

VILLAGE OF LINCOLNWOOD, ILLINOIS



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
APRIL 30, 2013**

VILLAGE OF LINCOLNWOOD, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED APRIL 30, 2013

Prepared by:

Finance Department

Robert J. Merkel
Director of Finance

VILLAGE OF LINCOLNWOOD, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Lincolnwood:

- List of Principal Officials
- Organizational Chart
- Transmittal Letter
- Certificate of Achievement for Excellence in Financial Reporting

VILLAGE OF LINCOLNWOOD, ILLINOIS

**List of Principal Officials
April 30, 2013**

LEGISLATIVE

Village Board of Trustees

Gerald C. Turry, Village President

Ronald Cope, Trustee

Nicholas Leftakes, Trustee

Lawrence A. Elster, Trustee

Jesal Patel, Sr. Trustee

Craig Klatzco, Trustee

Renee Sprogis-Marohn, Trustee

Beryl Herman, Village Clerk

APPOINTED OFFICIAL

Charles Greenstein, Village Treasurer

ADMINISTRATIVE

Timothy C. Wiberg, Village Manager

Steven Elrod, Village Attorney

Robert LaMantia, Chief of Police

Michael Hansen, Fire Chief

Timothy M. Clarke, Director of Economic Development

Robert J. Merkel, Director of Finance

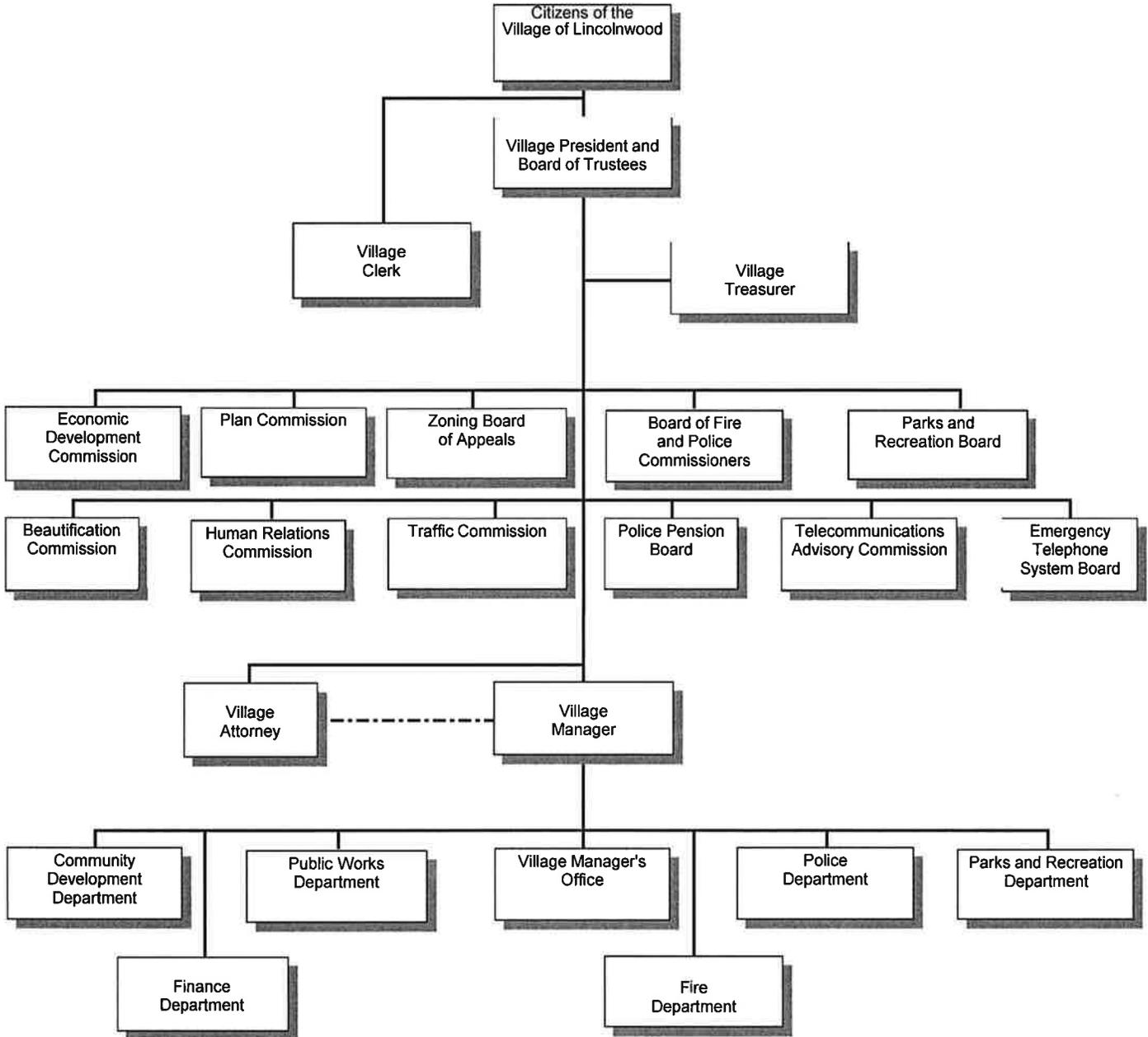
Janice Hincapie, Director of Parks and Recreation

Manuel V. Castaneda, Director of Public Works



Village of Lincolnwood, Illinois

Organizational Chart
April 30, 2013



VILLAGE PRESIDENT
Gerald C. Turry

VILLAGE CLERK
Beryl Herman

VILLAGE MANAGER
Timothy C. Wiberg



TRUSTEES
Ronald S. Cope
Lawrence A. Elster
Craig L. Klatzco
Nicholas T. Leftakes
Jesal B. Patel, Sr.
Renee Sprogis-Marohn

September 13, 2013

The Honorable Gerald C. Turry, Village President
Members of the Board of Trustees
Village Manager Timothy C. Wiberg, and
Citizens of the Village of Lincolnwood
Village of Lincolnwood, Illinois

The Comprehensive Annual Financial Report (CAFR) of the Village of Lincolnwood, Illinois for the fiscal year ended April 30, 2013 is hereby respectfully submitted. The report consists of management's representations concerning the finances of the Village of Lincolnwood. Local ordinance and State Statute require the Village to issue an annual report on its financial condition and that the financial statements are audited by an independent firm of licensed certified public accountants. This CAFR complies with these requirements. The certified public accounting firm of Lauterbach & Amen LLP was retained as auditors for fiscal year 2013. They have concluded that there was a reasonable basis for rendering an unqualified opinion that the Village's financial statements for the fiscal year ended April 30, 2013 are fairly presented in conformity with generally accepted accounting principles (GAAP). Their report is presented as the first component of the financial section of this report.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Village. All disclosures to enable the reader to gain an understanding of the Village's financial statements have been included. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed to protect the assets of the government from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Village's financial statements in conformity with GAAP. The cost of internal controls should not outweigh their benefits. Therefore, internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements shall be free from material misstatement. The Village has fully implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for state and local governments, including infrastructure reporting.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This transmittal letter is designed to complement the information presented here in conjunction with the additional information that is furnished in the MD&A. The Village's MD&A is located following the independent auditor's report.

VILLAGE OF LINCOLNWOOD PROFILE

The Village of Lincolnwood is a home-rule community as defined by the Illinois State Constitution of 1970 and was incorporated in 1911 as Village of Tessville, Illinois. In 1936, Tessville formally became the Village of Lincolnwood. Lincolnwood is a mature community that is home to approximately 13,000 culturally diverse citizens and located 10 miles northwest of downtown Chicago. The Village provides a complete variety of governmental services. Services include police and fire protection, repairs and maintenance of streets and infrastructure, garbage, yard-waste, and recycling services, property inspections and issuing of permits services, recreational and social services, water and sewer services, and other governmental services. The Village is financially responsible for the Lincolnwood Parks & Recreation Department and therefore has been included as an integral part of the basic financial statements of the Village. The Village operates a municipal water system that provides a reliable source of



TREE CITY USA



potable water purchased from the City of Chicago. The Lincolnwood School District # 74 and the Lincolnwood Library are independent legal entities, are not financially dependent on the Village, and are not included in this financial report.

The Village operates under an elected Village Board form of government with the Village President and the Trustees elected at large serving staggering four-year terms. The Village Clerk is also elected. The Village Treasurer, the Village Manager and the Village Attorney are appointed by the Village Board of Trustees. The Village employs approximately 89 full time, 10 regular part-time, and 180 seasonal summer employees in the parks & recreation and public works departments. The Village's police officers are members of the Illinois Fraternal Order of Police (FOP) Labor Council/Lincolnwood Lodge #23 whose collective bargaining agreement expires April 30, 2014. The Village's 911 emergency communication operators are members of the Illinois Fraternal Order of Police (FOP) Labor Council/Lincolnwood Communication Operators whose collective bargaining agreement expires April 30, 2016. The public works department employees of the Village are members of the Local #714 – Affiliated with the International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America whose collective bargaining agreement expires April 30, 2015. All other employees of the Village are not represented by any collective bargaining organization. Since 1990 the Village has contracted with Paramedic Services of Illinois (PSI) which provides fire protection and emergency medical services. The current three year contract with PSI will expire on May 1, 2016.

The Village staff prepares an annual operating budget by fund and department and presents the document to the Village Board for adoption. The budget serves as the foundation for the Village's financial planning and provides the operating tool that directs staffs' use of the Village's resources. The Village also adopts an annual appropriations ordinance as mandated by the Illinois Revised Statutes that provides the legal authority and limits for expenditures. Management may exceed budgeted amounts without formal approval of the Board of Trustees provided the amount expended for a budgeted purpose does not exceed the legally adopted appropriation for budgeted item. Budget-to-actual comparisons are presented in the CAFR.

Relevant Financial Policies

There were no material changes to financial policies during the fiscal year ended April 30, 2013. During the review of the long range financial plan it was discussed that the Village Board would consider available alternate funding for capital improvement projects such as low interest state loans and increasing fund balance reserves to provide resources for capital projects.

SIGNIFICANT ACCOMPLISHMENTS

The Village staff, at the direction of the Village Board, has been involved in the planning and implementation of a number of major projects throughout last year and some will continue into next fiscal year. These projects reflect the Village's commitment to its citizens to ensure they are able to live and work in a desirable community environment. The most significant of these projects follow:

The Village completed engineering for the second year of a five year program of replacing all the streetlights in the Village.

The Village completed improvements to Centennial Park and continued engineering work on the bike path to be constructed on the Commonwealth Edison right-of-way.

The Village completed the construction of the new Promenade in the Village Campus and installed new HVAC equipment in Village Hall.

The Village completed the second year of a five year program to repair sewers that were identified by sewer televising as needing replacement or repair.

The Village purchased a new ambulance.

FACTORS AFFECTING FINANCIAL CONDITION

The information as presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment from within which the Village operates.

Local Economy. The Village is influenced by a number of economic factors that directs its economy. The Village is recovering from the recent economic downturn at a slow pace that is also reflected in the State and Country economies. There are a number of economic factors that influence the economy of a specific community and various measures are used to gauge the economic outlook. Probably the four most notable and objective measurements are the level of retail sales, the employment level of the community, income levels in the community and the building activity. In Illinois, sales taxes are allocated based on the point-of-sale, which represents the sales in the community. Local sales tax receipts experienced an increase this year as auto sales helped to fuel the increase. The Village's portion of general sales tax receipts is based on a 1% tax rate. The State and County take the balance of 8% of the applicable sales tax rate. The sales tax receipts represent total retail sales of approximately \$487,569,000 for fiscal year 2012.

Lincolnwood's average unemployment rate has been consistently lower than the State average. Lincolnwood's median family income of \$79,142 as of the 2010 Census is approximately 20% higher than the median income for the State of Illinois. The Village's 2012 equalized assessed valuation (EAV) experienced a slight decrease from 2011 values.

Building activity increased at a minimal pace in fiscal 2013 as economic growth is continuing at a slow pace. This growth could increase in future years due to the development of property in one of the Village's Tax Increment Financing districts. The Village actively encourages economic development and the TIF redevelopment districts have served as catalysts for continued retail growth.

Long-Term Financial Planning. The Village is in the process of reviewing long-range issues and the funding alternatives for major improvements to infrastructure and equipment replacement. The goal of the planning process is to put the Village on firm ground to provide for the planned major upgrades and the continued viability of the infrastructure network.

A tool in managing the long-range planning process of the Village is the Five-Year Capital Improvement Program. This plan outlines the major project improvements and capital expenditures of the Village over the next five years. Over the next five years (2014-2018), it is anticipated that the Village will expend approximately \$44,000,000 in water and sewer, flood control, street, public building, parks and recreation, equipment and other capital improvement projects. In adherence with Village financial policies, staff is constantly seeking public and private grants and other outside sources of revenues to fund these projects. Grants received during the fiscal year ended April 30, 2013 help fund park improvements and street repairs.

Cash Management Policies and Practices. The Village's investment policy seeks to minimize credit and market risks to assure safety of principal while maintaining liquidity at a competitive yield. Investments are transacted under the "prudent person" standard with a safety, liquidity, yield, and legal priority covenant. At April 30, 2013 virtually all of the Village's deposits were insured or collateralized. Virtually 100% of the investments of the Village were in the category of lowest risk as defined by GASB Statement No. 3.

Cash which was temporarily idle during the year was invested as permitted by State statute. Short-term cash is placed in the State of Illinois investment pool (Illinois Funds). Cash invested for up to one year is invested in the Illinois Metropolitan Investment Fund (IMET) or at community banks in a secured certificate of deposit (CD). Village management continues to give priority to local financial institutions whenever possible when placing funds for investment. When placing available funds in CDs the rates are checked to assess which institution is giving the best rate of return at that time. We have seen the rates decrease to .2% for six months to one year investments. It is the Village's position that if banks in the community are competitive then investing locally will benefit all citizens and businesses.

Risk Management. The Village is a member of the Intergovernmental Risk Management Association (IRMA) for virtually 100% of its property/casualty insurance needs. IRMA is an organization of local municipalities that administers a product of self-insurance and commercial insurance coverage. IRMA also provides property/casualty and workers' compensation claim/litigation management services, unemployment claim administration, risk management/loss control consulting and training programs, and a risk information system and financial reporting service for its members.

In addition, various control techniques including safety training for certain high-risk personnel (police, fire and public works) and other Village employees are in place to minimize accident related losses.

The Village is a member of a group of seven municipalities that self-insures the medical and dental benefits for all eligible employees. The Village contributes 85 - 90% and the employee contributes 10 - 15% of the premium to fund the program. Premiums costs have been leveling off after a period of significant increases. This trend has also been widespread in the health care industry. The Village is continuously reviews various programs to control these premiums.

Pension and Other Post employment Benefits. The Village sponsors a single employer defined benefit pension plan for the police officers. The Lincolnwood Police Pension Fund is reviewed each year by the Illinois Department of Insurance and an independent actuary engaged by the Village. The Department of Insurance recommends the annual contribution that the Village must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired pensioners on a timely basis. As a matter of financial policy, the Village fully funds each year's annual required contribution to the plan as determined by the Department of Insurance. The unfunded liability is being systematically funded as part of the required annual contribution as calculated by the Department of Insurance.

The Village also provides pension benefits for the non-public safety employees through the statewide plan managed by the Illinois Municipal Retirement Fund (IMRF). Benefit provisions and funding requirements are established by the Illinois State Statutes. Participating (employees) members are required to contribute 4.5% of their annual salary and the Village is required to contribute the remaining amounts necessary to fund the future pensions. The Village's contribution rate for the calendar year 2012 (fiscal year 2013) was 10.92% of the annual salary. The Village has no obligation in connection with employee benefits offered through this plan beyond its contractual payments to IMRF.

Additional information on the Village's pension arrangements can be reviewed in Note 4 in the financial statements. In accordance with GASB Statement No. 27, "Accounting for Pension by State and Local Governmental Employers," the Village determined that there was a pension obligation of \$370,335 for the Police Pension Fund at April 30, 2013, which is the latest available data. The remaining unfunded liability is being systematically funded through June 30, 2040 as part of the annual required contribution calculated by the actuary. There was also a pension obligation of \$126,162 for the Illinois Municipal Retirement fund at April 30, 2013.

Further postemployment benefits are offered to retirees to remain in the Village's medical and dental insurance plan at the current group rates. At year end nine retirees participated in this plan. Participants pay the entire cost of the premium. The Village incurs no current costs by offering this benefit; however, claims by the covered retirees may affect the Village's overall claim experience and thus affect future premium rates. The Village has a minimal post employment benefit obligation of \$37,426 at April 30, 2013.

Additional information on the Village's pension arrangements can be found in Note 4 in the financial statements.

LOCAL INITIATIVES

The Mayor, the Trustees and the staff realize that public service is our mission. To this end the Village has undertaken the following initiatives.

Human Services. The Village provides services that directly affect the personal well being of our citizens. Under the auspices of human services the Village reaches out to those in need of beneficial intervention. A trained counseling professional provides a resource for all residents in need of family or individual counseling. Seniors receive support services such as blood pressure screening, change batteries in the smoke detectors, ambulance

service to residents, reverse 911 high speed emergency notification system, and a refund of utility taxes to eligible citizens in financial need.

The police department through the emergency communication center provides to all citizens a reverse 911 high speed emergency notification system. In case of an all out emergency or catastrophe all citizens will be notified by telephone.

The parks & recreation department of the Village facilitates the participation of children, teens, and adults with physical, mental, and emotional disabilities and their families through community recreation agencies. Without these agencies and programs many recreational opportunities would not be available to improve the quality of life for people with disabilities.

These services are provided by the Village free of charge or at a nominal fee to our citizens.

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Lincolnwood for its comprehensive annual financial report for the fiscal year ended April 30, 2012. In order to receive this prestigious award, the Village published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

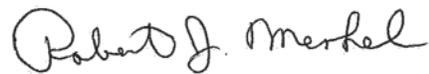
A Certificate of Achievement is valid for a period of one year. We believe that the current comprehensive annual financial report continues to meet the Program's requirements, and we will submit the current report to the GFOA for review to determine the eligibility for a continuing certificate.

ACKNOWLEDGEMENTS

The preparation of the comprehensive annual financial report could not have been accomplished without the efficient and dedicated services of the staff of the Finance Department. I would like to express my appreciation to Joe Mangan, Accountant and all members of the Finance Department who assisted in the preparation of this report.

I would like to also acknowledge the Mayor, the Board of Trustees, and the Village Manager for their leadership and support in planning and conducting the financial affairs of the Village in a responsible and progressive manner.

Respectfully submitted,



Robert J. Merkel, CPA
Director of Finance



Government Finance Officers Association

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

Presented to

**Village of Lincolnwood
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2012

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Village's independent auditing firm.

INDEPENDENT AUDITORS' REPORT

September 13, 2013

The Honorable Village President
Members of the Board of Trustees
Village of Lincolnwood, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Lincolnwood, Illinois, as of and for the year ended April 30, 2013, which collectively comprise the Village's basic financial statements as listed in the table of contents, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Lincolnwood, Illinois', financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, supplemental 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 and supplemental 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 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.



LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2013

The Village of Lincolnwood (the Village) Management Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

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

Financial Highlights

- The assets of the Village exceeded its liabilities/deferred inflows at the close of the most recent fiscal year by \$55,758,333 (*net position*). Of this amount, \$10,338,346 (*unrestricted net position*) may be used to meet the Village's ongoing obligations to citizens and creditors.
- The Village's total net position increased by \$2,784,805. This reflects the excess of current revenues over current expenses, offset by the systematic and planned consumption of the Village's capital assets that is quantified as depreciation expense. Total depreciation expense for the year was \$2,383,059.
- As of the close of the current fiscal year, the Village's governmental funds reported combined fund balances of \$21,990,062, an increase of \$1,313,108 in comparison with the prior year. Of this amount, \$9,310,408 is available for spending at the Village's discretion (unassigned fund balance). The increase during the current year was primarily due to decreased spending on capital improvement projects that were delayed during the current fiscal year.
- At the end of the current fiscal year, the unassigned fund balance of the General Corporate Fund was \$9,370,395, or 51%, of total General Fund expenditures during the current year.
- The Village's total debt decreased by \$1,954,416 (13.7%) during the current fiscal year. This was mainly due to the Village paying down scheduled principal repayments totaling \$1,656,633.

USING THE FINANCIAL SECTION OF THE COMPREHENSIVE ANNUAL REPORT

The principal focus of local government financial statements in the past has been by fund type data. This method of presentation has been modified to present two differing views of the Village's financial statements. The new financial statements' focus is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

VILLAGE OF LINCOLNWOOD, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)

Government-Wide Financial Statements

The government-wide financial statements (see pages 3-6) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Position (see pages 3 and 4) is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see pages 5 and 6) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including public safety (police and fire), public works, engineering, culture-recreation and administration. Property taxes, shared state sales and income, and local utility taxes finance the majority of these services. The Business-type Activities reflect private sector type operations (Water and Sewer), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Funds, rather than fund types.

The Governmental funds (see pages 7-12) are presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The Proprietary fund (Water and Sewer Fund) accounts for services that are generally fully supported by user fees (i.e. charges to customers). The Proprietary fund is presented on a total economic resources basis. Proprietary fund statements, like government-wide financial statements, provide both short- and long-term financial information.

The Fund Financial Statements allow the Village to address its Fiduciary fund (Police Pension Trust, see pages 17 and 18). While these funds represent trust responsibilities of the Village, these assets are restricted in purpose and do not represent discretionary assets of the general government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Business-type Activities column on the Business-type Fund Financial Statements (see pages 13-16) is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 9 and 12). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financing sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-wide statements).

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

Capital Assets

The new statement requires that these assets be valued and reported within the governmental column of the government-wide statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful life. If a road project is considered maintenance - a recurring cost that does not extend the road's original useful life or expand its capacity - the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

The following table reflects the condensed Statement of Net Position:

**Table 1: Statement of Net Position
April 30, 2013 and 2012
(in millions)**

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and Other Assets	\$ 28.0	27.4	2.8	2.8	30.8	30.2
Capital Assets	32.5	32.9	11.4	11.6	43.9	44.5
Total Assets	<u>60.5</u>	<u>60.3</u>	<u>14.2</u>	<u>14.4</u>	<u>74.7</u>	<u>74.7</u>
Current Liabilities	5.0	8.4	0.9	1.0	5.9	9.4
Long-Term Liabilities	5.7	7.5	4.7	4.9	10.4	12.4
Deferred Inflows	2.8	-	-	-	2.8	-
Total Liabilities/Deferred Inflows	<u>13.5</u>	<u>15.9</u>	<u>5.6</u>	<u>5.9</u>	<u>19.1</u>	<u>21.8</u>
Net Investment in Capital Assets	26.6	25.6	6.5	6.6	33.1	32.2
Restricted	12.3	11.2	-	-	12.3	11.2
Unrestricted	<u>8.2</u>	<u>7.6</u>	<u>2.1</u>	<u>1.9</u>	<u>10.3</u>	<u>9.5</u>
Total Net Position	<u>\$ 47.1</u>	<u>44.4</u>	<u>8.6</u>	<u>8.5</u>	<u>55.7</u>	<u>52.9</u>

For more detailed information see the Statement of Net Position (pages 3 and 4).

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

The Village's unrestricted net position totaled 18.5% of its net position at April 30, 2013. Approximately 22% reflects net position restricted for economic development and highway and street purposes. The remaining 59.5% reflects its investment in capital assets (e.g., land, buildings, equipment, improvements, and construction in progress), less any debt used to acquire those assets. The Village uses these capital assets to provide service to citizens; consequently, these assets are not available for 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, since the capital assets themselves cannot be used to liquidate these liabilities.

Normal Impacts

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

Net Results of Activities - which will impact (increase/decrease) current assets and unrestricted net position.

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

Spending Borrowed Proceeds on New Capital - which will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt, which will not change the net investment in capital assets.

Spending of Non-borrowed Current Assets on New Capital - which will (a) reduce current assets and increase capital assets, and (b) will reduce unrestricted net position and increase net investment in capital assets.

Principal Payment on Debt - which will (a) reduce current assets and reduce long-term debt, and (b) reduce unrestricted net position and increase net investment in capital assets.

Reduction of Capital Assets through Depreciation - which will reduce capital assets and net investment in capital assets.

Current Year Impacts

The Village's \$2.8 million increase in combined net position (which is the Village's bottom line) was the result of the governmental activities net position increasing by \$2.7 million and the business-type activities net position increasing by \$.1 million. The governmental activities accounted for 96% growth in the assets of the Village.

The Village has restricted net position of \$12.3 million which are used primarily for economic development and highway and street improvements. The remaining balance of unrestricted net position, \$10.3 million, may be used to meet the Village's ongoing obligations to citizens and creditors. Certain resources (e.g. Special Revenue Funds and Debt Service Funds), are generally used only for the purpose restricted by the specific revenue source.

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

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

Changes in Net Position

The following table shows the revenue and expenses of the governmental and business-type activities for the current and prior year.

**Table 2: Statement of Changes in Net Position
Fiscal Years Ended April 30, 2013 and 2012
(in millions)**

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
REVENUES						
Program Revenues:						
Charges for Services	\$ 3.4	3.3	4.0	3.5	7.4	6.8
Operating/Capital Grants and Contributions	0.6	0.5	-	-	0.6	0.5
General Revenues:						
Property Taxes	6.5	7.6	-	-	6.5	7.6
Sales, income, and use taxes	8.7	8.4	-	-	8.7	8.4
Other Taxes	3.0	2.6	-	-	3.0	2.6
Other	0.6	0.3	-	-	0.6	0.3
Total Revenues	<u>22.8</u>	<u>22.7</u>	<u>4.0</u>	<u>3.5</u>	<u>26.8</u>	<u>26.2</u>
EXPENSES						
General Government	4.7	4.7	-	-	4.7	4.7
Public Safety	9.2	9.3	-	-	9.2	9.3
Water and Sewer		-	3.7	3.3	3.7	3.3
Parks & Recreation	2.7	2.6	-	-	2.7	2.6
Interest Expense	0.2	0.3	-	-	0.2	0.3
Highways and Streets	1.3	1.2	-	-	1.3	1.2
Economic Development	1.2	1.2	-	-	1.2	1.2
Sanitation	1.0	1.0	-	-	1.0	1.0
Total Expenses	<u>20.3</u>	<u>20.3</u>	<u>3.7</u>	<u>3.3</u>	<u>24.0</u>	<u>23.6</u>
Change in Net Position before Transfers	2.5	2.4	0.3	0.2	2.8	2.6
Transfers	0.2	0.2	(0.2)	(0.2)	-	-
Change in Net Position	<u>\$ 2.7</u>	<u>2.6</u>	<u>0.1</u>	<u>-</u>	<u>2.8</u>	<u>2.6</u>

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

There are eight basic impacts on revenues and expenses as reflected below.

Normal Impacts

Revenues:

Economic Condition - which can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees, and volumes of consumption.

Increase/Decrease in Village Approved Rates - While certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fees, building fees, etc.)

Changing Patterns in Intergovernmental and Grant Revenue (both recurring and non-recurring) such as state-shared revenue, etc., may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.

Market Impacts on Investment Income –The Village’s investment portfolio consists mainly of certificates of deposit and government securities. Market conditions may cause interest rates and investment income to fluctuate.

Expenses:

Introduction of New Programs - Within the functional expense categories (Public Safety, Public Works, General Government, etc.), individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel - Changes in service demand may cause the Village to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent about 40% of the Village's operating costs.

Salary Increases (annual adjustments/merit) - The ability to attract and retain (employees) resources requires the Village to strive to approach a competitive salary structure in the marketplace.

Inflation - While overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuels and repair parts. Some functions may experience commodity specific increases.

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

Current Year Impacts

Governmental Activities

Revenue:

For the fiscal year ended April 30, 2013, revenues from the governmental activities totaled \$22.8 million. Sales tax revenue is the Village's largest revenue source, totaling \$7.3 million with property tax revenues second at \$6.5 million. Sales tax receipts had a minimal increase when compared to Fiscal 2012. The Village is still experiencing a slow recovery in consumer spending as seen in both our State and National economies. Property tax revenues and sales tax revenues combined with the local utility tax, shared state income tax, and other tax revenues total \$18.9 million and represents 83% of the total Governmental Funds revenue. Investment income decreased due to minimal rates the Village earned on the certificates of deposit and other investments.

Expenses:

For the fiscal year ended April 30, 2013, expenses for governmental activities totaled \$20.3 million.

The Village invested in capital assets during Fiscal 2013. This investment totaled \$1.7 million less the current year depreciation of \$2.4 million for a net decrease in capital assets of \$.7 million.

It is important that the Village provide competitive compensation levels for our employees. Fiscal 2013 expenses included funding an average 2% increase for Village personnel along with minimal increases in medical benefits. Spending on various programs and capital assets was done within the constraints of the availability of revenue received.

Business-type Activities

Revenue:

For the fiscal year ended April 30, 2013, revenues from the business-type activities totaled \$4 million. The major revenue source is charges for services to operate the Water and Sewer Fund. The water rate charged to residents and businesses within the Village increased in Fiscal 2013 by 15%. The increase was needed to offset the 15% increase by City of Chicago, the Village's supplier of water.

Expenses:

For the fiscal year ended April 30, 2013, expenses for business-type activities totaled \$3.9 million, including depreciation and amortization of \$.6 million. Included therein was an operating transfer to the General Fund of \$.2 million for the reimbursement of administrative expenses.

The Water and Sewer Fund follows the same strict spending guidelines imposed on the Governmental Funds.

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental Funds

At April 30, 2013, the governmental funds (as presented on the balance sheet on page 11) reported a combined fund balance of \$22 million.

General Fund Budgetary Highlights

The 2013 fiscal year budget, as originally approved by the Village Board, was not amended during the current year. Below is a table that reflects the original and final budget and the actual for the revenues and expenditures for the General Fund.

**Table 3: General Fund Budgetary Highlight
(in millions)**

	Original/ Final Budget	Actual
Revenues		
Taxes	\$ 13.8	13.3
Intergovernmental	1.4	1.6
Other	3.5	3.7
Total	18.7	18.6
Expenditures	19.0	18.3
Excess (Deficiency) of Revenues over Expenditures	(0.3)	0.3
Other Financing Sources		
Transfer In	0.3	0.4
Transfer Out	(0.6)	(0.5)
Loan Proceeds	(0.3)	(0.1)
Change in Fund Balance	(0.6)	0.2

The General Fund's actual total revenues were \$.1 million less than the original budget amount, and actual expenditures were \$.7 million less than the budget amount. Property taxes were \$.1 million more than budget. State sales and home rule sales taxes were \$0.4 less than budgeted while state income tax revenues were also more than budget by \$.2 million. The primary expenditure budget variance was in various departments which reported actual expenditures of \$.7 million under budget.

Other Major Funds Highlights

The Village's Tax major Increment Financing (TIF) Fund experienced an increase of \$.6 million in fund balance for fiscal year ended April 30, 2013.

The Debt Service Fund had no increase in fund balance. Local taxes totaling \$1.2 million were allocated to pay the current year's debt service.

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

Capital Assets

At the end of Fiscal Year 2013, the Village had a combined total of capital assets of \$43.9 million invested in a broad range of capital assets including land, streets, sidewalks, alleys, buildings, vehicles, water mains, storm sewers and sanitary sewer lines. (See Table 4 below).

**Table 4: Total Capital Assets at Year End
Net of Depreciation
(in millions)**

	Governmental Activities	Business-type Activities	Total
Land	\$ 6.3	0.1	6.4
Buildings	5.0	0.5	5.5
Improvements Other Than Buildings	5.8		5.8
Equipment	0.2	0.6	0.8
Vehicle	1.9		1.9
Waterworks System Infrastructure	13.3	10.2	10.2
	-		13.3
	<u>\$ 32.5</u>	<u>11.4</u>	<u>43.9</u>

The following reconciliation summarizes the changes in Capital Assets which are presented in detail in Note 3.

	Governmental Activities	Business-type Activities	Total
Beginning Balance	\$ 32.9	11.7	44.6
Additions:			
Depreciable	1.3	0.3	1.6
Depreciation	(1.7)	(0.6)	(2.3)
Ending Balance	<u>\$ 32.5</u>	<u>11.4</u>	<u>43.9</u>

Debt Outstanding

The Village of Lincolnwood had total long-term debt and loans payable of \$12.3 million as of April 30, 2013. Long-term debt is comprised of general obligation debt, compensated absences to employees, pension and postemployment benefit obligations and loans payable. During the year, \$1.6 million of general obligation debt and loans payable was retired, while compensated absences decreased by \$13,034. In addition, the net pension obligation decreased \$292,649 and the net other post-employment benefit obligation decreased \$7,985.

**VILLAGE OF LINCOLNWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**

The Village has a legal debt limitation not to exceed 8.625% of the total equalized assessed valuation of the taxable property with the Village boundaries. This means that the total of bonds, notes, warrants or any other type of general obligation issued or outstanding will not be greater than 8.625%. The following types of obligations are not considered in determining the debt limitations: certain revenue bonds, special assessment bonds, special service area bonds, and alternate revenue bonds.

At April 30, 2013, the Village had \$5,085,000 of general obligation bonds outstanding. Under current state statute, the Village's general obligation bonded debt issuances are subject to a legal limitation based on \$643,080,582 of total assessed value of real personal property. As of April 30, 2013, the Village's general obligation bonded debt, applicable to the debt margin of \$50,380,700, was well below the legal limit of \$55,465,700.

As presented above, the Village is well within the existing debt levels and will continue to be so in the future.

Additional information on the Village's long-term bonded debt can be found in the Note 3 to the basic financial statements.

Economic Factors and Next Year's Budget

The Village continues to provide quality government services funded by a tax base that is basically residential. The local and national economies are still experiencing slow, but steady, economic growth. The next few years will still continue to be challenging as the Village continues to balance expenditures with the slow growth in revenues while continuing to maintain the current services to our residents and businesses. The Village property tax, sales tax, local utility taxes and the Village's share of the state income tax make a majority of the portion of General Fund revenues. Most of these major revenue sources experienced increases from the prior year. We still expect revenues to remain in a slow growth pattern in the upcoming years as the global economy is still in a slow growth mode.

The Village is also continuing to look for economic development to generate additional sales and real estate tax revenues. There are two large parcels of property within the Village that will see significant development in the next few years.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Robert J. Merkel, Finance Director, Village of Lincolnwood, 6900 N. Lincoln Ave. Lincolnwood, IL 60712.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Fund

Fiduciary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Statement of Net Position
April 30, 2013**

See Following Page

VILLAGE OF LINCOLNWOOD, ILLINOIS

Statement of Net Position
April 30, 2013

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 21,712,455	2,196,678	23,909,133
Receivables - Net of Allowances	5,467,253	531,886	5,999,139
Due from Other Governments	363,300	-	363,300
Prepays/Inventories	268,967	54,772	323,739
Total Current Assets	27,811,975	2,783,336	30,595,311
Noncurrent Assets			
Capital Assets			
Nondepreciable Capital Assets	6,285,084	96,214	6,381,298
Depreciable Capital Assets	46,807,175	19,619,506	66,426,681
Accumulated Depreciation	(20,569,184)	(8,334,156)	(28,903,340)
	32,523,075	11,381,564	43,904,639
Other Assets			
Long-Term Notes Receivable	140,000	-	140,000
Total Noncurrent Assets	32,663,075	11,381,564	44,044,639
Total Assets	60,475,050	14,164,900	74,639,950

The notes to the financial statements are an integral part of this statement.

	Governmental Activities	Business- Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts Payable	1,513,665	541,028	2,054,693
Accrued Payroll	346,867	32,172	379,039
Deposits Payable	43,290	-	43,290
Accrued Interest	68,626	-	68,626
Other Payables	1,271,680	-	1,271,680
Current Portion of Long-Term Debt			
Compensated Absences Payable	186,618	13,057	199,675
Loans Payable	98,386	260,269	358,655
General Obligation Bonds Payable	1,380,000	-	1,380,000
Total Current Liabilities	4,909,132	846,526	5,755,658
Noncurrent Liabilities			
Net Pension Obligation	496,497	-	496,497
Net Other Post-Employment Benefit Payable	37,426	-	37,426
Compensated Absences Payable	746,474	52,229	798,703
Loans Payable	708,465	4,599,893	5,308,358
General Obligation Bonds Payable - Net	3,698,564	-	3,698,564
Total Noncurrent Liabilities	5,687,426	4,652,122	10,339,548
Total Liabilities	10,596,558	5,498,648	16,095,206
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	2,786,411	-	2,786,411
Total Liabilities and Deferred Inflows of Resources	13,382,969	5,498,648	18,881,617
NET POSITION			
Net Investment in Capital Assets	26,637,660	6,521,402	33,159,062
Restricted - Economic Development	7,173,393	-	7,173,393
Restricted - Highways and Streets	5,016,849	-	5,016,849
Restricted - Public Safety	67,096	-	67,096
Restricted - Capital Improvements	3,587	-	3,587
Unrestricted	8,193,496	2,144,850	10,338,346
Total Net Position	47,092,081	8,666,252	55,758,333

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Statement of Activities
Year Ended April 30, 2013

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/Contributions	Capital Grants/Contributions
Primary Government				
Governmental Activities				
General Government	\$ 4,695,752	406,446	212,875	-
Public Safety	9,211,302	1,532,619	37,518	-
Highways and Streets	1,368,472	-	-	28,723
Sanitation	1,003,569	-	-	-
Economic Development	1,184,987	-	-	-
Culture and Recreation	2,703,342	1,434,618	-	363,300
Interest Expense	169,973	-	-	-
Total Governmental Activities	20,337,397	3,373,683	250,393	392,023
Business-Type Activities				
Water and Sewer	3,719,065	4,035,302	-	-
	24,056,462	7,408,985	250,393	392,023

General Revenues
Taxes
Property Taxes
Food and Beverage Taxes
Utility Taxes
Other Taxes
Intergovernmental - Unrestricted
Sales Taxes
Income Taxes
Replacement Taxes
Use Taxes
Motor Fuel Taxes
Investment Income
Miscellaneous
Interfund Activity - Transfers

Change in Net Position

Net Position - Beginning

Net Position - Ending

The notes to the financial statements are an integral part of this statement.

Net Expense/Revenue		
Primary Government		
Governmental Activities	Business-Type Activities	Total
(4,076,431)	-	(4,076,431)
(7,641,165)	-	(7,641,165)
(1,339,749)	-	(1,339,749)
(1,003,569)	-	(1,003,569)
(1,184,987)	-	(1,184,987)
(905,424)	-	(905,424)
(169,973)	-	(169,973)
(16,321,298)	-	(16,321,298)
-	316,237	316,237
(16,321,298)	316,237	(16,005,061)
6,516,497	-	6,516,497
457,844	-	457,844
1,545,378	-	1,545,378
519,327	-	519,327
7,302,254	-	7,302,254
1,181,042	-	1,181,042
143,399	-	143,399
200,020	-	200,020
353,471	-	353,471
152,448	4,263	156,711
413,923	-	413,923
200,000	(200,000)	-
18,985,603	(195,737)	18,789,866
2,664,305	120,500	2,784,805
44,427,776	8,545,752	52,973,528
47,092,081	8,666,252	55,758,333

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2013

	<u>General</u>
ASSETS	
Cash and Investments	\$ 9,349,769
Receivables	
Property Taxes	2,812,416
Other Taxes	2,441,753
Accounts	79,737
Due from Other Governments	-
Due from Other Funds	397,584
Long-Term Notes Receivable	140,000
Prepays	<u>268,967</u>
Total Assets	<u><u>15,490,226</u></u>
LIABILITIES	
Accounts Payable	1,244,173
Accrued Payroll	340,901
Deposits Payable	43,290
Due to Other Funds	24,409
Other Payables	<u>1,271,680</u>
Total Liabilities	<u>2,924,453</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>2,786,411</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>5,710,864</u></u>
FUND BALANCES	
Nonspendable	408,967
Restricted	-
Unassigned	<u>9,370,395</u>
Total Fund Balances	<u><u>9,779,362</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>15,490,226</u></u>

The notes to the financial statements are an integral part of this statement.

<u>Special Revenue</u>				
<u>Northeast Industrial District Tax Increment Financing</u>	<u>Motor Fuel Tax</u>	<u>Debt Service</u>	<u>Nonmajor</u>	<u>Totals</u>
6,907,795	3,015,190	9,762	2,429,939	21,712,455
15,693	-	-	-	2,828,109
-	-	-	-	2,441,753
2,088	21,651	-	93,915	197,391
-	-	-	363,300	363,300
-	-	-	-	397,584
-	-	-	-	140,000
-	-	-	-	268,967
<u>6,925,576</u>	<u>3,036,841</u>	<u>9,762</u>	<u>2,887,154</u>	<u>28,349,559</u>
4,189	6,201	-	234,693	1,489,256
-	-	-	5,966	346,867
-	-	-	-	43,290
-	-	-	397,584	421,993
-	-	-	-	1,271,680
<u>4,189</u>	<u>6,201</u>	<u>-</u>	<u>638,243</u>	<u>3,573,086</u>
-	-	-	-	2,786,411
<u>4,189</u>	<u>6,201</u>	<u>-</u>	<u>638,243</u>	<u>6,359,497</u>
-	-	-	-	408,967
6,921,387	3,030,640	9,762	2,308,898	12,270,687
-	-	-	(59,987)	9,310,408
<u>6,921,387</u>	<u>3,030,640</u>	<u>9,762</u>	<u>2,248,911</u>	<u>21,990,062</u>
<u>6,925,576</u>	<u>3,036,841</u>	<u>9,762</u>	<u>2,887,154</u>	<u>28,349,559</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position - Governmental Activities**

April 30, 2013

Total Governmental Fund Balances	\$ 21,990,062
 Amounts reported for governmental activities in the Statement of Net Position are different because:	
 Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	 32,523,075
 Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Obligation Payable	(496,497)
Net Other Post-Employment Benefit Obligation Payable	(37,426)
Compensated Absences Payable	(933,092)
Loan Payable	(806,851)
General Obligation Bonds Payable - Net	(5,078,564)
Accrued Interest Payable	<u>(68,626)</u>
 Net Position of Governmental Activities	 <u><u>47,092,081</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2013**

See Following Page

VILLAGE OF LINCOLNWOOD, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2013

	<u>General</u>
Revenues	
Taxes	\$ 8,882,358
Charges for Services	1,940,107
Licenses and Permits	1,074,728
Intergovernmental	5,950,521
Fines and Forfeits	358,848
Investment Income	120,537
Miscellaneous	274,503
Total Revenues	<u>18,601,602</u>
Expenditures	
Current	
General Government	2,982,352
Public Safety	9,200,803
Highways and Streets	1,045,540
Sanitation	1,003,569
Economic Development	1,184,987
Culture and Recreation	2,210,831
Capital Outlay	688,053
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>18,316,135</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>285,467</u>
Other Financing Sources (Uses)	
Transfers In	409,022
Transfers Out	(474,491)
	<u>(65,469)</u>
Net Change in Fund Balances	219,998
Fund Balances - Beginning	<u>9,559,364</u>
Fund Balances - Ending	<u><u>9,779,362</u></u>

The notes to the financial statements are an integral part of this statement.

<u>Special Revenue</u>				
<u>Northeast Industrial District Tax Increment Financing</u>	<u>Motor Fuel Tax</u>	<u>Debt Service</u>	<u>Nonmajor</u>	<u>Totals</u>
1,047,605	-	1,216,044	806,751	11,952,758
-	-	-	-	1,940,107
-	-	-	-	1,074,728
22,617	358,833	-	576,919	6,908,890
-	-	-	-	358,848
26,503	2,763	-	2,645	152,448
-	-	-	139,420	413,923
<u>1,096,725</u>	<u>361,596</u>	<u>1,216,044</u>	<u>1,525,735</u>	<u>22,801,702</u>
18,781	-	-	722,518	3,723,651
-	-	-	-	9,200,803
-	23,037	-	188,738	1,257,315
-	-	-	-	1,003,569
-	-	-	-	1,184,987
-	-	-	-	2,210,831
27,337	-	-	806,506	1,521,896
273,750	-	1,129,001	-	1,402,751
37,969	-	144,822	-	182,791
<u>357,837</u>	<u>23,037</u>	<u>1,273,823</u>	<u>1,717,762</u>	<u>21,688,594</u>
738,888	338,559	(57,779)	(192,027)	1,113,108
-	-	57,779	416,712	883,513
(130,000)	-	-	(79,022)	(683,513)
<u>(130,000)</u>	<u>-</u>	<u>57,779</u>	<u>337,690</u>	<u>200,000</u>
608,888	338,559	-	145,663	1,313,108
6,312,499	2,692,081	9,762	2,103,248	20,676,954
<u>6,921,387</u>	<u>3,030,640</u>	<u>9,762</u>	<u>2,248,911</u>	<u>21,990,062</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities**

Year Ended April 30, 2013

Net Change in Fund Balances - Total Governmental Funds **\$ 1,313,108**

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.

Capital Outlays	1,369,902
Depreciation Expense	(1,747,942)
Disposals - Net of Accumulated Depreciation	-

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Deductions to Net Pension Obligation Payable	292,649
Deductions to Net Other Post-Employment Benefit Obligation Payable	7,985
Deductions to Compensated Absences Payable	13,034
Retirement of Debt	1,402,751
Amortization of Bond Related Costs	(16,577)

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

29,395

Changes in Net Position of Governmental Activities

2,664,305

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Statement of Net Position - Proprietary Funds - Business-Type Activities
April 30, 2013**

See Following Page

VILLAGE OF LINCOLNWOOD, ILLINOIS

Statement of Net Position - Proprietary Fund - Business-Type Activities
April 30, 2013

	<u>Water and Sewer</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 2,196,678
Receivables - Net of Allowances Accounts	531,886
Inventories	<u>54,772</u>
Total Current Assets	<u>2,783,336</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable Capital Assets	96,214
Depreciable Capital Assets	19,619,506
Accumulated Depreciation	<u>(8,334,156)</u>
Total Noncurrent Assets	<u>11,381,564</u>
Total Assets	<u>14,164,900</u>

The notes to the financial statements are an integral part of this statement.

	<u>Water and Sewer</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 541,028
Accrued Payroll	32,172
Compensated Absences Payable	13,057
Loans Payable	<u>260,269</u>
Total Current Liabilities	<u>846,526</u>
Noncurrent Liabilities	
Compensated Absences Payable	52,229
Loans Payable	<u>4,599,893</u>
Total Noncurrent Liabilities	<u>4,652,122</u>
Total Liabilities	<u>5,498,648</u>
NET POSITION	
Net Investment in Capital Assets	6,521,402
Unrestricted	<u>2,144,850</u>
Total Net Position	<u><u>8,666,252</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position -
Proprietary Fund (Business-Type Activities)
Year Ended April 30, 2013

	<u>Water and Sewer</u>
Operating Revenues	
Charges for Services	\$ 3,985,491
Fines and Forfeitures	49,811
Total Operating Revenues	<u>4,035,302</u>
Operating Expenses	
Cost of Sales and Services	2,957,674
Depreciation	635,117
Total Operating Expenses	<u>3,592,791</u>
Operating Income	<u>442,511</u>
Nonoperating Revenues (Expenses)	
Interest Income	4,263
Interest and Fiscal Charges	(126,274)
	<u>(122,011)</u>
Income Before Transfers	320,500
Transfers Out	<u>(200,000)</u>
Change in Net Position	120,500
Net Position - Beginning	<u>8,545,752</u>
Net Position - Ending	<u><u>8,666,252</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Statement of Cash Flows - Proprietary Fund - Business Type Activities
Year Ended April 30, 2013

	<u>Water and Sewer</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 4,029,763
Payments to Employees	(537,266)
Payments to Suppliers	<u>(2,619,693)</u>
	<u>872,804</u>
Cash Flows from Noncapital Financing Activities	
Transfers Out	<u>(200,000)</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(325,939)
Interest and Fiscal Charges	(126,274)
Payment of Bond Principal	<u>(253,882)</u>
	<u>(706,095)</u>
Cash Flows from Investing Activities	
Interest Received	<u>4,263</u>
Net Change in Cash and Cash Equivalents	(29,028)
Cash and Cash Equivalents - Beginning of Year	<u>2,225,706</u>
Cash and Cash Equivalents - End of Year	<u><u>2,196,678</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income (Loss)	<u>442,511</u>
Adjustments to Reconcile Operating	
Income to Net Income to Net Cash	
Provided by (Used In) Operating Activities:	
Depreciation and Amortization Expense	635,117
(Increase) Decrease in Current Assets	(5,539)
Increase (Decrease) in Current Liabilities	<u>(199,285)</u>
Net Cash Provided by Operating Activities	<u><u>872,804</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Statement of Net Position - Pension Trust Fund
April 30, 2013**

	<u>Police Pension</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,480,583
Investments	
U.S. Government and Agency Obligations	5,698,267
Corporate Bonds	3,611,033
Common Stock	3,443,538
Money Market	261,220
Equity Mutual Funds	2,487,463
Accrued Interest	87,472
Due from Other Funds	<u>24,409</u>
NET POSITION	
Held in Trust for Pension Benefits	<u><u>17,093,985</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Statement of Changes in Net Position - Pension Trust Fund
Year Ended April 30, 2013

	<u>Police Pension</u>
Additions	
Contributions - Employer	\$ 1,453,031
Contributions - Plan Members	264,575
Total Contributions	<u>1,717,606</u>
Investment Income	
Interest Earned	336,483
Net Change in Fair Value	426,123
	<u>762,606</u>
Less Investment Expenses	(67,870)
Net Investment Income	<u>694,736</u>
Total Additions	<u>2,412,342</u>
Deductions	
Administration	19,474
Benefits and Refunds	1,715,960
Total Deductions	<u>1,735,434</u>
Change in Net Position	676,908
Net Position - Beginning	<u>16,417,077</u>
Net Position - Ending	<u><u>17,093,985</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Lincolnwood, Illinois, is a municipal corporation, organized with powers and authorities as established in the Illinois Municipal code (Chapter 65 of the Illinois Compiled Statutes), as is governed by an elected Village President and six member Board of Trustees.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Lincolnwood
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units – an Amendment of GASB Statement No. 14," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 39, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one elected pension beneficiary and two elected police employees constitute the pension board.

The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a pension trust fund.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's police, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water and sewer services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which 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.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.). The Village allocates indirect costs to the proprietary funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid through the General Fund. This government-wide focus concentrates on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Governmental Funds – Continued

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains two major special revenue funds, the Northeast Industrial District Tax Increment Financing Fund and the Motor Tax Fuel Fund. The Northeast Industrial District Tax Increment Financing Fund is used to account for resources (restricted real estate taxes) received and expenditures made to promote the objectives of the TIF District. The Motor Tax Fuel Fund is used to account for resources (restricted motor fuel taxes) to maintain traffic signal lighting in the Village and for services performed by the Village for upkeep of IDOT street within the Village limits. The Village maintains four nonmajor special revenue funds.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains six nonmajor capital projects funds.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary fund of the Village:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund, the Water and Sewer Fund, which is used to account for resources to maintain the Village's water distribution system and combined storm/sanitary sewer system.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Governmental Funds – Continued

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund is used to account for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan. Financing is provided by employee contributions, the Village's contribution and investment income.

Since by definition the assets of the Village's fiduciary fund are being held for the benefit of a third party (other pension participants) and cannot be used to address activities or obligations of the Village, this fund is not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and pension trust funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary and pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Village’s enterprise funds are charges to customers for sales and services. The Village 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.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Prepays/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepays/inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepays in both the government-wide and fund financial statements.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report waterworks and sewerage charges as their major receivables.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	10 - 25 Years
Buildings	35 Years
Vehicles and Equipment	5 -30 Years
Streets, Sidewalks and Alleys	30 Years
Storm and Sanitary Sewers and Water Mains	40 - 50 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Compensated Absences – Continued

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

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 Position. Bond premiums and discounts, 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 expenditures/expenses at the time of issuance.

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.

Net Position

In the government-wide financial statements, fund equity is classified as net position and displayed in three components:

Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

All departments of the Village submit requests for appropriation to the Village Administrator so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Annual appropriated budgets are adopted the for general, special revenue, debt service, capital projects, enterprise and pension trust funds.

Budgets are adopted on a basis consistent with generally accepted accounting principles except of the Water and Sewer Fund. The Water and Sewer Fund is adopted on a modified basis in that depreciation is not budgeted and capital outlay and debt principal retirements, if any, are budgeted.

The proposed budget is presented to the governing body for review. The governing body hold public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. The finance director is authorized to transfer budgeted amounts between departments within any fund; however, the governing body must approve any revisions that alter the total expenditures of any fund.

The budget may be amended by the governing body and was not amended during the year.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Touhy/Lawndale Tax Increment Financing	\$ 10,056
Channel Runne Improvement	713
Police Pension	69,704

DEFICIT FUND EQUITY

The following funds had deficit fund equity as of the date of this report:

<u>Fund</u>	<u>Deficit</u>
Lincoln/Touhy Tax Increment Financing	\$ 59,987

The deficit in the Lincoln/Touhy Tax Increment Financing Fund will be retired when the District starts to receive the tax increment from the increase in the assessed valuation of the TIF District.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

Permitted Deposits and Investments – Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds, and the Illinois Metropolitan Investment Fund (IMET).

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

The IMET is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in the IMET are valued at the share price, the price for which the investment could be sold.

Statutes authorize the Pension Funds to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois Bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies and separate accounts of life insurance companies provided the investment in separate accounts does not exceed ten percent of the pension fund's net position. Pension funds of at least 5 million that have appointed an investment advisor may, through that investment advisor, invest up to thirty-five percent of the plan's net position in common and preferred stocks that meet specific restrictions.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$16,878,209 and the bank balances totaled \$16,757,262. The Village also has \$6,136,203 invested in the Illinois Funds and \$894,721 invested in IMET, which have an average maturity of less than one year to three years.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy limits its exposure to interest rate risk by primarily investing in investment with maturities of one year or less, except for US. government and agencies obligations.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village limits its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Village's policy prescribes to the "prudent person" rule which states, "All investments shall be made with sound judgment and extraordinary care by persons of prudence, discretion, and intelligence. The primary objectives of the investment policy shall be safety, liquidity, and return on investment (yield). At year-end, the Village's investment in the Illinois Funds was rated AAAM by Standard & Poor's and the Village's investment in the IMET Convenience Fund was rated AAAf by Standard & Poor's and the 1-3 Year Fund was rated AAf by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy does not mitigate custodial credit risk. The Village's investment in the Illinois Funds and IMET are noncategorizable. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

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

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy does not address concentration risk. At year-end, the Village's investment in the Illinois Funds represents more than 5 percent of the total cash and investment portfolio.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$1,480,583 and the bank balances totaled \$1,480,583.

Investments. The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasuries	\$ 3,073,991	805,236	1,548,588	720,167	-
Federal National Mortgage Association	1,606,793	181,498	1,425,295	-	-
Federal Home Loan Bank	1,017,483	-	1,017,483	-	-
Money Market	261,220	261,220	-	-	-
Corporate Bonds	3,611,033	615,806	2,137,931	857,296	-
	<u>9,570,520</u>	<u>1,863,760</u>	<u>6,129,297</u>	<u>1,577,463</u>	<u>-</u>

Interest Rate Risk. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonable anticipated operating requirements while providing a reasonable rate to return based on the current market.

Credit Risk. The Fund limits its exposure to credit risk by primarily investing in U.S. Treasury Obligations and other obligations which are rated AA or better by a national rating agency. At year-end, the Fund’s investments in U.S. Agency securities were all rated AAA rated by Standard & Poor’s.

Custodial Credit Risk. The Fund’s investment policy does not mitigate custodial credit risk for deposits. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

In the case of investments, the Fund limits its exposure to custodial credit risk, the investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held by a third-party custodian and evidenced by safekeeping receipts.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Concentration Risk. The Fund's investment policy requires diversification of investment to avoid unreasonable risk. No financial institution, except any securities custodians of the Fund, shall hold more than 10% of the Fund's portfolio at any time. In addition to the securities and fair values listed above, the Fund also has \$2,487,463 invested in mutual funds and \$3,443,538 invested in common stock. At year end, the Fund has over 5% of net plan position invested in U.S. Treasuries (18%), Common Stock (20%), Corporate Bonds (21%), FNMA (9%) and Federal Home Loan Bank (6%).

PROPERTY TAXES

Property taxes for 2012 tax levy attach as an enforceable lien on January 1, 2012, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1, 2013 and November 1, 2013. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 6,285,084	-	-	6,285,084
Depreciable Capital Assets				
Parks and Improvements	9,612,563	553,069	-	10,165,632
Buildings	9,939,822	386,149	-	10,325,971
Equipment and Furniture	1,661,287	-	-	1,661,287
Vehicles and Heavy Equipment	4,297,508	321,886	652,614	3,966,780
Streets, Sidewalks and Alleys	20,578,707	108,798	-	20,687,505
	<u>46,089,887</u>	<u>1,369,902</u>	<u>652,614</u>	<u>46,807,175</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements
April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Governmental Activities – Continued

	Beginning Balances	Increases	Decreases	Ending Balances
Less Accumulated Depreciation				
Parks and Improvements	\$ 3,918,243	459,847	-	4,378,090
Buildings	5,006,065	296,164	-	5,302,229
Equipment and Furniture	1,382,503	93,736	-	1,476,239
Vehicles and Heavy Equipment	2,468,403	248,829	652,614	2,064,618
Streets, Sidewalks and Alleys	6,698,642	649,366	-	7,348,008
	<u>19,473,856</u>	<u>1,747,942</u>	<u>652,614</u>	<u>20,569,184</u>
 Total Net Depreciable Capital Assets	 <u>26,616,031</u>	 <u>(378,040)</u>	 <u>-</u>	 <u>26,237,991</u>
 Total Net Capital Assets	 <u>32,901,115</u>	 <u>(378,040)</u>	 <u>-</u>	 <u>32,523,075</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 896,467
Public Safety	303,148
Highways and Streets	55,816
Culture and Recreation	<u>492,511</u>
	<u>1,747,942</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 96,214	-	-	96,214
Depreciable Capital Assets				
Buildings and Structures	692,615	-	-	692,615
Waterworks System	17,505,676	193,789	-	17,699,465
Equipment and Vehicles	1,095,276	132,150	-	1,227,426
	<u>19,293,567</u>	<u>325,939</u>	<u>-</u>	<u>19,619,506</u>
Less Accumulated Depreciation				
Buildings and Structures	212,410	28,944	-	241,354
Waterworks System	6,955,101	542,522	-	7,497,623
Equipment and Vehicles	531,528	63,651	-	595,179
	<u>7,699,039</u>	<u>635,117</u>	<u>-</u>	<u>8,334,156</u>
Total Net Depreciable Capital Assets	<u>11,594,528</u>	<u>(309,178)</u>	<u>-</u>	<u>11,285,350</u>
Total Net Capital Assets	<u>11,690,742</u>	<u>(309,178)</u>	<u>-</u>	<u>11,381,564</u>

Depreciation expense was charged to the business-type activities as follows:

Water and Sewer \$ 635,117

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Balances

The composition of interfund balances as of the date of this report is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor Governmental	\$ 397,584
Police Pension	General	<u>24,409</u>
		<u>421,993</u>

Interfund balances are advances in anticipation of receipts.

Interfund Transfers

Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
General	Northeast Industrial District Tax Increment Financing	\$ 130,000
General	Water and Sewer	200,000
General	Nonmajor Governmental	79,022
Debt Service	General	57,779
Nonmajor Governmental	General	<u>416,712</u>
		<u>883,513</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements
April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

Loans Payable

Loans payable are utilized to acquire capital equipment. Loans payable currently outstanding are as follows:

Issue	Fund Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Illinois Finance Authority Loan Payable of 2009 due in annual payments of \$12,500, non-interest bearing through May 9, 2029.	General	\$ 225,000	-	12,500	212,500
Oshkosh Capital Loan Payable of 2010 due in annual payments of \$75,193, including interest at 4.00% through August 13, 2020.	General	544,602	-	50,251	494,351
Loan Payable of 2012 due in annual payments of \$34,431 to \$36,627, including interest at 3.25% through July 20, 2015.	Debt Service	100,000	-	-	100,000
		<u>869,602</u>	<u>-</u>	<u>62,751</u>	<u>806,851</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2004 - Due in annual installments of \$60,000 to \$690,000 plus interest at 2.00% to 3.20%, through December 1, 2014.	Debt Service	\$ 2,010,000	-	650,000	1,360,000
General Obligation Refunding Bonds of 2011A - Due in annual installments of \$365,000 to \$410,000 plus interest at 2.00%, through December 1, 2017.	Northeast Industrial District TIF Debt Service	1,743,750	-	273,750	1,470,000
		581,250	-	91,250	490,000
General Obligation Refunding Bonds of 2011B - Due in annual installments of \$325,000 to \$370,000 plus interest at 2.00%, through December 1, 2017.	Debt Service	2,090,000	-	325,000	1,765,000
		<u>6,425,000</u>	<u>-</u>	<u>1,340,000</u>	<u>5,085,000</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Illinois Environmental Protection Agency (IEPA) Loans Payable

The Village has entered into loan agreements with the IEPA to provide low interest financing for water and sewer improvements. IEPA loans currently outstanding are as follows:

Issue	Fund Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Water Pollution Control Revolving Fund Loan Payable of 2008 due in semi-annual payments of \$87,660 to \$187,731, plus interest at 2.5% through June 17, 2028.	Water and Sewer	\$ 5,114,044	-	253,882	4,860,162

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 946,126	176,191	189,225	933,092	186,618
Net Pension Obligation	789,146	-	292,649	496,497	-
Net Other Post-Employment Benefit Obligation	45,411	-	7,985	37,426	-
Loans Payable	869,602	-	62,751	806,851	98,386
General Obligation Bonds Payable	6,425,000	-	1,340,000	5,085,000	1,380,000
Less: Loss on Refunding	(19,122)	-	(12,686)	(6,436)	-
	<u>9,056,163</u>	<u>176,191</u>	<u>1,879,924</u>	<u>7,352,430</u>	<u>1,665,004</u>
Business-Type Activities					
Compensated Absences	62,087	15,616	12,417	65,286	13,057
IEPA Loans Payable	5,114,044	-	253,882	4,860,162	260,269
	<u>5,176,131</u>	<u>15,616</u>	<u>266,299</u>	<u>4,925,448</u>	<u>273,326</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity – Continued

For governmental activities, the General Fund makes payments on the compensated absences, the net pension obligation and the net other post-employment benefit obligation. Payments on the loans payable are being made by the General and the Debt Service Funds. The Northeast Industrial District TIF and the Debt Service Funds make payments on the general obligation bonds payable.

For business-type activities, the Water and Sewer Fund makes payments on the compensated absences and the IEPA loans payable.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year Ending April 30	Governmental Activities				Business-Type Activities	
	Loans Payable		General Obligation Bonds Payable		IEPA Loans Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 98,386	25,936	1,380,000	117,015	260,269	119,887
2015	100,792	22,431	1,420,000	81,182	266,816	113,340
2016	103,309	18,815	745,000	45,700	273,528	106,628
2017	72,609	15,084	760,000	30,800	280,409	99,747
2018	75,362	12,331	780,000	15,600	287,463	92,693
2019	78,241	9,452	-	-	294,695	85,461
2020	81,252	6,441	-	-	302,108	78,048
2021	84,400	3,293	-	-	309,708	70,448
2022	12,500	-	-	-	317,500	62,656
2023	12,500	-	-	-	325,486	54,670
2024	12,500	-	-	-	333,674	46,482
2025	12,500	-	-	-	342,068	38,088
2026	12,500	-	-	-	350,674	29,482
2027	12,500	-	-	-	359,495	20,661
2028	12,500	-	-	-	368,539	11,617
2029	12,500	-	-	-	187,731	2,347
2030	12,500	-	-	-	-	-
Total	806,851	113,783	5,085,000	290,297	4,860,163	1,032,255

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Defeased Debt

In prior years the Village defeased general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Since the requirements which normally satisfy defeasance, have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Village's basic financial statements. Defeased bonds of \$4,455,000 remain outstanding as of the date of this report.

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes 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 the 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."

Assessed Valuation - 2012	<u>\$ 643,080,582</u>
Legal Debt Limit - 8.625% of Assessed Value	55,465,700
Amount of Debt Applicable to Limit	<u>(5,085,000)</u>
Legal Debt Margin	<u>50,380,700</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements
April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATIONS

Fund Balance Classifications

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Minimum Fund Balance Policy. The Villages policy manual states that the General Fund should maintain a minimum unrestricted fund balance equal 25 to 35 percent of budgeted operating revenues. Fund balances in excess of said levels may be used for the purchase of new or replacement capital equipment.

	General	Special Revenue Northeast Industrial District Tax Increment Financing	Motor Fuel Tax	Debt Service	Nonmajor	Totals
Fund Balances						
Nonspendable						
Notes Receivable	\$ 140,000	-	-	-	-	140,000
Prepays	268,967	-	-	-	-	268,967
	<u>408,967</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>408,967</u>
Restricted						
Economic Development	-	6,921,387	-	-	252,006	7,173,393
Debt Service	-	-	-	9,762	-	9,762
Highways and Streets	-	-	3,030,640	-	1,986,209	5,016,849
Public Safety	-	-	-	-	67,096	67,096
Capital Improvements	-	-	-	-	3,587	3,587
	<u>-</u>	<u>6,921,387</u>	<u>3,030,640</u>	<u>9,762</u>	<u>2,308,898</u>	<u>12,270,687</u>
Unassigned	<u>9,370,395</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(59,987)</u>	<u>9,310,408</u>
Total Fund Balances	<u>9,779,362</u>	<u>6,921,387</u>	<u>3,030,640</u>	<u>9,762</u>	<u>2,248,911</u>	<u>21,990,062</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATIONS – Continued

Net Position Classifications

Net investment in capital assets was comprised of the following as of April 30, 2013:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 32,523,075
Less Capital Related Debt:	
Illinois Finance Authority Loan Payable of 2009	(212,500)
Oshkosh Capital Loan Payable	(494,351)
Loan Payable of 2012	(100,000)
General Obligation Refunding Bonds of 2004	(1,360,000)
General Obligation Refunding Bonds of 2011A	(1,960,000)
General Obligation Refunding Bonds of 2011B	(1,765,000)
Deferred Loss on Refunding	<u>6,436</u>
Net Investment in Capital Assets	<u>26,637,660</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	11,381,564
Less Capital Related Debt:	
IEPA Loan Payable of 2008	<u>(4,860,162)</u>
Net Investment in Capital Assets	<u>6,521,402</u>

NOTE 4 – OTHER INFORMATION

CONTINGENT LIABILITIES

Litigation

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

Grants

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

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Solid Waste Agency of Northern Cook County (SWANCC)

The City's contract with the Solid Waste Agency of Northern Cook County (SWANCC) provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

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; natural disasters; and injuries to the Village's employees. These risks are provided for through participation in the public entity risk pool Intergovernmental Risk Management Agency (IRMA). Settled claims from these risks have not exceeded the pool's limit of coverage in any year since the Village became a member in 1989. The Village retains the risk on the first \$10,000 loss per occurrence, and also for losses above the pool's \$10,000,000 coverage limit. At fiscal year end, the Village determined there were no probable unpaid claims for which it retained risk, and, as such, did not record a claims liability.

Intergovernmental Risk Management Agency (IRMA)

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

The Village's payments to IRMA are displayed on the financial statements as expenses in the Liability Insurance Fund. Each member assumes the first \$10,000 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about 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 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.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

North Suburban Employee's Benefit Cooperative

The Village participates in the North Suburban Employee's Benefit Cooperative (NSEBC), an agency of municipalities created to finance and administer health and life insurance benefits for its members. Each municipality appoints one representative to serve on the Board of Directors. The Board determines the general government policies which include approval of the annual budget.

COMMITMENTS

Intergovernmental Agreement

Under an Intergovernmental Agreement entered into in September of 1997, the Village agreed to provide a development benefit from the Northeast Industrial TIF District to the Lincolnwood Elementary School District #74. The benefit paid is attributable to any revenues received by the Village for any new development occurring within the Northeast TIF District. The payment is made each year until the TIF District closes and there is no limit to the amount paid to the School District. The Village paid the School District \$374,927 in the current fiscal year. The payment has been recorded as an expenditure of the General Fund.

JOINT VENTURES

Solid Waste Agency of Northern Cook County (SWANCC)

The Village is a member of the Solid Waste Agency of Northern Cook County (SWANCC), which consists of twenty-three municipalities. SWANCC is a municipal joint action agency, established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SWANCC is empowered under the Act to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. SWANCC is reported as a nonequity proprietary joint venture.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURES – Continued

Solid Waste Agency of Northern Cook County (SWANCC) – Continued

The twenty-three members of SWANCC and their percentage shares as of April 30, 2013 are as follows:

	<u>Percent Share</u>
Village of Arlington Heights	10.01 %
Village of Barrington	1.40
Village of Buffalo Grove	6.62
Village of Elk Grove Village	5.07
City of Evanston	6.65
Village of Glencoe	1.25
Village of Glenview	4.50
Village of Hoffman Estates	5.54
Village of Inverness	1.07
Village of Kenilworth	0.86
Village of Lincolnwood	1.97
Village of Morton Grove	3.21
Village of Mount Prospect	8.29
Village of Niles	3.35
Village of Palatine	10.07
City of Park Ridge	5.34
City of Prospect Heights	2.91
City of Rolling Meadows	3.70
Village of Skokie	7.23
Village of South Barrington	0.74
Village of Wheeling	3.86
Village of Wilmette	3.64
Village of Winnetka	2.72
	<u>100.00 %</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURES – Continued

Solid Waste Agency of Northern Cook County (SWANCC) – Continued

These percentage shares are subject to change in future years based on the population of the municipalities. The members form a contiguous geographic service area, which is located northwest of downtown Chicago.

SWANCC is governed by a Board of Directors, which consists of one appointed Mayor or President from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors.

The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the by-laws.

Summary of financial positions as of April 30, 2013:

Current Assets	\$ 5,552,099	Current Liabilities	\$ 4,128,470
Capital Assets	10,277,599	Long-Term Liabilities	2,444,342
Other Assets	<u>43,511</u>	Total Liabilities	<u>6,572,812</u>
Total Assets	<u>15,873,209</u>	Net Position	<u>9,300,397</u>

Summary of revenues, expenses and changes in net position for the year ended April 30, 2013:

Operating Revenues	\$ 14,091,582
Operating Expenses	<u>13,791,219</u>
Change in Net Position	300,363
Net Position - Beginning	<u>9,000,034</u>
Net Position - Ending	<u>9,300,397</u>

Complete financial statements for SWANCC can be obtained from the Agency's administrative office at 2700 Patriot Boulevard, Suite 110, Glenview, Illinois 60026.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURES – Continued

Solid Waste Agency of Northern Cook County (SWANCC) – Continued

SWANCC's bonds are revenue obligations. They are limited obligations of SWANCC, with a claim for payment solely from and secured by a pledge of the revenues of the system, and amounts in various funds and accounts established by SWANCC resolutions. SWANCC has no power to levy taxes.

Revenues of the system consist of: (a) all receipts derived from Solid Waste Disposal Contracts or any other contracts for the disposal of waste; (b) all income derived from the investment of monies; and (c) all income, fees, service charges, and all grants, rents, and receipts derived by SWANCC from the ownership and operation of the system. SWANCC covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

SWANCC has entered into Solid Waste Disposal Contracts with the member municipalities. The Contracts are irrevocable, and may not be terminated or amended, except as provided in the Contract. Each member is obligated, on a "take or pay" basis, to purchase or in any event to pay for a minimum annual cost of the system.

The obligation of the Village to make all payments as required by this Contract is unconditional and irrevocable, without regard to performance or nonperformance by SWANCC of its obligations under this Contract.

The payments required to be made by the Village under this Contract are required to be made solely from revenues to be derived by the Village from the operation of the Solid Waste Disposal System. The Village is not prohibited by the Contract from using any other funds to make the payments required by the Contract. The Contract shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), and the Sheriff's Law Enforcement Program (SLEP), which are both defined benefit agent multiple-employer public employee retirement systems administered by the IMRF; and the Police Pension Plan, which is a single-employer, pension plan. A copy of the Police Pension Plan report may be obtained by writing to the Village at 6900 North Lincoln Avenue, Lincolnwood, Illinois 60712. IMRF and SLEP issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies

Illinois Municipal Retirement System

All employees (other than those covered by the Police plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011 who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. For participating members hired on or after January 1, 2011 who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. For calendar year 2012, the employer annual required contribution rate was 10.92 percent.

Sheriff's Law Enforcement Personnel

Sheriff's Law Enforcement Program (SLEP), having accumulated at least 30 years of SLEP service and terminating IMRF participation on or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.50% of their final rate of earnings, for each year of credited service up to 20 years, 2.00% of their final earning rate for the next 10 years of credited service and 1.00% for each year thereafter. For those SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies. SLEP also provides death and disability benefits.

These benefit provisions and all other requirements are established by State statutes. SLEP members are required to contribute 7.50% of their annual salary to SLEP. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer annual required contribution rate for calendar year 2012 was 12.96 percent.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Police Pension Plan

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At April 30, 2013 the Police Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them.	31
Current Employees	
Vested	26
Nonvested	<u>6</u>
	<u>63</u>

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

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2011, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ 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. Covered employees hired on or after January 1, 2011, attaining the age of 55 with at least 10 years creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 as of January 1, 2011. The maximum salary cap increases each year thereafter. The monthly benefit of a police officer hired before January 1, 2011, 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 pension and 3% compounded annually thereafter. The monthly pension of a police officer hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, but the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Police Pension Plan – Continued

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2040 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

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

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Significant Investments

At year end, the Police Pension Plan has over 5% of net position invested in U.S. Treasuries (18%), Common Stock (20%), Corporate Bonds (21%), FNMA (9%) and Federal Home Loan Bank (6%). Information for IMRF is not available.

Related Party Transactions

There are no securities of the employer or any other related parties included in plan assets.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation

There is no net pension obligation for the SLEP plan. The amount of the pension liability for IMRF and the Police Pension Plan is as follows:

	IMRF	Police Pension	Totals
Annual Required Contribution	\$ 127,756	1,141,231	1,268,987
Interest on Net Pension Obligation	9,264	46,594	55,858
Adjustment to Annual Required Contribution	(6,622)	(30,085)	(36,707)
Annual Pension Cost	130,398	1,157,740	1,288,138
Actual Contribution	127,756	1,453,031	1,580,787
Increase to the NPO	2,642	(295,291)	(292,649)
NPO Beginning of Year	123,520	665,626	789,146
NPO End of Year	126,162	370,335	496,497

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation – Continued

The annual pension cost for the current year and related plan information is as follows:

	IMRF	SLEP	Police Pension
Contribution Rates			
Employer	10.92%	12.96%	52.20%
Employee	4.50%	6.50%	9.91%
Actuarial Valuation Date	12/31/2012	12/31/2012	4/30/2012
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level %of Projected Payroll Open Basis	Level %of Projected Payroll Open Basis	Level %of Projected Payroll Closed Basis
Remaining Amortization Period	30 Years	30 Years	28 Years
Asset Valuation Method	5-Year Smoothed Market	5-Year Smoothed Market	Market
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	7.50% Compounded Annually	7.00% Compounded Annually
Projected Salary Increases	.4 to 10.0%	.4 to 10.0%	5.00%
Inflation Rate Included	4.00%	4.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Trend Information

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

	Fiscal Year	IMRF	SLEP	Police Pension
Annual Pension Cost (APC)	2011	\$ 397,638	\$ 11,844	\$ 1,167,876
	2012	394,137	13,032	1,311,830
	2013	130,398	18,765	1,157,740
Actual Contributions	2011	307,515	11,844	1,204,927
	2012	368,843	13,032	1,393,004
	2013	127,756	18,765	1,453,031
Percentage of APC Contributed	2011	77.34%	100.00%	103.17%
	2012	93.58%	100.00%	106.19%
	2013	97.97%	100.00%	125.51%
Net Pension Obligation	2011	98,226	-	746,800
	2012	123,520	-	665,626
	2013	126,162	-	370,335

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Funded Status and Funding Progress

The Village’s funded status for the current year and related information for each plan is as follows:

	IMRF	SLEP	Police Pension
Actuarial Valuation Date	12/31/12	12/31/12	04/30/12
Percent Funded	83.51%	0.00%	47.58%
Actuarial Accrued Liability for Benefits	\$10,701,010	\$0	\$34,501,754
Actuarial Value of Assets	\$8,935,908	(\$56,766)	\$16,417,076
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$1,765,102)	(\$56,766)	(\$18,084,678)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$3,640,083	\$0	\$2,668,541
Ratio of UAAL to Covered Payroll	48.49%	0.00%	677.70%

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

Plan Descriptions, Provisions, and Funding Policies

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

The Village provides post-employment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans. Elected officials are eligible for benefits if they qualify for retirement through the Illinois Municipal Retirement Fund.

All health care benefits are provided through the Village's health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the Village's plan becomes secondary.

All retirees contribute 100% of the actuarially determined premium to the plan. For the fiscal year ending April 30, 2013, retirees contributed \$70,535. Active employees do not contribute to the plan until retirement.

At April 30, 2012, the date of the most recent actuarial report, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	2
Active Employees	<u>87</u>
Total	<u>89</u>
Participating Employers	1

The Village does not currently have a funding policy.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Notes to the Financial Statements
April 30, 2013**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation

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

Annual Required Contribution	\$ 20,331
Interest on the NOPEBO	1,816
Adjustment to the ARC	<u>(1,514)</u>
Annual OPEB Cost	20,633
Actual Contribution	<u>28,618</u>
Increase in the NOPEBO	(7,985)
NOPEBO - Beginning of Year	<u>45,411</u>
NOPEBO - End of Year	<u><u>37,426</u></u>

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 contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Trend Information

The Village's annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation are as follows:

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2011	\$ 17,746	\$ 6,361	36.00%	\$ 33,987
2012	11,424	-	0.00%	45,411
2013	20,633	28,618	138.70%	37,426

VILLAGE OF LINCOLNWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2013

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Funded Status and Funding Progress

The funded status of the plan as of April 30, 2012, the date of the latest actuarial valuation, was as follows:

Actuarial Accrued Liability (AAL)	\$ 233,715
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	233,715
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members)	6,237,184
UAAL as a Percentage of Covered Payroll	3.75%

Actuarial Methods and Assumptions

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

In the April 30, 2012 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return (including a 3% inflation assumption) and an annual healthcare cost trend rate of 8.0%, with an ultimate rate of 6.0%. The actuarial value of assets was not determined as the Village has not advanced its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2013, was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress and Employer Contributions
 - Illinois Municipal Retirement Fund
 - Sheriff's Law Enforcement Plan
 - Police Pension Fund
 - Other Post-Employment Benefit Plan

- Budgetary Comparison Schedules
 - General Fund
 - Northeast Industrial District Tax Increment Financing – Special Revenue Fund
 - Motor Fuel Tax – Special Revenue Fund

Notes to the Required Supplementary Information

- Budgetary information – budgets are adopted on a basis consistent with generally accepted accounting principles

VILLAGE OF LINCOLNWOOD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2013

Funding Progress

Actuarial Valuation Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2007	\$ 7,959,045	\$ 7,838,928	101.53%	\$ (120,117)	\$ 3,508,955	(3.42%)
2008	6,487,156	8,383,186	77.38%	1,896,030	3,631,154	52.22%
2009	7,336,828	9,043,959	81.12%	1,707,131	3,508,013	48.66%
2010	7,959,274	9,532,759	83.49%	1,573,485	3,443,234	45.70%
2011	8,741,584	10,638,277	82.17%	1,896,693	3,589,439	52.84%
2012	8,935,908	10,701,010	83.51%	1,765,102	3,640,083	48.49%

Employer Contributions

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ 400,723	\$ 400,723	100.00%
2009	298,844	298,844	100.00%
2010	287,046	312,006	92.00%
2011	307,515	397,638	77.34%
2012	368,843	394,137	93.58%
2013	127,756	127,756	100.00%

VILLAGE OF LINCOLNWOOD, ILLINOIS

Sheriff's Law Enforcement Personnel Fund

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2013

Funding Progress

Actuarial Valuation Dec. 31	(1) Actuarial Value of Plan Assets*	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2007	\$ (65,999)	\$ -	0.00%	\$ 65,999	\$ -	0.00%
2008	(125,177)	-	0.00%	125,177	-	0.00%
2009	(108,246)	-	0.00%	108,246	-	0.00%
2010	(110,149)	-	0.00%	110,149	-	0.00%
2011	(79,609)	-	0.00%	79,609	-	0.00%
2012	(56,766)	-	0.00%	56,766	-	0.00%

Employer Contributions

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ 12,061	\$ 12,061	100.00%
2009	10,683	10,683	100.00%
2010	10,770	10,770	100.00%
2011	11,844	11,844	100.00%
2012	13,032	13,032	100.00%
2013	18,765	18,765	100.00%

*Negative due to investment losses.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2013**

Funding Progress

Actuarial Valuation Apr. 30	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2007	\$ 13,768,308	\$ 27,480,519	50.10%	\$ 13,712,211	\$ 2,486,031	551.57%
2008	14,516,353	28,616,339	50.73%	14,099,986	2,436,354	578.73%
2009	14,242,039	29,879,079	47.67%	15,637,040	2,529,769	618.12%
2010	15,182,164	31,916,549	47.57%	16,734,385	2,693,358	621.32%
2011	16,037,540	33,179,807	48.34%	17,142,267	2,647,745	647.43%
2012	16,417,076	34,501,754	47.58%	18,084,678	2,668,541	677.70%

Employer Contributions

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ 947,635	\$ 926,329	102.30%
2009	1,048,262	1,014,774	103.30%
2010	1,196,105	1,047,377	114.20%
2011	1,204,927	1,180,144	102.10%
2012	1,393,004	1,292,463	107.78%
2013	1,453,031	1,141,231	127.32%

VILLAGE OF LINCOLNWOOD, ILLINOIS

Other Post-Employment Benefit Plan

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2013**

Funding Progress

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5)
Apr. 30						
2008	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2009	-	122,152	0.00%	122,152	6,067,508	2.01%
2010	N/A	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	-	233,715	0.00%	233,715	6,237,184	3.75%
2013	N/A	N/A	N/A	N/A	N/A	N/A

Employer Contributions

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ N/A	\$ N/A	N/A
2009	-	11,217	0.00%
2010	-	11,385	0.00%
2011	6,295	17,559	35.85%
2012	-	11,198	0.00%
2013	28,618	20,331	140.76%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for other years is not available. The Village is required to have an actuarial valuation performed triennially.

VILLAGE OF LINCOLNWOOD, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 8,985,000	8,985,000	8,882,358
Charges for Services	1,830,778	1,830,778	1,940,107
Licenses and Permits	1,048,791	1,048,791	1,074,728
Intergovernmental	6,244,046	6,244,046	5,950,521
Fines and Forfeitures	323,400	323,400	358,848
Investment Income	109,000	109,000	120,537
Miscellaneous	208,125	208,125	274,503
Total Revenues	<u>18,749,140</u>	<u>18,749,140</u>	<u>18,601,602</u>
Expenditures			
Current			
General Government	3,432,240	3,432,240	2,982,352
Public Safety	9,141,624	9,141,624	9,200,803
Highways and Streets	1,095,718	1,095,718	1,045,540
Sanitation	1,077,513	1,077,513	1,003,569
Economic Development	1,195,671	1,195,671	1,184,987
Culture and Recreation	2,186,370	2,186,370	2,210,831
Capital Outlay	917,805	917,805	688,053
Total Expenditures	<u>19,046,941</u>	<u>19,046,941</u>	<u>18,316,135</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(297,801)</u>	<u>(297,801)</u>	<u>285,467</u>
Other Financing Sources (Uses)			
Transfers In	335,000	335,000	409,022
Transfers Out	(609,794)	(609,794)	(474,491)
	<u>(274,794)</u>	<u>(274,794)</u>	<u>(65,469)</u>
Net Change in Fund Balance	<u>(572,595)</u>	<u>(572,595)</u>	219,998
Fund Balance - Beginning			<u>9,559,364</u>
Fund Balance - Ending			<u><u>9,779,362</u></u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Northeast Industrial District Tax Increment Financing - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Local Taxes	\$ 1,725,000	1,725,000	1,047,605
Intergovernmental			
Grants	20,000	20,000	22,617
Interest	16,000	16,000	26,503
Total Revenues	<u>1,761,000</u>	<u>1,761,000</u>	<u>1,096,725</u>
Expenditures			
Current			
General Government	332,000	332,000	18,781
Capital Outlay	330,000	330,000	27,337
Debt Service			
Principal Retirement	273,750	273,750	273,750
Interest and Fiscal Charges	38,231	38,231	37,969
Total Expenditures	<u>973,981</u>	<u>973,981</u>	<u>357,837</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	787,019	787,019	738,888
Other Financing (Uses)			
Transfers Out	<u>(130,000)</u>	<u>(130,000)</u>	<u>(130,000)</u>
Net Change in Fund Balance	<u>657,019</u>	<u>657,019</u>	608,888
Fund Balance - Beginning			<u>6,312,499</u>
Fund Balance - Ending			<u>6,921,387</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 305,000	305,000	353,471
Grants	-	-	5,362
Interest	1,000	1,000	2,763
Total Revenues	<u>306,000</u>	<u>306,000</u>	<u>361,596</u>
Expenditures			
Highways and Streets	<u>39,000</u>	<u>39,000</u>	<u>23,037</u>
Net Change in Fund Balance	<u>267,000</u>	<u>267,000</u>	338,559
Fund Balance - Beginning			<u>2,692,081</u>
Fund Balance - Ending			<u>3,030,640</u>

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
 - General Fund
 - Debt Service Fund
- Combining Statements – Nonmajor Governmental Funds
 - Combining Balance Sheet
 - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
 - E-911 – Special Revenue Fund
 - Touhy/Lawndale Tax Increment Financing – Special Revenue Fund
 - Transportation Improvement – Special Revenue Fund
 - Lincoln/Touhy Tax Increment Financing – Special Revenue Fund
 - Touhy/Crawford Business Area Improvement – Capital Projects Fund
 - Channel Runne Improvement – Capital Projects Fund
 - Comm Ed ROW Bike Path – Capital Projects Fund
 - Pratt Avenue Resurfacing – Capital Projects Fund
 - Village Campus Improvement – Capital Projects Fund
 - PEP – Capital Projects Fund
- Budgetary Comparison Schedule – Enterprise Fund
 - Water and Sewer Fund
- Budgetary Comparison Schedule – Fiduciary Fund
 - Police Pension – Pension Trust Fund

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are created to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

Northeast Industrial District Tax Increment Financing Fund

The Northeast Industrial District Tax Increment Financing Fund is used to account for resources (restricted real estate taxes) received and expenditures made to promote the objectives of the TIF District.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for resources to maintain traffic signal lighting in the Village and for services performed by the Village for upkeep of IDOT street within the Village limits

E-911 Fund

The E-911 Fund is used to account for resources for the emergency communications operation that receives calls from the public for emergency service requests.

Touhy/Lawndale Tax Increment Financing Fund

The Touhy/Lawndale Tax Increment Financing Fund is used to account for resources generated from the properties within the Touhy/Lawndale Tax Increment Financing District.

Transportation Improvement Fund

The Transportation Improvement Fund is used to account for resources to improve the transportation systems in the Village.

Lincoln/Touhy Tax Increment Financing Fund

The Lincoln/Touhy Tax Increment Financing Fund is used to account for resources generated from the properties within the Lincoln/Touhy Tax Increment Financing District.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

DEBT SERVICE FUND

Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

Touhy/Crawford Business Area Improvement Fund

The Touhy/Crawford Business Area Improvement Fund is used to account for resources to complete capital improvements to the area in and around the Touhy/Crawford Business District.

Channel Runne Improvement Fund

The Channel Runne Improvement Fund is used to account for resources to complete capital improvements in the Channel Runne Park.

Comm Ed ROW Bike Path Fund

The Comm Ed ROW Bike Path Fund is used to account for a grant and other sources to construct a bike path in the utility right-of-way.

Pratt Avenue Resurfacing Fund

The Pratt Avenue Resurfacing Fund is used to account for a grant and other sources and costs to resurface Pratt Avenue through the Village.

Village Campus Improvement Fund

The Village Campus Improvement Fund is used to account for resources to complete capital improvements to Village owned properties.

PEP Fund

The PEP Fund is used to account for resources to provide business owners to make improvements to their buildings exterior and other property enhancements that will improve the appearance of a business district.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

ENTERPRISE FUND

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose. The Village's enterprise fund is a non-major fund.

Water and Sewer Fund

The Water and Sewer Fund is used to account for resources to maintain the Village's water distribution system and combined storm/sanitary sewer system.

TRUST FUND

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

VILLAGE OF LINCOLNWOOD, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes	\$ 5,080,000	5,080,000	4,983,221
Home Rule Sales Tax	1,635,000	1,635,000	1,697,668
Food and Beverage Tax	420,000	420,000	457,844
Auto Rental Tax	12,000	12,000	12,558
Foreign Fire Insurance Tax	28,000	28,000	25,149
Gas Tax for Motor Fuel	190,000	190,000	160,540
Utility Taxes - Electric	570,000	570,000	634,234
Utility Taxes - Natural Gas	410,000	410,000	316,789
Telecommunications Tax	640,000	640,000	594,355
	<u>8,985,000</u>	<u>8,985,000</u>	<u>8,882,358</u>
Charges for Services			
Accident Report Fee	5,500	5,500	10,891
Alarm Service Fee	91,000	91,000	44,946
Ambulance and EMS Fee	350,000	350,000	376,685
Filing and Variance Fee	5,000	5,000	8,500
Landscape Waste Program Sales	700	700	396
Parks and Recreation	1,315,278	1,315,278	1,434,618
Police Special Detail Fee	28,000	28,000	25,369
Tree Replacement Sales	1,000	1,000	-
Elevator Inspection Fee	10,000	10,000	13,950
Other Charges for Services	24,300	24,300	24,752
	<u>1,830,778</u>	<u>1,830,778</u>	<u>1,940,107</u>
Licenses and Permits			
Vehicle Licenses	346,450	346,450	345,344
Business Licenses	121,049	121,049	128,832
Liquor Licenses	35,850	35,850	36,028
Building Permits	378,175	378,175	347,707
Franchise Fees	147,000	147,000	181,121
Licenses and Permits - Other	20,267	20,267	35,696
	<u>1,048,791</u>	<u>1,048,791</u>	<u>1,074,728</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Intergovernmental			
State Income Tax	\$ 960,000	960,000	1,181,042
State Sales Tax	4,833,646	4,833,646	4,388,542
Personal Property Replacement Tax	130,000	130,000	143,399
State Use Tax	150,000	150,000	200,020
State Grants	170,400	170,400	37,518
	<u>6,244,046</u>	<u>6,244,046</u>	<u>5,950,521</u>
Fines and Forfeitures			
Late Payment Penalty	7,000	7,000	5,137
NSF Check Charge	400	400	100
Circuit Court Fines	65,000	65,000	68,873
Court Cost Liens and Fees	18,000	18,000	45,050
Parking Ticket Fines	75,000	75,000	84,609
Red Light Camera Fines	115,000	115,000	118,915
False Alarm Fines	18,000	18,000	20,719
Building Code Violation Fines	25,000	25,000	15,445
	<u>323,400</u>	<u>323,400</u>	<u>358,848</u>
Investment Income	<u>109,000</u>	<u>109,000</u>	<u>120,537</u>
Miscellaneous			
Rent - Telecommunications Antenna Site Lease	46,500	46,500	58,210
Rent - Parking Lot	55,000	55,000	55,833
Reimbursements	66,000	66,000	97,711
Donations	7,625	7,625	21,879
Miscellaneous	33,000	33,000	40,870
	<u>208,125</u>	<u>208,125</u>	<u>274,503</u>
Total Revenues	<u>18,749,140</u>	<u>18,749,140</u>	<u>18,601,602</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
General Government			
Village President and Board of Trustees			
Personal Services	\$ 63,023	63,023	63,714
Contractual Services	40,800	40,800	30,270
Commodities	24,230	24,230	13,633
	<u>128,053</u>	<u>128,053</u>	<u>107,617</u>
Village Clerk			
Personal Services	8,852	8,852	8,883
Contractual Services	8,460	8,460	10,642
Commodities	500	500	371
	<u>17,812</u>	<u>17,812</u>	<u>19,896</u>
Board of Fire and Police Commissioners			
Contractual Services	735	735	3,115
Commodities	100	100	202
	<u>835</u>	<u>835</u>	<u>3,317</u>
Human Relations Commission			
Contractual Services	200	200	131
Commodities	1,600	1,600	1,275
	<u>1,800</u>	<u>1,800</u>	<u>1,406</u>
Parks and Recreation Board			
Contractual Services	1,050	1,050	-
Commodities	1,550	1,550	1,125
	<u>2,600</u>	<u>2,600</u>	<u>1,125</u>
Beautification Committee			
Contractual Services	2,500	2,500	-
Commodities	2,500	2,500	4,973
	<u>5,000</u>	<u>5,000</u>	<u>4,973</u>
Village Administrator			
Personal Services	596,775	596,775	574,703
Contractual Services	43,060	43,060	56,166
Commodities	34,200	34,200	27,666
	<u>674,035</u>	<u>674,035</u>	<u>658,535</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
General Government - Continued			
Finance Department			
Personal Services	\$ 519,038	519,038	505,921
Contractual Services	366,000	366,000	253,922
Commodities	45,800	45,800	35,843
	<u>930,838</u>	<u>930,838</u>	<u>795,686</u>
Engineering			
Contractual Services	100,000	100,000	59,730
Legal Department			
Contractual Services	271,347	271,347	262,342
Information Services			
Personal Services	8,852	8,852	5,028
Contractual Services	278,748	278,748	210,713
Commodities	20,000	20,000	12,236
	<u>307,600</u>	<u>307,600</u>	<u>227,977</u>
Public Works Department			
Personal Services	351,083	351,083	341,858
Contractual Services	15,783	15,783	14,987
Commodities	16,424	16,424	13,693
	<u>383,290</u>	<u>383,290</u>	<u>370,538</u>
Vehicle Maintenance Division			
Personal Services	217,704	217,704	193,726
Contractual Services	2,950	2,950	2,297
Commodities	22,602	22,602	21,477
	<u>243,256</u>	<u>243,256</u>	<u>217,500</u>
Building Maintenance Division			
Personal Services	113,524	113,524	76,518
Contractual Services	194,550	194,550	120,159
Commodities	57,700	57,700	55,033
	<u>365,774</u>	<u>365,774</u>	<u>251,710</u>
Total General Government	<u>3,432,240</u>	<u>3,432,240</u>	<u>2,982,352</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Public Safety			
Police Department			
Personal Services	\$ 5,913,610	5,913,610	5,898,342
Contractual Services	179,505	179,505	191,870
Commodities	164,115	164,115	171,336
	<u>6,257,230</u>	<u>6,257,230</u>	<u>6,261,548</u>
Fire Department			
Personal Services	74,541	74,541	75,689
Contractual Services	2,723,903	2,723,903	2,754,107
Commodities	85,950	85,950	109,459
	<u>2,884,394</u>	<u>2,884,394</u>	<u>2,939,255</u>
Total Public Safety	<u>9,141,624</u>	<u>9,141,624</u>	<u>9,200,803</u>
Highways and Streets			
Street Maintenance Division			
Personal Services	673,158	673,158	654,121
Contractual Services	121,750	121,750	155,034
Commodities	300,810	300,810	236,385
	<u>1,095,718</u>	<u>1,095,718</u>	<u>1,045,540</u>
Total Highways and Streets	<u>1,095,718</u>	<u>1,095,718</u>	<u>1,045,540</u>
Sanitation			
Contractual Services	<u>1,077,513</u>	<u>1,077,513</u>	<u>1,003,569</u>
Economic Development			
Community Development Department			
Personal Services	401,505	401,505	408,174
Contractual Services	241,622	241,622	240,221
Commodities	552,544	552,544	536,592
	<u>1,195,671</u>	<u>1,195,671</u>	<u>1,184,987</u>
Total Economic Development	<u>1,195,671</u>	<u>1,195,671</u>	<u>1,184,987</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Culture and Recreation			
Parks and Recreation Department			
Personal Services	\$ 1,448,902	1,448,902	1,515,682
Contractual Services	420,423	420,423	375,161
Commodities	317,045	317,045	319,988
Total Culture and Recreation	2,186,370	2,186,370	2,210,831
Capital Outlay			
General Government			
Information Services	78,025	78,025	50,570
Public Safety			
Police Department	89,500	89,500	84,731
Fire Department	424,180	424,180	225,382
Sanitation	125,000	125,000	123,699
Culture and Recreation			
Parks and Recreation Department	201,100	201,100	203,671
Total Capital Outlay	917,805	917,805	688,053
Total Expenditures	19,046,941	19,046,941	18,316,135

VILLAGE OF LINCOLNWOOD, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Local Taxes	\$ 1,186,517	1,186,517	1,216,044
Expenditures			
Debt Service			
Principal Retirement	1,161,101	1,161,101	1,129,001
Interest and Fiscal Charges	145,210	145,210	144,822
Total Expenditures	1,306,311	1,306,311	1,273,823
Excess (Deficiency) of Revenues Over (Under) Expenditures	(119,794)	(119,794)	(57,779)
Other Financing Sources			
Transfers In	119,794	119,794	57,779
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning			9,762
Fund Balance - Ending			9,762

VILLAGE OF LINCOLNWOOD, ILLINOIS

Nonmajor Governmental Funds

**Combining Balance Sheet
April 30, 2013**

	Special Revenue	Capital Projects	Totals
ASSETS			
Cash and Investments	\$ 2,317,831	112,108	2,429,939
Receivables			
Accounts	93,915	-	93,915
Due from Other Governments	-	363,300	363,300
Total Assets	<u>2,411,746</u>	<u>475,408</u>	<u>2,887,154</u>
LIABILITIES			
Accounts Payable	16,875	217,818	234,693
Accrued Payroll	5,966	-	5,966
Due to Other Funds	143,581	254,003	397,584
Total Liabilities	<u>166,422</u>	<u>471,821</u>	<u>638,243</u>
FUND BALANCES			
Restricted	2,305,311	3,587	2,308,898
Unassigned	(59,987)	-	(59,987)
Total Fund Balances	<u>2,245,324</u>	<u>3,587</u>	<u>2,248,911</u>
Total Liabilities and Fund Balances	<u>2,411,746</u>	<u>475,408</u>	<u>2,887,154</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Year Ended April 30, 2013

	Special Revenue	Capital Projects	Totals
Revenues			
Taxes	\$ 806,751	-	806,751
Intergovernmental	190,258	386,661	576,919
Interest	2,645	-	2,645
Miscellaneous	88,010	51,410	139,420
Total Revenues	<u>1,087,664</u>	<u>438,071</u>	<u>1,525,735</u>
Expenditures			
General Government	722,518	-	722,518
Highways and Streets	188,738	-	188,738
Capital Outlay	6,720	799,786	806,506
Total Expenditures	<u>917,976</u>	<u>799,786</u>	<u>1,717,762</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>169,688</u>	<u>(361,715)</u>	<u>(192,027)</u>
Other Financing Sources (Uses)			
Transfers In	-	416,712	416,712
Transfers Out	(5,000)	(74,022)	(79,022)
	<u>(5,000)</u>	<u>342,690</u>	<u>337,690</u>
Net Change in Fund Balances	164,688	(19,025)	145,663
Fund Balances - Beginning	<u>2,080,636</u>	<u>22,612</u>	<u>2,103,248</u>
Fund Balances - Ending	<u>2,245,324</u>	<u>3,587</u>	<u>2,248,911</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

April 30, 2013

	<u>E-911</u>
ASSETS	
Cash and Investments	\$ 68,397
Receivables	
Accounts	<u>20,522</u>
Total Assets	<u><u>88,919</u></u>
LIABILITIES	
Accounts Payable	15,857
Accrued Payroll	5,966
Due to Other Funds	-
Total Liabilities	<u><u>21,823</u></u>
FUND BALANCES	
Restricted	67,096
Unassigned	-
Total Fund Balances	<u><u>67,096</u></u>
Total Liabilities and Fund Balances	<u><u>88,919</u></u>

Touhy/ Lawndale Tax Increment Financing	Transportation Improvement	Lincoln/ Touhy Tax Increment Financing	Totals
275,060	1,974,374	-	2,317,831
-	73,393	-	93,915
275,060	2,047,767	-	2,411,746
-	1,018	-	16,875
-	-	-	5,966
23,054	60,540	59,987	143,581
23,054	61,558	59,987	166,422
252,006	1,986,209	-	2,305,311
-	-	(59,987)	(59,987)
252,006	1,986,209	(59,987)	2,245,324
275,060	2,047,767	-	2,411,746

VILLAGE OF LINCOLNWOOD, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended April 30, 2013

	<u>E-911</u>
Revenues	
Taxes	\$ -
Intergovernmental	190,258
Interest	942
Miscellaneous	-
Total Revenues	<u>191,200</u>
Expenditures	
General Government	221,222
Highways and Streets	-
Capital Outlay	<u>6,720</u>
Total Expenditures	<u>227,942</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(36,742)
Other Financing (Uses)	
Transfers Out	<u>-</u>
Net Change in Fund Balances	(36,742)
Fund Balances - Beginning	<u>103,838</u>
Fund Balances - Ending	<u><u>67,096</u></u>

Touhy/ Lawndale Tax Increment Financing	Transportation Improvement	Lincoln/ Touhy Tax Increment Financing	Totals
485,671	321,080	-	806,751
-	-	-	190,258
8	1,695	-	2,645
-	45,000	43,010	88,010
485,679	367,775	43,010	1,087,664
502,056	-	(760)	722,518
-	188,738	-	188,738
-	-	-	6,720
502,056	188,738	(760)	917,976
(16,377)	179,037	43,770	169,688
(5,000)	-	-	(5,000)
(21,377)	179,037	43,770	164,688
273,383	1,807,172	(103,757)	2,080,636
252,006	1,986,209	(59,987)	2,245,324

VILLAGE OF LINCOLNWOOD, ILLINOIS

E-911 - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental	\$ 180,000	180,000	190,258
Interest	800	800	942
Total Revenues	<u>180,800</u>	<u>180,800</u>	<u>191,200</u>
Expenditures			
General Government	272,289	272,289	221,222
Capital Outlay	7,900	7,900	6,720
Total Expenditures	<u>280,189</u>	<u>280,189</u>	<u>227,942</u>
Net Change in Fund Balance	<u>(99,389)</u>	<u>(99,389)</u>	(36,742)
Fund Balance - Beginning			<u>103,838</u>
Fund Balance - Ending			<u>67,096</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Touhy/Lawndale Tax Increment Financing - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 487,000	487,000	485,671
Interest	-	-	8
Total Revenues	487,000	487,000	485,679
Expenditures			
General Government	492,000	492,000	502,056
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,000)	(5,000)	(16,377)
Other Financing (Uses)			
Transfers Out	(5,000)	(5,000)	(5,000)
Net Change in Fund Balance	<u>(10,000)</u>	<u>(10,000)</u>	(21,377)
Fund Balance - Beginning			<u>273,383</u>
Fund Balance - Ending			<u><u>252,006</u></u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Transportation Improvement - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Local Taxes	\$ 345,000	345,000	321,080
Interest	1,000	1,000	1,695
Miscellaneous	-	-	45,000
Total Revenues	<u>346,000</u>	<u>346,000</u>	<u>367,775</u>
Expenditures			
Highways and Streets	<u>1,253,083</u>	<u>1,253,083</u>	<u>188,738</u>
Net Change in Fund Balance	<u>(907,083)</u>	<u>(907,083)</u>	179,037
Fund Balance - Beginning			<u>1,807,172</u>
Fund Balance - Ending			<u>1,986,209</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Lincoln/Touhy Tax Increment Financing - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Miscellaneous	\$ -	-	43,010
Expenditures			
General Government	1,321,000	1,321,000	(760)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,321,000)	(1,321,000)	43,770
Other Financing Sources			
Debt Issuance	1,200,000	1,200,000	-
Net Change in Fund Balance	<u>(121,000)</u>	<u>(121,000)</u>	43,770
Fund Balance - Beginning			<u>(103,757)</u>
Fund Balance - Ending			<u>(59,987)</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Nonmajor Governmental - Capital Projects Funds

Combining Balance Sheet
April 30, 2013

	Touhy/ Crawford Business Area Improvement	Channel Runne Improvement
ASSETS		
Cash and Investments	\$ -	-
Due from Other Governments	-	363,300
	<hr/>	<hr/>
Total Assets	-	363,300
	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES		
Accounts Payable	-	109,297
Due to Other Funds	-	254,003
Total Liabilities	-	363,300
	<hr/>	<hr/>
FUND BALANCES		
Restricted	-	-
	<hr/>	<hr/>
Total Liabilities and Fund Balances	-	363,300
	<hr/> <hr/>	<hr/> <hr/>

Comm Ed ROW Bike Path	Pratt Avenue Resurfacing	Village Campus Improvement	PEP	Totals
8,627	-	103,481	-	112,108
-	-	-	-	363,300
8,627	-	103,481	-	475,408
5,040	-	103,481	-	217,818
-	-	-	-	254,003
5,040	-	103,481	-	471,821
3,587	-	-	-	3,587
8,627	-	103,481	-	475,408

VILLAGE OF LINCOLNWOOD, ILLINOIS

Nonmajor Governmental - Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended April 30, 2013

	Touhy/ Crawford Business Area Improvement	Channel Runne Improvement
Revenues		
Intergovernmental	\$ -	363,300
Miscellaneous	51,410	-
Total Revenues	<u>51,410</u>	<u>363,300</u>
Expenditures		
Capital Outlay	<u>-</u>	<u>380,713</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>51,410</u>	<u>(17,413)</u>
Other Financing Sources (Uses)		
Transfers In	-	17,413
Transfers Out	(69,512)	-
	<u>(69,512)</u>	<u>17,413</u>
Net Change in Fund Balances	(18,102)	-
Fund Balances - Beginning	<u>18,102</u>	<u>-</u>
Fund Balances - Ending	<u>-</u>	<u>-</u>

Comm Ed ROW Bike Path	Pratt Avenue Resurfacing	Village Campus Improvement	PEP	Totals
23,361	-	-	-	386,661
-	-	-	-	51,410
23,361	-	-	-	438,071
19,774	-	386,149	13,150	799,786
3,587	-	(386,149)	(13,150)	(361,715)
-	-	386,149	13,150	416,712
-	(4,510)	-	-	(74,022)
-	(4,510)	386,149	13,150	342,690
3,587	(4,510)	-	-	(19,025)
-	4,510	-	-	22,612
3,587	-	-	-	3,587

VILLAGE OF LINCOLNWOOD, ILLINOIS

Touhy/Crawford Business Area Improvement - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Miscellaneous	\$ -	-	51,410
Expenditures			
Capital Outlay	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	51,410
Other Financing (Uses)			
Transfers Out	-	-	(69,512)
Net Change in Fund Balance	-	-	(18,102)
Fund Balance - Beginning			18,102
Fund Balance - Ending			-

VILLAGE OF LINCOLNWOOD, ILLINOIS

Channel Runne Improvement - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
State Grants	\$ 363,000	363,000	363,300
Expenditures			
Capital Outlay			
Contractual Services	380,000	380,000	380,713
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,000)	(17,000)	(17,413)
Other Financing Sources			
Transfers In	17,000	17,000	17,413
Net Change in Fund Balance	<u>-</u>	<u>-</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u><u>-</u></u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Comm Ed ROW Bike Path - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
State Grants	\$ 103,000	103,000	23,361
Expenditures			
Capital Outlay			
Contractual Services	126,000	126,000	19,774
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,000)	(23,000)	3,587
Other Financing Sources			
Transfers In	23,000	23,000	-
Net Change in Fund Balance	-	-	3,587
Fund Balance - Beginning			-
Fund Balance - Ending			3,587

VILLAGE OF LINCOLNWOOD, ILLINOIS

Pratt Avenue Resurfacing - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
State Grants	\$ -	-	-
Expenditures			
Capital Outlay	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
Other Financing (Uses)			
Transfers Out	-	-	(4,510)
Net Change in Fund Balance	-	-	(4,510)
Fund Balance - Beginning			4,510
Fund Balance - Ending			-

VILLAGE OF LINCOLNWOOD, ILLINOIS

Village Campus Improvement - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental	\$ -	-	-
Expenditures			
Capital Outlay	400,000	400,000	386,149
Excess (Deficiency) of Revenues Over (Under) Expenditures	(400,000)	(400,000)	(386,149)
Other Financing Sources			
Transfers In	400,000	400,000	386,149
Net Change in Fund Balance	<u>-</u>	<u>-</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u><u>-</u></u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

PEP - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental	\$ -	-	-
Expenditures			
Capital Outlay	50,000	50,000	13,150
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,000)	(50,000)	(13,150)
Other Financing Sources			
Transfers In	50,000	50,000	13,150
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning			-
Fund Balance - Ending			-

VILLAGE OF LINCOLNWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 3,803,000	3,803,000	3,985,491
Fines and Forfeitures	40,000	40,000	49,811
Total Operating Revenues	<u>3,843,000</u>	<u>3,843,000</u>	<u>4,035,302</u>
Operating Expenses			
Cost of Sales and Services			
Personal Services	766,279	766,279	767,522
Contractual	567,724	567,724	279,534
Commodities	1,818,126	1,818,126	1,910,618
Capital Outlay	501,200	501,200	325,939
Less Capital Assets Capitalized	(501,200)	(501,200)	(325,939)
Debt Service			
Principal Payments	253,882	253,882	253,882
Less Principal Payments Capitalized	(253,882)	(253,882)	(253,882)
Depreciation	-	-	635,117
Total Operating Expenses	<u>3,152,129</u>	<u>3,152,129</u>	<u>3,592,791</u>
Operating Income	<u>690,871</u>	<u>690,871</u>	<u>442,511</u>
Nonoperating Revenues (Expenses)			
Interest Income	5,000	5,000	4,263
Interest and Fiscal Charges	(126,274)	(126,274)	(126,274)
	<u>(121,274)</u>	<u>(121,274)</u>	<u>(122,011)</u>
Income Before Transfers	569,597	569,597	320,500
Transfers Out	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>
Change in Net Position	<u>369,597</u>	<u>369,597</u>	120,500
Net Position - Beginning			<u>8,545,752</u>
Net Position - Ending			<u>8,666,252</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Net Position - Budget and Actual
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,410,184	1,410,184	1,453,031
Contributions - Plan Members	263,316	263,316	264,575
Total Contributions	1,673,500	1,673,500	1,717,606
Investment Income			
Interest Earned	400,000	400,000	336,483
Net Change in Fair Value	-	-	426,123
	400,000	400,000	762,606
Less Investment Expenses	(50,000)	(50,000)	(67,870)
Net Investment Income	350,000	350,000	694,736
Total Additions	2,023,500	2,023,500	2,412,342
Deductions			
Administration	20,475	20,475	19,474
Benefits and Refunds	1,645,255	1,645,255	1,715,960
Total Deductions	1,665,730	1,665,730	1,735,434
Change in Net Position	357,770	357,770	676,908
Net Position - Beginning			16,417,077
Net Position - Ending			17,093,985

SUPPLEMENTAL SCHEDULES

VILLAGE OF LINCOLNWOOD, ILLINOIS

Long-Term Debt Requirements

**Illinois Finance Authority Loan Payable of 2009
April 30, 2013**

Date of Issue	May 9, 2009
Date of Maturity	May 9, 2029
Authorized Issue	\$250,000
Interest Rate	Non-Interest Bearing
Principal Maturity Date	May 9
Payable at	Office of the State Fire Marshal

CURRENT AND LONG-TERM PRINCIPAL REQUIREMENTS

Fiscal Year Ending April 30	Principal
2014	\$ 12,500
2015	12,500
2016	12,500
2017	12,500
2018	12,500
2019	12,500
2020	12,500
2021	12,500
2022	12,500
2023	12,500
2024	12,500
2025	12,500
2026	12,500
2027	12,500
2028	12,500
2029	12,500
2030	12,500
	212,500

VILLAGE OF LINCOLNWOOD, ILLINOIS

Long-Term Debt Requirements

**Oshkosh Capital Loan Payable of 2010
April 30, 2013**

Date of Issue	August 13, 2010
Date of Maturity	August 13, 2020
Authorized Issue	\$592,652
Interest Rate	4.00%
Principal Maturity Date	August 13
Payable at	Oshkosh Capital

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending April 30	Principal	Interest	Totals
2014	\$ 52,552	22,641	75,193
2015	54,959	20,234	75,193
2016	57,476	17,717	75,193
2017	60,109	15,084	75,193
2018	62,862	12,331	75,193
2019	65,741	9,452	75,193
2020	68,752	6,441	75,193
2021	71,900	3,293	75,193
	494,351	107,193	601,544

VILLAGE OF LINCOLNWOOD, ILLINOIS

Long-Term Debt Requirements

Loan Payable of 2012

April 30, 2013

Date of Issue	July 20, 2012
Date of Maturity	July 20, 2015
Authorized Issue	\$100,000
Interest Rate	3.25%
Principal Maturity Date	July 20
Payable at	Republic Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending April 30			
	Principal	Interest	Totals
2014	\$ 33,334	3,295	36,629
2015	33,333	2,197	35,530
2016	33,333	1,098	34,431
	<u>100,000</u>	<u>6,590</u>	<u>106,590</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2004
April 30, 2013**

Date of Issue	February 11, 2004
Date of Maturity	December 1, 2014
Authorized Issue	\$5,230,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 3.20%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	J. P. Morgan Trust Company

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending April 30	Principal	Interest	Totals
2014	\$ 670,000	42,515	712,515
2015	690,000	20,882	710,882
	<u>1,360,000</u>	<u>63,397</u>	<u>1,423,397</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2011A
April 30, 2013**

Date of Issue	November 1, 2011
Date of Maturity	December 1, 2017
Authorized Issue	\$2,325,000
Denomination of Bonds	\$5,000
Interest Rate	2.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank, N.A.

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending April 30	Principal	Interest	Totals
2014	\$ 375,000	39,200	414,200
2015	385,000	31,700	416,700
2016	390,000	24,000	414,000
2017	400,000	16,200	416,200
2018	410,000	8,200	418,200
	<u>1,960,000</u>	<u>119,300</u>	<u>2,079,300</u>

Note: Repayment of these bonds comes 25% from the Debt Service Fund and 75% from the Northeast Industrial District Tax Increment Financing Fund.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2011B
April 30, 2013**

Date of Issue	November 1, 2011
Date of Maturity	December 1, 2017
Authorized Issue	\$2,090,000
Denomination of Bonds	\$5,000
Interest Rate	2.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank, N.A.

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending April 30	Principal	Interest	Totals
2014	\$ 335,000	35,300	370,300
2015	345,000	28,600	373,600
2016	355,000	21,700	376,700
2017	360,000	14,600	374,600
2018	370,000	7,400	377,400
	<u>1,765,000</u>	<u>107,600</u>	<u>1,872,600</u>

VILLAGE OF LINCOLNWOOD, ILLINOIS

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable of 2008
April 30, 2013**

Date of Issue	December 17, 2008
Date of Maturity	June 17, 2028
Authorized Issue	\$5,718,966
Interest Rate	2.50%
Principal Maturity Date	June 17 and December 17
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending April 30	Principal	Interest	Totals
2014	\$ 260,269	119,887	380,156
2015	266,816	113,340	380,156
2016	273,528	106,628	380,156
2017	280,409	99,747	380,156
2018	287,463	92,693	380,156
2019	294,695	85,461	380,156
2020	302,108	78,048	380,156
2021	309,708	70,448	380,156
2022	317,500	62,656	380,156
2023	325,486	54,670	380,156
2024	333,674	46,482	380,156
2025	342,068	38,088	380,156
2026	350,673	29,482	380,155
2027	359,495	20,661	380,156
2028	368,539	11,617	380,156
2029	187,731	2,347	190,078
	<u>4,860,162</u>	<u>1,032,255</u>	<u>5,892,417</u>

STATISTICAL SECTION (Unaudited)

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

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

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

VILLAGE OF LINCOLNWOOD, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
April 30, 2013 (Unaudited)

See Following Page

VILLAGE OF LINCOLNWOOD, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
April 30, 2013 (Unaudited)

	2004	2005	2006
Governmental Activities			
Net Investment in Capital Assets	\$ 472,505	14,709,012	15,779,615
Restricted	4,025,495	2,956,530	4,622,786
Unrestricted	6,049,103	5,881,790	6,857,236
Total Governmental Activities Net Position	10,547,103	23,547,332	27,259,637
Business-Type Activities			
Net Investment in Capital Assets	6,472,260	6,141,607	6,055,461
Restricted	-	-	-
Unrestricted	1,685,281	2,172,384	2,507,933
Total Business-Type Activities Net Position	8,157,541	8,313,991	8,563,394
Primary Government			
Net Investment in Capital Assets	6,944,765	20,850,619	21,835,076
Restricted	4,025,495	2,956,530	4,622,786
Unrestricted	7,734,384	8,054,174	9,365,169
Total Primary Government Net Position	18,704,644	31,861,323	35,823,031

* Accrual Basis of Accounting

Data Source: Village Records

The Village implemented GASB No. 34 for the fiscal year ended April 30, 2004.

2007	2008	2009	2010	2011	2012	2013
17,044,916	19,075,136	20,057,662	21,129,264	24,011,361	25,625,635	26,637,660
6,301,033	6,052,311	7,642,939	8,516,994	7,664,671	11,211,585	12,260,925
7,986,055	8,921,742	9,054,630	9,618,838	10,140,308	7,590,556	8,193,496
31,332,004	34,049,189	36,755,231	39,265,096	41,816,340	44,427,776	47,092,081
6,254,185	7,859,971	7,998,375	7,097,003	6,177,316	6,576,698	6,521,402
-	-	-	-	240,000	-	-
2,251,419	832,538	990,528	1,387,413	2,156,907	1,969,054	2,144,850
8,505,604	8,692,509	8,988,903	8,484,416	8,574,223	8,545,752	8,666,252
23,299,101	26,935,107	28,056,037	28,226,267	30,188,677	32,202,333	33,159,062
6,301,033	6,052,311	7,642,939	8,516,994	7,904,671	11,211,585	12,260,925
10,237,474	9,754,280	10,045,158	11,006,251	12,297,215	9,559,610	10,338,346
39,837,608	42,741,698	45,744,134	47,749,512	50,390,563	52,973,528	55,758,333

VILLAGE OF LINCOLNWOOD, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
April 30, 2013 (Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental Activities										
General Government	\$ 5,434,190	7,070,015	7,618,900	7,942,459	8,310,374	7,717,680	8,543,683	8,368,482	8,425,153	8,584,081
Public Safety	7,657,712	7,759,681	8,375,529	8,751,570	9,515,472	9,396,466	8,743,302	8,854,696	9,309,941	9,211,302
Public Works	2,135,702	1,703,425	1,930,369	2,060,518	2,266,360	2,141,803	2,092,928	2,182,058	2,307,646	2,372,041
Interest on Long-Term Debt	788,193	708,575	650,115	573,106	485,310	427,695	369,448	345,551	274,942	169,973
Total Governmental Activities Expenses	16,015,797	17,241,696	18,574,913	19,327,653	20,577,516	19,683,644	19,749,361	19,750,787	20,317,682	20,337,397
Business-Type Activities										
Water and Sewer	1,894,812	1,836,144	2,222,548	2,259,393	2,258,816	2,188,047	3,010,490	3,317,525	3,290,392	3,719,065
Total Business-Type Activities Expenses	1,894,812	1,836,144	2,222,548	2,259,393	2,258,816	2,188,047	3,010,490	3,317,525	3,290,392	3,719,065
Total Primary Government Expenses	17,910,609	19,077,840	20,797,461	21,587,046	22,836,332	21,871,691	22,759,851	23,068,312	23,608,074	24,056,462
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	1,100,682	1,297,115	1,387,635	1,529,905	1,660,102	1,813,687	1,859,319	2,023,209	1,731,344	1,841,064
Public Safety	748,241	1,313,735	1,356,398	1,385,084	965,460	1,087,079	917,706	1,065,490	1,575,783	1,532,619
Public Works	91,131	44,643	56,254	40,844	3,792	4,605	2,858	733	-	-
Operating Grants/Contributions	300,000	25,000	50,000	166,000	751,563	304,282	80,817	602,356	105,533	250,393
Capital Grants/Contributions	-	-	-	-	-	-	-	-	388,795	392,023
Total Governmental Activities Program Revenues	2,240,054	2,680,493	2,850,287	3,121,833	3,380,917	3,209,653	2,860,700	3,691,788	3,801,455	4,016,099
Business-Type Activities										
Charges for Services										
Water and Sewer	2,178,542	2,114,570	2,514,420	2,181,794	2,474,138	2,508,912	2,639,221	3,576,490	3,455,950	4,035,302
Total Business-Type Activities Program Revenues	2,178,542	2,114,570	2,514,420	2,181,794	2,474,138	2,508,912	2,639,221	3,576,490	3,455,950	4,035,302
Total Primary Government Program Revenues	4,418,596	4,795,063	5,364,707	5,303,627	5,855,055	5,718,565	5,499,921	7,268,278	7,257,405	8,051,401
Net (Expense) Revenue										
Governmental Activities	(13,775,743)	(14,561,203)	(15,724,626)	(16,205,820)	(17,196,599)	(16,473,991)	(16,888,661)	(16,058,999)	(16,516,227)	(16,321,298)
Business-Type Activities	283,730	278,426	291,872	(77,599)	215,322	320,865	(371,269)	258,965	165,558	316,237
Total Primary Government Net (Expense) Revenue	(13,492,013)	(14,282,777)	(15,432,754)	(16,283,419)	(16,981,277)	(16,153,126)	(17,259,930)	(15,800,034)	(16,350,669)	(16,005,061)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	\$ 5,495,407	5,607,664	7,328,180	6,682,802	6,688,546	6,960,014	8,124,554	6,699,698	7,612,055	6,516,497
Utility	1,702,141	1,758,236	1,890,680	1,694,638	1,766,707	1,682,754	1,595,804	1,601,218	1,546,490	1,545,378
Intergovernmental - Unrestricted										
State Sales, Income Taxes and Use Taxes	6,814,434	8,288,144	8,852,947	9,705,050	9,545,382	9,072,290	8,099,811	8,681,973	8,448,621	8,683,316
Replacement Taxes	92,886	108,805	139,695	155,270	171,151	150,040	124,581	153,684	135,608	143,399
Other	1,275,441	523,338	509,584	927,833	575,230	507,724	866,145	872,480	799,404	1,330,642
Interest	128,266	137,519	315,365	630,637	584,477	222,002	200,209	238,760	196,040	152,448
Miscellaneous	259,028	240,424	250,480	331,957	432,291	435,209	212,422	187,430	189,445	413,923
Transfers	150,000	150,000	150,000	150,000	150,000	150,000	175,000	175,000	200,000	200,000
Total Governmental Activities	15,917,603	16,814,130	19,436,931	20,278,187	19,913,784	19,180,033	19,398,526	18,610,243	19,127,663	18,985,603
Business-Type Activities										
Interest	1,261	28,024	107,531	169,809	121,583	125,529	41,782	5,842	5,971	4,263
Transfers	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)	(175,000)	(175,000)	(200,000)	(200,000)
Total Business-Type Activities	(148,739)	(121,976)	(42,469)	19,809	(28,417)	(24,471)	(133,218)	(169,158)	(194,029)	(195,737)
Total Primary Government General Revenue	15,768,864	16,692,154	19,394,462	20,297,996	19,885,367	19,155,562	19,265,308	18,441,085	18,933,634	18,789,866
Changes in Net Position										
Governmental Activities	2,141,860	2,252,927	3,712,305	4,072,367	2,717,185	2,706,042	2,509,865	2,551,244	2,611,436	2,664,305
Business-Type Activities	134,991	156,450	249,403	(57,790)	186,905	296,394	(504,487)	89,807	(28,471)	120,500
Total Primary Government	2,276,851	2,409,377	3,961,708	4,014,577	2,904,090	3,002,436	2,005,378	2,641,051	2,582,965	2,784,805

* Accrual Basis of Accounting

Data Source: Village Records

The Village implemented GASB No. 34 for the fiscal year ended April 30, 2004.

VILLAGE OF LINCOLNWOOD, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
April 30, 2013 (Unaudited)

	2004	2005	2006
General Fund			
Reserved	\$ 48,518	20,883	14,055
Unreserved	5,503,935	6,543,177	8,003,553
Nonspendable	-	-	-
Unassigned	-	-	-
Total General Fund	5,552,453	6,564,060	8,017,608
All Other Governmental Funds			
Reserved	4,025,495	2,956,530	4,622,786
Unreserved, Reported in,			
Special Revenue Funds	210,470	251,524	618,119
Debt Service Funds	827,126	-	1,959
Capital Projects Funds	1,144,188	724,896	-
Restricted	-	-	-
Unassigned	-	-	-
Total All Other Governmental Funds	6,207,279	3,932,950	5,242,864

* Modified Accrual Basis of Accounting

Data Source: Village Records

The Village implemented GASB No. 54 for the fiscal year ended April 30, 2012.

2007	2008	2009	2010	2011	2012	2013
2,407	2,407	625	400,625	150,478	-	-
8,868,659	9,272,816	9,158,204	8,914,733	9,805,693	-	-
-	-	-	-	-	511,884	408,967
-	-	-	-	-	9,047,480	9,370,395
8,871,066	9,275,223	9,158,829	9,315,358	9,956,171	9,559,364	9,779,362
6,301,033	6,052,311	7,642,939	8,516,994	7,664,671	-	-
1,072,217	1,409,348	1,778,703	2,084,554	1,632,933	-	-
5,428	6,629	-	453	703	-	-
1,213	9,244	17,842	18,102	485,611	-	-
-	-	-	-	-	11,221,347	12,270,687
-	-	-	-	-	(103,757)	(59,987)
7,379,891	7,477,532	9,439,484	10,620,103	9,783,918	11,117,590	12,210,700

VILLAGE OF LINCOLNWOOD, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
April 30, 2013 (Unaudited)

	2004	2005	2006
Revenues			
Taxes	\$ 15,422,077	16,310,842	18,752,520
Licenses, Permits and Fees	803,036	1,222,967	1,133,783
Intergovernmental	461,047	185,495	273,847
Charges for Services	873,738	1,136,004	1,266,843
Fines and Forfeitures	168,959	207,832	215,016
Interest	128,266	137,519	315,365
Miscellaneous	150,534	143,964	181,260
Total Revenues	18,007,657	19,344,623	22,138,634
Expenditures			
Current			
General Government	3,021,975	3,830,112	3,862,274
Public Safety	7,371,249	7,657,924	8,133,617
Public Works	1,159,042	884,101	962,417
Culture and Recreation	1,794,614	1,708,065	1,885,454
Sanitation	824,084	831,213	881,787
Economic Development	192,531	607,945	789,831
Capital Outlay	7,578,674	3,049,157	573,321
Debt Service			
Principal Retirement	1,413,890	1,538,672	1,818,700
Interest and Fiscal Charges	867,014	650,153	617,761
Total Expenditures	24,223,073	20,757,342	19,525,162
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,215,416)	(1,412,719)	2,613,472
Other Financing Sources (Uses)			
Debt Issuance	58,623	-	-
Transfers In	10,269,025	4,395,892	1,015,129
Transfers Out	(10,119,025)	(4,245,892)	(865,129)
Total Other Financing Sources (Uses)	208,623	150,000	150,000
Net Change in Fund Balances	(6,006,793)	(1,262,719)	2,763,472
Debt Service as a Percentage of Noncapital Expenditures	13.70%	12.40%	12.90%

* Modified Accrual Basis of Accounting

Data Source: Village Records

2007	2008	2009	2010	2011	2012	2013
19,276,245	19,220,739	18,798,722	18,837,235	18,036,316	17,148,230	16,341,300
1,082,324	973,929	983,497	922,356	1,007,370	1,009,122	1,074,728
605,242	544,027	301,604	166,993	667,400	2,061,657	2,520,348
1,408,827	1,458,500	1,563,533	1,654,481	1,789,585	1,764,893	1,940,107
213,138	189,514	183,904	176,706	265,214	359,731	358,848
630,637	575,803	213,404	200,209	238,758	196,040	152,448
33,607	195,026	195,022	129,033	135,559	189,445	413,923
23,250,020	23,157,538	22,239,686	22,087,013	22,140,202	22,729,118	22,801,702
3,770,594	3,974,785	3,709,003	3,889,439	3,825,017	3,858,935	3,723,651
8,673,850	9,325,358	9,068,488	8,668,806	9,489,960	9,051,421	9,200,803
1,224,594	1,266,245	1,131,520	1,141,803	1,873,033	1,171,370	1,257,315
1,984,619	2,071,540	2,086,397	2,064,504	2,142,897	2,100,417	2,210,831
910,548	917,168	956,426	1,006,848	1,000,832	1,042,760	1,003,569
804,893	872,154	940,667	1,415,550	1,105,001	1,137,237	1,184,987
405,038	2,058,126	336,409	1,449,975	2,111,785	2,106,974	1,521,896
2,088,232	1,850,000	1,905,000	1,190,000	1,242,500	1,330,550	1,402,751
547,167	470,364	410,218	347,940	312,201	351,695	182,791
20,409,535	22,805,740	20,544,128	21,174,865	23,103,226	22,151,359	21,688,594
2,840,485	351,798	1,695,558	912,148	(963,024)	577,759	1,113,108
-	-	-	250,000	592,652	159,106	-
449,038	1,055,240	418,279	310,000	422,094	1,264,655	883,513
(299,038)	(905,240)	(268,279)	(135,000)	(247,094)	(1,064,655)	(683,513)
150,000	150,000	150,000	425,000	767,652	359,106	200,000
2,990,485	501,798	1,845,558	1,337,148	(195,372)	936,865	1,313,108
13.20%	11.20%	11.40%	7.90%	8.10%	8.37%	7.80%

VILLAGE OF LINCOLNWOOD, ILLINOIS

Sales Tax by Category - Last Ten Calendar Years
April 30, 2013 (Unaudited)

	2012		2011		2010		2009	
	Amount	% Change from Previous Year						
General Merchandise	\$ 273,486	(2.9%)	\$ 281,587	(19.3%)	\$ 349,013	(2.4%)	\$ 357,635	(7.7%)
Food	392,096	0.8%	388,828	14.3%	340,290	0.2%	339,654	(3.8%)
Drinking and Eating Places	433,003	11.5%	388,243	3.5%	375,025	(1.4%)	380,518	(9.4%)
Apparel	222,703	(4.1%)	232,302	(4.9%)	244,264	0.6%	242,758	(11.5%)
Furniture, Households and Radio	76,548	13.5%	67,414	(9.6%)	74,594	(2.2%)	76,302	(17.4%)
Lumber, Building and Hardware	208,967	(2.1%)	213,529	(6.6%)	228,726	(2.6%)	234,730	(15.2%)
Automotive Filing Stations	2,385,103	0.0%	2,384,220	14.6%	2,080,078	14.0%	1,824,494	(17.1%)
Drugs and Other Retail	471,864	15.7%	407,778	16.9%	348,743	(0.6%)	350,756	(6.7%)
Agriculture and Extractive	227,959	(4.3%)	238,146	(35.3%)	367,963	(0.5%)	369,838	(13.6%)
Manufacturers	135,689	1.0%	134,346	(19.3%)	166,420	17.1%	142,106	(12.0%)
	<u>4,827,418</u>	1.9%	<u>4,736,393</u>	3.5%	<u>4,575,116</u>	5.9%	<u>4,318,791</u>	(13.1%)
Village Statutory Allocated Sales Tax Rate	<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>	

Note: Sales Tax information for the calendar year 2012 is the most current available.

Data Source: Illinois Department of Revenue

2008		2007		2006		2005		2004		2003	
Amount	% Change from Previous Year										
\$ 387,343	(13.6%)	\$ 448,526	10.1%	\$ 407,383	(2.4%)	\$ 417,277	1.4%	\$ 411,606	(0.4%)	\$ 413,454	31.3%
352,895	7.5%	328,219	1.7%	322,803	(1.6%)	328,186	(1.4%)	332,905	2.1%	326,141	(1.3%)
420,113	2.9%	408,198	0.9%	404,746	(5.7%)	429,011	8.3%	396,302	5.2%	376,852	6.8%
274,233	(14.5%)	320,828	(2.4%)	328,715	(3.0%)	338,721	0.9%	335,787	1.5%	330,947	(6.4%)
92,403	(8.4%)	100,831	5.2%	95,852	(6.7%)	102,710	(14.3%)	119,906	(37.9%)	193,192	1.4%
276,899	(13.8%)	321,215	(13.8%)	372,716	5.2%	354,179	(9.5%)	391,149	1,649.1%	22,363	0.0%
2,201,509	(13.0%)	2,530,231	(8.2%)	2,754,935	17.5%	2,345,277	5.3%	2,226,225	(2.3%)	2,279,710	17.1%
375,877	(9.1%)	413,424	(0.6%)	415,789	3.1%	403,161	(2.1%)	411,791	1.8%	404,388	2.0%
428,148	(1.2%)	433,155	2.8%	421,297	(1.6%)	428,228	4.5%	409,975	(9.2%)	451,438	(21.5%)
161,443	21.6%	132,776	17.1%	113,343	5.8%	107,086	45.8%	73,458	61.1%	45,593	(9.5%)
<u>4,970,863</u>	<u>(8.6%)</u>	<u>5,437,403</u>	<u>(3.6%)</u>	<u>5,637,579</u>	<u>7.3%</u>	<u>5,253,836</u>	<u>2.8%</u>	<u>5,109,104</u>	<u>5.5%</u>	<u>4,844,078</u>	<u>7.4%</u>
<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>	

VILLAGE OF LINCOLNWOOD, ILLINOIS

Home Rule Sales Tax by Category - Last Ten Calendar Years
April 30, 2013 (Unaudited)

	2012		2011		2010		2009	
	Amount	% Change from Previous Year						
General Merchandise	\$ 270,971	0.1%	\$ 270,834	(22.4%)	\$ 349,013	(2.4%)	\$ 357,635	(7.7%)
Food	194,097	2.9%	188,624	63.3%	115,542	26.2%	91,548	2.4%
Drinking and Eating Places	430,734	11.5%	386,324	3.5%	373,285	(1.3%)	378,311	(9.5%)
Apparel	222,704	(4.1%)	232,285	(4.9%)	244,246	0.7%	242,561	(11.5%)
Furniture, Households and Radio	76,548	13.5%	67,414	(9.6%)	74,592	(2.2%)	76,305	(17.6%)
Lumber, Building and Hardware	208,436	(2.3%)	213,421	(6.4%)	228,116	(2.3%)	233,600	(15.2%)
Automotive Filing Stations	448,000	3.8%	431,588	52.8%	282,472	2.4%	275,854	(23.4%)
Drugs and Other Retail	309,144	11.5%	277,149	13.8%	243,535	16.3%	209,486	(11.6%)
Agriculture and Extractive	212,591	2.2%	208,091	(33.6%)	313,544	(10.6%)	350,667	(15.3%)
Manufacturers	134,729	1.0%	133,396	(13.4%)	154,123	17.0%	131,713	(14.3%)
	<u>2,507,954</u>	4.1%	<u>2,409,126</u>	1.3%	<u>2,378,468</u>	1.3%	<u>2,347,680</u>	(13.1%)
Village Home Rule Sales Tax Rate	<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>		<u>1.00%</u>	

Note: Sales Tax information for the calendar year 2012 is the most current available.

Data Source: Illinois Department of Revenue

2008		2007		2006		2005		2004		2003	
Amount	% Change from Previous Year										
\$ 387,343	(13.6%)	\$ 448,322	10.3%	\$ 406,461	30.1%	\$ 312,305	1.3%	\$ 308,281	16.6%	\$ 264,344	67.9%
89,392	6.4%	84,035	4.5%	80,451	32.5%	60,715	(0.3%)	60,888	28.1%	47,540	27.9%
417,838	3.0%	405,782	1.1%	401,322	26.2%	317,956	8.6%	292,876	26.8%	230,958	33.1%
274,140	(14.5%)	320,751	(2.2%)	328,066	29.2%	254,011	1.2%	251,035	20.1%	209,043	18.2%
92,642	(8.1%)	100,830	7.5%	93,836	21.8%	77,028	(14.2%)	89,796	(25.5%)	120,542	26.6%
275,450	(14.2%)	321,061	(13.8%)	372,645	40.3%	265,635	(9.5%)	293,362	1,761.1%	15,763	0.0%
360,287	8.1%	333,171	(3.2%)	344,231	35.8%	253,549	15.8%	218,955	31.3%	166,801	36.8%
236,960	(14.2%)	276,254	(4.7%)	289,832	31.1%	221,009	(4.1%)	230,494	19.4%	193,037	26.0%
413,990	(0.9%)	417,766	2.6%	407,266	29.5%	314,385	4.9%	299,821	10.7%	270,842	(3.5%)
153,676	23.3%	124,618	16.5%	106,928	41.6%	75,536	47.2%	51,332	117.5%	23,597	3.9%
<u>2,701,718</u>	<u>(4.6%)</u>	<u>2,832,590</u>	<u>0.1%</u>	<u>2,831,038</u>	<u>31.5%</u>	<u>2,152,129</u>	<u>2.6%</u>	<u>2,096,840</u>	<u>35.9%</u>	<u>1,542,467</u>	<u>26.6%</u>
<u>1.00%</u>		<u>1.00%</u>		<u>0.75%</u>		<u>0.75%</u>		<u>0.75%</u>		<u>0.75%</u>	

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Levy Years (in Thousands)
April 30, 2013 (Unaudited)**

Tax Levy Year	Residential Property	Farm	Commercial Property	Industrial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2003	\$ 320,674	\$ 58	\$ 127,963	\$ 103,719	\$ 26,305	\$ 526,109	0.820
2004	389,784	76	185,445	72,563	19,968	627,900	0.700
2005	418,689	72	170,461	99,733	19,948	669,007	0.679
2006	417,718	72	170,066	99,023	19,422	667,457	0.704
2007	575,648	128	189,630	84,606	27,833	822,179	0.586
2008	588,860	136	194,846	86,963	-	870,805	0.576
2009	596,660	49	183,818	76,573	-	857,100	0.585
2010	514,583	130	181,926	82,205	57	778,787	0.661
2011	464,664	49	155,217	73,887	N/A	693,817	0.753
2012	N/A	N/A	N/A	N/A	N/A	643,080	0.836

Data Source: Office of the County Clerk

Property in the Village is reassessed every three years.

N/A - Information is not available.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Levy Years
April 30, 2013 (Unaudited)**

See Following Page

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Levy Years
April 30, 2013 (Unaudited)**

	2003	2004	2005
Village Direct Rates			
General	0.487	0.403	0.388
Police Pension	0.139	0.133	0.137
Special Recreation	-	-	-
Playgrounds and Recreation	0.194	0.164	0.154
Total Direct Rates	0.820	0.700	0.679
Overlapping Rates			
Lincolnwood Public Library	0.388	0.335	0.323
School District #74	3.109	2.752	2.697
High School District #219	2.090	2.013	2.007
Oakton Community College District #535	0.186	0.161	0.158
Niles Township	0.033	0.030	0.029
Niles Township General Assistance	0.003	0.003	0.002
North Shore Mosquito Abatement District	0.009	0.008	0.008
County of Cook	0.489	0.471	0.421
Cook County Health Facilities	0.141	0.122	0.112
Forest Preserve District of Cook County	0.059	0.060	0.060
Cook County Consolidated Elections	0.029	-	0.014
Cook County Public Safety	-	-	-
Suburban Cook County T.B. Sanitarium District	0.004	0.001	0.005
Metro Water Reclamation District of Greater Chicago	0.361	0.347	0.315
Total Overlapping Rates	6.901	6.303	6.151
Total Direct and Overlapping Rates	7.721	7.003	6.830

Data Source: Office of the County Clerk

Note: Rates are per \$100 of Assessed Value

2006	2007	2008	2009	2010	2011	2012
0.403	0.332	0.327	0.328	0.366	0.395	0.450
0.146	0.128	0.130	0.137	0.165	0.210	0.226
-	-	0.013	0.013	0.015	0.016	0.018
0.155	0.126	0.106	0.107	0.115	0.132	0.143
0.704	0.586	0.576	0.585	0.661	0.753	0.836
0.339	0.285	0.280	0.286	0.289	0.330	0.368
2.807	2.348	2.313	2.363	2.666	3.034	3.366
2.374	2.114	2.120	2.267	2.538	2.904	3.256
0.166	0.141	0.140	0.140	0.160	0.196	0.219
0.031	0.027	0.027	0.029	0.032	0.037	0.042
0.003	0.003	0.003	0.003	0.004	0.005	0.006
0.009	0.008	0.008	0.008	0.009	0.010	0.010
0.395	0.186	0.224	0.203	0.228	0.223	0.287
0.105	0.093	0.086	0.086	0.082	0.078	0.063
0.057	0.053	0.051	0.049	0.051	0.058	0.063
-	0.012	-	0.021	-	0.025	-
-	0.167	0.105	-	0.113	0.161	0.181
0.005	-	-	0.105	-	-	-
0.284	0.263	0.252	0.261	0.274	0.320	0.370
6.575	5.700	5.609	5.821	6.446	7.381	8.231
7.279	6.286	6.185	6.406	7.107	8.134	9.067

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2013 (Unaudited)**

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Syndicated Equities	\$ 31,948,473	1	4.97%	N/A	N/A	N/A
Puig Holding Co.	10,058,609	2	1.56%	N/A	N/A	N/A
WLH Lincolnwood LLC	7,827,809	3	1.22%	N/A	N/A	N/A
Grossprops Assoc.	7,168,359	4	1.11%	N/A	N/A	N/A
Lowes Companies	6,824,064	5	1.06%	N/A	N/A	N/A
MCRIL LLC	5,302,578	6	0.82%	N/A	N/A	N/A
Loeber Motors Corp	4,877,353	7	0.76%	N/A	N/A	N/A
Bryn Mawr Country Club	4,790,430	8	0.74%	N/A	N/A	N/A
Safe Way, Inc.	4,327,355	9	0.67%	N/A	N/A	N/A
Kohls	3,937,887	10	0.61%	N/A	N/A	N/A
	<u>87,062,917</u>		<u>13.54%</u>	<u>N/A</u>		<u>N/A</u>

Data Source: Office of the County Clerk and Assessor's Office

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2004	2003	\$ 4,314,090	\$ -	0.00%	\$ 4,274,264	\$ 4,274,264	99.08%
2005	2004	4,395,203	-	0.00%	4,346,143	4,346,143	98.88%
2006	2005	4,542,380	-	0.00%	4,477,807	4,477,807	98.58%
2007	2006	4,698,899	4,640,292	98.75%	-	4,640,292	98.75%
2008	2007	4,817,971	-	0.00%	4,729,420	4,729,420	98.16%
2009	2008	5,008,652	-	0.00%	4,942,904	4,942,904	98.69%
2010	2009	5,014,344	2,379,592	47.46%	2,526,706	4,906,298	97.85%
2011	2010	5,148,487	2,653,434	51.54%	2,456,162	5,109,596	99.24%
2012	2011	5,224,442	2,657,978	50.88%	2,419,879	5,077,857	97.19%
2013	2012	5,382,584	2,563,342	47.62%	-	2,563,342	47.62%

Data Source: Office of the County Clerk

Property in the Village is reassessed every three years. Property is assessed at 33% of actual value.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

Fiscal Year	Governmental Activities			Business-Type	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Loan Payable	Special Service Area Bonds	IEPA Loan Payable			
2004	\$ 1,413,890	\$ -	\$ -	\$ -	\$ 1,413,890	0.32%	\$ 114
2005	17,365,000	-	416,933	-	17,781,933	4.01%	1,439
2006	15,650,000	-	313,233	-	15,963,233	3.60%	1,292
2007	13,875,000	-	-	-	13,875,000	3.13%	1,123
2008	12,025,000	-	-	1,992,021	14,017,021	3.16%	1,134
2009	10,120,000	-	-	4,371,277	14,491,277	3.27%	1,173
2010	8,930,000	250,000	-	4,992,058	14,172,058	3.19%	1,147
2011	7,662,129	830,152	-	5,361,696	13,853,977	2.82%	1,100
2012	6,405,878	869,602	-	5,114,044	12,389,524	2.52%	984
2013	5,078,564	806,851	-	4,860,162	10,745,577	2.19%	854

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

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2004	\$ 1,413,890	\$ -	\$ 1,413,890	0.27%	\$ 114
2005	17,365,000	-	17,365,000	2.77%	1,405
2006	15,650,000	-	15,650,000	2.34%	1,266
2007	13,875,000	-	13,875,000	2.08%	1,123
2008	12,025,000	-	12,025,000	1.46%	973
2009	10,120,000	-	10,120,000	1.16%	819
2010	8,930,000	-	8,930,000	1.04%	723
2011	7,662,129	-	7,662,129	0.98%	609
2012	6,405,878	-	6,405,878	0.92%	509
2013	5,078,564	-	5,078,564	0.79%	403

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

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
April 30, 2013 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to Village*	Village's Share of Debt
Village - Payable from Property Taxes	\$ 5,885,415	100.000%	\$ 5,885,415
Overlapping Debt			
Cook County - Including Forest Preserve	3,804,385,000	0.472%	17,956,697
Metropolitan Water Reclamation District	2,177,297,899 (1)	0.482%	10,494,576
School District #74	2,390,000	100.000%	2,390,000
School District #219	156,868,952 (2)	16.327%	25,611,994
Oakton Community College #535	25,540,000	2.976%	760,070
Total Overlapping Debt	6,166,481,851		57,213,337
Total Direct and Overlapping Debt	6,172,367,266		63,098,752

Data Source: Cook County Tax Extension Department

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

Notes:

(1) Includes Illinois EPA Revolving Loan Bonds

(2) Includes original principal and interest amounts of outstanding General Obligation Capital Appreciation Bonds

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

See Following Page

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

	2004	2005	2006
Issuing Body			
Direct (Locally Imposed)			
Village of Lincolnwood	1.00%	1.00%	1.00%
Village of Lincolnwood Home Rule	0.75%	0.75%	1.00%
Total Direct Rates	1.75%	1.75%	2.00%
Overlapping (State Imposed)			
State of Illinois	5.00%	5.00%	5.00%
Cook County	1.00%	1.00%	1.00%
RTA	0.75%	0.75%	0.75%
Total Overlapping Rates	6.75%	6.75%	6.75%
Total Direct and Overlapping Rates	8.50%	8.50%	8.75%

Data Source: Illinois Department of Revenue

2007	2008	2009	2010	2011	2012	2013
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
1.00%	1.00%	2.00%	2.00%	1.50%	1.25%	1.00%
0.75%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
6.75%	7.00%	8.00%	8.00%	7.50%	7.25%	7.00%
8.75%	9.00%	10.00%	10.00%	9.50%	9.25%	9.00%

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Retailers' Occupation, Service Occupation and Use Tax Distribution - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

Fiscal Year	State Sales Tax Distributions	Annual Change	
		Amount	Percentage
2004	\$ 6,814,434	780,390	12.93%
2005	7,384,465	570,031	8.37%
2006	8,247,728	863,263	11.69%
2007	8,634,119	386,391	4.68%
2008	8,383,508	(250,611)	(2.90%)
2009	7,580,207	(803,301)	(9.58%)
2010	6,759,593	(820,614)	(10.83%)
2011	7,303,975	544,382	8.05%
2012	7,373,902	69,927	0.96%
2013	7,502,274	128,372	1.74%

Data Source: State of Illinois

VILLAGE OF LINCOLNWOOD, ILLINOIS

Schedule of Legal Debt Margin April 30, 2013 (Unaudited)

The Village is a home rule municipality.

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

The Village has a legal debt limitation not to exceed 8.625% of the total equalized assessed valuation of the taxable property within the Village boundaries. This means that the total of bonds, notes, warrants of any other type of general obligation issued or outstanding will not be greater than 8.625%. The following types of obligations are not considered in determining the debt limitations: certain revenue bonds, special assessment bonds, special service area bonds, and alternative revenue bonds.

At April 30, 2013 the Village has \$5,085,000 of general obligation bonds outstanding. Under current state statute, the Village's general obligation bonded debt issuances are subject to a legal limitation based on \$643,080,582 of total assessed value of real property. As of April 30, 2013, the Village's general obligation bonded debt, applicable to the debt limit of \$5,085,000 was well below the legal limit of \$50,380,700.

Data Source: Village Records

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

Fiscal Year	Population (1)	Estimated Personal Income	Per Capita Personal Income (1)	Unemployment Rate (2)	
				Village	State
2004	12,359	\$ 443,824,049	\$ 35,911	3.40%	6.70%
2005	12,359	443,824,049	35,911	2.30%	6.20%
2006	12,359	443,824,049	35,911	2.30%	5.70%
2007	12,359	443,824,049	35,911	4.00%	5.50%
2008	12,359	443,824,049	35,911	5.50%	7.30%
2009	12,359	443,824,049	35,911	6.00%	10.50%
2010	12,359	443,824,049	35,911	7.20%	10.30%
2011	12,590	491,161,080	39,012	6.80%	9.80%
2012	12,590	491,161,080	39,012	6.50%	8.60%
2013	12,590	491,161,080	39,012	N/A	N/A

Data Source:

(1) U.S. Department of Commerce, Bureau of Census

(2) Illinois Department of Labor, Illinois Department of Commerce and Economic Opportunity and Northeastern Illinois Planning Commission

The U.S. Department of Commerce, Bureau of Census defines personal income as a measure of income received from all sources by residents of the Village during a calendar year.

N/A - Not Available

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Construction - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

Fiscal Year	Commercial Construction		Residential Construction		Other Construction Alterations, Etc.	
	Number of Units	Property Value	Number of Units	Property Value	Number of Permits	Property Value
2004	N/A	N/A	26	N/A	739	N/A
2005	N/A	N/A	29	N/A	820	N/A
2006	2	N/A	20	N/A	535	N/A
2007	N/A	N/A	21	10,450,900	694	17,955,436
2008	1	818,004	8	6,989,300	817	12,832,731
2009	N/A	N/A	4	3,724,600	943	10,446,483
2010	N/A	N/A	1	567,000	829	10,459,481
2011	N/A	N/A	N/A	N/A	869	13,856,843
2012	4	1,524,154	3	2,457,029	1,056	14,867,739
2013	-	-	5	3,484,700	707	11,575,025

Data Source: Village's Building Department Records

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2013 (Unaudited)**

Employer	2013			2004		
	Employees	Rank	Percentage of Total Village Population	Employees	Rank	Percentage of Total Village Population
Publications International	209	1	1.66%	N/A	N/A	N/A
Carson Pirie Scott	206	2	1.64%	N/A	N/A	N/A
ATF	180	3	1.43%	N/A	N/A	N/A
Dominick's	150	4	1.19%	N/A	N/A	N/A
Lincolnwood Place	150	5	1.19%	N/A	N/A	N/A
Loeber Motors	126	6	1.00%	N/A	N/A	N/A
Olive Garden	123	7	0.98%	N/A	N/A	N/A
Grossinger Autoplex	117	8	0.93%	N/A	N/A	N/A
Lowe's	112	9	0.89%	N/A	N/A	N/A
Kohl's	112	10	0.89%	N/A	N/A	N/A
	<u>1,485</u>		<u>11.80%</u>	<u>N/A</u>		<u>N/A</u>

Data Source: Village Community Development Department Records and U.S. Census Bureau.

N/A - Information is not available for nine fiscal years ago.

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

See Following Page

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

	2004	2005	2006
General Government			
Executive	9	9	9
Administration	5.5	5.5	5.5
Finance	5	5	5
Public Safety			
Police			
Sworn	34	34	33
Non-Sworn	12.5	12	13
Fire			
Sworn*	-	-	-
Non-Sworn	1	1	1
Building	5.5	5.5	5.5
Village Services			
Community Development	1	1	1
Public Works	22	23	21.75
Parks and Recreation	11.5	11.5	9.25
Total	107.0	107.5	104.0

Data Source: Village Records

* The Village contracts for Fire and EMS Services.

2007	2008	2009	2010	2011	2012	2013
9	9	9	9	9	9	9
5.5	5.5	5.5	5	5	5	5
5	5	5	5	5	5	5
33	33	33	32	32	32	32
13	13	13	13	12.5	12.5	12.5
-	-	-	-	-	-	-
1	1	1	1	1	1	1
5.5	5.5	4.5	-	-	-	-
1	1	1	4	4	4	4
23.5	23.5	22.5	22.5	22.5	22.5	22.5
11.5	11.5	11.5	11.5	10.5	10.5	10.5
108.0	108.0	106.0	103.0	101.5	101.5	101.5

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

	2004	2005	2006
General Government			
Building and Zoning			
Permits Issued	1,073	908	765
Inspections Conducted	2,250	2,000	2,750
Contractors Licenses Issued	NA	NA	972
Business Licenses Issued	NA	225	192
Legal Notices Published	NA	22	21
Personnel			
Employment Exams Given	NA	100	3
Full-Time Employees Hired	1	2	5
Part-Time/Seasonal Employees Hired	10	10	12
Legal			
Ordinances Written	32	31	36
Resolutions Written	16	17	55
Vehicles			
Vehicles Replaced	7	8	3
Public Safety			
Police			
Part I Offenses	581	669	697
Part II Offenses	1,483	1,482	1,438
Traffic Accidents	908	885	958
Criminal Arrests	726	879	841
Total Calls for Service	12,891	12,535	12,571
Fire			
EMS Related Incidents	1,248	1,023	1,190
Structural Fire Incidents	20	18	15
Other Fire and Rescue Incidents	361	533	476
Hazardous Materials Incidents	39	33	32
All Other Received	198	211	156
Mutual Aid Received	27	24	20
Mutual Aid Given	33	31	27
Total Incidents	1,866	1,818	1,869
Highways and Streets			
Complete Sweeps of the Village	10	10	10
Tons of Salt Used	800	900	800
Reconstruction by Contractor (feet)	-	-	-
Tons of Asphalt Installed	130	150	150
Public Service			
Waterworks and Sewerage Systems			
Metered Customers	4,196	4,203	4,179
Gallons of Water Delivered to Residences and Businesses (thousands of gallons)	667,921	645,268	744,500
Feet of Sanitary Sewer Televised	-	-	600
Feet of Sanitary Sewer Cleaned	11,500	24,000	6,000
Water Meters Installed	50	54	40

Data Source: Village Departments

2007	2008	2009	2010	2011	2012	2013
849	827	949	822	869	861	801
3,250	2,217	1,932	1,390	1,336	1,337	1,398
980	950	682	339	599	499	557
193	220	340	416	505	406	559
18	18	25	25	26	23	25
12	68	83	83	-	46	-
9	10	9	5	3	7	7
10	198	166	109	187	180	180
38	68	46	69	61	53	59
52	78	74	44	74	79	60
5	3	3	3	3	4	5
579	555	625	500	496	576	748
1,268	1,530	1,314	827	1,047	1,394	1,071
731	804	810	897	948	851	897
701	868	886	808	957	946	1,177
12,135	13,945	12,978	18,128	20,118	20,688	21,449
1,155	1,195	1,276	1,262	1,264	1,263	1,416
11	13	9	38	18	7	13
472	457	10	291	26	23	23
23	37	28	63	30	18	52
121	165	685	293	645	570	585
28	25	70	24	28	26	27
21	39	43	32	36	41	33
1,782	1,931	2,066	1,947	1,983	1,948	2,089
10	10	10	10	10	10	10
850	688	600	600	800	800	800
-	-	-	-	-	4,625	-
140	62	150	700	200	500	700
4,191	4,207	4,215	4,232	4,226	4,228	4,228
630,843	624,556	577,695	508,073	529,871	483,640	500,000
4,200	-	-	235,000	-	500	1,000
4,000	400	100,000	500	57,000	57,000	57,000
50	200	4,500	10	40	30	50

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2013 (Unaudited)**

	2004	2005	2006
General Government			
Land, General (acres)	47	47	47
Land, Right of Way (acres)	352	352	352
Buildings	3	3	3
Vehicles	2	2	2
Public Safety			
Police			
Land (acres)	1	1	1
Buildings	1	1	1
Vehicles	20	20	20
Fire			
Land (acres)	1	1	1
Buildings	1	1	1
Vehicles	9	10	11
Public Works			
Land (acres)	3	3	3
Streets (lane miles)	35	35	35
Buildings	1	1	1
Vehicles	21	27	28
Enterprise			
Land (acres)	3.5	3.5	3.5
Combined Sanitary/Storm (miles)	59	59	59
Water Mains (miles)	53	53	53
Buildings	1	1	1
Vehicles	14	15	15

Data Source: Various Village Departments

2007	2008	2009	2010	2011	2012	2013
47	47	47	47	47	47	47
352	352	352	352	352	352	352
3	3	3	3	3	3	3
-	-	-	-	-	-	-
1	1	1	1	1	1	1
1	1	1	1	1	1	1
20	20	20	20	19	19	19
1	1	1	1	1	1	1
1	1	1	1	1	1	1
12	12	12	12	13	13	12
3	3	3	3	3	3	3
35	35	35	35	35	35	35
1	1	1	1	1	1	1
29	29	29	29	29	29	29
3.5	3.5	35	35	35	35	35
59	59	59	59	59	59	59
53	53	53	53	53	53	53
1	1	1	1	1	1	1
17	17	17	17	17	17	17

VILLAGE OF LINCOLNWOOD, ILLINOIS

**Surety Bonds of Principal Officials
April 30, 2013 (Unaudited)**

Principal Official

Village President	\$	3,000
Village Clerk		3,000
Finance Director/Treasurer		50,000

Data Source: Village Records