

Village of Lemont



Comprehensive Annual Financial Report

For the Year Ended
April 30, 2010

VILLAGE OF LEMONT, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED APRIL 30, 2010

Submitted by:
Jean M. Nona
Treasurer

**VILLAGE OF LEMONT, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED APRIL 30, 2010**

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INTRODUCTORY SECTION

LEMONT

Mayor

Brian K. Reaves

Village Clerk

Charlene M. Smollen

Administrator

Benjamin P. Wehmeier

**Trustees**

Debby Blatzer
Paul Chialdikas
Clifford Miklos
Rick Sniegowski
Ronald Stapleton
Jeanette Virgilio

Village of Faith

418 Main Street ♦ Lemont, IL 60439-3788

Honorable Mayor and Board of Trustees
Village of Lemont
Lemont, Illinois 60439

The Comprehensive Annual Financial Report of the Village of Lemont for the fiscal year ended April 30, 2010, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Village. To the best of my knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Village of Lemont. All disclosures necessary to enable the reader to gain an understanding of the government's financial activities have been included.

This report includes all funds of the Village. The Village provides a full range of public services, including police protection, community planning and zoning, building and code enforcement, street building and maintenance, traffic management, street lighting, storm water management, and emergency disaster management. In addition, water and sewer services are provided under an Enterprise Fund procedure, with user charges and facility improvement fees set by the Village Board to ensure adequate coverage of operating expenses, payments on outstanding debt, and prudent system expansion and improvement. Equipment maintenance of the Village's rolling stock and minor plant equipment is provided through the Vehicle division of the Public Works Department. The Building and Grounds Division of the Building Department manages municipal buildings and properties. The Village has direct responsibility for each operation listed above.

The Lemont Fire Protection District, Lemont Community Library District, Lemont Park District, Lemont-Bromberek Combined School District 113A, and Lemont Township High School District 210 are not included in the accompanying financial statement because they are autonomous units of special district government and each district has a separately elected Board of Trustees and files individual public audit statements.

ECONOMIC CONDITION AND OUTLOOK

LOCATION:

The Village of Lemont is strategically located 28 miles southwest of Chicago and encompasses approximately 7.12 square miles. It is encompassed by I-55 4 miles to the north, Illinois Route 171 crosses the south side of the Village, Illinois Route 83 passes just to the east and I-355 edges the Village on the west. Commuter rail service is provided by METRA, a division of the Regional Transportation Authority, which maintains a commuter rail station at Main & Lockport Streets in the Village. This area of Illinois, commonly referred to as “The Southwest Suburbs”, is one of the fastest growing areas not only in Illinois, but the country. The 2008 special census established the population at 16,625, a 26.9% increase since the 2000 census of 13,098.

ECONOMIC CONDITION:

Lemont is considered a premier community in Cook County and the southwest metropolitan region. Median home values average higher than median homes in neighboring communities. The median estimated age is 38.3 in 2009 according to the Census report. The estimated median family income for 2009 is over \$90,000.

Lemont’s property tax levy in Cook County is \$5.700 per \$100 of assessed value for 2008. This is a decrease from \$6.934 in 2004. With the state tax cap limiting tax revenue increases to the local CPI rate, reliance upon property taxes for operating revenue has decreased as Lemont maintains diversified revenue streams in utility tax, development related revenues, sales tax and state share revenue.

The Illinois Department of Employment Security does not report unemployment for Lemont. Cook County has an unemployment rate of 10.2%, Will County is 9.7% and DuPage is 8.1%. These rates are down from the peak rates from 2009 and are in line with the state average given the current economic conditions. Lemont’s largest employer is Argonne National Laboratory, employing approximately 3,200 persons. Additionally, Lemont’s schools, retail establishments, nursing homes and industry employ another 2,500 persons.

ECONOMIC OUTLOOK:

Despite the economic downturn over the past year, Lemont has seen stabilization and, towards the end of the fiscal year, positive trends in areas of building permits, development projects and sales tax. Lemont continues to see developers and business people exhibit a desire to invest in the town, with new businesses joining the community. Commercial vacancy rates are below the regional average.

The Village continues to look at opportunities that will result in benefits to the community as a whole, new sources of tax revenue to limit reliance on property tax, and job opportunities for the community. The Village has proceeded forward with the establishment of a TIF district within the vicinity of HWY 83, Archer and Main Street. As part of this process, the Village, with contribution from the Cook County Forest Preserve, expanded its sewer and water main to assist in development and redevelopment projects. This area has significant traffic counts and convenient access to I-55. It is also unique in its access to rail lines and the Sanitary Shipping Canal and the Calumet Sag Channel. Long term, this area will have opportunities to redevelop and expand for commercial, light industrial, logistical and transportation oriented businesses.

The Village continues to see positive development within its downtown. Three separate vacant building began renovations in the past fiscal year with anticipation of them reopening in 2010 as commercial buildings, with two having residential components. The build-out of the Front Street Lofts, a mixed-use development in the downtown area, has been completed with two significant commercial entities in place. Sales of the condos have been steady with greater than fifty percent occupancy. The other downtown developments have seen improvements over the last year, which included the initial phases for road re-construction of Talcott that will be completed in 2010. The Lennar townhouse development continues, with the remaining buildings now under construction.

Residential growth continues to remain slow, but better than the regional average. The Village has seen increases in investments of remodeling projects to residential units as well. Nevertheless, Lemont does not appear as heavily hit as other nearby communities with foreclosures or with financially stressed developments and attendant infrastructure and property maintenance issues. Village staff continues to work with developers and banks to minimize impacts to the community, and to assist in ways for projects to continue making progress. The Village expects to see increases to new housing starts throughout 2010 to 2011.

GOALS/INITIATIVES

The Heritage Corridor line has been designated as the high speed route for service from Chicago to St. Louis. The Village will continue to work with neighboring communities to utilize this distinction to include quality of life improvements as it relates to this service and the opportunities as they relate to improved rail service from Metra for increased service.

The Village will continue to seek ways to further develop and re-develop parcels within the newly established Gateway TIF along with efforts in the downtown. The Village will explore options to enhance opportunities as they relate to the Sanitary Shipping Canal and the impact it has on the local economy. Dormant and new developments show positive signs of proceeding forward. Opportunities for further annexations will continue to be reviewed. During 2010 to 2011, the Village will review capital investment needs for the water and sewer system, to ensure that proper investment is made for the long-term future of the system.

FINANCIAL INFORMATION

The Village Treasurer and Village Administrator are responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Village are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

BUDGETING CONTROLS:

In addition to established audit procedures, the Village maintains budgetary controls. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Village's governing body. Activities of the general fund, special revenue funds and debt service fund are included in the annual appropriated budget, as well as appropriations for the capital projects funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established within each individual fund. The Village maintains an encumbered amounts lapse schedule at year end. However, all necessary encumbrances are re-appropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management. More importantly, the Village's commitment to fiscal year capital savings as part of a short- and long-term capital improvement plan signals that Lemont's fiscal integrity should remain solid in the future.

GENERAL GOVERNMENT FUNCTIONS:

The Village has previously implemented a new financial reporting model as required by the Governmental Accounting Standards Board (GASB) Statement No. 34.

The Management's Discussion and Analysis (MD&A) section provides an analysis of the Village of Lemont's overall assets, liabilities, net assets/fund balances, revenues and expenditures. The MD&A can be found on pages xii - xxiii of this report.

As part of the GASB 34 requirements, the Village has inventoried the infrastructure of the Village including streets, curb and gutters, sidewalks, storm sewers, streetlights, and right-of-ways and established a date of service and a cost value. This value, along with the cost of the land, buildings and improvements, vehicles, and equipment, is included in the

Village's Statement of Net Assets. The assets are then depreciated and the depreciation expense charged to the various governmental activities.

CASH MANAGEMENT:

Investment policies that were implemented in previous years have continued to improve the earnings of temporarily idle funds. Monitoring of revenues and expenditures on a monthly basis allows the Village to realize favorable returns on its investments. Cash receipts are deposited directly into the Illinois Funds. After reviewing the cash flow, excess funds are invested in the Illinois Metropolitan Investment Fund, the Illinois Funds or other investment funds.

The Village's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio.

RISK MANAGEMENT:

For the past sixteen years, the Village has been part of a risk management group of eighty-eight communities in the area known as the Intergovernmental Risk Management Agency (IRMA) for our property, liability, and workmen's compensation insurance. The group pools their funds for self-insurance of the small claims and purchases third-party coverage for large losses. As a part of the Comprehensive Insurance Plan, various measures are taken to define hazardous conditions, learn and practice safety control and loss of prevention in an effort to minimize related losses.

PENSION AND OTHER POST-EMPLOYMENT BENEFITS:

The Police Pension Trust Fund was established for the sworn personnel of the Police Department. Nine members of the fund are retired on a service pension and twenty-eight members are contributing to the fund. The Fund is governed by a Board consisting of two members appointed by the Village President, two members who are active participants of the Fund and elected by the active participants of the Fund, and one member who is elected by and from among the beneficiaries of the Fund. The Board meets quarterly, and additionally as needed, and invests all funds within a "Prudent Person" standard.

The Village sponsors a single-employer defined benefit pension plan for its police officers as required by state law. Each year, the Pension Board receives an Actuarial Determined Tax Levy Report from the Statistical Services, Public Pension Division of the Illinois Department of Financial and Professional Regulation Division of Insurance. The required supplementary information on pages 51 - 54 reflects the funding progress of the Police Pension Fund.

The Village implemented GASB statement No. 45, Accounting and Financial Reporting by Employees for Post-Employment Benefit Plans Other than Pensions in April of 2009. The Health Insurance Plan for Retired Employees (HIPRE) is a single-employer defined benefit healthcare plan administered by the Village. The Village provides limited

health care insurance coverage for its eligible retired employees who elect to participate in the plan. Such coverage is available for retired employees until they reach age 65. Retired employees who elect to participate are required to pay 100% of the premiums for such coverage. The Village does not issue a stand alone report for HIPRE.

Additional information on the Village's pension arrangements and other post-employment benefits can be found in the Notes to Basic Financial Statements, Section IV, titled Other Information.

OTHER INFORMATION

INDEPENDENT AUDIT:

State statutes require an annual audit by independent certified public accountants. The accounting firm of Mulcahy, Pauritsch, Salvador & Co., Ltd. was selected by the Village Board to perform the audit in conformance with the requirements set forth in Illinois Compiled Statutes. The independent auditor's report on the basic financial statements is included in the financial section of this report.

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 Village of Lemont. In addition, the firm of Mulcahy, Pauritsch, Salvador & Co., Ltd. made substantial contributions by way of consulting on, and interpretations of, recent pronouncements.

Our appreciation is sincerely expressed to the Village President and Board of Trustees for their foresight and contribution of support for this CAFR, and for their responsible and progressive approach that contributes to the financial strength of the Village of Lemont.

Respectfully submitted,

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Lemont
Illinois

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

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



President

Executive Director

Village of Lemont, Illinois

Principal Officials
April 30, 2009

LEGISLATIVE

John F. Piazza, Mayor

Trustees

Debby Blatzer	Ronald Stapleton
Brian Reaves	Clifford Miklos
Peter Coules	Jeanette Virgilio

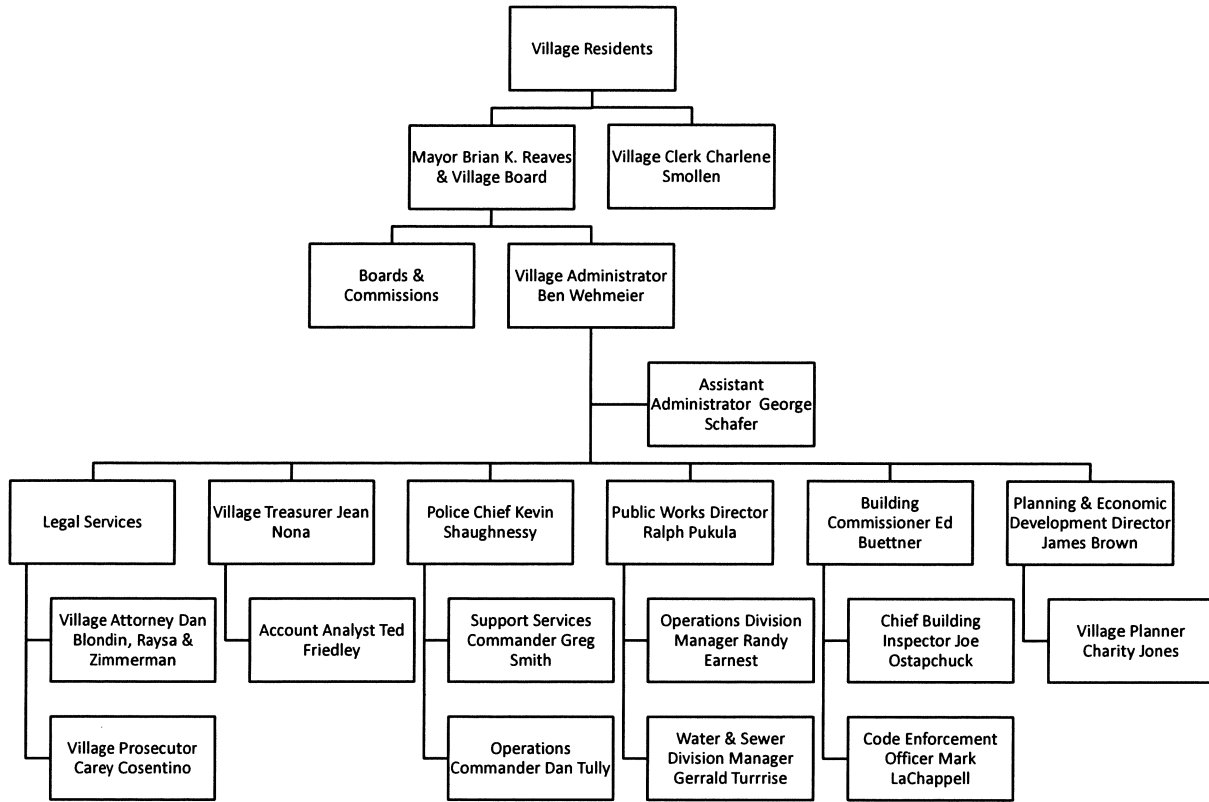
ADMINISTRATIVE

Village Clerk – Charlene Smollen

Village Administrator – Gary Holmes

Village Treasurer – Jean Nona

VILLAGE OF LEMONT ORGANIZATIONAL CHART



FINANCIAL SECTION

To the Mayor and Members of the Board of Trustees
Village of Lemont, Illinois

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the fiduciary fund of the Village of Lemont, Illinois as of and for the year then ended April 30, 2010, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Lemont, Illinois. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the fiduciary fund of the Village of Lemont, Illinois as of April 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedules of funding progress on pages xii through xxiii and 51 through 54 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 financial statements of the Village of Lemont, Illinois as a whole. The introductory section, combining and individual fund financial statements and schedules, 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 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 taken 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.

Mulcahy, Paeritsch, Salvador, Co. LTD

Orland Park, Illinois
October 26, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF LEMONT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2010

The management of the Village of Lemont ("Village") presents this discussion and analysis to provide its readers with a narrative overview and analysis of the Village's financial activities for the year ended April 30, 2010.

As with other sections of this financial report, the information contained within this Management's Discussion and Analysis (MD&A) should be considered only a part of the greater whole. The readers of this statement should take time to read and evaluate all sections of this report, including the footnotes and the Required Supplementary Information that is provided in addition to the MD&A.

Financial Highlights

- The assets of the Village exceeded its liabilities at the close of this year by \$155,411,682 (net assets). Of this amount, \$2,860,941 (unrestricted net assets) may be used to meet the Village's ongoing obligations to citizens and creditors.
- The governmental funds reported combined ending fund balances of \$5,235,139, of which \$4,147,721 was unreserved and is available for spending at the Village's discretion (unreserved fund balance).
- At the end of the fiscal year, unreserved fund balance for the General Fund was \$775,096 or ten percent (10%) of total General Fund expenditures.
- The Village's long-term liabilities increased by \$2,728,824 during the year, mostly due to the issuance of two bonds and a note payable.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. These basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village of Lemont's finances, in a manner similar to a private-sector business. The government wide financial statements can be found on pages 1 – 3 of this report.

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

The statement of activities presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, i.e. uncollected taxes and earned but unused vacation leave.

Government-wide financial statements distinguish functions of the Village 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 Village's governmental activities include highways and streets, public safety and general government. The business-type activities of the Village include waterworks and sewerage services and parking facilities.

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, like other governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All 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, 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 the Village's near-term financing requirements.

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

The Village maintains twelve (12) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, TIF/Downtown Canal District 1 Fund, TIF/Downtown Fund, Road Improvement Fund, Police Station Building Fund and the Gateway TIF District Fund. Data from the other six (6) 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 in the Village's full report.

The Village adopts an annual Appropriation Ordinance (Budget) for all of the governmental funds except the Gateway TIF District Fund. Budgetary comparison statements and schedules for these funds have been provided to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 4 - 13 of this report.

Proprietary Funds. The Village maintains two proprietary funds. The funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses the enterprise fund to account for its waterworks and sewerage system and parking lot activity.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 14 - 16 of this report.

Fiduciary Funds. A fiduciary fund is used to account for resources held for the pension benefit payments to qualified police personnel. This fund is not reflected in the government-wide financial statements because the resources of this fund are not available to support the Village's own programs. The accounting used for the fiduciary fund is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 17 - 18 of this report.

Notes to Basic 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 basic financial statements can be found on pages 19 - 50 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also represents certain required supplementary information. Required supplementary information can be found on pages 51 – 54 of this report. The combining statements referred to earlier in connection with non-major governmental funds and proprietary funds are presented immediately following the required supplementary information. Combining and individual fund statement and schedules can be found on pages 55 – 70 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of the government’s financial position. The following tables show that as of April 30, 2010 and 2009, the Village’s assets exceeded liabilities by \$155,411,682 and \$161,181,301, respectively.

NET ASSETS

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Current and other assets	\$8,003,502	\$10,187,633	\$2,046,577	\$2,135,711	\$10,050,079	\$12,323,344
Capital assets	128,387,520	131,635,700	49,182,962	48,225,449	177,570,482	179,861,149
Total assets	136,391,022	141,823,333	51,229,539	50,361,160	187,620,561	192,184,493
Long-term liabilities outstanding	21,585,850	18,482,376	5,570,140	6,006,270	27,155,990	24,488,646
Other liabilities	4,333,047	5,651,977	719,842	862,569	5,052,889	6,514,546
Total liabilities	25,918,897	24,134,353	6,289,982	6,868,839	32,208,879	31,003,192
Net assets:						
Invested in capital assets, net of related debt	107,791,778	113,282,884	43,201,772	41,846,345	150,993,550	155,129,229
Restricted	1,557,191	2,249,517	0	0	1,557,191	2,249,517
Unrestricted	1,123,156	2,156,579	1,737,785	1,645,976	2,860,941	3,802,555
Total net assets	\$110,472,125	\$117,688,980	\$44,939,557	\$43,492,321	\$155,411,682	\$161,181,301

CHANGE IN NET ASSETS

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Program revenues:						
Charges for services	\$1,334,439	\$1,155,693	\$3,765,350	\$3,826,907	\$5,099,789	\$4,982,600
Operating grants and contributions	0	552,137	-	-	0	552,137
Capital grants and contributions	201,135	176,043	1,771,331	2,630,392	1,972,466	2,806,435
Total program revenues	1,535,574	1,883,873	5,536,681	6,457,299	7,072,255	8,341,172
General revenues						
Property tax	3,593,495	3,112,108	-	-	3,593,495	3,112,108
Sales tax	1,679,676	1,640,446	-	-	1,679,676	1,640,446
Income tax	1,261,727	1,441,883	-	-	1,261,727	1,441,883
Other tax	1,841,349	2,054,136	-	-	1,841,349	2,054,136
Earnings on investments	15,428	201,642	10,239	28,043	25,667	229,685
Miscellaneous	755,511	825,550	-	-	755,511	825,550
Total general revenues	9,147,186	9,275,765	10,239	28,043	9,157,425	9,303,808
Total revenues	10,682,760	11,159,638	5,546,920	6,485,342	16,229,680	17,644,980
Program expenses						
General government	6,732,528	5,184,989	-	-	6,732,528	5,184,989
Highways and streets	6,918,930	5,822,897	-	-	6,918,930	5,822,897
Public safety	4,258,878	4,402,998	-	-	4,258,878	4,402,998
Waterworks and sewerage	-	-	3,153,719	3,417,231	3,153,719	3,417,231
Parking facilities	-	-	101,141	86,082	101,141	86,082
Interest expense	834,103	873,478	-	-	834,103	873,478
Total program expenses	18,744,439	16,284,362	3,254,860	3,503,313	21,999,299	19,787,675
Excess (deficit) before transfers	(8,061,679)	(5,124,724)	2,292,060	2,982,029	(5,769,619)	(2,142,695)
Transfers in (out)	844,824	1,362,447	(844,824)	(1,362,447)	0	0
Increase (decrease) in net assets	(\$7,216,855)	(\$3,762,277)	\$1,447,236	\$1,619,582	(\$5,769,619)	(\$2,142,695)

The chart above shows the changes in net assets. Overall net assets decreased for the year ended April 30, 2010 by \$5,769,619 and decreased for the year ended April 30, 2009 by \$2,142,695. The decrease in net assets in the current year is primarily due to a decrease in developer contributions.

The Village's investment in capital assets, i.e. buildings and equipment, less any related outstanding debt used to acquire those assets represents ninety-seven percent (97%) of the Village's net assets. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village'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 (i.e. water/sewer rates), since the capital assets themselves cannot be used to liquidate these liabilities.

An additional one percent (1%) of the Village's net assets represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$2,860,941 represents unrestricted net assets, which may be used to meet the Village's ongoing obligations to citizens and creditors.

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

Government Activities

The form of government is that of a village with an elected President and Board of Trustees elected at large.

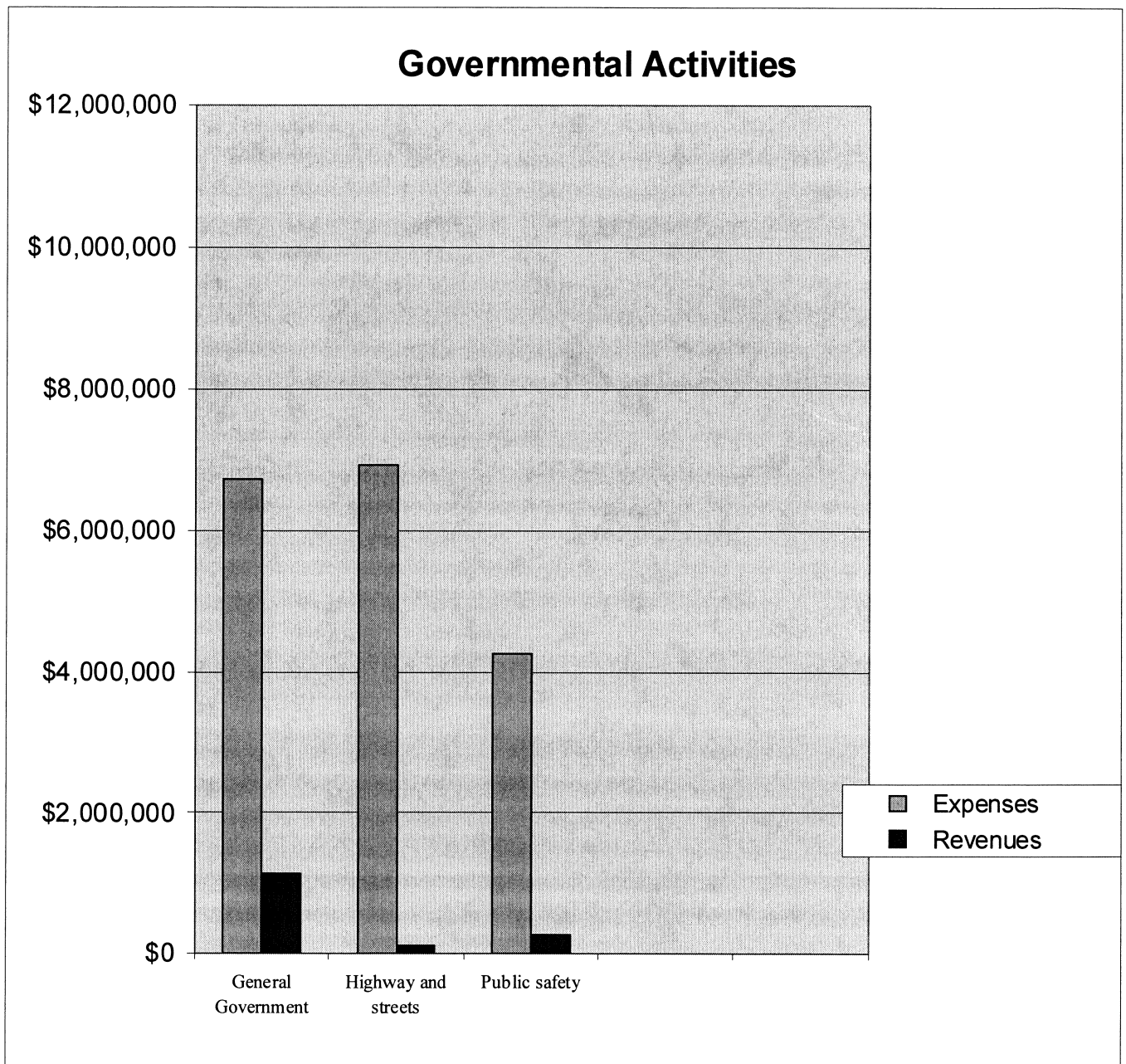
Governmental activities include the following functions:

- General government includes the administration and finance departments, and depreciation.
- Highways and streets includes street and bridge maintenance, public grounds and building maintenance, motor fuel tax projects, capital projects and depreciation.
- Public safety includes police protection, police commission, civil defense and depreciation.
- Interest on long-term debt contains interest payments and debt related fees.

	<u>Expenses</u>		<u>Program Revenues</u>		<u>Net (Expense) Revenue</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
General government	\$6,732,528	\$5,184,989	\$1,148,310	\$920,309	(5,584,218)	(4,264,680)
Highways and streets	6,918,930	5,822,897	106,938	522,012	(6,811,992)	(5,300,885)
Public safety	4,258,878	4,402,998	280,326	441,552	(3,978,552)	(3,961,446)
Interest	834,103	873,479	0	0	(834,103)	(873,478)
Total governmental activities	\$18,744,439	\$16,284,362	\$1,535,574	\$1,883,873	(17,208,865)	(14,400,489)

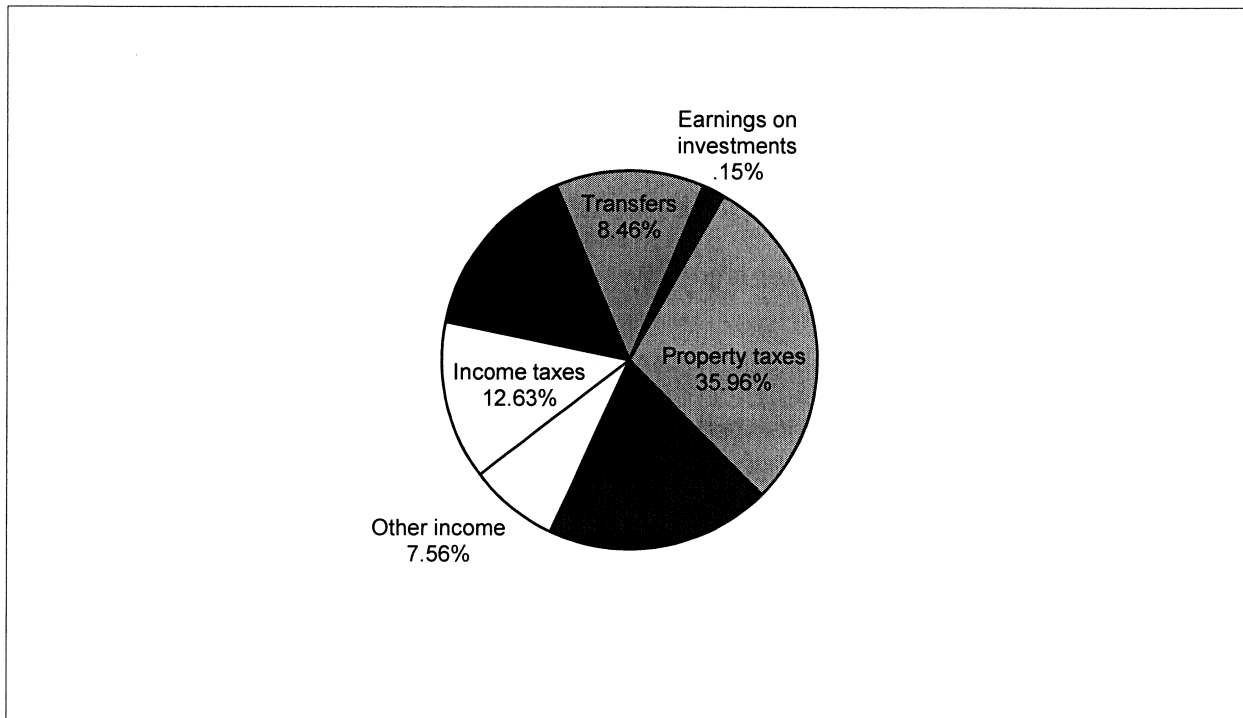
The table above makes it clear that the majority of general government functions require subsidy by taxpayers. Subsidies come from general revenues such as taxes and interest earnings. The majority of these revenues are sales and property taxes.

of these revenues are sales and property taxes.



Program and general revenues are those available for the Village to use to pay for the governmental activities described above. The following table and chart shows the Village's general revenues.

	<u>Amount</u>	<u>Percentage</u>
Taxes		
Property taxes	3,593,495	35.96%
Sales taxes	1,679,676	16.81%
Income taxes	1,261,727	12.63%
Other taxes	1,841,349	18.43%
Earnings on investments	15,428	.15%
Other income	755,511	7.56%
Transfers	844,824	8.46%
Total general revenues	\$9,992,010	100.00%



Infrastructure donations, including streets, sidewalks, curbs and gutters, storm sewers, and street lights provide significant additions to our capital assets.

Business-type Activities

The business-type activities of the Village are the waterworks and sewerage system and the commuter parking lots, wherein the Village charges a fee to customers to help cover the cost of the services it provides. The revenues and transfers in for the Waterworks and Sewerage Fund exceed expenses and transfers out by \$1,413,906. This excess represents the value of the sewer and water lines that were contributed during the year. Parking revenues and transfers exceeded expenses and transfers out by \$33,330.

Financial Analysis of the Government's Funds

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

Governmental Funds. The focus of the Village'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's financing requirements. In particular, unreserved fund balance may serve as a useful measure in the Village's net resources available for spending at the end of the fiscal year.

As of April 30, 2010, the Village's governmental funds reported combined ending fund balances of \$5,235,139. Approximately seventy-nine percent (79%) of this total amount, or \$4,147,721, constitutes unreserved fund balance, which is available for spending at the Village's discretion. The remaining \$1,087,418 of the fund balance is reserved for working cash (\$812,928), construction (\$256,742), and debt service (\$17,748). Reserved funds are not available for new spending because they have already been committed for these other items.

General Fund. The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, the fund balance of the General Fund was \$775,096, all of which is unreserved. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Unreserved fund balance represents ten percent (10%) of the total General Fund expenditures, or approximately one month of expenditures.

During the year, the fund balance of the Village's General Fund increased by \$178,412 mostly due to a decrease in General Fund expenditures during the year. The areas of significant decreases from fiscal year 2009 to fiscal year 2010 were \$488,113 for general government, \$138,231 for the building department, and \$145,471 for the police department.

TIF/Downtown Fund. The major item affecting the Downtown TIF was property taxes that were higher than anticipated by \$322,069.

TIF/Canal District 1 Fund. The major items affecting the Downtown TIF/Canal District 1 Fund were bond issuance proceeds of \$1,755,000 that were used to refinance certain redevelopment obligations related to the acquisition, construction, and installation of a public parking garage and other public facilities, improvements and redevelopment project costs.

Police Station Building Fund. Activity in the fund is related to the construction of a new police building.

Road Improvement Fund. Over the course of this year the Village completed several road projects. This includes the last major phase of the Front and River Street Construction in the downtown area. The Village also finished the Norton/Singer project, which was primarily underground work.

Gateway TIF District Fund. This is a new fund created this year to pay for the construction of a sanitary sewer system and water system, and to pay for bond discount, interest, reserves, legal and other financing fees.

Proprietary Funds. As noted earlier, the Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the Proprietary Funds at the end of the year amounted to \$1,737,785. The only major proprietary fund is the Waterworks and Sewerage Fund. Its net assets increased by \$1,413,906. This increase is primarily due to the contribution of capital assets in the amount of \$1,671,331.

General Fund Budgetary Highlights

During the year, revenues were lower than budgetary estimates by \$1,048,926 and expenditures were less than budgeted by \$865,712. The primary reason for the revenue variance was a poor economy.

Capital Asset and Debt Administration

Capital Assets. The Village's investment in capital assets for its governmental and business-type activities as of April 30, 2010, amounts to \$177,570,482 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements, vehicles, machinery and equipment, water distribution system, sanitary sewers, storm sewer and infrastructure including streets, streetlights, sidewalks and right-of-way.

Capital Assets (net of depreciation) for 2010 and 2009

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Land and land improvements	\$78,007,938	\$76,728,414	\$5,594,746	\$5,596,139	\$83,602,684	\$82,324,553
Buildings and Improvements	14,297,260	2,443,659	5,996,591	5,954,586	20,293,851	8,398,245
Transportation Equipment	312,897	349,428	341,300	328,001	654,197	677,429
Equipment	6,407,966	8,022,303	291,228	293,402	6,699,194	8,315,705
Water Distribution, Storm and Sanitary System	0	0	36,696,930	35,800,285	36,696,930	35,800,285
Infrastructure	28,590,064	29,674,097	0	0	28,590,064	29,674,097
Construction in Progress	771,395	14,197,190	262,167	253,036	1,033,562	14,450,226
Total Capital assets(net of depreciation)	<u>\$128,387,520</u>	<u>\$131,635,700</u>	<u>\$49,182,962</u>	<u>\$48,225,449</u>	<u>\$177,570,482</u>	<u>\$179,861,149</u>

Major capital asset events during the fiscal year 2009-2010 included the following:

- Talcott Street: The Village of Lemont installed required conduit as required by various utility companies. Majority of work was completed during this fiscal year, with road reconstruction to take place in fiscal year 2011.
- Water Main Construction: The final phase of water main replacement was completed on Illinois Street. Final work on the Norton project was completed as well. The water main for Main Street from Marley Road to Highway 83 and Archer was completed.
- Sanitary Sewer: A new sanitary sewer main with lift station was installed on Main Street from Marley to Highway 83 and Archer.
- Road Projects: Several major road resurfacing projects were completed during this time, including Derby Road, State Street and 127th Street. The final work for the Norton reconstruction project was completed as well.

Additional information on the Village's capital assets can be found in Note III C on pages 29-30 of this report.

Long-term liabilities. The Village has total long-term liabilities of \$29,164,440 as of April 30, 2010. This debt is primarily General Obligation bonds backed by the full faith and credit of the Village and is being repaid with the revenues generated in both the governmental and proprietary funds. Below is a comparative schedule of long-term liabilities:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>Primary Government</u>	
					<u>2010</u>	<u>2009</u>
General obligation bonds payable	\$17,550,000	\$16,825,000	\$5,935,000	\$6,360,000	\$23,485,000	\$23,185,000
Deferred amount for issuance premiums / discounts	112,484	164,174	46,190	49,271	158,674	213,445
Sales tax revenue bonds	1,760,000	2,055,000	0	0	1,760,000	2,055,000
Special ad valorem bond	1,430,000	0	0	0	1,430,000	0
Compensated absences	278,900	275,748	39,476	45,720	318,376	321,468
Building Illinois Loan	0	0	0	69,479	0	69,479
Note payable	1,376,487	0	0	0	1,376,487	0
Other post employment benefit obligation/ Pension benefit obligation	635,903	591,224	0	0	635,903	591,224
Total long-term liabilities	\$23,143,774	\$19,911,146	\$6,020,666	\$6,524,470	\$29,164,440	\$26,435,616

Under current Illinois Compiled Statutes, the Village's general obligation bonded debt issuances are subject to a legal limitation based on 8.625% of the total assessed value of real estate property. As of April 30, 2009 (the latest information available), the Village's net general obligation bonded debt of \$23,185,000 was below the legal limit of \$58,064,880 with a legal debt margin of \$34,879,880.

Additional information on the Village's long-term debt can be found in Note III E on pages 32 – 43 of this report.

Economic Factors and Next Year's Budget

The economic conditions of the region continue to result in challenges for the Village, although it appears the financial pressures have appeared to stabilize since the larger decreases in state shared revenue and sales tax since 2008. The major issue facing the Village, and the other communities in the state, is the delinquency of the state in paying the Village its share of state income tax. During the course of fiscal year 2009/2010 the state was routinely four to five months behind in payments. This will be a major concern as the Village moves through the 2010/2011 fiscal year and beyond, specifically as it relates to the uncertainty at the state level.

The CPI for property taxes payable in 2010 was .1%; it is anticipated that the property tax extension for taxes payable in 2011 will be 2.7%. Further, the Village will be able to reallocate levy amounts from IMRF and Social Security Accounts in fiscal year 2011/2012 to the Corporate levy due to reductions in staffing levels. Calendar year 2009 had the lowest number of building permits issued; however, the start to 2010 has seen a positive trend with more being issued. The Village also is seeing small positive trends concerning sales tax; however, it is still below the pre-2008 levels.

Staffing levels were further reduced in 2009/2010 through natural attrition and layoffs. At the start of the fiscal year, several positions were eliminated in both the Building Department and Community Development Department. During the course of the fiscal year, through retirements and resignations, both the Administration and Public Works Department saw reduction in staffing levels. The Village will continue to maintain a hiring freeze policy, with positions being reviewed on a case by case basis for need to fill. During the course of fiscal year 2010/2011, the Village anticipates further reductions through natural attrition and a reduction of hours at Lemont Police station to coincide with Village Hall hours. The Village will continue with no pay raises for non-union Village employees.

Requests for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Ms. Jean M. Nona, Village Treasurer, Village of Lemont, 418 Main Street, Lemont, Illinois 60439.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF NET ASSETS
APRIL 30, 2010

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
ASSETS			
Equity in pooled cash and investments	\$ 4,653,086	\$ 1,421,621	\$ 6,074,707
Receivables:			
Property taxes	1,219,189	-	1,219,189
Intergovernmental	1,421,363	-	1,421,363
Accounts	-	443,117	443,117
Other	177,871	-	177,871
Due from / (to) other funds	(90,428)	90,428	-
Deferred charges	297,676	91,411	389,087
Capital assets not being depreciated	77,899,809	5,834,887	83,734,696
Capital assets, net of accumulated depreciation	50,487,711	43,348,075	93,835,786
Other assets	<u>324,745</u>	<u>-</u>	<u>324,745</u>
 Total assets	 <u>136,391,022</u>	 <u>51,229,539</u>	 <u>187,620,561</u>
LIABILITIES			
Accounts payable	234,440	39,348	273,788
Accrued salaries	147,183	31,165	178,348
Accrued interest payable	304,436	93,374	397,810
Unearned revenue	1,219,189	-	1,219,189
Deposits payable	837,858	-	837,858
Other liabilities	31,206	105,429	136,635
Due to fiduciary fund	811	-	811
Noncurrent liabilities:			
Due within one year	1,557,924	450,526	2,008,450
Due in more than one year	<u>21,585,850</u>	<u>5,570,140</u>	<u>27,155,990</u>
 Total liabilities	 <u>25,918,897</u>	 <u>6,289,982</u>	 <u>32,208,879</u>
NET ASSETS			
Invested in capital assets, net of related debt	107,791,778	43,201,772	150,993,550
Restricted for:			
Capital projects	256,742	-	256,742
TIF projects	1,300,449	-	1,300,449
Unrestricted	<u>1,123,156</u>	<u>1,737,785</u>	<u>2,860,941</u>
 Total net assets	 <u>\$ 110,472,125</u>	 <u>\$ 44,939,557</u>	 <u>\$ 155,411,682</u>

See notes to basic financial statements.

**VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF ACTIVITIES
YEAR ENDED APRIL 30, 2010**

	Expenses	Program Revenues	
		Charges for Services	Capital Grants and Contributions
Functions/programs:			
Governmental activities:			
General government	\$ 6,732,528	\$ 1,054,113	\$ 94,197
Highways and streets	6,918,930	-	106,938
Public safety	4,258,878	280,326	-
Interest expense	834,103	-	-
Total governmental activities	<u>18,744,439</u>	<u>1,334,439</u>	<u>201,135</u>
Business-type activities:			
Waterworks and sewerage	3,153,719	3,684,944	1,771,331
Parking facilities	101,141	80,406	-
Total business-type activities	<u>3,254,860</u>	<u>3,765,350</u>	<u>1,771,331</u>
Total functions/programs	<u>\$ 21,999,299</u>	<u>\$ 5,099,789</u>	<u>\$ 1,972,466</u>
		General revenues:	
		Taxes:	
		Property	
		Sales	
		Income	
		Other	
		Earnings on investments	
		Miscellaneous income	
		Transfers	
		Total general revenues and transfers	
		Change in net assets	
		Net assets at beginning of year	
		Net assets at end of year	

See notes to basic financial statements.

<u>Net (Expense) Revenue and Changes in Net Assets</u>		
<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>
<u>Activities</u>	<u>Activities</u>	
\$ (5,584,218)	\$ -	\$ (5,584,218)
(6,811,992)	-	(6,811,992)
(3,978,552)	-	(3,978,552)
<u>(834,103)</u>	<u>-</u>	<u>(834,103)</u>
<u>(17,208,865)</u>	<u>-</u>	<u>(17,208,865)</u>
-	2,302,556	2,302,556
<u>-</u>	<u>(20,735)</u>	<u>(20,735)</u>
<u>-</u>	<u>2,281,821</u>	<u>2,281,821</u>
<u>(17,208,865)</u>	<u>2,281,821</u>	<u>(14,927,044)</u>
3,593,495	-	3,593,495
1,679,676	-	1,679,676
1,261,727	-	1,261,727
1,841,349	-	1,841,349
15,428	10,239	25,667
755,511	-	755,511
<u>844,824</u>	<u>(844,824)</u>	<u>-</u>
<u>9,992,010</u>	<u>(834,585)</u>	<u>9,157,425</u>
(7,216,855)	1,447,236	(5,769,619)
<u>117,688,980</u>	<u>43,492,321</u>	<u>161,181,301</u>
<u>\$ 110,472,125</u>	<u>\$ 44,939,557</u>	<u>\$ 155,411,682</u>

FUND FINANCIAL STATEMENTS

**VILLAGE OF LEMONT, ILLINOIS
BALANCE SHEET -
GOVERNMENTAL FUNDS
APRIL 30, 2010**

	<u>General</u>	<u>TIF/ Downtown Canal District 1</u>	<u>TIF/ Downtown</u>	<u>Police Station Building</u>
ASSETS				
Equity in pooled cash and investments	\$ 442,495	\$ 304,719	\$ 1,082,318	\$ 93,535
Receivables:				
Property taxes, net of allowance	922,734	-	-	-
State sales tax	386,659	-	-	-
State income tax	710,806	-	-	-
Other taxes	33,005	-	-	-
Other	102,746	-	-	-
Due from other funds	-	-	-	-
Other assets	181,914	-	-	-
Other assets - restricted	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 2,780,359</u>	<u>\$ 304,719</u>	<u>\$ 1,082,318</u>	<u>\$ 93,535</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 67,226	\$ 207	\$ 82,643	52,745
Accrued salaries	145,428	-	1,755	-
Due to other funds	811	1,983	-	7,240
Deferred revenue	922,734	-	-	-
Deposits payable	837,858	-	-	-
Other liabilities	31,206	-	-	-
	<u>2,005,263</u>	<u>2,190</u>	<u>84,398</u>	<u>59,985</u>
Total liabilities				
Fund balances:				
Reserved for construction	-	-	-	-
Reserved for working cash	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved, reported in:				
General Fund	775,096	-	-	-
Special revenue funds	-	302,529	997,920	-
Capital projects funds	-	-	-	33,550
	<u>775,096</u>	<u>302,529</u>	<u>997,920</u>	<u>33,550</u>
Total fund balances				
Total liabilities and fund balances	<u>\$ 2,780,359</u>	<u>\$ 304,719</u>	<u>\$ 1,082,318</u>	<u>\$ 93,535</u>

See notes to basic financial statements.

<u>Road Improvement</u>	<u>Gateway TIF District</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,110,385	\$ 96,767	\$ 1,522,867	\$ 4,653,086
-	-	296,455	1,219,189
-	-	-	386,659
-	-	-	710,806
290,893	-	-	323,898
-	39,063	36,062	177,871
-	-	152,054	152,054
-	-	-	181,914
-	142,831	-	142,831
<u>\$ 1,401,278</u>	<u>\$ 278,661</u>	<u>\$ 2,007,438</u>	<u>\$ 7,948,308</u>

22,811	\$ -	\$ 8,808	\$ 234,440
-	-	-	147,183
90,428	142,831	-	243,293
-	-	296,455	1,219,189
-	-	-	837,858
-	-	-	31,206
<u>113,239</u>	<u>142,831</u>	<u>305,263</u>	<u>2,713,169</u>
-	256,742	-	256,742
-	-	812,928	812,928
-	-	17,748	17,748
-	-	-	775,096
-	(120,912)	875,631	2,055,168
<u>1,288,039</u>	<u>-</u>	<u>(4,132)</u>	<u>1,317,457</u>
<u>1,288,039</u>	<u>135,830</u>	<u>1,702,175</u>	<u>5,235,139</u>
<u>\$ 1,401,278</u>	<u>\$ 278,661</u>	<u>\$ 2,007,438</u>	<u>\$ 7,948,308</u>

VILLAGE OF LEMONT, ILLINOIS
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
TO NET ASSETS OF GOVERNMENTAL FUNDS
APRIL 30, 2010

Total fund balance - governmental funds \$ 5,235,139

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. 128,387,520

Long-term liabilities, including bonds payable, are not due and payable in the current year and, therefore, are not reported as liabilities in the funds. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Long-term liabilities and related accounts at year-end consist of:

Bonds payable	\$	(20,740,000)
Unamortized deferred charges		297,676
Unamortized issuance premiums		(156,716)
Unamortized issuance discounts		44,232
Note payable		(1,376,487)
Accrued interest		(304,436)
Pension benefit obligation		(506,960)
Other postemployment benefits obligation		(128,943)
Compensated absences		<u>(278,900)</u>

Total (23,150,534)

Total net assets - governmental activities \$ 110,472,125

See notes to basic financial statements.

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED APRIL 30, 2010

	<u>General</u>	<u>TIF/ Downtown Canal District 1</u>	<u>TIF/ Downtown</u>	<u>Police Station Building</u>
Revenues:				
Taxes:				
Property	\$ 1,892,260	\$ 115,204	\$ 912,069	\$ -
State income	1,261,727	-	-	-
State sales	1,679,676	-	-	-
Other	271,295	-	-	-
Allotments	-	-	-	-
Fees by agreement	198,173	-	-	-
Fines, forfeitures and penalties	280,326	-	-	-
Grants	94,197	-	-	-
Interest income	680	1,263	1,233	601
Intergovernmental reimbursements	-	-	-	-
Licenses, permits and inspections	855,940	-	-	-
Other income	283,250	-	-	-
	<u>6,817,524</u>	<u>116,467</u>	<u>913,302</u>	<u>601</u>
Total revenues				
Expenditures:				
Current:				
General government	2,993,126	2,135	120,739	-
Highways and streets	933,950	-	-	-
Public safety	3,558,940	-	-	-
Contractual services	-	-	-	-
Capital outlay	135,869	1,827,002	138,115	595,862
Debt service:				
Principal retirement	-	95,000	405,000	-
Interest and fees	-	117,033	116,298	-
Bond issuance costs	-	38,487	-	-
	<u>7,621,885</u>	<u>2,079,657</u>	<u>780,152</u>	<u>595,862</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>(804,361)</u>	<u>(1,963,190)</u>	<u>133,150</u>	<u>(595,261)</u>
Other financing sources (uses):				
Bonds issued	-	1,755,000	-	-
Discount on bonds	-	(17,550)	-	-
Transfers in	1,568,622	-	-	-
Transfers out	(585,849)	-	-	-
	<u>982,773</u>	<u>1,737,450</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)				
Net change in fund balances	178,412	(225,740)	133,150	(595,261)
Fund balances at beginning of year	<u>596,684</u>	<u>528,269</u>	<u>864,770</u>	<u>628,811</u>
Fund balances at end of year	<u>\$ 775,096</u>	<u>\$ 302,529</u>	<u>\$ 997,920</u>	<u>\$ 33,550</u>

See notes to basic financial statements.

<u>Road Improvement</u>	<u>Gateway TIF District</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ 673,962	\$ 3,593,495
-	-	-	1,261,727
-	-	-	1,679,676
1,570,054	-	-	1,841,349
-	-	439,026	439,026
-	-	-	198,173
-	-	-	280,326
106,938	-	-	201,135
3,163	741	7,747	15,428
33,235	-	-	33,235
-	-	-	855,940
-	-	-	283,250
<u>1,713,390</u>	<u>741</u>	<u>1,120,735</u>	<u>10,682,760</u>
-	-	510,120	3,626,120
-	-	298,614	1,232,564
-	-	-	3,558,940
-	-	-	-
709,109	1,184,292	213,141	4,803,390
100,000	-	825,000	1,425,000
-	44,270	568,242	845,843
-	<u>37,749</u>	<u>-</u>	<u>76,236</u>
<u>809,109</u>	<u>1,266,311</u>	<u>2,415,117</u>	<u>15,568,093</u>
<u>904,281</u>	<u>(1,265,570)</u>	<u>(1,294,382)</u>	<u>(4,885,333)</u>
-	1,430,000	-	3,185,000
-	(28,600)	-	(46,150)
120,000	-	1,498,739	3,187,361
<u>(1,292,550)</u>	<u>-</u>	<u>(380,962)</u>	<u>(2,259,361)</u>
<u>(1,172,550)</u>	<u>1,401,400</u>	<u>1,117,777</u>	<u>4,066,850</u>
(268,269)	135,830	(176,605)	(818,483)
<u>1,556,308</u>	<u>-</u>	<u>1,878,780</u>	<u>6,053,622</u>
<u>\$ 1,288,039</u>	<u>\$ 135,830</u>	<u>\$ 1,702,175</u>	<u>\$ 5,235,139</u>

**VILLAGE OF LEMONT, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT
OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED APRIL 30, 2010**

Total net change in fund balances - governmental funds \$ (818,483)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$5,849,180) exceeded capitalized expenditures (\$4,373,675) in the current period. (1,475,505)

The value of infrastructure transferred to proprietary funds decreases net assets in the statement of activities, but does not appear in the governmental funds because such transfers are not uses of financial resources. (1,754,507)

The net effect of the transactions involving the disposition of capital assets is to decrease net assets. (18,168)

Certain expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These expenses consist of current year changes in the following liability accounts:

Accrued interest on long-term debt	27,532
Pension benefit obligation	6,980
Other postemployment benefits obligation	(51,659)
Long-term intergovernmental note payable	(1,476,487)
Long-term compensated absences payable	(3,152)

The issuance of long-term debt (e.g., bonds, installment contracts) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt uses the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. These transactions are summarized as follows:

Proceeds from issuance of long-term debt	(3,185,000)
Discount on bonds	46,150
Retirement of long-term debt	1,425,000
Capitalized bond issuance costs	76,236
Amortization of deferred charges	<u>(15,792)</u>

Change in net assets of governmental activities \$ (7,216,855)

See notes to basic financial statements.

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Taxes:				
Property	\$ 1,834,600	\$ 1,892,260	\$ 57,660	\$ 1,718,281
State income	1,577,700	1,261,727	(315,973)	1,441,883
State sales	1,714,600	1,679,676	(34,924)	1,640,446
Other	335,650	271,295	(64,355)	332,082
Fees by agreement	219,000	198,173	(20,827)	204,156
Fines, forfeitures and penalties	292,300	280,326	(11,974)	304,867
Grants	306,400	94,197	(212,203)	172,984
Interest income	24,000	680	(23,320)	31,654
Licenses, permits and inspections	1,115,600	855,940	(259,660)	643,062
Other income	<u>446,600</u>	<u>283,250</u>	<u>(163,350)</u>	<u>621,119</u>
Total revenues	<u>7,866,450</u>	<u>6,817,524</u>	<u>(1,048,926)</u>	<u>7,110,534</u>
Expenditures:				
Current:				
General government:				
Mayor and village board	108,345	98,212	10,133	86,568
Administration / finance	615,137	673,857	(58,720)	651,129
Vehicle maintenance	342,500	321,969	20,531	352,457
Building department	595,350	424,782	170,568	563,013
Community development	236,600	188,297	48,303	276,120
Building and grounds	60,750	70,849	(10,099)	91,477
Plan commission	1,200	495	705	765
Police commission	6,750	1,275	5,475	13,304
Downtown commission	63,500	59,275	4,225	59,423
Historic district commission	2,225	386	1,839	145
L.E.M.A.	35,720	23,486	12,234	25,146
Environmental commission	3,600	3,161	439	4,876
General	1,404,100	1,127,082	277,018	1,615,195
Highways and streets:				
Public works / engineering	987,000	933,950	53,050	964,603
Public safety:				
Police department	3,960,320	3,558,940	401,380	3,704,411

See notes to basic financial statements.

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Capital outlay	64,500	135,869	(71,369)	169,839
Debt service:				
Principal	-	-	-	36,558
Interest and fees	-	-	-	2,117
Total expenditures	<u>8,487,597</u>	<u>7,621,885</u>	<u>865,712</u>	<u>8,617,146</u>
Deficiency of revenues under expenditures	<u>(621,147)</u>	<u>(804,361)</u>	<u>(183,214)</u>	<u>(1,506,612)</u>
Other financing sources (uses):				
Transfers in	1,199,660	1,568,622	368,962	1,198,035
Transfers out	<u>(578,513)</u>	<u>(585,849)</u>	<u>(7,336)</u>	<u>(583,094)</u>
Total other financing sources (uses)	<u>621,147</u>	<u>982,773</u>	<u>361,626</u>	<u>614,941</u>
Net change in fund balances	-	178,412	178,412	(891,671)
Fund balances at beginning of year	<u>596,684</u>	<u>596,684</u>	<u>-</u>	<u>1,488,355</u>
Fund balances at end of year	<u>\$ 596,684</u>	<u>\$ 775,096</u>	<u>\$ 178,412</u>	<u>\$ 596,684</u>

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL -
TIF/DOWNTOWN CANAL DISTRICT 1 FUND
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 100,000	\$ 115,204	\$ 15,204	\$ 55,620
Interest income	10,000	1,263	(8,737)	17,864
Other income	<u>-</u>	<u>-</u>	<u>-</u>	<u>120,747</u>
Total revenues	<u>110,000</u>	<u>116,467</u>	<u>6,467</u>	<u>194,231</u>
Expenditures:				
Current:				
General government	-	2,135	(2,135)	-
Capital outlay	68,000	1,827,002	(1,759,002)	787,991
Debt service:				
Principal retirement	95,000	95,000	-	50,000
Interest and fees	117,033	117,033	-	159,138
Bond issuance costs	<u>-</u>	<u>38,487</u>	<u>(38,487)</u>	<u>-</u>
Total expenditures	<u>280,033</u>	<u>2,079,657</u>	<u>(1,799,624)</u>	<u>997,129</u>
Deficiency of revenues under expenditures	<u>(170,033)</u>	<u>(1,963,190)</u>	<u>(1,793,157)</u>	<u>(802,898)</u>
Other financing sources (uses):				
Bonds issued	-	1,755,000	1,755,000	-
Discount on bonds	-	(17,550)	(17,550)	-
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Total other financing sources (uses)	<u>-</u>	<u>1,737,450</u>	<u>1,737,450</u>	<u>100,000</u>
Net change in fund balances	(170,033)	(225,740)	(55,707)	(702,898)
Fund balances at beginning of year	<u>528,269</u>	<u>528,269</u>	<u>-</u>	<u>1,231,167</u>
Fund balances at end of year	<u>\$ 358,236</u>	<u>\$ 302,529</u>	<u>\$ (55,707)</u>	<u>\$ 528,269</u>

See notes to basic financial statements.

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL -
TIF/DOWNTOWN FUND
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 590,000	\$ 912,069	\$ 322,069	\$ 719,847
Interest income	<u>12,000</u>	<u>1,233</u>	<u>(10,767)</u>	<u>10,858</u>
Total revenues	<u>602,000</u>	<u>913,302</u>	<u>311,302</u>	<u>730,705</u>
Expenditures:				
Current:				
General government	121,725	120,739	986	126,292
Capital outlay	50,000	138,115	(88,115)	20,750
Debt service:				
Principal retirement	405,000	405,000	-	355,000
Interest and fees	<u>115,943</u>	<u>116,298</u>	<u>(355)</u>	<u>127,123</u>
Total expenditures	<u>692,668</u>	<u>780,152</u>	<u>(87,484)</u>	<u>629,165</u>
Excess (deficiency) of revenues over (under) expenditures	(90,668)	133,150	223,818	101,540
Other financing uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>
Net change in fund balances	(90,668)	133,150	223,818	1,540
Fund balances at beginning of year	<u>864,770</u>	<u>864,770</u>	<u>-</u>	<u>863,230</u>
Fund balances at end of year	<u>\$ 774,102</u>	<u>\$ 997,920</u>	<u>\$ 223,818</u>	<u>\$ 864,770</u>

See notes to basic financial statements.

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS
APRIL 30, 2010

ASSETS	<u>Waterworks and Sewerage</u>	<u>Nonmajor Fund Parking Lot</u>	<u>Totals</u>
Current assets:			
Equity in pooled cash and investments	\$ 1,170,285	\$ 251,336	\$ 1,421,621
Receivables:			
Due from customers	443,117	-	443,117
Due from other funds	<u>90,428</u>	<u>-</u>	<u>90,428</u>
Total current assets	<u>1,703,830</u>	<u>251,336</u>	<u>1,955,166</u>
Noncurrent assets:			
Capital assets:			
Land	5,572,720	-	5,572,720
Buildings and improvements	6,999,605	113,132	7,112,737
Construction in progress	262,167	-	262,167
Infrastructure	40,255,072	-	40,255,072
Land improvements	44,487	198,196	242,683
Machinery and equipment	688,278	44,604	732,882
Vehicles	1,145,624	-	1,145,624
Water system	5,255,317	-	5,255,317
Less accumulated depreciation	<u>(11,116,760)</u>	<u>(279,480)</u>	<u>(11,396,240)</u>
Net capital assets	49,106,510	76,452	49,182,962
Bond issuance costs	<u>91,411</u>	<u>-</u>	<u>91,411</u>
Total noncurrent assets	<u>49,197,921</u>	<u>76,452</u>	<u>49,274,373</u>
Total assets	<u>50,901,751</u>	<u>327,788</u>	<u>51,229,539</u>
LIABILITIES			
Current liabilities:			
Accounts payable	39,348	-	39,348
Accrued salaries	28,439	2,726	31,165
Accrued interest payable	93,374	-	93,374
Other liabilities	105,429	-	105,429
Current portion of long-term liabilities	<u>450,526</u>	<u>-</u>	<u>450,526</u>
Total current liabilities	<u>717,116</u>	<u>2,726</u>	<u>719,842</u>
Noncurrent liabilities:			
Bonds payable	5,505,000	-	5,505,000
Deferred amount on refunding	46,190	-	46,190
Compensated absences	<u>18,950</u>	<u>-</u>	<u>18,950</u>
Total noncurrent liabilities	<u>5,570,140</u>	<u>-</u>	<u>5,570,140</u>
Total liabilities	<u>6,287,256</u>	<u>2,726</u>	<u>6,289,982</u>
NET ASSETS			
Invested in capital assets, net of related debt	43,125,320	76,452	43,201,772
Unrestricted	<u>1,489,175</u>	<u>248,610</u>	<u>1,737,785</u>
Total net assets	<u>\$ 44,614,495</u>	<u>\$ 325,062</u>	<u>\$ 44,939,557</u>

See notes to basic financial statements.

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - PROPRIETARY FUNDS
BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS
YEAR ENDED APRIL 30, 2010

	<u>Waterworks and Sewerage</u>	<u>Nonmajor Fund Parking Lot</u>	<u>Totals</u>
Operating revenues:			
Charges for sales and services:			
Charges for services	\$ 3,569,148	\$ -	\$ 3,569,148
Licenses and permits	-	74,361	74,361
Penalties, fines and forfeitures	50,550	6,045	56,595
Other income	<u>65,246</u>	<u>-</u>	<u>65,246</u>
Total operating revenues	<u>3,684,944</u>	<u>80,406</u>	<u>3,765,350</u>
Operating expenses:			
Water operations	1,416,231	-	1,416,231
Sewer operations	151,201	-	151,201
Parking lot operations	-	94,417	94,417
Other	265,056	-	265,056
Depreciation	<u>1,054,152</u>	<u>6,724</u>	<u>1,060,876</u>
Total operating expenses	<u>2,886,640</u>	<u>101,141</u>	<u>2,987,781</u>
Operating income (loss)	<u>798,304</u>	<u>(20,735)</u>	<u>777,569</u>
Nonoperating revenues (expenses):			
Grants	100,000	-	100,000
Interest expense	(258,994)	-	(258,994)
Interest income	9,350	889	10,239
Loss on disposal of capital assets	<u>(8,085)</u>	<u>-</u>	<u>(8,085)</u>
Total nonoperating revenues (expenses)	<u>(157,729)</u>	<u>889</u>	<u>(156,840)</u>
Income (loss) before contributions and transfers	640,575	(19,846)	620,729
Contributions of capital assets from other funds	<u>1,671,331</u>	<u>83,176</u>	<u>1,754,507</u>
Income before transfers	2,311,906	63,330	2,375,236
Transfers out	<u>(898,000)</u>	<u>(30,000)</u>	<u>(928,000)</u>
Change in net assets	1,413,906	33,330	1,447,236
Net assets at beginning of year	<u>43,200,589</u>	<u>291,732</u>	<u>43,492,321</u>
Net assets at end of year	<u>\$ 44,614,495</u>	<u>\$ 325,062</u>	<u>\$ 44,939,557</u>

See notes to basic financial statements.

VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS
YEAR ENDED APRIL 30, 2010

	<u>Waterworks and Sewerage</u>	<u>Nonmajor Fund Parking Lot</u>	<u>Totals</u>
Cash flows from operating activities:			
Receipts from customers and users	\$ 3,656,671	\$ 80,406	\$ 3,737,077
Payments for personnel	(855,372)	-	(855,372)
Payments to suppliers	<u>(1,047,727)</u>	<u>(94,324)</u>	<u>(1,142,051)</u>
Net cash provided (used) by operating activities	<u>1,753,572</u>	<u>(13,918)</u>	<u>1,739,654</u>
Cash flows from noncapital financing activities:			
Grants	100,000	-	100,000
Transfers out	(898,000)	(30,000)	(928,000)
Advances made to other funds	<u>(65,428)</u>	<u>-</u>	<u>(65,428)</u>
Net cash used by noncapital financing activities	<u>(863,428)</u>	<u>(30,000)</u>	<u>(893,428)</u>
Cash flows from capital and related financing activities:			
Purchase and construction of capital assets	(271,967)	-	(271,967)
Principal paid on capital debt	(494,479)	-	(494,479)
Interest paid on capital debt	<u>(264,619)</u>	<u>-</u>	<u>(264,619)</u>
Net cash used by capital and related financing activities	<u>(1,031,065)</u>	<u>-</u>	<u>(1,031,065)</u>
Cash flows from investing activities:			
Interest income received	<u>9,481</u>	<u>971</u>	<u>10,452</u>
Net decrease in equity in pooled cash and investments	(131,440)	(42,947)	(174,387)
Equity in pooled cash and investments at beginning of year	<u>1,301,725</u>	<u>294,283</u>	<u>1,596,008</u>
Equity in pooled cash and investments at end of year	<u>\$ 1,170,285</u>	<u>\$ 251,336</u>	<u>\$ 1,421,621</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ 798,304	\$ (20,735)	\$ 777,569
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	1,054,152	6,724	1,060,876
Changes in operating assets and liabilities:			
(Increase) in current assets	(20,038)	-	(20,038)
Increase (decrease) in current liabilities	<u>(78,846)</u>	<u>93</u>	<u>(78,753)</u>
Net cash provided (used) by operating activities	<u>\$ 1,753,572</u>	<u>\$ (13,918)</u>	<u>\$ 1,739,654</u>
Noncash capital and related financing activities:			
Contributions of capital assets from other funds	<u>\$ 1,671,331</u>	<u>\$ 83,176</u>	<u>\$ 1,754,507</u>

See notes to basic financial statements.

**VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND - POLICE PENSION FUND
APRIL 30, 2010**

ASSETS

Accrued interest receivable		\$ 49,800
Due from other fund		811
Investments, at fair value:		
Certificates of deposit	\$ 5,083,692	
GNMA	5,352	
Illinois Funds	223,901	
Money market funds	77,784	
Municipal bonds	665,601	
Mutual funds	2,427,238	
U.S. Treasury strips	<u>188,711</u>	
Total investments		<u>8,672,279</u>
Total assets		<u><u>\$ 8,722,890</u></u>

NET ASSETS

Held in trust for pension benefits and other purposes		<u><u>\$ 8,722,890</u></u>
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See notes to basic financial statements.

**VILLAGE OF LEMONT, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUND - POLICE PENSION FUND
YEAR ENDED APRIL 30, 2010**

Additions:		
Contributions:		
Employer	\$ 476,106	
Employee	<u>177,933</u>	
Total contributions		\$ 654,039
Investment income		<u>984,278</u>
Total additions		1,638,317
Deductions:		
Benefits	357,552	
Refund of contributions	13,385	
Administration	<u>5,440</u>	
Total deductions		<u>376,377</u>
Change in net assets		1,261,940
Net assets at beginning of year		<u>7,460,950</u>
Net assets at end of year		<u><u>\$ 8,722,890</u></u>

See notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Village of Lemont, Illinois is a municipal corporation governed by an elected mayor and six trustees. The Village was founded in 1836. The financial statements of the Village include all operations of the Village, including a wide range of general municipal services, including police protection, crime prevention, community planning and zoning, building inspection and safety, street building and maintenance, traffic control, and street lighting. In addition, water and sewer and commuter parking lot services are provided under an enterprise fund concept, with user charges set by the Village Board to ensure adequate coverage of operating expenses and payments on outstanding debt.

As required by accounting principles generally accepted in the United States of America, these financial statements present the Village and its component units, entities for which the Village is considered to be financially accountable. In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity", and includes all component units that have a significant operational or financial relationship with the Village.

Blended component units are separate legal entities that meet the component unit criteria and whose governing board is the same or substantially the same as the Village or provide services entirely to the Village. These component unit's funds are blended into those of the Village's by appropriate activity type to complete the primary government presentation.

At April 30, 2010, the Village's financial reporting entity comprises the following:

Primary government:	Village of Lemont, Illinois
Blended component unit:	Police Pension Fund

Blended Component Unit

The Village's sworn police employees participate in the Police Pension Fund (PPF). PPF functions for the benefit of these employees and is governed by a pension board. The Village and the PPF participants are obligated to fund all PPF 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 the contribution levels. Although it is legally separate from the Village, the PPF is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn police officers. The PPF is reported as a pension trust fund.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Village. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are primarily 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.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *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.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, investment income and charges for services are susceptible to accrual. Sales taxes, road and bridge reimbursements, motor fuel taxes, income taxes and fines collected and held by the State or County at year end on behalf of the Village are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the Village and are recognized as revenue at that time. As of April 30, 2010, the State of Illinois, as a result of its financial difficulties, was several months in arrears in remitting state income tax collections to the Village. The availability period for state income tax revenue has been extended so that twelve months of revenue are reflected in the accompanying financial statements.

Entitlement and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

The Village reports the following major governmental funds:

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

The TIF/Downtown Canal District 1 Fund accumulates revenues which are used for the purposes of infrastructure improvements, business retention programs, and principal and interest payments on bonds, notes and contracts which are obligations of the TIF/Downtown Canal District 1.

The TIF/Downtown Fund accumulates revenues which are used for the purposes of infrastructure improvements, business retention programs, and principal and interest payments on bonds, notes and contracts which are obligations of the TIF/Downtown District.

The Police Station Building Fund accumulates monies for the construction of a new police facility.

The Road Improvement Fund accumulates utility tax revenues and grant revenues for the maintenance and improvement of roads throughout the Village.

The Gateway TIF District Fund accumulates revenues which are used for the purposes of infrastructure improvements, business retention programs, and principal and interest payments on bonds, notes and contracts which are obligations of the Gateway TIF District.

The Village reports the following nonmajor governmental funds:

The Motor Fuel Tax Fund accumulates motor fuel tax allotments that are used for highways and streets throughout the Village.

The Illinois Municipal Retirement Fund accounts for expenditures related to payments to the related retirement fund.

The Social Security Fund accounts for expenditures related to payments to the related retirement fund.

The Working Cash Fund accounts for financial resources held by the Village to be used for temporary interfund loans to other funds.

The Debt Service Fund is used to account for the accumulation of resources for the payment of general long-term debt principal, interest and related costs.

The General Capital Improvement Fund accumulates monies for construction projects within the Village.

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

The Village reports the following major proprietary fund:

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, operation, maintenance, financing and related debt service, and billing and collection.

The Village reports the following nonmajor proprietary fund:

The Parking Lot Fund accounts for the operation of a commuter parking lot within the Village.

Additionally, the Village reports the following fiduciary fund type:

The pension trust fund accounts for the activities of the Police Pension Fund, which accumulates resources for pension payment benefits to qualified police officers.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The Village has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the Village's waterworks and sewerage function and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the waterworks and sewerage enterprise fund is charges to customers for sales and services. The waterworks and sewerage enterprise fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

Investments are reported at fair value which is determined using selected bases. Short-term investments and investments in the Illinois Funds investment pool are reported at fair value, which is also the value of the pool shares. The State of Illinois provides regulatory oversight of the Illinois Funds. Securities on a national exchange are valued at the last reported sales price and investments that do not have an established market are reported at estimated fair value. Cash deposits are reported at carrying amounts which reasonably estimate fair value. Cash and cash equivalents of the Village are considered to be cash on hand, demand deposits and short-term investments with an original maturity of three months or less from the date of acquisition.

State statutes and the Village's investment policy authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury, GNMA's, Illinois Funds, governmental money market funds, and U.S. agencies. The Police Pension Fund may invest in various equity accounts up to a 35% limit of the aggregate book value of the fund's assets. Also, 10% more may be invested in separate accounts of insurance companies.

2. Receivables

Property taxes are levied as of January 1 on property values assessed on the same date. The tax levy is divided into two billings: The first billing mailed on or about February 1 and the second billing mailed on or about October 1. The Village receives significant distributions of tax receipts approximately one month after the due dates. The billings are considered past due 30 days after the respective tax billing date at which time the applicable property is subject to lien and penalties and interest are assessed.

Water and sewerage services are billed on a monthly basis. Estimated unbilled water and sewerage services at April 30, 2010 were \$237,712. This amount is included in accounts receivable.

3. Capital Assets

Capital assets, which include land, buildings, equipment and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as having an estimated useful life in excess of one year with an initial, individual cost of \$50,000 for infrastructure and \$5,000 for all other assets (amount not rounded). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if any, is included in the capitalized value of the asset constructed. No such interest expense was incurred during the current fiscal year.

**VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010**

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	50
Infrastructure	10 - 65
Land improvements	20
Machinery and equipment	5 - 30
Vehicles	5 - 7
Water and sewer systems	20 - 50

4. Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused sick pay benefits. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that it is estimated will be taken as "terminal leave" prior to or at retirement. All eligible sick pay is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements.

5. Long-term Obligations

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

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

6. Interfund Receivables, Payables and Transfers

During the course of operations, transactions occur between individual funds for the provision of goods and services. Transactions that have not been repaid by year end are classified as interfund balances.

Transactions between individual funds that are not expected to be reimbursed are reported as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

7. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not appropriable or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

8. Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures/expenses. Actual results could differ from those estimates.

9. Comparative Data and Reclassifications

Comparative data for the prior year have been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the Village's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with current year's presentation.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The annual appropriations ordinance (budget) is adopted on a basis consistent with accounting principles generally accepted in the United States of America for all funds, except for the Gateway TIF District Fund.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Village Board of Trustees adopts a Budget Ordinance which includes a budget for all funds utilized by the Village, except for the Gateway TIF District Fund. This ordinance serves as an appropriation authorization.
2. Public budget hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of an ordinance. The budget for the period May 1, 2009 to April 30, 2010 was adopted through the passage of ordinance number R-21-09 on April 13, 2009.
4. The Village Administrator is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Village Board of Trustees.

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

5. Budgets are adopted on the modified accrual basis of accounting for governmental funds and the accrual basis of accounting for enterprise and fiduciary funds. The level of control (level at which expenditures may not exceed budget/appropriations) is the fund. Appropriations lapse at the end of the fiscal year.
6. Budget columns in the financial statements represent the working budget amounts used by management. The working budget is presented on a basis consistent with accounting principles generally accepted in the United States of America. These amounts are equal to or less than the actual appropriated expenditures approved by the Board. The budgeted appropriations adopted for each fund are as follows:

General Fund	\$ 14,186,081
TIF/Downtown Canal District 1 Fund	434,051
TIF/Downtown Fund	1,073,635
Police Station Building Fund	1,860,000
Road Improvement Fund	5,132,903
Motor Fuel Tax Fund	728,035
Illinois Municipal Retirement Fund	429,815
Social Security Fund	418,500
Working Cash Fund	18,600
Debt Service Fund	2,158,690
General Capital Improvement Fund	405,325
Waterworks and Sewerage Fund	7,410,534
Parking Lot Fund	182,900
Police Pension Fund	<u>606,360</u>
 Total expenditures appropriated	 <u>\$ 35,045,429</u>

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by the Village. Outstanding encumbrances at the end of the year are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be appropriated and honored during the subsequent year. There were no encumbrances outstanding at April 30, 2010.

B. Excess of Expenditures/Expenses over Budget

The following funds had an excess of actual expenditures/expenses over working budget amounts:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
TIF/Downtown Canal District 1 Fund	\$ 280,033	\$ 2,079,657	\$ 1,799,624
TIF/Downtown Fund	692,668	780,152	87,484
Waterworks and Sewerage Fund	3,182,595	3,946,868	764,273
Debt Service Fund	1,392,703	1,393,242	539
Parking Lot Fund	88,000	101,141	13,141

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

The overexpenditure in the TIF/Downtown Canal District 1 Fund was funded primarily by bond issuance proceeds. The overexpenditure in the TIF/Downtown Fund was funded by greater than anticipated revenues. The overexpenditure in the Debt Service Fund was funded by transfers in from other funds. The overexpenditures in the Waterworks and Sewerage Fund and the Parking Lot Fund were funded by available net assets.

C. Deficit Fund Balance

As of April 30, 2010, the General Capital Improvement Fund had a deficit fund balance of \$4,132 which is anticipated to be eliminated through future revenues and/or transfers from other funds.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Deposits

The Village maintains a cash and investment pool that is available for use by all funds. The Police Pension Fund also holds other deposits and investments separately from those of other funds.

Village of Lemont, Illinois:

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the Village's deposits might not be recovered. The Village's investment policy for custodial risk is to have all deposits either insured or collateralized with securities held by the pledging institution. As of April 30, 2010, \$146,939 of the Village's total bank balance of \$396,939 was uninsured and collateralized with securities held by the pledging financial institution.

Investments

Village of Lemont, Illinois:

<u>Type of Investment</u>	<u>Fair Value/ Carrying Amount</u>	<u>Average Credit Quality/ Ratings (1)</u>	<u>Weighted Average Days to Maturity (2)</u>
Pooled investments (3):			
Money market funds:			
AIM Premier US Government Money Portfolio	\$ 736,659	N/A	N/A
Illinois Funds	4,219,434	AAAm	38
Illinois Metropolitan Investment Fund	<u>1,032,653</u>	AAAf/S1	5
Total pooled investments	<u>\$ 5,988,746</u>		

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

- (1) Ratings are provided where applicable to indicate associated *Credit Risk*. N/A indicates not applicable.
(2) *Interest Rate Risk* is estimated using weighted average days to maturity.
(3) Pooled cash and investments are reported as *equity in pooled cash and investments*. Investments in the pool are not separately reported in the financial statements as ownership of investments cannot be assigned to individual funds including fiduciary funds. Therefore, total investments will not agree to the financial statements.

Village of Lemont Police Pension Fund:

Type of Investment	Fair Value/ Carrying Amount	Average Credit Quality/ Ratings (1)	Weighted Average Days to Maturity (2)
Certificates of deposit	\$ 5,083,692	N/A	1,170
GNMA	5,352	N/A	7,437
Illinois Funds	223,901	AAAm	38
Money market funds	77,784	N/A	N/A
Municipal bonds	665,601	AAA/AA/AA-/A+/A-/Aa2/Aa3/A2	6,429
Mutual funds	2,427,238	N/A	N/A
U.S. Treasury strips	<u>188,711</u>	AAA	3,345
Total investments	<u>\$ 8,672,279</u>		

- (1) Ratings are provided where applicable to indicate associated *Credit Risk*. N/A indicates not applicable.
(2) *Interest Rate Risk* is estimated using weighted average days to maturity.

Investment Policies

The investments of the Village of Lemont, Illinois and the Village of Lemont Police Pension Fund are subject to the following risks:

Concentration of credit risk is the risk of loss attributed to the magnitude of the Village's or Police Pension Fund's investment in a single issuer.

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

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

The Village and the Police Pension Fund do not have an investment policy for the above risks.

B. Receivables

Property taxes receivable on the statement of net assets and the balance sheet for the governmental funds are reported net of an allowance for uncollectibles of \$75,305.

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

C. Capital Assets

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases/ Transfers</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 76,728,414	\$ 400,000	\$ -	\$ 77,128,414
Construction in progress	<u>14,197,190</u>	<u>3,870,625</u>	<u>(17,296,420)</u>	<u>771,395</u>
Total capital assets, not being depreciated	<u>90,925,604</u>	<u>4,270,625</u>	<u>(17,296,420)</u>	<u>77,899,809</u>
Capital assets, being depreciated:				
Buildings and improvements	3,176,647	-	12,097,483	15,274,130
Land improvements	485,311	-	509,912	995,223
Infrastructure	71,210,737	17,422	2,230,865	73,459,024
Machinery and equipment	10,966,177	35,459	398,212	11,399,848
Vehicles	<u>969,602</u>	<u>50,169</u>	<u>(84,471)</u>	<u>935,300</u>
Total capital assets, being depreciated	<u>86,808,474</u>	<u>103,050</u>	<u>15,152,001</u>	<u>102,063,525</u>
Less accumulated depreciation for:				
Buildings and improvements	(732,988)	(303,463)	59,581	(976,870)
Land improvements	(264,702)	(49,193)	198,196	(115,699)
Infrastructure	(41,536,640)	(3,354,575)	22,255	(44,868,960)
Machinery and equipment	(2,943,874)	(2,062,987)	14,979	(4,991,882)
Vehicles	<u>(620,174)</u>	<u>(78,962)</u>	<u>76,733</u>	<u>(622,403)</u>
Total accumulated depreciation	<u>(46,098,378)</u>	<u>(5,849,180)</u>	<u>371,744</u>	<u>(51,575,814)</u>
Total capital assets, being depreciated, net	<u>40,710,096</u>	<u>(5,746,130)</u>	<u>15,523,745</u>	<u>50,487,711</u>
Governmental activities capital assets, net	<u>\$ 131,635,700</u>	<u>\$ (1,475,505)</u>	<u>\$ (1,772,675)</u>	<u>\$ 128,387,520</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases/ Transfers</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 5,572,720	\$ -	\$ -	\$ 5,572,720
Construction in progress	<u>253,036</u>	<u>176,252</u>	<u>(167,121)</u>	<u>262,167</u>
Total capital assets, not being depreciated	<u>5,825,756</u>	<u>176,252</u>	<u>(167,121)</u>	<u>5,834,887</u>
Capital assets, being depreciated:				
Buildings and improvements	6,868,616	-	244,121	7,112,737
Infrastructure	38,829,533	15,767	1,409,772	40,255,072
Land improvements	44,487	-	198,196	242,683
Machinery and equipment	681,288	6,990	44,604	732,882
Vehicles	1,057,150	107,746	(19,272)	1,145,624
Water system	<u>5,006,431</u>	<u>-</u>	<u>248,886</u>	<u>5,255,317</u>
Total capital assets, being depreciated	<u>52,487,505</u>	<u>130,503</u>	<u>2,126,307</u>	<u>54,744,315</u>
Less accumulated depreciation for:				
Buildings and improvements	(914,030)	(142,533)	(59,583)	(1,116,146)
Infrastructure	(7,024,526)	(619,509)	5,932	(7,638,103)
Land improvements	(21,068)	(1,393)	(198,196)	(220,657)
Machinery and equipment	(387,886)	(38,791)	(14,977)	(441,654)
Vehicles	(729,149)	(94,447)	19,272	(804,324)
Water system	<u>(1,011,153)</u>	<u>(164,203)</u>	<u>-</u>	<u>(1,175,356)</u>
Total accumulated depreciation	<u>(10,087,812)</u>	<u>(1,060,876)</u>	<u>(247,552)</u>	<u>(11,396,240)</u>
Total capital assets, being depreciated, net	<u>42,399,693</u>	<u>(930,373)</u>	<u>1,878,755</u>	<u>43,348,075</u>
Business-type activities capital assets, net	<u>\$ 48,225,449</u>	<u>\$ (754,121)</u>	<u>\$ 1,711,634</u>	<u>\$ 49,182,962</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 932,384
Highways and streets	4,209,879
Public safety	<u>706,917</u>
Total depreciation expense - governmental activities	<u>\$ 5,849,180</u>
Business-type activities:	
Waterworks and sewerage	<u>\$ 1,060,876</u>

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

D. Interfund Receivables, Payables and Transfers

Due from/to other funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
Nonmajor governmental	Gateway TIF District	\$ 142,831
Nonmajor governmental	TIF/Downtown Canal District 1	1,983
Nonmajor governmental	Police Station Building	7,240
Waterworks and Sewerage	Nonmajor governmental	90,428
Police Pension	General	<u>811</u>
Total		<u>\$ 243,293</u>

Interfund transfers:

	<u>Transfer in:</u>				<u>Total</u>
	<u>General</u>	<u>Road Improvement</u>	<u>Nonmajor Governmental</u>	<u>Waterworks and Sewerage</u>	
Transfer out:					
General	\$ -	-	\$ 585,849	-	\$ 585,849
Road Improvement	404,660	-	887,890	-	1,292,550
Nonmajor governmental funds	380,962	-	-	-	380,962
Waterworks and Sewerage	753,000	120,000	25,000	-	898,000
Nonmajor proprietary fund	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>
Total	<u>\$ 1,568,622</u>	<u>\$ 120,000</u>	<u>\$ 1,498,739</u>	<u>\$ -</u>	<u>\$ 3,187,361</u>

The outstanding balance between funds is comprised of amounts advanced that are scheduled to be repaid within the subsequent year. Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Transfers are also used to move unrestricted revenues collected in the General Fund, Working Cash Fund, and Debt Service Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

E. Long-term Liabilities

Long-term liability activity for the year ended April 30, 2010 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 16,825,000	\$ 1,755,000	\$ 1,030,000	\$ 17,550,000	\$ 1,075,000
Special ad valorem tax bonds	-	1,430,000	-	1,430,000	65,000
Sales tax revenue bonds	2,055,000	-	295,000	1,760,000	320,000
Note payable	-	1,476,487	100,000	1,376,487	-
Unamortized issuance premiums	164,174	-	7,458	156,716	-
Less amount for unamortized issuance discounts	-	(46,150)	(1,918)	(44,232)	-
Pension benefit obligation	513,940	-	6,980	506,960	-
Other postemployment benefits obligation	77,284	81,927	30,268	128,943	-
Compensated absences	<u>275,748</u>	<u>278,900</u>	<u>275,748</u>	<u>278,900</u>	<u>97,924</u>
Governmental activity long-term liabilities	<u>\$ 19,911,146</u>	<u>\$ 4,976,164</u>	<u>\$ 1,743,536</u>	<u>\$ 23,143,774</u>	<u>\$ 1,557,924</u>
Business-type activities:					
General obligation bonds	\$ 5,025,000	\$ -	\$ 250,000	\$ 4,775,000	\$ 260,000
General obligation refunding bonds	1,335,000	-	175,000	1,160,000	170,000
Building Illinois loan	69,479	-	69,479	-	-
Unamortized issuance premiums	49,271	-	3,081	46,190	-
Compensated absences	<u>45,720</u>	<u>39,476</u>	<u>45,720</u>	<u>39,476</u>	<u>20,526</u>
Business-type activity long-term liabilities	<u>\$ 6,524,470</u>	<u>\$ 39,476</u>	<u>\$ 543,280</u>	<u>\$ 6,020,666</u>	<u>\$ 450,526</u>

The General Fund and Waterworks and Sewerage Fund have typically been used in previous years to liquidate the liabilities for compensated absences relating to governmental activities and business-type activities, respectively.

Governmental Activities

Issue June 12, 2000
General Obligation (Alternative Revenue Source) Bonds, Series 2000A

Year Ending April 30,	Principal	Interest	Total Debt Payment
2011	<u>\$ 410,000</u>	<u>\$ 21,015</u>	<u>\$ 431,015</u>

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	5.13% - 5.38%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$3,000,000

Issue March 15, 2005
General Obligation (Alternative Revenue Source) Bonds, Series 2005

<u>Year Ending</u> <u>April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt</u> <u>Payment</u>
2011	\$ 65,000	\$ 52,095	\$ 117,095
2012	65,000	50,015	115,015
2013	70,000	47,773	117,773
2014	70,000	45,858	115,858
2015	75,000	42,788	117,788
2016	80,000	39,993	119,993
2017	80,000	36,873	116,873
2018	85,000	33,753	118,753
2019	85,000	30,268	115,268
2020	90,000	26,783	116,783
2021	95,000	22,958	117,958
2022	100,000	18,920	118,920
2023	105,000	14,520	119,520
2024	110,000	9,900	119,900
2025	<u>110,000</u>	<u>4,950</u>	<u>114,950</u>
Total	<u>\$ 1,285,000</u>	<u>\$ 477,447</u>	<u>\$ 1,762,447</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	2.90% - 4.50%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$1,525,000

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

Issue April 15, 2005

General Obligation (Alternative Revenue Source) Refunding Bonds, Series 2005

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2011	\$ 420,000	\$ 100,973	\$ 520,973
2012	435,000	86,273	521,273
2013	495,000	70,613	565,613
2014	510,000	52,050	562,050
2015	530,000	32,670	562,670
2016	<u>300,000</u>	<u>12,000</u>	<u>312,000</u>
Total	<u>\$ 2,690,000</u>	<u>\$ 354,579</u>	<u>\$ 3,044,579</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st
Interest rates	2.30% - 4.00%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$4,290,000

Issue August 6, 2007

General Obligation (Alternative Revenue Source) Bonds, Series 2007

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2011	\$ 95,000	\$ 113,327	\$ 208,327
2012	100,000	109,575	209,575
2013	105,000	105,625	210,625
2014	110,000	101,425	211,425
2015	115,000	97,025	212,025
2016	120,000	92,368	212,368
2017	125,000	87,508	212,508
2018	130,000	82,382	212,382
2019	135,000	77,053	212,053
2020	140,000	71,450	211,450
2021	145,000	65,640	210,640
2022	150,000	59,550	209,550
2023	155,000	53,250	208,250

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2024	165,000	45,500	210,500
2025	175,000	37,250	212,250
2026	180,000	28,500	208,500
2027	190,000	19,500	209,500
2028	<u>200,000</u>	<u>10,000</u>	<u>210,000</u>
Total	<u>\$ 2,535,000</u>	<u>\$ 1,256,928</u>	<u>\$ 3,791,928</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	3.90% - 5.00%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$2,680,000

Issue December 20, 2007
General Obligation (Alternative Revenue Source) Bonds, Series 2007A

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2011	\$ 30,000	\$ 304,750	\$ 334,750
2012	200,000	303,760	503,760
2013	205,000	295,760	500,760
2014	215,000	287,560	502,560
2015	225,000	278,960	503,960
2016	230,000	269,960	499,960
2017	240,000	260,760	500,760
2018	250,000	251,160	501,160
2019	260,000	241,160	501,160
2020	270,000	230,760	500,760
2021	285,000	219,960	504,960
2022	295,000	208,560	503,560
2023	305,000	196,760	501,760
2024	320,000	184,408	504,408
2025	330,000	171,287	501,287
2026	345,000	157,757	502,757
2027	360,000	143,440	503,440
2028	375,000	128,500	503,500

VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2029	395,000	109,750	504,750
2030	415,000	90,000	505,000
2031	440,000	69,250	509,250
2032	460,000	47,250	507,250
2033	<u>485,000</u>	<u>24,250</u>	<u>509,250</u>
Total	<u>\$ 6,935,000</u>	<u>\$ 4,475,762</u>	<u>\$ 11,410,762</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	3.30% - 5.00%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$7,000,000

Issue January 25, 2008

General Obligation (Alternative Revenue Source) Bonds, Series 2008

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2011	\$ 55,000	\$ 74,920	\$ 129,920
2012	55,000	73,270	128,270
2013	60,000	71,510	131,510
2014	60,000	69,590	129,590
2015	65,000	67,610	132,610
2016	65,000	65,465	130,465
2017	70,000	63,190	133,190
2018	70,000	60,740	130,740
2019	75,000	58,150	133,150
2020	75,000	55,375	130,375
2021	80,000	52,600	132,600
2022	80,000	49,480	129,480
2023	85,000	46,360	131,360
2024	85,000	43,045	128,045
2025	90,000	39,645	129,645
2026	95,000	36,045	131,045
2027	100,000	32,245	132,245
2028	100,000	28,145	128,145

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2029	105,000	24,045	129,045
2030	110,000	19,740	129,740
2031	115,000	15,120	130,120
2032	120,000	10,290	130,290
2033	<u>125,000</u>	<u>5,250</u>	<u>130,250</u>
Total	<u>\$ 1,940,000</u>	<u>\$ 1,061,830</u>	<u>\$ 3,001,830</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	3.00% - 4.20%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$1,995,000

Issue March 15, 2010

General Obligation (Alternative Revenue Source) Bonds, Series 2010

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2011	\$ -	\$ 48,946	\$ 48,946
2012	-	68,830	68,830
2013	45,000	68,830	113,830
2014	45,000	68,221	113,221
2015	45,000	67,501	112,501
2016	50,000	66,557	116,557
2017	50,000	65,306	115,306
2018	50,000	63,708	113,708
2019	55,000	62,108	117,108
2020	55,000	60,128	115,128
2021	55,000	58,148	113,148
2022	60,000	56,168	116,168
2023	60,000	53,768	113,768
2024	65,000	51,368	116,368
2025	65,000	48,768	113,768
2026	70,000	46,070	116,070
2027	70,000	43,166	113,166
2028	290,000	40,260	330,260

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

Year Ending April 30,	Principal	Interest	Total Debt Payment
2029	305,000	27,500	332,500
2030	<u>320,000</u>	<u>14,080</u>	<u>334,080</u>
Total	<u>\$ 1,755,000</u>	<u>\$ 1,079,431</u>	<u>\$ 2,834,431</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	1.35% - 4.40%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$1,755,000

Issue May 1, 2009

Special Service Area No. 1 Special Ad Valorem Tax Bonds, Series 2009

Year Ending April 30,	Principal	Interest	Total Debt Payment
2011	\$ 65,000	\$ 39,063	\$ 104,063
2012	65,000	74,712	139,712
2013	70,000	71,300	141,300
2014	75,000	67,625	142,625
2015	80,000	63,688	143,688
2016	85,000	59,486	144,486
2017	90,000	55,025	145,025
2018	90,000	50,300	140,300
2019	95,000	45,575	140,575
2020	105,000	40,588	145,588
2021	110,000	35,075	145,075
2022	115,000	28,750	143,750
2023	120,000	22,137	142,137
2024	130,000	15,238	145,238
2025	<u>135,000</u>	<u>7,763</u>	<u>142,763</u>
Total	<u>\$ 1,430,000</u>	<u>\$ 676,325</u>	<u>\$ 2,106,325</u>

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	5.25% - 5.75%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$1,430,000

Issue June 15, 2004
Sales Tax Revenue Bonds, Series 2004

<u>Year Ending</u> <u>April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt</u> <u>Payment</u>
2011	\$ 320,000	\$ 76,780	\$ 396,780
2012	345,000	63,500	408,500
2013	370,000	48,838	418,838
2014	405,000	32,743	437,743
2015	<u>320,000</u>	<u>14,720</u>	<u>334,720</u>
Total	<u>\$ 1,760,000</u>	<u>\$ 236,581</u>	<u>\$ 1,996,581</u>

Denomination	\$5,000
Bonds due each year	January 1st
Interest dates	January 1st and July 1st
Interest rates	1.75% - 4.60%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$3,320,000

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

The future debt service requirements to amortize the outstanding debt listed above are as follows:

Year Ending April 30,	Principal	Interest	Total Debt Payment
2011	\$ 1,460,000	\$ 831,869	\$ 2,291,869
2012	1,265,000	829,935	2,094,935
2013	1,420,000	780,249	2,200,249
2014	1,490,000	725,072	2,215,072
2015	1,455,000	664,962	2,119,962
2016	930,000	605,829	1,535,829
2017	655,000	568,662	1,223,662
2018	675,000	542,043	1,217,043
2019	705,000	514,314	1,219,314
2020	735,000	485,084	1,220,084
2021	770,000	454,381	1,224,381
2022	800,000	421,428	1,221,428
2023	830,000	386,795	1,216,795
2024	875,000	349,459	1,224,459
2025	905,000	309,663	1,214,663
2026	690,000	268,372	958,372
2027	720,000	238,351	958,351
2028	965,000	206,905	1,171,905
2029	805,000	161,295	966,295
2030	845,000	123,820	968,820
2031	555,000	84,370	639,370
2032	580,000	57,540	637,540
2033	<u>610,000</u>	<u>29,500</u>	<u>639,500</u>
Total	<u>\$ 20,740,000</u>	<u>\$ 9,639,898</u>	<u>\$ 30,379,898</u>

The Village entered into a note payable in a prior year with the Illinois State Toll Highway Authority for the construction of entrance and exit ramps on the south extension of Interstate 355. The terms of the agreement were not finalized until the fiscal year ended April 30, 2010. As such, the note is reflected as a current year addition to long-term liabilities. The note is to be paid in annual installments of principal only in amounts as determined by the Village, with the final payment of all unpaid principal due in December, 2014. The outstanding balance due at April 30, 2010 was \$1,376,487.

The future debt service requirements of this note payable are expected to be paid out of the Road Improvement Fund.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

Business-type Activities:

Issue December 15, 2004
General Obligation (Alternative Revenue Source) Bonds, Series 2004

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Payment</u>
2011	\$ 260,000	\$ 196,765	\$ 456,765
2012	270,000	188,725	458,725
2013	275,000	179,795	454,795
2014	265,000	170,445	435,445
2015	285,000	160,470	445,470
2016	285,000	150,930	435,930
2017	290,000	140,385	430,385
2018	340,000	129,075	469,075
2019	380,000	115,475	495,475
2020	350,000	99,895	449,895
2021	365,000	85,195	450,195
2022	380,000	69,500	449,500
2023	400,000	50,500	450,500
2024	430,000	30,500	460,500
2025	<u>200,000</u>	<u>9,000</u>	<u>209,000</u>
Total	<u>\$ 4,775,000</u>	<u>\$ 1,776,655</u>	<u>\$ 6,551,655</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	2.25% - 5.00%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$5,690,000

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

Issue March 1, 2005
General Obligation (Alternate Revenue Source) Refunding Bonds, Series 2005

Year Ending April 30,	Principal	Interest	Total Debt Payment
2011	\$ 170,000	\$ 40,830	\$ 210,830
2012	195,000	35,390	230,390
2013	190,000	28,955	218,955
2014	190,000	22,400	212,400
2015	210,000	15,560	225,560
2016	<u>205,000</u>	<u>7,790</u>	<u>212,790</u>
Total	<u>\$ 1,160,000</u>	<u>\$ 150,925</u>	<u>\$ 1,310,925</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st
Interest rates	2.50% - 3.80%
Paying agent	Amalgamated Bank of Chicago Chicago, Illinois
Total original issue	\$1,825,000

The future debt service requirements to amortize the outstanding debt listed above are as follows:

Year Ending April 30,	Principal	Interest	Total Debt Payment
2011	\$ 430,000	\$ 237,595	\$ 667,595
2012	465,000	224,115	689,115
2013	465,000	208,750	673,750
2014	455,000	192,845	647,845
2015	495,000	176,030	671,030
2016	490,000	158,720	648,720
2017	290,000	140,385	430,385
2018	340,000	129,075	469,075
2019	380,000	115,475	495,475
2020	350,000	99,895	449,895
2021	365,000	85,195	450,195
2022	380,000	69,500	449,500
2023	400,000	50,500	450,500
2024	430,000	30,500	460,500
2025	<u>200,000</u>	<u>9,000</u>	<u>209,000</u>
Total	<u>\$ 5,935,000</u>	<u>\$ 1,927,580</u>	<u>\$ 7,862,580</u>

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

Legal Debt Margin

The maximum total bonded indebtedness the Village is legally allowed to have outstanding at any one time is established by State statute. The limit as of April 30, 2009, which is the latest information available, was computed as follows:

Assessed valuation - 2008 tax year	<u>\$ 673,216,005</u>
Statutory debt limit (8.625% of assessed value)	\$ 58,064,880
General obligation bonds outstanding	<u>(23,185,000)</u>
Legal debt margin	<u>\$ 34,879,880</u>

Conduit Debt

The Village has two senior lien tax increment revenue bonds outstanding at April 30, 2010, with an aggregate par value of \$7,886,119 and a maturity date of May 1, 2032. The bonds had an outstanding principal balance of \$7,650,000 as of April 30, 2004, which is the latest available information. The Village has no obligation for this debt.

IV. OTHER INFORMATION

A. Employee Retirement Systems and Plans

The Village maintains a single-employer, defined benefit pension plan (Police Pension Fund) that covers its qualified Police Department employees and participates in the statewide Illinois Municipal Retirement Fund, an agent multiple-employer defined benefit public employee pension plan which covers substantially all of the remaining qualified Village employees. The Village also administers the Health Insurance Plan for Retired Employees that provides limited health care insurance coverage for eligible retired employees. The information presented in the following notes for these plans is the most current information available as of April 30, 2010.

1. Police Pension Fund

Plan Description. Police sworn personnel are covered by the Village of Lemont, Illinois Police Pension Plan which is a defined benefit single-employer pension plan administered by the Village of Lemont, Illinois Police Pension Fund Board. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois State statutes (Chapter 108 1/2 Article 3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund and a stand alone report is not issued by the Police Pension Fund.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

At April 30, 2010, the Police Pension Plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	9
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	<u>28</u>
 Total	 <u>37</u>
 Number of participating employers	 <u>1</u>

The Police Pension Plan provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries.

Plan members attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Members with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. Surviving spouses receive the greater of 50% of final salary or the member's retirement benefits. Members disabled in the line of duty receive 65% of final salary.

The monthly pension of a member 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% of the original granted pension. Beginning with increases granted on or after July 1, 1993, the second and subsequent automatic annual increases shall be calculated as 3% of the amount of the pension payable at the time of the increase.

The financial statements of the Police Pension Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price on the last day of the Village's fiscal year. Securities without an established market are reported at estimated fair value.

Funding Policy. Plan members are required to contribute 9.91% of their annual covered payroll. 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 at an actuarially determined rate; the current rate is 14.30% of annual covered payroll. Administrative costs of the Police Pension Plan are financed through investment earnings.

VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010

Annual Pension Cost and Net Pension Obligation. The Village's annual pension cost and net pension obligation for the year ended April 30, 2010 were as follows:

Annual required contribution	\$ 267,034
Interest on net pension obligation	-
Adjustment to annual required contribution	<u>217,279</u>
Annual pension cost	484,313
Contributions made	<u>491,293</u>
Decrease in net pension obligation	(6,980)
Net pension obligation at beginning of year	<u>513,940</u>
Net pension obligation at end of year	<u>\$ 506,960</u>

The Village's annual pension cost, the percentage of annual pension cost contributed to the Plan, and the net pension obligation for the three most recent years were as follows:

<u>Fiscal</u> <u>Year Ended</u>	<u>Annual</u> <u>Pension Cost</u>	<u>Percentage</u> <u>Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
4/30/10	\$ 484,313	101.4 %	\$ 506,960
4/30/09	423,124	99.8	513,940
4/30/08	433,934	88.7	513,266

Actuarial Methods and Assumptions. The annual required contribution was determined as part of the April 30, 2010, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.0% investment rate of return (net of administrative expenses), (b) projected salary increases of 5.5%, and (c) cost-of-living adjustments of 3.0% per year. Both (a) and (b) include an inflation component of 3.0%. The actuarial value of assets is not adjusted for short-term volatility in the market value of investments. The Police Pension Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2010 was 24 years.

Funded Status and Funding Progress. As of April 30, 2010, the most recent actuarial valuation date, the Plan was 63 percent funded. The actuarial accrued liability for benefits was \$11,878,850 and the actuarial value of assets was \$7,460,950, resulting in an underfunded actuarial accrued liability (UAAL) of \$4,417,900. The covered payroll (annual payroll of active employees covered by the Plan) was \$1,866,726 and the ratio of the UAAL to the covered payroll was 237 percent.

The schedule of funding progress, presented as required supplementary information following the notes to basic financial statements, presents multiyear trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010

2. Illinois Municipal Retirement Fund

Plan Description. The Village's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the Village's Regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2009 was 9.3 percent of annual covered payroll. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2009, the Village's annual pension cost of \$275,587 for the Regular plan was equal to the Village's required and actual contributions.

Three-Year Trend Information for the Regular Plan.

<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/09	\$ 275,587	100 %	\$ -
12/31/08	265,915	100	-
12/31/07	240,732	100	-

The required contribution for 2009 was determined as part of the December 31, 2007 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007 included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Village's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor between the actuarial and market value of assets. The Village's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007 was 23 years.

**VILLAGE OF LEMONT, ILLINOIS
 NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED APRIL 30, 2010**

Funded Status and Funding Progress. As of December 31, 2009, the most recent actuarial valuation date, the Regular plan was 78 percent funded. The actuarial accrued liability for benefits was \$6,754,370 and the actuarial value of assets was \$5,268,586, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,485,784. The covered payroll (annual payroll of active employees covered by the plan) was \$2,963,303 and the ratio of the UAAL to the covered payroll was 50 percent. In conjunction with the December, 2009 actuarial valuation, the market value of investments was determined using techniques that spread the effect of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 30 year basis.

The schedule of funding progress, presented as required supplementary information following the notes to basic financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

3. Health Insurance Plan for Retired Employees

Plan Description. The Health Insurance Plan for Retired Employees (HIPRE) is a single-employer defined benefit healthcare plan administered by the Village. The Village provides limited health care insurance coverage for its eligible retired employees. Such coverage is provided for retired employees until they reach age 65. Retired employees are required to pay 100% of the premiums for such coverage. The Village does not issue a stand alone report for HIPRE.

Funding Policy. The contribution requirements are established by the Village, using an actuarial study that is based on projected pay-as-you-go financing. For fiscal year 2010, the Village contributed \$30,268 to the plan. Plan members receiving benefits contributed \$0.

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Village's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to HIPRE:

Annual required contribution	\$ 81,411
Interest on net OPEB obligation	3,092
Adjustment to annual required contribution	<u>(2,576)</u>
Annual OPEB cost (expense)	81,927
Contributions made	<u>30,268</u>
Change in net OPEB obligation	51,659
Net OPEB obligation at beginning of year	<u>77,284</u>
Net OPEB obligation at end of year	<u>\$ 128,943</u>

VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the two most recent years were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
4/30/10	\$ 81,927	36.95 %	\$ 128,943
4/30/09	78,280	1.27	77,284

Funded Status and Funding Progress. As of April 30, 2009, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$813,030, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$813,030. The covered payroll (annual payroll of active employees covered by the plan) was \$4,291,465, and the ratio of the UAAL to covered payroll was 18.95 percent.

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 basic financial statements, presents multiyear trend information about 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 the plan members) and included in the types of benefits provided at the time of each valuation and historical pattern of sharing benefits costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2009 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.00 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 8.08 percent initially, reduced by decrements to an ultimate rate of 4.50 percent. The UAAL is being amortized as a level percentage of projected pay on an open basis. The remaining amortization period at April 30, 2009 was 30 years.

B. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village handles these risks as follows:

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

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

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$1,000 of each occurrence for years prior to 2004 and \$2,500 for each occurrence in 2004 and subsequent years. Beginning in 2005, members were given the option to assume higher deductibles. 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 the Agency 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 by-laws of IRMA and experience modification factors based on a 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 has a reserve in the amount of \$181,914 as of April 30, 2010.

Losses have not exceeded coverage over the last three years.

Southwest Agency for Health Management. The Village is a participant in the Southwest Agency for Health Management (SWAHM), which provides medical, dental, and life insurance benefits to Village employees. SWAHM is a sub-pool of the Intergovernmental Personnel Benefit Cooperative (IPBC). The member agreement provides that SWAHM will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$75,000 per occurrence. The Village contributes \$71,240 on a monthly basis to meet its obligations to SWAHM and IPBC. The members have a contractual obligation to fund any deficits. There were no supplemental contributions paid in the previous three years.

One representative from each member serves on the Board of IPBC. The president of SWAHM serves as the representative to IPBC. Each member has one vote on the Board. None of the members of SWAHM or IPBC have any direct equity interest in the agencies.

C. Contingencies

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 management, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

**VILLAGE OF LEMONT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010**

D. Subsequent Events

Management has evaluated subsequent events through October 26, 2010, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

**VILLAGE OF LEMONT, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
POLICE PENSION FUND AND
HEALTH INSURANCE PLAN FOR RETIRED EMPLOYEES
APRIL 30, 2010**

SCHEDULE OF FUNDING PROGRESS

<u>Actuarial Valuation Date (1)</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) - Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>
POLICE PENSION FUND					
April 30, 2005	\$ 4,761,866	\$ 7,700,488	\$ 2,938,622	61.84 %	\$ 1,420,936
April 30, 2006	5,172,712	8,364,014	3,191,302	61.84	1,510,098
April 30, 2007	5,840,278	9,317,295	3,477,017	62.68	1,626,500
April 30, 2008	6,606,698	10,511,236	3,904,538	62.85	1,765,960
April 30, 2009	7,424,816	11,031,834	3,607,018	67.30	1,748,405
April 30, 2010	7,460,950	11,878,850	4,417,900	62.81	1,866,726
HEALTH INSURANCE PLAN FOR RETIRED EMPLOYEES					
April 30, 2009	\$ 0	\$ 813,030	\$ 813,030	0.00 %	\$ 4,291,465

(1) Information presented above is the most current information available.

<u>UAAL as a Percentage of Covered Payroll</u>	<u>Annual Cost</u>	<u>Percentage Contributed</u>
206.81 %	329,910	81.77 %
211.33	357,637	81.51
213.77	453,039	75.62
221.10	\$ 433,934	88.74
206.30	423,124	99.84
236.67	484,313	101.44
18.95 %	\$ 78,280	1.27 %

**VILLAGE OF LEMONT, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2010**

SCHEDULE OF FUNDING PROGRESS

<u>Actuarial Valuation Date (1)</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Liability (AAL) - Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>
December 31, 2004	\$ 3,781,133	\$ 4,186,610	\$ 405,477	90.31 %	\$ 1,916,420
December 31, 2005	4,159,049	4,548,112	389,063	91.45	2,150,139
December 31, 2006	4,798,182	5,253,644	455,462	91.33	2,319,593
December 31, 2007	5,558,946	5,950,727	391,781	93.42	2,518,118
December 31, 2008	5,404,520	6,530,757	1,126,237	82.75	2,784,455
December 31, 2009	5,268,586	6,754,370	1,485,784	78.00	2,963,303

**UAAL as a
Percentage of
Covered
Payroll**

21.16 %

18.09

19.64

15.56

40.45

50.14

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

MAJOR GOVERNMENTAL FUNDS

POLICE STATION BUILDING FUND

**VILLAGE OF LEMONT, ILLINOIS
POLICE STATION BUILDING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Interest income	\$ -	\$ 601	\$ 601	\$ 88,344
Expenditures:				
Capital outlay	<u>1,200,000</u>	<u>595,862</u>	<u>604,138</u>	<u>7,779,405</u>
Deficiency of revenues under expenditures	(1,200,000)	(595,261)	604,739	(7,691,061)
Other financing uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(155,000)</u>
Net change in fund balances	(1,200,000)	(595,261)	604,739	(7,846,061)
Fund balances at beginning of year	<u>628,811</u>	<u>628,811</u>	<u>-</u>	<u>8,474,872</u>
Fund balances (deficit) at end of year	<u>\$ (571,189)</u>	<u>\$ 33,550</u>	<u>\$ 604,739</u>	<u>\$ 628,811</u>

ROAD IMPROVEMENT FUND

**VILLAGE OF LEMONT, ILLINOIS
ROAD IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>Variance with Final Budget Positive (Negative)</u>	<u>2009</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Grants	\$ 40,000	\$ 106,938	\$ 66,938	\$ 39,358
Other taxes	1,769,300	1,570,054	(199,246)	1,722,054
Interest income	22,000	3,163	(18,837)	18,910
Intergovernmental reimbursements	50,000	33,235	(16,765)	-
Other income	<u>160,750</u>	<u>-</u>	<u>(160,750)</u>	<u>-</u>
Total revenues	<u>2,042,050</u>	<u>1,713,390</u>	<u>(328,660)</u>	<u>1,780,322</u>
Expenditures:				
Capital outlay	1,009,500	709,109	300,391	856,058
Debt service:				
Principal	<u>-</u>	<u>100,000</u>	<u>(100,000)</u>	<u>-</u>
Total expenditures	<u>1,009,500</u>	<u>809,109</u>	<u>200,391</u>	<u>856,058</u>
Excess of revenues over expenditures	<u>1,032,550</u>	<u>904,281</u>	<u>(128,269)</u>	<u>924,264</u>
Other financing sources (uses):				
Transfers in	120,000	120,000	-	230,000
Transfers out	<u>(1,292,550)</u>	<u>(1,292,550)</u>	<u>-</u>	<u>(1,216,862)</u>
Total other financing sources (uses)	<u>(1,172,550)</u>	<u>(1,172,550)</u>	<u>-</u>	<u>(986,862)</u>
Net change in fund balances	(140,000)	(268,269)	(128,269)	(62,598)
Fund balances at beginning of year	<u>1,556,308</u>	<u>1,556,308</u>	<u>-</u>	<u>1,618,906</u>
Fund balances at end of year	<u>\$ 1,416,308</u>	<u>\$ 1,288,039</u>	<u>\$ (128,269)</u>	<u>\$ 1,556,308</u>

MAJOR PROPRIETARY FUND

WATERWORKS AND SEWERAGE FUND

**VILLAGE OF LEMONT, ILLINOIS
WATERWORKS AND SEWERAGE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>Variance with Final Budget Positive (Negative)</u>	<u>2009</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Operating revenues:				
Charges for sales and services:				
Charges for services	\$ 3,867,350	\$ 3,569,148	\$ (298,202)	\$ 3,632,979
Penalties	44,700	50,550	5,850	44,369
Other income	<u>63,300</u>	<u>65,246</u>	<u>1,946</u>	<u>63,561</u>
Total operating revenues	<u>3,975,350</u>	<u>3,684,944</u>	<u>(290,406)</u>	<u>3,740,909</u>
Operating expenses:				
Water operations	1,522,100	1,416,231	105,869	1,810,752
Sewer operations	140,000	151,201	(11,201)	97,233
Other	210,000	265,056	(55,056)	217,968
Depreciation	<u>-</u>	<u>1,054,152</u>	<u>(1,054,152)</u>	<u>1,000,891</u>
Total operating expenses	<u>1,872,100</u>	<u>2,886,640</u>	<u>(1,014,540)</u>	<u>3,126,844</u>
Operating income	<u>2,103,250</u>	<u>798,304</u>	<u>(1,304,946)</u>	<u>614,065</u>
Nonoperating revenues (expenses):				
Grants	100,000	100,000	-	75,000
Interest expense	(328,495)	(258,994)	69,501	(261,601)
Interest income	16,100	9,350	(6,750)	23,759
Loss on disposal of capital assets	<u>-</u>	<u>(8,085)</u>	<u>(8,085)</u>	<u>(28,786)</u>
Total nonoperating revenues (expenses)	<u>(212,395)</u>	<u>(157,729)</u>	<u>54,666</u>	<u>(191,628)</u>
Income before contributions and transfers	1,890,855	640,575	(1,250,280)	422,437
Contributions of capital assets from other funds	-	1,671,331	1,671,331	-
Contributions of capital assets from developers	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,555,392</u>
Income before transfers	1,890,855	2,311,906	421,051	2,977,829

	<u>2010</u>			<u>2009</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Transfers in	-	-	-	1,260,330
Transfers out	(923,000)	(898,000)	25,000	(2,143,330)
Transfers of capital assets to other funds	-	-	-	(449,447)
Change in net assets	967,855	1,413,906	446,051	1,645,382
Net assets at beginning of year	<u>43,200,589</u>	<u>43,200,589</u>	<u>-</u>	<u>41,555,207</u>
Net assets at end of year	<u>\$ 44,168,444</u>	<u>\$ 44,614,495</u>	<u>\$ 446,051</u>	<u>\$ 43,200,589</u>
<u>Other budgeted expenditures:</u>				
Capital outlay	\$ 557,000	\$ 306,755	\$ 250,245	\$ 1,033,763
Principal retirement	<u>425,000</u>	<u>494,479</u>	<u>(69,479)</u>	<u>506,114</u>
Total other budgeted expenditures	<u>\$ 982,000</u>	<u>\$ 801,234</u>	<u>\$ 180,766</u>	<u>\$ 1,539,877</u>

NONMAJOR GOVERNMENTAL FUNDS

**VILLAGE OF LEMONT, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2010**

	Special Revenue			
	Motor Fuel Tax	Illinois Municipal Retirement	Social Security	Working Cash
ASSETS				
Equity in pooled cash and investments	\$ 355,500	\$ 212,270	\$ 274,563	\$ 670,097
Receivables:				
Property taxes, net of allowance	-	147,002	147,002	2,451
Other	36,062	-	-	-
Due from other funds	-	-	-	142,831
Total assets	\$ 391,562	\$ 359,272	\$ 421,565	\$ 815,379
LIABILITIES AND FUND BALANCES (DEFICIT)				
Liabilities:				
Accounts payable	\$ 2,764	\$ -	\$ -	\$ -
Deferred revenue	-	147,002	147,002	2,451
Total liabilities	2,764	147,002	147,002	2,451
Fund balances (deficit):				
Reserved working cash	-	-	-	812,928
Reserved for debt service	-	-	-	-
Unreserved	388,798	212,270	274,563	-
Total fund balances (deficit)	388,798	212,270	274,563	812,928
Total liabilities and fund balances (deficit)	\$ 391,562	\$ 359,272	\$ 421,565	\$ 815,379

<u>Debt Service</u>	<u>Capital Projects General Capital Improvement</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 10,437	\$ -	\$ 1,522,867
-	-	296,455
-	-	36,062
<u>9,223</u>	<u>-</u>	<u>152,054</u>
<u>\$ 19,660</u>	<u>\$ -</u>	<u>\$ 2,007,438</u>

\$ 1,912	\$ 4,132	\$ 8,808
<u>-</u>	<u>-</u>	<u>296,455</u>
<u>1,912</u>	<u>4,132</u>	<u>305,263</u>
-	-	812,928
17,748	-	17,748
<u>-</u>	<u>(4,132)</u>	<u>871,499</u>
<u>17,748</u>	<u>(4,132)</u>	<u>1,702,175</u>
<u>\$ 19,660</u>	<u>\$ -</u>	<u>\$ 2,007,438</u>

**VILLAGE OF LEMONT, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED APRIL 30, 2010**

	<u>Special Revenue</u>			
	<u>Motor Fuel Tax</u>	<u>Illinois Municipal Retirement</u>	<u>Social Security</u>	<u>Working Cash</u>
Revenues:				
Property taxes	\$ -	\$ 317,355	\$ 317,355	\$ 39,252
Allotments	439,026	-	-	-
Interest income	<u>491</u>	<u>165</u>	<u>223</u>	<u>6,842</u>
Total revenues	<u>439,517</u>	<u>317,520</u>	<u>317,578</u>	<u>46,094</u>
Expenditures:				
Current:				
General government	-	262,084	248,036	-
Highways and streets	298,614	-	-	-
Capital outlay	76,129	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>374,743</u>	<u>262,084</u>	<u>248,036</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>64,774</u>	<u>55,436</u>	<u>69,542</u>	<u>46,094</u>
Other financing sources (uses):				
Transfers in	-	3,595	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(380,962)</u>
Total other financing sources (uses)	<u>-</u>	<u>3,595</u>	<u>-</u>	<u>(380,962)</u>
Net change in fund balances	64,774	59,031	69,542	(334,868)
Fund balances at beginning of year	<u>324,024</u>	<u>153,239</u>	<u>205,021</u>	<u>1,147,796</u>
Fund balances (deficit) at end of year	<u>\$ 388,798</u>	<u>\$ 212,270</u>	<u>\$ 274,563</u>	<u>\$ 812,928</u>

<u>Debt Service</u>	<u>Capital Projects General Capital Improvement</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ 673,962
-	-	439,026
<u>8</u>	<u>18</u>	<u>7,747</u>
<u>8</u>	<u>18</u>	<u>1,120,735</u>
-	-	510,120
-	-	298,614
-	137,012	213,141
825,000	-	825,000
<u>568,242</u>	<u>-</u>	<u>568,242</u>
<u>1,393,242</u>	<u>137,012</u>	<u>2,415,117</u>
<u>(1,393,234)</u>	<u>(136,994)</u>	<u>(1,294,382)</u>
1,390,203	104,941	1,498,739
<u>-</u>	<u>-</u>	<u>(380,962)</u>
<u>1,390,203</u>	<u>104,941</u>	<u>1,117,777</u>
(3,031)	(32,053)	(176,605)
<u>20,779</u>	<u>27,921</u>	<u>1,878,780</u>
<u>\$ 17,748</u>	<u>\$ (4,132)</u>	<u>\$ 1,702,175</u>

MOTOR FUEL TAX FUND

**VILLAGE OF LEMONT, ILLINOIS
MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>Variance with Final Budget Positive (Negative)</u>	<u>2009</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Allotments	\$ 465,200	\$ 439,026	\$ (26,174)	\$ 454,520
Interest income	<u>4,500</u>	<u>491</u>	<u>(4,009)</u>	<u>4,041</u>
Total revenues	<u>469,700</u>	<u>439,517</u>	<u>(30,183)</u>	<u>458,561</u>
Expenditures:				
Current:				
Highways and streets	426,200	298,614	127,586	270,284
Capital outlay	<u>43,500</u>	<u>76,129</u>	<u>(32,629)</u>	<u>427,312</u>
Total expenditures	<u>469,700</u>	<u>374,743</u>	<u>94,957</u>	<u>697,596</u>
Excess (deficiency) of revenues over (under) expenditures	-	64,774	64,774	(239,035)
Fund balances at beginning of year	<u>324,024</u>	<u>324,024</u>	-	<u>563,059</u>
Fund balances at end of year	<u>\$ 324,024</u>	<u>\$ 388,798</u>	<u>\$ 64,774</u>	<u>\$ 324,024</u>

ILLINOIS MUNICIPAL RETIREMENT FUND

VILLAGE OF LEMONT, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 290,000	\$ 317,355	\$ 27,355	\$ 280,303
Interest income	1,200	165	(1,035)	1,178
Other income	<u>300</u>	<u>-</u>	<u>(300)</u>	<u>520</u>
Total revenues	291,500	317,520	26,020	282,001
Expenditures:				
Current:				
General government	<u>277,300</u>	<u>262,084</u>	<u>15,216</u>	<u>264,008</u>
Excess of revenues over expenditures	14,200	55,436	41,236	17,993
Other financing sources:				
Transfers in	<u>4,700</u>	<u>3,595</u>	<u>(1,105)</u>	<u>3,994</u>
Net change in fund balances	18,900	59,031	40,131	21,987
Fund balances at beginning of year	<u>153,239</u>	<u>153,239</u>	<u>-</u>	<u>131,252</u>
Fund balances at end of year	<u>\$ 172,139</u>	<u>\$ 212,270</u>	<u>\$ 40,131</u>	<u>\$ 153,239</u>

SOCIAL SECURITY FUND

**VILLAGE OF LEMONT, ILLINOIS
SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>Variance with Final Budget Positive (Negative)</u>	<u>2009</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Property taxes	\$ 290,000	\$ 317,355	\$ 27,355	\$ 273,469
Interest income	2,000	223	(1,777)	1,754
Other income	<u>600</u>	<u>-</u>	<u>(600)</u>	<u>874</u>
Total revenues	292,600	317,578	24,978	276,097
Expenditures:				
Current:				
General government	<u>270,000</u>	<u>248,036</u>	<u>21,964</u>	<u>260,366</u>
Excess of revenues over expenditures	22,600	69,542	46,942	15,731
Fund balances at beginning of year	<u>205,021</u>	<u>205,021</u>	<u>-</u>	<u>189,290</u>
Fund balances at end of year	<u>\$ 227,621</u>	<u>\$ 274,563</u>	<u>\$ 46,942</u>	<u>\$ 205,021</u>

WORKING CASH FUND

**VILLAGE OF LEMONT, ILLINOIS
WORKING CASH FUND
SCHEDULE OF REVENUES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	2010		Variance with Final Budget Positive (Negative)	2009
	Original and Final Budget	Actual		Actual
Revenues:				
Property taxes	\$ 65,000	\$ 39,252	\$ (25,748)	\$ 64,588
Interest income	<u>12,000</u>	<u>6,842</u>	<u>(5,158)</u>	<u>25,035</u>
Total revenues	77,000	46,094	(30,906)	89,623
Other financing uses:				
Transfers out	<u>(12,000)</u>	<u>(380,962)</u>	<u>(368,962)</u>	<u>(25,035)</u>
Net change in fund balances	65,000	(334,868)	(399,868)	64,588
Fund balances at beginning of year	<u>1,147,796</u>	<u>1,147,796</u>	<u>-</u>	<u>1,083,208</u>
Fund balances at end of year	<u><u>\$ 1,212,796</u></u>	<u><u>\$ 812,928</u></u>	<u><u>\$ (399,868)</u></u>	<u><u>\$ 1,147,796</u></u>

DEBT SERVICE FUND

VILLAGE OF LEMONT, ILLINOIS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009

	<u>2010</u>		<u>Variance with Final Budget Positive (Negative)</u>	<u>2009</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Interest income	\$ 2,500	\$ 8	\$ (2,492)	\$ 1,736
Expenditures:				
Debt service:				
Principal retirement	825,000	825,000	-	750,000
Interest and fees	<u>567,703</u>	<u>568,242</u>	<u>(539)</u>	<u>569,587</u>
Total expenditures	<u>1,392,703</u>	<u>1,393,242</u>	<u>(539)</u>	<u>1,319,587</u>
Deficiency of revenues under expenditures	(1,390,203)	(1,393,234)	(3,031)	(1,317,851)
Other financing sources:				
Transfers in	<u>1,390,203</u>	<u>1,390,203</u>	<u>-</u>	<u>1,325,462</u>
Net change in fund balances	-	(3,031)	(3,031)	7,611
Fund balances at beginning of year	<u>20,779</u>	<u>20,779</u>	<u>-</u>	<u>13,168</u>
Fund balances at end of year	<u>\$ 20,779</u>	<u>\$ 17,748</u>	<u>\$ (3,031)</u>	<u>\$ 20,779</u>

GENERAL CAPITAL IMPROVEMENT FUND

**VILLAGE OF LEMONT, ILLINOIS
GENERAL CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Grants	\$ -	\$ -	\$ -	\$ 61,318
Interest income	500	18	(482)	268
Contributions	136,500	-	(136,500)	-
Other income	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>	<u>-</u>
Total revenues	<u>140,000</u>	<u>18</u>	<u>(139,982)</u>	<u>61,586</u>
Expenditures:				
Capital outlay	261,500	137,012	124,488	168,791
Debt service:				
Principal retirement	-	-	-	14,781
Interest and fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>543</u>
Total expenditures	<u>261,500</u>	<u>137,012</u>	<u>124,488</u>	<u>184,115</u>
Deficiency of revenues under expenditures	(121,500)	(136,994)	(15,494)	(122,529)
Other financing sources:				
Transfers in	<u>121,500</u>	<u>104,941</u>	<u>(16,559)</u>	<u>135,500</u>
Net change in fund balances	-	(32,053)	(32,053)	12,971
Fund balances at beginning of year	<u>27,921</u>	<u>27,921</u>	<u>-</u>	<u>14,950</u>
Fund balances (deficit) at end of year	<u>\$ 27,921</u>	<u>\$ (4,132)</u>	<u>\$ (32,053)</u>	<u>\$ 27,921</u>

NONMAJOR PROPRIETARY FUND

PARKING LOT FUND

**VILLAGE OF LEMONT, ILLINOIS
PARKING LOT FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>Variance with Final Budget Positive (Negative)</u>	<u>2009</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Operating revenues:				
Licenses and permits	\$ 73,000	\$ 74,361	\$ 1,361	\$ 75,224
Fines and forfeitures	<u>10,000</u>	<u>6,045</u>	<u>(3,955)</u>	<u>10,774</u>
Total operating revenues	<u>83,000</u>	<u>80,406</u>	<u>(2,594)</u>	<u>85,998</u>
Operating expenses:				
Parking lot operations	88,000	94,417	(6,417)	86,082
Depreciation	<u>-</u>	<u>6,724</u>	<u>(6,724)</u>	<u>-</u>
Total operating expenses	<u>88,000</u>	<u>101,141</u>	<u>(13,141)</u>	<u>86,082</u>
Operating loss	(5,000)	(20,735)	(15,735)	(84)
Nonoperating revenues:				
Interest income	<u>2,500</u>	<u>889</u>	<u>(1,611)</u>	<u>4,284</u>
Income (loss) before contributions and transfers	(2,500)	(19,846)	(17,346)	4,200
Contributions of capital assets from other funds	<u>-</u>	<u>83,176</u>	<u>83,176</u>	<u>-</u>
Income (loss) before transfers	(2,500)	63,330	65,830	4,200
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>	<u>(30,000)</u>
Change in net assets	(32,500)	33,330	65,830	(25,800)
Net assets at beginning of year	<u>291,732</u>	<u>291,732</u>	<u>-</u>	<u>317,532</u>
Net assets at end of year	<u>\$ 259,232</u>	<u>\$ 325,062</u>	<u>\$ 65,830</u>	<u>\$ 291,732</u>

FIDUCIARY FUND

POLICE PENSION FUND

**VILLAGE OF LEMONT, ILLINOIS
POLICE PENSION FUND
SCHEDULE OF CHANGES IN FIDUCIARY NET ASSETS -
BUDGET AND ACTUAL
YEAR ENDED APRIL 30, 2010
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED APRIL 30, 2009**

	<u>2010</u>		<u>2009</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Additions:				
Contributions:				
Employer	\$ 459,000	\$ 476,106	\$ 17,106	\$ 491,293
Employee	<u>182,000</u>	<u>177,933</u>	<u>(4,067)</u>	<u>184,628</u>
Total contributions	641,000	654,039	13,039	675,921
Investment income (loss)	<u>250,000</u>	<u>984,278</u>	<u>734,278</u>	<u>(334,789)</u>
Total additions	<u>891,000</u>	<u>1,638,317</u>	<u>747,317</u>	<u>341,132</u>
Deductions:				
Benefits	380,000	357,552	22,448	254,534
Refund of contributions	-	13,385	(13,385)	15,732
Administration	<u>11,200</u>	<u>5,440</u>	<u>5,760</u>	<u>8,185</u>
Total deductions	<u>391,200</u>	<u>376,377</u>	<u>14,823</u>	<u>278,451</u>
Change in net assets	499,800	1,261,940	762,140	62,681
Net assets at beginning of year	<u>7,460,950</u>	<u>7,460,950</u>	<u>-</u>	<u>7,398,269</u>
Net assets at end of year	<u>\$ 7,960,750</u>	<u>\$ 8,722,890</u>	<u>\$ 762,140</u>	<u>\$ 7,460,950</u>

STATISTICAL SECTION

**VILLAGE OF LEMONT, ILLINOIS
STATISTICAL SECTION
YEAR ENDED APRIL 30, 2010**

This part of the comprehensive annual financial report of the Village of Lemont, Illinois presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. The section is divided into five sections as follows:

Financial Trends - These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

	<u>Page</u>
Net Assets by Component	71
Changes in Net Assets	72 - 73
Governmental Activities Tax Revenues by Source	74
Fund Balances, Governmental Funds	75
Changes in Fund Balances, Governmental Funds	76

Revenue Capacity - These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

	<u>Page</u>
Assessed and Estimated Actual Value of Taxable Property	77
Assessed Valuation, Rate Extension, and Collections	78
Property Tax Rates - Direct and Overlapping Governments	79
Principal Taxpayers	80

Debt Capacity - These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

	<u>Page</u>
Ratios of Outstanding Debt and General Bonded Debt	81
Ratio of Net General Obligation Debt to Equalized Assessed Valuation and Net General Obligation Debt per Capita	82
Schedule of Direct and Overlapping Debt	83
Legal Debt Margin	84
Schedule of Revenue Bond Coverage	85

Demographic and Economic Information - These schedules contain demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

	<u>Page</u>
Demographic Statistics	86
Schedule of Principal Employers	87

Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

	<u>Page</u>
Full-time Equivalent Village Government Employees by Function	88
Operating Indicators by Function	89
Capital Asset Statistics by Function	90

VILLAGE OF LEMONT, ILLINOIS

Net Assets By Component
Last Seven Fiscal Years
April 30, 2010

	Fiscal Year						
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Governmental Activities							
Invested in capital assets, net of related debt	\$ 107,791,778	\$ 113,282,884	\$ 115,536,016	\$ 111,824,975	\$ 95,497,241	\$ 76,511,435	\$ 82,588,736
Restricted	1,557,191	2,249,517	2,660,679	2,315,242	2,192,032	2,122,179	210,486
Unrestricted	1,123,156	2,156,579	3,254,562	4,253,978	5,468,446	6,807,203	7,848,385
Total governmental activities net assets	110,472,125	117,688,980	121,451,257	118,394,195	103,157,719	85,440,817	90,647,607
Business-type activities:							
Invested in capital assets, net of related debt	43,201,772	41,846,345	39,235,356	37,732,885	32,193,600	34,644,484	37,597,096
Unrestricted	1,737,785	1,645,976	2,637,383	2,191,846	3,864,084	7,098,179	2,592,547
Total business-type activities net assets	44,939,557	43,492,321	41,872,739	39,924,731	36,057,684	41,742,663	40,189,643
Primary government							
Invested in capital assets, net of related debt	150,993,550	155,129,229	154,771,372	149,557,860	127,690,841	111,155,919	120,185,832
Restricted	1,557,191	2,249,517	2,660,679	2,315,242	2,192,032	2,122,179	210,486
Unrestricted	2,860,941	3,802,555	5,891,945	6,445,824	9,332,530	13,905,382	10,440,932
Total primary government net assets	\$ 155,411,682	\$ 161,181,301	\$ 163,323,996	\$ 158,318,926	\$ 139,215,403	\$ 127,183,480	\$ 130,837,250

Source: Annual financial statements

Note: The Village implemented GASB 34 for the year ended April 30, 2004. Data is presented for all applicable periods.

VILLAGE OF LEMONT, ILLINOIS

Changes in Net Assets
Last Seven Fiscal Years
April 30, 2010

	Fiscal Year						
	2010	2009	2008	2007	2006	2005	2004
Expenses:							
Governmental activities:							
Public safety	\$ 4,258,878	\$ 4,402,998	\$ 3,975,910	\$ 3,749,259	\$ 7,007,777	\$ 2,666,787	\$ 2,418,576
Highways and streets	6,918,930	5,822,897	4,977,355	3,896,937	8,832,330	2,146,665	1,214,667
General government	6,732,528	5,184,989	4,604,924	4,552,763	3,697,991	6,401,775	5,964,984
Interest expense	834,103	873,478	580,482	582,912	387,717	3,842,194	428,379
Total governmental activities	<u>18,744,439</u>	<u>16,284,362</u>	<u>14,138,671</u>	<u>12,781,871</u>	<u>19,925,815</u>	<u>15,057,421</u>	<u>10,026,606</u>
Business-type activities:							
Waterworks and sewerage	3,153,719	3,417,231	3,275,116	3,369,907	2,818,666	2,539,841	5,741,477
Parking facilities	101,141	86,082	47,854	30,586	46,373	24,845	23,867
Total business-type activities	<u>3,254,860</u>	<u>3,503,313</u>	<u>3,322,970</u>	<u>3,400,493</u>	<u>2,865,039</u>	<u>2,564,686</u>	<u>5,765,344</u>
Total primary governmental expenses	<u><u>21,999,299</u></u>	<u><u>19,787,675</u></u>	<u><u>17,461,641</u></u>	<u><u>16,182,364</u></u>	<u><u>22,790,854</u></u>	<u><u>17,622,107</u></u>	<u><u>15,791,950</u></u>
Program revenues:							
Governmental activities:							
Charges for services:							
Public safety	280,326	304,867	187,912	139,509	152,520		
General government	1,054,113	850,826	1,487,904	1,226,868	1,647,655	1,152,505	1,523,881
Operating grants and contributions	-	552,137	141,865	185,739	302,432	614,236	625,581
Capital grants and contributions	201,135	176,043	4,509,435	16,232,191	13,989,539	428,091	-
Total governmental activities	<u>1,535,574</u>	<u>1,883,873</u>	<u>6,327,116</u>	<u>17,784,307</u>	<u>16,092,146</u>	<u>2,194,832</u>	<u>2,149,462</u>
Business-type activities:							
Charges for services	3,765,350	3,826,907	4,600,497	3,919,953	3,960,794	3,354,529	3,004,648
Operating grants and contributions	-	-	-	-	-	-	180,152
Capital grants and contributions	1,771,331	2,630,392	1,420,757	4,010,838	4,779,764	413,107	-
Total business-type activities	<u>5,536,681</u>	<u>6,457,299</u>	<u>6,021,254</u>	<u>7,930,791</u>	<u>8,740,558</u>	<u>3,767,636</u>	<u>3,184,800</u>
Total primary government program revenue	<u><u>7,072,255</u></u>	<u><u>8,341,172</u></u>	<u><u>12,348,370</u></u>	<u><u>25,715,098</u></u>	<u><u>24,832,704</u></u>	<u><u>5,962,468</u></u>	<u><u>5,334,262</u></u>
Net (expense) revenue:							
Governmental activities	(17,208,865)	(14,400,489)	(7,811,555)	5,002,436	(3,833,669)	(12,862,589)	(7,877,144)
Business-type activities	2,281,821	2,953,986	2,698,284	4,530,298	5,875,519	1,202,950	(2,580,544)
Total primary government net (expense) revenue	<u><u>\$ (14,927,044)</u></u>	<u><u>\$ (11,446,503)</u></u>	<u><u>\$ (5,113,271)</u></u>	<u><u>\$ 9,532,734</u></u>	<u><u>\$ 2,041,850</u></u>	<u><u>\$ (11,659,639)</u></u>	<u><u>\$ (10,457,688)</u></u>

(continued)

VILLAGE OF LEMONT, ILLINOIS

Changes in Net Assets
Last Seven Fiscal Years
April 30, 2010

	Fiscal Year						
	2010	2009	2008	2007	2006	2005	2004
General revenues and other changes in net assets:							
Governmental activities:							
Property taxes	3,593,495	3,112,108	2,876,657	2,778,949	2,579,697	2,466,461	2,223,543
Sales tax	1,679,676	1,640,446	1,886,940	1,998,960	1,949,014	1,611,452	1,549,732
Intergovernmental taxes	3,103,076	3,496,019	4,162,666	3,629,851	3,831,653	3,158,032	2,941,063
Interest	15,428	201,642	438,925	399,606	316,273	110,752	74,251
Miscellaneous	755,511	825,550	643,130	550,778	716,621	537,064	350,390
Transfers	844,824	1,362,447	860,299	875,896	12,157,313	(227,962)	540,349
Total Governmental activities	<u>9,992,010</u>	<u>10,638,212</u>	<u>10,868,617</u>	<u>10,234,040</u>	<u>21,550,571</u>	<u>7,655,799</u>	<u>7,679,328</u>
Business-type activities:							
Interest	10,239	28,043	110,023	149,195	235,089	81,799	28,537
Miscellaneous	-	-	-	63,450	361,726	40,309	38,594
Transfers	(844,824)	(1,362,447)	(860,299)	(875,896)	(12,157,313)	227,962	(540,349)
Total business-type activities	<u>(834,585)</u>	<u>(1,334,404)</u>	<u>(750,276)</u>	<u>(663,251)</u>	<u>(11,560,498)</u>	<u>350,070</u>	<u>(473,218)</u>
Changes in net assets:							
Governmental activities	(7,216,855)	(3,762,277)	3,057,062	15,236,476	17,716,902	(5,206,790)	(197,816)
Business-type activities	1,447,236	1,619,582	1,948,008	3,867,047	(5,684,979)	1,553,020	(3,053,762)
Total primary government	<u>\$ (5,769,619)</u>	<u>\$ (2,142,695)</u>	<u>\$ 5,005,070</u>	<u>\$ 19,103,523</u>	<u>\$ 12,031,923</u>	<u>\$ (3,653,770)</u>	<u>\$ (3,251,578)</u>

Source: Annual financial statements

Note: The Village implemented GASB 34 for the year ended April 30, 2004. Data is presented for all applicable periods.

VILLAGE OF LEMONT, ILLINOIS

Governmental Activities Tax Revenues By Source

Last Seven Fiscal Years

April 30, 2010

	Fiscal Year						
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Property taxes	\$ 3,593,495	\$ 3,112,108	\$ 2,876,657	\$ 2,778,949	\$ 2,579,697	\$ 2,466,461	\$ 2,223,543
Other tax	1,841,349	2,054,136	2,142,160	1,998,960	1,949,014	1,611,452	1,549,732
Intergovernmental taxes	2,941,403	3,082,329	3,431,478	3,629,851	3,831,653	3,158,032	2,941,063

Source: Annual financial statements

Note: The Village Implemented GASB 34 for the year ended April 30, 2004.

Data is presented for all applicable periods.

VILLAGE OF LEMONT, ILLINOIS

Fund Balances, Governmental Funds

Last Ten Fiscal Years

April 30, 2010

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General Fund										
Unreserved	\$ 775,096	\$ 596,684	\$ 1,488,355	\$ 2,267,988	\$ 2,925,184	\$ 1,858,993	\$ 1,933,652	\$ 1,744,503	\$ 2,073,428	\$ 1,574,050
All Other Governmental Funds										
Reserved	1,087,418	1,859,933	9,792,747	1,500,850	1,143,782	2,122,179	1,029,454	956,363	873,011	842,743
Unreserved reported in:										
Special Revenue Funds	2,055,168	1,784,005	2,461,072	1,165,844	1,090,145	2,478,445	882,489	935,933	669,997	693,268
Capital Projects Funds	1,317,457	1,813,000	1,929,283	2,452,360	3,034,736	1,640,417	2,164,436	4,139,669	1,684,485	4,111,928
Debt Service Funds	-	-		2,883	(39,633)	(39,633)	906,151	729,747	565,996	419,030
Total all other governmental funds	4,460,043	5,456,938	14,183,102	5,121,937	5,229,030	6,201,408	4,982,530	6,761,712	3,793,489	6,066,969
Total fund balance	\$ 5,235,139	\$ 6,053,622	\$ 15,671,457	\$ 7,389,925	\$ 8,154,214	\$ 8,060,401	\$ 6,916,182	\$ 8,506,215	\$ 5,866,917	\$ 7,641,019

Source: Annual financial statements

VILLAGE OF LEMONT, ILLINOIS
 Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 April 30, 2010

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Revenues:										
Charges for service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,942	\$ 10,091	\$ -	\$ -	\$ -
Intergovernmental revenues	439,026	454,520	475,968	473,381	511,580	614,236	-	-	-	-
Fees by agreement	198,173	207,764	215,033	188,524	170,120	-	-	134,154	143,227	130,642
Property taxes	3,593,495	3,112,108	2,876,657	2,778,949	2,579,697	2,466,461	2,223,543	2,338,178	2,134,286	2,247,251
Intergovernmental taxes	2,941,403	3,082,329	3,431,478	3,351,941	3,263,053	3,158,032	2,941,063	3,185,372	3,265,189	2,930,280
Licenses and permits	855,940	643,062	1,272,871	1,038,344	1,477,535	1,141,563	1,206,824	750,675	865,737	495,944
Fines and forfeits	280,326	304,867	187,912	139,509	152,520	-	-	67,287	64,017	75,189
Interest	15,428	201,642	438,925	399,606	316,273	110,752	74,251	98,360	208,015	476,227
Grants	201,135	273,660	796,158	5,241,596	4,091,083	-	625,581	261,378	377,904	654,480
Contributions	-	-	-	81,989	35,000	-	-	68,659	60,674	55,954
Reimbursements	33,235	-	-	-	-	-	-	95,126	94,255	399,988
Other tax	1,841,349	2,054,136	2,142,160	1,803,489	2,046,034	1,611,452	1,549,733	1,483,104	1,291,020	1,337,612
Miscellaneous	283,250	825,550	643,130	550,778	716,621	564,918	657,353	234,153	284,662	214,067
Total Revenues	10,682,760	11,159,638	12,480,292	16,048,106	15,359,516	9,678,356	9,288,439	8,716,446	8,788,986	9,017,634
Expenditures:										
General government	3,626,120	4,476,182	4,508,107	3,736,487	3,631,067	5,338,262	3,419,607	4,133,522	3,531,764	6,583,248
Highways and streets	1,232,564	1,234,887	1,538,306	1,562,977	1,382,587	1,094,476	1,214,667	1,187,491	1,201,624	1,074,018
Public safety	3,558,940	3,704,411	3,616,449	3,392,656	7,041,065	2,502,870	2,418,576	2,195,060	1,953,218	1,887,858
Health and welfare	-	-	-	-	-	-	-	12,737	-	8,291
Capital outlay	4,803,390	10,210,146	5,783,971	8,012,768	4,973,191	703,118	3,486,319	1,960,330	4,392,891	1,671,850
Debt service										
Principal	1,425,000	1,206,339	1,120,068	1,102,077	819,681	728,750	448,750	594,633	454,857	379,235
Interest	845,843	858,508	390,162	426,361	380,676	384,092	374,505	297,649	324,949	221,589
Incentives	-	-	-	-	-	57,175	53,874	-	-	-
Bond issuance costs	76,236	-	149,935	-	-	140,815	-	-	-	-
Total Expenditures	15,568,093	21,690,473	17,106,998	18,233,326	18,228,267	10,949,558	11,416,298	10,381,422	11,869,596	11,826,089
Excess of revenues over(under) expenses	(4,885,333)	(10,530,835)	(4,626,706)	(2,185,220)	(2,868,751)	(1,271,202)	(2,127,859)	(1,664,976)	(3,080,610)	(2,808,455)
Other financing sources (uses):										
Bonds issued	3,185,000	-	11,850,238	-	45,000	9,093,386	-	2,172,526	143,100	4,327,545
Proceeds from capital lease	-	-	-	109,790	88,874	-	-	-	-	94,856
Proceeds from sale of capital asset	-	-	-	-	-	-	-	-	-	-
Discount on bonds	(46,150)	-	-	-	-	-	-	-	-	-
Payments made to bond escrow	-	-	-	-	-	(7,444,313)	-	-	-	-
Transfers in	3,187,361	2,992,991	2,903,145	3,855,801	5,269,021	1,360,715	1,164,032	1,138,291	1,262,114	601,878
Transfers out	(2,259,361)	(2,079,991)	(1,845,145)	(2,544,660)	(2,440,331)	(594,367)	(623,683)	(177,943)	(293,987)	(191,002)
Total other financing sources (uses)	4,066,850	913,000	12,908,238	1,420,931	2,962,564	2,415,421	540,349	3,132,874	1,111,227	4,833,277
Net changes in fund balance	\$ (818,483)	\$ (9,617,835)	\$ 8,281,532	\$ (764,289)	\$ 93,813	\$ 1,144,219	\$ (1,587,510)	\$ 1,467,898	\$ (1,969,383)	\$ 2,024,822
Debt service as a percentage of noncapital expenditures	21.80%	17.99%	14.66%	14.95%	9.06%	12.79%	11.06%	10.60%	10.43%	5.92%

Source: Annual financial statements

VILLAGE OF LEMONT, ILLINOIS
 Assessed and Estimated Actual Value of Taxable Property

By Classification of Property

Last Ten Fiscal Years

April 30, 2010

Fiscal Year	Residential Value	Farm Value	Commercial Value	Industrial Value	Total Real Estate	Railroad Value	Total EAV	Total Direct Tax Rate (1)
2000	171,439,801	24,674	34,964,676	24,051,031	230,480,182	254,744	230,734,926	\$ 0.698
2001	178,744,007	120,139	38,072,878	24,637,426	241,574,450	519,142	242,093,592	\$ 0.691
2002	197,612,272	125,252	54,925,673	26,153,684	278,816,881	556,084	279,372,965	\$ 0.633
2003	260,363,988	123,622	62,953,190	30,313,364	353,754,164	570,485	354,324,649	\$ 0.473
2004	271,775,771	134,792	64,880,259	29,082,063	365,872,885	496,641	366,369,526	\$ 0.490
2005	305,029,835	217,550	70,753,300	29,252,776	405,253,461	457,335	405,710,796	\$ 0.472
2006	389,413,006	18,706	85,203,983	37,522,744	512,158,439	410,806	512,569,245	\$ 0.401
2007	403,740,772	197,286	89,328,285	34,874,566	528,140,909	418,795	528,559,704	\$ 0.415
2008	443,338,065	197,286	94,005,933	38,602,445	576,143,729	452,764	576,596,493	\$ 0.403
2009	517,043,538	98,784	106,032,948	49,505,414	672,680,684	535,321	673,216,005	\$ 0.367

(1) Rate per \$100 of assessed valuation

Source: Cook, DuPage, and Will County clerks
 2009 tax year information (for fiscal year 2010) not available at the time of this report

VILLAGE OF LEMONT, ILLINOIS

Assessed Valuation, Rate Extension, and Collections

Last Ten Fiscal Years

April 30, 2010

(1) Tax Levy Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Total Tax Collections	Outstanding and Delinquent Taxes	Outstanding and Delinquent Taxes as Percent of Current Levy
2000	1,673,035	1,663,375	99.4%	1,663,375	9,660	0.6%
2001	1,766,921	1,733,496	98.1%	1,733,496	33,425	1.9%
2002	1,675,948	1,771,862	105.7%	1,771,862	(95,914)	-5.7%
2003	1,793,868	1,654,667	92.2%	1,654,667	139,201	7.8%
2004	1,912,908	2,056,557	107.5%	2,056,557	(143,649)	-7.5%
2005	2,055,215	1,847,252	89.9%	1,847,252	207,963	10.1%
2006	2,127,200	2,157,122	101.4%	2,157,122	(29,922)	-1.4%
2007	2,329,000	2,300,544	98.8%	2,300,544	28,456	1.2%
2008	2,479,600	2,426,206	97.8%	2,426,206	53,394	2.2%
2009	2,522,000	1,215,667	48.2%	1,215,667	1,306,333	51.8%

Source: Cook, DuPage, and Will County Treasurers

(1) In Illinois, general property taxes are billed and payable in the first year following the levy year.

VILLAGE OF LEMONT, ILLINOIS

Property Tax Rates - Direct and Overlapping Governments

Last Ten Levy Years

April 30, 2010

Tax Levy Year	Rates per \$100 Assessed Valuation									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008(2)
Government Unit										
School District 113 Bond	0.078	-	-	-	-	-	-	-	-	-
School District 113	2.186	2.410	2.332	1.974	2.012	1.932	1.677	1.716	1.664	1.551
Lemont Fire Protection District	0.801	0.849	0.810	0.650	0.656	0.644	0.556	0.643	0.646	0.630
Lemont Library District	0.206	0.215	0.213	0.173	0.179	0.174	0.132	0.153	0.149	0.135
Village of Lemont	0.698	0.691	0.633	0.473	0.49	0.472	0.401	0.415	0.403	0.367
Lemont Park District	0.364	0.361	0.345	0.279	0.32	0.324	0.266	0.285	0.426	0.380
Joliet Comm. College District	0.221	0.222	0.224	0.218	0.214	0.214	0.208	0.196	0.189	0.189
Lemont High School District	2.267	2.261	2.192	1.852	1.901	1.837	1.604	1.638	1.582	1.471
So Cook County Mosquito Abate	0.013	0.014	0.015	0.011	0.013	0.012	0.01	0.007	0.006	0.009
Metropolitan Water Reclam. District	0.419	0.415	0.401	0.371	0.361	0.347	0.315	0.284	0.263	0.252
Lemont General Assistance	0.003	0.003	0.002	0.002	0.002	0.002	0.002	0.002	0.002	0.001
Lemont Road & Bridge	0.138	0.140	0.137	0.111	0.112	0.108	0.089	0.092	0.089	0.080
Lemont Township	0.110	0.113	0.261	0.214	0.224	0.214	0.18	0.188	0.18	0.169
Consolidated Elections	0.023	-	0.032	-	0.029	-	0.014	-	0.012	-
Suburban TB Sanitarium	0.008	0.008	0.007	0.006	0.004	0.001	0.005	0.005	-	-
Cook County Forest Preserve	0.070	0.069	0.067	0.061	0.059	0.060	0.06	0.057	0.053	0.051
Cook County	0.618	0.605	0.746	0.690	0.630	0.593	0.533	0.500	0.446	0.415
Cook County Health Facilities	0.236	0.219	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)
Total property tax rate	8.459	8.595	8.417	7.085	7.206	6.934	6.052	6.181	6.110	5.700

(1) Cook County Health Facilities rate combined with Cook County

(2) 2009 Tax year information unavailable at the time of this report

Data source - Cook County Clerk's Office and local taxing units

VILLAGE OF LEMONT, ILLINOIS

Principal Taxpayers

As of April 30, 2010

<u>Taxpayer</u>	<u>Type of Business, Property</u>	2008(1) Equalized * <u>Assessed Value</u>	<u>Rank</u>	Percent of Village's <u>Total EAV</u>	1998 Equalized <u>Assessed Value</u>	<u>Rank</u>	Percent of Village's <u>Total EAV</u>
Target Drop tax T1213	Discount department store	\$11,604,322	1	1.72%	\$ -		0.00%
IMTT Lemont	Industrial properties and vacant land	9,775,375	2	1.45%	5,728,553	1	2.95%
Kohl's Department Store	Department store	7,860,954	3	1.17%	-		0.00%
Edge mark Asset Mint	Shopping center and one story store	7,828,112	4	1.16%	-		0.00%
Albertson Prop Tax	Jewel food store	6,930,883	5	1.03%	-		0.00%
Timberline Knolls LLC	Commercial properties and vacant land	6,788,313	6	1.01%	-		0.00%
GK Development Inc	Shopping center, supermarket, and one story stores	6,448,764	7	0.96%	-		0.00%
Lemont Property LLC	Commercial properties and vacant land	5,520,049	8	0.82%	-		0.00%
Lemont POB LLC	Two or three story building with retail and/or commercial space	4,930,453	9	0.73%	-		0.00%
Lemont Venture LLC	One story store	4,832,713	10	0.72%	-		0.00%
Rock Creek Center	Psychiatric hospital	-		0.00%	4,806,775	2	2.48%
American Stores Prop.	Grocery store/Commercial development	-		0.00%	4,155,350	3	2.14%
Century Care Management	Nursing home	-		0.00%	2,837,936	4	1.46%
American Golf Corporation	Golf course	-		0.00%	2,728,619	5	1.41%
Gallagher & Henry	Residential development	-		0.00%	2,595,396	6	1.34%
Lemont Plaza Limited	Retail development	-		0.00%	1,655,183	7	0.85%
Equity Attainment, Inc.	Retail development	-		0.00%	1,437,847	8	0.74%
South Holland Bank	Bank	-		0.00%	1,405,098	9	0.72%
Lemont 900	Retail development	-		0.00%	1,138,991	10	0.59%
		<u>\$ 72,519,938</u>		<u>10.79%</u>	<u>\$ 28,489,748</u>		<u>14.67%</u>

Source: Office of the Cook County Clerk

(1) 2009 tax year information unavailable at the time of this report

* Includes only those parcels located in Cook County with 2008 equalized assessed values over approximately \$350,000

VILLAGE OF LEMONT, ILLINOIS

Ratios of Outstanding Debt and General Bonded Debt
Last Ten Fiscal Years
April 30, 2010

Fiscal Year Ended	(1) Governmental Activities Debt					Total Governmental	Per Capita	Percentage of Assessed Value
	Population	Equalized Assessed Valuation	General Obligation Debt	(2) Installment Contracts				
2001	13,098	242,093,595	5,675,475	208,583	5,884,058	449.23	2.43	
2002	13,098	279,372,935	5,413,100	160,302	5,573,402	425.52	1.99	
2003	13,098	354,324,649	4,385,000	109,327	4,494,327	343.13	1.27	
2004	13,098	366,369,526	6,690,000	126,882	6,816,882	520.45	1.86	
2005	15,614	405,710,796	7,975,000	179,501	8,154,501	522.26	2.01	
2006	15,614	512,569,245	7,500,000	149,829	7,649,829	489.93	1.49	
2007	15,614	528,559,704	6,780,000	131,560	6,911,560	442.65	1.31	
2008	16,625	576,596,493	17,700,000	36,558	17,736,558	1,066.86	3.08	
2009	16,625	673,216,005	16,825,000	-	16,825,000	1,012.03	2.50	
2010	16,625	673,216,005 (3)	18,980,000	-	18,980,000	1,141.65	2.82	

Fiscal Year Ended	Business type Activities			Total Primary Government		
	General Obligation Debt	(2) Installment Contracts	Total Business-Type	Total Debt Outstanding	Per Capita	Percentage of Assessed Value
2001	2,275,000	141,281	2,416,281	8,300,339	633.71	3.43
2002	2,175,000	640,653	2,815,653	8,389,055	640.48	3.00
2003	2,075,000	540,103	2,615,103	7,109,430	542.79	2.01
2004	1,975,000	457,360	2,432,360	9,249,242	706.16	2.52
2005	7,515,000	385,930	7,900,930	16,055,431	1,028.27	3.96
2006	7,515,000	311,789	7,826,789	15,476,618	991.20	3.02
2007	7,185,000	235,393	7,420,393	15,476,618	991.20	2.93
2008	6,785,000	150,593	6,935,593	24,672,151	1,484.04	4.28
2009	6,360,000	69,479	6,429,479	23,254,479	1,398.77	3.45
2010	5,935,000	-	5,935,000	24,915,000	1,498.65	3.70

(1) In Illinois, general property taxes are billed and payable in the first year following the levy year.

(2) Includes installment contracts and capital lease commitments

(3) 2009 tax year Equalized Assessed Valuation not available at the time of this report; 2008 Equalized Assessed Valuation used for comparison

See Demographic statistics for information on personal income and population data

VILLAGE OF LEMONT, ILLINOIS
 Ratio of Net General Obligation Debt to Equalized Assessed
 Valuation and Net General Obligation Debt Per Capita

Last Ten Fiscal Years
 April 30, 2010

Fiscal Year Ended	Population	(1) Equalized Assessed Valuation	Gross General Obligation Debt	Less Debt Service Monies Available	Debt Payable From Other Revenues	Net General Obligation Debt	Net Debt to Equalized Assessed Valuation	Net General Obligation Debt Per Capita
2001	13,098	242,093,595	5,675,475	32,509	5,275,000	367,966	0.15 %	28.09
2002	13,098	279,372,935	5,318,100	38,075	5,175,000	105,025	0.04 %	8.02
2003	13,098	354,324,649	4,810,000	-	4,810,000	-	- %	-
2004	13,098	366,369,526	4,430,000	-	4,430,000	-	- %	-
2005	15,614	405,710,796	15,490,000	-	15,490,000	-	- %	-
2006	15,614	512,569,245	15,015,000	-	15,015,000	-	- %	-
2007	15,614	528,559,704	13,965,000	-	13,965,000	-	- %	-
2008	16,625	576,596,493	24,485,000	-	24,485,000	-	- %	-
2009	16,625	673,216,005	23,185,000	-	23,185,000	-	- %	-
2010	16,625	673,216,005	24,915,000	-	24,915,000	-	- %	-

(1) In Illinois, general property taxes are billed and payable in the first year following the levy year.

(2) 2009 tax year Equalized Assessed Valuation not available at the time of this report; 2008 Equalized Assessed Valuation used for comparison

VILLAGE OF LEMONT

Cook, DuPage and Will Counties, Illinois

Schedule of Direct and Overlapping Debt

April 30, 2010

	<u>Outstanding Bonds</u>		<u>Applicable to Village</u>	
			<u>Percent</u>	<u>Amount</u>
<u>Direct Debt</u>				
VILLAGE OF LEMONT	\$0	(1)	100.000%	\$0
 <u>Overlapping Bonded Debt</u>				
<u>Counties:</u>				
Cook County	3,184,830,000		0.387%	12,325,292
Cook County Forest Preserve District	108,665,000		0.387%	420,534
DuPage County	50,425,000	(1)	0.002%	1,009
DuPage County Forest Preserve District	227,207,982	(1)(2)	0.002%	4,544
Will County	1,685,000	(1)(3)	0.001%	17
Will County Forest Preserve District	177,784,545	(2)	0.001%	1,778
 <u>Miscellaneous Districts:</u>				
Lemont Township	7,410,000		67.862%	5,028,574
Metropolitan Water Reclamation District	1,960,541,202	(4)	0.395%	7,744,138
Lemont Park District	16,195,000		66.379%	10,750,079
Lemont Public Library District	1,920,000		65.115%	1,250,208
Fountaindale Public Library District	38,750,000		0.013%	5,038
 <u>School Districts:</u>				
#113	17,663,543	(2)	52.266%	9,232,027
CUSD #365-U	171,070,634	(2)	0.011%	18,818
HSD #86	10,180,000		0.007%	713
HSD #210	50,022,326	(2)	51.698%	25,860,542
Community College #502	139,630,000	(1)	0.002%	2,793
Community College #525	89,000,000	(1)	2.699%	<u>2,402,110</u>
 Direct and Overlapping General Obligation Bonded				 <u>\$75,048,214</u>

- (1) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds, Special Ad Valorem Tax Bonds, and/or certificates of indebtedness.
- (2) Includes original principal amounts of outstanding Capital Appreciation Bonds.
- (3) Includes Public Building Commission Revenue Bonds payable from lease payments secured by ad valorem taxes levied on all taxable property within the County. Includes the Will County portion of the Juvenile Justice Center bonds.
- (4) Includes bonds with the IEPA.

Source: Cook, DuPage and Will County Clerk's Offices

VILLAGE OF LEMONT, ILLINOIS

Legal Debt Margin
Last Ten Fiscal Years
April 30, 2010

	(1) 2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Equalized valuation	\$ 673,216	\$ 576,596	\$ 528,560	\$ 512,569	\$ 405,711	\$ 366,370	\$ 354,325	\$ 279,373	\$ 242,094	\$ 230,735
Debt Limit -8.625% of Equalized Valuation	58,065	49,731	45,588	44,209	34,993	31,599	30,561	24,096	20,881	19,901
Less:										
Outstanding debt applicable to limit	23,185	24,485	13,965	15,015	15,490	8,665	9,195	7,588	7,950	4,027
Legal Debt Margin	\$ 34,880	\$ 25,246	\$ 31,623	\$ 29,194	\$ 19,503	\$ 22,934	\$ 21,366	\$ 16,508	\$ 12,930	\$ 15,873
Total debt applicable to the limit	39.93%	49.23%	30.63%	33.96%	44.27%	27.42%	30.09%	31.49%	38.08%	20.24%
as a percentage of debt limit										

Note: Amounts are in thousands

(1) 2009 tax year 2010 fiscal year information unavailable at the time of this report

Source: Annual financial statements

Chapter 50 Illinois Compiled Statutes 405/1 provides, "no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979

VILLAGE OF LEMONT, ILLINOIS

Waterworks and Sewerage Fund

Schedule of Revenue Bond Coverage

Last Ten Fiscal Years

April 30, 2010

Fiscal Year Ended	(1) Gross Revenue	(2) Direct Operating Expenses	Net Revenue Available For Debt Service	Debt Service Requirements		
				Principal	(3) Interest	Total
2001	3,156,631	2,120,071	1,036,560	-	-	-
2002	2,792,998	1,129,447	1,663,551	-	-	-
2003	2,769,340	1,681,308	1,088,032	-	-	-
2004	2,929,975	1,464,533	1,465,442	-	-	-
2005	3,320,894	1,506,624	1,814,270	-	-	-
2006	4,251,734	2,436,038	1,815,696	-	-	-
2007	3,909,648	2,092,251	1,817,397	-	-	-
2008	4,522,097	1,877,020	2,645,077	-	-	-
2009	3,740,909	2,125,953	1,614,956	-	-	-
2010	3,684,944	1,832,488	1,852,456	-	-	-

(1) Excludes interest earned on investments with escrow agent

(2) Excludes depreciation and amortization

(3) Excludes interest paid by escrow agent

VILLAGE OF LEMONT, ILLINOIS

Demographic Statistics

Last Ten Fiscal Years

April 30, 2010

Fiscal Year Ended	Population	Per Capita Income	Personal Income	Median Age	School Enrollment	% Bachelors Degree or Higher	Unemployment Percentage
2001	13,098	\$ 29,426	\$ 385,422,596	38.3	3,600	32.0	3.4
2002	13,098	\$ 29,838	\$ 390,822,367	38.3	3,600	32.0	3.4
2003	13,098	\$ 30,251	\$ 396,223,532	38.3	3,600	32.0	3.4
2004	13,098	\$ 30,877	\$ 404,433,283	38.3	3,600	32.0	3.4
2005	15,614	\$ 31,867	\$ 497,573,012	38.3	3,600	32.0	3.4
2006	15,614	\$ 32,609	\$ 509,161,487	38.3	3,600	32.0	3.4
2007	15,614	\$ 33,652	\$ 525,439,380	38.3	3,600	32.0	3.4
2008	16,625	\$ 35,078	\$ 583,165,739	38.3	3,600	32.0	3.4
2009	16,625	\$ 36,227	\$ 602,281,912	38.3	3,600	32.0	3.4
2010	16,625	\$ 36,766	\$ 611,237,844	38.3	3,600	32.0	3.4

U.S. Census Bureau 1990,2002; Special Census 1997; Special Census 2004; Special Census 2007

U.S. Census Bureau, based on adjustments made through Chicago CPI

VILLAGE OF LEMONT, ILLINOIS

Schedule of Principal Employers

As of April 30, 2010

<u>Employer</u>		<u>Product/Business</u>	<u>Approximate Employment</u>			
			2010		1998(b)	
			<u>Employees</u>	<u>Rank</u>	<u>Employees</u>	<u>Rank</u>
Argonne National Laboratory	(a)	U.S. Government Research Facility	3,200	1	6,707	1
Citgo Refinery	(a)	Gasoline and Petroleum Products	586	2	700	2
K-Five Construction Corp.		Roadway Construction / Asphalt	375	3	-	
Lemont-Bromberek School District 113A		Public Elementary Education	310	4	278	3
Mother Theresa Home/ Franciscan Village		Nursing Home / Assisted Living	290	5	175	8
Lemont High School District 210		Public Secondary Education	180	6	-	
Lemont Nursing and Rehabilitation Center		Nursing Home	175	7	195	7
K.A. Steel		Chemical Products Terminal	151	8	-	
Jewel-Osco		Grocery / Drug Store	142	9	235	5
Target		Retail Store	120	10	-	
IMTT Lemont		Chemical Manufacturing / Processing	91	11	-	
Kohl's		Department Store	89	12	-	
Austeel Lemont Company		Steel Fabrication			253	4
Rock Creek Center		Psychiatric Hospital			225	6
Chipains Finer Foods		Grocery Store			101	9
Clipper Express Company		Interstate Commodities Freight			100	10

(a) Included because of close proximity to the Village of Lemont

(b) 2001 information unavailable at the time of this report. 1998 information is presented for comparison.

Source: Office of the Cook County Clerk

VILLAGE OF LEMONT, ILLINOIS

Full Time Equivalent Village Government

Employees by Function

Last Ten Fiscal Years

April 30, 2010

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Public Safety	33	37	37	35	29	29	28	28	28	25
Public Works	25	30	30	28	28	28	26	28	27	25
Community Development	2	3	3	3	3	3	3	3	3	3
General Government	7	8	8	8	8	7	7	8	8	8
Water and Sewerage (Combined with Public Works)	-	-	-	-	-	-	-	-	-	-
Total	67	78	78	74	68	67	64	67	66	61

Source: Village records

VILLAGE OF LEMONT, ILLINOIS

Operating Indicators by Function

Last Nine Fiscal Years

April 30, 2010

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Function:									
Public safety:									
Police department:									
Physical Arrests (1)	545	384	490	166	539	476	462	330	260
Parking Violations	1510	1163	1599	1413	n/a	n/a	n/a	n/a	n/a
Traffic Violations	524	543	487	573	n/a	n/a	n/a	n/a	n/a
Public works:									
Street lights repaired	214	247	214	73	161	137	175	237	n/a
Alleys Paved	0	1	3	1	5	n/a	n/a	n/a	n/a
Water and sewerage:									
Water Main Breaks	16	20	22	20	n/a	n/a	n/a	n/a	n/a
Rated Daily Pumping capacity (gallons)	5,000,000	5,496,000	5,496,000	5,472,000	5,429,000	4,100,000	4,176,000	4,800,000	4,800,000
Average Daily Pumpage (gallons)	2,200,000	1,978,745	1,978,745	1,800,000	1,700,000	1,500,000	1,500,000	1,200,000	1,200,000
Maximum Daily Pumpage (gallons)	3,600,000	5,496,000	5,496,000	4,300,000	3,400,000	3,900,000	2,500,000	3,853,000	4,200,000
Number of Accounts in Service	5,400	5,413	5,369	5,220	5,174	5,000	5,000	4,661	4,500

Source: Village records

n/a - indicates that information is not available for that year

(1) All information is collected on a calendar year basis
Information prior to 2002 is not available

VILLAGE OF LEMONT, ILLINOIS

Capital Asset Statistics by Function

Last Nine Fiscal Years

April 30, 2010

Function:	2010	2009	2008	2007	2006	2005	2004	2003	2002
Public safety:									
Police department:									
Police Stations	1	1	1	2	1	1	1	1	1
Number of Police Units	27	27	27	27	27	24	22	22	22
Public works:									
Miles of streets	144	144	141	141	122	110	110	110	110
Number of street lights	820	820	791	791	791	781	775	500	500
Miles of Alleys	7.8	7.8	7.8	7.8	7.8	3.7	3.7	3.7	3.7
Water and sewerage:									
Miles of water mains	93	91	90	81	75	73	73	73	70
Fire hydrants	1,470	1,455	1,450	1,380	1,277	1,220	1,200	n/a	n/a
Sanitary sewers (miles)	89	87	86	79	67	65	65	65	65
Storm sewers (miles)	84	83	82	74	65	n/a	n/a	n/a	n/a
Storm sewer Manholes	760	740	730	720	631	547	524	n/a	n/a
Sanitary sewer Manholes	2,165	2,130	2,120	2,110	1,892	1,508	1,486	n/a	n/a

Source: Village records

n/a - indicates that information is not available for that year

Information prior to 2002 is not available