs for the Police Pension Plan. For the year ended April 30, 2010, the Village's contribution was 23.74% of covered payroll.

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

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

Method Used to Value Investments

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

Administrative Costs

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

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Significant Investments

The following are significant investments in any one organization that represent 5.00% or more of plan net assets for the Police Pension Plan. Information for IMRF is not available.

Investment/Organization	Amount
FHLB security maturing 3/16/11	\$ 1,513,890

d. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2007	April 30, 2009
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	3 Year Smoothed Market
Amortization method	Level Percentage of Payroll	Level Dollar Closed
Amortization period	23 Years, Open	28 Years, Closed
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.75% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	5.00% Compounded Annually
c) Additional projected salary increases - seniority/merit	.40% to 10.00%	1.12% to 4.86%
d) Postretirement benefit increases	3.00%	3.00%

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs (Continued)

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

	Fiscal Years Ended April 30	Illinois Municipal Retirement	Police Pension
Annual pension cost (APC)	2008	\$ 1,333,044	\$ 939,300
	2009	1,384,414	1,120,706
	2010	1,409,546	1,737,908
Actual contribution	2008	\$ 1,333,044	\$ 897,659
	2009	1,384,414	1,036,233
	2010	1,409,546	1,233,451
Percentage of APC contributed	2008	100.00%	95.57%
	2009	100.00%	92.46%
	2010	100.00%	70.97%
NPO (asset)	2008	\$ -	\$ (186,135)
	2009	-	(101,662)
	2010	-	402,795

The NPO (asset) as of April 30, 2010 has been calculated as follows:

	Police Pension
Annual required contributions	\$ 1,733,443
Interest on net pension obligation	(7,879)
Adjustment to annual required contribution	12,344
Annual pension cost	1,737,908
Contributions made	1,233,451
Increase in net pension obligation (asset)	504,457
Net pension obligation (asset), beginning of year	(101,662)
NET PENSION OBLIGATION (ASSET), END OF YEAR	\$ 402,795

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

e. Funded Status and Funding Progress

The funded status and funding progress of the plans as of December 31, 2009 and April 30, 2009, respectively, were as follows. The actuarial assumptions used to determine the funded status of the Police Pension Plan are the same actuarial assumptions used to determine the employer APC of the plan as disclosed in Note 12.d.

	Illinois Municipal Retirement*	Police Pension
Actuarial accrued liability (AAL)	\$ 42,267,125	\$ 44,128,778
Actuarial value of plan assets	31,414,867	29,994,136
Unfunded actuarial accrued liability (UAAL)	10,852,258	14,134,642
Funded ratio (actuarial value of plan assets/AAL)	74.32%	67.97%
Covered payroll (active plan members)	\$ 12,585,580	\$ 5,195,494
UAAL as a percentage of covered payroll	86.23%	272.06%

* Includes both the Village and the Library.

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

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY

a. Financial Information

Financial statements for the Addison Public Library (the Library), including government-wide and fund financial statements, are available in the Library's separately audited financial statements as of April 30, 2010 which can be obtained from the Library's administrative offices located at 4 Friendship Plaza, Addison, Illinois 60101.

b. Deposits and Investments

The Library 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 financial statements as "cash and investments."

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY (Continued)

b. Deposits and Investments (Continued)

Deposits and Investments

The Library's investment policy authorizes the Library to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or 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, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value), and Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Library's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

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

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Library's deposits may not be returned to it. The Library's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Library, an independent third party, and evidenced by a safekeeping agreement.

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY (Continued)

b. Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Library's debt securities as of April 30, 2010:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 2,930,443	\$ 2,930,443	\$ -	\$ -	\$ -
IMET	2,870,825	2,717,021	153,804	-	-
TOTAL	\$ 5,801,268	\$ 5,647,464	\$ 153,804	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Library limits its exposure to credit risk by primarily investing in external investment pools. Illinois Funds and IMET are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in possession of an outside party. The Library's investment policy does not address this risk. Illinois Funds and IMET are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Library has a high percentage of its investments invested in one type of investment. The Library's investment policy requires diversification of investments to avoid unreasonable risk. No financial institution shall hold investments greater than 50% of its capital stock and surplus.

c. Receivables

Property taxes for the 2009 levy year attach as an enforceable lien on January 1, 2009, on property values assessed as of the same date. Taxes are levied by December of the same year by passage of a Tax Levy Ordinance. Tax bills are prepared by the County and issued on or about May 1, 2010, and are payable in two installments, on or about June 1, 2009 and September 1, 2010. The County collects such taxes and remits them periodically.

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

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY (Continued)

c. Receivables (Continued)

The Library recognizes the property tax revenues when they become both measurable and available in the fiscal year that the tax levy is intended to finance. Therefore, the entire 2009 tax levy has been recorded as deferred revenue on the balance sheet.

The 2010 tax levy, which attached as an enforceable lien on property as of January 1, 2010, has not been recorded as a receivable as of April 30, 2010 as the tax has not yet been levied by the Library and will not be levied until December 2010 and, therefore, the levy is not measurable at April 30, 2010.

d. Capital Assets

Capital asset activity for the year ended April 30, 2010 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
None	\$ -	\$ -	\$ -	\$ -
Total capital assets not being depreciated	-	-	-	-
Capital assets being depreciated				
Building improvements	68,508	-	-	68,508
Operating equipment	1,769,528	358,275	377,872	1,749,931
Office equipment	1,055,382	20,540	-	1,075,922
Total capital assets being depreciated	2,893,418	378,815	377,872	2,894,361
Less accumulated depreciation for				
Building improvements	47,155	2,566	-	49,721
Operating equipment	713,965	353,901	377,872	689,994
Office equipment	308,581	67,290	-	375,871
Total accumulated depreciation	1,069,701	423,757	377,872	1,115,586
Total capital assets being depreciated, net	1,823,717	(44,942)	-	1,778,775
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 1,823,717	\$ (44,942)	\$ -	\$ 1,778,775

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

GOVERNMENTAL ACTIVITIES	
Culture and recreation	<u>\$ 423,757</u>
TOTAL DEPRECIATION EXPENSE -	
 GOVERNMENTAL ACTIVITIES	<u>\$ 423,757</u>

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY (Continued)

e. Long-Term Debt

The following is a summary of changes in long-term liabilities for the year ended April 30, 2010:

Changes in Long-Term Debt

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
Net other postemployment benefits obligation	\$ 442	\$ 413	\$ -	\$ 855	\$ -
TOTAL	\$ 442	\$ 413	\$ -	\$ 855	\$ -

The net other postemployment benefits obligation is retired by the Library's General Fund.

14. SUBSEQUENT EVENT

On August 16, 2010, the Village approved the sale of a \$3,500,000 Taxable General Obligation Bond issue. The closing was September 1, 2010. The proceeds will be used to purchase property owned by a private high school that closed in 2009. The existing building will be demolished and the remaining baseball and football fields along with existing and new green space will be used by District #88 (Addison Trail High School) and the Addison Park District for practice fields and programs, respectively.

VILLAGE ^{OF} ADDISON ILLINOIS

Required Supplementary **Information**



Required Supplementary
Information

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 21,605,600	\$ 19,075,500	\$ 18,946,532
Licenses and permits	1,692,100	1,642,100	1,760,064
Intergovernmental	22,000	22,000	17,621
Charges for services	355,000	355,000	357,542
Fines and forfeits	2,320,500	1,330,500	1,450,426
Investment income	129,000	129,000	41,381
Miscellaneous	497,200	597,200	699,403
Total revenues	26,621,400	23,151,300	23,272,969
EXPENDITURES			
Current			
General government	5,009,200	4,075,725	3,782,804
Public safety	14,265,100	14,092,700	13,291,488
Community development	2,810,400	2,754,100	2,480,479
Highways and streets	4,874,400	4,717,100	4,285,772
Total expenditures	26,959,100	25,639,625	23,840,543
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(337,700)	(2,488,325)	(567,574)
OTHER FINANCING SOURCES (USES)			
Transfers in	475,000	170,000	58,333
Transfers (out)	(840,000)	-	(2,408)
Proceeds from sale of capital assets	-	-	489
Total other financing sources (uses)	(365,000)	170,000	56,414
NET CHANGE IN FUND BALANCE	\$ (702,700)	\$ (2,318,325)	(511,160)
FUND BALANCE, MAY 1			8,589,418
FUND BALANCE, APRIL 30			\$ 8,078,258

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Motor fuel tax allotments	\$ 975,000	\$ 1,825,000	\$ 953,393
Federal grants	-	-	16,870
Local grants	-	-	228,455
Investment income	-	-	2,130
	<hr/>		
Total revenues	975,000	1,825,000	1,200,848
<hr/>			
EXPENDITURES			
Highways and streets			
Street maintenance program	1,746,700	1,746,700	1,452,244
Addison Road resurfacing	727,800	727,800	622,955
Mill Street/Army Trail	240,000	70,000	61,770
Fullerton intersection	586,700	586,700	-
Fullerton Road	232,500	232,500	-
Grace Street resurfacing	24,177	24,177	-
	<hr/>		
Total expenditures	3,557,877	3,387,877	2,136,969
<hr/>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,582,877)	(1,562,877)	(936,121)
<hr/>			
OTHER FINANCING SOURCES (USES)			
Transfers in	1,580,000	185,000	154,167
	<hr/>		
Total other financing sources (uses)	1,580,000	185,000	154,167
<hr/>			
NET CHANGE IN FUND BALANCE	<u>\$ (1,002,877)</u>	<u>\$ (1,377,877)</u>	(781,954)
FUND BALANCE, MAY 1			<u>1,294,917</u>
FUND BALANCE, APRIL 30			<u><u>\$ 512,963</u></u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2010

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2004	\$ 23,110,404	\$ 26,868,290	86.01%	\$ 3,757,886	\$ 9,512,839	39.50%
2005	26,151,561	30,368,238	86.11%	4,216,677	9,869,022	42.73%
2006	29,383,219	33,254,835	88.36%	3,871,616	10,562,867	36.65%
2007	32,457,832	35,894,987	90.42%	3,437,155	11,094,363	30.98%
2008	30,181,852	39,127,123	77.14%	8,945,271	11,817,768	75.69%
2009	31,414,867	42,267,125	74.32%	10,852,258	12,585,580	86.23%

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS
SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND

April 30, 2010

Actuarial Valuation Date April 30	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2004	\$ 26,416,412	\$ 30,497,895	86.62%	\$ 4,081,483	\$ 3,837,088	106.37%
2005	28,082,824	33,168,857	84.67%	5,086,033	4,287,391	118.63%
2006	30,288,209	34,898,147	86.79%	4,609,938	4,355,319	105.85%
2007	32,278,230	38,158,704	84.59%	5,880,474	4,663,360	126.10%
2008	33,978,585	41,303,427	82.27%	7,324,842	4,962,030	147.62%
2009	29,994,136	44,128,778	67.97%	14,134,642	5,195,494	272.06%

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2010

Actuarial Valuation Date April 30	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2009	\$ -	\$ 1,443,398	\$ -	\$ 1,443,398	\$ 16,449,236	8.77%
2010	N/A	N/A	N/A	N/A	N/A	N/A

N/A - Information is not available as no actuarial valuation was performed as of this date. Actuarial valuations are only required on a biennial basis.

GASB 45 was implemented for the Village's year ended April 30, 2009; therefore, prior year information is not available.

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2010

Fiscal Year April 30	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2005	\$ 936,570	\$ 936,570	100.00%
2006	1,266,488	1,266,488	100.00%
2007	1,285,837	1,285,837	100.00%
2008	1,333,044	1,333,044	100.00%
2009	1,384,414	1,384,414	100.00%
2010	1,409,546	1,409,546	100.00%

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2010

Fiscal Year April 30	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2005	\$ 724,600	\$ 817,466	112.82%
2006	797,767	802,631	100.61%
2007	806,937	880,165	109.07%
2008	938,617	897,659	95.64%
2009	1,120,007	1,036,233	92.52%
2010	1,733,443	1,233,451	71.16%

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2010

Fiscal Year April 30	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2009	\$ 70,002	\$ 47,912	68.44%
2010	68,121	47,915	70.34%

GASB 45 was implemented for the Village's year ended April 30, 2009; therefore, prior year information is not available.

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2010

Budgets

Budgets (appropriations) are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General, Motor Fuel Tax, Community Days, Equipment Replacement, all TIF funds, all Capital Projects funds, with the exception of the Library Building Fund and the Fullerton TIF #4 Fund in the current year, Debt Service, Waterworks and Sewerage, Central Garage, Information Systems, and Police Pension Trust funds.

The Village follows these procedures in establishing its appropriation ordinance:

The Appropriation Ordinance is prepared in tentative form by the Finance Director and is made available for public inspection at least ten days prior to final Board action. A public hearing is held on the tentative Appropriation Ordinance to obtain taxpayer comments.

The Village Board of Trustees, by a two-thirds vote, may change or modify the Appropriation Ordinance. No revision of the ordinance shall be made increasing total fund expenditures in the event funds are not available to effectuate the purpose of the revision. The Appropriation Ordinance controls the legal spending limits for the Village.

All appropriations lapse at year end. Expenditures may not legally exceed appropriations (including all changes and modifications as discussed above) at the fund level. The financial schedules report appropriation amounts in the columns titled original budget and final budget.

The operational budget is the management control for spending and is less than, or equal to, the amounts appropriated. The Village Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund are done through approval of the Village Board of Trustees and are supported by additional appropriations as needed.

Operational budgets are adopted on a modified accrual basis of accounting for all governmental fund types and on an accrual basis for proprietary and fiduciary funds. Budgets have been adopted for all proprietary fund types, the Police Pension Fund, General, Debt Service, Capital Projects, and certain Special Revenue Funds. Budgets for Enterprise Funds do not provide for depreciation. Capital improvements are budgeted as expenses.

All budgets are prepared based on the annual fiscal year of the Village.

Budget amounts are as originally adopted or as amended by the Village Board of Trustees.

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

VILLAGE ^{OF} ADDISON ILLINOIS

Major Governmental Funds

Major Governmental
Funds



MAJOR GOVERNMENTAL FUNDS

General Fund

The chief operating fund of the Village which accounts for all activities of the general government except for those required to be accounted for in another fund.

Debt Service Fund

General Debt Service - to accumulate monies for the payment of the Village's 2002, 2004A, 2005, 2006A, 2006B, and 2008 Refunding Bonds; the 2004, 2006C, and 2007 General Obligation Bonds; and the Illinois Environmental Protection Agency Loan.

Capital Projects Funds

Green Oaks/Army Trail TIF #1 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
TAXES			
Property taxes			
General	\$ 3,324,000	\$ 3,324,000	\$ 3,347,881
Property taxes prior year	-	-	1,329
Police pension	1,224,000	1,224,000	1,233,451
Road and bridges	350,000	350,000	394,299
Replacement taxes general	128,000	128,000	130,777
Illinois state income tax	3,375,000	2,845,000	2,934,391
Telecommunications tax	1,950,000	1,760,000	1,765,480
Retailers occupation tax	8,290,000	7,000,000	6,779,198
Sales tax increment	1,776,000	1,494,000	1,419,688
Local use tax	540,000	481,000	439,637
Real estate transfer	400,000	300,000	321,572
Auto rental	500	500	1,066
Room	248,100	169,000	177,763
Total taxes	<u>21,605,600</u>	<u>19,075,500</u>	<u>18,946,532</u>
LICENSES, PERMITS, AND FEES			
Vehicle license	450,000	450,000	437,986
Business license	240,000	240,000	238,120
Liquor-bar licenses	105,000	105,000	103,038
Multiple dwelling license	300,000	300,000	276,610
Building permits	200,000	130,000	238,316
Building and zoning sub fee	4,000	4,000	4,212
Planning development fees	15,000	15,000	31,273
Development review fee	5,000	5,000	4,291
Cable T.V. franchise	275,000	300,000	328,226
Annexations/tap-on fees	5,000	5,000	11,973
Alarm permit fee	35,000	35,000	14,515
Solicitor's fees	1,000	1,000	560
Business license background fee	-	-	7,225
Fire plan review	11,000	11,000	8,972
Plumbing inspection fees	21,000	21,000	26,435
Review and inspection fees	25,000	20,000	28,312
Other	100	100	-
Total licenses, permits, and fees	<u>1,692,100</u>	<u>1,642,100</u>	<u>1,760,064</u>
INTERGOVERNMENTAL			
State of Illinois - grants - Arts Commission	12,000	12,000	4,217
State of Illinois - grants - police training reimbursement	10,000	10,000	5,618
Police department reimbursement - DOJ overtime and crime prevention	-	-	7,786
Total intergovernmental	<u>22,000</u>	<u>22,000</u>	<u>17,621</u>
CHARGES FOR SERVICES			
Refuse collection	230,000	230,000	231,603
Brush pick-up	100,000	100,000	99,619
Bail bonds	25,000	25,000	26,320
Total charges for services	<u>355,000</u>	<u>355,000</u>	<u>357,542</u>

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
FINES AND FORFEITS			
Police fines	\$ 590,000	\$ 500,000	\$ 490,941
Parking fines	165,000	265,000	238,695
Court fee traffic violation	54,000	54,000	45,690
Overweight truck fines	49,000	49,000	52,734
Administrative adjudication	-	-	2,190
Red light camera enforcement	1,200,000	200,000	408,961
Animal impounding	500	500	680
Vehicle impound fee	225,000	225,000	179,245
Truck permit fee	17,000	17,000	15,140
Other	20,000	20,000	16,150
Total fines and forfeits	2,320,500	1,330,500	1,450,426
INVESTMENT INCOME			
Investment income	125,000	125,000	40,243
Interest - property tax	1,000	1,000	201
Interest - loans	3,000	3,000	937
Total investment income	129,000	129,000	41,381
MISCELLANEOUS			
Insurance claims	75,000	75,000	39,400
Reimbursements - engineering	20,000	20,000	41,797
Reimbursements - spotlight newsletter	25,000	32,000	35,188
Reimbursement - library audit fees	2,800	2,800	-
Reimbursement - court/jury	-	26,000	-
School liaison program	100,000	100,000	126,630
Sales of maps and publications	1,500	1,500	1,036
Police reports	7,000	7,000	5,553
Public safety	17,500	17,500	25,041
Sidewalk repair	1,000	1,000	250
Sale of waste oil	300	300	-
Rental and concessions	175,000	242,000	254,234
Contributions/donations	500	500	115,885
Cash short/over	100	100	(112)
Other	71,500	71,500	54,501
Total miscellaneous	497,200	597,200	699,403
TOTAL REVENUES	\$ 26,621,400	\$ 23,151,300	\$ 23,272,969

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
CURRENT			
GENERAL GOVERNMENT			
Administrative department	\$ 2,691,900	\$ 2,019,100	\$ 1,994,437
Board and commissions department	255,000	156,925	110,382
Finance department	659,000	626,600	573,809
Community relations	763,100	700,300	634,602
Building and grounds	640,200	572,800	469,574
Total general government	5,009,200	4,075,725	3,782,804
PUBLIC SAFETY			
Police department	13,984,800	13,823,800	13,053,793
Henry Hyde Resource Center	280,300	268,900	237,695
Total public safety	14,265,100	14,092,700	13,291,488
COMMUNITY DEVELOPMENT	2,810,400	2,754,100	2,480,479
HIGHWAYS AND STREETS			
Electrical and forestry	2,142,700	2,077,000	1,893,503
Streets	2,731,700	2,640,100	2,392,269
Total highways and streets	4,874,400	4,717,100	4,285,772
TOTAL EXPENDITURES	\$ 26,959,100	\$ 25,639,625	\$ 23,840,543

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Administrative department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 232,000	\$ 232,000	\$ 240,992
Wages clerical	153,500	153,500	134,135
Overtime	4,200	4,200	-
Part-time	73,000	73,000	96,643
IMRF	62,100	62,100	57,588
Social security	41,000	41,000	36,327
Health insurance	76,700	76,700	74,698
Unemployment compensation	9,000	9,000	14,541
Elected officials	41,000	41,000	46,176
Sick pay	13,800	13,800	10,227
Other pay	5,500	5,500	7,042
Life insurance	2,600	2,600	1,634
Total personal services	714,400	714,400	720,003
Services and charges			
Professional services			
Accounting and auditing	1,400	1,400	1,345
Legal	385,000	385,000	424,530
Medical	2,000	2,000	2,191
Technical and consulting	9,300	5,800	5,921
Communications, telephone, and postage	16,500	15,000	14,120
Copy reproductions	6,000	6,000	3,501
Public relations	128,100	98,500	96,947
Printing and publications	7,600	5,600	2,485
IRMA insurance	42,000	42,000	44,928
Conferences and training	19,100	16,400	18,213
Repairs and maintenance	2,500	2,500	845
Rental equipment	1,000	1,000	527
Dues and subscriptions	65,900	47,500	46,095
Economic development incentive	1,090,000	468,000	440,156
Other	5,000	5,000	4,959
Total services and charges	1,781,400	1,101,700	1,106,763
Supplies/materials			
Office supplies	3,000	3,000	2,018
Clothing supplies	5,000	4,000	1,238
Other operating supplies	5,000	5,000	1,156
Total supplies/materials	13,000	12,000	4,412
Capital outlay			
Office equipment	-	-	3,326
Total capital outlay	-	-	3,326
Charges for internal services			
IS services	183,100	191,000	159,933
Total charges for internal services	183,100	191,000	159,933
Total administrative department	2,691,900	2,019,100	1,994,437

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Board and commissions department			
Cultural arts commission	\$ 84,200	\$ 79,125	\$ 51,361
Historical commission	50,900	50,900	41,780
Blood Bank commission	1,500	1,500	1,012
Senior Citizens commissions	15,100	15,100	14,979
Police commission	103,300	10,300	1,250
Total board and commissions department	<u>255,000</u>	<u>156,925</u>	<u>110,382</u>
Finance department			
Personal services			
Salaries and wages			
Salaries administrative	181,700	181,700	187,266
Wages clerical	104,100	104,100	94,462
Overtime	7,500	7,500	478
Part-time	34,200	34,200	30,002
IMRF	39,800	39,800	37,067
Social security	25,400	25,400	23,865
Health insurance	33,700	33,700	32,272
Sick pay	4,200	4,200	4,079
Other pay	1,500	1,500	2,662
Life insurance	1,700	1,700	1,456
Total personal services	<u>433,800</u>	<u>433,800</u>	<u>413,609</u>
Services and charges			
Professional fees			
Accounting and auditing	2,000	2,000	2,882
Data processing	26,400	16,800	14,445
Medical	1,500	1,500	1,331
Technical and consulting	9,000	4,000	2,896
Communications, telephone, and postage	6,900	6,400	5,678
Copy reproductions	5,500	5,500	2,402
Real estate taxes	-	-	882
Printing and publication	10,500	10,500	7,871
IRMA insurance	14,100	14,100	13,106
Conferences and training	8,600	3,000	906
Repairs and maintenance	1,700	1,700	1,773
Dues and subscriptions	3,500	2,500	1,114
Bank charges	13,000	13,000	12,638
Other	500	500	489
Total services and charges	<u>103,200</u>	<u>81,500</u>	<u>68,413</u>
Supplies/materials			
Office supplies	3,700	3,700	2,558
Clothing supplies	3,400	2,400	1,962
Other operating supplies	1,300	1,000	31
Total supplies/materials	<u>8,400</u>	<u>7,100</u>	<u>4,551</u>
Capital outlay			
Office equipment	14,900	9,400	8,890
Total capital outlay	<u>14,900</u>	<u>9,400</u>	<u>8,890</u>

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Finance department (Continued)			
Charges for internal services			
Fleet services	\$ 2,200	\$ 2,200	\$ 376
IS services	93,600	89,700	75,070
Equipment replacement	2,900	2,900	2,900
Total charges for internal services	98,700	94,800	78,346
Total finance department	659,000	626,600	573,809
Community relations			
Personal services			
Salaries and wages			
Salaries administrative	323,000	323,000	320,655
IMRF	39,700	39,700	39,160
Social security	25,400	25,400	25,460
Health insurance	55,400	55,400	55,219
Sick pay	7,800	7,800	7,621
Other pay	4,000	4,000	2,960
Life insurance	900	900	780
Total personal services	456,200	456,200	451,855
Services and charges			
Professional fees			
Accounting and auditing	1,300	1,300	1,247
Medical	1,300	1,300	88
Technical and consulting	25,000	18,500	11,082
Communications, telephone, and postage	18,600	18,600	17,284
Copy reproduction	500	500	1,237
Public relations	82,000	56,000	38,460
Printing and publications	65,800	53,800	47,365
IRMA insurance	13,200	13,200	12,270
Conferences and training	6,100	1,000	874
Repairs and maintenance	17,500	14,000	3,485
Rental equipment	2,000	-	699
Dues and subscriptions	1,400	1,000	306
Other	2,500	1,000	647
Total services and charges	237,200	180,200	135,044
Supplies/materials			
Office supplies	1,100	1,100	211
Clothing supplies	2,500	1,500	-
Video, recording, and editing supplies	32,500	32,500	19,086
Total supplies/materials	36,100	35,100	19,297
Capital outlay			
Equipment	5,000	5,000	5,657
Total capital outlay	5,000	5,000	5,657

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Community relations (Continued)			
Charges for internal services			
Fleet services	\$ 2,500	\$ 2,500	\$ 1,465
IS services	24,400	19,600	19,584
Equipment replacement	1,700	1,700	1,700
Total charges for internal services	28,600	23,800	22,749
Total community relations	763,100	700,300	634,602
Building and grounds			
Personal services			
Salaries and wages			
Salaries administrative	88,600	88,600	87,286
Wages operational	57,700	57,700	56,840
Overtime	23,000	23,000	5,780
Part-time	19,600	19,600	15,001
IMRF	23,300	23,300	20,146
Social security	14,900	14,900	13,088
Health insurance	37,800	37,800	37,062
Sick pay	5,000	5,000	4,013
Other pay	3,500	3,500	1,730
Life insurance	1,100	1,100	416
Total personal services	274,500	274,500	241,362
Services and charges			
Professional fees			
Accounting and auditing	1,100	1,100	1,051
Medical	1,200	800	44
Communications, telephone, and postage	1,500	1,500	970
Printing and publications	200	200	144
IRMA insurance	14,700	14,700	13,664
Conferences and training	3,600	-	-
Public utility gas-heat	38,700	38,700	20,327
Repairs and maintenance	229,500	171,100	146,770
Rental equipment	500	500	-
Dues and subscriptions	300	300	309
Other	4,000	2,500	1,695
Total services and charges	295,300	231,400	184,974
Supplies/materials			
Office supplies	400	400	126
Cleaning supplies	1,300	1,300	741
Clothing supplies	1,500	1,500	1,055
Motor fuel and lubricants	4,000	4,000	-
Public grounds materials/supplies	5,400	4,000	2,503
Building materials/supplies	26,000	25,000	17,864
Other operating supplies	7,000	6,500	2,429
Total supplies/materials	45,600	42,700	24,718
Capital outlay			
Equipment	2,000	2,000	2,020
Total capital outlay	2,000	2,000	2,020

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Building and grounds (Continued)			
Charges for internal services			
Fleet services	\$ 4,200	\$ 4,100	\$ 6,836
IS services	12,200	11,700	3,264
Equipment replacement	6,400	6,400	6,400
Total charges for internal services	22,800	22,200	16,500
Total building and grounds	640,200	572,800	469,574
TOTAL GENERAL GOVERNMENT	\$ 5,009,200	\$ 4,075,725	\$ 3,782,804
PUBLIC SAFETY			
Police department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 1,774,700	\$ 1,774,700	\$ 1,797,175
Wages clerical	425,600	425,600	374,429
Wages operational	4,751,700	4,751,700	4,542,020
Overtime	1,000,000	1,000,000	804,236
Holiday pay	110,000	110,000	94,168
Part-time	245,000	245,000	221,035
IMRF	176,600	176,600	194,494
Social security	641,600	641,600	601,405
Health insurance	1,263,900	1,263,900	1,253,221
Sick pay	81,000	81,000	74,954
Other pay	65,000	65,000	110,299
Life insurance	8,000	8,000	7,392
Pension benefits	1,224,000	1,224,000	1,233,451
Total personal services	11,767,100	11,767,100	11,308,279
Services and charges			
Professional fees			
Accounting and auditing	6,700	6,700	6,440
Legal	87,600	50,000	70,257
Data processing	39,300	27,900	26,877
Medical	6,000	6,000	4,134
Technical and consulting	62,600	53,600	45,257
Communications, telephone, and postage	61,700	56,400	62,437
Copy reproduction	11,000	11,000	11,364
Public relations	16,100	10,900	5,595
Investigative	10,000	10,000	7,468
Printing and publications	19,000	19,000	9,219
IRMA insurance	254,800	254,800	265,055
Conferences and training	61,400	47,000	39,244
Public utilities gas-heat	4,000	4,000	599
Repairs and maintenance	55,800	40,800	29,390
Rental equipment	1,700	1,700	753
Dues and subscriptions	13,900	8,300	12,179
Other	23,000	23,000	20,889
Total services and charges	734,600	631,100	617,157

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Supplies/materials			
Office supplies	\$ 25,000	\$ 20,000	\$ 10,310
Clothing supplies	81,900	75,900	64,973
Other operating supplies	105,500	100,000	40,847
Total supplies/materials	212,400	195,900	116,130
Capital outlay			
Office equipment	4,000	4,000	3,995
Equipment	40,300	33,400	35,433
Total capital outlay	44,300	37,400	39,428
Charges for internal services			
Fleet services	603,900	594,600	419,949
IS services	435,300	410,500	365,650
Equipment replacement	187,200	187,200	187,200
Total charges for internal services	1,226,400	1,192,300	972,799
Total police department	13,984,800	13,823,800	13,053,793
Henry Hyde Resource Center			
Personal services			
Salaries and wages			
Salaries administrative	71,500	71,500	70,516
Part-time	40,200	40,200	39,161
IMRF	13,400	13,400	12,909
Social security	8,600	8,600	8,409
Health insurance	17,600	17,600	15,894
Other pay	-	-	32
Life insurance	200	200	208
Total personal services	151,500	151,500	147,129
Services and charges			
Professional fees			
Accounting	500	500	42
Data processing	1,200	1,200	-
Communications, telephone, and postage	3,700	2,400	3,167
Copy reproduction	2,500	2,500	666
Printing and publications	7,600	2,600	120
IRMA insurance	-	-	4,971
Conferences and training	8,000	2,000	140
Public utilities gas-heat	3,000	3,000	-
Dues and subscriptions	-	-	15
Other	3,000	3,000	1,225
Total services and charges	29,500	17,200	10,346
Supplies/materials			
Office supplies	4,000	4,000	2,139
Clothing supplies	2,000	2,000	231
Other operating supplies	13,600	13,600	12,783
Total supplies/materials	19,600	19,600	15,153

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Henry Hyde Resource Center (Continued)			
Capital outlay			
Equipment	\$ 6,500	\$ 6,500	\$ 6,316
Total capital outlay	6,500	6,500	6,316
Charges for internal services			
IS services	73,200	74,100	58,751
Total charges for internal services	73,200	74,100	58,751
Total Henry Hyde Resource Center	280,300	268,900	237,695
TOTAL PUBLIC SAFETY	\$ 14,265,100	\$ 14,092,700	\$ 13,291,488
COMMUNITY DEVELOPMENT			
Personal services			
Salaries and wages			
Salaries administrative	\$ 635,500	\$ 635,500	\$ 635,690
Wages clerical	187,400	187,400	175,828
Wages operational	832,900	832,900	703,543
Overtime	18,000	18,000	17,219
Part-time	8,000	8,000	3,302
IMRF	203,800	203,800	184,847
Social security	130,600	130,600	118,706
Health insurance	237,200	237,200	245,559
Sick pay	25,000	25,000	28,721
Other pay	10,500	10,500	6,188
Life insurance	5,400	5,400	3,888
Total personal services	2,294,300	2,294,300	2,123,491
Services and charges			
Professional fees			
Accounting and auditing	2,700	2,700	2,592
Architectural	55,000	30,000	34,595
Legal	-	-	175
Data processing	600	600	-
Medical	4,000	4,000	2,882
Technical consulting	53,000	64,600	50,370
Communications, telephone, and postage	21,500	19,500	13,572
Copy reproduction	3,000	3,000	2,705
Printing and publications	22,000	22,000	14,788
IRMA insurance	55,800	55,800	50,324
Conferences and training	16,700	5,500	5,303
Repairs and maintenance	3,900	3,900	2,654
Rental equipment	1,000	1,000	29
Dues and subscriptions	5,000	5,000	4,216
Other	56,000	36,000	7,103
Total services and charges	300,200	253,600	191,308
Supplies/materials			
Office supplies	8,000	6,000	3,942
Clothing supplies	10,000	9,000	1,280
Other operating supplies	4,000	3,000	1,594
Total supplies/materials	22,000	18,000	6,816

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
COMMUNITY DEVELOPMENT (Continued)			
Charges for internal services			
Fleet services	\$ 43,900	\$ 43,300	\$ 23,990
IS services	126,100	121,000	110,974
Equipment replacement	23,900	23,900	23,900
Total charges for internal services	193,900	188,200	158,864
TOTAL COMMUNITY DEVELOPMENT	\$ 2,810,400	\$ 2,754,100	\$ 2,480,479
HIGHWAYS AND STREETS			
Electrical and forestry department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 151,700	\$ 151,700	\$ 151,416
Wages clerical	37,600	37,600	33,632
Wages operational	440,500	440,500	421,763
Overtime	32,000	32,000	2,310
Part-time	34,200	34,200	34,113
IMRF	80,200	80,200	73,300
Social security	53,800	53,800	49,657
Health insurance	106,900	106,900	102,494
Sick pay	6,000	6,000	4,909
Other pay	5,500	5,500	4,539
Life insurance	2,000	2,000	1,856
Total personal services	950,400	950,400	879,989
Services and charges			
Professional fees			
Accounting and auditing	1,400	1,400	1,338
Medical	5,000	5,000	2,187
Technical and consulting	172,200	154,200	105,000
Communications, telephone, and postage	14,200	9,200	5,188
Copy reproduction	500	500	414
Mosquito control	72,500	62,500	66,265
Real estate taxes	-	-	107
Printing and publications	1,100	1,100	657
IRMA insurance	42,400	42,400	55,476
Conferences and training	5,800	5,800	1,604
Public utilities gas-heat	28,800	28,800	14,281
Public utilities electric-light	160,000	160,000	152,070
Solid waste disposal	6,500	6,500	1,650
Repairs and maintenance	370,700	366,700	361,758
Rental equipment	1,200	1,200	595
Dues and subscriptions	1,600	1,600	955
Other	2,700	700	338
Total services and charges	886,600	847,600	769,883
Supplies/materials			
Office supplies	1,000	1,000	957
Cleaning supplies	1,600	1,600	48
Clothing supplies	9,600	9,600	6,858
Street	30,400	15,400	8,748
Public grounds materials/suppliers	39,200	32,200	26,062
Other operating supplies	23,400	20,700	22,367
Total supplies/materials	105,200	80,500	65,040

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Electrical and forestry department (Continued)			
Charges for internal services			
Fleet services	\$ 107,300	\$ 105,600	\$ 90,227
IS services	8,100	7,800	3,264
Equipment replacement	85,100	85,100	85,100
Total charges for internal services	200,500	198,500	178,591
Total electrical and forestry department	2,142,700	2,077,000	1,893,503
Streets			
Personal services			
Salaries and wages			
Salaries administrative	151,600	151,600	151,415
Wages clerical	37,600	37,600	33,714
Wages operational	658,800	615,600	593,641
Overtime	125,000	125,000	46,568
Part-time	16,000	16,000	9,610
IMRF	118,500	113,300	102,091
Social security	76,900	73,600	65,089
Health insurance	151,000	141,800	152,054
Sick pay	16,000	16,000	16,066
Other pay	4,700	4,700	28,517
Life insurance	3,000	3,000	2,192
Total personal services	1,359,100	1,298,200	1,200,957
Services and charges			
Professional fees			
Accounting and auditing	1,300	1,300	1,280
Data processing	8,800	8,800	10,636
Medical	4,800	4,800	1,989
Communications, telephone, and postage	17,000	9,500	8,322
Copy reproduction	500	500	590
Printing and publications	4,500	4,500	3,992
IRMA insurance	55,000	55,000	89,191
Conferences and training	2,100	2,100	440
Solid waste disposal	19,100	19,100	10,780
Repairs and maintenance	94,300	80,100	24,168
Rental equipment	6,300	4,300	3,296
Dues and subscriptions	2,800	2,800	2,409
Other	4,400	4,400	3,199
Total services and charges	220,900	197,200	160,292
Supplies/materials			
Office supplies	800	800	691
Cleaning supplies	500	500	-
Clothing supplies	8,000	8,000	4,927
Chemicals	10,000	10,000	5,059
Street	484,300	493,100	472,810
Public grounds material/supplies	4,000	2,000	1,205
Other operating supplies	29,800	22,800	5,723
Total supplies/materials	537,400	537,200	490,415

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Streets (Continued)			
Charges for internal services			
Fleet services	\$ 323,500	\$ 318,500	\$ 287,977
IS services	44,700	42,900	6,528
Equipment replacement	246,100	246,100	246,100
Total charges for internal services	<u>614,300</u>	<u>607,500</u>	<u>540,605</u>
Total streets	<u>2,731,700</u>	<u>2,640,100</u>	<u>2,392,269</u>
TOTAL HIGHWAYS AND STREETS	<u>\$ 4,874,400</u>	<u>\$ 4,717,100</u>	<u>\$ 4,285,772</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property	\$ 685,800	\$ 685,800	\$ 691,410
Replacement	35,000	35,000	48,152
Sales tax increment	1,776,000	1,494,000	1,419,688
Investment income	1,000	1,000	2,399
Total revenues	<u>2,497,800</u>	<u>2,215,800</u>	<u>2,161,649</u>
EXPENDITURES			
Debt service			
Principal retirement	2,045,795	2,045,795	1,766,837
Interest and fiscal charges	1,418,798	1,418,798	1,275,354
Total expenditures	<u>3,464,593</u>	<u>3,464,593</u>	<u>3,042,191</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(966,793)</u>	<u>(1,248,793)</u>	<u>(880,542)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,500,000	1,160,000	1,250,000
Transfers (out)	(250,000)	-	(420,461)
Total other financing sources (uses)	<u>1,250,000</u>	<u>1,160,000</u>	<u>829,539</u>
NET CHANGE IN FUND BALANCE	<u>\$ 283,207</u>	<u>\$ (88,793)</u>	<u>(51,003)</u>
FUND BALANCE, MAY 1			<u>892,800</u>
FUND BALANCE, APRIL 30			<u>\$ 841,797</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GREEN OAKS/ARMY TRAIL TIF #1 FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 1,202,938	\$ 1,225,438	\$ 1,218,854
Investment income	-	-	71
Miscellaneous	-	-	140
Total revenues	<u>1,202,938</u>	<u>1,225,438</u>	<u>1,219,065</u>
EXPENDITURES			
Current			
General government			
Services and charges	<u>300</u>	<u>300</u>	<u>329</u>
Total expenditures	<u>300</u>	<u>300</u>	<u>329</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 1,202,638</u></u>	<u><u>\$ 1,225,138</u></u>	1,218,736
FUND BALANCE (DEFICIT), MAY 1			<u>(3,258,705)</u>
FUND BALANCE (DEFICIT), APRIL 30			<u><u>\$ (2,039,969)</u></u>

(See independent auditor's report.)

VILLAGE ^{OF} ADDISON
ILLINOIS

Nonmajor Governmental Funds

Nonmajor Governmental
Funds



NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

Police Grant Funds - to account for the proceeds related to U.S. Department of Justice grants.

Federal and State Controlled Substance Funds - to account for the proceeds related to federal and state seizure activities.

DUI Fund - to account for the proceeds of DUI fines in the Village and related activities funded by these proceeds.

Community Days Fund - to account for the proceeds from and expenditures related to the operations of the Community Days Festival.

Nonmajor Capital Projects Funds

Capital Projects Fund - to account for the construction costs of various nonwater related capital projects. Financing is provided by developers' contributions, state and federal grants, and transfers from the General Fund.

Redevelopment Fund - to account for the construction costs of various properties in redevelopment projects. Financing is provided chiefly from the 1995 and 1997 General Obligation Bonds, grants, and miscellaneous revenues.

Library Building Fund - to account for the proceeds of bond issuances and for the capital outlay expenditures related to the construction of the new Addison Public Library. This fund is being closed as of April 30, 2010.

Public Building Fund - to account for the proceeds of the 1996 and 1998 General Obligation Bond issues and the construction of a new Public Works facility and the construction/renovation of the Village Hall facility.

Michael Lane TIF #2 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Town Center TIF #3 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Fullerton TIF #4 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

VILLAGE OF ADDISON, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2010

	Special Revenue	Capital Projects	Total
ASSETS			
Cash and investments	\$ 172,680	\$ 1,101,387	\$ 1,274,067
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	-	732,836	732,836
Due from other governments	6,228	345,860	352,088
Advances to other funds	-	2,039,948	2,039,948
TOTAL ASSETS	\$ 178,908	\$ 4,220,031	\$ 4,398,939
LIABILITIES			
Accounts payable	\$ 735	\$ 110,674	\$ 111,409
Deferred revenues	1,947	732,836	734,783
Retainage payable	-	4,696	4,696
Due to other funds	785	-	785
Advances from other funds	-	903,165	903,165
Total liabilities	3,467	1,751,371	1,754,838
FUND BALANCES			
Reserved for advances to other funds	-	2,039,948	2,039,948
Reserved for public safety	175,024	-	175,024
Unreserved			
Designated for capital expenditures	-	1,375,618	1,375,618
Undesignated (deficit)	417	(946,906)	(946,489)
Total fund balances	175,441	2,468,660	2,644,101
TOTAL LIABILITIES AND FUND BALANCES	\$ 178,908	\$ 4,220,031	\$ 4,398,939

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Special Revenue	Capital Projects	Total
REVENUES			
Taxes	\$ -	\$ 2,169,902	\$ 2,169,902
Intergovernmental	157,303	317	157,620
Investment income	168	3,904	4,072
Miscellaneous	200	34,080	34,280
Total revenues	157,671	2,208,203	2,365,874
EXPENDITURES			
Current			
General government	-	69,177	69,177
Public safety	42,556	-	42,556
Capital outlay	-	435,591	435,591
Total expenditures	42,556	504,768	547,324
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	115,115	1,703,435	1,818,550
OTHER FINANCING SOURCES (USES)			
Transfers in	1,536	872	2,408
Transfers (out)	-	(2,058,334)	(2,058,334)
Proceeds from the sale of capital assets	4,875	-	4,875
Total other financing sources (uses)	6,411	(2,057,462)	(2,051,051)
NET CHANGE IN FUND BALANCES	121,526	(354,027)	(232,501)
FUND BALANCES, MAY 1	53,915	2,822,687	2,876,602
FUND BALANCES, APRIL 30	\$ 175,441	\$ 2,468,660	\$ 2,644,101

(See independent auditor's report.)

NONMAJOR SPECIAL REVENUE FUNDS

Police Grant Funds - to account for the proceeds related to U.S. Department of Justice grants.

Federal and State Controlled Substance Funds - to account for the proceeds related to federal and state seizure activities.

DUI Fund - to account for the proceeds of DUI fines in the Village and related activities funded by these proceeds.

Community Days Fund - to account for the proceeds from and expenditures related to the operations of the Community Days Festival.

VILLAGE OF ADDISON, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS

April 30, 2010

	Police Grant 2002	Police Grant Dare Donation	Police Vest Grant	State Controlled Substance
ASSETS				
Cash and investments	\$ 940	\$ 8,743	\$ 9,067	\$ 15,377
Due from other governments	6,228	-	-	-
TOTAL ASSETS	\$ 7,168	\$ 8,743	\$ 9,067	\$ 15,377
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	\$ 735	\$ -	\$ -
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	-	735	-	-
FUND BALANCES				
Reserved for public safety	7,168	8,008	9,067	15,377
Unreserved (deficit)	-	-	-	-
Total fund balances	7,168	8,008	9,067	15,377
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,168	\$ 8,743	\$ 9,067	\$ 15,377

Federal Controlled Substance	Title Five Grant	IEMA Grant	DUI	Commuity Days	Police Tobacco Grant	Totals
\$ 98,068	\$ -	\$ -	\$ 30,224	\$ 1,202	\$ 9,059	\$ 172,680
-	-	-	-	-	-	6,228
\$ 98,068	\$ -	\$ -	\$ 30,224	\$ 1,202	\$ 9,059	\$ 178,908
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 735
1,947	-	-	-	-	-	1,947
-	-	785	-	-	-	785
1,947	-	785	-	-	-	3,467
96,121	-	-	30,224	-	9,059	175,024
-	-	(785)	-	1,202	-	417
96,121	-	(785)	30,224	1,202	9,059	175,441
\$ 98,068	\$ -	\$ -	\$ 30,224	\$ 1,202	\$ 9,059	\$ 178,908

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Police Grant 2002	Police Grant Dare Donation	Police Vest Grant	State Controlled Substance
REVENUES				
Intergovernmental	\$ 21,984	\$ 2,932	\$ 4,867	\$ 7,073
Investment income	5	15	9	15
Miscellaneous	-	-	-	-
Total revenues	21,989	2,947	4,876	7,088
EXPENDITURES				
Current				
Public safety	21,984	4,638	901	1,200
Total expenditures	21,984	4,638	901	1,200
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5	(1,691)	3,975	5,888
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	5	(1,691)	3,975	5,888
FUND BALANCES (DEFICIT), MAY 1	7,163	9,699	5,092	9,489
FUND BALANCES (DEFICIT), APRIL 30	\$ 7,168	\$ 8,008	\$ 9,067	\$ 15,377

Federal Controlled Substance	Title Five Grant	IEMA Grant	DUI	Commuity Days	Police Tobacco Grant	Totals
\$ 92,595	\$ -	\$ 5,928	\$ 17,469	\$ -	\$ 4,455	\$ 157,303
80	(2)	-	31	2	13	168
-	-	-	-	200	-	200
92,675	(2)	5,928	17,500	202	4,468	157,671
3,988	-	5,819	90	-	3,936	42,556
3,988	-	5,819	90	-	3,936	42,556
88,687	(2)	109	17,410	202	532	115,115
-	1,536	-	-	-	-	1,536
4,875	-	-	-	-	-	4,875
4,875	1,536	-	-	-	-	6,411
93,562	1,534	109	17,410	202	532	121,526
2,559	(1,534)	(894)	12,814	1,000	8,527	53,915
\$ 96,121	\$ -	\$ (785)	\$ 30,224	\$ 1,202	\$ 9,059	\$ 175,441

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ -	\$ -	\$ 2
Miscellaneous	-	-	200
Total revenues	-	-	202
EXPENDITURES			
General government			
Supplies and materials	-	500	-
Total expenditures	-	500	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (500)</u>	202
FUND BALANCE, MAY 1			<u>1,000</u>
FUND BALANCE, APRIL 30			<u>\$ 1,202</u>

(See independent auditor's report.)

NONMAJOR CAPITAL PROJECTS FUNDS

Capital Projects Fund - to account for the construction costs of various nonwater related capital projects. Financing is provided by developers' contributions, state and federal grants, and transfers from the General Fund.

Redevelopment Fund - to account for the construction costs of various properties in redevelopment projects. Financing is provided chiefly from the 1995 and 1997 General Obligation Bonds, grants, and miscellaneous revenues.

Library Building Fund - to account for the proceeds of bond issuances and for the capital outlay expenditures related to the construction of the new Addison Public Library.

Public Building Fund - to account for the proceeds of the 1996 and 1998 General Obligation Bond issues and the construction of a new Public Works facility and the construction/renovation of the Village Hall facility.

Michael Lane TIF #2 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Town Center TIF #3 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

Fullerton TIF #4 Fund - to account for the proceeds of specific tax allocations to finance the redevelopment of these areas.

VILLAGE OF ADDISON, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS

April 30, 2010

	Capital Projects	Redevelopment	Library Building	Public Building
ASSETS				
Cash and investments	\$ 57,767	\$ 229,064	\$ -	\$ 62,670
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	-	-	-	-
Due from other governments	-	-	-	345,860
Advances to other funds	-	2,039,948	-	-
TOTAL ASSETS	\$ 57,767	\$ 2,269,012	\$ -	\$ 408,530
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 110,632	\$ -	\$ -	\$ -
Deferred revenues	-	-	-	-
Retainage payable	1,946	2,750	-	-
Advances from other funds	-	-	-	-
Total liabilities	112,578	2,750	-	-
FUND BALANCES				
Reserved for advances to other funds	-	2,039,948	-	-
Unreserved				
Designated for capital expenditures	-	226,314	-	408,530
Undesignated deficit	(54,811)	-	-	-
Total fund balances	(54,811)	2,266,262	-	408,530
TOTAL LIABILITIES AND FUND BALANCES	\$ 57,767	\$ 2,269,012	\$ -	\$ 408,530

Michael Lane TIF #2	Town Center TIF #3	Fullerton TIF #4	Totals
\$ 737,682	\$ 11,091	\$ 3,113	\$ 1,101,387
622,979	106,703	3,154	732,836
-	-	-	345,860
-	-	-	2,039,948
<u>\$ 1,360,661</u>	<u>\$ 117,794</u>	<u>\$ 6,267</u>	<u>\$ 4,220,031</u>

\$ 21	\$ 21	\$ -	\$ 110,674
622,979	106,703	3,154	732,836
-	-	-	4,696
-	903,165	-	903,165
<u>623,000</u>	<u>1,009,889</u>	<u>3,154</u>	<u>1,751,371</u>
-	-	-	2,039,948
737,661	-	3,113	1,375,618
-	(892,095)	-	(946,906)
<u>737,661</u>	<u>(892,095)</u>	<u>3,113</u>	<u>2,468,660</u>
<u>\$ 1,360,661</u>	<u>\$ 117,794</u>	<u>\$ 6,267</u>	<u>\$ 4,220,031</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Capital Projects	Redevelopment	Library Building	Public Building
REVENUES				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales tax increment	-	-	-	1,419,689
Intergovernmental				
Grants	317	-	-	-
Investment income	928	1,140	(2)	17
Miscellaneous	34,066	-	-	-
Total revenues	<u>35,311</u>	<u>1,140</u>	<u>(2)</u>	<u>1,419,706</u>
EXPENDITURES				
General government				
Services and charges	-	-	-	-
Capital outlay	264,501	127,706	-	30,182
Total expenditures	<u>264,501</u>	<u>127,706</u>	<u>-</u>	<u>30,182</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(229,190)</u>	<u>(126,566)</u>	<u>(2)</u>	<u>1,389,524</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	872	-
Transfers (out)	(75,000)	(733,334)	-	(1,250,000)
Total other financing sources (uses)	<u>(75,000)</u>	<u>(733,334)</u>	<u>872</u>	<u>(1,250,000)</u>
NET CHANGE IN FUND BALANCES	(304,190)	(859,900)	870	139,524
FUND BALANCES (DEFICIT), MAY 1	<u>249,379</u>	<u>3,126,162</u>	<u>(870)</u>	<u>269,006</u>
FUND BALANCES (DEFICIT), APRIL 30	<u>\$ (54,811)</u>	<u>\$ 2,266,262</u>	<u>\$ -</u>	<u>\$ 408,530</u>

Michael Lane TIF #2	Town Center TIF #3	Fullerton TIF #4	Totals
\$ 620,980	\$ 126,047	\$ 3,186	\$ 750,213
-	-	-	1,419,689
-	-	-	317
2,240	(423)	4	3,904
14	-	-	34,080
623,234	125,624	3,190	2,208,203
32,500	36,677	-	69,177
13,202	-	-	435,591
45,702	36,677	-	504,768
577,532	88,947	3,190	1,703,435
-	-	-	872
-	-	-	(2,058,334)
-	-	-	(2,057,462)
577,532	88,947	3,190	(354,027)
160,129	(981,042)	(77)	2,822,687
\$ 737,661	\$ (892,095)	\$ 3,113	\$ 2,468,660

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Grants	\$ 95,600	\$ 449,600	\$ 317
Investment income	-	-	928
Miscellaneous income	20,000	20,000	34,066
Total revenues	<u>115,600</u>	<u>469,600</u>	<u>35,311</u>
EXPENDITURES			
Capital outlay	<u>355,800</u>	<u>237,400</u>	<u>264,501</u>
Total expenditures	<u>355,800</u>	<u>237,400</u>	<u>264,501</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(240,200)</u>	<u>232,200</u>	<u>(229,190)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	205,000	-	-
Transfers (out)	<u>(275,000)</u>	<u>(440,000)</u>	<u>(75,000)</u>
Total other financing sources (uses)	<u>(70,000)</u>	<u>(440,000)</u>	<u>(75,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (310,200)</u>	<u>\$ (207,800)</u>	(304,190)
FUND BALANCE, MAY 1			<u>249,379</u>
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (54,811)</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ -	\$ -	\$ 1,140
Total revenues	-	-	1,140
EXPENDITURES			
Capital outlay	260,000	210,000	127,706
Total expenditures	260,000	210,000	127,706
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(260,000)	(210,000)	(126,566)
OTHER FINANCING SOURCES (USES)			
Transfers in	100,000	-	-
Transfers (out)	(1,115,000)	(880,000)	(733,334)
Total other financing sources (uses)	(1,015,000)	(880,000)	(733,334)
NET CHANGE IN FUND BALANCE	\$ (1,275,000)	\$ (1,090,000)	(859,900)
FUND BALANCE, MAY 1			3,126,162
FUND BALANCE, APRIL 30			<u>\$ 2,266,262</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Sales tax increment	\$ 1,776,000	\$ 1,494,000	\$ 1,419,689
Investment income	-	-	17
Total revenues	<u>1,776,000</u>	<u>1,494,000</u>	<u>1,419,706</u>
EXPENDITURES			
Capital outlay	<u>106,500</u>	<u>46,000</u>	<u>30,182</u>
Total expenditures	<u>106,500</u>	<u>46,000</u>	<u>30,182</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,669,500</u>	<u>1,448,000</u>	<u>1,389,524</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(2,000,000)</u>	<u>(1,685,000)</u>	<u>(1,250,000)</u>
Total other financing sources (uses)	<u>(2,000,000)</u>	<u>(1,685,000)</u>	<u>(1,250,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (330,500)</u>	<u>\$ (237,000)</u>	139,524
FUND BALANCE, MAY 1			<u>269,006</u>
FUND BALANCE, APRIL 30			<u>\$ 408,530</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MICHAEL LANE TIF #2 FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 592,200	\$ 621,200	\$ 620,980
Investment income	-	-	2,240
Miscellaneous	-	-	14
Total revenues	<u>592,200</u>	<u>621,200</u>	<u>623,234</u>
EXPENDITURES			
General government			
Services and charges	1,500	69,700	32,500
Capital outlay	50,000	20,000	13,202
Total expenditures	<u>51,500</u>	<u>89,700</u>	<u>45,702</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 540,700</u></u>	<u><u>\$ 531,500</u></u>	<u>577,532</u>
FUND BALANCE, MAY 1			<u>160,129</u>
FUND BALANCE, APRIL 30			<u><u>\$ 737,661</u></u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TOWN CENTER TIF #3 FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 54,133	\$ 126,033	\$ 126,047
Investment income	-	-	(423)
Total revenues	<u>54,133</u>	<u>126,033</u>	<u>125,624</u>
EXPENDITURES			
General government			
Services and charges	<u>80,300</u>	<u>55,300</u>	<u>36,677</u>
Total expenditures	<u>80,300</u>	<u>55,300</u>	<u>36,677</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(26,167)</u>	<u>70,733</u>	<u>88,947</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	100,000	-
Total other financing sources (uses)	<u>-</u>	<u>100,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (26,167)</u>	<u>\$ (29,267)</u>	88,947
FUND BALANCE (DEFICIT), MAY 1			<u>(981,042)</u>
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (892,095)</u>

(See independent auditor's report.)

VILLAGE ^{OF} ADDISON
ILLINOIS

Major Enterprise Funds



MAJOR ENTERPRISE FUND

Waterworks and Sewerage Fund - to account for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, billing, and collection.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Water and sewer charges	\$ 10,882,300	\$ 10,482,300	\$ 10,119,434
Water from construction	500	500	660
Meter charges	10,000	13,500	24,508
Sewer pollution surcharge	78,000	78,000	50,705
Storm water exemption	35,000	5,000	1,211
Lab fees	3,500	3,500	1,866
Annexation/tap-on fees	23,000	32,000	67,846
BMP fee	1,300	1,300	804
Recapture fees	10,000	-	16,650
Water turn-on fees	10,000	10,000	12,400
Other charges	40,000	42,764	14,708
	<u>11,093,600</u>	<u>10,668,864</u>	<u>10,310,792</u>
OPERATING EXPENSES			
Water	5,390,743	5,670,143	4,649,886
Sewer	2,581,400	2,499,200	2,123,720
Water pollution control	4,007,490	3,694,190	3,463,081
Depreciation	-	-	1,624,932
	<u>11,979,633</u>	<u>11,863,533</u>	<u>11,861,619</u>
	<u>(886,033)</u>	<u>(1,194,669)</u>	<u>(1,550,827)</u>
OPERATING INCOME (LOSS)			
NONOPERATING REVENUES (EXPENSES)			
Investment income	40,000	40,000	18,889
FEMA reimbursement	-	1,001	1,001
IRMA reimbursements for flood	-	6,200	-
Interest expense	-	-	(73,605)
	<u>40,000</u>	<u>47,201</u>	<u>(53,715)</u>
	<u>(846,033)</u>	<u>(1,147,468)</u>	<u>(1,604,542)</u>
NET INCOME (LOSS) BEFORE TRANSFERS			
TRANSFERS IN	<u>1,220,000</u>	<u>1,590,000</u>	<u>813,497</u>
CHANGE IN NET ASSETS	<u>\$ 373,967</u>	<u>\$ 442,532</u>	<u>(791,045)</u>
NET ASSETS, MAY 1			<u>62,155,638</u>
NET ASSETS, APRIL 30			<u>\$ 61,364,593</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
BUDGET AND ACTUAL
WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
WATER			
Personal services			
Salaries and wages			
Salaries administrative	\$ 276,500	\$ 276,500	\$ 280,328
Elected officials	6,000	6,000	6,598
Wages - clerical	132,200	132,200	138,147
Wages - Operational	694,900	694,900	678,415
Overtime	90,000	90,000	56,266
Holiday pay	3,400	3,400	-
Part-time	52,800	52,800	56,851
IMRF	146,300	146,300	141,660
Social security	97,300	97,300	92,955
Health insurance and OPEB	218,300	218,300	223,501
Sick pay	16,000	16,000	17,811
Life insurance	3,100	3,100	2,444
Other pay	6,000	6,000	6,900
Total personal services	1,742,800	1,742,800	1,701,876
Services and charges			
Professional fees			
Accounting and audit	5,400	5,400	5,157
Data processing	41,000	41,000	46,788
Medical	6,500	6,500	2,315
Technical and consulting	38,500	38,500	38,485
Communications			
Postage	25,000	25,000	26,853
Telephone	21,500	11,500	12,395
Copy reproduction	900	900	414
Printing and publications	4,300	4,300	2,737
IRMA insurance	110,400	110,400	107,181
Conferences and training	19,800	14,500	6,076
Public utilities gas, heat	7,500	7,500	5,834
Public utilities electrical equipment	65,000	65,000	71,297
Public utility services	1,934,500	2,110,600	2,169,956
Waste disposal	23,500	18,500	14,700
Repairs and maintenance	82,700	82,700	51,061
Rental equipment	1,300	1,300	1,006
Dues and subscriptions	2,300	2,300	2,012
Bank fees	18,000	18,000	18,028
Other	5,600	5,600	2,046
Total services and charges	2,413,700	2,569,500	2,584,341
Supplies and materials			
Office supplies	1,300	1,300	1,037
Cleaning supplies	800	800	-
Clothing supplies	8,900	7,900	6,712

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
BUDGET AND ACTUAL (Continued)
WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
WATER (Continued)			
Supplies and materials (Continued)			
Motor fuel lubricants	\$ 500	\$ 500	\$ -
Chemicals	4,500	3,500	3,027
Public grounds materials/supplies	27,500	27,500	26,984
Water meters/hydrants	11,500	8,500	1,908
Other operating supplies	59,000	59,000	44,416
	<hr/>		
Total supplies and materials	114,000	109,000	84,084
<hr/>			
Capital outlay			
Equipment	2,000	2,000	1,775
Water meters	39,300	39,300	15,613
Addison Road resurface	-	589,100	589,035
Mill and Army Trail improvement	-	76,000	75,949
Watermain replacement	1,250,000	746,900	-
Automatic meter read	209,000	209,000	208,980
Fullerton Avenue improvements	200,000	200,000	-
Leak detection system	49,000	19,000	18,995
Chestnut pumping station	85,000	85,000	62,096
	<hr/>		
Total capital outlay	1,834,300	1,966,300	972,443
<hr/>			
Less items capitalized	(959,857)	(959,857)	(959,857)
<hr/>			
Charges for internal services			
Fleet services	104,600	103,000	95,428
IS services	44,700	42,900	75,071
Equipment replacement	96,500	96,500	96,500
	<hr/>		
Total charges for internal services	245,800	242,400	266,999
<hr/>			
Total water before depreciation	5,390,743	5,670,143	4,649,886
<hr/>			
Depreciation	-	-	719,026
<hr/>			
Total water	5,390,743	5,670,143	5,368,912
<hr/>			
SEWER			
Personal services			
Salaries and wages			
Salaries administrative	294,000	294,000	297,575
Elected officials	6,000	6,000	6,598
Wages - clerical	168,400	168,400	144,938
Wages - operational	625,200	625,200	601,900
Overtime	71,000	71,000	28,698
Part-time temporary	43,500	43,500	40,386

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
 BUDGET AND ACTUAL (Continued)
 WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
SEWER (Continued)			
Personal services (Continued)			
IMRF	\$ 143,200	\$ 143,200	\$ 137,594
Social security	93,500	93,500	89,460
Health insurance and OPEB	159,900	159,900	162,789
Sick pay	15,000	15,000	12,413
Life insurance	3,700	3,700	1,472
Other pay	3,700	3,700	17,793
	<hr/>		
Total personal services	1,627,100	1,627,100	1,541,616
<hr/>			
Services and charges			
Professional fees			
Accounting and audit	1,400	1,400	1,338
Medical	3,000	3,000	1,983
Technical and consulting	35,500	35,500	7,901
Communications			
Postage	1,800	800	419
Telephone	35,900	25,000	15,238
Copy reproduction	400	400	264
Public relations	-	-	17
Printing and publications	5,100	5,100	888
IRMA insurance	58,600	58,600	53,478
Conferences and training	3,900	3,900	504
Public utilities	70,600	70,600	69,315
Waste disposal	18,500	16,000	14,935
Repairs and maintenance	301,500	301,500	157,955
Rental equipment	6,800	6,800	4,313
Other	15,500	15,500	6,265
	<hr/>		
Total services and charges	558,500	544,100	334,813
<hr/>			
Supplies and materials			
Office supplies	1,300	1,300	768
Cleaning supplies	1,700	1,700	758
Clothing supplies	7,800	6,800	4,907
Motor fuel lubricants	4,500	4,500	-
Chemicals	500	500	653
Public grounds materials/supplies	500	500	-
Building materials/supplies	1,100	1,100	-
Other operating supplies	52,500	52,500	40,344
	<hr/>		
Total supplies and materials	69,900	68,900	47,430
<hr/>			

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
 BUDGET AND ACTUAL (Continued)
 WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
SEWER (Continued)			
Capital outlay			
Other building improvements	\$ 25,000	\$ 25,000	\$ -
GIS mapping	25,000	25,000	-
Roof repairs	64,000	-	-
Total capital outlay	114,000	50,000	-
Charges for internal services			
Fleet services	116,700	114,900	112,741
IS services	24,400	23,400	16,320
Equipment replacement	70,800	70,800	70,800
Total charges for internal services	211,900	209,100	199,861
Total sewer before depreciation	2,581,400	2,499,200	2,123,720
Depreciation	-	-	316,957
Total sewer	2,581,400	2,499,200	2,440,677
WATER POLLUTION CONTROL			
Personal services			
Salaries and wages			
Salaries administrative	471,000	471,000	479,309
Elected officials	6,000	6,000	6,598
Wages - clerical	168,400	168,400	175,138
Wages - operational	845,600	845,600	837,065
Overtime	34,000	34,000	14,859
Holiday pay	4,400	4,400	-
Part-time temporary	45,000	45,000	55,165
IMRF	188,100	188,100	187,595
Social security	123,400	123,400	123,061
Health insurance and OPEB	269,600	269,600	279,365
Sick pay	38,000	38,000	36,320
Life insurance	4,100	4,100	3,328
Other pay	13,000	13,000	24,360
Total personal services	2,210,600	2,210,600	2,222,163
Services and charges			
Professional fees			
Accounting and audit	2,700	2,700	2,557
Architectural	1,500	1,500	-
Data processing	1,300	1,300	600
Medical	3,500	3,500	2,041

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
 BUDGET AND ACTUAL (Continued)
 WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
WATER POLLUTION CONTROL (Continued)			
Services and charges (Continued)			
Technical and consulting	\$ 27,900	\$ 32,900	\$ 28,456
Communications			
Postage	8,300	8,300	1,661
Telephone	40,900	17,000	15,430
Copy reproduction	1,500	1,500	778
Printing and publications	5,500	5,500	1,406
IRMA insurance	78,200	78,200	74,185
Conferences and training	6,300	6,300	2,892
Public utilities gas, heat	49,500	49,500	51,172
Public utilities electrical equipment	513,000	493,000	471,734
Waste disposal	186,500	186,500	135,455
Repairs and maintenance	150,700	155,000	106,031
Rental equipment	3,400	3,400	247
Dues and subscriptions	3,500	3,500	2,789
Permit fee payments	68,500	68,500	68,500
Other	1,400	1,400	294
	<u>1,154,100</u>	<u>1,119,500</u>	<u>966,228</u>
Supplies and materials			
Office supplies	1,700	1,700	1,229
Cleaning supplies	4,200	4,200	3,993
Clothing supplies	16,600	12,600	9,472
Motor fuel lubricants	6,600	6,600	3,962
Chemicals	73,100	73,100	68,413
Public grounds materials/supplies	3,200	3,200	480
Building materials/supplies	5,000	5,000	1,446
Motor vehicle maintenance and supplies	-	-	329
Other operating supplies	99,400	99,400	66,886
	<u>209,800</u>	<u>205,800</u>	<u>156,210</u>
Capital outlay			
Equipment	14,200	14,200	3,742
Clarifier	25,000	25,000	-
Anerobic dig cleaning	89,500	-	-
Aeration system sheath	29,000	29,000	27,310
Roof repairs	80,000	-	-
Air main repairs	35,000	-	-
Belt press rehab	67,000	-	-
	<u>339,700</u>	<u>68,200</u>	<u>31,052</u>
Less items capitalized	<u>(27,310)</u>	<u>(27,310)</u>	<u>(27,310)</u>

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES BY DEPARTMENT -
 BUDGET AND ACTUAL (Continued)
 WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
WATER POLLUTION CONTROL (Continued)			
Charges for internal services			
Fleet services	\$ 28,200	\$ 27,800	\$ 36,051
IS services	69,200	66,400	55,487
Equipment replacement	23,200	23,200	23,200
Total charges for internal services	120,600	117,400	114,738
Total water pollution control before depreciation	4,007,490	3,694,190	3,463,081
Depreciation	-	-	588,949
Total water pollution control	4,007,490	3,694,190	4,052,030
TOTAL EXPENSES	\$ 11,979,633	\$ 11,863,533	\$ 11,861,619

(See independent auditor's report.)

VILLAGE ^{OF} ADDISON ILLINOIS

Internal Service Funds



INTERNAL SERVICE FUNDS

Fleet Services Fund - to account for the costs of operating a maintenance facility for automotive equipment used by other village departments. Actual cost includes depreciation on the machinery and equipment used to provide the service.

Information Systems Fund - to account for the costs of running the Village's information system.

Equipment Replacement Fund - to account for the costs of purchasing and maintaining the Village's vehicles.

VILLAGE OF ADDISON, ILLINOIS
 COMBINING STATEMENT OF NET ASSETS
 INTERNAL SERVICE FUNDS

April 30, 2010

	Fleet Services	Information Systems	Equipment Replacement	Totals
CURRENT ASSETS				
Cash and investments	\$ -	\$ -	\$ 4,293,440	\$ 4,293,440
Receivables				
Other	-	-	20,469	20,469
Inventory	49,409	-	-	49,409
Total current assets	49,409	-	4,313,909	4,363,318
NONCURRENT ASSETS				
Deferred charges	-	-	14,294	14,294
Capital assets				
Machinery and equipment	83,133	-	5,545,783	5,628,916
Office equipment	-	423,029	-	423,029
Accumulated depreciation	(76,771)	(316,359)	(3,058,074)	(3,451,204)
Net capital assets	6,362	106,670	2,487,709	2,600,741
Total noncurrent assets	6,362	106,670	2,502,003	2,615,035
Total assets	55,771	106,670	6,815,912	6,978,353
CURRENT LIABILITIES				
Accounts payable	5,099	6,245	-	11,344
Accrued payroll	15,502	67,542	-	83,044
Accrued interest payable	-	-	23,954	23,954
Compensated absences	32,955	32,097	-	65,052
General obligation bonds payable	-	-	138,984	138,984
Unamortized discount on bonds	-	-	(539)	(539)
Total current liabilities	53,556	105,884	162,399	321,839
LONG-TERM LIABILITIES				
Compensated absences	63,377	55,797	-	119,174
Net other postemployment benefits obligation	316	264	-	580
General obligation bonds payable	-	-	1,493,335	1,493,335
Unamortized discount on bonds	-	-	(4,851)	(4,851)
Total long-term liabilities	63,693	56,061	1,488,484	1,608,238
Total liabilities	117,249	161,945	1,650,883	1,930,077
NET ASSETS				
Invested in capital assets, net of related debt	6,362	106,670	860,780	973,812
Unrestricted (deficit)	(67,840)	(161,945)	4,304,249	4,074,464
TOTAL NET ASSETS	\$ (61,478)	\$ (55,275)	\$ 5,165,029	\$ 5,048,276

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2010

	Fleet Services	Information Systems	Equipment Replacement	Totals
OPERATING REVENUES				
Charges for services	\$ 1,078,481	\$ 966,196	\$ 752,500	\$ 2,797,177
Other revenue	109,082	301	254	109,637
Total operating revenues	1,187,563	966,497	752,754	2,906,814
OPERATING EXPENSES				
Personnel services	550,589	585,381	-	1,135,970
Services and charges	103,262	335,813	-	439,075
Supplies and materials	508,799	30,686	-	539,485
Capital outlay	-	32,526	(4,274)	28,252
Total operating expenses excluding depreciation	1,162,650	984,406	(4,274)	2,142,782
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	24,913	(17,909)	757,028	764,032
DEPRECIATION	5,517	60,326	545,698	611,541
OPERATING INCOME (LOSS)	19,396	(78,235)	211,330	152,491
NONOPERATING REVENUES (EXPENSES)				
Investment income	-	-	20,873	20,873
Interest expense	-	-	(68,579)	(68,579)
Gain (loss) on sale of capital assets	-	(1,491)	15,370	13,879
Total nonoperating revenues (expenses)	-	(1,491)	(32,336)	(33,827)
NET INCOME (LOSS) BEFORE TRANSFERS	19,396	(79,726)	178,994	118,664
TRANSFERS IN	-	-	202,798	202,798
CHANGE IN NET ASSETS	19,396	(79,726)	381,792	321,462
NET ASSETS (DEFICIT), MAY 1	(80,874)	24,451	4,783,237	4,726,814
NET ASSETS (DEFICIT), APRIL 30	\$ (61,478)	\$ (55,275)	\$ 5,165,029	\$ 5,048,276

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2010

	Fleet Services	Information Systems	Equipment Replacement	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from internal services transactions	\$ 1,187,563	\$ 966,495	\$ 752,754	\$ 2,906,812
Payments to suppliers	(638,760)	(394,031)	3,123	(1,029,668)
Payments to employees	(548,803)	(520,687)	-	(1,069,490)
Net cash from operating activities	-	51,777	755,877	807,654
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	-	-	202,798	202,798
Net cash from noncapital financing activities	-	-	202,798	202,798
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	-	(51,777)	(606,688)	(658,465)
Proceeds from disposal of property	-	-	52,070	52,070
Principal paid on bonds	-	-	(134,548)	(134,548)
Interest paid on bonds	-	-	(68,250)	(68,250)
Net cash from capital and related financing activities	-	(51,777)	(757,416)	(809,193)
CASH FLOWS FROM INVESTING ACTIVITIES				
Sale of investments	-	-	1,250,000	1,250,000
Interest received	-	-	25,560	25,560
Net cash from investing activities	-	-	1,275,560	1,275,560
NET INCREASE IN CASH AND CASH EQUIVALENTS				
	-	-	1,476,819	1,476,819
CASH AND CASH EQUIVALENTS, MAY 1				
	-	-	2,816,621	2,816,621
CASH AND CASH EQUIVALENTS, APRIL 30				
	\$ -	\$ -	\$ 4,293,440	\$ 4,293,440

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS (Continued)
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2010

	Fleet Services	Information Systems	Equipment Replacement	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ 19,396	\$ (78,235)	\$ 211,330	\$ 152,491
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	5,517	60,326	545,698	611,541
Inventory	(5,006)	-	-	(5,006)
Accounts payable	(21,693)	4,993	(1,151)	(17,851)
Accrued payroll	295	56,210	-	56,505
Compensated absences payable	1,339	8,356	-	9,695
Net other postemployment benefits obligation	152	127	-	279
NET CASH FROM OPERATING ACTIVITIES	\$ -	\$ 51,777	\$ 755,877	\$ 807,654
CASH AND INVESTMENTS				
Cash and cash equivalents	\$ -	\$ -	\$ 4,293,440	\$ 4,293,440
TOTAL CASH AND INVESTMENTS	\$ -	\$ -	\$ 4,293,440	\$ 4,293,440

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL
FLEET SERVICES FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Personal services			
Salaries and wages			
Salaries administrative	\$ 88,600	\$ 88,600	\$ 90,300
Wages clerical	50,600	50,600	48,210
Wages operational	224,100	224,100	220,837
Overtime	26,000	26,000	12,342
Other pay	3,500	3,500	7,224
IMRF contributions	49,300	49,300	46,003
Social security	30,200	30,200	29,459
Health insurance and OPEB	82,400	82,400	85,464
Sick pay	6,500	6,500	9,918
Life insurance	1,100	1,100	832
	<hr/>		
Total personal services	562,300	562,300	550,589
<hr/>			
Services and charges			
Professional fees			
Data processing	1,100	1,100	995
Medical	2,000	2,000	1,667
Communications			
Postage and express	200	200	(9)
Telephone	6,000	3,000	1,047
Copy reproduction	400	400	590
Repairs and maintenance	55,200	55,200	50,220
IRMA insurance	24,700	24,700	22,959
Conferences and training	2,500	2,500	517
Heat, light, gas, and waste disposal	1,200	1,200	1,177
Dues and subscriptions	400	400	198
Printing and publication	300	300	-
Equipment rental	800	400	-
IS services	16,300	15,000	16,300
Equipment replacement	4,300	4,300	4,300
Other services and charges	8,500	8,500	3,301
	<hr/>		
Total services and charges	123,900	119,200	103,262
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(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL (Continued)
 FLEET SERVICES FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
OPERATING EXPENSES (Continued)			
Supplies and materials			
Office supplies	\$ 800	\$ 800	\$ 800
Fuel	439,000	439,000	320,655
Clothing supplies	3,100	3,100	2,007
Motor vehicles material and supplies	154,500	154,500	156,641
Equipment	28,700	12,500	12,270
Other materials and supplies	27,900	27,900	16,426
	<hr/>		
Total supplies and materials	654,000	637,800	508,799
	<hr/>		
Total operating expenses	1,340,200	1,319,300	1,162,650
	<hr/>		
Depreciation	-	-	5,517
	<hr/>		
TOTAL EXPENSES	\$ 1,340,200	\$ 1,319,300	\$ 1,168,167
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(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL
INFORMATION SYSTEMS FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Personal services			
Salaries and wages			
Salaries administrative	\$ 302,200	\$ 302,200	\$ 306,025
Wages operational	82,500	92,300	102,002
Overtime	1,000	1,000	-
Other pay	2,600	26,600	26,241
IMRF contributions	47,200	53,400	51,706
Social security	30,100	33,600	32,548
Health insurance and OPEB	62,000	62,000	60,357
Sick pay	5,000	17,600	5,722
Life insurance	800	800	780
	<hr/>		
Total personal services	533,400	589,500	585,381
<hr/>			
Services and charges			
Professional fees			
Data processing	184,600	157,300	164,284
Medical	1,000	1,000	22
Communications			
Telephone	90,500	55,300	46,612
Postage	200	200	41
Copy reproduction	200	200	714
Repairs and maintenance	60,200	59,400	41,299
Technical and consulting	55,700	52,000	60,121
IRMA insurance	12,800	12,800	11,898
Conferences and training	40,300	5,900	2,961
Dues and subscriptions	1,800	1,800	-
Printing and publication	400	400	-
Equipment rental	100	100	-
Fleet services	2,800	2,800	3,441
Equipment replacement	4,400	4,400	4,400
Other services and charges	500	500	20
	<hr/>		
Total services and charges	455,500	354,100	335,813
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(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL (Continued)
 INFORMATION SYSTEMS FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
OPERATING EXPENSES (Continued)			
Supplies and materials			
Office supplies	\$ 500	\$ 500	\$ 384
Clothing supplies	2,100	2,100	-
Other operating supplies	20,100	26,100	30,302
Total supplies and materials	22,700	28,700	30,686
Capital outlay			
Equipment	143,700	143,700	84,303
Total capital outlay	143,700	143,700	84,303
Less items capitalized	(51,777)	(51,777)	(51,777)
Net capital outlay	91,923	91,923	32,526
Total operating expenses	1,103,523	1,064,223	984,406
Depreciation	-	-	60,326
TOTAL EXPENSES	\$ 1,103,523	\$ 1,064,223	\$ 1,044,732

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENSES - BUDGET AND ACTUAL
EQUIPMENT REPLACEMENT FUND

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Capital outlay			
Equipment - police	\$ 170,000	\$ 170,000	\$ 164,773
Equipment - electricity and forestry	50,000	50,000	37,979
Equipment - streets	277,000	277,000	271,823
Equipment - water	100,000	100,000	64,069
Equipment - sewer	20,000	20,000	18,679
Equipment - water pollution control	20,000	20,000	45,091
Total capital outlay	637,000	637,000	602,414
Less items capitalized	(606,688)	(606,688)	(606,688)
Net capital outlay	30,312	30,312	(4,274)
Total operating expenses	30,312	30,312	(4,274)
Depreciation	-	-	545,698
TOTAL EXPENSES	\$ 30,312	\$ 30,312	\$ 541,424

(See independent auditor's report.)

VILLAGE ^{OF} ADDISON ILLINOIS

Fiduciary Funds

Fiduciary
Funds



FIDUCIARY FUNDS

Police Pension Trust Fund - to account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law, by a special tax levy, and by allocation of personal property replacement tax. Total taxes to be levied are determined by annual actuarial study.

Agency Funds - to account for assets held by the Village as an agent for individual, private organizations, other governments, bondholders, and/or other funds, as indicated.

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
ADDITIONS			
Contributions - employer			
Property taxes transferred from General Fund	\$ 1,224,000	\$ 1,224,000	\$ 1,233,451
Contributions - plan members	500,000	500,000	520,314
Total contributions	<u>1,724,000</u>	<u>1,724,000</u>	<u>1,753,765</u>
Investment income			
Net appreciation in fair value of investments	500,000	500,000	4,192,284
Interest earned on investments	500,000	500,000	737,257
Total investment income	1,000,000	1,000,000	4,929,541
Less investment expense	<u>(33,000)</u>	<u>(33,000)</u>	<u>(32,804)</u>
Net investment income	<u>967,000</u>	<u>967,000</u>	<u>4,896,737</u>
Total additions	<u>2,691,000</u>	<u>2,691,000</u>	<u>6,650,502</u>
DEDUCTIONS			
Benefits and refunds	1,977,000	2,001,000	2,000,901
Administration	46,800	46,800	41,037
Legal	2,000	2,000	91
Office supplies	600	600	-
Total deductions	<u>2,026,400</u>	<u>2,050,400</u>	<u>2,042,029</u>
NET INCREASE	<u>\$ 664,600</u>	<u>\$ 640,600</u>	4,608,473
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1			<u>24,995,114</u>
April 30			<u>\$ 29,603,587</u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended April 30, 2010

	Balances May 1	Additions	Deductions	Balances April 30
All Funds				
ASSETS				
Cash and investments	\$ 766,665	\$ 1,894,697	\$ 1,779,838	\$ 881,524
Property taxes receivable	74,922	78,457	77,428	75,951
TOTAL ASSETS	\$ 841,587	\$ 1,973,154	\$ 1,857,266	\$ 957,475
LIABILITIES				
Accounts payable	\$ 247,474	\$ 2,467,171	\$ 2,455,141	\$ 259,504
Refundable deposits	449,430	186,227	117,064	518,593
Funds held for others	144,683	3,384,360	3,349,665	179,378
TOTAL LIABILITIES	\$ 841,587	\$ 6,037,758	\$ 5,921,870	\$ 957,475
General Escrow Fund				
ASSETS				
Cash and investments	\$ 208,077	\$ 128,841	\$ 71,670	\$ 265,248
LIABILITIES				
Refundable deposits	\$ 208,077	\$ 151,035	\$ 93,864	\$ 265,248
Water Escrow Fund				
ASSETS				
Cash and investments	\$ 146,772	\$ 5,855	\$ 4,950	\$ 147,677
LIABILITIES				
Refundable deposits	\$ 146,772	\$ 13,105	\$ 12,200	\$ 147,677
Sewer Connection Escrow Fund				
ASSETS				
Cash and investments	\$ 10,700	\$ 8,800	\$ 11,000	\$ 8,500
LIABILITIES				
Refundable deposits	\$ 10,700	\$ 8,800	\$ 11,000	\$ 8,500
Group Insurance Withholding Fund				
ASSETS				
Cash and investments	\$ (2,401)	\$ 41,681	\$ 41,170	\$ (1,890)
LIABILITIES				
Funds held for others	\$ (2,401)	\$ 240,020	\$ 239,509	\$ (1,890)

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2010

	Balances May 1	Additions	Deductions	Balances April 30
Library Fund				
ASSETS				
Cash and investments	\$ 54,814	\$ 74,668	\$ 75,261	\$ 54,221
LIABILITIES				
Funds held for others	\$ 54,814	\$ 234,061	\$ 234,654	\$ 54,221
Garbage Fund				
ASSETS				
Cash and investments	\$ 251,604	\$ 1,528,920	\$ 1,510,847	\$ 269,677
LIABILITIES				
Accounts payable	\$ 247,474	\$ 2,467,171	\$ 2,455,141	\$ 259,504
Funds held for others	4,130	2,805,043	2,799,000	10,173
TOTAL LIABILITIES	\$ 251,604	\$ 5,272,214	\$ 5,254,141	\$ 269,677
Park Donation Fund				
ASSETS				
Cash and investments	\$ (2,485)	\$ 29,035	\$ -	\$ 26,550
LIABILITIES				
Funds held for others	\$ (2,485)	\$ 29,035	\$ -	\$ 26,550
School Donation Fund				
ASSETS				
Cash and investments	\$ (3,352)	\$ 13,152	\$ -	\$ 9,800
LIABILITIES				
Refundable deposits	\$ (3,352)	\$ 13,152	\$ -	\$ 9,800
Special Service Area #1				
ASSETS				
Cash and investments	\$ 13,568	\$ 63,609	\$ 63,030	\$ 14,147
Property taxes receivable	74,922	78,457	77,428	75,951
TOTAL ASSETS	\$ 88,490	\$ 142,066	\$ 140,458	\$ 90,098
LIABILITIES				
Funds held for others	\$ 88,490	\$ 76,200	\$ 74,592	\$ 90,098

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2010

	Balances May 1	Additions	Deductions	Balances April 30
Sleepy Hollow Trust Fund				
ASSETS				
Cash and investments	\$ 32,690	\$ 50	\$ -	\$ 32,740
LIABILITIES				
Refundable deposits	\$ 32,690	\$ 50	\$ -	\$ 32,740
Student Participation Fund				
ASSETS				
Cash and investments	\$ 2,135	\$ 1	\$ 1,910	\$ 226
LIABILITIES				
Funds held for others	\$ 2,135	\$ 1	\$ 1,910	\$ 226
AT&T VRAD Trust Fund				
ASSETS				
Cash and investments	\$ 54,543	\$ 85	\$ -	\$ 54,628
LIABILITIES				
Refundable deposits	\$ 54,543	\$ 85	\$ -	\$ 54,628

(See independent auditor's report.)

VILLAGE ^{OF} ADDISON
ILLINOIS

Other Supplementary Schedules

Other Supplementary
Schedules



SUPPLEMENTAL DATA

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF INSURANCE IN FORCE

April 30, 2010

Insured	Description of Coverage	Amount of Coverage	Expiration Date of Policy
Village of Addison	General Liability	\$ 10,000,000	12/31/2010
	Police Professional Liability	10,000,000	12/31/2010
	Employee Benefits Liability	10,000,000	12/31/2010
	Automobile Liability	10,000,000	12/31/2010
	Uninsured/Underinsured Motorist	500,000	12/31/2010
	Public Officials' Liability	10,000,000	12/31/2010
	Workers' Compensation	30,000,000	12/31/2010
	Employer's Liability	1,000,000	12/31/2010
	Property Damage	250,000,000	12/31/2010
	Boiler/Machinery	50,000,000	12/31/2010
	Crime and Fidelity	5,000,000	12/31/2010
	Public Officials' Bond	Statutory	12/31/2010

Note: Coverage above is provided by Intergovernmental Risk Management Agency (IRMA). The IRMA self-insured loss fund provides aggregate maximum limits of \$6,000,000 per member for all lines of coverage.

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND ISSUES

April 30, 2010

	2002 Refunding Bond Issue	2004 Bond Issue
Date of Issue	September 15, 2002	June 1, 2004
Issuance Amount	\$4,685,000	\$7,500,000
Interest Rate	1.9% to 4.3%	3.0% to 4.3%
Principal Due	December 15	December 15
Interest Dates	June 15 and December 15	June 15 and December 15
Date of Maturity	December 15, 2017	December 15, 2019

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	2002 Refunding Bond Issue		2004 Bond Issue	
	Principal	Interest	Principal	Interest
2011	\$ 330,000	\$ 146,380	\$ 470,000	\$ 216,013
2012	380,000	134,500	485,000	199,562
2013	425,000	120,440	500,000	182,588
2014	520,000	104,290	520,000	164,587
2015	515,000	84,010	535,000	145,087
2016	510,000	63,410	555,000	124,490
2017	500,000	42,500	580,000	102,290
2018	500,000	21,500	600,000	78,800
2019	-	-	625,000	54,200
2020	-	-	650,000	27,950
2021	-	-	-	-
2022	-	-	-	-
2023	-	-	-	-
2024	-	-	-	-
2025	-	-	-	-
2026	-	-	-	-
2027	-	-	-	-
	<u>\$ 3,680,000</u>	<u>\$ 717,030</u>	<u>\$ 5,520,000</u>	<u>\$ 1,295,567</u>

2006A Refunding Bond Issue	2006B Taxable Refunding Bond Issue
October 1, 2006	October 1, 2006
\$3,075,000	\$2,375,000
3.7% to 4.5%	5.25% to 5.3%
December 15	December 15
June 15 and December 15	June 15 and December 15
December 15, 2026	December 15, 2011

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

2006A Refunding Bond Issue		2006B Taxable Refunding Bond Issue	
Principal	Interest	Principal	Interest
\$ -	\$ 126,672	\$ 600,000	\$ 58,904
130,000	126,673	520,000	27,404
150,000	121,862	-	-
160,000	116,313	-	-
160,000	110,312	-	-
165,000	104,313	-	-
165,000	96,888	-	-
175,000	89,462	-	-
180,000	81,588	-	-
190,000	73,487	-	-
200,000	65,888	-	-
210,000	57,887	-	-
215,000	49,278	-	-
225,000	40,462	-	-
240,000	31,125	-	-
250,000	21,165	-	-
260,000	10,790	-	-
\$ 3,075,000	\$ 1,324,165	\$ 1,120,000	\$ 86,308

(This schedule is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS (Continued)
GENERAL OBLIGATION BOND ISSUES

April 30, 2010

	2006C Bond Issue	2007 Bond Issue
Date of Issue	December 15, 2006	December 15, 2006
Issuance Amount	\$6,900,000	\$6,100,000
Interest Rate	3.85% to 3.95%	3.875% to 3.95%
Principal Due	December 15	December 15
Interest Dates	June 15 and December 15	June 15 and December 15
Date of Maturity	December 15, 2026	December 15, 2026

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	2006C Bond Issue		2007 Bond Issue	
	Principal	Interest	Principal	Interest
2011	\$ -	\$ 268,128	\$ -	\$ 237,894
2012	-	268,127	-	237,894
2013	280,000	268,128	245,000	237,894
2014	300,000	257,347	260,000	228,400
2015	320,000	245,798	285,000	218,325
2016	345,000	233,477	305,000	207,281
2017	370,000	220,195	330,000	195,462
2018	400,000	205,950	345,000	182,675
2019	420,000	190,550	375,000	169,306
2020	450,000	174,380	395,000	154,775
2021	475,000	157,055	425,000	139,468
2022	505,000	138,768	450,000	123,000
2023	540,000	119,325	480,000	105,562
2024	575,000	98,265	510,000	86,843
2025	605,000	75,840	540,000	66,952
2026	640,000	51,942	565,000	45,623
2027	675,000	26,663	590,000	23,305
	<u>\$ 6,900,000</u>	<u>\$ 2,999,938</u>	<u>\$ 6,100,000</u>	<u>\$ 2,660,659</u>

2008 Bond Issue

June 19, 2008
 \$6,015,000
 3.25% to 5.00%
 December 15
 June 15 and December 15
 December 15, 2020

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

2008 Bond Issue		Totals	
Principal	Interest	Principal	Interest
\$ 350,000	\$ 244,588	\$ 1,750,000	\$ 1,298,579
335,000	233,212	1,850,000	1,227,372
325,000	222,325	1,925,000	1,153,237
265,000	210,950	2,025,000	1,081,887
300,000	201,675	2,115,000	1,005,207
340,000	190,800	2,220,000	923,771
385,000	178,050	2,330,000	835,385
435,000	162,650	2,455,000	741,037
920,000	145,250	2,520,000	640,894
975,000	99,250	2,660,000	529,842
1,010,000	50,500	2,110,000	412,911
-	-	1,165,000	319,655
-	-	1,235,000	274,165
-	-	1,310,000	225,570
-	-	1,385,000	173,917
-	-	1,455,000	118,730
-	-	1,525,000	60,758
<u>\$ 5,640,000</u>	<u>\$ 1,939,250</u>	<u>\$ 32,035,000</u>	<u>\$ 11,022,917</u>

(See independent auditor's report.)

VILLAGE ^{OF} ADDISON ILLINOIS

Statistical **Section**

Statistical
Section



STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	123-130
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the sales tax and property tax.	131-136
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	137-140
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	141-142
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	143-145

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village of Addison, Illinois implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF ADDISON, ILLINOIS

NET ASSETS BY COMPONENTS

Last Seven Fiscal Years

Fiscal Year	2004	2005	2006
GOVERNMENTAL ACTIVITIES			
Invested in capital assets net of related debt	\$ 61,252,738	\$ 68,527,299	\$ 78,543,124
Restricted	2,786,760	2,458,823	2,275,328
Unrestricted	6,029,002	7,339,458	5,827,369
TOTAL GOVERNMENTAL ACTIVITIES	\$ 70,068,500	\$ 78,325,580	\$ 86,645,821
BUSINESS-TYPE ACTIVITIES			
Invested in capital assets net of related debt	\$ 56,281,516	\$ 47,337,884	\$ 45,117,250
Restricted	2,188,775	1,247,987	1,294,612
Unrestricted	4,833,221	12,556,354	14,714,130
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 63,303,512	\$ 61,142,225	\$ 61,125,992
PRIMARY GOVERNMENT			
Invested in capital assets net of related debt	\$ 117,534,254	\$ 115,865,183	\$ 123,660,374
Restricted	4,975,535	3,706,810	3,569,940
Unrestricted	10,862,223	19,895,812	20,541,499
TOTAL PRIMARY GOVERNMENT	\$ 133,372,012	\$ 139,467,805	\$ 147,771,813

Data Source

Audited Financial Statements

2007	2008	2009	2010
\$ 78,279,927	\$ 84,783,835	\$ 88,445,318	\$ 90,552,397
14,119,418	5,018,880	2,243,060	1,529,784
498,165	8,614,792	9,658,129	9,541,452
<u>\$ 92,897,510</u>	<u>\$ 98,417,507</u>	<u>\$ 100,346,507</u>	<u>\$ 101,623,633</u>
\$ 55,259,610	\$ 56,304,357	\$ 57,293,575	\$ 56,799,642
1,368,081	1,427,224	1,444,834	1,452,430
3,515,975	4,116,745	3,417,229	3,112,521
<u>\$ 60,143,666</u>	<u>\$ 61,848,326</u>	<u>\$ 62,155,638</u>	<u>\$ 61,364,593</u>
\$ 133,539,537	\$ 141,088,192	\$ 145,738,893	\$ 147,352,039
15,487,499	6,446,104	3,687,894	2,982,214
4,014,140	12,731,537	13,075,358	12,653,973
<u>\$ 153,041,176</u>	<u>\$ 160,265,833</u>	<u>\$ 162,502,145</u>	<u>\$ 162,988,226</u>

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET ASSETS

Last Seven Fiscal Years

Fiscal Year	2004	2005	2006
EXPENSES			
Governmental Activities			
General government	\$ 3,574,429	\$ 4,095,058	\$ 3,616,575
Public safety	9,459,924	9,498,145	10,680,567
Community development	1,934,083	2,075,567	2,336,957
Highways and streets	4,205,863	4,409,269	4,127,999
Interest and fiscal charges	1,050,404	1,025,270	937,532
Total governmental activities expenses	20,224,703	21,103,309	21,699,630
Business-Type Activities			
Water and sewer	10,360,778	10,792,714	11,267,849
Total business-type activities expenses	10,360,778	10,792,714	11,267,849
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 30,585,481	\$ 31,896,023	\$ 32,967,479
PROGRAM REVENUES			
Governmental Activities			
Charges for services			
General government	\$ 1,464,542	\$ 1,643,370	\$ 1,810,654
Public safety	300,122	401,704	519,025
Community development	165,909	222,225	304,518
Highways and streets	539,657	486,795	501,869
Operating grants and contributions	1,217,947	1,231,524	1,128,386
Capital grants and contributions	175,231	2,603,513	2,397,431
Total governmental activities program revenues	3,863,408	6,589,131	6,661,883
Business-Type Activities			
Charges for services			
Water and sewer	9,586,377	9,958,974	10,797,825
Operating grants and contributions	-	-	-
Capital grants and contributions	-	-	-
Total business-type activities program revenues	9,586,377	9,958,974	10,797,825
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 13,449,785	\$ 16,548,105	\$ 17,459,708
NET REVENUE (EXPENSE)			
Governmental activities	\$ (16,361,295)	\$ (14,514,178)	\$ (15,037,747)
Business-type activities	(774,401)	(833,740)	(470,024)
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (17,135,696)	\$ (15,347,918)	\$ (15,507,771)

2007	2008	2009	2010
\$ 5,952,874	\$ 4,774,951	\$ 5,125,037	\$ 4,640,073
11,509,751	13,141,287	13,892,079	14,071,718
2,606,931	2,742,465	2,579,381	2,561,749
3,935,690	5,099,502	5,795,740	5,594,481
1,070,470	1,422,629	1,339,726	1,261,761
25,075,716	27,180,834	28,731,963	28,129,782
11,288,187	11,290,155	11,983,183	11,935,224
11,288,187	11,290,155	11,983,183	11,935,224
\$ 36,363,903	\$ 38,470,989	\$ 40,715,146	\$ 40,065,006
\$ 1,511,755	\$ 1,129,632	\$ 1,266,980	\$ 1,280,491
585,370	880,067	1,099,943	1,396,365
621,185	623,636	581,175	621,422
657,481	648,062	670,850	691,821
1,193,774	1,206,995	1,320,313	1,111,016
1,294,749	111,936	468,282	285,253
5,864,314	4,600,328	5,407,543	5,386,368
9,820,363	10,138,634	10,271,842	10,310,792
-	1,945,748	72,565	1,001
-	-	173,228	-
9,820,363	12,084,382	10,517,635	10,311,793
\$ 15,684,677	\$ 16,684,710	\$ 15,925,178	\$ 15,698,161
\$ (19,211,402)	\$ (22,580,506)	\$ (23,324,420)	\$ (22,743,414)
(1,467,824)	794,227	(1,465,548)	(1,623,431)
\$ (20,679,226)	\$ (21,786,279)	\$ (24,789,968)	\$ (24,366,845)

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Seven Fiscal Years

Fiscal Year	2004	2005	2006
GENERAL REVENUES AND OTHER			
CHANGES IN NET ASSETS			
Governmental Activities			
Taxes			
Property	\$ 5,363,860	\$ 5,819,941	\$ 6,213,602
Sales	5,606,401	5,915,484	6,597,219
Home rule sales	3,445,503	3,765,531	4,164,948
Income	2,170,497	2,431,365	2,744,265
Telecommunications	300,262	1,473,772	1,710,328
Other	1,117,764	1,323,331	1,363,495
Investment earnings	129,334	232,187	572,714
Miscellaneous	323,879	336,705	209,010
Gain (loss) on disposal of capital assets	(787,768)	-	-
Transfers	-	1,365,824	(217,593)
Contributions	-	-	-
	17,669,732	22,664,140	23,357,988
Business-Type Activities			
Investment earnings	85,360	102,289	236,198
Miscellaneous	113,830	-	-
Gain on disposal of capital assets	1,785	-	-
Contributions	296,634	-	-
Transfers	-	(1,365,824)	217,593
	497,609	(1,263,535)	453,791
TOTAL PRIMARY GOVERNMENT	\$ 18,167,341	\$ 21,400,605	\$ 23,811,779
CHANGE IN NET ASSETS			
Governmental activities	\$ 1,308,437	\$ 8,149,962	\$ 8,320,241
Business-type activities	(276,792)	(2,097,275)	(16,233)
TOTAL PRIMARY GOVERNMENT	\$ 1,031,645	\$ 6,052,687	\$ 8,304,008

Data Source

Audited Financial Statements

	2007	2008	2009	2010
\$	6,573,629	\$ 7,030,357	\$ 7,349,056	\$ 7,816,366
	7,029,021	7,737,573	7,757,823	6,779,198
	4,546,161	4,988,190	4,970,300	4,259,065
	3,026,956	3,388,237	3,366,328	2,934,391
	1,860,532	1,952,314	1,959,918	1,765,480
	1,368,319	1,278,613	1,056,915	940,038
	842,750	942,216	178,179	50,053
	344,396	325,209	330,358	289,446
	-	-	-	-
	(215,425)	(214,695)	(1,715,457)	(813,497)
	196,151	672,489	-	-
	<u>25,572,490</u>	<u>28,100,503</u>	<u>25,253,420</u>	<u>24,020,540</u>
	270,073	252,665	57,403	18,889
	-	-	-	-
	-	-	-	-
	-	443,073	-	-
	215,425	214,695	1,715,457	813,497
	<u>485,498</u>	<u>910,433</u>	<u>1,772,860</u>	<u>832,386</u>
\$	<u>26,057,988</u>	<u>\$ 29,010,936</u>	<u>\$ 27,026,280</u>	<u>\$ 24,852,926</u>
\$	6,361,088	\$ 5,519,997	\$ 1,929,000	\$ 1,277,126
	(982,326)	1,704,660	307,312	(791,045)
\$	<u>5,378,762</u>	<u>\$ 7,224,657</u>	<u>\$ 2,236,312</u>	<u>\$ 486,081</u>

VILLAGE OF ADDISON, ILLINOIS
 FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Ten Fiscal Years

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
GENERAL FUND										
Reserved	\$ 684,998	\$ 679,165	\$ 671,249	\$ 136,666	\$ 185,607	\$ 174,460	\$ 78,372	\$ 74,707	\$ 1,090,020	\$ 934,309
Unreserved	4,595,659	4,583,446	4,938,646	6,424,189	7,045,767	8,818,172	9,751,058	7,469,355	7,499,398	7,143,949
TOTAL GENERAL FUND	\$ 5,280,657	\$ 5,262,611	\$ 5,609,895	\$ 6,560,855	\$ 7,231,374	\$ 8,992,632	\$ 9,829,430	\$ 7,544,062	\$ 8,589,418	\$ 8,078,258
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ 8,986,675	\$ 8,547,543	\$ 9,814,573	\$ 11,230,768	\$ 9,837,164	\$ 10,133,753	\$ 19,827,205	\$ 9,598,536	\$ 5,501,765	\$ 3,569,732
Unreserved, reported in										
Special Revenue Funds	1,122,084	1,392,034	1,934,849	(18,435)	(102,568)	(9,111)	(10,107)	(1,537)	(1,428)	417
Capital Project Funds	(6,018,117)	(4,386,344)	(7,763,718)	(6,929,861)	(4,005,597)	(5,608,522)	(3,986,128)	(2,811,500)	(3,694,723)	(1,611,257)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 4,090,642	\$ 5,553,233	\$ 3,985,704	\$ 4,282,472	\$ 5,728,999	\$ 4,516,120	\$ 15,830,970	\$ 6,785,499	\$ 1,805,614	\$ 1,958,892

Data Source

Audited Financial Statements

VILLAGE OF ADDISON, ILLINOIS
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Ten Fiscal Years

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
REVENUES										
Taxes	\$ 16,657,746	\$ 16,204,101	\$ 16,436,199	\$ 18,004,287	\$ 20,729,424	\$ 22,793,857	\$ 24,404,618	\$ 26,375,284	\$ 26,460,341	\$ 24,494,538
Licenses and permits	1,910,619	1,783,887	2,078,118	1,657,181	1,818,941	1,969,461	1,637,797	1,678,261	1,707,139	1,760,064
Intergovernmental	1,349,826	1,204,883	2,338,212	1,381,365	3,842,815	3,335,177	2,511,595	178,088	1,663,175	1,373,959
Fines and forfeitures	337,135	370,592	353,824	363,027	413,242	509,617	1,088,704	927,901	428,404	357,542
Charges for services	124,353	127,658	127,057	157,794	184,878	209,837	229,048	360,437	1,132,905	1,450,426
Investment income	772,661	411,512	261,860	129,333	232,187	572,714	842,750	942,216	178,179	50,053
Miscellaneous	715,098	720,758	1,010,267	627,921	665,960	846,801	741,566	74,767	806,277	733,823
Total revenues	21,867,438	20,823,391	22,605,537	22,320,908	27,887,447	30,237,464	31,456,078	30,536,954	32,376,420	30,220,405
EXPENDITURES										
General government	3,610,866	3,540,899	2,822,614	3,080,068	3,875,597	3,201,148	3,858,774	4,536,415	4,293,793	3,852,310
Public safety	7,759,807	8,205,165	8,420,242	9,292,893	9,824,804	10,647,094	11,442,236	13,227,801	13,542,086	13,334,044
Highways and streets	3,699,088	3,891,093	3,473,451	3,984,619	7,648,358	5,816,539	6,786,416	6,473,217	2,503,725	2,480,479
Community development	1,943,091	1,951,036	1,800,055	1,981,748	2,123,735	2,296,848	2,619,131	2,685,190	7,384,831	6,422,741
Capital outlay	3,531,806	841,004	4,015,502	871,969	2,177,683	4,594,522	4,378,503	13,484,694	3,719,559	435,591
Debt service										
Principal	1,783,300	1,897,656	2,142,351	2,112,397	2,182,808	1,729,190	1,818,404	1,303,856	1,626,661	1,766,837
Interest	1,436,066	1,287,075	1,154,067	1,081,381	1,040,987	1,086,092	1,064,483	1,454,688	1,446,852	1,275,354
Total expenditures	23,764,024	21,613,928	23,828,282	22,405,075	28,883,972	29,371,433	31,967,947	43,165,861	34,517,507	29,567,356
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,896,586)	(790,537)	(1,222,745)	(84,167)	(996,525)	866,031	(511,869)	(12,628,907)	(2,141,087)	653,049
OTHER FINANCING SOURCES (USES)										
Transfers in	1,558,778	4,758,798	1,189,272	1,178,236	1,177,253	1,796,333	2,656,951	5,458,473	2,370,167	1,464,908
Transfers (out)	(1,556,278)	(2,874,298)	(1,186,772)	(1,178,236)	(1,177,253)	(2,216,659)	(3,073,089)	(5,873,201)	(4,286,367)	(2,481,203)
Bonds issued	-	2,000,000	4,565,872	-	5,401,785	3,065,000	18,450,000	-	6,015,000	-
Premium on bonds issued	-	-	-	-	57,429	61,306	32,730	-	393,393	-
Discount on bonds issued	-	-	-	-	(10,578)	-	(63,256)	-	-	-
Payment to escrow	-	(1,949,463)	(4,565,872)	-	(2,490,578)	(3,063,227)	(5,341,257)	-	(6,291,761)	-
Sale of capital assets	1,251,697	30,000	-	788,516	48,395	39,595	1,438	6,713	6,126	5,364
Total other financing sources (uses)	1,254,197	1,965,037	2,500	788,516	3,006,453	(317,652)	12,663,517	(408,015)	(1,793,442)	(1,010,931)
NET CHANGE IN FUND BALANCES	\$ 463,660	\$ 742,292	\$ (81,667)	\$ (208,009)	\$ 3,872,484	\$ (829,521)	\$ 34,610	\$ (13,036,922)	\$ (3,934,529)	\$ (357,882)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	15.33%	16.64%	14.83%	12.07%	11.36%	10.45%	11.19%	10.12%	11.20%	11.27%

Data Source

Audited Financial Statements

VILLAGE OF ADDISON, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Farm/Railroad Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2000	\$ 465,136,550	\$ 73,315,650	\$ 261,581,450	\$ 153,307	\$ -	\$ 800,186,957	0.46	\$ 2,400,560,871	33.333%
2001	496,951,573	78,565,825	278,867,570	135,131	-	854,520,099	0.45	2,563,560,297	33.333%
2002	543,726,976	87,369,430	304,277,450	237,041	-	935,610,897	0.42	2,806,832,691	33.333%
2003	608,358,286	87,834,134	319,786,000	190,241	-	1,016,168,661	0.40	3,048,505,983	33.333%
2004	654,833,184	96,553,626	348,094,973	135,789	-	1,099,617,572	0.40	3,298,852,716	33.333%
2005	707,282,832	107,303,194	361,705,870	186,761	-	1,176,478,657	0.39	3,529,435,971	33.333%
2006	774,794,330	109,584,162	383,432,980	213,536	-	1,268,025,008	0.38	3,804,075,024	33.333%
2007	825,456,894	112,331,802	385,569,150	274,440	-	1,323,632,286	0.38	3,970,896,858	33.333%
2008	873,648,030	116,535,969	413,818,599	321,389	-	1,404,323,987	0.38	4,212,971,961	33.333%
2009	873,075,550	113,351,102	407,189,960	352,155	-	1,393,968,767	0.41	4,181,906,301	33.333%

Data Source

Office of the County Clerk

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

VILLAGE OF ADDISON, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
VILLAGE DIRECT RATES										
Village of Addison	0.46	0.45	0.42	0.40	0.40	0.39	0.38	0.38	0.38	0.41
Addison Public Library	0.27	0.27	0.26	0.25	0.25	0.25	0.27	0.28	0.28	0.28
Addison Park District	0.38	0.36	0.34	0.36	0.34	0.33	0.31	0.31	0.31	0.31
Addison Township	0.52	0.05	0.05	0.05	0.05	0.05	0.05	0.04	0.04	0.04
Addison Fire Prot Dist	0.77	0.78	0.73	0.71	0.68	0.67	0.66	0.66	0.65	0.66
TOTAL VILLAGE DIRECT RATES	2.40	1.91	1.80	1.77	1.71	1.68	1.67	1.67	1.66	1.70
OVERLAPPING RATES										
DuPage County	0.25	0.24	0.22	0.20	0.19	0.18	0.17	0.17	0.16	0.16
DuPage County For Presv	0.17	0.17	0.15	0.14	0.14	0.13	0.13	0.12	0.12	0.12
DuPage Airport Auth	0.03	0.03	0.02	0.02	0.02	0.02	0.02	0.02	0.02	0.01
Bloomington Township	0.10	0.09	0.08	0.07	0.07	0.07	0.07	0.07	0.07	0.07
Elmhurst Park Dist	0.35	0.34	0.46	0.32	0.32	0.31	0.31	0.30	0.27	0.28
53 Trails Est Park Dist	0.06	0.05	0.05	0.05	0.04	0.04	0.04	0.03	0.03	0.03
Itasca Fire Prot Dist	0.48	0.47	0.54	0.60	0.57	0.57	0.59	0.57	0.57	0.58
Grade Sch Dist 2	1.91	2.66	2.58	2.71	2.64	2.71	2.66	2.69	2.71	2.75
Grade Sch Dist 4	2.12	2.07	1.95	1.90	1.88	1.88	1.86	1.84	1.83	1.84
Grade Sch Dist 10	2.00	1.95	1.84	1.76	1.69	1.68	1.66	1.60	1.58	1.59
Grade Sch Dist 13	2.92	2.87	2.64	2.52	2.37	2.27	2.19	2.18	2.16	2.12
Grade Sch Dist 15	3.13	3.05	3.47	3.62	3.71	3.82	3.78	3.66	3.66	3.78
High Sch Dist No 87	2.09	2.04	1.92	1.86	1.77	1.72	1.72	1.66	1.65	1.67
High Sch Dist No 88	1.65	1.63	1.53	1.50	1.44	1.41	1.38	1.44	1.43	1.48
High Sch Dist No 100	1.55	1.60	1.52	1.51	1.45	1.42	1.39	1.39	1.39	1.40
High Sch Dist No 108	1.95	1.86	1.91	1.85	1.76	1.71	1.67	1.61	1.61	1.64
Unit Sch Dist No 205	4.13	4.00	3.79	3.59	3.41	3.64	3.53	3.36	3.27	3.32
Junior College No 502	0.20	0.19	0.22	0.21	0.20	0.19	0.19	0.19	0.19	0.21
Bloomington Park Dist	0.28	0.27	0.25	0.33	0.31	0.30	0.29	0.29	0.28	0.28
Bloomington Fire Dist	0.47	0.51	0.49	0.48	0.47	0.47	0.46	0.45	0.45	0.45
Bensenville Park Dist	0.37	0.35	0.33	0.35	0.33	0.33	0.33	0.33	0.33	0.31
Wood Dale Park Dist	0.37	0.36	0.34	0.37	0.36	0.35	0.32	0.32	0.31	0.30
TOTAL OVERLAPPING RATES	28.95	28.71	28.12	27.72	26.82	26.89	26.43	25.96	25.73	26.09

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS
 PRINCIPAL PROPERTY TAX PAYERS
 Current Year and Nine Years Ago

Taxpayer	2010		Percentage of Total Village Taxable Assessed Valuation	2001		Percentage of Total Village Taxable Assessed Valuation
	Taxable Assessed Value	Rank		Taxable Assessed Value	Rank	
Pampered Chef	\$ 139,223,600	1	9.99%	\$ -		
880 S Rohlwing Rd LLC	57,066,300	2	4.09%	-		
Brookind Corporation	56,777,000	3	4.07%	7,010,750	1	0.88%
SVF Swift Center LLC	56,666,700	4	4.07%	-		
Riggs & Company	53,719,700	5	3.85%	-		
Columbia IL 1200	50,287,300	6	3.61%	-		
Multi Employer Property Tr	49,939,700	7	3.58%	-		
Devry	48,666,700	8	3.49%	-		
North Star Trust Co	42,301,500	9	3.03%	-		
Centerpoint Properties Tr	41,270,100	10	2.96%	-		
Trammel Crowe Co				3,983,910	2	0.50%
Addison Green Meadows				3,093,430	3	0.39%
B & G Realty Inc				2,799,170	4	0.35%
Krack Corporation				2,482,170	5	0.31%
Glencourt Ltd Partners				2,350,710	6	0.29%
Lombard/Addison LLC				2,181,280	7	0.27%
Cary Company				1,857,100	8	0.23%
Tomey Jim				1,762,170	9	0.22%
Russell Stanley				1,608,430	10	0.20%
	<u>\$ 595,918,600</u>		<u>42.74%</u>	<u>\$ 29,129,120</u>		<u>3.64%</u>

NOTE:

Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied*	Collected within the Fiscal Year of the Levy		Noncurrent Distribution	Total Collections To Date	Percentage of Levy Collected To Date
		Amount	Percentage of Levy			
2000	\$ 5,813,358	\$ 5,628,829	96.83%	\$ 911	\$ 5,629,740	96.84%
2001	6,124,380	6,108,703	99.74%	857	6,109,560	99.76%
2002	6,408,230	6,295,349	98.24%	1,026	6,296,375	98.25%
2003	6,691,471	7,005,177	104.69%	15	7,005,192	104.69%
2004	7,095,081	7,400,152	104.30%	11,347	7,411,499	104.46%
2005	7,464,756	7,802,564	104.53%	554	7,803,118	104.53%
2006	8,264,987	8,463,761	102.41%	2	8,463,763	102.41%
2007	8,730,679	8,663,731	99.23%	-	8,663,731	99.23%
2008	9,196,917	8,582,252	93.32%	-	8,582,252	93.32%
2009	9,716,846	9,049,562	93.13%	-	9,049,562	93.13%

Data Source

Office of the County Clerk

Note 1: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

Note 2: Due to the lag between the calendar based property tax levy being passed by the Village Board in one fiscal year and the collection of the property tax in the subsequent fiscal year, the Collected within the Fiscal Year of the Levy and the Percentage of Levy do not necessarily match year to year. The Village's fiscal year end of 4/30, in effect, causes the 2009 levy which is collected in June and September, 2010 to be received in FY2011. Additional discussion of the Property Tax cycle can be found in Note 3 of the Notes to Financial Statements on page 31

* Tax levied includes amounts for the Addison Public Library which is a discretely presented component unit. A discussion of a discretely presented component unit can be found on page 20 of the notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

TAXABLE SALES BY CATEGORY

Last Ten Fiscal Years

Fiscal Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General merchandise	\$ 1,896,329	\$ 1,503,982	\$ 1,502,205	\$ 1,522,837	\$ 1,536,257	\$ 2,329,870	\$ 2,653,943	\$ 2,830,435	\$ 2,868,702	\$2,843,927
Food	547,227	568,290	628,028	774,597	784,203	703,641	648,901	631,134	631,257	563,211
Drinking and eating places	2,045,326	2,148,330	2,236,636	2,390,938	2,650,355	2,775,356	2,836,410	2,980,833	3,193,860	2,797,986
Apparel	303,862	273,986	282,697	317,143	298,245	271,006	269,744	268,148	248,414	205,695
Furniture & H.H. & radio	3,151,999	2,274,211	1,981,608	1,774,410	1,759,850	1,779,896	1,888,233	1,794,808	1,558,328	1,308,164
Lumber, building hardware	1,688,329	1,709,554	1,810,047	1,888,325	2,197,212	2,441,557	3,129,786	3,728,295	2,908,635	1,781,726
Automobile and filling stations	1,697,819	2,247,157	2,191,945	2,208,105	2,825,672	3,151,764	3,561,848	3,877,411	4,466,276	4,118,951
Drugs and miscellaneous retail	3,033,811	2,968,915	3,050,321	2,931,062	3,044,448	3,448,925	3,608,361	4,159,290	6,031,350	4,892,138
Agriculture and all others	8,450,406	7,736,007	7,533,077	7,478,928	7,150,641	8,341,867	9,362,731	10,674,651	12,001,519	10,038,269
Manufacturers	2,631,034	2,500,210	2,037,011	1,881,018	2,613,406	2,451,155	1,898,867	2,001,771	1,725,642	1,138,456
TOTAL	\$ 25,446,142	\$ 23,930,642	\$ 23,253,575	\$ 23,167,363	\$ 24,860,289	\$ 27,695,037	\$ 29,858,824	\$ 32,946,776	\$ 35,633,983	\$ 29,688,524
Village direct sales tax rate	1.50%	1.50%	1.50%	1.75%	1.75%	1.75%	1.75%	1.75%	1.75%	1.75%

Data Source

Source: Illinois Department of Revenue

VILLAGE OF ADDISON, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Fiscal Years

Fiscal Year	Village Direct Rate	DuPage County	DuPage Water Commission	Regional Transit Authority	State Rate	Total Sales Tax
2001	1.50%	0.25%	0.25%	0.25%	5.00%	7.25%
2002	1.50%	0.25%	0.25%	0.25%	5.00%	7.25%
2003	1.75%	0.25%	0.25%	0.25%	5.00%	7.50%
2004	1.75%	0.25%	0.25%	0.25%	5.00%	7.50%
2005	1.75%	0.25%	0.25%	0.25%	5.00%	7.50%
2006	1.75%	0.25%	0.25%	0.25%	5.00%	7.50%
2007	1.75%	0.25%	0.25%	0.25%	5.00%	7.50%
2008	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
2009	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
2010	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%

Data Source

Village and County Records

VILLAGE OF ADDISON, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities		Business-Type Activities	Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Loan Payable	General Obligation Bonds			
2001	\$ 26,050,000	\$ 3,735,987	\$ -	\$ 29,785,987	3.91%	\$ 829.37
2002	24,540,000	3,468,330	-	28,008,330	3.68%	779.87
2003	23,110,000	3,190,983	-	26,300,983	3.45%	732.33
2004	21,285,000	2,903,583	-	24,188,583	3.18%	673.51
2005	24,634,610	2,605,775	2,380,390	29,620,775	3.89%	824.77
2006	23,339,060	2,297,180	2,297,870	27,934,110	3.67%	773.44
2007	34,587,258	1,977,407	2,167,742	38,732,407	5.09%	1,078.48
2008	33,490,560	1,646,051	2,034,440	37,171,051	4.88%	1,006.09
2009	31,828,623	1,302,693	1,896,377	35,027,693	4.60%	948.08
2010	30,283,033	946,898	1,751,967	32,981,898	4.33%	892.71

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

* See the schedule of Demographic and Economic Information on page 141 for personal income and population data.

Personal income is the largest sole source income type, usually either property or sales tax. In the case of special districts, it may be fees.

VILLAGE OF ADDISON, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
2001	\$ 26,050,000	\$ 979,268	\$ 25,070,732	1.04%	\$ 698.08
2002	24,540,000	956,110	23,583,890	0.92%	656.68
2003	23,110,000	755,294	22,354,706	0.80%	622.45
2004	21,285,000	577,576	20,707,424	0.68%	576.58
2005	27,015,000	527,887	26,487,113	0.80%	737.51
2006	25,480,000	404,442	25,075,558	0.71%	698.21
2007	36,755,000	795,267	35,959,733	0.95%	973.31
2008	35,525,000	863,307	34,661,693	0.87%	938.17
2009	33,725,000	892,800	32,832,200	0.78%	888.65
2010	32,035,000	841,797	31,193,203	0.75%	844.29

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

* See the schedule of Assessed Value and Actual Value of Taxable Property on page 131 for property value data.

VILLAGE OF ADDISON, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2010

Governmental unit	(1) Gross Bonded Debt	(2) Percentage Debt Applicable to the Village of Addison	(3) Village of Addison Share of Debt
Village of Addison	\$ 30,283,033	100.00%	\$ 30,283,033
DuPage County	168,700,000	3.43%	5,786,410
Addison Park District	6,145,000	95.18%	5,848,811
Bensenville Park District	1,579,875	1.16%	18,327
Bloomington Park District	6,791,726	1.46%	99,159
Elmhurst Park District	11,117,000	0.40%	44,468
Bloomington Fire District	3,420,590	0.06%	2,052
School District No. 2	10,554,922	1.26%	132,992
School District No. 4	22,970,000	82.13%	18,865,261
School District No. 13	4,220,000	2.49%	105,078
School District No. 15	8,030,000	23.76%	1,907,928
High School District No. 87	213,944,380	0.40%	855,778
High School District No. 88	37,750,000	2.73%	1,030,575
High School District No. 100	119,060,000	34.07%	40,563,742
High School District No. 108	1,795,000	0.75%	13,463
Unit School District No. 205	53,415,000	0.65%	347,198
	\$ 699,776,526		\$ 105,904,275

Data Source

Office of the County Clerk

2 - Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

3 - Amount in column (2) multiplied by amount in column (1).

VILLAGE OF ADDISON, ILLINOIS
SCHEDULE OF LEGAL DEBT MARGIN

April 30, 2010

The Village is a home rule municipality.

Chapter 65. Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property....(2) if its population is more than 25,000 and less than 500,000 an aggregate of one per cent:....indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum....shall not be included in the foregoing percentage amounts."

VILLAGE OF ADDISON, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Total Personal Income	Per Capita Personal Income	Unemployment Rate
2001	35,914	\$ 761,412,714	\$ 21,201	5.00%
2002	35,914	761,412,714	21,201	6.40%
2003	35,914	761,412,714	21,201	7.20%
2004	35,914	761,412,714	21,201	6.00%
2005	35,914	761,412,714	21,201	6.80%
2006	35,914	761,412,714	21,201	4.90%
2007	35,914	761,412,714	21,201	4.70%
2008	36,946	761,412,714	20,609	5.40%
2009	36,946	761,412,714	20,609	5.40%
2010	36,946	761,412,714	20,609	5.40%

Data Source

1990 and 2000 U S Census Bureau of population and housing
Bureau of Labor Statistics
Village Records

VILLAGE OF ADDISON, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2010				2001			
Employer	Rank		% of Total Village Population	Employer	Rank		% of Total Village Population
United Parcel Service	1	2,914	7.89%	United Parcel Service	1	2,700	8.42%
Pampered Chef	2	788	2.13%	Pampered Chef	2	970	1.56%
Banctec Inc	3	300	0.81%	Andrew Wireless Products	3	400	0.94%
Unisource	4	250	0.68%	Gingis Formalwear, Inc.	4	300	0.94%
Jewel Food Stores	5	250	0.68%	Krack Corporation	5	300	0.78%
Family Home Health Serv	6	250	0.68%	Minuteman International	6	250	0.75%
Albin Carlson & Co	7	250	0.68%	Rex Electric, Inc	7	250	0.62%
Kraft Foods	8	240	0.65%	Kraft, Inc	8	232	0.51%
Devry University Inc	9	230	0.62%	GBC Film Products	9	220	0.50%
Walmart Stores	10	220	0.60%	Littell International, Inc	10	200	0.48%

Data Source

Village Records
Illinois Manufacturers Directory

VILLAGE OF ADDISON, ILLINOIS
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
GENERAL GOVERNMENT										
Administration	8.53	8.53	8.53	8.53	8.53	9.04	9.04	9.50	9.50	9.00
Board and Commissions	-	-	-	-	-	-	-	-	-	-
Finance	10.04	10.04	10.04	10.04	10.04	10.04	10.04	10.04	10.04	11.00
Community relations	3.00	3.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00
Building and grounds	5.48	5.48	5.48	5.48	2.48	2.48	2.48	2.48	2.50	2.00
Information services	2.00	2.00	2.00	2.00	2.00	3.00	4.00	4.00	4.00	4.00
PUBLIC SAFETY										
Police										
Officers	66.00	66.00	66.00	66.00	66.00	66.00	66.00	66.00	71.00	72.00
Civilians	32.50	32.50	33.00	33.00	33.00	33.00	33.00	33.00	28.00	30.00
Henry Hyde Resource Center	-	-	-	-	-	-	-	-	1.00	-
Community Development	21.00	21.27	22.00	22.00	22.27	22.27	22.27	23.00	23.00	23.00
Highways and Streets										
Electrical/forestry	10.25	10.25	10.00	10.25	10.25	10.25	10.25	10.25	10.25	9.00
Street	11.75	11.75	11.50	11.50	13.50	13.50	13.50	13.50	13.50	13.00
Fleet services	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Water and Sewer										
Water	12.27	12.27	12.27	12.27	12.27	13.27	13.27	13.27	13.21	11.00
Sewer	12.75	12.75	12.75	12.75	12.75	13.75	13.75	13.00	13.00	12.00
Water pollution control	21.73	21.73	21.73	21.73	21.73	20.73	20.73	20.73	20.73	19.00
TOTAL FULL-TIME EQUIVALENT EMPLOYEES	222.30	222.57	224.30	224.55	223.82	227.33	228.33	228.77	229.73	225.00

Note: Positions shown are authorized.

Data Source

Village budget office

VILLAGE OF ADDISON, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
PUBLIC SAFETY										
Police										
Calls responded to	25,895	22,474	20,930	20,807	25,561	25,851	27,688	27,627	30,947	28,763
Parking violations	10,422	8,259	8,422	7,594	9,066	6,444	5,639	9,015	9,129	8,045
Traffic violations	6,109	5,927	5,129	5,185	6,871	7,582	8,186	9,236	11,204	8,811
PUBLIC WORKS										
Hours of snow plowing	1,205	n/a	n/a	n/a	n/a	1,928	1,177	2,916	4,637	5,420
Sidewalk replaced (squares)	1,054	680	588	441	2,905	925	7,345	2,234	3,081	177
WATER										
Water main breaks	74	71	54	71	52	113	115	104	78	66
Average day demand (mgd)	4.150	4.090	3.985	3.985	3.650	3.930	3.980	3.625	3.627	3.400
Maximum day demand (mgd)	5.590	6.110	6.134	6.130	5.180	5.180	6.170	5.351	4.820	4.60
WASTEWATER										
Gallons treated (billions)	1.785	1.649	2.067	1.850	2.054	2.087	1.771	2.399	2.256	2.491
COMMUNITY DEVELOPMENT										
Number of permits issued	903	844	915	888	922	1,029	948	932	861	922
Code enforcement cases	n/a	n/a	n/a	599	554	444	557	564	479	365
Inspections conducted	4,070	5,191	4,616	4,468	3,352	6,618	5,832	5,110	4,236	4,138
FINANCE										
Number of real estate transfers	1,117	1,031	1,304	1,428	1,435	1,373	1,284	1,004	805	642
Vehicle stickers issued	20,030	18,216	17,644	21,013	18,053	18,567	18,015	22,423	20,169	23,075
Business licenses issued	1,413	1,383	1,356	1,424	1,468	1,321	1,450	1,462	1,457	1,430
Accounts payable checks issued	5,791	6,186	6,497	4,954	5,157	5,273	5,343	5,294	5,327	5,111

Data Source

Various Village departments

VILLAGE OF ADDISON, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
PUBLIC SAFETY										
Police										
Stations/Municipal Ctr	1	1	1	1	1	1	1	1	1	1
Patrol units-squad cars	41	34	35	35	35	43	43	42	42	43
PUBLIC WORKS										
Residential streets (miles)	96	96	96	96	96	96	96	96	96	96
Storm sewers (miles)	73	73	73	73	73	73	73	73	73	73
WATER AND WASTEWATER										
Water mains (miles)	155	159	162	166	166	167	169	170	170	170
Storage capacity (gallons)	9.8	9.6	9.6	9.6	9.6	9.6	9.1	9.1	9.1	9.5
Sanitary sewers (miles)	113	113	113	113	113	113	113	120	120	120

Data Source

Village's Comprehensive Annual Financial Report Statistical Section
 Various Village departments