

Village of Addison Illinois



Comprehensive Annual Financial Report YEAR ENDED APRIL 30, 2013

PREPARED BY DEPARTMENT OF FINANCE
Roseanne M. Benson
Finance Director / Treasurer

VILLAGE ^{OF} ADDISON, ILLINOIS



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, 2013**

Prepared by Finance Department

**Roseanne M. Benson
Finance Director/Treasurer**

**Claire A. Guinto
Assistant Finance Director**

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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, 2013

Village Manager

Assistant Village Manager/Director Community Development

Joseph E. Block Jr.

John N. Berley

Finance Director/Treasurer

Director of Police

Public Works Director

Community Relations Director

Director of Personnel / Risk Management

Roseanne M. Benson

Timothy Hayden

Mitchell Patterson

Donald A. Weiss

Donald Pinson

Attorney

Barry L. Moss

Audit Committee, Member

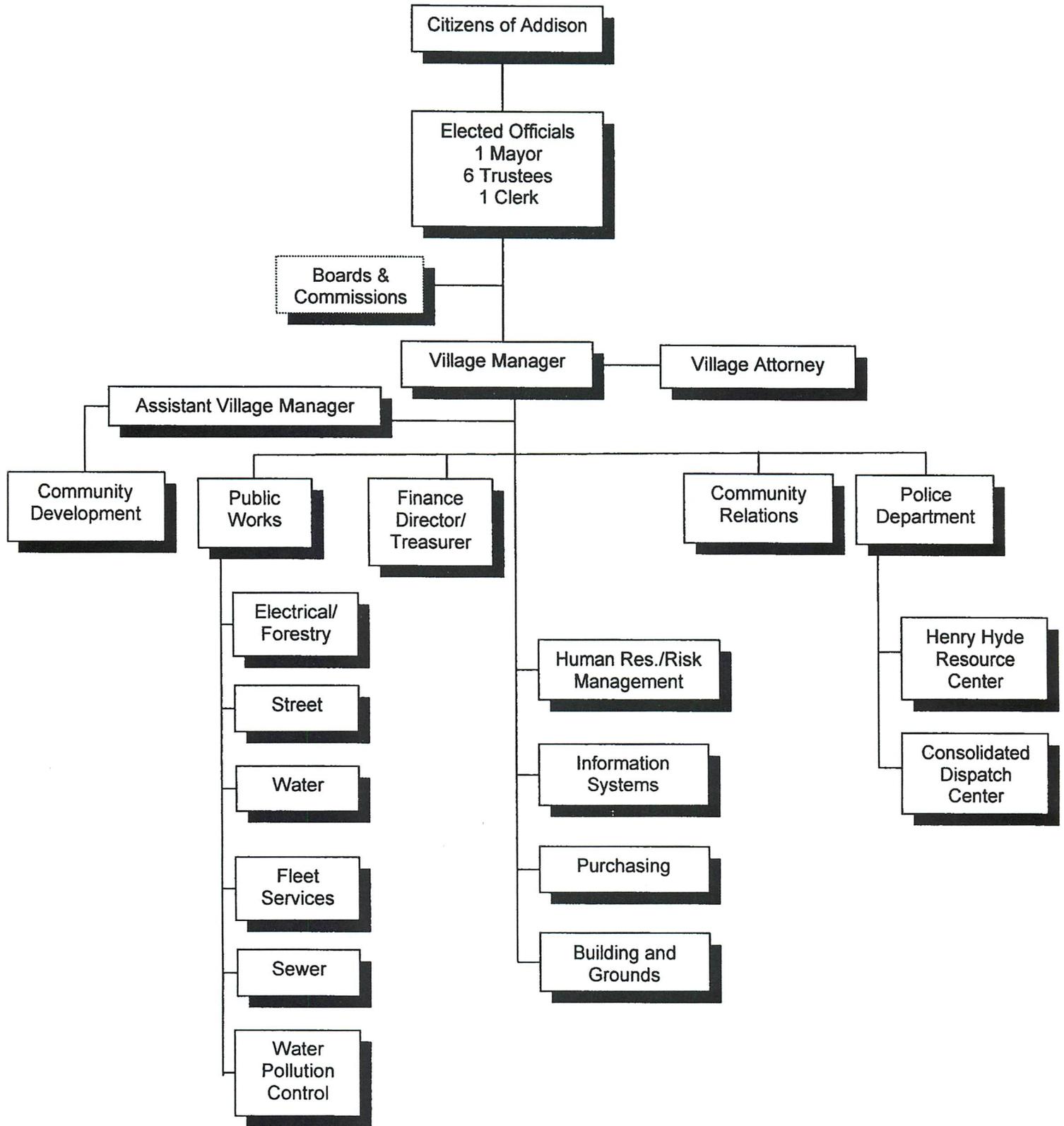
Audit Committee, Member

Donald McComb

Maria Cesario DeNicolo

VILLAGE OF ADDISON

Organizational Structure





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Village of Addison
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2012

Executive Director/CEO

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, 2012. 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

August 30, 2013

The Honorable Richard H. Veenstra, Mayor
Members of the Village Board of Trustees
Village Clerk Zucchero
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, 2013, 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, 2013. 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 2010 population of 35,942. The Village has a variety of housing options from rental units to single family homes. Prior to the recent housing slump, 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 also operates the Addison Consolidated Dispatch Center (ACDC). The center was established in 2012 and provides police dispatch services to the Village of Bensenville and the Village of Bloomingdale along with Addison. The Emergency Telephone System Board provided funding to update the radio console system and replace radios for sworn personnel to allow for interoperability between many agencies and solve area wide radio frequency issues. DU-COMM (DuPage Public Safety Communications) also provided additional funding to assist in the consolidation. The center has the capacity to offer services to one or two additional police departments.

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. 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. Links & Tees Golf Facility is honored to be a Top 50 Stand-Alone Range by the Golf Range Association of America. The facility includes a nine-hole golf course, a miniature golf course, an outdoor driving range and putting green and an indoor golf dome, which includes a driving range, and putting and chipping areas.

The Addison Public Library, built in 2008, is a 56,000 s.f. state of the art facility utilizing several aspects of green engineering including a green roof. The Library has seen an increase in the number of circulated items and the number of patrons using the facility. The Library continues to collaborate with High School District #88 to provide 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 DuPage 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, with appropriated annual budgets, this comparison is presented in the Combining and Individual Fund Financial Statements and Schedules 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 re-budgeted 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 I-290, the North-South Tollway I-355 and the Tri-State Tollway I-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) and Jimenez grocery provide specialty grocery shopping for our ethnically diverse community and surrounding communities.

During Fiscal 2013, the Village saw several major developments, including:

- The 35,000 sq. ft. Elmhurst Hospital Health Center/Immediate Care facility was completed. The facility includes Elmhurst Memorial Elmhurst Clinic doctors with a variety of specialties and occupational health, clinical laboratory and radiology services.

- A fastener sorting corporation specializing in black oxide, passivation, phosphating, and dip spin coatings completed a multi-million dollar expansion including additional square footage and high end equipment.
- The vacant Denny's restaurant building in an out lot in front of the Wal-Mart store was purchased and was demolished. New stores in the new building include Panda Express, Chipotle Restaurant, Game Stop, and Sports Clip. One additional business can be added to this site.
- The State of Illinois continued widening Route 53, (Rohlwing Road) from Army Trail Road north thru Addison and Itasca to Highway 19 – Irving Park Road. This project will widen the road from 2 lanes to 5 including a center turn lane. As part of this project the Village will be responsible for the cost of moving/reconstruction of the water main, sidewalks and street lighting. A temporary traffic signal was installed at the south Wal-Mart entrance to mediate traffic issues. The signal will become permanent when the project is completed in 2014.
- The Village received a grant from CMAP (Chicago Metropolitan Agency for Planning) to update the Village's Comprehensive Plan. The CMAP grant provided staff to interview employees, residents, and business representatives to determine initiatives to be included in the Comprehensive Plan which was completed in 2013.
- The expansion of the Sam's Club which includes an additional 25,000 s.f. of retail space and the addition of a gas station was completed.
- A frozen yogurt store and a South American cuisine restaurant were added to Lake Street Business and Entertainment Corridor on the west end of town.

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

- The continued annexation of properties along Lake Street when appropriate. Several properties will be annexed at the Lake St. and Rte. 53 intersection.
- An Aldi's grocery store in the Lake St. and Rte. 53 shopping district will open in the Fall of 2013.
- Renovations on the Dominick's shopping plaza at Lake St. and Mill Road will begin in the Fall of 2013.
- The expansion of a local hardware store will also begin in the Fall of 2013.

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 FY 2007. 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, the Tuesday night Concerts in the Park series, the Thursday night Car and Bike show and Addison by the Slice. 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. In addition to judicious issuance of new General Obligation Bonds, the Village has taken advantage of dropping interest rates to refund, or refinance current debt as it becomes available. This process provides cost savings to the Village and its residents over the remaining life of the bond. The Village is proud of its AA+ rating by Fitch and Standard and Poors.

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, including our participation in the Route 53 expansion. The Addison Consolidated Dispatch Center will continue to solicit additional communities to provide dispatch services to. The annexation of properties at the intersection of Rte.53 and Lake St will begin.

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, 2012. This was the twenty eighth 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. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report. The dedicated department heads, supervisors and employees of the Village have worked hard to continue to provide services to our residents with limited resources and unique solutions. In addition, I would like to acknowledge and thank 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

INDEPENDENT AUDITOR'S REPORT

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 (the Village) as of and for the year ended April 30, 2013, and the related notes to financial statements which collectively comprise the Village's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village's management.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village, as of April 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The Village adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* during the year ended April 30, 2013. Statement No. 63 added new classifications on the statements of position and changed net assets to net position. Statement No. 65 changed the classifications of certain items on the statement of position to the new classifications contained in GASB Statement No 63. The adoption of GASB Statement No. 65 resulted in a restatement of net position of the District's governmental activities. Our opinions are not modified with respect to this matter.

Other Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, supplemental data and statistical section 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 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of

America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in black ink, appearing to read "Schick CP".

Naperville, Illinois
August 30, 2013

VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013

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, 2013. 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-ix of this report.

Financial Highlights

- The net position of the Village of Addison at the close of the most recent fiscal year was \$170,061,913. Of this amount, \$12,063,102 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The Village's total net position increased by \$2,832,754 or 1.69% during the fiscal year ending April 30, 2013. Governmental net position increased \$2,666,797 or 2.47% primarily due to increases in Infrastructure of \$4,399,769 (from the completion of road projects) and in Building and Structures of \$465,204 (for building improvements); offset by a decrease in Construction in Progress of \$2,097,780. Business-type net position increased \$165,957 or 0.28% primarily due to the results of operations.
- As of the close of the current fiscal year, the Village of Addison's governmental funds reported combined ending fund balances of \$12,929,128, an increase of \$594,054 or 4.82% in comparison with the prior year. This increase is primarily due to a decrease in Non-spendable fund balance for Advances to other Funds of \$1,336,181, offset by increases in Restricted for Debt Service of \$441,848; Restricted for Highways and Streets of \$251,879 and Restricted for Public Safety of \$61,142. Approximately 62% of the total fund balance amount, \$8,067,148, is *available for spending* at the government's discretion (*unrestricted, unassigned fund balance*).
- At the end of the current fiscal year, unrestricted fund balance (the total of the assigned and unassigned components of the fund balance) for the General Fund was \$8,075,707 or 30.8% of General Fund expenditures. This exceeds the Village's target of 25%.
- The Village of Addison's total long term liabilities decreased by \$1,472,463, 4.36% during the current fiscal year. The decrease is caused by decreases in Long Term Debt of \$2,046,443 and Net Other Postemployment Benefits Obligation of \$84,731, offset by increases in Compensated Absences of \$152,073, and Net Pension Obligation (NPO) of \$506,638.

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 4 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.

(See independent auditor's report)

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

The Statement of Net Position (page 4) presents information on the Village's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources, with the difference between the two reported as *net position*. The focus of the Statement of Net Position (the "Unrestricted Net Position") 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 position 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 5 to 6) presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position 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 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 evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for

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

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 funds 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 15 individual governmental funds; 3 major funds and 12 non-major 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 and Debt Service Fund, all of which are considered to be major funds. Data from the other twelve 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 7 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 11 to 15) 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 16 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 18.

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 55.

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 61. The combining and individual fund financial statements for nonmajor governmental, enterprise, and internal service funds are presented immediately following, beginning on page 77.

(See independent auditor's report)

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The net position of the Village of Addison was \$170,061,913, as of April 30, 2013.

By far the largest portion of the Village of Addison's net position, 89.3% reflects its net investment in capital assets. Net investment in capital assets is the 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 Position

	Governmental Activities		Business-Type Activities		Total Primary Governmental	
	2013	2012	2013	2012	2013	2012
Assets						
Current and other assets	\$ 27,891,512	\$ 27,084,357	\$ 7,195,638	\$ 6,357,531	\$ 33,441,888	\$ 33,441,888
Capital Assets	126,547,560	126,261,184	55,440,724	56,011,112	181,988,284	182,272,296
Total Assets	154,439,072	153,345,541	62,636,362	62,368,643	217,075,434	215,714,184
Deferred outflows of Resources						
Unamortized charge on refunding	145,683	166,176	59,444	67,933	205,127	234,109
Liabilities						
Current Liabilities	5,223,197	5,368,297	1,445,934	1,233,144	6,669,131	6,601,441
Non-current Liabilities	30,326,543	31,884,613	1,990,215	2,109,732	32,316,758	33,994,345
Total Liabilities	35,549,740	37,252,910	3,436,149	3,342,876	38,985,889	40,595,786
Deferred inflows of Resources *						
Unavailable revenue-property tax *	8,232,759	8,123,348	0	0	8,232,759	8,123,348
Net Position:						
Net investment in cap. assets	97,716,469	95,291,795	54,163,556	54,573,479	151,880,025	149,865,274
Restricted	4,660,660	3,908,191	1,458,126	1,454,790	6,118,786	5,362,981
Unrestricted	8,425,127	8,935,473	3,637,975	3,065,431	12,063,102	12,000,904
Total Net Position	\$110,802,256	\$108,135,459	\$ 59,259,657	\$ 59,093,700	\$170,061,913	\$167,229,159

* Deferred outflows of Resources-Unamortized charge on refunding and Deferred Inflows of Resources – Unavailable Revenue – Property Tax for Fiscal 2012 were restated to reflect comparable date.

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

Net Investment In Capital Assets

The following table shows the calculation of Net Investment in Capital Assets.

GOVERNMENTAL ACTIVITIES

Capital Assets		\$ 126,547,560
Less: Outstanding Debt		
GOB Series 2006 A, Refunding	\$ 2,795,000	
GOB Series 2006 C Library Building (Village Asset)	6,620,000	
GOB Series 2007 Library Building (Village Asset)	5,855,000	
GOB Series 2008 Refunding	4,630,000	
GOB Series 2010 Taxable – Driscoll Property (Village Asset)	3,315,000	
GOB Series 2011 Refunding	2,430,000	
GOB Series 2012 Refunding (General Fund Portion)	1,541,815	
GOB Series 2012 Refunding (ERF Portion)	1,178,405	
Net unamortized premium/discount/gain/losses	611,554	
Unamortized charge on refunding	(145,683)	
		<u>(28,831,091)</u>
Net Investment in Capital Assets		<u>\$ 97,716,469</u>

BUSINESS-TYPE ACTIVITIES

Capital Assets		\$ 55,440,724
Less: Outstanding Debt - GOB Series 2012 (Water Portion)	\$ 1,264,780	
Net unamortized premium/discount/gain/losses	71,832	
Unamortized charge on refunding	(59,444)	
		<u>(1,277,168)</u>
Net Investment in Capital Assets		<u>\$ 54,163,556</u>

For more detailed information see the Statement of Net Position on page 4.

An additional portion of the Village of Addison's net position, 3.6%, represents resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net position, 7.1%, 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 position, 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 position increased by \$2,832,754 or 1.69% during the fiscal year ending April 30, 2013. Governmental net position increased \$2,666,797 or 2.47% primarily due to increases in Infrastructure of \$4,399,769 (from the completion of road projects) and in Building and Structures of \$465,204 (for building improvements); offset by a decrease in Construction in Progress of \$2,097,780. Business-type net position increased \$165,957 or 0.28% primarily due to the results of operations.

Governmental activities. Governmental activities increased net position of the Village by \$2,666,797 while business-type activities increased net position by \$165,957 for a net increase in the Village of Addison's net position \$2,832,754. Key elements of these changes are as follows:

(See independent auditor's report)

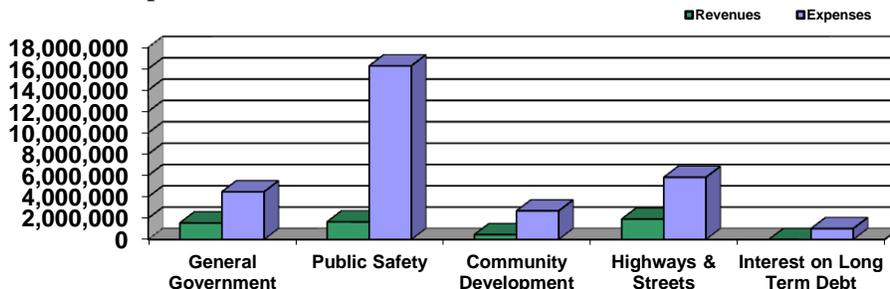
**VILLAGE OF ADDISON, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Village of Addison's Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Revenues						
Program Revenues						
Charges for Services	\$ 4,201,656	\$ 3,982,586	\$ 12,859,220	\$ 11,731,849	\$ 17,060,876	\$ 15,714,435
Operating Grants	1,252,795	1,226,672	916	10,152	1,253,711	1,236,824
Capital Grants	109,552	357,094	0	0	109,552	357,094
General Revenues						
Property & Replacement Taxes	8,341,466	8,675,564	0	0	8,341,466	8,675,564
Sales & Home Rule Sales Taxes	13,912,017	13,223,895	0	0	13,912,017	13,223,895
Telecommunications Tax	1,500,073	1,708,571	0	0	1,500,073	1,708,571
Other Taxes	4,581,305	3,993,716	0	0	4,581,305	3,993,716
Other Revenue	235,109	197,921	260,101	5,019	495,210	202,940
Total Revenues	34,133,973	33,366,019	13,120,237	11,747,020	47,254,210	45,113,039
Expenses						
General Government	4,463,370	4,633,830	0	0	4,463,370	4,633,830
Public Safety	16,267,795	15,906,663	0	0	16,267,795	15,906,663
Community Development	2,671,935	2,684,987	0	0	2,671,935	2,684,987
Highways and Streets	5,822,591	5,338,610	0	0	5,822,591	5,338,610
Interest & fiscal charges	1,019,885	1,352,565	0	0	1,019,885	1,352,565
Waterworks and Sewerage	0	0	14,175,880	13,131,685	14,175,880	13,131,685
Total Expenses	30,245,576	29,916,655	14,175,880	13,131,685	44,421,456	43,048,340
Changes in Net Position before Transfers						
Transfers	3,888,397	3,449,364	(1,055,643)	(1,384,665)	2,832,754	2,064,699
Transfers	(1,221,600)	(367,270)	1,221,600	367,270	0	0
Change in Net Position	2,666,797	3,082,094	165,957	(1,017,395)	2,832,754	2,064,699
Beginning Net Position						
Prior period adjustment	108,613,757	105,531,663	59,123,971	60,141,366	167,737,728	165,673,029
Restated Beginning Net Position	(478,298)	0	(30,271)	0	(508,569)	0
	108,135,459	105,531,663	59,093,700	60,141,366	167,229,159	165,673,029
Ending Net Position	\$ 110,802,256	\$ 108,613,757	\$59,259,657	\$59,123,971	\$ 170,061,913	\$ 167,737,728

Total Governmental Revenues increased \$767,954. Sales and Home Rule Sales Taxes posted the biggest increase of \$688,122 or 5.2%. Of the increase, \$1,086,076 is due to eight additional months of a .25% increase in the Home Rule Sales Tax that became effective 1/1/12. Fiscal 2012 included four months, January – April, 2012, whereas FY 2013 included a full year. This increase is offset by a reduction in receipts during the year of \$397,954 due to the loss of a building supply company and reduced local sales. Other Taxes increased \$587,589 or 14.7% due to increases in income tax of \$319,756 and real estate transfer taxes of \$181,513. Charges for Services increased \$219,070 or 5.5% primarily due to the increase in participating communities charged by the Addison Consolidated Dispatch Center for police dispatch services. These increases are offset by a net decrease in Property and replacement taxes of \$334,098 or 4.0%. The decrease is attributable to a \$463,560 or 34.25% decrease in the property tax received from the four TIF district funds along with a decrease in Police Pension property tax, of \$171,722 or 8.9%, offset by an increase in the General Fund property tax of \$274,411 or 7.8%. Telecommunications taxes decreased by \$208,497 or 1.4%. Capital grants decreased \$247,542 primarily due to a \$204,242 grant received in FY 2012 that did not reoccur in FY 2013.

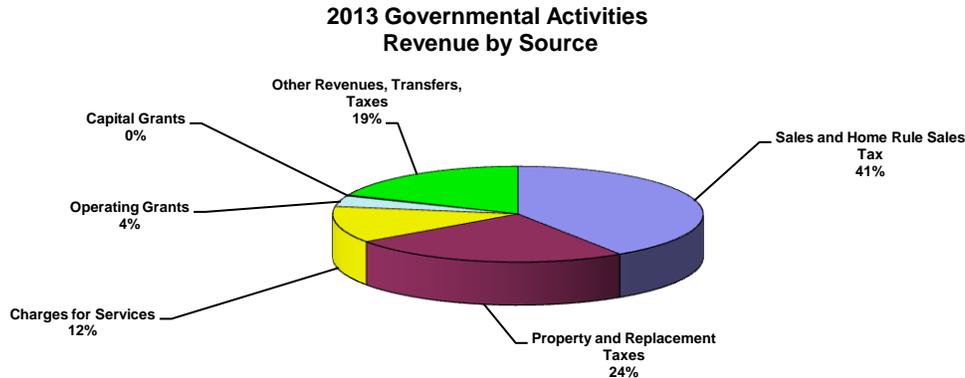
Program Revenues and Expenses – Governmental Activities



(See independent auditor's report)

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

Revenues by Source – Governmental Activities



For the fiscal year ended April 30, 2013 total revenues from Governmental Activities, excluding transfers, totaled \$34,133,973. Program revenues which include charges for services, capital grants and operating grants provided 16% of total revenues. The remaining 84% is from general revenues. Sales tax and home rule sales tax continue to be the Village's largest revenue source coming in at \$13,912,017 and representing 41% of total Governmental Activity revenue. Property and replacement tax revenues of \$8,341,466 represent 24% while other revenues, transfers and taxes (primarily telecommunications tax, local use tax, and real estate transfer tax) and other revenues total \$6,316,487 which represents 19% of the total Governmental Activity revenue.

The Village decreased its property tax revenues from \$8,675,564 in Fiscal Year 2012 to \$8,341,466 in Fiscal Year 2013, a decrease of \$334,098 or (3.9)%. The decrease is attributable to a \$463,560 or 34.25% decrease in the four TIF district funds along with a decrease in Police Pension property tax of \$171,722 or 8.9%, offset by an increase in the General Fund property tax of \$274,411 or 7.8%. The Village experienced a decrease in its equalized assessed valuation (EAV) from \$1,273,532,895 for the 2010 property tax year to \$1,169,485,325 for the 2011 property tax year, a decrease of \$104,047,567 or (8.17)%.

Equalized Assessed Valuation

Levy Year	Fiscal Year	Assessed Valuation	State Equalization Factor	Equalized Assessed Valuation	EAV Growth	% Incr	<u>TOTAL EAV GROWTH</u>	
							New Growth/Annex.	Other Growth **
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
2009	2011	1,393,968,767	1.0000	1,393,968,767	(10,355,220)	(0.74)%	0	(10,355,220)
2010	2012	1,273,532,892	1.0000	1,273,532,892	(120,435,875)	(8.64)%	2,143,580	(122,579,455)
2011	2013	1,169,485,325	1.0000	1,169,485,325	(104,047,567)	(8.17)%	2,218,430	(106,265,997)

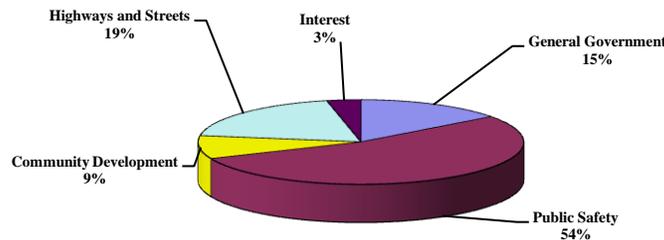
**Other Growth includes reassessments (quadrennial/sale of property), remodeling, and increases or decreases in the state multiplier and EAV calculations in general.

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.

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

Expenses:

**2013 Governmental Activities
Expenses by Function**



For the fiscal year ended April 30, 2013, expenses from Governmental Activities totaled \$30,245,576 or an increase from FY 2012 of \$328,921 (1.1%). The increase in expenses is primarily due to increases in Public Safety of \$361,132 which is attributable to the full staffing of the Addison Consolidated Dispatch Center. Other increases occurred in Highway and Streets of \$483,981 (increase in road improvements). However, decreases were experienced in General Government (\$170,460), Community Development (\$13,052), and Interest and Fees (\$332,680). The increases include payroll costs of \$524,066 offset by a reduction in Other Post Employment Benefits (OPEB) and Compensated Absences of \$95,059 and \$114,819, respectively. 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 MD & A- 9.

Business-Type Activities

Business-type activities increased the Village of Addison’s net position by \$165,957. This increase is primarily due to an operating loss of \$1,065,744 offset by transfers in from other funds of \$1,221,600 and investment income of \$10,101.

Revenues:

Charges for services increased \$1,127,371 or 9.6% over FY 2012 primarily due to an 7.0% increase in water and sewer rates of \$807,591, an increase in consumption of \$118,266, increases in unbilled accruals of \$121,113, increases in penalties \$37,562 and a net increase in all other revenues of \$42,839. The total of all classes of consumption experienced a 1.07 % increase in FY2013, as noted below.

Comparison of Consumption (in 000 gallons)

	<u>FY 2013</u>	<u>FY 2012</u>	<u>% Change</u>
Residential	492,456	489,743	0.55%
Commercial	125,397	126,462	(0.84)%
Industrial	203,820	196,573	3.69%
Apartments	264,779	262,176	.99%
	<u>1,086,452</u>	<u>1,074,954</u>	<u>1.07%</u>

(See independent auditor's report)

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

The Village is a member of the Du Page Water Commission (DPWC), which purchases Lake Michigan water from Chicago and distributes it to its members and charges them according to usage. The City of Chicago announced in 2011 they would be increasing their rate to the DPWC by 90% over four years. The first rate increase, 25%, became effective January 1, 2012. The DPWC has, accordingly, increased their rates to their members and the Village has also increased its rates accordingly. The Village passed a 4 year rate plan that expires in FY 2016. The four year plan is based on projected usage and charges from the DPWC and includes increases due to the City of Chicago rate increases.

Non-operating revenue increased \$245,846 primarily due to a \$250,000 grant from the State of Illinois in FY 2013 that did not occur in FY 2012, an increase in interest income of \$5,082 offset by a decrease in the reimbursement from Com Ed of \$9,236.

Expenses:

Operating expenses from all Business-Type Activities increased \$1,095,997. This increase is primarily attributed to increases in Services and Charges of \$1,039,517 and Supplies and Materials of \$71,856, offset by decreases in Personnel Costs of \$58,990. The increase in Services and Charges is due to a \$743,115 increase in charges for water purchases and \$300,408 in Technical and Consulting costs for design work relating to projects funded by an IEPA loan.

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, unrestricted/unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At April 30, 2013 the Governmental Funds (as presented on page 7) reported a combined ending fund balance of \$12,929,128 which is a 4.82% increase from the beginning of the year balance of \$12,335,074. Of the total fund balance, \$8,075,707 is unrestricted/unassigned fund balance in the general fund indicating availability for continuing Village services. An additional \$144,720 is unrestricted, assigned for capital projects funds and \$6,405 is unrestricted, assigned for specific purpose. An unrestricted/unassigned (deficit) of (\$8,559) combines all the non-major funds unrestricted/unassigned (deficit) fund balances. Restricted fund balance of \$4,660,660 includes \$1,950,271 for economic development, \$721,721 for streets and highways, \$227,113 for public safety, and \$1,761,555 for debt service. A total of \$50,195 is non-spendable fund balance and is for notes receivable.

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 \$332,145 in Fiscal 2013 compared to a \$276,908 decrease in Fiscal 2012. This is a \$55,237 or 19.9% decrease in results from operations from Fiscal 2012. Revenues increased by \$1,141,355 or 4.7% from the prior year and expenditures increased by \$2,202,897 or 9.31% as follows:

General Fund Revenue Comparison

	2013	2012	\$ Increase (Decrease)	% Increase (Decrease)
Taxes	\$17,976,783	\$18,070,169	\$ (93,386)	(0.52)%
Licenses and Permits	1,709,276	1,795,005	(85,729)	(4.78)%
Intergovernmental	3,348,335	3,227,091	121,244	3.76%
Charge for Services	883,6247	512,920	370,704	72.27%
Fine and Forfeits	1,062,801	1,120,990	(58,189)	(5.19)%
Investment Income	15,484	13,357	2,127	15.92%
Miscellaneous	763,841	677,612	86,229	12.73%
	\$25,760,144	\$25,417,144	\$ 343,000	1.35%

(See independent auditor's report)

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

The largest increase in revenues came from a \$370,704 or 72.27% increase in Charges for Services. The increase in Charges for Services is primarily due to a \$372,039 increase in charges for Addison Consolidated Dispatch Center. The Center began dispatching for the Village of Bensenville in mid FY 2012 and added the Village of Bloomingdale in mid FY 2013. Charges in FY 2013 included a full year for Bensenville and a partial year for Bloomingdale.

General Fund Expenditure Comparison

	FY 2013	FY 2012	\$ Increase (Decrease)	% Increase (Decrease)
Personal Services	\$19,775,507	\$19,311,061	\$ 464,446	2.41%
Supplies & Materials	681,251	788,962	(107,711)	(13.65)%
Services & Charges	3,250,589	3,152,413	98,176	3.11%
Capital Outlay	178,838	405,989	(227,151)	(55.95)%
Transfer to Internal Service Funds	2,330,105	2,215,627	114,478	5.17%
	<u>\$26,216,290</u>	<u>\$25,874,052</u>	<u>\$ 342,238</u>	<u>1.32%</u>

The largest increase of \$464,446 is in Personal Services. Adding staff for the consolidated dispatch center increased personal services by \$384,544 while increases in the police department and electrical and forestry were \$102,726 and \$48,595, respectively. The increases are offset by decrease in Administration of \$111,389 due to the difference between current staff and staff that separated in FY 2013. The decrease in Capital Outlay is primarily due to costs associated with the build out of the consolidated dispatch center in FY 2012 which did not occur in FY 2013. The decrease in Supplies & Materials of \$107,711 is primarily due to a reduction in asphalt purchasing of \$101,919.

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

The Motor Fuel Tax (MFT) 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 roads and highways. In addition, the Village implemented a 0.25% home rule sales tax effective January 1, 2012 to supplement the MFT funds received from the State. Revenues increased \$1,137,313 from FY 2012 primarily due to FY 2013 receiving a full year of Home Rule Sales Tax, whereas, FY 2012 received only 4 months; a difference of \$1,068,222. A grant from the State of Illinois for \$100,000 received in FY 2013 was offset by a small decrease (\$32,348) in MFT monies received from the State. Total expenditures increased by \$65,925 over total FY 2012 primarily due to increases in the street maintenance program, \$407,154 and Swift Road \$92,511 offset by projects in FY 2012 that did not re-occur in FY 2013 Fullerton Road, \$251,993; and Oak Meadows Drive, \$180,000.

The Redevelopment fund initially advanced funds to the Green Oaks/Army Trail TIF #1 fund and the Michael Lane TIF #2 fund (both nonmajor funds) 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. The Green Oaks/Army Trail TIF #1 fund repaid the Redevelopment Fund \$325,506 which in effect eliminated the negative fund balance. The payment was made with property tax increment revenues and investment income.

The Debt Service fund receives property tax receipts and a 0.25% 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 increase in fund balance of \$441,848 in FY 2013 compared to the increase of \$251,969 in FY 2012, is due a reduction in principal and interest payments of \$282,228 offset by reductions in revenues of \$39,198 decreased (Home Rule Sales tax of \$58,253 offset by an increase in property tax of \$19,002) and a reduction in net transfers in and out of \$31,097. In addition, FY 2012 included \$22,054 in savings from a bond refunding.

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.

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

Unrestricted net position of the Water and Sewerage Fund at the end of the year amounted to \$3,637,975 whereas unrestricted net position of the Internal Service Funds was \$4,834,706.

At April 30, 2013 the Water and Sewerage Fund (as presented on page 13) total net position increased by \$165,957 or .28%. The Internal Service Funds' total net position increased by \$222,246 or 3.97%. The increase in the internal service funds is primarily due to the difference between the annual charge to departments for use of equipment in the equipment replacement fund and the expenditures for the purchase of new equipment

GENERAL FUND BUDGETARY HIGHLIGHTS

Due to the economic downturn in Fiscal 2010 the Village took measures to decrease its expenditures as revenues were in the slump. One of the measures taken in FY 2010 was a Voluntary Separation Incentive Plan (VSIP) which allowed employees to leave with an incentive. The 2010 plan generated 5 vacant positions that were not filled. In FY 2011, the Village again offered a VSIP which generated an additional 5 vacancies which remain unfilled. The effects of both VSIP plans can be seen in FY 2013 results and as we move forward in FY 2014. The majority of the positions vacated remain unfilled. In addition, the Village suspended all summer part-time help in FY 2011 and that continues today.

General Fund Budgetary Highlights

	Original Budget	Final Budget	Actual
Revenues	\$25,906,000	\$25,906,000	\$ 25,760,144
Expenditures	<u>26,452,600</u>	<u>26,766,900</u>	<u>26,216,289</u>
Excess of Revenues over Expenditures	(546,600)	(860,900)	(456,146)
Other Financing Sources (Uses)	<u>124,000</u>	<u>124,000</u>	<u>124,000</u>
Net Changes in Fund Balance	<u>\$ (422,600)</u>	<u>\$ (736,900)</u>	<u>\$ (332,145)</u>

General Fund actual revenues were \$145,586 less than the original, and final budgeted amounts. A comparison of budget to actual is as follows:

General Fund Revenues Comparison

	Original Budget	Final Budget	Actual	Change from Final Budget
Taxes	\$18,468,300	\$18,468,300	\$17,976,783	\$ (491,517)
Licenses, Permits & Fees	1,758,500	1,758,500	1,709,276	(49,224)
Intergovernmental	2,989,000	2,989,000	3,348,335	359,335
Charges For Services	977,700	977,700	883,624	(94,076)
Fines & Forfeitures	1,112,800	1,112,800	1,062,801	(49,999)
Investment Income	12,900	12,900	15,484	2,584
Miscellaneous	<u>586,800</u>	<u>586,800</u>	<u>763,841</u>	<u>177,041</u>
Total Revenues	<u>\$25,906,000</u>	<u>\$25,906,000</u>	<u>\$25,760,144</u>	<u>\$ (145,856)</u>

(See independent auditor's report)

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

General Fund actual expenditures were \$550,610 less than the final budgeted amount. This includes decreases in Supplies and Materials of \$177,049 (primarily street supplies, \$48,809 and other various operating supplies of \$100,035); Services and Charges, \$429,311 (\$66,625 in gas and electric, \$188,704 in repairs and maintenance, and \$151,262 in solid waste removal) Capital Outlay \$66,962 (build out of the ACDC was not completed) and charge for internal services of \$94,195. The decreases are offset by an increase in personnel costs of \$216,907 which is primarily due to increases in operational wages of \$129,283, clerical wages of \$29,932 and overtime of \$186,812 offset by a reduction in part time wages of \$135,460 which is primarily crossing guards..

CAPITAL ASSETS

The Village's investment in capital assets for its Governmental and Business-Type Activities as of April 30, 2013, amounts to \$181,988,284. 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 \$284,012, from FY 2012. 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 capital assets net of depreciation increased from last year by \$286,376. The Business-Type Activities capital assets net of accumulated depreciation decreased by \$570,388.

DEBT OUTSTANDING

The Village currently has six general obligation bond series and one taxable general obligation series outstanding. \$29,630,000 of general obligation bonds are outstanding at April 30, 2013.

The Village, under its home rule authority, does not have a legal debt limit. The Village approved a bond refunding in FY 2013, however rates dropped and the sale did not occur. At that time, a request for rating agency review was made. Fitch Ratings presented the Village with a rating of AA+ and Standard & Poor's reaffirmed the Village's AA+ rating. 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 2012 Equalized Assessed Valuation (EAV) was comprised of 59% residential, 9% commercial, 31% industrial, and less than 1% of farm and railroad properties. The property tax revenue derived from the residential, commercial, and industrial properties has been stable. However as the housing market has experienced a downturn we are seeing the affect that downturn has on our EAV. State revenues, including income taxes posted slight increases, however, due to the State's dire financial stress, payments for Income Tax have been delayed. Investment income decreased due to lower interest rates and invested balances. Sales tax and home rule sales tax revenues posted a slight increase in FY2013 due to a 0.25% increase in home rule sales tax. 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 limited the decrease in sales taxes, the last couple years that some other communities have experienced.

The Fiscal Year 2014 budget includes a 3.96% increase in property tax revenues. The increase is primarily due to a 10% increase in the police pension levy offset by a 6% decrease in the levy for debt service. All tax revenues were budgeted with minimal increase, as the economic downturn is slowly turning. Sales taxes in the first two months of FY 2014 have been sluggish with a .77% decrease from FY 2013 results. This still does not cover the 17% decrease between FY 09 and FY10. The Village is cautiously optimistic this slight downward trend will reverse itself. Several new food and service businesses have moved into town which should provide some additional sales tax revenue. Conversely, income taxes are posting an 11% increase in the first five months of FY 2014. However, the State of Illinois has delayed payment of Income Taxes due to the Village. As of 4/30/13 the State, which normally had a 1 month lag is now three months behind from notification (voucher) to payment.

(See independent auditor's report)

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

The Village continues to be cautious with the FY 2014 budget and although some signs point to an economic upturn, unknowns such as health care rate increases and continued 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 FY 2014. As the budget process for FY 2015 begins, the Village will have to address 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 four-year water and sewer rate plan that was adopted with the FY 2014 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. The Village continues to work on items in the plan that have not been completed. 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 included minimal increases for salary adjustments and health and liability insurance costs. The budget includes some capital projects programs including the completion of the police Communications area which will provide consolidated dispatch services to surrounding communities, water main work and sidewalk/streetlight installation on Route 53/Rohlwing Road in which the State is the lead contractor on the road improvements; various other road improvements, 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 2014 Motor Fuel Tax budget includes \$1,960,000 in street maintenance projects to maintain a proper condition level.

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.

BASIC FINANCIAL STATEMENTS

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2013

	Primary Government			Component
	Governmental	Business-Type	Total	Unit
	Activities	Activities		Addison Public Library
ASSETS				
Cash and investments	\$ 14,758,199	\$ 3,097,179	\$ 17,855,378	\$ 9,560,798
Restricted cash and investments	-	1,458,126	1,458,126	-
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	8,232,759	-	8,232,759	4,450,677
Accounts	1,350	2,594,655	2,596,005	-
Accrued interest	-	-	-	-
Other	114,866	-	114,866	-
Prepaid expenses	-	-	-	350
Inventory	92,923	45,441	138,364	-
Notes receivable	50,195	-	50,195	-
Due from other governments	4,639,454	-	4,639,454	-
Net other post employment benefit asset	1,766	237	2,003	604
Capital assets, not being depreciated	56,468,812	4,884,488	61,353,300	-
Capital assets, being depreciated (net of accumulated depreciation)	70,078,748	50,556,236	120,634,984	1,932,093
Total assets	154,439,072	62,636,362	217,075,434	15,944,522
DEFERRED OUTFLOWS OF RESOURCES				
Unamortized charge on refunding	145,683	59,444	205,127	-
Total assets and deferred outflows of resources	154,584,755	62,695,806	217,280,561	15,944,522
LIABILITIES				
Accounts payable	207,109	576,580	783,689	71,184
Accrued payroll	738,984	211,056	950,040	44,751
Accrued interest	411,478	12,223	423,701	-
Unearned revenues	124,825	-	124,825	-
Retainage payable	53,085	-	53,085	-
Other liabilities	548,860	169,416	718,276	-
Noncurrent liabilities				
Due within one year	3,138,856	476,659	3,615,515	-
Due in more than one year	30,326,543	1,990,215	32,316,758	-
Total liabilities	35,549,740	3,436,149	38,985,889	115,935
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	8,232,759	-	8,232,759	4,450,677
Total liabilities and deferred inflows of resources	43,782,499	3,436,149	47,218,648	4,566,612
NET POSITION				
Net investment in capital assets	97,716,469	54,163,556	151,880,025	1,932,093
Restricted for				
Special Service Area #1	-	30,000	30,000	-
Economic development	1,950,271	-	1,950,271	-
Highways and streets	721,721	-	721,721	-
Public safety	227,113	-	227,113	-
Debt service	1,761,555	-	1,761,555	-
Wastewater and sewer treatment	-	1,428,126	1,428,126	-
Library	-	-	-	4,093,399
Unrestricted	8,425,127	3,637,975	12,063,102	5,352,418
TOTAL NET POSITION	\$ 110,802,256	\$ 59,259,657	\$ 170,061,913	\$ 11,377,910

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2013

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants	Capital Grants
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 4,463,370	\$ 1,547,815	\$ -	\$ -
Public safety	16,267,795	1,447,919	195,859	7,927
Community development	2,671,935	453,184	-	-
Highways and streets	5,822,591	752,738	1,056,936	101,625
Interest and fiscal charges	1,019,885	-	-	-
Total governmental activities	30,245,576	4,201,656	1,252,795	109,552
Business-Type Activities				
Water and sewerage	14,175,880	12,859,220	916	-
Total business-type activities	14,175,880	12,859,220	916	-
TOTAL PRIMARY GOVERNMENT	\$ 44,421,456	\$ 17,060,876	\$ 1,253,711	\$ 109,552
COMPONENT UNIT				
Addison Public Library	\$ 3,161,021	\$ 69,168	\$ 62,314	\$ -

Net (Expense) Revenue and Change in Net Position				
Primary Government				Component
Governmental	Business-Type	Total	Unit	
Activities	Activities		Addison	
			Public	
			Library	
\$ (2,915,555)	\$ -	\$ (2,915,555)	\$ -	
(14,616,090)	-	(14,616,090)	-	
(2,218,751)	-	(2,218,751)	-	
(3,911,292)	-	(3,911,292)	-	
(1,019,885)	-	(1,019,885)	-	
(24,681,573)	-	(24,681,573)	-	
-	(1,315,744)	(1,315,744)	-	
-	(1,315,744)	(1,315,744)	-	
(24,681,573)	(1,315,744)	(25,997,317)	-	
-	-	-	(3,029,539)	
General Revenues				
Taxes				
Property and replacement	8,341,466	-	8,341,466	4,289,257
Sales	7,675,969	-	7,675,969	-
Home rule sales	6,236,048	-	6,236,048	-
Telecommunications	1,500,073	-	1,500,073	-
Other	1,252,073	-	1,252,073	-
Shared income taxes	3,329,232	-	3,329,232	-
Investment income	21,300	10,101	31,401	16,102
Miscellaneous	213,809	250,000	463,809	20,999
Transfers	(1,221,600)	1,221,600	-	-
Total	27,348,370	1,481,701	28,830,071	4,326,358
CHANGE IN NET POSITION	2,666,797	165,957	2,832,754	1,296,819
NET POSITION, MAY 1	108,613,757	59,123,971	167,737,728	10,081,091
Prior period adjustment	(478,298)	(30,271)	(508,569)	-
NET POSITION, MAY 1, RESTATED	108,135,459	59,093,700	167,229,159	10,081,091
NET POSITION, APRIL 30	\$ 110,802,256	\$ 59,259,657	\$ 170,061,913	\$ 11,377,910

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2013

	General	Motor Fuel Tax	Debt Service	Nonmajor	Total
ASSETS					
Cash and investments	\$ 5,744,939	\$ 349,602	\$ 1,398,857	\$ 2,235,258	\$ 9,728,656
Receivables (net, where applicable, of allowances for uncollectibles)					
Property taxes	6,199,275	-	895,503	1,137,981	8,232,759
Accounts	-	-	-	1,350	1,350
Other	114,866	-	-	-	114,866
Notes receivable	50,195	-	-	-	50,195
Due from other governments	3,477,501	426,229	362,698	362,698	4,629,126
Due from other funds	253,236	-	-	-	253,236
TOTAL ASSETS	\$ 15,840,012	\$ 775,831	\$ 2,657,058	\$ 3,737,287	\$ 23,010,188
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 139,975	\$ 1,025	\$ -	\$ 26,120	\$ 167,120
Accrued payroll	701,175	-	-	-	701,175
Deferred revenues	124,825	-	-	-	124,825
Retainage payable	-	53,085	-	-	53,085
Due to other funds	-	-	-	253,236	253,236
Other liabilities	548,860	-	-	-	548,860
Total liabilities	1,514,835	54,110	-	279,356	1,848,301
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	6,199,275	-	895,503	1,137,981	8,232,759
FUND BALANCES					
Nonspendable in form					
Notes receivable	50,195	-	-	-	50,195
Restricted for					
Economic development	-	-	-	1,950,271	1,950,271
Public safety	-	-	-	227,113	227,113
Highways and streets	-	721,721	-	-	721,721
Debt service	-	-	1,761,555	-	1,761,555
Unrestricted					
Assigned for capital projects	-	-	-	144,720	144,720
Assigned for specific purpose	-	-	-	6,405	6,405
Unassigned (deficit)	8,075,707	-	-	(8,559)	8,067,148
Total fund balances	8,125,902	721,721	1,761,555	2,319,950	12,929,128
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 15,840,012	\$ 775,831	\$ 2,657,058	\$ 3,737,287	\$ 23,010,188

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 POSITION

April 30, 2013

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 12,929,128
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	126,547,560
Less internal service funds' capital assets	(2,175,373)
Net other postemployment benefits asset is not a current financial resource and, therefore, is not reported in the governmental funds	1,766
Less internal service funds' portion	(288)
The unamortized charge on refunding is not a current financial resource and, therefore, is not reported in the governmental funds	145,683
Less internal service funds' portion	(55,382)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
General obligation bonds	(28,365,220)
Less internal service funds' portion	1,178,405
Unamortized premium on general obligation bonds	(655,834)
Less internal service funds' portion	66,926
Unamortized discount on general obligation bonds	44,280
Compensated absences	(3,227,370)
Less internal service funds' portion	209,190
Accrued interest on long-term liabilities is not due and payable in the current period and, therefore, is not reported in governmental funds	(411,478)
Less internal service funds' portion	11,388
Net pension obligations are not recorded in governmental funds but are recorded in the statement of net position	(1,261,255)
The net position of the internal service funds are included in the governmental activities in the statement of net position	<u>5,820,130</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 110,802,256</u></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, 2013

	General	Motor Fuel Tax	Debt Service	Nonmajor	Total
REVENUES					
Taxes	\$ 17,976,783	\$ 1,559,012	\$ 2,557,354	\$ 2,912,480	\$ 25,005,629
Licenses and permits	1,709,276	-	-	-	1,709,276
Intergovernmental	3,348,335	1,156,936	-	168,641	4,673,912
Charges for services	883,624	-	-	-	883,624
Fines and forfeits	1,062,801	-	-	-	1,062,801
Investment income	15,484	(139)	1,404	4,551	21,300
Miscellaneous	763,841	1,624	-	11,966	777,431
Total revenues	25,760,144	2,717,433	2,558,758	3,097,638	34,133,973
EXPENDITURES					
Current					
General government	3,767,687	-	-	23,260	3,790,947
Public safety	15,566,720	-	-	108,805	15,675,525
Community development	2,632,733	-	-	-	2,632,733
Highways and streets	4,249,149	2,465,554	-	-	6,714,703
Capital outlay	-	-	-	269,101	269,101
Debt service					
Principal retirement	-	-	1,919,629	-	1,919,629
Interest and fiscal charges	-	-	1,146,483	-	1,146,483
Total expenditures	26,216,289	2,465,554	3,066,112	401,166	32,149,121
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(456,145)	251,879	(507,354)	2,696,472	1,984,852
OTHER FINANCING SOURCES (USES)					
Transfers in	124,000	-	1,300,000	1,030,000	2,454,000
Transfers (out)	-	-	(350,798)	(3,494,000)	(3,844,798)
Total other financing sources (uses)	124,000	-	949,202	(2,464,000)	(1,390,798)
NET CHANGE IN FUND BALANCES	(332,145)	251,879	441,848	232,472	594,054
FUND BALANCES, MAY 1	8,458,047	469,842	1,319,707	2,087,478	12,335,074
FUND BALANCES, APRIL 30	\$ 8,125,902	\$ 721,721	\$ 1,761,555	\$ 2,319,950	\$ 12,929,128

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, 2013

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 594,054
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	3,466,881
Less amount applicable to internal service funds	(617,123)
Depreciation is shown as a functional expense in governmental activities on the statement of activities	(3,070,582)
Less amount applicable to internal service funds	640,836
The loss on disposal of capital assets is shown as an increase in expense on the statement of activities	109,924
Less amount applicable to internal service funds	(109,924)
The increase in the net pension obligation of the police pension is shown as an increase of expense on the statement of activities	(506,638)
The change in the net other postemployment benefits asset is shown as a functional expense on the statement of activities	78,272
Less amount applicable to internal service funds	(1,554)
The unamortized accounting charge on refunding is shown as an expense on the statement of activities	(20,493)
Less amount applicable to internal service funds	7,912
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	1,871,307
Less amount applicable to internal service funds	(147,855)
IEPA loan	196,177
The unamortized premium on bonds is shown as an increase of principal outstanding on the statement of net position and amortized over the life of the bonds	94,469
Less amount applicable to internal service funds	(9,561)
The unamortized discount on bonds issued in prior years is shown as a decrease of principal outstanding on the statement of net position and amortized over the life of the bonds	(3,163)
The change in accrued interest is shown as a change in the interest expense on the statement of activities	57,434
The increase in the compensated absences liability is shown as a functional expense on the statement of activities	(257,587)
Less amount applicable to internal service funds	71,765
The change in net position in internal service funds is shown as a governmental activity on the statement of activities	<u>222,246</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 2,666,797</u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS

April 30, 2013

	Business-Type Activities <u>Waterworks and Sewerage</u>	Governmental Activities <u>Internal Service</u>
CURRENT ASSETS		
Cash and investments	\$ 3,097,179	\$ 5,029,543
Receivables		
Accounts - billed	840,159	-
Accounts - unbilled	1,754,496	-
Inventory	45,441	92,923
Due from other governments	-	10,328
	<u>5,737,275</u>	<u>5,132,794</u>
NONCURRENT ASSETS		
Net other post employment benefit asset	237	288
Restricted assets		
Restricted cash and investments - wastewater and sewer treatment	1,428,126	-
Restricted cash and investments - Special Service Area #1	30,000	-
	<u>1,458,126</u>	<u>-</u>
Capital assets not being depreciated		
Land	1,129,911	-
Construction in progress	3,754,577	-
	<u>4,884,488</u>	<u>-</u>
Capital assets being depreciated		
Land improvements	83,370,767	-
Equipment and vehicles	3,305,693	6,316,283
Office equipment	8,729	510,878
	<u>86,685,189</u>	<u>6,827,161</u>
Less accumulated depreciation	<u>(36,128,953)</u>	<u>(4,651,788)</u>
Net capital assets being depreciated	<u>50,556,236</u>	<u>2,175,373</u>
Total capital assets	<u>55,440,724</u>	<u>2,175,373</u>
Total noncurrent assets	<u>56,899,087</u>	<u>2,175,661</u>
Total assets	<u>62,636,362</u>	<u>7,308,455</u>
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized charge on refunding	59,444	55,382

(This statement is continued on the following page.)

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF NET POSITION (Continued)
 PROPRIETARY FUNDS

April 30, 2013

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
CURRENT LIABILITIES		
Accounts payable	\$ 569,345	\$ 39,989
Retainage payable	7,235	-
Accrued payroll	211,056	37,809
Accrued interest payable	12,223	11,388
Compensated absences	298,183	70,860
General obligation bonds payable	168,214	156,726
Unamortized premium on bonds payable	10,262	9,561
Other liabilities	169,416	-
	<u>1,445,934</u>	<u>326,333</u>
NONCURRENT LIABILITIES		
Compensated absences payable	832,079	138,330
Net other postemployment benefits obligation	-	-
General obligation bonds payable	1,096,566	1,021,679
Unamortized premium on bonds payable	61,570	57,365
	<u>1,990,215</u>	<u>1,217,374</u>
	<u>3,436,149</u>	<u>1,543,707</u>
NET POSITION		
Net investment in capital assets	54,163,556	985,424
Restricted for Special Service Area #1	30,000	-
Restricted for wastewater and sewer treatment	1,428,126	-
Unrestricted	3,637,975	4,834,706
	<u>\$ 59,259,657</u>	<u>\$ 5,820,130</u>

See accompanying notes to financial statements.

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

For the Year Ended April 30, 2013

	Business-Type Activities <u>Waterworks and Sewerage</u>	Governmental Activities <u>Internal Service</u>
OPERATING REVENUES		
Charges for services	\$ 12,859,220	\$ 2,954,682
Other	-	160,905
Total operating revenues	<u>12,859,220</u>	<u>3,115,587</u>
OPERATING EXPENSES		
Operations	-	2,380,592
Water	6,526,667	-
Sewer	1,825,213	-
Water pollution control	3,935,139	-
Depreciation	1,877,232	640,836
Total operating expenses	<u>14,164,251</u>	<u>3,021,428</u>
OPERATING INCOME (LOSS)	<u>(1,305,031)</u>	<u>94,159</u>
NONOPERATING REVENUES (EXPENSES)		
Investment income	10,101	9,903
ComEd reimbursement	916	-
Intergovernmental	250,000	-
Interest expense	(11,629)	(10,835)
Gain on sale of capital assets	-	(40,179)
Total nonoperating revenues (expenses)	<u>249,388</u>	<u>(41,111)</u>
CHANGE IN NET POSITION BEFORE TRANSFERS	<u>(1,055,643)</u>	<u>53,048</u>
TRANSFERS		
Transfers in	1,221,600	169,198
Total transfers	<u>1,221,600</u>	<u>169,198</u>
CHANGE IN NET POSITION	<u>165,957</u>	<u>222,246</u>
NET POSITION, MAY 1	59,123,971	5,626,087
Prior period adjustment	(30,271)	(28,203)
NET POSITION, MAY 1, RESTATED	<u>59,093,700</u>	<u>5,597,884</u>
NET POSITION, APRIL 30	<u>\$ 59,259,657</u>	<u>\$ 5,820,130</u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS

For the Year Ended April 30, 2013

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage	Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	\$ 12,859,220	\$ -
Receipts (payments) from internal services transactions	-	2,954,682
Receipts from other sources	-	150,577
Payments to suppliers	(6,542,369)	(1,247,942)
Payments to employees	(5,482,357)	(1,091,142)
Net cash from operating activities	<u>834,494</u>	<u>766,175</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in	<u>1,221,600</u>	<u>169,198</u>
Net cash from noncapital financing activities	<u>1,221,600</u>	<u>169,198</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of capital assets	(1,306,844)	(617,123)
Proceeds from sale of capital assets	-	69,744
Intergovernmental proceeds	250,916	-
Principal paid on bonds	(158,693)	(147,855)
Interest paid on bonds	(22,907)	(21,342)
Net cash from capital and related financing activities	<u>(1,237,528)</u>	<u>(716,576)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(129,714)	-
Interest received	10,101	9,903
Net cash from investing activities	<u>(119,613)</u>	<u>9,903</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	698,953	228,700
CASH AND CASH EQUIVALENTS, MAY 1	<u>913,015</u>	<u>4,800,843</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 1,611,968</u>	<u>\$ 5,029,543</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, 2013

	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)	\$ (1,305,031)	\$ 94,159
Adjustments to reconcile operating income (loss) to net cash from operating activities		
Depreciation	1,877,232	640,836
Changes in assets and liabilities		
Receivables	-	(10,328)
Inventory	(9,207)	(24,801)
Accounts payable	175,011	24,492
Accrued payroll	40,846	7,491
Compensated absences payable	64,104	35,882
Net other postemployment benefits obligation	(8,461)	(1,556)
NET CASH FROM OPERATING ACTIVITIES	\$ 834,494	\$ 766,175
CASH AND INVESTMENTS		
Cash and cash equivalents	\$ 153,842	\$ 5,029,543
Restricted cash and investments	1,458,126	-
Investments	2,943,337	-
TOTAL CASH AND INVESTMENTS	\$ 4,555,305	\$ 5,029,543
NONCASH TRANSACTIONS		
None	\$ -	\$ -
TOTAL NONCASH TRANSACTIONS	\$ -	\$ -

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

April 30, 2013

	Police Pension Trust	Agency
ASSETS		
Cash and cash equivalents	\$ 514,935	\$ 15,216
Investments, at fair value		
U.S. agency securities	4,558,851	-
Municipal bonds	2,711,594	-
Corporate bonds	7,165,844	-
Negotiable CDs	97,347	-
Money market mutual funds	87,375	-
Mutual funds	19,550,213	-
Receivables		
Property taxes	-	49,820
Accrued interest	132,016	-
	<u>34,818,175</u>	<u>\$ 65,036</u>
LIABILITIES		
Accounts payable	5,195	-
Funds held for others	-	65,036
	<u>5,195</u>	<u>\$ 65,036</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	<u><u>\$ 34,812,980</u></u>	

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND

For the Year Ended April 30, 2013

ADDITIONS

Contributions - employer	
Property taxes transferred from General Fund	\$ 1,930,815
Contributions - plan members	<u>542,158</u>
Total contributions	<u>2,472,973</u>
Investment income	
Net appreciation (depreciation) in fair value of investments	1,860,843
Interest earned on investments	<u>841,446</u>
Total investment income	2,702,289
Less investment expense	<u>(32,200)</u>
Net investment income	<u>2,670,089</u>
Total additions	<u>5,143,062</u>

DEDUCTIONS

Benefits and refunds	2,528,453
Administration	58,708
Legal	<u>7,411</u>
Total deductions	<u>2,594,572</u>

NET INCREASE (DECREASE) 2,548,490

NET POSITION HELD IN TRUST FOR
PENSION BENEFITS

May 1	<u>32,264,490</u>
April 30	<u><u>\$ 34,812,980</u></u>

See accompanying notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

April 30, 2013

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).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments. The Village utilizes pension trust funds and an agency fund 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 position 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 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.

Special Service Area #1 as an agency fund to account for assets held on behalf of third parties and that do not involve the measurement of operating results.

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/unavailable revenue on its financial statements. Unearned/unavailable revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned/unavailable 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/unavailable 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, intangibles (software and easements), 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, vehicles, and software	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 12 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, 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 expensed as incurred.

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.

l. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. Committed fund balance is constrained modified or rescinded by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village's Manager and the Finance Director by the Board of Trustees. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

The Village has established a fund balance reserve policy for its general fund. The policy targets a minimum fund balance to be maintained in the general fund equivalent to 25% of the budgeted expenditures in the fund. Any fund balance in the general fund in excess of the 25% can be assigned a specific purpose or to cover projected deficits in the following budget year.

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned funds and then unassigned funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Fund Balances/Net Position (Continued)

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

None of the restricted net position or restricted fund balance resulted from enabling legislation adopted by the Village.

m. Interfund Transactions

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

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

n. Accounting Estimates

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

o. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

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 (ILCS). 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.

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.

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2013:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
IMET	\$ 1,998,530	\$ -	\$ 1,998,530	\$ -	\$ -
TOTAL	\$ 1,998,530	\$ -	\$ 1,998,530	\$ -	\$ -

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.

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.

2. DEPOSITS AND INVESTMENTS (Continued)

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 ILCS. 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.

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2013:

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

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Investments (Continued)

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Corporate bonds	\$ 7,165,844	\$ -	\$ 3,501,110	\$ 3,664,734	\$ -
GNMA	1,894,414	-	-	947,402	947,012
FHLB	473,583	-	473,583	-	-
FFCB	1,546,717	767,348	779,369	-	-
FHLMC	2,511	-	-	-	2,511
FNMA	641,626	-	7,496	-	634,130
Municipal bonds	2,711,594	-	1,550,212	477,331	684,051
Negotiable CDs	97,347	97,347	-	-	-
TOTAL	\$ 14,533,636	\$ 864,695	\$ 6,311,770	\$ 5,089,467	\$ 2,267,704

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 investment grade or better. The U.S. agency obligations (GNMA, FHLB, FHLMC, FFCB, and FNMA) are rated AA+ to AAA. The money market mutual funds and Illinois Funds are rated AAA. The negotiable CDs are rated AAA and the municipal bonds are rated AA- to AAA. These ratings are all in compliance with the Fund's investment policy.

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.

The fund specifically prohibits investments in the following investment vehicles: Short selling, margin transactions, transactions involving futures or options contracts, reverse repurchase agreements, repurchase agreements, borrowing or lending of cash or securities, derivatives, collateralized mortgage obligations, and commercial paper.

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. Min, Target, and Max percentages are as follows:

	Min	Target	Max
Cash	2%	3%	5%
Fixed Income	38%	42%	75%
Equities	20%	55%	60%
Equity sub-set guidelines	Min	Target	Max
Domestic Equities	30%	75%	100%
International Equities	0%	15%	50%
Real Estate	0%	10%	20%

At April 30, 2013, the Police Pension Fund had greater than 5% of its investments invested in Corporate Bonds, GNMA's, FHLB's, and Municipal Bonds. This is in accordance with its investment policy.

3. RECEIVABLES - TAXES

a. Property Taxes

Property taxes for 2012 attach as an enforceable lien on January 1, 2012, 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, 2013, and are payable in two installments, on or about June 1, 2013 and September 1, 2013. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience. As the 2012 tax levy is intended to fund expenditures for the 2013-2014 fiscal year, these taxes are unavailable as of April 30, 2013.

The 2013 tax levy, which attached as an enforceable lien on property as of January 1, 2013, has not been recorded as a receivable as of April 30, 2013 as the tax has not yet been levied by the Village and will not be levied until December 2013 and, therefore, the levy is not measurable at April 30, 2013.

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

3. RECEIVABLES - TAXES (Continued)

b. Due from Other Governments

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

GOVERNMENTAL ACTIVITIES	
Sales tax	\$ 1,825,830
Home rule sales tax	1,450,794
Simplified telecommunications tax	367,017
Income tax	537,762
Local use tax	135,705
Motor fuel tax	63,530
Police dispatch	247,709
Other taxes	<u>11,107</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 4,639,454</u>

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2013 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 15,991,173	\$ -	\$ -	\$ 15,991,173
Land rights of way	38,174,273	-	-	38,174,273
Construction in progress	4,445,937	2,767,193	4,909,764	2,303,366
Total capital assets not being depreciated	<u>58,611,383</u>	<u>2,767,193</u>	<u>4,909,764</u>	<u>56,468,812</u>
Capital assets being depreciated				
Buildings and structures	39,041,230	465,204	-	39,506,434
Equipment and vehicles	8,698,876	699,689	397,723	9,000,842
Infrastructure	66,044,479	4,444,560	-	70,489,039
Total capital assets being depreciated	<u>113,784,585</u>	<u>5,609,453</u>	<u>397,723</u>	<u>118,996,315</u>
Less accumulated depreciation for				
Buildings and structures	6,343,254	893,629	-	7,236,883
Equipment and vehicles	6,099,257	733,270	287,799	6,544,728
Infrastructure	33,692,273	1,443,683	-	35,135,956
Total accumulated depreciation	<u>46,134,784</u>	<u>3,070,582</u>	<u>287,799</u>	<u>48,917,567</u>
Total capital assets being depreciated, net	<u>67,649,801</u>	<u>2,538,871</u>	<u>109,924</u>	<u>70,078,748</u>
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 126,261,184</u>	<u>\$ 5,306,064</u>	<u>\$ 5,019,688</u>	<u>\$ 126,547,560</u>

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

4. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 1,006,487
Public safety	285,370
Community development	31,301
Highways and streets, including depreciation of general infrastructure assets	<u>1,747,424</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 3,070,582</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	4,045,841	1,275,981	1,567,245	3,754,577
Total capital assets not being depreciated	<u>5,175,752</u>	<u>1,275,981</u>	<u>1,567,245</u>	<u>4,884,488</u>
Capital assets being depreciated				
Public improvements	81,977,951	1,392,816	-	83,370,767
Equipment and vehicles	3,109,130	205,292	-	3,314,422
Total capital assets being depreciated	<u>85,087,081</u>	<u>1,598,108</u>	<u>-</u>	<u>86,685,189</u>
Less accumulated depreciation for				
Public improvements	32,963,642	1,622,522	-	34,586,164
Equipment and vehicles	1,288,079	254,710	-	1,542,789
Total accumulated depreciation	<u>34,251,721</u>	<u>1,877,232</u>	<u>-</u>	<u>36,128,953</u>
Total capital assets being depreciated, net	<u>50,835,360</u>	<u>(279,124)</u>	<u>-</u>	<u>50,556,236</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 56,011,112</u>	<u>\$ 996,857</u>	<u>\$ 1,567,245</u>	<u>\$ 55,440,724</u>

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.

5. RISK MANAGEMENT (Continued)

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.

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, 2013.

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:

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>\$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.</p>	Debt Service	\$ 193,452	\$ -	\$ 193,452	\$ -	\$ -
	Water	158,693	-	158,693	-	-
	Equipment Replacement	147,855	-	147,855	-	-
<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	2,945,000	-	150,000	2,795,000	160,000
<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	-	280,000	6,620,000	300,000
<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	-	245,000	5,855,000	260,000
<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	4,955,000	-	325,000	4,630,000	265,000
<p>\$3,500,000 Taxable General Obligation Bonds, Series 2010, are due in annual installments (beginning December 15, 2012 through December 15, 2030) ranging from \$60,000 to \$275,000 with interest at 2.05% to 5.30%.</p>	Debt Service	3,440,000	-	125,000	3,315,000	125,000

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
\$2,835,000 General Obligation Refunding Bonds, Series 2011, are due in annual installments (beginning December 15, 2012 through December 15, 2017) ranging from \$405,000 to \$510,000 with interest at 2.00% to 4.00%.	Debt Service	\$ 2,835,000	\$ -	\$ 405,000	\$ 2,430,000	\$ 510,000
\$3,985,000 General Obligation Refunding Bonds, Series 2012, are due in annual installments (beginning December 15, 2013 through December 15, 2019) ranging from \$530,000 to \$615,000 with interest at 2.00% to 3.00%.	Debt Service	1,541,815	-	-	1,541,815	205,060
	Water	1,264,780	-	-	1,264,780	168,214
	Equipment Replacement	1,178,405	-	-	1,178,405	156,726
TOTAL GENERAL OBLIGATION BONDS		\$ 31,660,000	\$ -	\$ 2,030,000	\$ 29,630,000	\$ 2,150,000

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	\$ 196,177	\$ -	\$ 196,177	\$ -	\$ -

c. Compensated Absences - Governmental Activities

	Funded by	Balances May 1	Increases	Reductions	Balances April 30	Due Within One Year
Compensated absences	General	\$ 2,832,358	\$ 1,063,622	\$ 877,800	\$ 3,018,180	\$ 994,904
Compensated absences	Internal Service	173,308	87,033	51,151	209,190	70,860
TOTAL COMPENSATED ABSENCES		\$ 3,005,666	\$ 1,150,655	\$ 928,951	\$ 3,227,370	\$ 1,065,764

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

6. LONG-TERM DEBT (Continued)

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	\$ 1,066,159	\$ 365,365	\$ 301,262	\$ 1,130,262	\$ 298,183
TOTAL COMPENSATED ABSENCES		\$ 1,066,159	\$ 365,365	\$ 301,262	\$ 1,130,262	\$ 298,183

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
2014	\$ 1,981,786	\$ 1,097,277	\$ 3,079,063	\$ 168,214	\$ 32,595	\$ 200,809
2015	2,058,612	1,041,067	3,099,679	171,388	29,231	200,619
2016	2,150,438	975,940	3,126,378	174,562	25,803	200,365
2017	2,249,090	902,083	3,151,173	180,910	20,567	201,477
2018	2,365,917	818,043	3,183,960	184,083	15,139	199,222
2019-2023	10,059,377	2,682,232	12,741,609	385,623	13,521	399,144
2024-2028	6,720,000	945,900	7,665,900	-	-	-
2029-2032	780,000	84,271	864,271	-	-	-
TOTAL	\$ 28,365,220	\$ 8,546,813	\$ 36,912,033	\$ 1,264,780	\$ 136,856	\$ 1,401,636

f. Changes in Long-Term Debt

The following is a summary of changes in long-term liabilities for the year ended April 30, 2013:

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
GOVERNMENTAL ACTIVITIES					
General obligation bonds payable	\$ 30,236,527	\$ -	\$ 1,871,307	\$ 28,365,220	\$ 1,981,786
Unamortized discount on bonds	(47,443)	-	(3,163)	(44,280)	(3,163)
Unamortized premium on bonds	750,303	-	94,469	655,834	94,469
IEPA loan payable	196,177	-	196,177	-	-

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
GOVERNMENTAL ACTIVITIES (Continued)					
Compensated absences payable - governmental activities	\$ 3,005,666	\$ 1,150,655	\$ 928,951	\$ 3,227,370	\$ 1,065,764
Net pension obligation*	754,617	506,638	-	1,261,255	-
Net other postemployment benefits obligation*	76,507	-	76,507	-	-
TOTAL GOVERNMENTAL ACTIVITIES	\$ 34,972,354	\$ 1,657,293	\$ 3,164,248	\$ 33,465,399	\$ 3,138,856

*The net pension obligation and net other postemployment benefits obligation are retired by the General Fund.

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
BUSINESS-TYPE ACTIVITIES					
General obligation bonds payable	\$ 1,423,473	\$ -	\$ 158,693	\$ 1,264,780	\$ 168,214
Unamortized premium on bonds	82,093	-	10,261	71,832	10,262
Compensated absences payable - proprietary funds	1,066,159	365,365	301,262	1,130,262	298,183
Net other postemployment benefits obligation	8,224	-	8,224	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 2,579,949	\$ 365,365	\$ 478,440	\$ 2,466,874	\$ 476,659

6. LONG-TERM DEBT (Continued)

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, 2013.

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 \$95,000. 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.

7. INDIVIDUAL FUND DISCLOSURES

a. Transfers

Interfund transfers during the year ended April 30, 2013 consisted of the following:

Fund	Transfers In	Transfers Out
General	\$ 124,000	\$ -
Debt Service	1,300,000	350,798
Waterworks and Sewerage	1,221,600	-
Internal Service	169,198	-
Nonmajor Governmental	1,030,000	3,494,000
TOTAL	\$ 3,844,798	\$ 3,844,798

The purpose of significant transfers is as follows:

- \$124,000 transferred from the Redevelopment Fund, a nonmajor governmental fund, to the General Fund to cover planned expenditures in this fund.
- \$1,300,000 transferred from the Public Building Fund, a nonmajor governmental fund, to the Debt Service Fund for the principal and interest payments.
- \$1,020,000 transferred from the Michael Lane TIF #2 fund, a nonmajor governmental fund, to the Town Center TIF #3 Fund, a nonmajor governmental fund, for TIF redistributions.
- \$350,798 transferred from the Debt Service Fund in the amounts of \$181,600 and \$169,198 to the Waterworks and Sewerage and Equipment Replacement Funds, respectively. This amount was to fund the debt service payments.
- \$201,000 transferred from the Public Building Fund, a nonmajor governmental fund, to the Waterworks and Sewerage Fund for capital expenses.
- \$849,000 transferred from the Redevelopment Fund, a nonmajor governmental fund, in the amounts of \$10,000 and \$839,000 to the Capital Projects Fund, a nonmajor governmental fund, and Waterworks and Sewerage Funds, respectively, for capital expenses.

7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Deficit Fund Balances/Net Position of Individual Funds

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

Capital Projects	
Redevelopment	\$ (8,559)
Internal Service	
Fleet Services	(39,070)
Information Systems	(46,781)

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
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.

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.

9. CONTINGENT LIABILITIES (Continued)

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 \$4,200,475 payable in quarterly, semiannual, or annual payments through 2027. \$3,999,525 has been rebated as of April 30, 2013 and \$45,034 was payable as of April 30, 2013.

10. 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.

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At April 30, 2013, membership consisted of:

Retirees and beneficiaries currently receiving benefits	12
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>195</u>
TOTAL	<u><u>207</u></u>
Participating employers	<u>1</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.

e. Annual OPEB Costs and Net OPEB Obligation

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the last three years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
April 30, 2011	\$ 68,639	\$ 47,780	69.61%	\$ 63,524
April 30, 2012	68,987	47,780	69.26%	84,731
April 30, 2013	136,753	223,487	(163.42%)	(2,003)

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

The net OPEB obligation (asset) as of April 30, 2013 was calculated as follows:

Annual required contribution	\$ 136,192
Interest on net OPEB obligation	3,368
Adjustment to annual required contribution	<u>(2,807)</u>
Annual OPEB cost	136,753
Contributions made	<u>223,487</u>
Increase in net OPEB obligation (asset)	(86,734)
Net OPEB obligation, beginning of year	<u>84,731</u>
NET OPEB OBLIGATION (ASSET), END OF YEAR	<u>\$ (2,003)</u>

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2013 was as follows:

Actuarial accrued liability (AAL)	\$ 3,208,774
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	3,208,774
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 17,163,302
UAAL as a percentage of covered payroll	18.93%

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.

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

In the April 30, 2013 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, 2013 was 30 years.

11. 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 ILCS 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. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) 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.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten 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.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

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 IMRF as specified by statute. The employer contribution for the year ended December 31, 2012 was 12.24% 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, 2013, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	44
Terminated employees entitled to benefits but not yet receiving them	22
Current employees	
Vested	44
Nonvested	21
	21
TOTAL	131

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older 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.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. 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 ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

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 January 1, 2011, the Village has until the year 2040 to fund 90% the past service costs for the Police Pension Plan. For the year ended April 30, 2013, the Village's contribution was 36.59% 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 plans.

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.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Administrative Costs

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

c. Significant Investments

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

Investment/Organization	Amount
DFA U.S. Large Cap Value	\$ 2,171,325
DFA U.S. Large Co.	6,523,937
DFA U.S. Small Cap Port.	2,852,355

d. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2010	April 30, 2012
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	5 Year Smoothed Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	30 Years, Open	29 Years, Closed

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs (Continued)

	Illinois Municipal Retirement	Police Pension
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.00% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	4.50% 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%

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)	2011	\$ 1,606,686	\$ 1,925,588
	2012	1,670,937	2,270,529
	2013	1,609,727	2,436,719
Actual contribution	2011	\$ 1,606,686	\$ 1,742,209
	2012	1,670,937	2,102,086
	2013	1,609,727	1,930,081
Percentage of APC contributed	2011	100.00%	90.48%
	2012	100.00%	92.58%
	2013	100.00%	79.21%
NPO (asset)	2011	\$ -	\$ 586,174
	2012	-	754,617
	2013	-	1,261,255

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs (Continued)

The NPO (asset) as of April 30, 2013 has been calculated as follows:

	<u>Police Pension</u>
Annual required contribution	\$ 2,419,427
Interest on net pension obligation	52,823
Adjustment to annual required contribution	<u>(35,531)</u>
Annual pension cost	2,436,719
Contributions made	<u>1,930,081</u>
Increase in net pension obligation	506,638
Net pension obligation, beginning of year	<u>754,617</u>
NET PENSION OBLIGATION, END OF YEAR	<u>\$ 1,261,255</u>

The funded status and funding progress of the plans as of December 31, 2012 and April 30, 2013, 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.

	<u>Illinois Municipal Retirement*</u>	<u>Police Pension</u>
Actuarial accrued liability (AAL)	\$ 47,432,010	\$ 55,703,263
Actuarial value of plan assets	36,232,961	34,740,055
Unfunded actuarial accrued liability (UAAL)	11,199,049	20,963,208
Funded ratio (actuarial value of plan assets/AAL)	76.39%	62.37%
Covered payroll (active plan members)	\$ 12,497,429	\$ 5,274,753
UAAL as a percentage of covered payroll	89.61%	397.43%

* 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.

12. PRIOR PERIOD ADJUSTMENT

Net position of the governmental activities and business-type activities have been restated by \$(478,298) and \$(30,271), respectively, due to the implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. With the implementation, the Village is required to write-off previous bond issuance costs which were being amortized over the life of the bonds and to expense these amounts in the year of issuance.

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, 2013 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."

Deposits and Investments

The Library's investment policy authorizes the Library to invest in all investments allowed by ILCS. 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.

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY (Continued)

b. 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 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.

Investments

The following table presents the investments and maturities of the Library's debt securities as of April 30, 2013:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
IMET	\$ 157,004	\$ -	\$ 157,004	\$ -	\$ -
TOTAL	\$ 157,004	\$ -	\$ 157,004	\$ -	\$ -

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.

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY (Continued)

c. Receivables

Property taxes for the 2012 levy year attach as an enforceable lien on January 1, 2012, 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, 2013, and are payable in two installments, on or about June 1, 2013 and September 1, 2013. The County collects such taxes and remits them periodically.

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 2012 tax levy has been recorded as unavailable revenue on the balance sheet.

The 2013 tax levy, which attached as an enforceable lien on property as of January 1, 2013, has not been recorded as a receivable as of April 30, 2013 as the tax has not yet been levied by the Library and will not be levied until December 2013 and, therefore, the levy is not measurable at April 30, 2013.

d. Capital Assets

Capital asset activity for the year ended April 30, 2013 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	6,593	-	75,101
Operating equipment	1,836,275	394,053	337,104	1,893,224
Office equipment	1,333,648	-	24,480	1,309,168
Total capital assets being depreciated	3,238,431	400,646	361,584	3,277,493
Less accumulated depreciation for				
Building improvements	53,545	2,571	-	56,116
Operating equipment	706,941	367,724	337,104	737,561
Office equipment	479,305	96,898	24,480	551,723
Total accumulated depreciation	1,239,791	467,193	361,584	1,345,400
Total capital assets being depreciated, net	1,998,640	(66,547)	-	1,932,093
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 1,998,640	\$ (66,547)	\$ -	\$ 1,932,093

13. COMPONENT UNIT - ADDISON PUBLIC LIBRARY (Continued)

d. Capital Assets (Continued)

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

GOVERNMENTAL ACTIVITIES	
Culture and recreation	<u>\$ 467,193</u>
 TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	 <u><u>\$ 467,193</u></u>

e. Long-Term Debt

The following is a summary of changes in long-term liabilities for the year ended April 30, 2013:

Changes in Long-Term Debt

	Balances May 1	Issuances/ Increases	Reductions	Balances April 30	Due Within One Year
Net other postemployment benefits obligation	\$ 1,819	\$ -	\$ 1,819	\$ -	\$ -
TOTAL	<u>\$ 1,819</u>	<u>\$ -</u>	<u>\$ 1,819</u>	<u>\$ -</u>	<u>\$ -</u>

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

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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 18,468,300	\$ 18,468,300	\$ 17,976,783
Licenses and permits	1,758,500	1,758,500	1,709,276
Intergovernmental	2,989,000	2,989,000	3,348,335
Charges for services	977,700	977,700	883,624
Fines and forfeits	1,112,800	1,112,800	1,062,801
Investment income	12,900	12,900	15,484
Miscellaneous	586,800	586,800	763,841
Total revenues	25,906,000	25,906,000	25,760,144
EXPENDITURES			
Current			
General government	3,851,900	3,920,200	3,767,687
Public safety	15,377,300	15,582,300	15,566,720
Community development	2,604,500	2,612,800	2,632,733
Highways and streets	4,618,900	4,651,600	4,249,149
Total expenditures	26,452,600	26,766,900	26,216,289
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(546,600)	(860,900)	(456,145)
OTHER FINANCING SOURCES (USES)			
Transfers in	124,000	124,000	124,000
Total other financing sources (uses)	124,000	124,000	124,000
NET CHANGE IN FUND BALANCE	\$ (422,600)	\$ (736,900)	(332,145)
FUND BALANCE, MAY 1			8,458,047
FUND BALANCE, APRIL 30			\$ 8,125,902

(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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Sales tax increment	\$ 1,671,700	\$ 1,671,700	\$ 1,559,012
Intergovernmental			
Motor fuel tax allotments	926,800	926,800	1,056,936
Grants	100,000	100,000	100,000
Investment income	-	-	(139)
Miscellaneous	322,000	322,000	1,624
Total revenues	3,020,500	3,020,500	2,717,433
EXPENDITURES			
Highways and streets			
Street maintenance program	2,258,900	2,258,900	1,982,848
Addison Road resurfacing	31,400	31,400	-
Mill Street/Army Trail	26,300	26,300	-
Fullerton Road intersection	389,000	389,000	-
Swift Road resurfacing	100,000	100,000	92,511
Grace Street resurfacing	70,900	70,900	-
Route 53 resurfacing	390,200	390,200	390,195
Total expenditures	3,266,700	3,266,700	2,465,554
NET CHANGE IN FUND BALANCE	\$ (246,200)	\$ (246,200)	251,879
FUND BALANCE, MAY 1			469,842
FUND BALANCE, APRIL 30			\$ 721,721

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued 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)
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%
2010	33,691,186	42,552,900	79.17%	8,861,714	11,951,485	74.15%
2011	33,764,076	45,120,947	74.83%	11,356,871	12,496,420	90.88%
2012	36,232,961	47,432,010	76.39%	11,199,049	12,497,429	89.61%

Schedule of Employer Contributions

Fiscal Year April 30,	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
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%
2011	1,606,686	1,606,686	100.00%
2012	1,670,937	1,670,937	100.00%
2013	1,609,727	1,609,727	100.00%

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
POLICE PENSION FUND

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial 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)
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%
2010	31,986,208	47,596,538	67.20%	15,610,330	5,131,828	304.19%
2011	34,389,439	53,815,066	63.90%	19,425,627	5,286,129	367.48%
2012	34,740,055	55,703,263	62.37%	20,963,208	5,274,753	397.43%

Schedule of Employer Contributions

Fiscal Year April 30,	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2008	\$ 938,617	\$ 897,659	95.64%
2009	1,120,706	1,036,233	92.52%
2010	1,733,443	1,233,451	71.16%
2011	1,928,127	1,742,209	90.36%
2012	2,256,458	2,102,086	93.16%
2013	2,419,427	1,930,081	79.77%

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2013

Schedule of Funding Progress

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
2011	-	2,734,988	-	2,734,988	15,819,429	17.29%
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	-	3,249,144	-	3,249,144	17,163,302	18.93%

Schedule of Employer Contributions

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%
2011	67,930	47,780	70.34%
2012	67,930	47,780	70.34%
2013	139,997	229,731	164.10%

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 No. 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, 2013

Budgets

Budgets (appropriations) are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General Fund, Waterworks and Sewerage Fund, Motor Fuel Tax Fund, Community Days Fund, Capital Projects Fund, Redevelopment Fund, Public Building Fund, Green Oaks/Army Trail TIF #1 Fund, Michael Lane TIF #2 Fund, Town Center TIF #3 Fund, Fleet Services Fund, Information Systems Fund, Equipment Replacement Fund, Police Pension Fund, and Debt Service Fund.

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.

The actual expenditures of the Redevelopment Fund exceeded the final budget by \$5,253.

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

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 2006A, 2008, 2011 and 2012 Refunding Bonds; the 2004, 2006C, 2007, and 2010 General Obligation Bonds; and the Illinois Environmental Protection Agency Loan.

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
TAXES			
Property taxes			
General	\$ 3,493,700	\$ 3,493,700	\$ 3,511,042
Property taxes prior year	-	-	1,558
Police pension	1,920,000	1,920,000	1,930,081
Road and bridges	400,000	400,000	417,075
Replacement taxes general	140,000	140,000	129,900
Telecommunications tax	1,700,000	1,700,000	1,500,073
Retailers occupation tax	8,013,400	8,013,400	7,675,969
Sales tax increment	1,671,700	1,671,700	1,559,012
Local use tax	578,000	578,000	592,845
Real estate transfer tax	300,000	300,000	396,604
Auto rental tax	1,500	1,500	5,099
Room tax	250,000	250,000	257,525
Total taxes	18,468,300	18,468,300	17,976,783
LICENSES, PERMITS, AND FEES			
Vehicle license	450,000	450,000	457,293
Business license	235,000	235,000	234,651
Liquor-bar licenses	100,000	100,000	112,573
Multiple dwelling license	250,000	250,000	208,355
Building permits	225,000	225,000	149,463
Building and zoning sub fee	3,000	3,000	1,860
Planning development fees	30,000	30,000	27,038
Development review fee	-	-	252
Cable T.V. franchise	385,000	385,000	405,283
Annexations/tap-on fees	3,000	3,000	3,674
Alarm permit fee	13,000	13,000	13,880
Solicitor's fees	500	500	905
Charity game fees	-	-	10,895
Sex offenders registration fee	-	-	950
Business license background fee	7,000	7,000	11,353
Fingerprinting fee	-	-	225
Fire plan review	10,000	10,000	8,084
Plumbing inspection fees	27,000	27,000	21,180
Review and inspection fees	20,000	20,000	41,362
Total licenses, permits, and fees	1,758,500	1,758,500	1,709,276
INTERGOVERNMENTAL			
Illinois state income tax	2,969,000	2,969,000	3,329,232
CDBG grants	20,000	20,000	-
State of Illinois - grants - special events reimbursement	-	-	11,957
State of Illinois - grants - police training reimbursement	-	-	120
Police department reimbursement - DOJ overtime and crime prevention	-	-	7,026
Total intergovernmental	2,989,000	2,989,000	3,348,335

(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, 2013

	Original Budget	Final Budget	Actual
CHARGES FOR SERVICES			
Refuse collection	\$ 234,600	\$ 234,600	\$ 242,874
Brush pick-up	105,000	105,000	111,397
Bail bonds	18,000	18,000	14,448
Police dispatch center	620,100	620,100	514,905
Total charges for services	977,700	977,700	883,624
FINES AND FORFEITS			
Police fines	408,000	408,000	341,885
Parking fines	210,000	210,000	278,682
Court fee traffic violation	40,000	40,000	27,387
Overweight truck fines	40,000	40,000	5,688
Administrative adjudication	20,000	20,000	13,029
Red light camera enforcement	175,000	175,000	166,008
Animal impounding	800	800	550
Vehicle impound fee	170,000	170,000	147,924
Truck permit fee	14,000	14,000	16,763
FTA warrant fee	-	-	7,405
Other	35,000	35,000	57,480
Total fines and forfeits	1,112,800	1,112,800	1,062,801
INVESTMENT INCOME			
Investment income	12,000	12,000	15,454
Interest - property tax	-	-	30
Interest - loans	900	900	-
Total investment income	12,900	12,900	15,484
MISCELLANEOUS			
Insurance claims	40,000	40,000	141,887
School liaison program	107,000	107,000	142,944
Sales of maps and publications	500	500	488
Sales of postage stamps	2,000	2,000	722
Police reports	6,000	6,000	6,011
Public safety	25,000	25,000	25,377
Rental and concessions	347,700	347,700	395,344
Cash short/over	100	100	(204)
Other	58,500	58,500	51,272
Total miscellaneous	586,800	586,800	763,841
TOTAL REVENUES	\$ 25,906,000	\$ 25,906,000	\$ 25,760,144

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Administrative department	\$ 2,027,500	\$ 2,027,500	\$ 1,963,139
Board and commissions department	20,200	55,200	31,305
Finance department	566,300	569,500	535,435
Community relations	680,700	708,300	709,156
Building and grounds	557,200	559,700	528,652
 Total general government	 3,851,900	 3,920,200	 3,767,687
PUBLIC SAFETY			
Police department	13,336,700	13,346,700	13,379,975
Henry Hyde Resource Center	288,500	288,500	300,744
Consolidated dispatch center	1,752,100	1,947,100	1,886,001
 Total public safety	 15,377,300	 15,582,300	 15,566,720
 COMMUNITY DEVELOPMENT	 2,604,500	 2,612,800	 2,632,733
HIGHWAYS AND STREETS			
Electrical and forestry	2,106,600	2,139,300	1,997,992
Streets	2,512,300	2,512,300	2,251,157
 Total highways and streets	 4,618,900	 4,651,600	 4,249,149
 TOTAL EXPENDITURES	 \$ 26,452,600	 \$ 26,766,900	 \$ 26,216,289

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Administrative department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 250,400	\$ 250,400	\$ 260,593
Wages clerical	115,300	115,300	92,716
Overtime	1,000	1,000	1,052
Part-time	110,900	110,900	123,164
Contribution to IMRF	60,200	60,200	64,221
Social security	40,900	40,900	35,630
Health insurance	112,300	112,300	65,839
Unemployment compensation	10,000	10,000	10,862
Elected officials	41,000	41,000	42,221
Sick pay	10,000	10,000	9,362
Other pay	7,000	7,000	6,368
Life insurance	2,600	2,600	1,595
	<u>761,600</u>	<u>761,600</u>	<u>713,623</u>
Total personal services			
Services and charges			
Professional services			
Accounting and auditing	1,700	1,700	1,201
Legal	375,000	375,000	419,461
Medical	-	-	131
Technical and consulting	25,900	25,900	512
Communications, telephone, and postage	12,500	12,500	15,169
Communications, portable device	-	-	8,035
Copy reproductions	4,000	4,000	2,457
Public relations	74,000	74,000	86,053
Printing and publications	5,400	5,400	2,599
IRMA insurance	21,800	21,800	11,242
Conferences and training	4,000	4,000	11,131
Repairs and maintenance	1,500	1,500	703
Dues and subscriptions	44,100	44,100	39,388
Economic development incentive	527,500	527,500	476,251
Other	5,000	5,000	6,194
	<u>1,102,400</u>	<u>1,102,400</u>	<u>1,080,527</u>
Total services and charges			
Supplies and materials			
Office supplies	3,000	3,000	3,355
Clothing supplies	-	-	309
Other operating supplies	2,000	2,000	1,512
	<u>5,000</u>	<u>5,000</u>	<u>5,176</u>
Total supplies and materials			
Charges for internal services			
IS services	158,500	158,500	163,813
	<u>158,500</u>	<u>158,500</u>	<u>163,813</u>
Total charges for internal services			
	<u>2,027,500</u>	<u>2,027,500</u>	<u>1,963,139</u>
Total administrative department			

(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, 2013

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Board and commissions department			
Cultural arts commission	\$ -	\$ -	\$ -
Historical commission	-	-	-
Blood bank commission	1,500	1,500	1,349
Senior citizens commissions	17,200	17,200	16,514
Police commission	1,500	36,500	13,442
	<hr/>	<hr/>	<hr/>
Total board and commissions department	20,200	55,200	31,305
	<hr/>	<hr/>	<hr/>
Finance department			
Personal services			
Salaries and wages			
Salaries administrative	197,300	197,300	194,853
Wages clerical	68,600	68,600	65,876
Overtime	1,000	1,000	332
Part-time	31,000	31,000	32,227
Contribution to IMRF	37,700	37,700	36,924
Social security	23,600	23,600	21,712
Health insurance	48,100	48,100	41,481
Sick pay	4,800	4,800	1,485
Other pay	6,000	6,000	3,238
Life insurance	1,700	1,700	976
	<hr/>	<hr/>	<hr/>
Total personal services	419,800	419,800	399,104
	<hr/>	<hr/>	<hr/>
Services and charges			
Professional fees			
Accounting and auditing	3,500	3,500	2,612
Data processing	11,600	11,600	5,940
Medical	-	-	288
Technical and consulting	400	400	674
Communications, telephone, and postage	5,800	5,800	4,724
Copy reproductions	3,200	3,200	2,851
Real estate taxes	1,000	1,000	805
Printing and publication	7,000	7,000	6,014
IRMA insurance	7,600	7,600	4,249
Conferences and training	3,500	3,500	2,213
Repairs and maintenance	1,500	1,700	1,200
Rental equipment	700	700	684
Dues and subscriptions	1,600	1,600	914
Bank charges	13,000	13,000	13,856
Other	500	500	446
	<hr/>	<hr/>	<hr/>
Total services and charges	60,900	61,100	47,470
	<hr/>	<hr/>	<hr/>
Supplies and materials			
Office supplies	3,200	3,200	2,977
Postage stamps	2,000	2,000	900
Other operating supplies	1,000	1,000	302
	<hr/>	<hr/>	<hr/>
Total supplies and materials	6,200	6,200	4,179
	<hr/>	<hr/>	<hr/>

(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, 2013

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Finance department (Continued)			
Capital outlay			
Office equipment	\$ 5,000	\$ 8,000	\$ 7,779
Total capital outlay	5,000	8,000	7,779
Charges for internal services			
Fleet services	-	-	9
IS services	74,400	74,400	76,894
Total charges for internal services	74,400	74,400	76,903
Total finance department	566,300	569,500	535,435
Community relations			
Personal services			
Salaries and wages			
Salaries administrative	346,800	346,800	356,405
Part-time	26,500	26,500	28,083
Contribution to IMRF	47,100	47,100	51,096
Social security	29,600	29,600	30,809
Health insurance	73,700	73,700	75,772
Sick pay	9,000	9,000	10,900
Other pay	3,500	3,500	3,570
Life insurance	1,000	1,000	780
Total personal services	537,200	537,200	557,415
Services and charges			
Professional fees			
Accounting and auditing	1,600	1,600	1,121
Technical and consulting	10,000	10,000	9,348
Communications, telephone, and postage	6,000	6,000	7,789
Copy reproduction	1,000	1,000	146
Public relations	36,000	36,000	35,417
Printing and publications	2,000	2,000	2,507
IRMA insurance	9,100	9,100	5,107
Conferences and training	500	500	675
Public utilities	2,000	2,000	1,400
Repairs and maintenance	18,000	19,100	5,339
Dues and subscriptions	2,500	2,500	2,231
Other	1,000	1,000	770
Total services and charges	89,700	90,800	71,850
Supplies and materials			
Office supplies	1,500	1,500	1,437
Video, recording, and editing supplies	33,000	33,000	29,297
Total supplies and materials	34,500	34,500	30,734

(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, 2013

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Community relations (Continued)			
Capital outlay			
Equipment	\$ -	\$ 26,500	\$ 27,064
Total capital outlay	-	26,500	27,064
Charges for internal services			
Fleet services	1,700	1,700	3,950
IS services	16,200	16,200	16,743
Equipment replacement	1,400	1,400	1,400
Total charges for internal services	19,300	19,300	22,093
Total community relations	680,700	708,300	709,156
Building and grounds			
Personal services			
Salaries and wages			
Salaries administrative	92,300	92,300	93,896
Wages operational	66,200	66,200	67,125
Overtime	6,000	6,000	9,676
Part-time	18,100	18,100	16,686
Contribution to IMRF	23,300	23,300	24,812
Social security	14,600	14,600	14,963
Health insurance	50,500	50,500	51,283
Sick pay	4,800	4,800	5,693
Other pay	3,000	3,000	2,046
Life insurance	600	600	416
Total personal services	279,400	279,400	286,596
Services and charges			
Professional fees			
Accounting and auditing	1,300	1,300	881
Medical	100	100	-
Communications, telephone, and postage	1,000	1,000	672
Printing and publications	200	200	124
IRMA insurance	9,200	9,200	4,168
Public utility gas-heat	32,000	32,000	14,009
Repairs and maintenance	169,400	169,400	156,942
Dues and subscriptions	-	-	15
Other	2,700	2,700	1,907
Total services and charges	215,900	215,900	178,718
Supplies and materials			
Office supplies	400	400	373
Cleaning supplies	500	500	275
Clothing supplies	1,500	1,500	993
Motor fuel and lubricants	4,000	4,000	-

(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, 2013

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Building and grounds (Continued)			
Supplies and materials (Continued)			
Public grounds materials and supplies	\$ 3,000	\$ 3,000	\$ 2,577
Building materials and supplies	25,000	25,000	22,619
Emergency operations	-	2,500	3,289
Other operating supplies	4,000	4,000	3,720
Total supplies and materials	<u>38,400</u>	<u>40,900</u>	<u>33,846</u>
Charges for internal services			
Fleet services	5,200	5,200	10,867
IS services	9,700	9,700	10,025
Equipment replacement	8,600	8,600	8,600
Total charges for internal services	<u>23,500</u>	<u>23,500</u>	<u>29,492</u>
Total building and grounds	<u>557,200</u>	<u>559,700</u>	<u>528,652</u>
TOTAL GENERAL GOVERNMENT	<u>\$ 3,851,900</u>	<u>\$ 3,920,200</u>	<u>\$ 3,767,687</u>
PUBLIC SAFETY			
Police department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 1,705,900	\$ 1,705,900	\$ 1,609,155
Wages clerical	415,800	415,800	451,776
Wages operational	3,928,300	3,928,300	4,153,252
Overtime	800,000	800,000	935,930
Holiday pay	90,100	90,100	119,693
Part-time	252,500	252,500	104,575
Contribution to IMRF	97,000	97,000	124,458
Social security	564,400	564,400	561,296
Health insurance	1,406,900	1,406,900	1,385,274
Sick pay	101,000	101,000	102,811
Other pay	80,000	80,000	77,353
Life insurance	8,500	8,500	4,840
Pension benefits	1,920,000	1,920,000	1,930,081
Total personal services	<u>11,370,400</u>	<u>11,370,400</u>	<u>11,560,494</u>
Services and charges			
Professional fees			
Accounting and auditing	7,800	7,800	5,847
Architectural	-	-	-
Legal	67,000	67,000	64,697
Data processing	32,300	42,300	26,185
Medical	-	-	4,170
Technical and consulting	50,700	50,700	49,072
Communications, telephone, and postage	73,000	73,000	67,456
Copy reproduction	10,000	10,000	10,056
Public relations	1,000	1,000	668

(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, 2013

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Services and charges (Continued)			
Investigative	\$ 10,000	\$ 10,000	\$ 10,040
Printing and publications	9,700	9,700	9,196
IRMA insurance	369,000	369,000	373,314
Conferences and training	37,500	37,500	51,156
Public utilities gas-heat	4,000	4,000	475
Public utilities electric-light	-	-	158
Public utilities electric-equipment	-	-	268
Repairs and maintenance	20,200	20,200	13,648
Rental equipment	500	500	-
Dues and subscriptions	14,000	14,000	9,466
Other	10,500	10,500	16,810
Total services and charges	717,200	727,200	712,682
Supplies and materials			
Office supplies	12,500	12,500	12,276
Clothing supplies	53,300	53,300	56,327
Emergency operations	-	-	200
Other operating supplies	94,900	94,900	22,212
Total supplies and materials	160,700	160,700	91,015
Charges for internal services			
Fleet services	627,400	627,400	543,401
IS services	339,600	339,600	350,983
Equipment replacement	121,400	121,400	121,400
Total charges for internal services	1,088,400	1,088,400	1,015,784
Total police department	13,336,700	13,346,700	13,379,975
Henry Hyde Resource Center			
Personal services			
Salaries and wages			
Salaries administrative	81,400	81,400	82,728
Part-time	16,300	16,300	15,105
Clerical	38,200	38,200	38,742
Overtime	-	-	29
Contribution to IMRF	16,700	16,700	17,405
Social security	10,400	10,400	10,493
Health insurance	40,000	40,000	45,250
Other pay	-	-	338
Life insurance	200	200	208
Total personal services	203,200	203,200	210,298

(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, 2013

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Henry Hyde Resource Center (Continued)			
Services and charges			
Professional fees			
Accounting	\$ 700	\$ 700	\$ 481
Data processing	1,000	1,000	-
Communications, telephone, and postage	2,400	2,400	3,570
Communications, portable device	-	-	3,798
Copy reproduction	600	600	724
Printing and publications	200	200	124
IRMA insurance	6,300	6,300	6,392
Dues and subscriptions	-	-	15
Other	1,000	1,000	283
Total services and charges	12,200	12,200	15,387
Supplies and materials			
Office supplies	1,500	1,500	1,495
Clothing supplies	700	700	316
Other operating supplies	9,400	9,400	9,687
Total supplies and materials	11,600	11,600	11,498
Charges for internal services			
IS services	61,500	61,500	63,561
Total charges for internal services	61,500	61,500	63,561
Total Henry Hyde Resource Center	288,500	288,500	300,744
Consolidated dispatch center			
Personal services			
Salaries and wages			
Salaries administrative	170,700	170,700	176,099
Wages operational	924,100	924,100	843,566
Overtime	38,000	38,000	122,357
Holiday pay	35,000	35,000	34,264
Sick pay	-	-	4,684
Contribution to IMRF	142,800	142,800	151,274
Social security	89,100	89,100	90,861
Health insurance	253,200	253,200	238,001
Other pay	-	-	4,319
Life insurance	3,000	3,000	2,100
Total personal services	1,655,900	1,655,900	1,667,525
Services and charges			
Professional fees			
Accounting	300	300	-
Medical	900	900	2,926
Data processing	1,500	1,500	679

(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, 2013

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Consolidated dispatch center (Continued)			
Services and charges (Continued)			
Technical consulting	\$ 4,700	\$ 4,700	\$ 5,115
Communications, telephone, and postage	-	-	10,977
Copy reproduction	500	500	-
Printing and publications	400	400	-
IRMA insurance	32,900	32,900	33,314
Conferences and training	3,200	3,200	777
Repairs and maintenance	6,500	6,500	1,833
Dues and subscriptions	200	200	-
Other	300	300	585
Total services and charges	<u>51,400</u>	<u>51,400</u>	<u>56,206</u>
Supplies and materials			
Office supplies	7,000	7,000	5,123
Clothing supplies	5,400	5,400	1,901
Other operating supplies	7,400	7,400	5,642
Total supplies and materials	<u>19,800</u>	<u>19,800</u>	<u>12,666</u>
Capital outlay			
Office Equipment	-	30,000	29,932
Equipment	-	165,000	93,834
Total capital outlay	<u>-</u>	<u>195,000</u>	<u>123,766</u>
Charges for internal services			
IS services	25,000	25,000	25,838
Total charges for internal services	<u>25,000</u>	<u>25,000</u>	<u>25,838</u>
Total consolidated dispatch center	<u>1,752,100</u>	<u>1,947,100</u>	<u>1,886,001</u>
TOTAL PUBLIC SAFETY	<u><u>\$ 15,377,300</u></u>	<u><u>\$ 15,582,300</u></u>	<u><u>\$ 15,566,720</u></u>
COMMUNITY DEVELOPMENT			
Personal services			
Salaries and wages			
Salaries administrative	\$ 576,700	\$ 576,700	\$ 618,270
Wages clerical	207,800	207,800	202,045
Wages operational	755,200	755,200	781,225
Overtime	20,700	20,700	15,723
Contribution to IMRF	194,300	194,300	212,233
Social security	121,900	121,900	126,101
Health insurance	309,500	309,500	313,682
Sick pay	34,000	34,000	36,967
Other pay	7,000	7,000	12,248
Life insurance	5,000	5,000	3,804
Total personal services	<u>2,232,100</u>	<u>2,232,100</u>	<u>2,322,298</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, 2013

	Original Budget	Final Budget	Actual
COMMUNITY DEVELOPMENT (Continued)			
Services and charges			
Professional fees			
Accounting and auditing	\$ 3,300	\$ 3,300	\$ 2,323
Architectural	35,000	35,000	13,448
Legal	6,000	6,000	4,043
Data processing	300	300	275
Medical	-	-	32
Technical consulting	52,000	52,000	49,332
Communications, telephone, and postage	14,500	14,500	12,173
Copy reproduction	3,000	3,000	1,779
Printing and publications	18,600	18,600	8,160
IRMA insurance	35,600	35,600	19,537
Conferences and training	5,000	5,000	6,293
Repairs and maintenance	2,400	2,400	910
Rental equipment	500	500	-
Dues and subscriptions	4,000	4,000	4,433
Other	14,000	14,000	2,961
	<u>194,200</u>	<u>194,200</u>	<u>125,699</u>
Total services and charges			
Supplies and materials			
Office supplies	4,000	4,000	3,614
Clothing supplies	1,100	1,100	800
Other operating supplies	3,000	3,000	1,143
	<u>8,100</u>	<u>8,100</u>	<u>5,557</u>
Total supplies and materials			
Capital outlay			
Office equipment	8,000	16,300	16,269
	<u>8,000</u>	<u>16,300</u>	<u>16,269</u>
Total capital outlay			
Charges for internal services			
Fleet services	35,200	35,200	32,544
IS services	103,400	103,400	106,866
Equipment replacement	23,500	23,500	23,500
	<u>162,100</u>	<u>162,100</u>	<u>162,910</u>
Total charges for internal services			
TOTAL COMMUNITY DEVELOPMENT	<u>\$ 2,604,500</u>	<u>\$ 2,612,800</u>	<u>\$ 2,632,733</u>
HIGHWAYS AND STREETS			
Electrical and forestry department			
Personal services			
Salaries and wages			
Salaries administrative	\$ 165,900	\$ 165,900	\$ 170,850
Wages clerical	37,200	37,200	49,367
Wages operational	390,800	390,800	382,892
Overtime	13,000	13,000	36,353
Contribution to IMRF	75,500	75,500	82,709

(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, 2013

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Electrical and forestry department (Continued)			
Personal services (Continued)			
Social security	\$ 47,400	\$ 47,400	\$ 48,579
Health insurance	126,600	126,600	137,210
Sick pay	6,000	6,000	7,763
Other pay	6,000	6,000	5,920
Life insurance	2,200	2,200	1,800
Total personal services	870,600	870,600	923,443
Services and charges			
Professional fees			
Accounting and auditing	1,600	1,600	1,121
Medical	1,800	1,800	969
Technical and consulting	205,000	220,100	215,990
Communications, telephone, and postage	5,700	5,700	6,054
Copy reproduction	500	500	325
Mosquito control	82,500	82,500	78,424
Printing and publications	1,100	1,100	527
IRMA insurance	69,300	69,300	68,099
Conferences and training	5,800	5,800	4,452
Public utilities gas-heat	20,000	20,000	9,571
Public utilities electric-light	160,000	160,000	125,320
Solid waste disposal	4,000	4,000	800
Repairs and maintenance	396,600	396,600	250,652
Rental equipment	1,200	1,200	-
Dues and subscriptions	1,700	1,700	1,075
Other	700	700	3,039
Total services and charges	957,500	972,600	766,418
Supplies and materials			
Office supplies	1,000	1,000	991
Cleaning supplies	1,600	1,600	-
Clothing supplies	7,200	7,200	6,523
Motor fuel and lubricants	-	-	-
Street	22,000	22,000	15,089
Public grounds materials and supplies	24,200	24,200	21,562
Emergency operations	-	17,600	17,567
Other operating supplies	26,900	26,900	24,579
Total supplies and materials	82,900	100,500	86,311
Charges for internal services			
Fleet services	98,300	98,300	124,302
IS services	6,500	6,500	6,718
Equipment replacement	90,800	90,800	90,800
Total charges for internal services	195,600	195,600	221,820
Total electrical and forestry department	2,106,600	2,139,300	1,997,992

(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, 2013

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Streets			
Personal services			
Salaries and wages			
Salaries administrative	\$ 165,900	\$ 165,900	\$ 171,215
Wages clerical	37,200	37,200	49,510
Wages operational	557,100	557,100	522,923
Overtime	100,000	100,000	45,060
Contribution to IMRF	107,400	107,400	103,905
Social security	67,400	67,400	62,003
Health insurance	169,200	169,200	150,443
Sick pay	16,000	16,000	21,493
Other pay	4,700	4,700	5,770
Life insurance	3,000	3,000	1,948
Total personal services	<u>1,227,900</u>	<u>1,227,900</u>	<u>1,134,270</u>
Services and charges			
Professional fees			
Accounting and auditing	1,300	1,300	1,041
Data processing	11,000	11,000	10,946
Medical	1,800	1,800	2,177
Communications, telephone, and postage	9,500	9,500	10,145
Communications, portable device	-	-	830
Copy reproduction	500	500	476
Printing and publications	4,500	4,500	4,271
IRMA insurance	74,500	74,500	58,110
Conferences and training	-	-	184
Solid waste disposal	19,100	19,100	10,000
Repairs and maintenance	67,000	67,000	61,686
Rental equipment	4,300	4,300	803
Dues and subscriptions	300	300	306
Other	4,400	4,400	4,260
Total services and charges	<u>198,200</u>	<u>198,200</u>	<u>165,235</u>
Supplies and materials			
Office supplies	800	800	780
Cleaning supplies	500	500	-
Clothing supplies	6,800	6,800	5,987
Chemicals	10,000	10,000	-
Street	422,100	422,100	380,202
Public grounds material and supplies	2,000	2,000	874
Other operating supplies	28,000	28,000	11,958
Total supplies and materials	<u>470,200</u>	<u>470,200</u>	<u>399,801</u>
Capital outlay			
Equipment	-	-	3,960
Total capital outlay	<u>-</u>	<u>-</u>	<u>3,960</u>

(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, 2013

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Streets (Continued)			
Charges for internal services			
Fleet services	\$ 354,900	\$ 354,900	\$ 285,598
IS services	35,600	35,600	36,793
Equipment replacement	225,500	225,500	225,500
	<hr/>		
Total charges for internal services	616,000	616,000	547,891
	<hr/>		
Total streets	2,512,300	2,512,300	2,251,157
	<hr/>		
TOTAL HIGHWAYS AND STREETS	<u>\$ 4,618,900</u>	<u>\$ 4,651,600</u>	<u>\$ 4,249,149</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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property	\$ 853,513	\$ 853,513	\$ 950,471
Replacement	35,500	35,500	47,871
Sales tax increment	1,671,700	1,671,700	1,559,012
Investment income	1,000	1,000	1,404
Total revenues	<u>2,561,713</u>	<u>2,561,713</u>	<u>2,558,758</u>
EXPENDITURES			
Debt service			
Principal retirement	2,227,177	2,227,177	1,919,629
Interest and fiscal charges	1,196,025	1,196,025	1,146,483
Total expenditures	<u>3,423,202</u>	<u>3,423,202</u>	<u>3,066,112</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(861,489)</u>	<u>(861,489)</u>	<u>(507,354)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,300,000	1,300,000	1,300,000
Transfers (out)	-	-	(350,798)
Total other financing sources (uses)	<u>1,300,000</u>	<u>1,300,000</u>	<u>949,202</u>
NET CHANGE IN FUND BALANCE	<u>\$ 438,511</u>	<u>\$ 438,511</u>	441,848
FUND BALANCE, MAY 1			<u>1,319,707</u>
FUND BALANCE, APRIL 30			<u>\$ 1,761,555</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

Police Grant Fund - 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.

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.

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.

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
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2013

	Special Revenue	Capital Projects	Total
ASSETS			
Cash and investments	\$ 232,942	\$ 2,002,316	\$ 2,235,258
Receivables (net, where applicable, of allowances for uncollectibles)			
Accounts	1,350	-	1,350
Property taxes	-	1,137,981	1,137,981
Due from other governments	-	362,698	362,698
TOTAL ASSETS	<u>\$ 234,292</u>	<u>\$ 3,502,995</u>	<u>\$ 3,737,287</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 774	\$ 25,346	\$ 26,120
Due to other funds	-	253,236	253,236
Total liabilities	<u>774</u>	<u>278,582</u>	<u>279,356</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	1,137,981	1,137,981
FUND BALANCES			
Restricted for economic development	-	1,950,271	1,950,271
Restricted for public safety	227,113	-	227,113
Unrestricted			
Assigned for capital projects	-	144,720	144,720
Assigned for specific purpose	6,405	-	6,405
Unassigned (deficit)	-	(8,559)	(8,559)
Total fund balances	<u>233,518</u>	<u>2,086,432</u>	<u>2,319,950</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 234,292</u>	<u>\$ 3,502,995</u>	<u>\$ 3,737,287</u>

(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, 2013

	Special Revenue	Capital Projects	Total
REVENUES			
Taxes	\$ -	\$ 2,912,480	\$ 2,912,480
Intergovernmental	168,641	-	168,641
Investment income	159	4,392	4,551
Miscellaneous	1,153	10,813	11,966
Total revenues	169,953	2,927,685	3,097,638
EXPENDITURES			
Current			
General government	-	23,260	23,260
Public safety	108,805	-	108,805
Capital outlay	-	269,101	269,101
Total expenditures	108,805	292,361	401,166
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	61,148	2,635,324	2,696,472
OTHER FINANCING SOURCES (USES)			
Transfers in	-	1,030,000	1,030,000
Transfers (out)	-	(3,494,000)	(3,494,000)
Total other financing sources (uses)	-	(2,464,000)	(2,464,000)
NET CHANGE IN FUND BALANCES	61,148	171,324	232,472
FUND BALANCES, MAY 1	172,370	1,915,108	2,087,478
FUND BALANCES, APRIL 30	\$ 233,518	\$ 2,086,432	\$ 2,319,950

(See independent auditor's report.)

NONMAJOR SPECIAL REVENUE FUNDS

Police Grant Fund - 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, 2013

	Police Grant	State Controlled Substance
ASSETS		
Cash and investments	\$ 35,601	\$ 31,174
Accounts receivable	-	-
TOTAL ASSETS	\$ 35,601	\$ 31,174
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	\$ -	\$ -
Total liabilities	-	-
FUND BALANCES		
Restricted for public safety	35,601	31,174
Assigned for specific purpose	-	-
Total fund balances	35,601	31,174
TOTAL LIABILITIES AND FUND BALANCES	\$ 35,601	\$ 31,174

Federal Controlled Substance	DUI	Community Days	Totals
\$ 87,995	\$ 71,767	\$ 6,405	\$ 232,942
-	1,350	-	1,350
\$ 87,995	\$ 73,117	\$ 6,405	\$ 234,292
\$ 774	\$ -	\$ -	\$ 774
774	-	-	774
87,221	73,117	-	227,113
-	-	6,405	6,405
87,221	73,117	6,405	233,518
\$ 87,995	\$ 73,117	\$ 6,405	\$ 234,292

(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, 2013

	Police Grant	State Controlled Substance
REVENUES		
Intergovernmental	\$ 52,291	\$ 16,106
Investment income	30	21
Miscellaneous	152	-
Total revenues	<u>52,473</u>	<u>16,127</u>
EXPENDITURES		
Current		
Public safety	<u>53,624</u>	<u>4,274</u>
Total expenditures	<u>53,624</u>	<u>4,274</u>
NET CHANGE IN FUND BALANCES	(1,151)	11,853
FUND BALANCES, MAY 1	<u>36,752</u>	<u>19,321</u>
FUND BALANCES, APRIL 30	<u><u>\$ 35,601</u></u>	<u><u>\$ 31,174</u></u>

Federal Controlled Substance	DUI	Community Days	Totals
\$ 70,045	\$ 30,199	\$ -	\$ 168,641
47	55	6	159
1,001	-	-	1,153
71,093	30,254	6	169,953
44,339	6,568	-	108,805
44,339	6,568	-	108,805
26,754	23,686	6	61,148
60,467	49,431	6,399	172,370
\$ 87,221	\$ 73,117	\$ 6,405	\$ 233,518

(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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ -	\$ -	\$ 6
Total revenues	-	-	6
EXPENDITURES			
None	-	-	-
Total expenditures	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	6
FUND BALANCE, MAY 1			<u>6,399</u>
FUND BALANCE, APRIL 30			<u>\$ 6,405</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.

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

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.

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.

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

April 30, 2013

	Capital Projects	Redevelopment	Green Oaks/ Army Trail TIF #1
ASSETS			
Cash and investments	\$ 52,045	\$ -	\$ 641,326
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	-	-	843,208
Due from other governments	-	-	-
TOTAL ASSETS	\$ 52,045	\$ -	\$ 1,484,534
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ 2,671	\$ -
Due to other funds	-	5,888	-
Advances from other funds	-	-	-
Total liabilities	-	8,559	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	843,208
FUND BALANCES			
Restricted for economic development	-	-	641,326
Unrestricted			
Assigned for capital projects	52,045	-	-
Unassigned (deficit)	-	(8,559)	-
Total fund balances (deficit)	52,045	(8,559)	641,326
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 52,045	\$ -	\$ 1,484,534

Michael Lane TIF #2	Town Center TIF #3	Fullerton TIF #4	Public Building	Totals
\$ 1,247,825	\$ 54,447	\$ 6,673	\$ -	\$ 2,002,316
278,824	15,949	-	-	1,137,981
-	-	-	362,698	362,698
<u>\$ 1,526,649</u>	<u>\$ 70,396</u>	<u>\$ 6,673</u>	<u>\$ 362,698</u>	<u>\$ 3,502,995</u>
\$ -	\$ -	\$ -	\$ 22,675	\$ 25,346
-	-	-	247,348	253,236
-	-	-	-	-
-	-	-	270,023	278,582
278,824	15,949	-	-	1,137,981
1,247,825	54,447	6,673	-	1,950,271
-	-	-	92,675	144,720
-	-	-	-	(8,559)
1,247,825	54,447	6,673	92,675	2,086,432
<u>\$ 1,526,649</u>	<u>\$ 70,396</u>	<u>\$ 6,673</u>	<u>\$ 362,698</u>	<u>\$ 3,502,995</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, 2013

	Capital Projects	Redevelopment	Green Oaks/ Army Trail TIF #1
REVENUES			
Taxes			
Property taxes	\$ -	\$ -	\$ 966,664
Sales taxes	-	-	-
Investment income	42	857	408
Miscellaneous	10,813	-	-
Total revenues	<u>10,855</u>	<u>857</u>	<u>967,072</u>
EXPENDITURES			
General government			
Services and charges	-	-	240
Capital outlay	10,753	105,253	-
Total expenditures	<u>10,753</u>	<u>105,253</u>	<u>240</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>102</u>	<u>(104,396)</u>	<u>966,832</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	10,000	-	-
Transfers (out)	-	(849,000)	-
Total other financing sources (uses)	<u>10,000</u>	<u>(849,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>10,102</u>	<u>(953,396)</u>	<u>966,832</u>
FUND BALANCES (DEFICIT), MAY 1	<u>41,943</u>	<u>944,837</u>	<u>(325,506)</u>
FUND BALANCES (DEFICIT), APRIL 30	<u>\$ 52,045</u>	<u>\$ (8,559)</u>	<u>\$ 641,326</u>

Michael Lane TIF #2	Town Center TIF #3	Fullerton TIF #4	Public Building	Totals
\$ 341,263	\$ 45,541	\$ -	\$ -	\$ 1,353,468
-	-	-	1,559,012	1,559,012
3,338	(119)	6	(140)	4,392
-	-	-	-	10,813
344,601	45,422	6	1,558,872	2,927,685
22,780	240	-	-	23,260
-	-	-	153,095	269,101
22,780	240	-	153,095	292,361
321,821	45,182	6	1,405,777	2,635,324
-	1,020,000	-	-	1,030,000
(1,020,000)	-	-	(1,625,000)	(3,494,000)
(1,020,000)	1,020,000	-	(1,625,000)	(2,464,000)
(698,179)	1,065,182	6	(219,223)	171,324
1,946,004	(1,010,735)	6,667	311,898	1,915,108
\$ 1,247,825	\$ 54,447	\$ 6,673	\$ 92,675	\$ 2,086,432

(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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Grants	\$ 4,200,000	\$ 4,200,000	\$ -
Investment income	-	-	42
Miscellaneous income	20,000	20,000	10,813
Total revenues	<u>4,220,000</u>	<u>4,220,000</u>	<u>10,855</u>
EXPENDITURES			
Capital outlay	<u>4,238,600</u>	<u>4,238,600</u>	<u>10,753</u>
Total expenditures	<u>4,238,600</u>	<u>4,238,600</u>	<u>10,753</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(18,600)</u>	<u>(18,600)</u>	<u>102</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
Total other financing sources (uses)	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (8,600)</u></u>	<u><u>\$ (8,600)</u></u>	<u>10,102</u>
FUND BALANCE, MAY 1			<u>41,943</u>
FUND BALANCE, APRIL 30			<u><u>\$ 52,045</u></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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ -	\$ -	\$ 857
Total revenues	-	-	857
EXPENDITURES			
Capital outlay	100,000	100,000	105,253
Total expenditures	100,000	100,000	105,253
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(100,000)</u>	<u>(100,000)</u>	<u>(104,396)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(849,000)	(849,000)	(849,000)
Total other financing sources (uses)	<u>(849,000)</u>	<u>(849,000)</u>	<u>(849,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (949,000)</u>	<u>\$ (949,000)</u>	(953,396)
FUND BALANCE, MAY 1			<u>944,837</u>
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (8,559)</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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 1,200,000	\$ 1,200,000	\$ 966,664
Investment income	-	-	408
Total revenues	<u>1,200,000</u>	<u>1,200,000</u>	<u>967,072</u>
EXPENDITURES			
Current			
General government			
Services and charges	300	300	240
Capital outlay	<u>857,700</u>	<u>857,700</u>	-
Total expenditures	<u>858,000</u>	<u>858,000</u>	240
NET CHANGE IN FUND BALANCE	<u><u>\$ 342,000</u></u>	<u><u>\$ 342,000</u></u>	966,832
FUND BALANCE (DEFICIT), MAY 1			<u>(325,506)</u>
FUND BALANCE, APRIL 30			<u><u>\$ 641,326</u></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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 591,000	\$ 591,000	\$ 341,263
Investment income	-	-	3,338
Intergovernmental	400,000	400,000	-
Total revenues	991,000	991,000	344,601
EXPENDITURES			
General government			
Services and charges	630,300	630,300	22,780
Capital outlay	1,775,000	755,000	-
Total expenditures	2,405,300	1,385,300	22,780
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,414,300)	(394,300)	321,821
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	(1,020,000)	(1,020,000)
Total other financing sources (uses)	-	(1,020,000)	(1,020,000)
NET CHANGE IN FUND BALANCE	\$ (1,414,300)	\$ (1,414,300)	(698,179)
FUND BALANCE, MAY 1			1,946,004
FUND BALANCE, APRIL 30			<u>\$ 1,247,825</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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 44,000	\$ 44,000	\$ 45,541
Investment income	-	-	(119)
Total revenues	44,000	44,000	45,422
EXPENDITURES			
General government			
Services and charges	20,300	20,300	240
Capital outlay	27,500	27,500	-
Total expenditures	47,800	47,800	240
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,800)	(3,800)	45,182
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	1,020,000
Total other financing sources (uses)	-	-	1,020,000
NET CHANGE IN FUND BALANCE	\$ (3,800)	\$ (3,800)	1,065,182
FUND BALANCE (DEFICIT), MAY 1			(1,010,735)
FUND BALANCE, APRIL 30			\$ 54,447

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FULLERTON TIF #4 FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 300	\$ 300	\$ -
Investment income	-	-	6
Total revenues	<u>300</u>	<u>300</u>	<u>6</u>
EXPENDITURES			
General government			
Services and charges	<u>6,500</u>	<u>6,500</u>	-
Total expenditures	<u>6,500</u>	<u>6,500</u>	-
NET CHANGE IN FUND BALANCE	<u><u>\$ (6,200)</u></u>	<u><u>\$ (6,200)</u></u>	6
FUND BALANCE, MAY 1			<u>6,667</u>
FUND BALANCE, APRIL 30			<u><u>\$ 6,673</u></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, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Sales tax increment	\$ 1,671,700	\$ 1,671,700	\$ 1,559,012
Investment income	-	-	(140)
Total revenues	<u>1,671,700</u>	<u>1,671,700</u>	<u>1,558,872</u>
EXPENDITURES			
Capital outlay	<u>339,000</u>	<u>339,000</u>	<u>153,095</u>
Total expenditures	<u>339,000</u>	<u>339,000</u>	<u>153,095</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,332,700</u>	<u>1,332,700</u>	<u>1,405,777</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(1,625,000)</u>	<u>(1,625,000)</u>	<u>(1,625,000)</u>
Total other financing sources (uses)	<u>(1,625,000)</u>	<u>(1,625,000)</u>	<u>(1,625,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (292,300)</u>	<u>\$ (292,300)</u>	(219,223)
FUND BALANCE, MAY 1			<u>311,898</u>
FUND BALANCE, APRIL 30			<u>\$ 92,675</u>

(See independent auditor's report.)

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 POSITION - BUDGET AND ACTUAL
WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Water and sewer charges	\$ 12,486,300	\$ 12,486,300	\$ 12,684,500
Water from construction	100	100	80
Meter charges	5,000	5,000	10,454
Sewer pollution surcharge	30,000	30,000	20,598
Admin adjudication	1,200	1,200	-
Storm water exemption	3,000	3,000	28,178
Lab fees	2,000	2,000	6,075
Annexation/tap-on fees	15,000	15,000	20,818
BMP fee	1,000	1,000	14,301
Water turn-on fees	9,800	9,800	8,150
Other charges	21,000	21,000	66,066
Total operating revenues	<u>12,574,400</u>	<u>12,574,400</u>	<u>12,859,220</u>
OPERATING EXPENSES			
Water	7,793,400	7,803,400	6,526,667
Sewer	1,993,100	1,993,100	1,825,213
Water pollution control	4,113,400	4,502,500	3,935,139
Depreciation	-	-	1,877,232
Total operating expenses	<u>13,899,900</u>	<u>14,299,000</u>	<u>14,164,251</u>
OPERATING INCOME (LOSS)	<u>(1,325,500)</u>	<u>(1,724,600)</u>	<u>(1,305,031)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	4,500	4,500	10,101
ComEd reimbursement	-	-	916
Intergovernmental	250,000	250,000	250,000
Interest expense	-	-	(11,629)
Total nonoperating revenues (expenses)	<u>254,500</u>	<u>254,500</u>	<u>249,388</u>
NET INCOME (LOSS) BEFORE TRANSFERS	<u>(1,071,000)</u>	<u>(1,470,100)</u>	<u>(1,055,643)</u>
TRANSFERS IN	<u>1,040,000</u>	<u>1,040,000</u>	<u>1,221,600</u>
CHANGE IN NET POSITION	<u>\$ (31,000)</u>	<u>\$ (430,100)</u>	<u>165,957</u>
NET POSITION, MAY 1			59,123,971
Prior period adjustment			<u>(30,271)</u>
NET POSITION, MAY 1, RESTATED			<u>59,093,700</u>
NET POSITION, APRIL 30			<u>\$ 59,259,657</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, 2013

	Original Budget	Final Budget	Actual
WATER			
Personal services			
Salaries and wages			
Salaries administrative	\$ 307,700	\$ 307,700	\$ 299,152
Elected officials	6,000	6,000	6,033
Wages - clerical	128,600	128,600	141,684
Wages - operational	733,000	733,000	729,404
Overtime	65,000	65,000	99,499
Holiday pay	400	400	-
Part-time	21,100	21,100	17,710
IMRF	156,600	156,600	167,296
Social security	98,700	98,700	99,177
Health insurance and OPEB	298,500	298,500	286,833
Sick pay	20,000	20,000	21,366
Life insurance	3,100	3,100	2,096
Other pay	7,200	7,200	6,374
Total personal services	1,845,900	1,845,900	1,876,624
Services and charges			
Professional fees			
Accounting and audit	6,200	6,200	4,325
Data processing	36,000	36,000	27,082
Medical	4,000	4,000	1,262
Technical and consulting	49,500	49,500	34,191
Communications			
Postage	27,800	27,800	31,151
Telephone	11,500	11,500	14,931
Copy reproduction	900	900	490
Printing and publications	12,300	12,300	6,366
IRMA insurance	169,600	169,600	180,992
Conferences and training	6,100	6,100	5,334
Public utilities gas, heat	7,000	7,000	5,574
Public utilities electrical equipment	60,000	60,000	67,064
Public utility services	3,933,200	3,933,200	3,851,669
Waste disposal	18,500	18,500	18,260
Repairs and maintenance	67,100	67,100	41,977
Rental equipment	1,300	1,300	-
Dues and subscriptions	2,300	2,300	1,884
Bank fees	19,900	19,900	15,885
Other	1,000	1,000	200
Total services and charges	4,434,200	4,434,200	4,308,637
Supplies and materials			
Office supplies	1,300	1,300	1,078
Cleaning supplies	800	800	-
Clothing supplies	7,500	7,500	7,587
Motor fuel lubricants	500	500	-
Chemicals	3,500	3,500	3,478

(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, 2013

	Original Budget	Final Budget	Actual
WATER (Continued)			
Supplies and materials (Continued)			
Public grounds materials/supplies	\$ 27,500	\$ 27,500	\$ 34,281
Water meters/hydrants	8,500	10,500	8,671
Emergency operations	-	-	410
Other operating supplies	52,000	52,000	39,046
Total supplies and materials	101,600	103,600	94,551
Capital outlay			
Equipment	2,200	10,200	9,375
Water meters	24,000	24,000	9,760
Mill and Army Trail improvement	-	-	-
Watermain replacement	642,700	642,700	391,656
Automatic meter read	175,000	175,000	174,429
Grace Street resurfacing	-	-	-
Route 53 resurfacing	249,500	249,500	249,469
SCADA system upgrade	72,500	72,500	65,115
Water tower work	-	-	-
Fullerton Avenue watermain	-	-	-
Total capital outlay	1,165,900	1,173,900	899,804
Less items capitalized	-	-	(892,595)
Charges for internal services			
Fleet services	128,600	128,600	121,253
IS services	35,600	35,600	36,793
Equipment replacement	81,600	81,600	81,600
Total charges for internal services	245,800	245,800	239,646
Total water before depreciation	7,793,400	7,803,400	6,526,667
Depreciation	-	-	921,602
Total water	7,793,400	7,803,400	7,448,269
SEWER			
Personal services			
Salaries and wages			
Salaries administrative	343,800	343,800	327,935
Elected officials	6,000	6,000	6,033
Wages - clerical	115,800	115,800	120,921
Wages - operational	362,700	362,700	369,156
Overtime	32,000	32,000	35,898
Part-time temporary	21,000	21,000	17,687
IMRF	109,400	109,400	114,767
Social security	69,000	69,000	67,823
Health insurance and OPEB	207,100	207,100	208,007

(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, 2013

	Original Budget	Final Budget	Actual
SEWER (Continued)			
Personal services (Continued)			
Sick pay	\$ 15,000	\$ 15,000	\$ 14,913
Life insurance	3,000	3,000	624
Other pay	6,000	6,000	5,269
Total personal services	1,290,800	1,290,800	1,289,033
Services and charges			
Professional fees			
Accounting and audit	1,600	1,600	1,121
Architectural	29,000	29,000	-
Medical	600	600	478
Data processing	-	-	-
Communications			
Postage	800	800	15
Telephone	14,500	14,500	20,101
Portable device	-	-	836
Copy reproduction	400	400	307
Printing and publications	2,500	2,500	134
IRMA insurance	60,000	60,000	45,522
Public relations	-	-	-
Public utilities	68,800	68,800	56,455
Waste disposal	11,000	11,000	10,365
Repairs and maintenance	118,500	118,500	102,567
Rental equipment	6,600	6,600	3,000
Training	-	-	51
Other	500	500	294
Total services and charges	314,800	314,800	241,246
Supplies and materials			
Office supplies	1,300	1,300	511
Cleaning supplies	1,700	1,700	1,502
Clothing supplies	3,100	3,100	3,359
Motor fuel lubricants	4,400	4,400	-
Chemicals	500	500	213
Public grounds materials/supplies	500	500	-
Building materials/supplies	600	600	-
Emergency operations	-	-	200
Other operating supplies	43,200	43,200	40,397
Total supplies and materials	55,300	55,300	46,182
Capital outlay			
Replace storm sewer	42,000	42,000	38,000
Total capital outlay	42,000	42,000	38,000
Less items capitalized	-	-	(38,000)

(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, 2013

	Original Budget	Final Budget	Actual
SEWER (Continued)			
Charges for internal services			
Fleet services	\$ 137,000	\$ 137,000	\$ 94,902
IS services	19,400	19,400	20,050
Equipment replacement	133,800	133,800	133,800
Total charges for internal services	290,200	290,200	248,752
Total sewer before depreciation	1,993,100	1,993,100	1,825,213
Depreciation	-	-	333,901
Total sewer	1,993,100	1,993,100	2,159,114
WATER POLLUTION CONTROL			
Personal services			
Salaries and wages			
Salaries administrative	436,100	436,100	415,574
Elected officials	6,000	6,000	6,033
Wages - clerical	115,800	115,800	144,317
Wages - operational	1,032,300	1,032,300	1,023,694
Overtime	27,200	27,200	29,359
Holiday pay	800	800	-
Part-time temporary	36,800	36,800	33,802
IMRF	207,900	207,900	211,988
Social security	130,900	130,900	127,690
Health insurance and OPEB	351,300	351,300	365,964
Sick pay	40,000	40,000	35,244
Life insurance	3,800	3,800	3,100
Other pay	15,000	15,000	16,424
Total personal services	2,403,900	2,403,900	2,413,189
Services and charges			
Professional fees			
Accounting and audit	2,600	2,600	1,922
Medical	1,000	1,000	1,283
Technical and consulting	29,000	369,000	404,537
Communications			
Postage	2,000	2,000	555
Telephone	15,600	15,600	17,662
Copy reproduction	1,500	1,500	733
Conferences	-	-	784
Printing and publications	3,200	3,200	1,600
IRMA insurance	104,000	104,000	95,408
Public utilities gas, heat	49,500	49,500	47,415
Public utilities electrical equipment	440,000	440,000	310,414

(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, 2013

	Original Budget	Final Budget	Actual
WATER POLLUTION CONTROL (Continued)			
Services and charges (Continued)			
Waste disposal	\$ 181,500	\$ 181,500	\$ 116,326
Repairs and maintenance	101,900	101,900	122,670
Rental equipment	4,500	4,500	1,806
Dues and subscriptions	500	500	321
Permit fee payments	68,500	68,500	68,500
Other	200	200	343
Total services and charges	1,005,500	1,345,500	1,192,279
Supplies and materials			
Office supplies	1,700	1,700	1,195
Cleaning supplies	4,200	4,200	4,178
Clothing supplies	11,500	11,500	11,565
Motor fuel lubricants	3,200	3,200	3,156
Chemicals	73,100	73,100	62,924
Public grounds materials/supplies	1,500	1,500	1,496
Building materials/supplies	5,000	5,000	4,991
Emergency operations	-	24,100	24,090
Other operating supplies	84,900	84,900	82,154
Total supplies and materials	185,100	209,200	195,749
Capital outlay			
Roof repairs	125,000	150,000	149,760
Equipment	49,800	49,800	51,660
Office equipment	2,000	2,000	-
North plant watermain	65,000	65,000	24,727
Anerobic dig cleaning	96,200	96,200	93,942
Belt press rehab	75,000	75,000	74,825
Total capital outlay	413,000	438,000	394,914
Less items capitalized	-	-	(369,014)
Charges for internal services			
Fleet services	34,400	34,400	34,678
IS services	55,000	55,000	56,844
Equipment replacement	16,500	16,500	16,500
Total charges for internal services	105,900	105,900	108,022
Total water pollution control before depreciation	4,113,400	4,502,500	3,935,139
Depreciation	-	-	621,729
Total water pollution control	4,113,400	4,502,500	4,556,868
TOTAL EXPENSES	\$ 13,899,900	\$ 14,299,000	\$ 14,164,251

(See independent auditor's report.)

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 POSITION
INTERNAL SERVICE FUNDS

April 30, 2013

	Fleet Services	Information Systems	Equipment Replacement	Totals
CURRENT ASSETS				
Cash and investments	\$ -	\$ -	\$ 5,029,543	\$ 5,029,543
Inventory	92,923	-	-	92,923
Due from other governments	10,328	-	-	10,328
Total current assets	103,251	-	5,029,543	5,132,794
NONCURRENT ASSETS				
Net other post employment benefit asset	214	74	-	288
Capital assets				
Machinery and equipment	105,913	-	6,210,370	6,316,283
Office equipment	-	510,878	-	510,878
Accumulated depreciation	(89,075)	(430,118)	(4,132,595)	(4,651,788)
Net capital assets	16,838	80,760	2,077,775	2,175,373
Total noncurrent assets	17,052	80,834	2,077,775	2,175,661
Total assets	120,303	80,834	7,107,318	7,308,455
DEFERRED OUTFLOWS OF RESOURCES				
Unamortized loss on refunding	-	-	55,382	55,382
CURRENT LIABILITIES				
Accounts payable	9,497	30,492	-	39,989
Accrued payroll	23,137	14,672	-	37,809
Accrued interest payable	-	-	11,388	11,388
Compensated absences	40,849	30,011	-	70,860
General obligation bonds payable	-	-	156,726	156,726
Unamortized premium on bonds	-	-	9,561	9,561
Total current liabilities	73,483	75,175	177,675	326,333
LONG-TERM LIABILITIES				
Compensated absences	85,890	52,440	-	138,330
General obligation bonds payable	-	-	1,021,679	1,021,679
Unamortized premium on bonds	-	-	57,365	57,365
Total long-term liabilities	85,890	52,440	1,079,044	1,217,374
Total liabilities	159,373	127,615	1,256,719	1,543,707
NET POSITION				
Net investment in capital assets	16,838	80,760	887,826	985,424
Unrestricted (deficit)	(55,908)	(127,541)	5,018,155	4,834,706
TOTAL NET POSITION (DEFICIT)	\$ (39,070)	\$ (46,781)	\$ 5,905,981	\$ 5,820,130

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

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

For the Year Ended April 30, 2013

	Fleet Services	Information Systems	Equipment Replacement	Totals
OPERATING REVENUES				
Charges for services	\$ 1,251,502	\$ 995,280	\$ 707,900	\$ 2,954,682
Other revenue	160,905	-	-	160,905
Total operating revenues	1,412,407	995,280	707,900	3,115,587
OPERATING EXPENSES				
Personnel services	628,881	504,078	-	1,132,959
Services and charges	121,302	311,622	-	432,924
Supplies and materials	638,192	25,023	-	663,215
Capital outlay	20,519	117,645	13,330	151,494
Total operating expenses excluding depreciation	1,408,894	958,368	13,330	2,380,592
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	3,513	36,912	694,570	734,995
DEPRECIATION	5,801	29,383	605,652	640,836
OPERATING INCOME (LOSS)	(2,288)	7,529	88,918	94,159
NONOPERATING REVENUES (EXPENSES)				
Investment income	-	-	9,903	9,903
Interest expense	-	-	(10,835)	(10,835)
Gain on sale of capital assets	-	-	(40,179)	(40,179)
Total nonoperating revenues (expenses)	-	-	(41,111)	(41,111)
NET INCOME BEFORE TRANSFERS	(2,288)	7,529	47,807	53,048
TRANSFERS IN	-	-	169,198	169,198
CHANGE IN NET POSITION	(2,288)	7,529	217,005	222,246
NET POSITION (DEFICIT), MAY 1	(36,782)	(54,310)	5,717,179	5,626,087
Prior period adjustment	-	-	(28,203)	(28,203)
NET POSITION (DEFICIT), MAY 1, RESTATED	(36,782)	(54,310)	5,688,976	5,597,884
NET POSITION (DEFICIT), APRIL 30	\$ (39,070)	\$ (46,781)	\$ 5,905,981	\$ 5,820,130

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2013

	Fleet Services	Information Systems	Equipment Replacement	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from internal services transactions	\$ 1,251,502	\$ 995,280	\$ 707,900	\$ 2,954,682
Receipts from other sources	150,577	-	-	150,577
Payments to suppliers	(799,264)	(435,348)	(13,330)	(1,247,942)
Payments to employees	(602,815)	(488,327)	-	(1,091,142)
Net cash from operating activities	-	71,605	694,570	766,175
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	-	-	169,198	169,198
Net cash from noncapital financing activities	-	-	169,198	169,198
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	-	(71,605)	(545,518)	(617,123)
Proceeds from disposal of property	-	-	69,744	69,744
Principal paid on bonds	-	-	(147,855)	(147,855)
Interest paid on bonds	-	-	(21,342)	(21,342)
Net cash from capital and related financing activities	-	(71,605)	(644,971)	(716,576)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	-	-	9,903	9,903
Net cash from investing activities	-	-	9,903	9,903
NET INCREASE IN CASH AND CASH EQUIVALENTS	-	-	228,700	228,700
CASH AND CASH EQUIVALENTS, MAY 1	-	-	4,800,843	4,800,843
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,029,543</u>	<u>\$ 5,029,543</u>

(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, 2013

	Fleet Services	Information Systems	Equipment Replacement	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (2,288)	\$ 7,529	\$ 88,918	\$ 94,159
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	5,801	29,383	605,652	640,836
Inventory	(24,801)	-	-	(24,801)
Accounts receivable	(10,328)	-	-	(10,328)
Accounts payable	5,550	18,942	-	24,492
Accrued payroll	4,752	2,739	-	7,491
Compensated absences payable	22,260	13,622	-	35,882
Net other postemployment benefits obligation	(946)	(610)	-	(1,556)
NET CASH FROM OPERATING ACTIVITIES	\$ -	\$ 71,605	\$ 694,570	\$ 766,175
CASH AND INVESTMENTS				
Cash and cash equivalents	\$ -	\$ -	\$ 5,029,543	\$ 5,029,543
TOTAL CASH AND INVESTMENTS	\$ -	\$ -	\$ 5,029,543	\$ 5,029,543
NONCASH TRANSACTIONS				
None	\$ -	\$ -	\$ -	\$ -
TOTAL NONCASH TRANSACTIONS	\$ -	\$ -	\$ -	\$ -

(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, 2013

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Personal services			
Salaries and wages			
Salaries administrative	\$ 93,000	\$ 93,000	\$ 102,933
Wages clerical	52,800	52,800	66,904
Wages operational	233,500	233,500	237,640
Overtime	20,000	20,000	28,617
Other pay	4,500	4,500	4,204
IMRF contributions	50,700	50,700	54,804
Social security	31,700	31,700	32,297
Health insurance and OPEB	92,800	92,800	91,062
Sick pay	9,000	9,000	9,796
Life insurance	1,100	1,100	624
	<hr/>		
Total personal services	589,100	589,100	628,881
Services and charges			
Professional fees			
Data processing	1,600	1,600	1,595
Medical	1,300	1,300	334
Communications			
Postage and express	200	200	14
Telephone	1,000	1,000	888
Copy reproduction	400	400	489
Repairs and maintenance	46,200	46,200	47,170
IRMA insurance	38,000	38,000	32,134
Conferences and training	1,200	1,200	1,715
Heat, light, gas, and waste disposal	900	900	734
Dues and subscriptions	400	400	1,218
Printing and publication	300	300	-
IS services	22,600	22,600	23,358
Equipment replacement	4,800	4,800	4,800
Other services and charges	7,400	7,400	6,853
	<hr/>		
Total services and charges	126,300	126,300	121,302

(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, 2013

	Original Budget	Final Budget	Actual
OPERATING EXPENSES (Continued)			
Supplies and materials			
Office supplies	\$ 800	\$ 800	\$ 790
Fuel	455,000	455,000	441,866
Clothing supplies	2,700	2,700	2,190
Motor vehicles material and supplies	153,200	153,200	183,117
Emergency operations	-	9,300	9,252
Other materials and supplies	27,900	27,900	977
	<hr/>		
Total supplies and materials	639,600	648,900	638,192
<hr/>			
Capital outlay			
Equipment	67,700	67,700	20,519
Less items capitalized	-	-	-
	<hr/>		
Net capital outlay	67,700	67,700	20,519
<hr/>			
Total operating expenses	1,422,700	1,432,000	1,408,894
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Depreciation	-	-	5,801
<hr/>			
TOTAL EXPENSES	\$ 1,422,700	\$ 1,432,000	\$ 1,414,695
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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, 2013

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Personal services			
Salaries and wages			
Salaries administrative	\$ 318,000	\$ 318,000	\$ 354,092
Other pay	7,900	7,900	7,610
IMRF contributions	40,500	40,500	44,169
Social security	25,400	25,400	26,305
Health insurance and OPEB	68,200	68,200	66,898
Sick pay	6,000	6,000	4,380
Life insurance	900	900	624
	<hr/>		
Total personal services	466,900	466,900	504,078
	<hr/>		
Services and charges			
Professional fees			
Data processing	152,200	152,200	145,805
Communications			
Telephone	61,900	61,900	80,458
Postage	200	200	-
Portable device	-	-	4,136
Copy reproduction	200	200	666
Repairs and maintenance	30,000	30,000	34,433
Technical and consulting	31,200	31,200	38,800
IRMA insurance	12,000	12,000	7,324
Dues and subscriptions	700	700	-
Printing and publication	400	400	-
	<hr/>		
Total services and charges	288,800	288,800	311,622
	<hr/>		

(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, 2013

	Original Budget	Final Budget	Actual
OPERATING EXPENSES (Continued)			
Supplies and materials			
Office supplies	\$ 500	\$ 500	\$ 155
Other operating supplies	28,500	28,500	24,868
Total supplies and materials	29,000	29,000	25,023
Capital outlay			
Equipment	178,300	191,700	189,250
Total capital outlay	178,300	191,700	189,250
Less items capitalized	-	-	(71,605)
Net capital outlay	178,300	191,700	117,645
Total operating expenses	963,000	976,400	958,368
Depreciation	-	-	29,383
TOTAL EXPENSES	\$ 963,000	\$ 976,400	\$ 987,751

(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, 2013

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Capital outlay			
Equipment - police	\$ 81,500	\$ 81,500	\$ 129,279
Equipment - streets	300,000	300,000	300,926
Equipment - water	20,000	20,000	21,405
Equipment - electricity & forestry	70,000	70,000	25,063
Equipment - water pollution control	100,000	100,000	82,175
Total capital outlay	571,500	571,500	558,848
Less items capitalized	-	-	(545,518)
Net capital outlay	571,500	571,500	13,330
Total operating expenses	571,500	571,500	13,330
Depreciation	-	-	605,652
TOTAL EXPENSES	\$ 571,500	\$ 571,500	\$ 618,982

(See independent auditor's report.)

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 Fund - 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 POSITION -
BUDGET AND ACTUAL
POLICE PENSION TRUST FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
ADDITIONS			
Contributions - employer			
Property taxes transferred from General Fund	\$ 1,920,000	\$ 1,920,000	\$ 1,930,815
Contributions - plan members	534,200	534,200	542,158
Total contributions	<u>2,454,200</u>	<u>2,454,200</u>	<u>2,472,973</u>
Investment income			
Net appreciation (depreciation) in fair value of investments	1,000,000	1,000,000	1,860,843
Interest earned on investments	900,000	900,000	841,446
Total investment income	1,900,000	1,900,000	2,702,289
Less investment expense	<u>(37,600)</u>	<u>(37,600)</u>	<u>(32,200)</u>
Net investment income	<u>1,862,400</u>	<u>1,862,400</u>	<u>2,670,089</u>
Total additions	<u>4,316,600</u>	<u>4,316,600</u>	<u>5,143,062</u>
DEDUCTIONS			
Benefits and refunds	2,396,900	2,396,900	2,528,453
Administration	56,600	56,600	58,708
Legal	500	500	7,411
Total deductions	<u>2,454,000</u>	<u>2,454,000</u>	<u>2,594,572</u>
NET INCREASE	<u>\$ 1,862,600</u>	<u>\$ 1,862,600</u>	2,548,490
NET POSITION HELD IN TRUST FOR PENSION BENEFITS			
May 1			<u>32,264,490</u>
April 30			<u><u>\$ 34,812,980</u></u>

(See independent auditor's report.)

VILLAGE OF ADDISON, ILLINOIS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND

For the Year Ended April 30, 2013

	Balances May 1	Additions	Deductions	Balances April 30
Special Service Area #1				
ASSETS				
Cash and investments	\$ 14,704	\$ 67,632	\$ 67,120	\$ 15,216
Property taxes receivable	73,200	127,131	150,511	49,820
	<hr/>			
TOTAL ASSETS	<u>\$ 87,904</u>	<u>\$ 194,763</u>	<u>\$ 217,631</u>	<u>\$ 65,036</u>
LIABILITIES				
Funds held for others	<u>\$ 87,904</u>	<u>\$ 194,763</u>	<u>\$ 217,631</u>	<u>\$ 65,036</u>

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF INSURANCE IN FORCE

April 30, 2013

Insured	Description of Coverage	Amount of Coverage	Expiration Date of Policy
Village of Addison	General Liability	\$ 10,000,000	12/31/2013
	Police Professional Liability	10,000,000	12/31/2013
	Employee Benefits Liability	10,000,000	12/31/2013
	Automobile Liability	10,000,000	12/31/2013
	Uninsured/Underinsured Motorist	500,000	12/31/2013
	Public Officials' Liability	10,000,000	12/31/2013
	Workers' Compensation	30,000,000	12/31/2013
	Employer's Liability	1,000,000	12/31/2013
	Property Damage	250,000,000	12/31/2013
	Boiler/Machinery	50,000,000	12/31/2013
	Crime and Fidelity	5,000,000	12/31/2013
	Public Officials' Bond	Statutory	12/31/2013

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, 2013

	2006A Refunding Bond Issue	2006C Bond Issue
Date of Issue	October 1, 2006	December 15, 2006
Issuance Amount	\$3,075,000	\$6,900,000
Interest Rate	3.70% to 4.50%	3.85% 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	2006A Refunding Bond Issue		2006C Bond Issue	
	Principal	Interest	Principal	Interest
2014	\$ 160,000	\$ 116,313	\$ 300,000	\$ 257,347
2015	160,000	110,312	320,000	245,798
2016	165,000	104,313	345,000	233,477
2017	165,000	96,888	370,000	220,195
2018	175,000	89,462	400,000	205,950
2019	180,000	81,588	420,000	190,550
2020	190,000	73,487	450,000	174,380
2021	200,000	65,888	475,000	157,055
2022	210,000	57,887	505,000	138,768
2023	215,000	49,278	540,000	119,325
2024	225,000	40,462	575,000	98,265
2025	240,000	31,125	605,000	75,840
2026	250,000	21,165	640,000	51,942
2027	260,000	10,790	675,000	26,663
2028	-	-	-	-
2029	-	-	-	-
2030	-	-	-	-
2031	-	-	-	-
	<u>\$ 2,795,000</u>	<u>\$ 948,958</u>	<u>\$ 6,620,000</u>	<u>\$ 2,195,555</u>

2007 Bond Issue	2008 Refunding Bond Issue	2010 Bond Issue
December 15, 2006	June 19, 2008	July 30, 2010
\$6,100,000	\$6,015,000	\$3,500,000
3.875% to 3.95%	3.25% to 5.00%	2.05% to 5.30%
December 15	December 15	December 15
June 15 and December 15	June 15 and December 15	June 15 and December 15
December 15, 2026	December 15, 2020	December 15, 2030

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

2007 Bond Issue		2008 Bond Issue		2010 Bond Issue	
Principal	Interest	Principal	Interest	Principal	Interest
\$ 260,000	\$ 228,400	\$ 265,000	\$ 210,950	\$ 125,000	\$ 136,962
285,000	218,325	300,000	201,675	130,000	135,088
305,000	207,281	340,000	190,800	135,000	132,422
330,000	195,462	385,000	178,050	140,000	129,655
345,000	182,675	435,000	162,650	145,000	125,945
375,000	169,306	920,000	145,250	150,000	122,102
395,000	154,775	975,000	99,250	155,000	117,528
425,000	139,468	1,010,000	50,500	160,000	112,258
450,000	123,000	-	-	170,000	106,416
480,000	105,562	-	-	180,000	99,532
510,000	86,843	-	-	190,000	92,241
540,000	66,952	-	-	195,000	83,218
565,000	45,623	-	-	210,000	73,956
590,000	23,305	-	-	220,000	63,980
-	-	-	-	230,000	53,530
-	-	-	-	245,000	41,340
-	-	-	-	260,000	28,356
-	-	-	-	275,000	14,575
\$ 5,855,000	\$ 1,946,977	\$ 4,630,000	\$ 1,239,125	\$ 3,315,000	\$ 1,669,104

(This schedule is continued on the following pages.)

VILLAGE OF ADDISON, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND ISSUES

April 30, 2012

	2011 Refunding Bond Issue	2012 Refunding Bond Issue
Date of Issue	September 6, 2011	September 6, 2011
Issuance Amount	\$2,835,000	\$3,985,000
Interest Rate	2.00% to 4.00%	2.00% to 3.00%
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	2011 Refunding Bond Issue		2012 Refunding Bond Issue	
	Principal	Interest	Principal	Interest
2014	\$ 510,000	\$ 77,200	\$ 530,000	\$ 102,700
2015	495,000	67,000	540,000	92,100
2016	485,000	52,150	550,000	81,300
2017	470,000	37,600	570,000	64,800
2018	470,000	18,800	580,000	47,700
2019	-	-	600,000	30,300
2020	-	-	615,000	12,300
2021	-	-	-	-
2022	-	-	-	-
2023	-	-	-	-
2024	-	-	-	-
2025	-	-	-	-
2026	-	-	-	-
2027	-	-	-	-
2028	-	-	-	-
2029	-	-	-	-
2030	-	-	-	-
2031	-	-	-	-
	<u>\$ 2,430,000</u>	<u>\$ 252,750</u>	<u>\$ 3,985,000</u>	<u>\$ 431,200</u>

Totals	
Principal	Interest
\$ 2,150,000	\$ 1,129,872
2,230,000	1,070,298
2,325,000	1,001,743
2,430,000	922,650
2,550,000	833,182
2,645,000	739,096
2,780,000	631,720
2,270,000	525,169
1,335,000	426,071
1,415,000	373,697
1,500,000	317,811
1,580,000	257,135
1,665,000	192,686
1,745,000	124,738
230,000	53,530
245,000	41,340
260,000	28,356
275,000	14,575
<u>\$ 29,630,000</u>	<u>\$ 8,683,669</u>

(See independent auditor's report.)

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.	117-124
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.	125-130
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.	131-134
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.	135-136
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.	137-139

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

VILLAGE OF ADDISON, ILLINOIS

NET POSITION BY COMPONENTS

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 61,252,738	\$ 68,527,299	\$ 78,543,124	\$ 78,279,927
Restricted	2,786,760	2,458,823	2,275,328	14,119,418
Unrestricted	6,029,002	7,339,458	5,827,369	498,165
TOTAL GOVERNMENTAL ACTIVITIES	\$ 70,068,500	\$ 78,325,580	\$ 86,645,821	\$ 92,897,510
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 56,281,516	\$ 47,337,884	\$ 45,117,250	\$ 55,259,610
Restricted	2,188,775	1,247,987	1,294,612	1,368,081
Unrestricted	4,833,221	12,556,354	14,714,130	3,515,975
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 63,303,512	\$ 61,142,225	\$ 61,125,992	\$ 60,143,666
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 117,534,254	\$ 115,865,183	\$ 123,660,374	\$ 133,539,537
Restricted	4,975,535	3,706,810	3,569,940	15,487,499
Unrestricted	10,862,223	19,895,812	20,541,499	4,014,140
TOTAL PRIMARY GOVERNMENT	\$ 133,372,012	\$ 139,467,805	\$ 147,771,813	\$ 153,041,176

Data Source

Audited Financial Statements

2008	2009	2010	2011	2012	2013
\$ 84,783,835	\$ 88,445,318	\$ 90,552,397	\$ 92,393,790	\$ 95,291,795	\$ 97,716,469
5,018,880	2,243,060	1,529,784	1,819,969	3,908,191	4,660,660
8,614,792	9,658,129	9,541,452	11,317,904	9,413,771	8,425,127
<u>\$ 98,417,507</u>	<u>\$ 100,346,507</u>	<u>\$ 101,623,633</u>	<u>\$ 105,531,663</u>	<u>\$ 108,613,757</u>	<u>\$ 110,802,256</u>
\$ 56,304,357	\$ 57,293,575	\$ 56,799,642	\$ 55,720,105	\$ 54,573,479	\$ 54,163,556
1,427,224	1,444,834	1,452,430	1,454,610	1,454,790	1,458,126
4,116,745	3,417,229	3,112,521	2,966,651	3,095,702	3,637,975
<u>\$ 61,848,326</u>	<u>\$ 62,155,638</u>	<u>\$ 61,364,593</u>	<u>\$ 60,141,366</u>	<u>\$ 59,123,971</u>	<u>\$ 59,259,657</u>
\$ 141,088,192	\$ 145,738,893	\$ 147,352,039	\$ 148,113,895	\$ 149,865,274	\$ 151,880,025
6,446,104	3,687,894	2,982,214	3,274,579	5,362,981	6,118,786
12,731,537	13,075,358	12,653,973	14,284,555	12,509,473	12,063,102
<u>\$ 160,265,833</u>	<u>\$ 162,502,145</u>	<u>\$ 162,988,226</u>	<u>\$ 165,673,029</u>	<u>\$ 167,737,728</u>	<u>\$ 170,061,913</u>

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007
EXPENSES				
Governmental Activities				
General government	\$ 3,574,429	\$ 4,095,058	\$ 3,616,575	\$ 5,952,874
Public safety	9,459,924	9,498,145	10,680,567	11,509,751
Community development	1,934,083	2,075,567	2,336,957	2,606,931
Highways and streets	4,205,863	4,409,269	4,127,999	3,935,690
Interest and fiscal charges	1,050,404	1,025,270	937,532	1,070,470
Total governmental activities expenses	20,224,703	21,103,309	21,699,630	25,075,716
Business-Type Activities				
Water and sewer	10,360,778	10,792,714	11,267,849	11,288,187
Total business-type activities expenses	10,360,778	10,792,714	11,267,849	11,288,187
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 30,585,481	\$ 31,896,023	\$ 32,967,479	\$ 36,363,903
PROGRAM REVENUES				
Governmental Activities				
Charges for services				
General government	\$ 1,464,542	\$ 1,643,370	\$ 1,810,654	\$ 1,511,755
Public safety	300,122	401,704	519,025	585,370
Community development	165,909	222,225	304,518	621,185
Highways and streets	539,657	486,795	501,869	657,481
Operating grants and contributions	1,217,947	1,231,524	1,128,386	1,193,774
Capital grants and contributions	175,231	2,603,513	2,397,431	1,294,749
Total governmental activities program revenues	3,863,408	6,589,131	6,661,883	5,864,314
Business-Type Activities				
Charges for services				
Water and sewer	9,586,377	9,958,974	10,797,825	9,820,363
Operating grants and contributions	-	-	-	-
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	9,586,377	9,958,974	10,797,825	9,820,363
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 13,449,785	\$ 16,548,105	\$ 17,459,708	\$ 15,684,677
NET REVENUE (EXPENSE)				
Governmental activities	\$ (16,361,295)	\$ (14,514,178)	\$ (15,037,747)	\$ (19,211,402)
Business-type activities	(774,401)	(833,740)	(470,024)	(1,467,824)
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (17,135,696)	\$ (15,347,918)	\$ (15,507,771)	\$ (20,679,226)

2008	2009	2010	2011	2012	2013
\$ 4,774,951	\$ 5,125,037	\$ 4,640,073	\$ 4,385,166	\$ 4,633,830	\$ 4,463,370
13,141,287	13,892,079	14,071,718	13,990,764	15,906,663	16,267,795
2,742,465	2,579,381	2,561,749	2,551,924	2,684,987	2,671,935
5,099,502	5,795,740	5,594,481	5,297,660	5,338,610	5,822,591
1,422,629	1,339,726	1,261,761	1,180,854	1,352,565	1,019,885
27,180,834	28,731,963	28,129,782	27,406,368	29,916,655	30,245,576
11,290,155	11,983,183	11,935,224	12,464,598	13,131,685	14,175,880
11,290,155	11,983,183	11,935,224	12,464,598	13,131,685	14,175,880
\$ 38,470,989	\$ 40,715,146	\$ 40,065,006	\$ 39,870,966	\$ 43,048,340	\$ 44,421,456
\$ 1,129,632	\$ 1,266,980	\$ 1,280,491	\$ 1,391,243	\$ 1,438,307	\$ 1,547,815
880,067	1,099,943	1,396,365	1,388,763	1,251,599	1,447,919
623,636	581,175	621,422	418,380	592,805	453,184
648,062	670,850	691,821	747,808	699,875	752,738
1,206,995	1,320,313	1,111,016	1,391,543	1,226,672	1,252,795
111,936	468,282	285,253	220,882	357,094	109,552
4,600,328	5,407,543	5,386,368	5,558,619	5,566,352	5,564,003
10,138,634	10,271,842	10,310,792	10,942,530	11,731,849	12,859,220
1,945,748	72,565	1,001	72,890	10,152	916
-	173,228	-	-	-	-
12,084,382	10,517,635	10,311,793	11,015,420	11,742,001	12,860,136
\$ 16,684,710	\$ 15,925,178	\$ 15,698,161	\$ 16,574,039	\$ 17,308,353	\$ 18,424,139
\$ (22,580,506)	\$ (23,324,420)	\$ (22,743,414)	\$ (21,847,749)	\$ (24,350,303)	\$ (24,681,573)
794,227	(1,465,548)	(1,623,431)	(1,449,178)	(1,389,684)	(1,315,744)
\$ (21,786,279)	\$ (24,789,968)	\$ (24,366,845)	\$ (23,296,927)	\$ (25,739,987)	\$ (25,997,317)

VILLAGE OF ADDISON, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental Activities				
Taxes				
Property	\$ 5,363,860	\$ 5,819,941	\$ 6,213,602	\$ 6,573,629
Sales	5,606,401	5,915,484	6,597,219	7,029,021
Home rule sales	3,445,503	3,765,531	4,164,948	4,546,161
Telecommunications	300,262	1,473,772	1,710,328	1,860,532
Other	1,117,764	1,323,331	1,363,495	1,368,319
Shared income taxes	2,170,497	2,431,365	2,744,265	3,026,956
Investment earnings	129,334	232,187	572,714	842,750
Miscellaneous	323,879	336,705	209,010	344,396
Gain (loss) on disposal of capital assets	(787,768)	-	-	-
Transfers	-	1,365,824	(217,593)	(215,425)
Contributions	-	-	-	196,151
Total governmental activities	17,669,732	22,664,140	23,357,988	25,572,490
Business-Type Activities				
Investment earnings	85,360	102,289	236,198	270,073
Miscellaneous	113,830	-	-	-
Gain on disposal of capital assets	1,785	-	-	-
Contributions	296,634	-	-	-
Transfers	-	(1,365,824)	217,593	215,425
Total business-type activities	497,609	(1,263,535)	453,791	485,498
TOTAL PRIMARY GOVERNMENT	\$ 18,167,341	\$ 21,400,605	\$ 23,811,779	\$ 26,057,988
CHANGE IN NET POSITION				
Governmental activities	\$ 1,308,437	\$ 8,149,962	\$ 8,320,241	\$ 6,361,088
Business-type activities	(276,792)	(2,097,275)	(16,233)	(982,326)
TOTAL PRIMARY GOVERNMENT	\$ 1,031,645	\$ 6,052,687	\$ 8,304,008	\$ 5,378,762

Data Source

Audited Financial Statements

2008	2009	2010	2011	2012	2013
\$ 7,030,357	\$ 7,349,056	\$ 7,816,366	\$ 8,292,689	\$ 8,675,564	\$ 8,341,466
7,737,573	7,757,823	6,779,198	7,360,627	7,881,310	7,675,969
4,988,190	4,970,300	4,259,065	4,594,396	5,342,585	6,236,048
1,952,314	1,959,918	1,765,480	1,655,861	1,708,571	1,500,073
1,278,613	1,056,915	940,038	1,028,587	984,240	1,252,073
3,388,237	3,366,328	2,934,391	2,880,557	3,009,476	3,329,232
942,216	178,179	50,053	26,075	17,666	21,300
325,209	330,358	289,446	134,717	180,255	213,809
-	-	-	-	-	-
(214,695)	(1,715,457)	(813,497)	(217,730)	(367,270)	(1,221,600)
672,489	-	-	-	-	-
28,100,503	25,253,420	24,020,540	25,755,779	27,432,397	27,348,370
252,665	57,403	18,889	8,221	5,019	10,101
-	-	-	-	-	250,000
-	-	-	-	-	-
443,073	-	-	-	-	-
214,695	1,715,457	813,497	217,730	367,270	1,221,600
910,433	1,772,860	832,386	225,951	372,289	1,481,701
\$ 29,010,936	\$ 27,026,280	\$ 24,852,926	\$ 25,981,730	\$ 27,804,686	\$ 28,830,071
\$ 5,519,997	\$ 1,929,000	\$ 1,277,126	\$ 3,908,030	\$ 3,082,094	\$ 2,666,797
1,704,660	307,312	(791,045)	(1,223,227)	(1,017,395)	165,957
\$ 7,224,657	\$ 2,236,312	\$ 486,081	\$ 2,684,803	\$ 2,064,699	\$ 2,832,754

VILLAGE OF ADDISON, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012*	2013
GENERAL FUND										
Reserved	\$ 136,666	\$ 185,607	\$ 174,460	\$ 78,372	\$ 74,707	\$ 1,090,020	\$ 969,309	\$ 1,052,005	\$ -	\$ -
Unreserved	6,424,189	7,045,767	8,818,172	9,751,058	7,469,355	7,499,398	7,108,949	7,682,950	-	-
Nonspendable in form										
Prepaid items	-	-	-	-	-	-	-	-	4,995	-
Advances to other funds	-	-	-	-	-	-	-	-	1,010,705	-
Notes receivable	-	-	-	-	-	-	-	-	54,445	50,195
Unrestricted										
Unassigned	-	-	-	-	-	-	-	-	7,387,902	8,075,707
TOTAL GENERAL FUND	\$ 6,560,855	\$ 7,231,374	\$ 8,992,632	\$ 9,829,430	\$ 7,544,062	\$ 8,589,418	\$ 8,078,258	\$ 8,734,955	\$ 8,458,047	\$ 8,125,902
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ 11,230,768	\$ 9,837,164	\$ 10,133,753	\$ 19,827,205	\$ 9,598,536	\$ 5,501,765	\$ 3,569,732	\$ 3,309,883	\$ -	\$ -
Unreserved, reported in										
Special Revenue Funds	(18,435)	(102,568)	(9,111)	(10,107)	(1,537)	(1,428)	417	4,465	-	-
Capital Project Funds	(6,929,861)	(4,005,597)	(5,608,522)	(3,986,128)	(2,811,500)	(3,694,723)	(1,611,257)	(786,109)	-	-
Nonspendable in form - advances to other funds										
	-	-	-	-	-	-	-	-	325,476	-
Restricted for										
Economic development	-	-	-	-	-	-	-	-	1,952,671	1,950,271
Public safety	-	-	-	-	-	-	-	-	165,971	227,113
Highways and streets	-	-	-	-	-	-	-	-	469,842	721,721
Debt service	-	-	-	-	-	-	-	-	1,319,707	1,761,555
Unrestricted										
Assigned for capital projects	-	-	-	-	-	-	-	-	973,202	144,720
Assigned for specific purpose	-	-	-	-	-	-	-	-	6,399	6,405
Unassigned (deficit)	-	-	-	-	-	-	-	-	(1,336,241)	(8,559)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 4,282,472	\$ 5,728,999	\$ 4,516,120	\$ 15,830,970	\$ 6,785,499	\$ 1,805,614	\$ 1,958,892	\$ 2,528,239	\$ 3,877,027	\$ 4,803,226

Data Source

Audited Financial Statements

* The Village implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in fiscal year 2012.

VILLAGE OF ADDISON, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2013	2013
REVENUES										
Taxes	\$ 18,004,287	\$ 20,729,424	\$ 22,793,857	\$ 24,404,618	\$ 26,375,284	\$ 26,460,341	\$ 24,494,538	\$ 25,812,717	\$ 24,592,270	\$ 25,005,629
Licenses and permits	1,657,181	1,818,941	1,969,461	1,637,797	1,678,261	1,707,139	1,760,064	1,604,254	1,795,005	1,709,276
Intergovernmental	1,381,365	3,842,815	3,335,177	2,511,595	178,088	1,663,175	1,373,959	1,546,257	4,616,969	4,673,912
Fines and forfeitures	363,027	413,242	509,617	1,088,704	927,901	428,404	357,542	369,759	512,920	883,624
Charges for services	157,794	184,878	209,837	229,048	360,437	1,132,905	1,450,426	1,521,816	1,120,990	1,062,801
Investment income	129,333	232,187	572,714	842,750	942,216	178,179	50,053	26,075	17,666	21,300
Miscellaneous	627,921	665,960	846,801	741,566	74,767	806,277	733,823	639,498	710,199	777,431
Total revenues	22,320,908	27,887,447	30,237,464	31,456,078	30,536,954	32,376,420	30,220,405	31,520,376	33,366,019	34,133,973
EXPENDITURES										
General government	3,080,068	3,875,597	3,201,148	3,858,774	4,536,415	4,293,793	3,852,310	3,652,333	3,916,087	3,790,947
Public safety	9,292,893	9,824,804	10,647,094	11,442,236	13,227,801	13,542,086	13,334,044	13,658,355	15,371,748	15,675,525
Highways and streets	3,984,619	7,648,358	5,816,539	6,786,416	6,473,217	2,503,725	2,480,479	2,495,592	2,634,368	2,632,733
Community development	1,981,748	2,123,735	2,296,848	2,619,131	2,685,190	7,384,831	6,422,741	5,204,543	6,552,001	6,714,703
Capital outlay	871,969	2,177,683	4,594,522	4,378,503	13,484,694	3,719,559	435,591	4,721,303	483,398	269,101
Debt service										
Principal	2,112,397	2,182,808	1,729,190	1,818,404	1,303,856	1,626,661	1,766,837	1,830,528	1,994,686	1,919,629
Interest	1,081,381	1,040,987	1,086,092	1,064,483	1,454,688	1,446,852	1,275,354	1,270,913	1,353,654	1,146,483
Total expenditures	22,405,075	28,883,972	29,371,433	31,967,947	43,165,861	34,517,507	29,567,356	32,833,567	32,305,942	32,149,121
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(84,167)	(996,525)	866,031	(511,869)	(12,628,907)	(2,141,087)	653,049	(1,313,191)	1,060,077	1,984,852
OTHER FINANCING SOURCES (USES)										
Transfers in	1,178,236	1,177,253	1,796,333	2,656,951	5,458,473	2,370,167	1,464,908	1,550,000	2,323,750	2,454,000
Transfers (out)	(1,178,236)	(1,177,253)	(2,216,659)	(3,073,089)	(5,873,201)	(4,286,367)	(2,481,203)	(1,970,591)	(2,893,451)	(3,844,798)
Bonds issued	-	5,401,785	3,065,000	18,450,000	-	6,015,000	-	3,500,000	4,376,797	-
Premium on bonds issued	-	57,429	61,306	32,730	-	393,393	-	-	310,434	-
Discount on bonds issued	-	(10,578)	-	(63,256)	-	-	-	-	-	-
Payment to escrow	-	(2,490,578)	(3,063,227)	(5,341,257)	-	(6,291,761)	-	-	(4,665,177)	-
Sale of capital assets	788,516	48,395	39,595	1,438	6,713	6,126	5,364	19,276	-	-
Total other financing sources (uses)	788,516	3,006,453	(317,652)	12,663,517	(408,015)	(1,793,442)	(1,010,931)	3,098,685	(547,647)	(1,390,798)
NET CHANGE IN FUND BALANCES	\$ (208,009)	\$ 3,872,484	\$ (829,521)	\$ 34,610	\$ (13,036,922)	\$ (3,934,529)	\$ (357,882)	\$ 1,785,494	\$ 512,430	\$ 594,054
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	12.07%	11.36%	10.45%	11.19%	10.12%	11.20%	11.27%	11.50%	11.49%	10.46%

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
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%
2010	795,743,652	106,188,080	371,249,926	360,234	-	1,273,532,892	0.49	3,821,598,676	33.333%
2011	696,106,974	105,042,046	367,978,240	357,465	-	1,169,484,725	0.51	3,508,454,175	33.333%
2012	609,786,540	95,670,541	325,541,050	414,281	-	1,031,412,412	0.65	3,094,237,236	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	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
VILLAGE DIRECT RATES										
Village of Addison	0.40	0.40	0.39	0.38	0.38	0.38	0.41	0.49	0.55	0.65
Addison Public Library	0.25	0.25	0.25	0.27	0.28	0.28	0.28	0.32	0.37	0.43
Addison Park District	0.36	0.34	0.33	0.31	0.31	0.31	0.31	0.34	0.37	0.43
Addison Township	0.05	0.05	0.05	0.05	0.04	0.04	0.04	0.05	0.06	0.07
Addison Fire Prot Dist	0.71	0.68	0.67	0.66	0.66	0.65	0.66	0.74	0.83	0.96
TOTAL VILLAGE DIRECT RATES	1.77	1.71	1.68	1.67	1.67	1.66	1.70	1.95	2.18	2.54
OVERLAPPING RATES										
DuPage County	0.20	0.19	0.18	0.17	0.17	0.16	0.16	0.17	0.18	0.19
DuPage County For Presv	0.14	0.14	0.13	0.13	0.12	0.12	0.12	0.13	0.14	0.15
DuPage Airport Auth	0.02	0.02	0.02	0.02	0.02	0.02	0.01	0.02	0.02	0.02
Bloomington Township	0.07	0.07	0.07	0.07	0.07	0.07	0.07	0.08	0.08	0.10
Elmhurst Park Dist	0.32	0.32	0.31	0.31	0.30	0.27	0.28	0.31	0.34	0.39
53 Trails Est Park Dist	0.05	0.04	0.04	0.04	0.03	0.03	0.03	0.03	0.03	0.04
Itasca Fire Prot Dist	0.60	0.57	0.57	0.59	0.57	0.57	0.58	0.65	0.72	0.82
Grade Sch Dist 2	2.71	2.64	2.71	2.66	2.69	2.71	2.75	3.12	3.54	4.07
Grade Sch Dist 4	1.90	1.88	1.88	1.86	1.84	1.83	1.84	2.08	2.32	2.70
Grade Sch Dist 10	1.76	1.69	1.68	1.66	1.60	1.58	1.59	1.80	2.05	2.32
Grade Sch Dist 13	2.52	2.37	2.27	2.19	2.18	2.16	2.12	2.35	2.56	2.93
Grade Sch Dist 15	3.62	3.71	3.82	3.78	3.66	3.66	3.78	4.18	4.65	5.37
High Sch Dist No 87	1.86	1.77	1.72	1.72	1.66	1.65	1.67	1.84	2.02	2.29
High Sch Dist No 88	1.50	1.44	1.41	1.38	1.44	1.43	1.48	1.66	1.83	2.20
High Sch Dist No 100	1.51	1.45	1.42	1.39	1.39	1.39	1.40	1.62	1.81	2.06
High Sch Dist No 108	1.85	1.76	1.71	1.67	1.61	1.61	1.64	1.83	2.02	2.33
Unit Sch Dist No 205	3.59	3.41	3.64	3.53	3.36	3.27	3.32	3.73	4.13	4.80
Junior College No 502	0.21	0.20	0.19	0.19	0.19	0.19	0.21	0.23	0.25	0.27
Bloomington Park Dist	0.33	0.31	0.30	0.29	0.29	0.28	0.28	0.31	0.33	0.38
Bloomington Fire Dist	0.48	0.47	0.47	0.46	0.45	0.45	0.45	0.51	0.55	0.65
Bensenville Park Dist	0.35	0.33	0.33	0.33	0.33	0.33	0.31	0.36	0.41	0.47
Wood Dale Park Dist	0.37	0.36	0.35	0.32	0.32	0.31	0.30	0.35	0.40	0.45
TOTAL OVERLAPPING RATES	27.72	26.82	26.89	26.43	25.96	25.73	26.09	29.31	32.56	37.54

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS
 PRINCIPAL PROPERTY TAX PAYERS

Current Year and Ten Years Ago

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Pampered Chef	\$ 9,350,510	1	0.80%	\$ -		
VTH 6 LLC	8,000,980	2	0.68%	-		
880 S Rohlwing Rd LLC	5,682,140	3	0.49%	7,010,750	1	0.88%
Brookind Corporation	4,641,290	4	0.40%	-		
Devry	4,104,930	5	0.35%	-		
LPF Addison LLC	3,698,970	6	0.32%	-		
Oxford Bank & Trust 535	3,594,220	7	0.31%	-		
Walmart Property Tax	3,301,460	8	0.28%	-		
Unisource Worldwide	3,078,870	9	0.26%	-		
DCT Mitchell CT LLC	3,029,780	10	0.26%	-		
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>\$ 48,483,150</u>		<u>4.15%</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. Information from nine years ago was not available.

Data Source
 Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Fiscal Year Collected	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			
2002	2004	\$ 6,408,230	\$ 7,005,177	109.32%	\$ 1,026	\$ 7,006,203	109.33%
2003	2005	6,691,471	7,400,152	110.59%	15	7,400,167	110.59%
2004	2006	7,095,081	7,802,564	109.97%	11,347	7,813,911	110.13%
2005	2007	7,464,756	8,463,761	113.38%	554	8,464,315	113.39%
2006	2008	8,264,987	8,663,731	104.82%	57	8,663,788	104.83%
2007	2009	8,730,679	8,582,252	98.30%	2,824	8,585,076	98.33%
2008	2010	9,196,917	9,049,562	98.40%	597	9,050,159	98.40%
2009	2011	9,716,846	9,676,073	99.58%	122	9,676,195	99.58%
2010	2012	10,385,056	10,361,919	99.78%	840	10,362,759	99.79%
2011	2013	10,700,168	10,634,138	99.38%	1,558	10,635,696	99.40%

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.

* 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 21 of the notes to financial statements.

VILLAGE OF ADDISON, ILLINOIS

TAXABLE SALES BY CATEGORY

Last Ten Calendar Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
MUNICIPAL TAXABLE SALES										
General merchandise	\$ 525,813	\$ 535,496	\$ 728,787	\$ 828,278	\$ 893,541	\$ 926,956	\$ 913,787	\$ 901,035	\$ 905,943	\$ 1,071,780
Food	537,000	549,622	521,924	478,568	474,844	480,122	453,625	443,929	493,144	474,120
Drinking and eating places	488,232	538,984	561,769	572,292	598,684	641,649	561,903	565,642	579,740	602,477
Apparel	63,424	59,648	54,200	53,948	53,629	49,643	41,129	42,927	178,607	14,544
Furniture & H.H. & radio	354,809	351,869	356,242	377,640	358,957	311,656	261,587	284,997	287,675	231,645
Lumber, building hardware	377,706	439,696	488,634	626,364	746,031	582,111	356,676	314,309	187,752	190,165
Automobile and filling stations	446,958	576,106	645,208	727,495	791,615	910,745	840,558	970,677	1,008,132	1,116,986
Drugs and miscellaneous retail	723,802	753,519	847,681	886,909	1,029,847	1,396,471	1,166,771	1,083,233	1,349,771	1,369,452
Agriculture and all others	1,557,603	1,500,517	1,728,252	1,920,353	2,155,713	2,410,835	2,013,621	2,344,066	2,591,093	2,459,770
Manufacturers	383,115	528,621	491,884	383,036	402,935	346,296	228,668	200,617	198,167	214,500
TOTAL	\$ 5,458,462	\$ 5,834,078	\$ 6,424,581	\$ 6,854,883	\$ 7,505,796	\$ 8,056,484	\$ 6,838,325	\$ 7,151,432	\$ 7,780,024	\$ 7,745,439
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
HOME RULE TAXABLE SALES										
General merchandise	\$ 228,425	\$ 230,044	\$ 316,293	\$ 398,091	\$ 424,558	\$ 430,302	\$ 425,878	\$ 412,381	\$ 375,998	\$ 597,340
Food	116,158	117,077	105,280	97,330	94,634	94,422	84,487	92,297	100,906	125,020
Drinking and eating places	355,221	397,000	416,019	425,408	447,035	478,885	418,465	421,711	431,007	593,716
Apparel	47,150	44,722	40,798	40,462	40,222	37,232	30,848	32,174	92,740	14,543
Furniture & H.H. & radio	255,478	263,710	266,957	283,226	269,216	233,744	196,181	212,857	215,753	229,622
Lumber, building hardware	276,935	329,440	366,232	465,125	559,210	425,301	266,050	234,871	140,605	189,275
Automobile and filling stations	247,479	333,775	384,774	428,633	498,744	556,477	510,003	607,010	635,350	855,450
Drugs and miscellaneous retail	438,168	455,806	516,766	540,247	620,542	903,195	732,121	692,172	867,536	1,136,615
Agriculture and all others	1,087,215	1,067,057	1,246,228	1,398,236	1,558,972	1,715,716	1,437,296	1,629,671	1,815,570	2,340,359
Manufacturers	273,310	386,173	365,044	284,116	300,117	257,307	170,329	149,872	148,161	211,882
TOTAL	\$ 3,325,539	\$ 3,624,804	\$ 4,024,391	\$ 4,360,874	\$ 4,813,250	\$ 5,132,581	\$ 4,271,658	\$ 4,485,016	\$ 4,823,626	\$ 6,293,822
Village direct sales tax rate	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%
Source: Illinois Department of Revenue										

Note: Information as of a fiscal year basis is not available.

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
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%
2011	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
2012	1.75%	0.50%	0.25%	0.50%	5.00%	8.00%
Effective 1/1/12	2.00%	0.50%	0.25%	0.50%	5.00%	8.25%
2013	2.00%	0.50%	0.25%	0.50%	5.00%	8.25%

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			
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%	892.80
2011	32,182,204	578,215	1,602,796	34,363,215	4.51%	930.19
2012	30,236,527	196,177	1,423,473	31,856,177	4.12%	862.33
2013	28,365,220	-	1,264,780	29,630,000	3.20%	802.07

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 138 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		Tax Levy Year	Actual Taxable Value of Property*	Percentage of Estimated Actual Taxable Value of Property*		Per Capita
		In Debt Service Fund	Total			Value of	Value of	
2004	\$ 21,285,000	\$ 577,576	\$ 20,707,424	2002	\$2,806,832,691	0.74%	\$ 576.58	
2005	27,015,000	527,887	26,487,113	2003	3,048,505,983	0.87%	737.51	
2006	25,480,000	404,442	25,075,558	2004	3,298,852,716	0.76%	698.21	
2007	36,755,000	795,267	35,959,733	2005	3,529,996,254	1.02%	973.31	
2008	35,525,000	863,307	34,661,693	2006	3,804,479,388	0.91%	938.17	
2009	33,725,000	892,800	32,832,200	2007	3,970,896,858	0.83%	888.65	
2010	32,035,000	841,797	31,193,203	2008	4,212,971,961	0.74%	844.29	
2011	33,785,000	1,067,738	32,717,262	2009	4,181,906,301	0.78%	885.64	
2012	31,660,000	1,319,707	30,340,293	2010	3,821,598,676	0.79%	821.30	
2013	29,630,000	1,761,555	27,868,445	2011	3,508,454,175	0.79%	754.38	

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

* The EAV and Tax Levy year are two years behind the fiscal year. Taxes levied for 2011 are received in fiscal year 2013 and the calculations are computed accordingly.

VILLAGE OF ADDISON, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2013

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	\$ 29,630,000	100.00%	\$ 29,630,000
TOTAL DIRECT DEBT	29,630,000		29,630,000
DuPage County	281,345,000	3.30%	9,284,385
Addison Park District	16,530,000	94.83%	15,675,399
Bensenville Park District	8,640,000	1.09%	94,176
Bloomington Park District	6,587,360	1.61%	106,056
Elmhurst Park District	5,115,000	0.26%	13,299
Bloomington Fire District	2,090,000	0.10%	2,090
School District No. 2	38,299,920	1.18%	451,939
School District No. 4	19,365,000	81.72%	15,825,078
School District No. 13	3,825,000	2.79%	106,718
School District No. 15	13,870,000	25.34%	3,514,658
School District No. 205	109,384,470	0.25%	273,461
High School District No. 87	37,720,000	2.73%	1,029,756
High School District No. 88	116,650,000	32.90%	38,377,850
High School District No. 100	3,935,000	0.65%	25,578
High School District No. 108	48,090,000	0.78%	375,102
TOTAL OVERLAPPING DEBT	711,446,750		85,155,545
TOTAL DIRECT AND OVERLAPPING DEB	\$ 741,076,750		\$ 114,785,545

(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).

Data Source

Office of the County Clerk

VILLAGE OF ADDISON, ILLINOIS
SCHEDULE OF LEGAL DEBT MARGIN

April 30, 2013

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
2004	35,914	\$ 761,412,714	\$ 21,201	6.00%
2005	35,914	761,412,714	21,201	6.80%
2006	35,914	883,663,970	24,605	4.90%
2007	35,914	883,663,970	24,605	4.70%
2008	36,946	925,053,948	25,038	5.40%
2009	36,946	925,053,948	25,038	5.40%
2010	36,942	924,953,796	25,038	5.40%
2011	36,942	924,953,796	25,038	9.90%
2012	36,942	924,953,796	25,038	9.90%
2013	36,942	924,953,796	25,038	9.90%

Data Source

2000 and 2010 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

2013				2004			
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%
Quality Plano Moving LLC	2	1,439	3.90%	Pampered Chef	2	970	1.56%
BMS Cat Inc.	3	947	2.56%	Andrew Wireless Products	3	400	0.94%
Pampered Chef	4	788	2.13%	Gingis Formalwear, Inc	4	300	0.94%
Devry University Inc	5	400	1.08%	Krack Corporation	5	300	0.78%
Men's Warehouse & Tux	6	309	0.84%	Minuteman International	6	250	0.75%
Family Home Health Service	7	250	0.68%	Rex Electric, Inc	7	250	0.62%
Jewel Food Stores #3294	8	250	0.68%	Kraft. Inc	8	232	0.51%
Unisource	9	250	0.68%	GBC Film Products	9	220	0.50%
Syncreon Tech USA LLC	10	235	0.64%	Little 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	Authorized							Authorized	Filled	Authorized	Filled	Authorized	Filled
	2004	2005	2006	2007	2008	2009	2010	2011	2011	2012	2012	2013	2013
GENERAL GOVERNMENT													
Administration	8.53	8.53	9.04	9.04	9.50	9.50	9.00	8.00	7.00	8.00	7.00	8.00	7.00
Board and Commissions	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance	10.04	10.04	10.04	10.04	10.04	10.04	11.00	9.00	9.00	9.00	7.00	9.00	7.00
Community relations	4.00	4.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Building and grounds	5.48	2.48	2.48	2.48	2.48	2.50	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Information services	2.00	2.00	3.00	4.00	4.00	4.00	4.00	4.00	3.00	4.00	3.00	4.00	3.00
PUBLIC SAFETY													
Police													
Officers	66.00	66.00	66.00	66.00	66.00	71.00	72.00	72.00	69.00	72.00	66.00	72.00	68.00
Civilians	33.00	33.00	33.00	33.00	33.00	28.00	30.00	29.00	28.00	15.00	15.00	15.00	15.00
Henry Hyde Resource Center	-	-	-	-	-	1.00	-	2.00	1.00	1.00	1.00	1.00	1.00
Consolidated dispatch	-	-	-	-	-	0.00	-	-	-	14.00	14.00	18.00	16.00
Community Development	22.00	22.27	22.27	22.27	23.00	23.00	23.00	24.00	22.00	24.00	21.00	24.00	21.00
Highways and Streets													
Electrical/forestry	10.25	10.25	10.25	10.25	10.25	10.25	9.00	9.00	8.00	9.00	8.00	9.00	8.00
Street	11.50	13.50	13.50	13.50	13.50	13.50	13.00	13.00	11.00	13.00	11.00	13.00	11.00
Fleet services	5.00	5.00	5.00	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	13.27	13.27	13.27	13.21	11.00	11.00	11.00	11.00	11.00	11.00	11.00
Sewer	12.75	12.75	13.75	13.75	13.00	13.00	12.00	12.00	9.00	12.00	9.00	12.00	9.00
Water pollution control	21.73	21.73	20.73	20.73	20.73	20.73	19.00	19.00	18.00	19.00	18.00	19.00	18.00
TOTAL FULL-TIME EQUIVALENT EMPLOYEES													
	224.55	223.82	227.33	228.33	228.77	229.73	225.00	224.00	208.00	223.00	203.00	227.00	207.00

Note: Positions shown are authorized.

Data Source

Village budget office

VILLAGE OF ADDISON, ILLINOIS

OPERATING INDICATORS

Last Ten Calendar Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
PUBLIC SAFETY										
Police										
Calls responded to	20,807	25,561	25,851	27,688	27,627	30,947	28,763	28,141	26,381	25,380
Parking violations	7,594	9,066	6,444	5,639	9,015	9,129	8,045	8,468	5,876	6,767
Traffic violations	5,185	6,871	7,582	8,186	9,236	11,204	8,811	9,051	5,927	7,303
PUBLIC WORKS										
Hours of snow plowing	n/a	n/a	1,928	1,177	2,916	4,637	5,420	2,282	4,000	1,782
Sidewalk replaced (squares)	441	2,905	925	7,345	2,234	3,081	177	1,096	50	892
WATER										
Water main breaks	71	52	113	115	104	78	66	69	70	69
Average day demand (mgd)	3.985	3.650	3.930	3.980	3.625	3.627	3.400	3.315	3,315.000	3.470
Maximum day demand (mgd)	6.130	5.180	5.180	6.170	5.351	4.820	4.60	4.60	4.25	4.72
WASTEWATER										
Gallons treated (billions)	1.850	2.054	2.087	1.771	2.399	2.256	2.491	2.139	2,491	2,041
COMMUNITY DEVELOPMENT										
Number of permits issued	888	922	1,029	948	932	861	922	922	955	1,056
Code enforcement cases	599	554	444	557	564	479	365	393	673	834
Inspections conducted	4,468	3,352	6,618	5,832	5,110	4,236	4,138	4,138	4,029	4,515
FINANCE										
Number of real estate transfers	1,428	1,435	1,373	1,284	1,004	805	642	708	705	833
Vehicle stickers issued	21,013	18,053	18,567	18,015	22,423	20,169	23,075	24,103	24,103	24,336
Business licenses issued	1,424	1,468	1,321	1,450	1,462	1,457	1,430	1,457	1,467	1,434
Accounts payable checks issued	4,954	5,157	5,273	5,343	5,294	5,327	5,111	4,183	3,825	3,796

Data Source

Various Village departments

VILLAGE OF ADDISON, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
PUBLIC SAFETY										
Police										
Stations/Municipal Ctr	1	1	1	1	1	1	1	1	1	1
Patrol units-squad cars	35	35	43	43	42	42	43	45	45	46
Dispatch workstations	-	-	-	-	-	-	-	-	-	6
Microwave tower	-	-	-	-	-	-	-	-	-	4
PUBLIC WORKS										
Residential streets (miles)	96	96	96	96	96	96	96	96	76	76
Storm sewers (miles)	73	73	73	73	73	73	73	73	73	73
WATER AND WASTEWATER										
Water mains (miles)	166	166	167	169	170	170	170	170	178	172
Storage capacity (gallons)	9.6	9.6	9.6	9.1	9.1	9.1	9.5	9.5	6.8	6.8
Sanitary sewers (miles)	113	113	113	113	120	120	120	120	120	120

Data Source

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