

VILLAGE OF LA GRANGE, ILLINOIS



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2010

VILLAGE OF LA GRANGE, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2010

Prepared by the Finance Department

Lou Cipparrone
Finance Director

Joseph Munizza
Assistant Finance Director

VILLAGE OF LA GRANGE, ILLINOIS
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VILLAGE OF LA GRANGE, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2010

BOARD OF TRUSTEES

Elizabeth Asperger, President

Michael Horvath

Mark Kuchler

Mark Langan

James Palermo

Tom Livingston

Bill Holder

VILLAGE CLERK

Robert Milne

VILLAGE MANAGER

Robert Pilipszyn

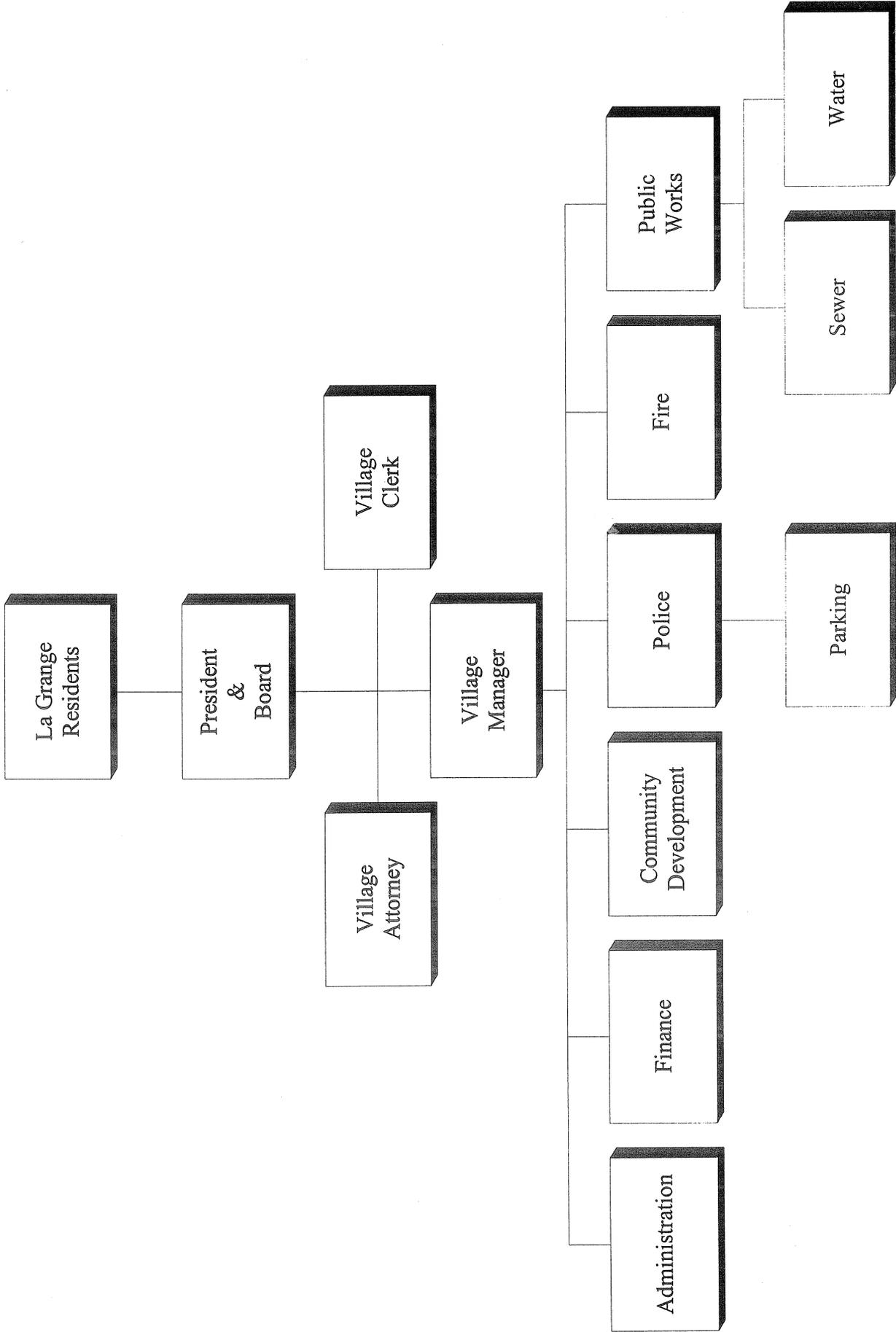
FINANCE DIRECTOR

Lou Cipparrone

ASSISTANT FINANCE DIRECTOR

Joseph Munizza

Village Of LaGrange
Organization Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of LaGrange
Illinois

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

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



President

Executive Director

Village of La Grange



August 25, 2010

The Honorable Elizabeth Asperger, President
Members of the Board of Trustees
Village of La Grange, Illinois

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for fiscal year ended April 30, 2010.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Sikich, LLP have issued an unqualified ("clean") opinion on the Village of La Grange financial statements for the year ended April 30, 2010. The independent auditor's report is located at the front of the financial section of this report.

The Village expended less than \$500,000 of federal funds during the year ended April 30, 2010, and therefore is not required to undergo a single audit in conformity with the provisions of the Revised Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, "Audits of State, Local Governments and Nonprofit Organizations."

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

Profile of the Government

The Village of La Grange, incorporated in 1879, is located approximately 14 miles west of Chicago, in the County of Cook; the Village occupies a land area of approximately 2.5 square miles and has a population of approximately 15,600 residents. The Village of La Grange is authorized to levy a property tax on both real and personal property located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation.

The Village of La Grange operates under a Board-Manager form of government. La Grange is a non-home rule municipal corporation governed by the Village President and six trustees, who are elected on an at-large basis to serve four-year overlapping terms. The Village Manager serves as the Chief Administrative Officer. The Village Board is responsible for establishing Village policy which, in turn, is implemented on a day-to-day basis by the Village Manager and staff.

The Village of La Grange provides a full range of governmental services. Specifically, the Village provides police and fire protection, water and sewer utilities, construction and maintenance of roadways and infrastructure, code enforcement, planning, zoning, inspection services, economic development, finance and general administrative services.

The Village evaluated other governmental services to determine whether they should be included in the Village's reporting entity. Excluded from the reporting entity are the various school districts, park districts and township which fall within the Village's boundaries, but which do not meet the criteria for inclusion as set forth by generally accepted accounting principles. The La Grange Public Library, however, is shown as part of the reporting entity as a discretely presented component unit. The Public Library's financial data is reported in a separate column in the combined financial statements to emphasize that it is legally separate from the Village. The Public Library's Board is elected by the voters of the Village. The Public Library may not issue bonded debt without the Village's approval, and its property taxes are levied by the Village on behalf of the library.

The annual budget is the guiding document for the Village's financial planning and control. The budget process starts in October when Department Heads are required to submit to the Village Manager, a proposed budget for the subsequent fiscal year as well as a projected budget for the next four years. After reviewing budgets with the Department Heads, the Village Manager presents the proposed budget to the Board of Trustees during a workshop in March. A copy of the draft budget is also available to the public at this time. The Village Board is required to hold a public hearing and to adopt the final budget no later than April 30th of each year. The level of budgetary control (i.e. the level at which expenditures cannot legally exceed the budgeted amount) is at the fund level. Revisions of the annual budget that alter the total expenditures of any fund may be approved by a two-thirds vote of the Village Board. The Village Manager may revise the annual budget by changing line items in the same general category without Board approval. Budget-to-actual comparisons are provided in this report for each governmental fund for which an annual budget has been adopted.

Local Economy

We presently live in times of national economic hardship not seen since the Great Depression. A steep decline in the real estate market, a near collapse of the financial sector, national unemployment above 10 percent, global economic instability and an unprecedented recession of the U.S. economy are among the many factors which have led to and still affect current domestic economic conditions.

It is widely understood that State government is rapidly approaching critical mass for a financial crisis. There is little that the Village can do under these circumstances except to monitor budget discussions as we have and continue as we have to advocate against proposed legislation which seeks to undermine municipal revenues or shifts the financial responsibility of paying for state programs onto municipalities as "unfunded mandates." We will also be closely monitoring pension reform discussions in Springfield.

The Village of La Grange has not been immune to these macro-economic trends. General Fund revenues have softened considerably, pension obligations have risen steeply due to significant losses in pension fund investment portfolios, and a property tax limitation increase of 0.1%, which for FY 2010-11, is functionally a property tax revenue freeze. The struggling economy has resulted in reduced investment income due to decreasing interest rates and less building permit revenue from fewer residential and commercial construction projects. The bright spot for the Village is that our sales tax from local retailers and restaurants reflect sustained economic activity.

Despite these many fiscal pressures, the Village's financial health is well conditioned and is well positioned for an economic recovery. As long as the Village exercises financial discipline by adhering closely to its five-year financial plan, carefully monitors operating expenses (such as overtime, legal expenditures, and miscellaneous engineering), and is not quick to further spend reserve funds on new initiatives, the Village should be able to sustain itself during these difficult economic times.

Long-Term Financial Planning

At year end, fund balance in the General Fund (57.2 percent of General Fund operating expenditures) is within the policy guidelines established by the Village Board of Trustees for budgetary and planning purposes (i.e. between 50 and 75 percent of total General Fund operating expenditures.) With the Village's aggressive construction programs coupled with the State's forecast which anticipates flat or perhaps negative economic growth, it is advisable to retain an adequate fund balance for contingencies and emergencies. An adequate fund balance reserve also allows the Village to budget more flexibly in the short-term, maintain liquidity for cash flow requirements, reduce reliance on short-term financing and maintain a strong credit rating.

The Village of La Grange has consistently worked very hard to lessen the burden of property taxes on Village residents and businesses through conservative fiscal management, economic development, and identifying alternative sources of revenue.

Much of the Village's emphasis since 1986 has been on economic development to expand the Village's tax base. A re-adapted/enhanced tax base will create new growth, generating additional property tax revenue not only for the Village, but also to the benefit of other local taxing bodies such as school districts, the park district and the library. We expect that economic development will continue to be a strategic priority for the Village.

Several economic development milestone events occurred during the fiscal year, setting the table for new opportunities in 2010 and beyond. First, La Grange TIF District operations ended in May 2009. Two surplus distributions were approved by the Village Board in advance of that date in order to release as much money as possible, as quickly as possible, to the affected taxing bodies, especially under current economic conditions. A third and final distribution occurred in April 2010 as part of the process to close out the Fund. The Village's total proportionate share of the surplus distribution is approximately \$748,000 and is currently identified as "assigned" for economic development purposes.

Second, the end of TIF in FY 2009-10 also meant that local taxing bodies would receive two other revenue windfalls as part of their 2009 property tax levy collected in FY 2010-11; capturing an enhanced, cumulative tax base of \$46 million as new growth, not subject to the

property tax limitation act, and a new ongoing property tax increment currently estimated at \$2.8 million, both of which have coincided with increased property values as a result of the triennial reassessment. The Village's annual estimated property tax increment of \$350,000 has already been factored into the Village budget for general operating and capital purposes.

Third, the Village Board approved an agreement for the renovation of the La Grange Theater as its TIF "capstone" project. The Village contributed \$1.0 million towards the renovation of this iconic entertainment venue which brings nearly 170,000 people to downtown La Grange on an annual basis. The partial accessing and restoration of the original art deco era ceiling murals were especially exciting. The project was completed in September 2009. An annual review of theater operations will occur to monitor the Village's investment. Qualitative information in the form of more timely receipt of movies from the studios, observed attendance, and comments from recently opened businesses suggest that the theater renovation project has been a success to date. It is hopeful that significant facade renovations will take place in the future in the form of a vertical La Grange marquee, a new box marquee, and restoration of the terra cotta facade.

Fourth, the significance of downtown La Grange as an economic engine cannot be overlooked. For example, prior to the end of the sales tax TIF, sales tax generated within the TIF District increased more than ten-fold between 1996 and 2007. A considerable amount of this growth has been a result of the Triangle Project. While softened due to current economic conditions, sales tax performance continues to buoy Village revenues.

Therefore, it is critically important that we continue to protect and preserve our investments in the Central Business District well beyond TIF. The Village Board remains committed to redefine the Village's role in economic development, setting economic development priorities, and providing direction to staff on business development strategies and allocation of resources to implement those strategies. An amusement tax may be an appropriate income stream to supplement ongoing economic development activities. As a result, the entire business community would directly benefit from the success of the theater.

Finally, the approved mixed use development at the northeast corner of La Grange Road and Ogden Avenue has been stalled due to litigation filed against the Park District of La Grange. The lawsuit seeks to prohibit the Park District from selling park land to be included in the proposed development. The proceeds from the sale of that land would have been used for, among other things, a re-mastered Gordon Park, which the Park District and the Village have collaborated on a preliminary design. We await the resolution of the pending litigation. Regardless, due to significant changes in the real estate and credit markets, we anticipate that any future land use submittals for the site will be considerably different than what has been approved.

Although a majority of redevelopment in La Grange has occurred within the Central Business District, a considerable amount of commercial and residential reinvestment has also taken place throughout the rest of the Village. Of particular note is the revitalization of the West End Business District. Several established businesses in this district have re-invested or plan to re-invest because they see the long-term value and growth opportunities in La Grange. Most recent among them is a planned renovation and expansion of First National Bank of La Grange at 620 W. Burlington. Several new businesses have also located into the West End for similar reasons.

The Village can provide a supportive role with its continued emphasis on infrastructure improvements, maintenance and marketing efforts. We created a separate operational line item in the Building and Grounds budget beginning in FY 2007-08 to recognize the importance of this

emerging business district. Both the renovation of the Stone Avenue train station and the resurfacing of Burlington Avenue between Brainard Avenue and Kensington Avenue in 2010 can serve as catalysts for further reinvestment.

Separate workshops will be held with the Village Board to discuss economic development strategies specific to the West End Business District. Unlike the Central Business District, the West End is linear and there are fewer transitional land uses to buffer the adjacent single-family residential districts from the commercial properties. The Community and Economic Development Commission, which was formed in 2007, will assist the Village Board and Village staff to consider, among other things, the impact and interplay between commercial and residential areas. A plan to better manage parking demand in the West End is under consideration.

Several commercial projects of consequence are occurring throughout the Village. The first floor retail space at 93 South La Grange Road has been occupied by a new restaurant, Prasino's, and other small retailers. Other new restaurants that opened in 2009 and early 2010 include Mia Francesca, Nickson's Eatery, Kama Bistro, "Q" BBQ, and DiNicco's Pizza. Toscano's Grill at the long-vacant 88 South La Grange Road is expected to open soon. This new wave of dining establishments is highly unusual during a recession and speaks to the Village's desirability for business growth and opportunity. As a result of the Village's economic development efforts, the Village has caught the attention of and has received accolades from several notable mass media outlets including "Best Downtown" by Chicago Magazine, WGN-TV, and the Hungry Hound feature on ABC 7 news. The Village will also be featured in upcoming editions of the Chicago Tribune Home Section and West Suburban Living magazine. These projects represent significant, wholly private investment in our community, and also provide additional property tax revenue for all taxing bodies. The Village's five-year financial plan conservatively does not reflect additional property tax revenues to be generated by any of these new projects.

All of this recent attention has reflected positively on the Village, fueling increased dining, shopping and theater-going traffic to La Grange. We are grateful to our residents who have demonstrated their understanding for the need to spend locally; to local retailers for sustaining themselves with determined entrepreneurial spirit; and to new business owners who decided to open during these difficult times and thus have placed their confidence in their future success by locating in La Grange.

The Village also seeks to supplement property tax revenues through the use of grant funding. Over the past five years, the Village has secured approximately \$10.5 million in grants to fund over \$22.0 million of capital projects that either would not have been possible or would have been implemented at the sole expense of La Grange taxpayers. We must continue to aggressively pursue grant opportunities whenever they become available.

The Village also looks to shift the burden of property taxes by enhancing alternate revenue sources in the way of user fees. An example of this occurred when the cost of maintaining the Central Business District was offset by the creation of a Special Service Area (SSA). The Village will be proposing to expand the current SSA boundaries to include commercial properties on the east and west sides of La Grange Road from Ogden Avenue to Brewster Avenue to coincide with the redevelopment of the YMCA property. A similar concept for the emerging West End Business District merits discussion, to recognize current and ongoing maintenance expenses approaching that of the Central Business District.

In 2009 the Village aggressively pursued State capital bill and Federal stimulus monies, both through competitive and appropriations processes. Through direct communications with our State legislators and Congressman Lipinski, the Village secured over \$2.2 million. We sincerely appreciate their efforts and interest in La Grange. Department Heads continue to explore funding opportunities and eligibility requirements within their respective areas of responsibility for projects, personnel and capital expenditures, consistent with the substance and spirit of our proposed financial plan and the Village Board's strategic priorities.

The federal decennial census scheduled for mid 2010 is also within the horizon of our financial plan. Advance planning efforts in cooperation with the U.S. Commerce Department have been completed. We will subsequently endeavor to conduct a complete population count in La Grange.

Expenditures within each operating department and those within our control are held to those required to provide high quality, essential services to the community. As the Village is a service oriented entity, salaries and benefits are the largest component of Village expenditures. The Village recognizes that there is a minimum level of staffing required in order to continue to provide the level of services the community has come to expect.

In order to meet the financial challenges that lay ahead, the Village must remain fiscally prudent and look to alternative revenues when possible in order to continue to provide high quality Village services, sustain economic vitality throughout the Village, and fund ongoing infrastructure improvements without increasing property taxes. As a result of its thoughtful planning and policy discussions, the current Village Board is strategically thinking about the Village's financial health beyond the scope of the current five-year plan. It is this type of visioning which will preserve and enhance the quality of life for La Grange residents now and into the future.

Pension and Other Post-Employment Benefits

Sworn police and fire personnel receive retirement and disability benefits from the La Grange Police Pension Fund and the La Grange Firefighters' Pension Fund, respectively. Both pension plans are single-employer plans administered by local boards of trustees. The defined benefits and employer and employee contribution levels are governed by Illinois state statutes. Police and Fire plan participants are required to contribute 9.91 percent and 9.455 percent of their base salaries, respectively. The Village is required to contribute the remaining amount necessary to finance the plans as determined by an independent actuary. State statutes require that each plan be fully funded by the year 2033. As of April 30, 2009, which is the latest available actuarial valuation date, the percent funded status for the Police and Firefighter Pension Fund's are 55.1 percent and 43.9 percent, respectively. The actuarial valuation for April 30, 2010 was not available prior to the auditors completing their fieldwork.

In FY 2009-10 the La Grange Police and Fire Pension Funds incurred investment returns of approximately 15 percent due to favorable returns from variable annuities and managed stock funds. However, pension funds across the State are still attempting to recover from the impact of significant investment losses in FY 2008-09 resulting from unprecedented negative returns in the equities market. The fact that all pension funds are attempting to address the pension funding issue may result in the State taking action in the form of extending the required full funding status date beyond the current deadline of 2033, removing pension levies from the tax cap restrictions or a moratorium on pension benefits. As long as the Village remains committed to

annually fund the minimum required annual contributions (tax levies) as determined by the actuarial valuations, the Police and Fire Pension Funds will reach 100 percent funding within the required statutory timeframe.

Full-time and part-time employees, other than sworn police officers and firefighters, who work at least 1,000 hours per year, are covered by the Illinois Municipal Retirement Fund (IMRF), a state-wide pension plan. IMRF acts as a common investment and administrative agent for local governments in Illinois. Benefit provisions and funding requirements are estimated by state statutes. Employees participating in IMRF are required to contribute 4.5 percent of their annual salary and the Village is required to contribute the remaining amounts necessary to fund employee defined benefits.

Major Initiatives

An annual transfer is made from the General Fund to the Capital Projects Fund to support major infrastructure improvements. This transfer may vary based upon available funding in the General Fund after providing funding for annual operating expenditures. Due to the current economic conditions which have negatively impacted State shared revenues, the transfer for capital improvements has been reduced by \$200,000 beginning in FY 2010-11. In order to complete proposed capital projects as previously budgeted, annual maintenance programs have been temporarily reduced and/or eliminated. It is anticipated that these short-term reductions in funding will not have a material impact on delivery of services to residents.

Annual transfers from the Motor Fuel Tax (MFT) are scheduled to fund the Village's thirty percent local match for federal Surface Transportation Program (STP) grant projects including Bluff Avenue and eligible neighborhood street projects. The Village is also the recipient of grant funds through the State's Emergency Repair Program to fund Neighborhood "H" street resurfacing, funding from the American Recovery and Reinvestment Act for the Burlington Avenue resurfacing project; and funds earmarked in the State capital bill for the pedestrian signal upgrade project.

The reconstruction of Bluff Avenue includes the installation of new combined sewer, water main, drainage structures, curb/gutter and reconstruction of the street. As part of the larger Maple Avenue Relief Sewer (MARS) initiative, the construction of an outlet sewer is scheduled to be completed in conjunction with the reconstruction of Bluff Avenue. The relief sewer will intercept drainage from the existing combination sewers crossed in construction, providing relief for the existing Cossitt Avenue sewer and will connect the Bluff Avenue corridor to the deep tunnel connection at Cossitt and East Avenues. Both projects are anticipated to be completed in FY 2010-11

The Stone Avenue train station is a local landmark. However, the station is in distress, suffering from the lack of maintenance over the years. The Village is working with Metra, West Suburban Mass Transit District, BNSF and other state and federal agencies towards securing additional funding and approval for interior and exterior renovations to the Stone Avenue train station in order to restore this magnificent structure and assume daily maintenance responsibilities in the future.

The Village will continue with an aggressive plan for the maintenance and replacement of its infrastructure. During the past ten years, the Village has been able to substantially complete the Street Renovation Program which has repaved nearly every street within the Village. A street

condition survey is scheduled to establish priorities and budgets for street construction, water and sewer main projects as part of the Street Reconstruction Program which is the next phase of infrastructure improvements. Street reconstruction consists of removal of the surface, binder and gravel base layers of the street, complete replacement of curb and gutters and elevation corrections, if necessary. The street condition survey will compile a priority list of streets requiring reconstruction based on a needs assessment.

Awards and Acknowledgements

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

In addition, the Village of La Grange also received the GFOA's Distinguished Budget Presentation Award for its annual Operating and Capital Improvements Budget for FY 2009-10. In order to qualify for the Distinguished Budget Presentation Award, the Village's budget document was judged to be proficient as a policy document, a financial plan, as operations guide and a communication device. The Village has received this notable national award for fifteen consecutive years.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the efficient and dedicated service of the entire staff of the Finance Department, especially Assistant Finance Director Joe Munizza, who prepared the Financial Statements. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In addition, we would like to acknowledge President Asperger and the Board of Trustees 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. Pilipiszyn
Village Manager



Lou Cipparrone
Finance Director/Treasurer



998 Corporate Boulevard • Aurora, IL 60502

INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Village Board
Village of La Grange, Illinois

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

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

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements taken as a whole and on the nonmajor governmental funds and fiduciary funds taken as a whole. The supplemental data listed in the accompanying table of contents is presented for the purpose of additional analysis and is not a required part of the basic, nonmajor governmental fund and fiduciary fund financial statements of the Village of La Grange, Illinois. Such information has been subjected to the auditing procedures applied in the audit of the basic, combining and individual fund financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements and each of the combining and individual fund statements taken as a whole.

We did not audit the information contained in the introductory and statistical sections. Accordingly, we do not express an opinion thereon.

A handwritten signature in black ink that reads "Sibich LLP". The signature is written in a cursive, flowing style.

Aurora, Illinois
July 30, 2010

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

VILLAGE OF LA GRANGE, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2010

The Village of La Grange's (the "Village") discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address 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 Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter and the Village's financial statements.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

In accordance with Generally Accepted Accounting Principles (GAAP), the Village's financial statements present two kinds of statements, each with a different view of the Village's finances. The financial statement's 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.

Government-Wide Financial Statements

The government-wide financial statements are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government.

The *Statement of Net Assets* presents information on all of the Village's assets and liabilities, with the difference of the two reported as net assets. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' using the current financial resources measurement focus (short-term spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The *Statement of Activities* presents information showing how the Village's net assets changed during the fiscal year. The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type) which are supported by the

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

government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities.

Both statements distinguish functions of the Village that are primarily supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). Governmental Activities reflect the Village's basic services, including police, fire, public works, community development, finance and administration. Property taxes, local sales tax, local utility tax and shared state income, replacement and local use taxes finance the majority of these services. The Business-type Activities reflect private sector type operations (Water, Sewer, and Parking funds), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of La Grange, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

The *governmental funds* focus is on sources and uses of spendable resources, as well as on the balances of spendable resources available at the end of the fiscal year. 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 statement allows the demonstration of sources and uses and/or budgeting compliance associated therewith.

Proprietary funds provide the same type of information (private sector operations) as the government-wide business-type financial statements, only in more detail. The proprietary fund statements provide separate information for the Water, Sewer and Parking operations, all of which are considered to be major funds of the Village. Individual fund data for the Village's internal service fund, which accounts for the replacement of vehicles and equipment on a pay-as-you-go basis, can be found elsewhere in the report.

The fund financial statements also allow the Village to address its *fiduciary funds* (Police and Fire Pensions). While these funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

Other Information

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. In

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

addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to provide pension benefits to employees.

While the total column on the proprietary fund financial statements is the same as the business-type activities column in the government-wide financial statement, the governmental funds total column requires reconciliation with the governmental activities column in the government-wide financial statements because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement.

The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial 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).

GOVERNMENT-WIDE STATEMENTS

As mentioned earlier, the Statement of Net Assets may serve over time as a useful indicator of the Village's financial position. At the end of the current fiscal year, the Village is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The following table reflects the condensed Statement of Net Assets:

Table 1
Statement of Net Assets
As of April 30, 2010

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other Assets	\$20,521,444	\$29,516,961	\$3,563,662	\$3,803,528	\$24,085,106	\$33,320,487
Capital Assets	23,521,377	21,883,954	19,588,533	20,093,344	43,109,910	41,977,300
Total Assets	44,042,821	51,400,915	23,152,195	23,896,872	67,195,016	75,297,787
Long term liabilities	2,720,372	4,780,437	154,973	112,292	2,875,345	4,892,729
Other Liabilities	6,617,576	9,790,633	430,933	486,528	7,048,509	10,277,161
Total Liabilities	9,337,948	14,571,070	585,906	598,820	9,923,854	15,169,890
Net Assets:						
Invested in capital assets,						
Net of debt	21,471,377	19,623,954	19,588,533	20,093,344	41,059,910	39,717,298
Restricted	2,031,415	2,799,614	-	-	2,031,415	2,799,614
Unrestricted	11,202,081	14,406,277	2,977,756	3,204,708	14,179,837	17,610,985
Total Net Assets	\$34,704,873	\$36,829,845	\$22,566,289	\$23,298,052	\$57,271,162	\$60,127,897

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

The Village's total net assets decreased from \$60,127,897 in 2009 to \$57,271,162 in 2010 which is a decrease in net assets of \$2.85 million. The decrease in net assets is primarily due to the reduction of current assets resulting from the distribution of TIF surplus funds in the amount of \$5.5 million, which was partially offset by decreasing long term liabilities due to debt service payments of \$2.0 million. Debt service payments included the use of available TIF reserve funds to retire the remaining outstanding debt on the 2003 note issued for acquisitions of property for the Triangle Project in the amount of \$1.8 million.

The decrease in total assets was also the result of current and other assets decreasing by \$1.65 million due to expenses exceeding revenues in the General, MFT, ERF and Capital Projects Funds and operating deficits in the Water and Sewer Funds of \$240,000.

Other liabilities decreased due to the elimination of deferred property tax revenue of \$2.8 million resulting from the termination of the TIF District and the payment of funds held in escrow in the amount of \$700,000 for the completion of the La Grange Theater project.

The MFT and ERF Funds build reserves for the future replacement of streets and purchase of vehicles and equipment, respectively. In years with extensive construction projects and purchases, the funds incur a significant deficit.

By far, the largest portion of the Village's total net assets (71.7%) reflects its investment in capital assets (such as land, buildings, machinery, equipment and infrastructure) less any related outstanding debt used to acquire those assets. The Village uses these capital assets to provide services to residents; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Investment in capital assets, net of debt also provides useful information that can be used for trend analysis to determine if the Village is properly replacing aging infrastructure, including: streets and water and sewer mains.

The Village's unrestricted net assets for governmental activities reflect the portion of net assets that can be used to finance day-to-day operations. Restricted net assets represent funds which are subject to limitations on how they may be used. These funds primarily reflect State Motor Fuel Tax funds restricted for maintenance of roadways.

The following table reflects the change in net assets resulting from revenues and expenses of the Village's governmental and business-type activities.

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

Table 2
Changes in Net Assets
For the Fiscal Year Ended April 30, 2010

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
REVENUES						
Program Revenues:						
Charges for Services	\$1,471,910	\$1,437,080	\$3,991,997	\$3,752,420	\$5,463,907	5,189,500
Operating Grant and Contr.	428,546	442,249	-	-	428,546	442,249
Capital grant and Contr.	1,330,911	3,331,705	-	-	1,330,911	3,331,705
General Revenues:						
Property Taxes	8,423,435	8,028,635	-	-	8,423,435	8,028,635
Other Taxes	4,111,583	4,600,608	-	-	4,111,583	4,600,608
TIF Surplus Distribution	747,885	-	-	-	747,885	-
Other	500,140	834,628	30,770	419,507	530,910	1,254,135
Total Revenues	17,014,410	18,674,905	4,022,767	4,171,927	21,037,177	22,846,832
EXPENSES						
General Government	2,403,960	2,298,411	-	-	2,403,960	2,298,411
Public Safety	7,464,482	7,070,386	-	-	7,464,482	7,070,386
Highways and Streets	3,502,763	2,721,677	-	-	3,502,763	2,721,677
Economic Development	5,575,820	1,195,475	-	-	5,575,820	1,195,475
Interest	92,357	241,819	-	-	92,357	241,819
Water & Sewer	-	-	3,867,162	3,660,033	3,867,162	3,660,033
Parking	-	-	987,368	947,992	987,368	947,992
Total Expenses	19,039,382	13,527,768	4,854,530	4,608,025	23,893,912	18,135,793
Increase / (Decrease) before transfers	(2,024,972)	5,147,137	(831,763)	(436,098)	(2,856,735)	4,711,039
Transfers	(100,000)	(100,000)	100,000	100,000	-	-
Change in Net Assets	(\$2,124,972)	\$5,047,137	\$(731,763)	\$(336,098)	(\$2,856,735)	\$4,711,039

Governmental Activities

Charges for Services include revenues from Village fines, licenses and permits. Operating Grants and Contributions reflect annual Motor Fuel Tax receipts. Capital Grants and Contributions reflect federal Surface Transportation Program (STP) grants which funded 70 percent of the cost of Phases I & II of the Bluff Avenue street reconstruction and Maple Avenue Relief Sewer (M.A.R.S.) projects. Capital Grants and Contributions decreased significantly due to receipt of the \$3.2 million of federal funds for construction of the downtown parking structure during the previous fiscal year (2009).

Property taxes continue to be the Village's largest revenue source generating \$8,423,435 which represents 49.5% of total governmental activity revenue. Property tax revenue reflects the allowable increase under the Property Tax Limitation Act which is restricted to five percent, or the percent of increase in the national Consumer Price Index (CPI), whichever is less. The 2008 property tax levy, collected in fiscal year 2010, included a CPI increase of 4.1

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

percent with the remaining increase representing new growth from construction during the fiscal year.

Other Taxes includes sales tax revenues combined with State shared revenues (income tax, local use tax and replacement tax) local utility tax and franchise fee revenues total \$4,111,583 which represents 24.2% of the total governmental activity revenue. State shared revenues decreased in 2010 due to the due to the severity and length of the State's economic recession. Utility tax receipts also decreased due to mild summer and winter conditions impacting residential electric and natural gas usage.

Due to the termination of the La Grange Downtown TIF District, surplus TIF funds were distributed to appropriate taxing agencies based upon the pro rata share of the Village's total tax rate. The Village's proportionate share of the TIF surplus distribution totaled \$747,885. Other Revenues decreased in 2010 primarily due to reduced investment interest income resulting from falling short-term interest rates.

The Village realizes the importance of offering competitive compensation and benefit packages for the recruitment and retention of employees. General Government expenses in 2010 include a 4.1 percent general wage adjustment of salaries and an average 2.75 merit increase based upon annual performance evaluations. The percentage increase of the general wage adjustment is directly tied to the allowable increase under the Property Tax Limitation Act. The cost of providing employee health insurance has increased significantly over the last several years due to general market trends and claims experience. Health insurance premiums increased by 3.5 percent in 2010. The Village pays 100% of the cost of single coverage and approximately 90% of family coverage.

In addition to the aforementioned wage and health insurance increases, General Government expenses increased in 2010 due to legal fees relating to zoning matters and personnel issues, increased property maintenance; engineering services related to residential grading, implementation of inspection and plan reviews resulting from zoning code amendments; and the preliminary costs associated with the overall expansion, update and design of the Village's new web site.

Public Safety expenses increased due to the retirement of one Police Lieutenant occurring later into the fiscal year than anticipated and increased overtime expenses due to mandatory court appearances resulting from drug investigations and manpower shortages resulting from short-term vacancies that occurred due to illness and military leave. Overtime expenses also increased in the Fire Department due to vacancies from two retirements and two extended leaves of absence due to elective surgeries.

Highway and Streets reflect increased expenses in 2010 due to several significant maintenance projects undertaken during the year including the resurfacing of streets, replacement of brick pavers and LED signals upgrades within the Central Business District; pedestrian improvements on 47th street and the initial stage of the sewer lining program on Gilbert Avenue.

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

Economic Development expenses increased in 2010 Due to the TIF surplus distributions of approximately \$5.5 million. The Village Board directed staff to effect the early distribution of surplus TIF funds in recognition of the fiscal stress on local taxing bodies being created by economic conditions. Expenses in 2009 reflect the renovation of the La Grange Theater as its TIF "capstone" project. The Village contributed \$1.0 million towards the renovation of this iconic entertainment venue which brings nearly 170,000 people to downtown La Grange on an annual basis.

Interest expenses decreased in 2010 due to reduced outstanding debt resulting from annual principal payments and the early retirement of the 2003 TIF note issued for property acquisition relating to the Triangle Project. No new debt was issued in 2010.

Transfers from governmental activities to business-like activities in 2010 reflect the annual transfer from the General Fund to the Parking Fund to fund additional costs associated with the general maintenance and operations of the parking structure.

Business-Type Activities

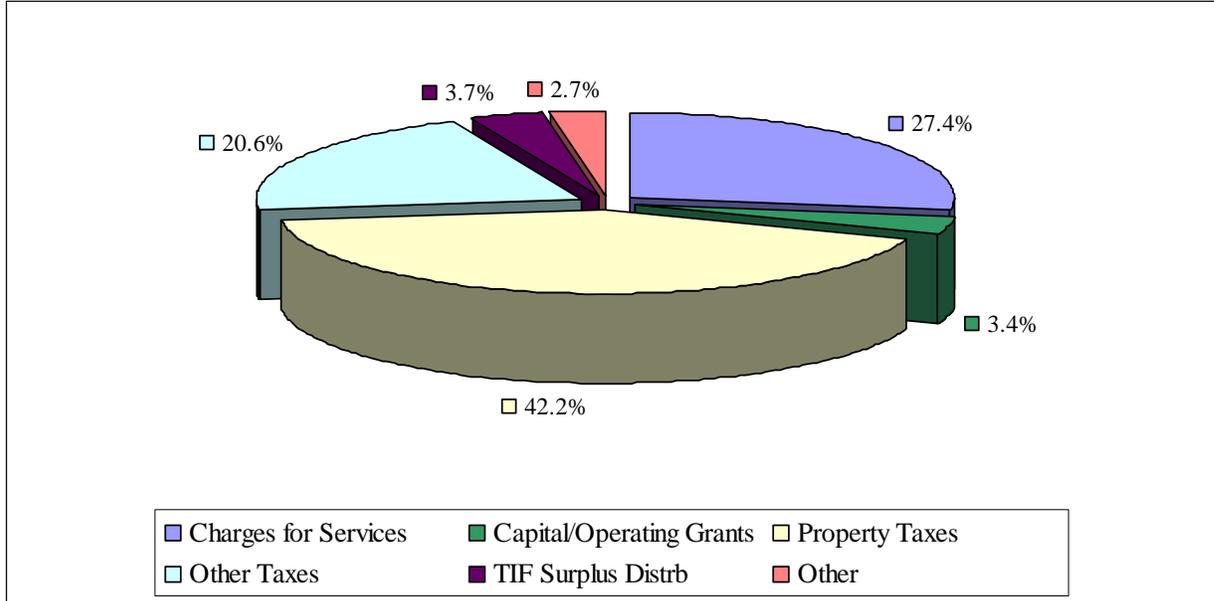
The Village of McCook, which supplies water to the Village of La Grange, increased water rates by 12.5 percent for three consecutive years (beginning in January 1, 2008) due to increases in Lake Michigan water rates from the City of Chicago. In order to maintain adequate reserves and continue with the maintenance and replacement of aging infrastructure, it is the Village's policy to "pass on" water rate increases from McCook. Charges for Services increased in 2010 due to the ten percent increase in the Village's water rate, effective May 1, 2009. Sewer service fees are based on the cubic feet of water used by a property owner multiplied by a separate sewer rate. Therefore, an increase in the water rate does not affect sewer revenues.

Other Revenue decreased primarily due to the receipt of a \$327,000 State and Tribal Assistance Grant in the previous fiscal year (2009) which partially funded water main projects on Gilbert and Burlington Avenues

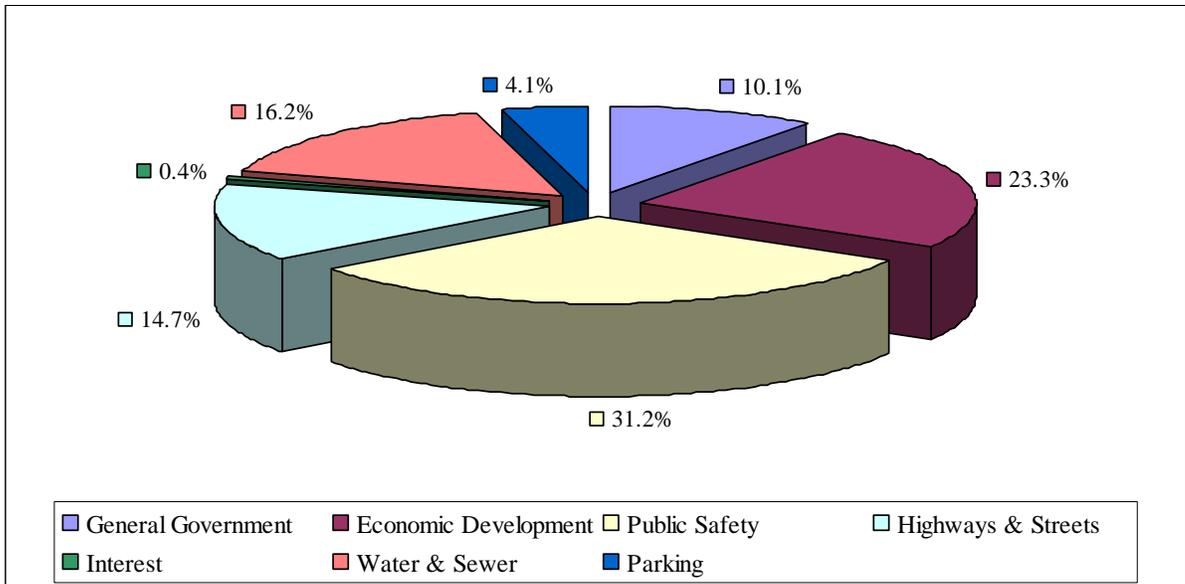
Water and Sewer expenses also increased in 2010 due to the aforementioned 4.1 percent general wage adjustment and health insurance increases, and the rate increase for water purchased from the Village of McCook.

The following charts reflect revenues by source and expenses by function for governmental and business-type activities for the fiscal year ended April 30, 2010:

**Governmental and Business-Type Activities
 Revenues by Source
 Fiscal Year Ended April 30, 2010**



**Governmental and Business-Type Activities
 Expenses by Function
 Fiscal Year Ended April 30, 2010**



FUND FINANCIAL ANALYSIS

As noted earlier, the Village of La Grange uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The focus of the Village of La Grange's governmental fund types, which includes the General Fund, is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unreserved fund balance may serve as a useful measure of net resources available for spending at the end of a fiscal year. The Village's proprietary fund types, which are those funds which operate similar to a business, provide the same type of information found in the government-wide financial statements, but in more detail.

Governmental Funds

The **General Fund** is the main operating fund of the Village of La Grange. At fiscal year end, the General Fund reflected a decrease in fund balance of \$439,803. Various budget adjustments were approved due to estimated actual expenditures exceeding budget estimates. These budget amendments coupled with reduced revenues from the weak economy resulted in the significant decrease in fund balance.

General Fund budget amendments included: 1) retroactive wages for the Village Manager resulting from a general wage adjustment and merit increase, based on an annual performance evaluation dating back to May 1, 2008; 2) special legal services required for matters such as: zoning and land use issues; zoning code amendments; personnel issues involving union contract negotiations and prosecution of property maintenance cases; 3) professional services in the Community Development Department for increased property maintenance; engineering services related to residential grading and drainage issues; implementation of inspection and plan reviews resulting from zoning code amendments; wild animal control, the court-ordered demolition of a residential property and business promotional efforts; 4) increase in full-time salaries in the Police Department due to the retirement of one Police Lieutenant occurring later into the fiscal year than anticipated and overtime expenditures due to mandatory court appearances resulting from drug investigations, manpower shortages resulting from short-term vacancies that occurred due to illness and military leave and several special details including burglary investigations and CBD patrols; 5) additional overtime expenditures in the Fire Department due to vacancies from two retirements and two extended leaves of absence due to elective surgeries; 6) increased Highways and Streets expenditures for new wires and lighting circuits in the CBD, deductibles for liability claims and leaf disposal costs.

VILLAGE OF LA GRANGE, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

Table 3 – General Fund Budgetary Highlights

	Original Budget	Amended Budget	Actual
Revenues			
Taxes	\$10,082,595	\$10,082,595	\$9,593,620
Licenses & Permits	1,029,252	1,029,252	949,402
Other	557,609	557,609	1,497,833
Total	\$11,669,456	\$11,669,456	\$12,040,855
Expenditures and Transfers			
General Government	(2,058,666)	(2,249,666)	(2,321,048)
Public Safety	(7,114,211)	(7,309,211)	(7,347,412)
Highways and Streets	(1,768,034)	(1,826,034)	(1,812,198)
Transfers Out	(1,000,000)	(1,000,000)	(1,000,000)
Transfers In	-	-	-
Total	\$(11,940,911)	\$(12,384,911)	\$(12,480,658)
Changes in Fund Balance	\$ (271,455)	\$ (715,455)	\$ (439,803)

Tax revenues were significantly under budget due the severity and length of the State’s economic recession resulting in decreased receipts from Income, Replacement and Local Use Taxes. In addition, utility tax receipts decreased due to mild summer and winter conditions impacting residential electric and natural gas usage. Municipal sales and non-home rule sales tax revenues were also under budget for the fiscal year. However, sales tax receipts increased in the fourth quarter due to the several new restaurants and retailers opening late in the year with renewed interest in downtown La Grange from a local television spot highlighting the new restaurants.

Licenses and Permits revenues were significantly under budget due to a decrease in the number of building permits issued for residential construction and several commercial project starts were further delayed or postponed due to the difficult economic climate. Other Revenues were significantly over budget due to the TIF surplus distribution. The TIF surplus funds have been assigned for future economic development. Partially offsetting the surplus distribution was a decrease in investment earnings resulting from declining short-term interest rates to less than one percent.

General Government expenditures were under budget due to additional expenditures incurred late in the fiscal year for legal fees relating to zoning matters; personnel issues and prosecution services for aggressive enforcement of property maintenance issues; engineering services relating to the failure and design of raised planters on La Grange Road and pest management services.

Public Safety expenditures ended the year over budget due to increased part-time police officer patrols, increase in part-time dispatcher hours and unbudgeted community oriented policing expenditures. Judicial Assistance Grant (JAG) funds were received during the fiscal year to offset the community oriented policing expenditures.

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

Highway and Street Expenditures were under budget due to vacancies within the Public Works Department resulting from a separation and a short-term disability.

Transfers Out includes a transfer to the Capital Projects Fund in the amount of \$900,000 to support infrastructure replacement, debt service and maintenance programs. The annual transfer may vary depending on the availability of funds in the General Fund. Transfers out also includes an annual transfer to the Parking fund of \$100,000 to partially fund operations and maintenance of Village lots and the parking structure.

The **Capital Projects Fund** includes reserves in the amount of \$1.2 million to replace aging infrastructure throughout the Village and the unforeseen contingency costs associated with the aggressive neighborhood street renovations projects and complex street reconstruction projects to be undertaken in the near future. Fund Balance decreased by approximately \$50,000 in 2010 as maintenance projects and debt service for the streetlight replacement program are funded by the annual transfer from the General Fund and construction projects are primarily funded by grants and transfers from the Motor Fuel Tax Fund.

Motor Fuel Tax Fund reserves decreased by \$1.2 million due to a transfer to the Capital Projects Fund for engineering and construction costs related to the Bluff Avenue / M.A.R.S project. This project was divided up into three stages in order to facilitate receipt of grant funding for the project which delayed the project for one year. The staging of the project has allowed the Village to secure additional STP funding and increased utilization of MFT funds as the entire project is now eligible for grant participation.

The reconstruction of Bluff Avenue includes the installation of new combined sewer, water main, drainage structures, curb/gutter and reconstruction of the street. As part of the larger Maple Avenue Relief Sewer (MARS) initiative, the construction of an outlet sewer is scheduled to be completed in conjunction with the reconstruction of Bluff Avenue. The outlet sewer will connect the Bluff Avenue corridor to the deep tunnel connection at Cossitt and East Avenues.

The **Debt Service Fund** has a total fund balance of \$170,189, all of which is reserved for the payment of debt service. The net increase in fund balance during the year was minimal (\$662). Interest expenditures decreased as no new debt was issued during the fiscal year.

Proprietary Funds

Net assets of the **Water, Sewer and Parking Funds** at year end totaled \$22,566,289. Net Assets decreased during the year by \$731,763 due to operating expenses, which includes depreciation expense of \$684,812, exceeding operating revenues. The Parking Fund includes an annual transfer from the General Fund to provide funding for additional costs associated with the general maintenance and operations of the parking structure.

CAPITAL ASSETS

The Village of La Grange’s investment in capital assets for its governmental and business-type activities as of April 30, 2010 is \$43,109,910. This investment in capital assets includes land, buildings, improvements, equipment and street infrastructure as reflected in Table 4.

The Village depreciates 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” or resurfacing of a road will be considered maintenance whereas a “rebuild” or reconstruction of a road will be capitalized.

Construction in Progress, a non-depreciable asset, represents the cost of initial stages of a multi-year construction project which has been started but not yet completed. When the project is finished, the cost of the project is reclassified and recorded as a depreciable capital asset.

Table 4
Capital Assets
Net of Accumulated Depreciation

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Non-Depreciable Assets						
Land & Right of way	\$8,115,246	\$8,115,246	\$1,370,735	\$1,370,735	\$9,485,981	\$9,485,981
Construction in Progress	2,079,766	403,858	241,404	61,404	2,321,170	465,262
Other Capital Assets						
Buildings	2,411,577	2,542,426	8,209,331	8,407,538	10,620,908	10,949,964
Improvements	1,040,308	1,100,244	-	-	1,040,308	1,100,244
Street Infrastructure	7,763,466	7,662,522	-	-	7,763,466	7,662,522
Storm Sewers	473,825	495,736	-	-	473,825	495,736
Equipment	1,637,189	1,563,923	54,636	74,424	1,691,825	1,638,347
Water System	-	-	7,679,177	8,044,051	7,679,177	8,044,051
Sewer System	-	-	2,000,474	2,050,212	2,000,474	2,050,212
Parking Improvements	-	-	32,776	84,980	32,776	84,980
Total	\$23,521,377	\$21,883,954	\$19,588,533	\$20,093,344	\$43,109,910	\$41,977,298

Total Capital Assets for Governmental Activities reflect an increase in Construction in Progress and the purchase of new equipment for the Police and Public Works departments. Construction in Progress in 2010 and 2009 for both Governmental Activities and Business-type Activities reflects engineering and construction for the Bluff Avenue street reconstruction project and the Maple Avenue Relief Sewer (M.A.R.S.) project.

VILLAGE OF LA GRANGE, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

Total Capital Assets for Business-Type Activities decreased due to depreciation expense exceeding capitalized assets.

Additional information on the Village’s capital assets can be found in the Notes to the Financial Statements, note # 4.

LONG-TERM DEBT

At the end of the current fiscal year, the Village of La Grange has total bonded debt and notes outstanding of \$9,630,000 all of which is backed by the full faith and credit of the Village.

State statutes limit the amount of general obligation bond debt a governmental entity may issue to 8.625 percent of its total equalized assessed valuation. The current estimated debt limit for the Village is \$57,407,869, which is significantly in excess of the Village’s outstanding general obligation debt.

**Table 5
Outstanding Bonds**

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
General Obligation Bonds (ARS Refunding Bonds Series 2005)	2,050,000	2,260,000	-	-	2,260,000	2,260,000
Tax Exempt Tax Increment Revenue Refunding Note Series 2003	-	1,800,000	-	-	-	1,800,000
Village only Totals	2,050,000	4,060,000	-	-	2,050,000	4,060,000
General Obligation bonds Series 2004 Library Bonds	7,580,000	7,945,000	-	-	7,580,000	7,945,000
Village & Library Totals	\$ 9,630,000	\$12,005,000	-	-	\$ 9,630,000	\$12,005,000

The Village’s bond rating of Aa3 was affirmed by Moody’s Investors Services as part of the \$9,320,000 Series 2004 Library bond issue. As stated by Moody’s, this rating reflects the steady growth in the Village’s mature tax base, sound financial operations that allow for significant pay-as-you-go financing, adequate reserves, modest levels of direct debt owing to substantial current funding of projects, and the ability to operate well within a limited resource environment.

The Village issued \$3.9 million of general obligation (alternate revenue source) bonds in 1998 for the replacement of streetlights throughout the Village. The accelerated replacement of street lights was completed over a three-year period and replaced the pay-as-you-go program,

which was scheduled to be completed over a 20-year period. The 1998 Streetlight bonds were refunded in December, 2005 due to favorable interest rates. The bond refunding results in interest savings in excess of \$100,000 over the remaining life of the issue. The final maturity date of the outstanding debt was not extended as a result of the refunding.

The Tax Exempt Tax Increment Revenue Refunding Note, Series 2003 was originally issued in the amount of \$6.0 million to fund the Triangle Redevelopment Project. Available TIF Fund reserves were utilized to retire the remaining outstanding debt on the Series 2003 note.

Although the La Grange Public Library is a legally separate entity from the Village it is included in the Village's financial statements as a discretely presented component unit. The Library may not issue bonded debt without the Village's approval, and its property taxes are levied by the Village on behalf of the library. The General Obligation Library Bonds, Series 2004 which were approved via voter referendum were issued to fund construction of a new municipal library building.

Additional information on the Village's long-term debt can be found in the Notes to the Financial Statements, note # 6.

ECONOMIC FACTORS

The Village's composition is primarily residential with small commercial and industrial components. The property tax revenue derived from the current housing stock is extremely stable. The Village has also experienced an increase in residential housing due to construction of new single family residences and additions. This has provided economic growth to the property tax base. The commercial sector is stable as well as it is based on the purchase of food and other necessary household items. Due to the utilization of a Tax Increment Financing (TIF) District, the commercial sector base has increased in the last several years with the revitalization of the downtown central business district.

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 Lou Cipparrone, Finance Director, Village of La Grange, 53 S. La Grange Rd, La Grange, Illinois 60525.

VILLAGE OF LA GRANGE, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2010

	Governmental Activities	Business-Type Activities	Total	Component Unit Library
ASSETS				
Cash and cash equivalents	\$ 3,962,778	\$ 1,144,986	\$ 5,107,764	\$ 2,958,612
Investments	12,093,877	1,840,736	13,934,613	-
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	2,911,814	-	2,911,814	1,240,702
Accounts	320,241	571,441	891,682	-
Accrued interest	63,220	6,499	69,719	-
Due from other governments	1,056,521	-	1,056,521	-
Due from fiduciary funds	30,156	-	30,156	-
Prepaid expenses	2,850	-	2,850	20,461
Deferred costs	-	-	-	133,242
Net pension asset	79,987	-	79,987	-
Net other postemployment benefit asset	-	-	-	1,133
Capital assets, not being depreciated	10,195,012	1,612,139	11,807,151	94,418
Capital assets being depreciated (net of accumulated depreciation)	13,326,365	17,976,394	31,302,759	8,391,484
Total assets	44,042,821	23,152,195	67,195,016	12,840,052
LIABILITIES				
Accounts payable	525,225	163,775	689,000	11,389
Accrued payroll	1,363	734	2,097	21,333
Accrued interest payable	31,492	-	31,492	127,914
Deposits	99,690	5,749	105,439	-
Unearned revenues				
Property tax	5,954,184	-	5,954,184	2,607,277
Other	5,622	260,510	266,132	-
Noncurrent liabilities				
Due within one year	301,399	165	301,564	422,874
Due in more than one year	2,418,973	154,973	2,573,946	7,257,383
Total liabilities	9,337,948	585,906	9,923,854	10,448,170
NET ASSETS				
Invested in capital assets, net of related debt	21,471,377	19,588,533	41,059,910	1,228,519
Restricted for maintenance of roadways	1,361,426	-	1,361,426	-
Restricted for public safety	278,690	-	278,690	-
Restricted for debt service	170,189	-	170,189	-
Restricted for drug forfeiture	221,110	-	221,110	-
Unrestricted	11,202,081	2,977,756	14,179,837	1,163,363
TOTAL NET ASSETS	\$ 34,704,873	\$ 22,566,289	\$ 57,271,162	\$ 2,391,882

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2010

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants	Capital Grants
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 2,403,960	\$ 507,135	\$ -	\$ -
Public safety	7,464,482	694,998	10,925	-
Highways and streets	3,502,763	269,777	417,621	1,330,911
Economic development	5,575,820	-	-	-
Interest	92,357	-	-	-
Total governmental activities	19,039,382	1,471,910	428,546	1,330,911
Business-Type Activities				
Water	3,412,349	2,938,394	-	-
Sewer	454,813	408,242	-	-
Parking	987,368	645,361	-	-
Total business-type activities	4,854,530	3,991,997	-	-
TOTAL PRIMARY GOVERNMENT	\$ 23,893,912	\$ 5,463,907	\$ 428,546	\$ 1,330,911
COMPONENT UNIT - LIBRARY				
Culture and recreation	\$ 2,073,535	\$ 40,706	\$ -	\$ -
Interest	318,855	-	-	-
TOTAL COMPONENT UNIT - LIBRARY	\$ 2,392,390	\$ 40,706	\$ -	\$ -

	Net (Expense) Revenue and Change in Net Assets			
	Primary Government			Component
	Governmental	Business-Type	Total	Unit
	Activities	Activities		Library
	\$ (1,896,825)	\$ -	\$ (1,896,825)	\$ -
	(6,758,559)	-	(6,758,559)	-
	(1,484,454)	-	(1,484,454)	-
	(5,575,820)	-	(5,575,820)	-
	(92,357)	-	(92,357)	-
	(15,808,015)	-	(15,808,015)	-
	-	(473,955)	(473,955)	-
	-	(46,571)	(46,571)	-
	-	(342,007)	(342,007)	-
	-	(862,533)	(862,533)	-
	(15,808,015)	(862,533)	(16,670,548)	-
	-	-	-	(2,032,829)
	-	-	-	(318,855)
	-	-	-	(2,351,684)
General Revenues				
Taxes				
Property	8,423,435	-	8,423,435	2,501,376
Replacement	240,262	-	240,262	23,615
Income	1,239,647	-	1,239,647	-
Sales, local use	1,585,276	-	1,585,276	-
Utility	476,791	-	476,791	-
Telecommunications	569,607	-	569,607	-
Investment income	143,462	30,770	174,232	3,503
Tif surplus distribution	747,885	-	747,885	201,335
Miscellaneous	356,678	-	356,678	57,092
Transfers	(100,000)	100,000	-	-
Total	13,683,043	130,770	13,813,813	2,786,921
CHANGE IN NET ASSETS	(2,124,972)	(731,763)	(2,856,735)	435,237
NET ASSETS, MAY 1	36,829,845	23,298,052	60,127,897	1,956,645
NET ASSETS, APRIL 30	\$ 34,704,873	\$ 22,566,289	\$ 57,271,162	\$ 2,391,882

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

GOVERNMENTAL FUNDS
BALANCE SHEET

April 30, 2010

	General	Motor Fuel Tax	Tax Increment Financing	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 2,234,284	\$ 7,978	\$ 7,371	\$ 1,045,401	\$ 170,189	\$ 276,790	\$ 3,742,013
Investments	7,111,138	1,469,000	-	-	-	-	8,580,138
Receivables (net, where applicable, of allowances for uncollectibles)							
Property taxes	2,911,814	-	-	-	-	-	2,911,814
Accounts	289,457	-	-	30,784	-	-	320,241
Accrued interest	40,076	8,282	-	-	-	-	48,358
Other	2,850	-	-	-	-	-	2,850
Due from other governments	1,018,068	33,856	-	-	-	4,597	1,056,521
Due from other funds	750	960	-	158,650	-	-	160,360
Due from fiduciary funds	30,156	-	-	-	-	-	30,156
TOTAL ASSETS	\$ 13,638,593	\$ 1,520,076	\$ 7,371	\$ 1,234,835	\$ 170,189	\$ 281,387	\$ 16,852,451

	General	Motor Fuel Tax	Tax Increment Financing	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 220,170	\$ -	\$ -	\$ 271,062	\$ -	\$ 1,947	\$ 493,179
Accrued payroll	1,363	-	-	-	-	-	1,363
Deposits	99,690	-	-	-	-	-	99,690
Unearned revenues							
Property tax	5,954,184	-	-	-	-	-	5,954,184
Due to component unit	5,622	-	-	-	-	-	5,622
Due to other funds	960	158,650	-	-	-	750	160,360
Total liabilities	6,281,989	158,650	-	271,062	-	2,697	6,714,398
FUND BALANCES							
Restricted for maintenance of roadways	-	1,361,426	-	-	-	-	1,361,426
Restricted for economic development	-	-	7,371	-	-	-	7,371
Restricted for public safety	-	-	-	-	-	278,690	278,690
Restricted for debt service	-	-	-	-	170,189	-	170,189
Restricted for drug forfeiture	221,110	-	-	-	-	-	221,110
Assigned for economic development	747,885	-	-	-	-	-	747,885
Assigned for capital projects	-	-	-	963,773	-	-	963,773
Unassigned	6,387,609	-	-	-	-	-	6,387,609
Total fund balances	7,356,604	1,361,426	7,371	963,773	170,189	278,690	10,138,053
TOTAL LIABILITIES AND FUND BALANCES	\$ 13,638,593	\$ 1,520,076	\$ 7,371	\$ 1,234,835	\$ 170,189	\$ 281,387	\$ 16,852,451

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

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

April 30, 2010

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 10,138,053
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	23,521,377
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
General obligation bonds	(2,050,001)
Accrued compensated absences	(618,302)
Interest payable is not reported in the governmental funds	(31,492)
Net pension asset is shown as an asset on the statement of net assets	79,987
Net other postemployment benefits obligation is shown as a liability on the statement of net assets	(52,069)
The unrestricted net assets of the internal service fund are included in the governmental activities in the statement of net assets	<u>3,717,320</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 34,704,873</u></u>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

	General	Motor Fuel Tax	Tax Increment Financing	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 9,593,620	\$ -	\$ 2,921,419	\$ -	\$ 481	\$ 19,498	\$ 12,535,018
Intergovernmental	182,077	393,900	-	242,439	-	-	818,416
Charges for services	-	-	-	2,017	-	243,362	245,379
Fines, licenses and permits	949,402	-	-	-	-	-	949,402
Investment income	139,369	23,721	1,296	2,276	181	609	167,452
Miscellaneous	1,176,387	-	13,513	20,371	-	-	1,210,271
Total revenues	12,040,855	417,621	2,936,228	267,103	662	263,469	15,925,938
EXPENDITURES							
Current							
General government	2,321,048	-	-	-	-	-	2,321,048
Public safety	7,347,412	-	-	-	-	227,970	7,575,382
Highways and streets	1,812,198	-	-	-	-	-	1,812,198
Economic development	-	-	5,575,820	-	-	-	5,575,820
Capital outlay	-	-	-	2,453,339	-	-	2,453,339
Debt service							
Principal retirement	-	-	-	-	2,010,000	-	2,010,000
Interest and fiscal charges	-	-	-	-	124,051	-	124,051
Total expenditures	11,480,658	-	5,575,820	2,453,339	2,134,051	227,970	21,871,838
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	560,197	417,621	(2,639,592)	(2,186,236)	(2,133,389)	35,499	(5,945,900)

	General	Motor Fuel Tax	Tax Increment Financing	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)							
Transfers in	\$ -	\$ -	\$ -	\$ 2,233,650	\$ 2,134,051	\$ -	\$ 4,367,701
Transfers (out)	(1,000,000)	(1,333,650)	(1,840,168)	(293,883)	-	-	(4,467,701)
Total other financing sources (uses)	(1,000,000)	(1,333,650)	(1,840,168)	1,939,767	2,134,051	-	(100,000)
NET CHANGE IN FUND BALANCES	(439,803)	(916,029)	(4,479,760)	(246,469)	662	35,499	(6,045,900)
FUND BALANCES, MAY 1	7,796,407	2,277,455	4,487,131	1,210,242	169,527	243,191	16,183,953
FUND BALANCES, APRIL 30	\$ 7,356,604	\$ 1,361,426	\$ 7,371	\$ 963,773	\$ 170,189	\$ 278,690	\$ 10,138,053

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (6,045,900)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized in the statement of activities	1,428,961
Less internal services funds	(541,021)
Contributions of capital assets are reported as revenue on the statement	1,088,472
Capital assets are depreciated on the statement of activities	(860,966)
Less internal services funds	401,668
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	2,010,000
The change in compensated absences is shown as an expense on the statement of activities	102,135
Accrual of interest is reported as interest expense on the statement of activities	31,694
The change in the net pension asset/obligation is shown as an expense on the statement of activities	(10,747)
The change in the net other postemployment benefits payable (OPEB) is shown as an expense on the statement of activities	(26,005)
Internal service funds are reported separately in the fund financial statements	<u>296,737</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ (2,124,972)</u></u>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

PROPRIETARY FUNDS
STATEMENT OF NET ASSETS

April 30, 2010

	Water	Parking	Sewer	Total	Internal Service Equipment Replacement
CURRENT ASSETS					
Cash and cash equivalents	\$ 129,760	\$ 910,364	\$ 104,862	\$ 1,144,986	\$ 220,765
Investments	801,736	839,000	200,000	1,840,736	3,513,739
Receivables					
Accounts	494,708	-	76,733	571,441	-
Accrued interest	2,126	3,989	384	6,499	14,862
Total current assets	1,428,330	1,753,353	381,979	3,563,662	3,749,366
NONCURRENT ASSETS					
Capital assets					
Not being depreciated	139,896	1,349,838	122,405	1,612,139	-
Being depreciated, at cost	15,215,799	11,134,161	3,778,080	30,128,040	4,215,388
Less accumulated depreciation	(7,470,756)	(2,910,848)	(1,770,042)	(12,151,646)	(2,793,544)
Net capital assets	7,884,939	9,573,151	2,130,443	19,588,533	1,421,844
Total assets	9,313,269	11,326,504	2,512,422	23,152,195	5,171,210
CURRENT LIABILITIES					
Accounts payable	157,908	2,459	3,408	163,775	32,046
Accrued payroll	419	105	210	734	-
Deposits	5,749	-	-	5,749	-
Unearned revenue	-	260,510	-	260,510	-
Compensated absences payable	165	-	-	165	-
Total current liabilities	164,241	263,074	3,618	430,933	32,046
NONCURRENT LIABILITIES					
Other postemployment benefits payable	2,931	943	1,121	4,995	-
Compensated absences payable	117,175	17,950	14,853	149,978	-
Total noncurrent liabilities	120,106	18,893	15,974	154,973	-
Total liabilities	284,347	281,967	19,592	585,906	32,046
NET ASSETS					
Invested in capital assets	7,884,939	9,573,151	2,130,443	19,588,533	1,421,844
Unrestricted	1,143,983	1,471,386	362,387	2,977,756	3,717,320
TOTAL NET ASSETS	\$ 9,028,922	\$ 11,044,537	\$ 2,492,830	\$ 22,566,289	\$ 5,139,164

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

	Water	Parking	Sewer	Total	Internal Service Equipment Replacement
OPERATING REVENUES					
Water sales	\$ 2,879,605	\$ -	\$ -	\$ 2,879,605	\$ -
Sewer fees	-	-	403,827	403,827	-
Water meter installation	8,055	-	-	8,055	-
Sewer connection fees	-	-	3,786	3,786	-
Delinquent penalties	38,618	-	-	38,618	-
Fire lines	11,475	-	-	11,475	-
Parking meter collections	-	87,288	-	87,288	-
Parking decal sales	-	438,158	-	438,158	-
Parking fines	-	119,915	-	119,915	-
Charges for services	-	-	-	-	536,548
Miscellaneous income	641	-	629	1,270	-
Total operating revenues	2,938,394	645,361	408,242	3,991,997	536,548
OPERATING EXPENSES					
Personnel services	1,151,803	639,159	266,409	2,057,371	-
Supplies and materials	35,062	14,469	5,694	55,225	-
Contractual services	1,721,303	67,380	31,662	1,820,345	-
Other	117,313	20,865	98,600	236,778	342
Depreciation	386,868	245,495	52,448	684,811	401,668
Total operating expenses	3,412,349	987,368	454,813	4,854,530	402,010
OPERATING INCOME (LOSS)	(473,955)	(342,007)	(46,571)	(862,533)	134,538
NONOPERATING REVENUES (EXPENSES)					
Investment income	18,389	11,557	824	30,770	56,492
Gain on sale of capital assets	-	-	-	-	105,707
Total nonoperating revenues (expenses)	18,389	11,557	824	30,770	162,199
INCOME (LOSS) BEFORE TRANSFERS	(455,566)	(330,450)	(45,747)	(831,763)	296,737
TRANSFERS	-	100,000	-	100,000	-
CHANGE IN NET ASSETS	(455,566)	(230,450)	(45,747)	(731,763)	296,737
NET ASSETS, MAY 1	9,484,488	11,274,987	2,538,577	23,298,052	4,842,427
NET ASSETS, APRIL 30	\$ 9,028,922	\$ 11,044,537	\$ 2,492,830	\$ 22,566,289	\$ 5,139,164

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2010

	Water	Parking	Sewer	Total	Internal Service Equipment Replacement
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 2,900,615	\$ 643,105	\$ 408,242	\$ 3,951,962	\$ -
Payments to suppliers	(1,831,202)	(98,727)	(128,144)	(2,058,073)	(342)
Payments to employees	(1,125,537)	(639,159)	(266,409)	(2,031,105)	-
(Receipts) payments to internal service funds	(42,775)	(18,368)	(36,097)	(97,240)	536,548
Net cash from operating activities	(98,899)	(113,149)	(22,408)	(234,456)	536,206
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from sale of capital assets	-	-	-	-	105,707
Acquisition of capital assets	(119,000)	-	(61,000)	(180,000)	(520,119)
Net cash from capital and related financing activities	(119,000)	-	(61,000)	(180,000)	(414,412)
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES					
Transfers in	-	100,000	-	100,000	-
Net cash from noncapital and related financing activities	-	100,000	-	100,000	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of investments	(593,706)	(839,000)	(200,000)	(1,632,706)	(3,054,441)
Proceeds from sale of investments	847,555	596,000	-	1,443,555	2,785,763
Interest received	24,508	18,450	440	43,398	98,124
Net cash from investing activities	278,357	(224,550)	(199,560)	(145,753)	(170,554)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	60,458	(237,699)	(282,968)	(460,209)	(48,760)
CASH AND CASH EQUIVALENTS, MAY 1	69,302	1,148,063	387,830	1,605,195	269,525
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 129,760	\$ 910,364	\$ 104,862	\$ 1,144,986	\$ 220,765
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES					
Operating income (loss)	\$ (473,955)	\$ (342,007)	\$ (46,571)	\$ (862,533)	\$ 134,538
Adjustments to reconcile operating income (loss) to net cash from operating activities					
Depreciation	386,868	245,495	52,448	684,811	401,668
Changes in assets and liabilities					
Accounts receivable	(37,777)	-	(6,041)	(43,818)	-
Accounts payable	28,264	(1,619)	(18,995)	7,650	-
Accrued payroll	(27,742)	(17,871)	(6,368)	(51,981)	-
Deferred revenue	-	(2,255)	-	(2,255)	-
Other post employment benefits	1,464	471	560	2,495	-
Compensated absences	23,979	4,637	2,559	31,175	-
NET CASH FROM OPERATING ACTIVITIES	\$ (98,899)	\$ (113,149)	\$ (22,408)	\$ (234,456)	\$ 536,206

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS

April 30, 2010

	Pension Trust Funds	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 768,239	\$ 2
Investments, at fair value		
U.S. Government and agency securities	6,310,016	-
Municipal bonds	144,211	-
Insurance contracts	11,206,406	-
Stocks	4,398,443	-
Receivables		
Assessments	-	52,300
Accrued interest	31,565	-
	<u>22,858,880</u>	<u>\$ 52,302</u>
LIABILITIES		
Accounts payable	1,536	\$ -
Due to the general fund	-	30,156
Due to bondholders	-	22,145
Due to property owners	-	1
	<u>1,536</u>	<u>\$ 52,302</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 22,857,344</u>	

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

For the Year Ended April 30, 2010

ADDITIONS

Contributions

Employer contributions	\$ 1,151,819
Employee contributions	361,523
Miscellaneous revenue	<u>172</u>

Total contributions	<u>1,513,514</u>
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Investment income

Net appreciation in fair value of investments	1,155,207
Interest	<u>2,301,966</u>

Total investment income	3,457,173
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Less investment expense	<u>(63,037)</u>
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Net investment income	<u>3,394,136</u>
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Total additions	<u>4,907,650</u>
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DEDUCTIONS

Benefits and refunds	2,292,519
Administrative expenses	4,000
Miscellaneous	<u>28,128</u>

Total deductions	<u>2,324,647</u>
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NET INCREASE	2,583,003
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NET ASSETS HELD IN TRUST FOR
PENSION BENEFITS

May 1	<u>20,274,341</u>
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April 30	<u><u>\$ 22,857,344</u></u>
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See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

April 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Reporting Entity

The Village was incorporated June 11, 1879. The Village is a municipal corporation governed by an elected seven-member board. The Village operates under a Board-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water and sanitation, public improvements, planning and zoning and general administrative services. As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component units. The component units discussed below are included in the Village's reporting entity because of the significance of their operational or financial relationship with the Village.

Discretely Presented Component Unit

The component unit column in the financial statements include the financial data of the Village's component unit. It is reported in a separate column to emphasize that it is legally separate from the Village.

La Grange Public Library

The La Grange Public Library (the Library) is governed by the La Grange Public Library Board of Trustees (the Library Board of Trustees) elected by the voters of the Village. The Library Board of Trustees selects management staff, establishes budgets and otherwise directs the affairs of the Library. The Library may not issue bonded debt without the Village's approval. The Library receives most of its funding through property taxes levied by the Village on behalf of the Library. Separate financial statements are not issued.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

The Village's financial statements include pension trust funds:

Police Pension Employees Retirement System

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one pension beneficiary elected by the membership and two police employees elected by the membership constitute the pension board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund. No separate stand-alone financial statements are issued by PPERS.

Firefighters' Pension Employees Retirement System

The Village's firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS 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 pension beneficiary elected by the membership and two firefighter employees elected by the membership constitute the pension board. The Village and FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's firefighters because of the fiduciary nature of such activities. FPERS is reported as a pension trust fund. No separate stand-alone financial statements are issued by FPERS.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting

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

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

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

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

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. When these assets are held under the terms of a formal trust agreement, a pension trust fund is used. Agency funds generally are used to account for assets that the Village holds on behalf of others as their agent.

c. Government-Wide and Fund Financial Statements

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

The Village reports the following major governmental funds:

- The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.
- The Motor Fuel Tax Fund accounts for the operation of certain street maintenance programs and to fund specific capital projects as authorized by the Illinois Department of Transportation. The Village has elected to report the Motor Fuel Tax Fund as a major fund.
- The Tax Increment Financing District Fund is used to account for the Village's tax increment financing district with financing being provided from incremental property tax revenues and bond proceeds for approved projects of the TIF.
- The Capital Projects Fund accounts for the costs of various infrastructure improvements to village property. These costs are financed by transfers from the General and Motor Fuel Tax Funds, grants and bond proceeds.
- The Debt Service Fund accounts for resources that are used to repay general long-term debt obligations.

The Village reports the following major proprietary funds:

- The Water Fund accounts for the activities of the water operations.
- The Sewer Fund accounts for the activities of the sewer operations.
- The Parking Fund accounts for the activities of the parking lots and meters.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Additionally, the Village reports the following funds:

- The Internal Service Equipment Replacement Fund is used to accumulate monies for the future replacement of equipment. Financing is provided by payments from the General, ETSB, Water, Parking and Sewer Funds.
- Pension Funds are used to account for the Police and Firefighters' Pension activities.
- Agency Funds are used to account for noncommitment debt of the special service areas and special assessments.

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

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

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period. The Village recognizes property taxes when they become both measurable and available in the period intended to finance. A 90 day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, licenses, interest revenue and charges for services. Sales taxes owed to and fines collected by the State of Illinois at year end on behalf of the Village also are recognized as revenue. Permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

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

e. Cash and Investments

Cash and Cash Equivalents

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

Investments

Investments are stated at fair value.

f. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the financial statements. Short-term interfund loans, if any, are classified as "interfund receivables/payables."

g. Prepaid Items/Expenses

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

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets

Capital assets which include property, plant, equipment and infrastructure assets (e.g.; roads, bridges and storm sewers) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 for furniture, equipment and vehicles and \$100,000 for building, building improvements and infrastructure plus an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In the case of the initial capitalization of general infrastructure assets, (i.e., those reported by governmental activities) the Village chose to include all such items regardless of their acquisition date. The Village was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the Village constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the Village values these capital assets at the estimated fair value of the item at the date of its donation.

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

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

Assets	Years
Building and building improvements	10 - 50
Improvements	10 - 35
Water distribution system	10 - 40
Sewer distribution system	40
Vehicles, equipment and furniture	2 - 25
Infrastructure	50

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Compensated Absences

Vested or accumulated vacation and sick leave of proprietary funds and governmental activities is recorded as an expense and liability of those funds as the benefits accrue to employees.

j. Long-Term Obligations

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

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

k. Fund Balance/Net Assets

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village Manager by the Village Board of Trustees. Any residual fund balance is reported as unassigned.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Fund Balance/Net Assets (Continued)

The Village has established fund balance reserve policies its general fund. The General Fund targets 6 months of operating expenditures as unassigned fund balance. The Special Revenue, Capital Projects and Debt Service Funds do not have established fund balance limits due to the nature of the transactions accounted for in these funds.

In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Net assets have not been restricted by enabling legislation adopted by the Village. Invested in capital assets, net of related debt, represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.

2. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds. The investments are governed by three separate investment policies; one policy for the Village adopted by the Village Board and one policy each for the Police and Firefighters' Pension Funds approved by their respective boards.

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

The Police and Firefighters' Pension Funds can invest in the same securities as the Village, plus the following: certain non-U.S. obligations (corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions, Illinois insurance company general and separate accounts, mutual funds and equity securities.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statues governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance.

b. Village Investments

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
Illinois Funds	\$ 4,202,201	\$ 4,202,201	\$ -	\$ -	\$ -
Illinois Metropolitan Investment Fund	2,647,473	2,647,473	-	-	-
TOTAL	\$ 6,849,674	\$ 6,849,674	\$ -	\$ -	\$ -

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a fifteen month period. The investment policy limits the maximum maturity length of investments in the general fund and the special revenue funds to fifteen months from date of purchase. Investments in other funds may be purchased with maturities to match future projects or liability requirements. In addition, the policy requires the Village to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in short-term commercial paper rated A+ to AAA by Standard and Poor's. Illinois Funds and the Illinois Metropolitan Investment Fund are rated AAA by Standard and Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party acting as the Village's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Village's name. Illinois Funds and the money market mutual fund are not subject to custodial credit risk.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Village Investments (Continued)

Concentration of credit risk - The Village's investment policy limits investments to the amount of the portfolio that can be invested in any one investment vehicle as follows:

Diversification by Instrument	Percent of Portfolio
U.S. Treasury obligations (bills, notes and bonds)	100%
U.S. government agency securities and instrumentalities of government sponsored corporations	50%
Bankers acceptances (BAs)	25%
Repurchase agreements (REPOs) (monies in the public funds or other money market funds are not to be included in this limitation)	25%
Certificates of deposit (CDs) commercial banks/savings and loans	100%
Certificates of deposit (CDs) credit unions	100%
Illinois Public Funds (or similar types of investments/money market pools)	50%
Commercial paper (CP)	10%

Diversification by Financial Institution

Bankers Acceptances (BAs) - no more than 25% of the total portfolio with any one institution.

Repurchase Agreements (REPOs) - no more than 25% of the total portfolio with any one institution.

Certificates of Deposit (CDs) - Commercial banks, savings and loan association, credit unions - no more than 50% of the total portfolio with any one institution.

Local Government Investment Pool - The Illinois Public Funds or similar type of investment/money market pools - no more than 50%.

c. Police and Firefighters' Pension Funds Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Police and Firefighters' Pension Funds' deposits may not be returned to them. The Police and Firefighters' Pension Funds' investment policies do not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Police and Firefighters' Pension Funds' deposits with financial institutions.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

d. Police Pension Fund Investments

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Treasury obligations	\$ 1,661,227	\$ 588,570	\$ 374,000	\$ 288,981	\$ 409,676
U.S. agency obligations	3,131,380	707	2,234	113,600	3,014,839
Municipal bonds	144,211	144,211	-	-	-
TOTAL	\$ 4,936,818	\$ 733,488	\$ 376,234	\$ 402,581	\$ 3,424,515

In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period. The investment policy does not limit the maximum maturity length of investments in the Police Pension Fund.

The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The U.S. Treasury and U.S. agency obligations are rated AAA, the money market funds are rated AAA and the bond mutual funds are rated AAA. Illinois Funds is rated AAA by Standard and Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Police Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party acting as the Police Pension Fund's agent separate from where the investment was purchased in the Police Pension Fund's name. Illinois Funds, insurance contracts and bond mutual funds are not subject to custodial credit risk.

Concentration of credit risk - The Police Pension Fund's investment policy limits the amount of the portfolio that can be invested in any one investment vehicle to 50% of the portfolio.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

e. Firefighters' Pension Fund Investments

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Treasury obligations	\$ 1,418,238	\$ -	\$ 748	\$ 8,158	\$ 1,409,332
U.S. agency obligations	99,171	-	-	99,171	-
TOTAL	\$ 1,517,409	\$ -	\$ 748	\$ 107,329	\$ 1,409,332

In accordance with its investment policy, the Firefighters' Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period. The investment policy does not limit the maximum maturity length of investments in the Firefighters' Pension Fund.

The Firefighters' Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The U.S. agency obligations are rated AAA and the money market funds are rated AAA. Illinois Funds is rated AAA by Standard and Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Firefighters' Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Firefighters' Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party acting as the Firefighters' Pension Fund's agent separate from where the investment was purchased in the Firefighters' Pension Fund's name. Illinois Funds, insurance contracts and bond mutual funds are not subject to custodial credit risk.

Concentration of credit risk - The Firefighters' Pension Fund's investment policy limits the amount of the portfolio that can be invested in any one investment vehicle to 50% of the portfolio.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES

Property taxes for 2009 attach as an enforceable lien on January 1, 2009 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2010 and August 1, 2010 and are payable in two installments, on or about March 1, 2010 and September 1, 2010. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 3% of the tax levy and 5% of the debt service levy to reflect actual collection experience.

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

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

GOVERNMENTAL ACTIVITIES	
Income taxes	\$ 430,824
Sales taxes	400,652
Utility taxes	186,592
MFT allotment	33,856
9-1-1 fees	4,597
	<hr/>
TOTAL	<u><u>\$ 1,056,521</u></u>

4. CAPITAL ASSETS

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

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Construction in progress	\$ 403,858	\$ 1,675,908	\$ -	\$ 2,079,766
Land	539,948	-	-	539,948
Land right of way	7,575,298	-	-	7,575,298
Total capital assets not being depreciated	<hr/> 8,519,104	<hr/> 1,675,908	<hr/> -	<hr/> 10,195,012
Capital assets being depreciated				
Buildings	5,898,888	-	-	5,898,888
Improvements	2,530,018	-	-	2,530,018
Street infrastructure	11,345,119	288,154	-	11,633,273
Storm sewers	1,695,557	-	-	1,695,557
Equipment	4,673,522	553,371	323,994	4,902,899
Total capital assets being depreciated	<hr/> 26,143,104	<hr/> 841,525	<hr/> 323,994	<hr/> 26,660,635

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES (Continued)				
Less accumulated depreciation for				
Buildings	\$ 3,356,463	\$ 130,848	\$ -	\$ 3,487,311
Improvements	1,429,774	59,935	-	1,489,709
Street infrastructure	3,682,597	187,209	-	3,869,806
Storm sewers	1,199,822	21,912	-	1,221,734
Equipment	3,109,598	461,062	304,950	3,265,710
Total accumulated depreciation	<u>12,778,254</u>	<u>860,966</u>	<u>304,950</u>	<u>13,334,270</u>
Total capital assets being depreciated, net	<u>13,364,850</u>	<u>(19,441)</u>	<u>19,044</u>	<u>13,326,365</u>
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 21,883,954</u>	<u>\$ 1,656,467</u>	<u>\$ 19,044</u>	<u>\$ 23,521,377</u>
	Beginning Balances	Increases	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,370,735	\$ -	\$ -	\$ 1,370,735
Construction in progress	61,404	180,000	-	241,404
Total capital assets not being depreciated	<u>1,432,139</u>	<u>180,000</u>	<u>-</u>	<u>1,612,139</u>
Capital assets being depreciated				
Building and building improvements	9,386,936	-	-	9,386,936
Water distribution system	14,666,759	-	-	14,666,759
Sewer distribution system	3,750,249	-	-	3,750,249
Parking improvements	1,775,449	-	-	1,775,449
Equipment	548,647	-	-	548,647
Total capital assets being depreciated	<u>30,128,040</u>	<u>-</u>	<u>-</u>	<u>30,128,040</u>
Less accumulated depreciation for				
Building and building improvements	976,101	201,504	-	1,177,605
Water distribution system	6,622,705	364,877	-	6,987,582
Sewer distribution system	1,700,037	49,738	-	1,749,775
Parking improvements	1,693,768	48,905	-	1,742,673
Equipment	474,224	19,787	-	494,011
Total accumulated depreciation	<u>11,466,835</u>	<u>684,811</u>	<u>-</u>	<u>12,151,646</u>
Total capital assets being depreciated, net	<u>18,661,205</u>	<u>(684,811)</u>	<u>-</u>	<u>17,976,394</u>
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 20,093,344</u>	<u>\$ (504,811)</u>	<u>\$ -</u>	<u>\$ 19,588,533</u>

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 85,877
Public safety	344,399
Highways and streets	<u>430,690</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENT ACTIVITIES	<u>\$ 860,966</u>

5. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets and omissions; injuries to employees; illnesses of employees; and natural disasters.

The Village purchases medical insurance from a private insurance company and participates in a municipal risk management pool for general liability coverage. Premiums have been displayed as expenditures/expenses in appropriate funds. The amount of settlements did not exceed the insurance coverage for each of the past three fiscal years.

Intergovernmental Risk Management Agency (IRMA)

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

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

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

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. RISK MANAGEMENT (Continued)

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 members. Supplemental contributions may be required to fund these deficits.

6. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities. These bonds, therefore, are reported in the proprietary funds if they are expected to be repaid from proprietary revenues.

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

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Current Portion
\$2,785,000 Alternate Revenue Refunding Bonds dated December 22, 2005 due in annual installments from \$135,000 to \$295,000 plus interest from 3.20% to 3.90% through December 1, 2017.	Debt Service	\$ 2,260,000	\$ -	\$ 210,000	\$ 2,050,000	\$ 220,000
TOTAL GENERAL OBLIGATION BONDS		\$ 2,260,000	\$ -	\$ 210,000	\$ 2,050,000	\$ 220,000

b. Tax Increment Line of Credit

The Village has issued the line of credit for the Tax Exempt Tax Increment Revenue Refunding Note where the Village pledges incremental tax income derived from a separately created tax increment financing district. This note is not an obligation of the Village and is secured only by the incremental revenues generated by the district.

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Current Portion
\$6,000,000 Tax Exempt Tax Increment Revenue Refunding Note Series 2003 due in annual installments of \$600,000 to \$900,000 plus interest of 3.85% through December 1, 2010.	Debt Service Increment Revenues	\$ 1,800,000	\$ -	\$ 1,800,000	\$ -	\$ -
TOTAL		\$ 1,800,000	\$ -	\$ 1,800,000	\$ -	\$ -

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

c. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	Alternate Revenue Bonds	
	Principal	Interest
2011	\$ 220,000	\$ 76,575
2012	235,000	68,765
2013	240,000	60,305
2014	250,000	51,545
2015	260,000	42,295
2016	270,000	32,545
2017	280,000	22,285
2018	295,000	11,505
TOTAL	\$ 2,050,000	\$ 365,820

d. Other Changes in Long-Term Debt

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

Governmental Activities

	Balances May 1	Additions	Retirements	Balances April 30	Current Portion
General obligation bonds	\$ 2,260,000	\$ -	\$ 210,000	\$ 2,050,000	\$ 220,000
TIF line of credit	1,800,000	-	1,800,000	-	-
Other postemployment benefit	26,064	26,005	-	52,069	-
Compensated absences payable	720,437	11,870	114,005	618,302	81,399
TOTAL	\$ 4,806,501	\$ 37,875	\$ 2,124,005	\$ 2,720,371	\$ 301,399

Business-Type Activities

	Balances May 1	Additions	Retirements	Balances April 30	Current Portion
Other postemployment benefit	\$ 2,500	\$ 2,495	\$ -	\$ 4,995	\$ -
Compensated absences payable	118,968	37,851	6,676	150,143	165
TOTAL	\$ 121,468	\$ 40,346	\$ 6,676	\$ 155,138	\$ 165

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Special Assessments

In accordance with GASB Statement No. 6, special assessments are included in the Agency Fund. Special assessment bonds outstanding as of the date of this report totaled \$0. These bonds are not an obligation of the Village and are secured by the levy of special assessments on the real property within the special assessment area. The Village is in no way liable for repayment, but is only acting as agent for the property owners in levying and collecting the assessments and forwarding the collections to bondholders.

7. INDIVIDUAL FUND DISCLOSURES

a. Transfers between funds during the year were as follows:

Primary Government

Fund	Transfers In	Transfers Out
General	\$ -	\$ 1,000,000
Motor Fuel Tax	-	1,333,650
Tax Increment Financing	-	1,840,168
Capital Projects	2,233,650	293,883
Debt Service	2,134,051	-
Parking Fund	100,000	-
TOTAL ALL FUNDS	\$ 4,467,701	\$ 4,467,701

- \$900,000 transferred to the Capital Projects Fund from the General Fund. This transfer represents the General Fund's portion of infrastructure maintenance and improvements.
- \$100,000 transferred to the Parking Fund from the General Fund. This transfer funds the additional costs associated with the general maintenance and operations of the parking structure.
- \$1,840,168 transferred to the Debt Service Fund from the Tax Increment Financing Fund. This transfer is for the payment of principal and interest for the 2003 Refunding Note. The purpose of the note was for property acquisition relating to the Triangle Project and the construction of a parking garage.

7. INDIVIDUAL FUND DISCLOSURES (Continued)

a. (Continued)

- \$293,883 transferred to the Debt Service Fund from the Capital Projects Fund. This transfer is for funding the Alternate Revenue Bonds. The bonds were issued to fund the completion of the residential street light program.
- \$1,333,650 transferred to the Capital Projects Fund from the Motor Fuel Tax Fund. This transfer represents the Village's portion of infrastructure maintenance and improvements.

8. CONTINGENT LIABILITIES

a. Litigation

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

b. Grants

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

9. EMPLOYEE RETIREMENT SYSTEMS

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

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund

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

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the year ended December 31, 2009 was 9.47% of covered payroll.

Sheriff's Law Enforcement Personnel (SLEP)

Sheriff's Law Enforcement Personnel (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 earnings 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 6.50% of their annual salary to SLEP. The Village is required to contribute the remaining amounts necessary to fund the SLEP as specified by statute. The employer contribution rate for the calendar year 2009 was 12.67% of covered payroll.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan

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

Retirees and beneficiaries currently receiving benefits	32
Terminated employees entitled to benefits but not yet receiving them	2
Current employees	
Vested	28
Nonvested	-
	<hr/>
TOTAL	<hr/> <u>62</u>

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

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service costs for the Police Pension Plan. For the year ended April 30, 2009, the Village's contribution was 23.11% of covered payroll.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a pension trust fund. At April 30, 2009, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	26
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	10
Nonvested	8
	<hr/>
TOTAL	<hr/> <hr/> 44

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by 1/12 of 2.50% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75.00% of such monthly salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a covered employee 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 paid upon reaching the age of at least 55 by 3.00% of the original pension and 3.00% compounded annually thereafter.

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' 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 finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past services costs for the Firefighters' Pension Plan. For the year ended April 30, 2009, the Village's contribution was 43.15% of covered payroll.

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which the employee services are performed.

Method Used to Value Investments

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

Significant Investments

There are no significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5.00% or more of plan net assets for either the Police or Firefighters' Pension Plans. Information for the IMRF is not available.

Plan	Organization	Amount
Police Pension	Transamerica	\$ 1,279,870
	Met Life	896,576
	ING Golden Select	1,667,187
	Nationwide	638,212
	Pacific Life Insurance	958,264
	Manulife Financial	765,448
	Kemper Scudder	9,432
		<u>\$ 6,214,989</u>

Plan	Organization	Amount
Firefighters' Pension	ING Golden Select	\$ 1,622,775
	Pacific Life Insurance	925,213
	Nationwide	438,604
	Transamerica	877,847
	Putnam Allstate Advisor	677,846
	Met Life Bullet	449,132
		<u>\$ 4,991,417</u>

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Administrative Costs

Administrative costs for both the Police and Firefighters' Pension Plans are financed primarily through investment earnings.

c. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel	Police Pension	Firefighters' Pension
Actuarial valuation date	December 31, 2007	December 31, 2007	April 30, 2009	April 30, 2009
Actuarial cost method	Entry-age Normal	Entry-age Normal	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	5 Year Smoothed Market	Market Value	Market Value
Amortization method	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed
Amortization period	23 Years, Closed	30 Years, Open	24 Years, Closed	24 Years, Closed
Significant actuarial assumptions				
a) Rate of return on present and future assets	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	4.00% Compounded Annually	3.00% Compounded Annually	3.00% Compounded Annually
c) Additional projected Salary increases - seniority/merit	.40% to 10%	.40% to 10%	2.00%	2.00%
d) Postretirement benefit increases	3.00%	3.00%	3.00%	3.00%

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

Trend Information

Trend information gives an indication of the progress in accumulating sufficient assets to pay benefits when due.

	For Fiscal Year	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel
Annual pension cost (APC)	2008	\$ 353,614	\$ 17,023
	2009	372,465	14,618
	2010	422,810	17,026
Actuarial contributions	2008	\$ 353,614	\$ 17,023
	2009	372,465	14,618
	2010	422,810	17,026
Percentage of APC contributed	2008	100.00%	100.00%
	2009	100.00%	100.00%
	2010	100.00%	100.00%
NPO (asset)	2008	\$ -	\$ -
	2009	-	-
	2010	-	-
	For Fiscal Year	Police Pension	Firefighters' Pension
Annual pension cost (APC)	2008	\$ 530,133	\$ 471,336
	2009	469,327	485,860
	2010	487,188	542,656
Actuarial contributions	2008	\$ 530,333	\$ 482,634
	2009	459,277	476,960
	2010	482,475	536,622
Percentage of APC contributed	2008	100.00%	102.40%
	2009	97.90%	98.20%
	2010	99.00%	98.90%
NPO (asset)	2008	\$ (89,361)	\$ (20,323)
	2009	(79,311)	(11,423)
	2010	(74,598)	(5,389)

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

Net Pension Obligation

The Village's annual pension cost and net pension obligation to the Police and Firefighters' Pension Funds for the year ended April 30, 2010 were as follows:

	Police Pension	Firefighters' Pension
Annual required contributions	\$ 488,890	\$ 542,901
Interest on net pension obligation	(5,948)	(857)
Adjustment to annual required contribution	4,246	612
Annual pension cost	487,188	542,656
Contributions made	482,475	536,622
(Increase) decrease in net pension obligation (asset)	4,713	6,034
Net pension obligation (asset), beginning of year	(79,311)	(11,423)
NET PENSION OBLIGATION (ASSET), END OF YEAR	\$ (74,598)	\$ (5,389)

The funded status and funding progress of the plans as of December 31, 2009 for IMRF and April 30, 2009 for Police and Firefighters' Pension Funds were as follows:

	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel	Police Pension	Fire Pension
Actuarial accrued liability (AAL)	\$ 12,034,081	\$ 219,347	\$ 23,129,888	\$ 17,125,131
Actuarial value of plan assets	8,190,145	163,287	12,755,497	7,518,844
Unfunded actuarial accrued liability (UAAL)	3,843,936	56,060	10,374,391	9,606,287
Funded ratio (actuarial value of plan assets/AAL)	68.06%	74.44%	55.15%	43.91%
Covered payroll (active plan members)	\$ 4,220,084	\$ 121,334	\$ 2,088,122	\$ 1,243,750
UAAL as a percentage of covered payroll	91.09%	46.20%	496.80%	772.40%

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

10. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

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

b. Benefits Provided

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

c. Membership

At April 30, 2009, membership consisted of:

Retirees and beneficiaries currently receiving benefits	8
Terminated employees entitled to benefits but not yet receiving them	-
Active employees - vested	59
Active employees - nonvested	<u>37</u>
 TOTAL	 <u><u>104</u></u>
 Participating employers	 <u><u>1</u></u>

d. Funding Policy

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

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation

The Village first had an actuarial valuation performed for the Plan as of May 1, 2008 to determine the funded status of the Plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2010. The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2010 was as follows (information for year ending April 30, 2008 is not available as an actuarial valuation was performed for the first time as of May 1, 2008):

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2009	\$ 45,427	\$ 16,863	37.10%	\$ 28,564
April 30, 2010	45,363	16,863	37.20%	57,064

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

Annual required contribution	\$ 44,884
Interest on net OPEB obligation	1,428
Adjustment to annual required contribution	(949)
	<hr/>
Annual OPEB cost	45,363
Contributions made	16,863
	<hr/>
Increase in net OPEB obligation	28,500
Net OPEB obligation, beginning of year	28,564
	<hr/>
NET OPEB OBLIGATION, END OF YEAR	\$ 57,064

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

Actuarial accrued liability (AAL)	\$ 501,973
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	501,973
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	7,133,744
UAAL as a percentage of covered payroll	7.04%

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

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

In the May 1, 2008 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included an investment rate of return of 5.0%, projected salary increases of 5.0% and an initial healthcare cost trend rate of 8.0% with an ultimate healthcare inflation rate of 6.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2010 was 30 years.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. COMPONENT UNIT - LA GRANGE PUBLIC LIBRARY

a. Financial Information

Separate financial statements for the Library are not issued.

b. Deposits

In accordance with the Library's investment policy, the Library's monetary assets may be placed in all instruments permitted by the Illinois Public Funds Investment Act. This act permits deposits and investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds.

c. Library Investments

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
Illinois Funds	\$ 2,935,823	\$ 2,935,823	\$ -	\$ -	\$ -
TOTAL	\$ 2,935,823	\$ 2,935,823	\$ -	\$ -	\$ -

In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a three-month period by utilizing Illinois Funds.

The Library limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in Illinois Funds. Illinois Funds is rated AAA by Standard and Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Library's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party acting as the Library's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Library's name. Illinois Funds and the money market mutual fund are not subject to custodial credit risk.

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. COMPONENT UNIT - LA GRANGE PUBLIC LIBRARY (Continued)

d. Receivables

Property taxes for 2009 attach as an enforceable lien on January 1, 2009 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2010 and July 1, 2010 and are payable in two installments, on or about March 1, 2010 and September 1, 2010. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at three percent of the tax levy and five percent of the debt service levy to reflect actual collection experience.

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

e. Capital Assets

The following is a summary of the capital asset activity for the year ended April 30, 2010:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land and land improvements	\$ 94,418	\$ -	\$ -	\$ 94,418
Total capital assets not being depreciated	94,418	-	-	94,418
Capital assets being depreciated				
Buildings	8,823,555		-	8,823,555
Furniture and fixtures	244,223	-	-	244,223
Office equipment	25,275	13,268	-	38,543
Total capital assets being depreciated	9,093,053	13,268	-	9,106,321
Less accumulated depreciation for				
Buildings	441,178	221,487	-	662,665
Machinery and equipment	24,422	12,211	-	36,633
Vehicles	13,042	2,497	-	15,539
Total accumulated depreciation	478,642	236,195	-	714,837
Total capital assets being depreciated, net	8,614,411	(222,927)	-	8,391,484
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 8,708,829	\$ (222,927)	\$ -	\$ 8,485,902

VILLAGE OF LA GRANGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. COMPONENT UNIT - LA GRANGE PUBLIC LIBRARY (Continued)

e. Capital Assets (Continued)

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

GOVERNMENTAL ACTIVITIES	
Culture and recreation	\$ 236,195
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 236,195</u>

f. Long-Term Debt

1) Bonds payable at April 30, 2010 are comprised of the following:

General Obligation Bonds

\$9,320,000 2004 General Obligation Library Bonds, due in annual installments of \$335,000 to \$655,000 from January 1, 2003 to December 1, 2024, interest from 3.0% to 4.3%. While a general obligation of the Village, the principal and interest is to be repaid with the Library's tax levy. \$ 7,580,000

2) Debt Service to Maturity

Annual debt service requirements to maturity are as follows:

<u>Year</u>	<u>General Obligation Library Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 380,000	\$ 306,992
2011	395,000	290,842
2012	410,000	274,055
2013	430,000	256,630
2014	445,000	238,355
2015	465,000	222,780
2016	480,000	206,040
2017	495,000	188,280
2018	515,000	169,470
2019	535,000	149,385
2020	560,000	127,985
2021	580,000	105,025
2022	605,000	80,665
2023	630,000	55,255
2024	655,000	28,165
TOTAL	<u>\$ 7,580,000</u>	<u>\$ 2,699,924</u>

VILLAGE OF LA GRANGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. COMPONENT UNIT - LA GRANGE PUBLIC LIBRARY (Continued)

f. Long-Term Debt (Continued)

3) Changes in Long-Term Debt

Changes in long-term debt during the year ended April 30, 2010 is as follows:

	Balances May 1	Additions	Deletions	Balances April 30	Current Portion
General obligation bonds	\$ 7,945,000	\$ -	\$ 365,000	\$ 7,580,000	\$ 380,000
Unamortized premium	61,208	-	3,825	57,383	-
Compensated absences	10,312	32,562	-	42,874	42,874
TOTAL	\$ 8,016,520	\$ 32,562	\$ 368,825	\$ 7,680,257	\$ 422,874

g. Annual OPEB Costs and Net OPEB Obligation

The Village first had an actuarial valuation performed for the Plan as of May 1, 2008 to determine the funded status of the Plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2010. The Library's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan and the net OPEB obligation for 2010 was as follows (information for year ending April 30, 2008 is not available as an actuarial valuation was performed for the first time as of May 1, 2008):

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
April 30, 2009	\$ 2,477	\$ 3,014	121.70%	\$ (537)
April 30, 2010	2,418	3,014	124.65%	(1,133)

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

Annual required contribution	\$ 2,427
Interest on net OPEB obligation	(27)
Adjustment to annual required contribution	18
Annual OPEB cost	2,418
Contributions made	3,014
Decrease in net OPEB obligation	(596)
Net OPEB obligation, beginning of year	(537)
NET OPEB OBLIGATION (ASSET), END OF YEAR	\$ (1,133)

11. COMPONENT UNIT - LA GRANGE PUBLIC LIBRARY (Continued)

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

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2010 was as follows:

Actuarial accrued liability (AAL)	\$	25,827
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)		25,827
Funded ratio (actuarial value of plan assets/AAL)		-%
Covered payroll (active plan members)	\$	-
UAAL as a percentage of covered payroll		-%

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

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

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

In the May 1, 2009 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included an investment rate of return of 5.0%, projected salary increases of 5.0% and an initial healthcare cost trend rate of 8.0% with an ultimate healthcare inflation rate of 6.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2010 was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property	\$ 5,522,179	\$ 5,522,179	\$ 5,482,037
Sales	1,720,218	1,720,218	1,585,276
Other	2,840,198	2,840,198	2,526,307
Intergovernmental	61,509	61,509	182,077
Fines, licenses and permits	1,029,252	1,029,252	949,402
Investment income	225,000	225,000	139,369
Miscellaneous	271,100	271,100	1,176,387
Total revenues	11,669,456	11,669,456	12,040,855
EXPENDITURES			
General government	2,058,666	2,249,666	2,321,048
Public safety	7,114,211	7,309,211	7,347,412
Highways and streets	1,768,034	1,826,034	1,812,198
Total expenditures	10,940,911	11,384,911	11,480,658
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	728,545	284,545	560,197
OTHER FINANCING SOURCES (USES)			
Transfers (out)			
Tax Increment Financing Fund	(900,000)	(900,000)	(900,000)
Capital Projects Fund	(100,000)	(100,000)	(100,000)
Total other financing sources (uses)	(1,000,000)	(1,000,000)	(1,000,000)
NET CHANGE IN FUND BALANCE	\$ (271,455)	\$ (715,455)	(439,803)
FUND BALANCE, MAY 1			7,796,407
FUND BALANCE, APRIL 30			\$ 7,356,604

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
State motor fuel tax	\$ 425,000	\$ 425,000	\$ 393,900
Investment income	57,000	57,000	23,721
Total revenues	482,000	482,000	417,621
EXPENDITURES			
None			
Total expenditures	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	482,000	482,000	417,621
OTHER FINANCING SOURCES			
Transfers (out)			
Capital Projects Fund	(1,913,292)	(1,913,292)	(1,333,650)
Total other financing sources (uses)	(1,913,292)	(1,913,292)	(1,333,650)
NET CHANGE IN FUND BALANCE	<u>\$ (1,431,292)</u>	<u>\$ (1,431,292)</u>	(916,029)
FUND BALANCE, MAY 1			<u>2,277,455</u>
FUND BALANCE, APRIL 30			<u>\$ 1,361,426</u>

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

TAX INCREMENT FINANCING FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property	\$ 2,860,000	\$ 2,860,000	\$ 2,921,419
Investment income	25,000	25,000	1,296
Miscellaneous	-	-	13,513
Total revenues	<u>2,885,000</u>	<u>2,885,000</u>	<u>2,936,228</u>
EXPENDITURES			
Economic development	<u>3,925,000</u>	<u>3,925,000</u>	<u>5,575,820</u>
Total expenditures	<u>3,925,000</u>	<u>3,925,000</u>	<u>5,575,820</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,040,000)</u>	<u>(1,040,000)</u>	<u>(2,639,592)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)			
Debt Service Fund	<u>1,869,300</u>	<u>(1,869,300)</u>	<u>(1,840,168)</u>
Total other financing sources (uses)	<u>1,869,300</u>	<u>(1,869,300)</u>	<u>(1,840,168)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 829,300</u>	<u>\$ (2,909,300)</u>	<u>(4,479,760)</u>
FUND BALANCE, MAY 1			<u>4,487,131</u>
FUND BALANCE, APRIL 30			<u>\$ 7,371</u>

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS

April 30, 2010

Calendar Year	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2004	\$ 7,931,552	\$ 8,798,942	90.14%	\$ 867,390	\$ 3,249,278	26.69%
2005	8,243,309	8,911,487	92.50%	668,178	3,248,871	20.57%
2006	9,543,307	9,853,367	96.85%	310,060	3,330,775	9.31%
2007	10,446,779	11,131,041	93.85%	684,262	3,704,026	18.47%
2008	7,189,854	10,764,452	66.79%	3,574,598	3,949,910	90.50%
2009	8,190,145	12,034,081	68.06%	3,843,936	4,220,084	91.09%

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

SHERIFF'S LAW ENFORCEMENT PERSONNEL
SCHEDULE OF FUNDING PROGRESS

April 30, 2010

Calendar Year	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2007	\$ 115,296	\$ 126,503	91.14%	\$ 11,207	\$ 109,914	10.20%
2008	141,527	176,021	80.40%	34,494	113,828	30.30%
2009	163,287	219,347	74.44%	56,060	121,334	46.20%

Note: The Village implemented the Sheriff's Law Enforcement Personnel Plan for the year ended December 31, 2007, therefore, information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

POLICE PENSION FUND
SCHEDULE OF FUNDING PROGRESS

April 30, 2010

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2004	\$ 13,030,019	\$ 18,291,520	71.24%	\$ 5,261,501	\$ 1,559,834	337.31%
2005	12,881,409	19,177,261	67.17%	6,295,852	1,652,918	380.89%
2006	14,973,591	20,051,960	74.67%	5,078,369	1,735,564	292.61%
2007	15,821,318	20,937,302	75.57%	5,115,984	1,920,639	266.37%
2008	15,482,324	21,921,736	70.63%	6,439,411	2,016,671	319.31%
2009	12,755,497	23,129,888	55.15%	10,374,391	2,088,122	496.83%

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

FIREFIGHTERS' PENSION FUND
SCHEDULE OF FUNDING PROGRESS

April 30, 2010

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2004	\$ 7,602,966	\$ 12,469,779	60.97%	\$ 4,866,813	\$ 1,112,923	437.30%
2005	7,560,450	13,334,072	56.70%	5,773,622	1,092,198	528.62%
2006	8,776,758	14,062,301	62.41%	5,285,543	1,185,318	445.92%
2007	9,219,172	15,335,206	60.12%	6,116,034	1,240,865	492.88%
2008	8,994,331	15,919,958	56.50%	6,925,627	1,302,908	531.55%
2009	7,518,844	17,125,131	43.91%	9,606,287	1,243,750	772.36%

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS
 OTHER POSTEMPLOYMENT BENEFITS PLAN
 SCHEDULE OF FUNDING PROGRESS

April 30, 2010

Actuarial Valuation Date May 1,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Underfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2008	\$ -	\$ 501,973	0.00%	\$ 501,973	\$ 7,133,744	7.04%
2009	N/A	N/A	N/A	N/A	N/A	N/A

N/A Information is not available as an actuarial valuation was not performed

Information for prior years is not available as the Village's first actuarial valuation was performed May 1, 2008 and the Village did not have an actuarial valuation performed as of May 1, 2009.

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS

April 30, 2010

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2005	\$ 274,970	\$ 274,970	100.00%
2006	302,515	302,515	100.00%
2007	345,735	345,735	100.00%
2008	353,614	353,614	100.00%
2009	372,465	372,465	100.00%
2010	422,810	422,810	100.00%

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

SHERIFF'S LAW ENFORCEMENT PERSONNEL
SCHEDULE OF EMPLOYER CONTRIBUTIONS

April 30, 2010

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2007	\$ 15,311	\$ 15,311	100.00%
2008	17,023	17,023	100.00%
2009	14,618	14,618	100.00%
2010	17,026	17,026	100.00%

Note: The Village implemented the Sheriff's Law Enforcement Personnel Plan for the year ended April 30, 2007, therefore, information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS
POLICE PENSION FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS

April 30, 2010

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2005	\$ 379,460	\$ 393,322	96.48%
2006	441,849	449,786	98.24%
2007	530,333	532,305	99.63%
2008	459,277	471,380	97.43%
2009	482,475	488,890	98.69%
2010	563,847	N/A	N/A

N/A - Not available

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS
FIREFIGHTERS' PENSION FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS

April 30, 2010

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2005	\$ 379,276	\$ 394,258	96.20%
2006	420,926	428,130	98.32%
2007	482,634	471,556	102.35%
2008	476,960	486,327	98.07%
2009	536,622	542,901	98.84%
2010	587,972	N/A	N/A

N/A - Not available

(See independent auditor's report.)

VILLAGE OF LAGRANGE, ILLINOIS

OTHER POSTEMPLOYMENT BENEFIT PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS

April 30, 2010

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2009	\$ 16,863	\$ 45,427	37.12%
2010	16,863	44,884	37.57%

Information for prior years is not available as the Village's first actuarial valuation was performed May 1, 2008.

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2010

BUDGETS

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, Capital Projects, Enterprise, Internal Service and Pension Trust Funds. All annual appropriations lapse at fiscal year end.

All departments of the Village submit requests for appropriation to the Village Manager 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.

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

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

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, four supplementary appropriations were necessary.

The following fund actual expenditures exceeded the fund's appropriations:

Fund	Appropriations	Actual
General	\$ 11,384,911	\$ 11,480,658
Tax Increment Financing	3,925,000	5,575,820

MAJOR GOVERNMENTAL FUNDS

General Fund - The chief operating fund of the Village, which accounts for all activities of the general government except for those accounted for in another fund.

Motor Fuel Tax Fund - A special revenue fund established to account for the municipal portion of motor fuel tax revenues collected and distributed by the State of Illinois, which are used to pay for street improvements, maintenance and repairs.

Tax Increment Financing Fund - A special revenue fund established to account for revenues and expenditures for approved projects of a Tax Increment Financing (TIF) District.

The Capital Projects Fund - established to accounts for the costs of various infrastructure improvements to village property. These costs are financed by transfers from the General and Motor Fuel Tax Funds, grants and bond proceeds.

The Debt Service Fund - established to accounts for resources that are used to repay general long-term debt obligations.

VILLAGE OF LA GRANGE, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
TAXES			
Property	\$ 5,419,815	\$ 5,419,815	\$ 5,371,495
Property - road and bridge	102,364	102,364	110,542
Replacement	232,674	232,674	240,262
Income	1,412,524	1,412,524	1,239,647
Sales and local use - NHR	1,720,218	1,720,218	1,585,276
Municipal utility	580,000	580,000	476,791
Simplified telecommunication	615,000	615,000	569,607
Total taxes	10,082,595	10,082,595	9,593,620
INTERGOVERNMENTAL			
Grants - State of Illinois	1,200	1,200	1,100
Grants - IDOT - highway maintenance	60,309	60,309	59,844
Grants	-	-	9,825
Asset forfeiture	-	-	111,308
Total intergovernmental	61,509	61,509	182,077
FINES, LICENSES AND PERMITS			
Vehicle	165,000	165,000	166,185
Animal	10,000	10,000	10,502
Business	30,000	30,000	30,244
Liquor	35,000	35,000	35,600
Elevator inspection fees	6,000	6,000	9,750
Building permits	300,000	300,000	204,041
Filing/zoning fees	7,500	7,500	4,250
Contractor licensing fees	45,000	45,000	48,825
Fire - plan review fees	1,000	1,000	930
Franchise fee - Comcast cable	164,000	164,000	173,673
Sprint antenna lease	33,252	33,252	33,253
Village violation fines	90,000	90,000	83,782
Compliance violation fines	55,000	55,000	55,604
Circuit court fines	50,000	50,000	58,092
Pound fees	2,000	2,000	804
False alarm fines	10,000	10,000	4,300
DUI fines	3,000	3,000	3,076
Alarm user fees	19,000	19,000	23,321
Accident reports	3,500	3,500	3,170
Total fines, licenses and permits	1,029,252	1,029,252	949,402
INVESTMENT INCOME	225,000	225,000	139,369
MISCELLANEOUS			
Auction proceeds	1,000	1,000	1,181
Pistol range fees	2,000	2,000	3,825
Administration refuse credit	25,000	25,000	25,000
Commercial refuse license	25,000	25,000	25,000
Ambulance transport fees	160,000	160,000	208,807
La Grange Road depot - sublet	3,600	3,600	3,600
Tif surplus distribution	-	-	747,885
Miscellaneous	54,500	54,500	161,089
Total miscellaneous	271,100	271,100	1,176,387
TOTAL REVENUES	\$ 11,669,456	\$ 11,669,456	\$ 12,040,855

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES AND TRANSFERS - BUDGET AND ACTUAL

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Personnel	\$ 1,188,257	\$ 1,199,257	\$ 1,197,892
Supplies and materials	38,950	38,950	40,527
Operations and contractual	701,478	881,478	991,988
Capital outlay	129,981	129,981	90,641
Total general government	<u>2,058,666</u>	<u>2,249,666</u>	<u>2,321,048</u>
PUBLIC SAFETY			
Personnel	6,481,932	6,676,932	6,691,511
Supplies and materials	99,600	99,600	114,973
Operations and contractual	314,541	314,541	337,353
Capital outlay	218,138	218,138	203,575
Total public safety	<u>7,114,211</u>	<u>7,309,211</u>	<u>7,347,412</u>
HIGHWAYS AND STREETS			
Personnel	1,037,367	1,037,367	1,002,351
Supplies and materials	64,100	64,100	64,798
Operations and contractual	483,100	541,100	614,395
Capital outlay	183,467	183,467	130,654
Total highways and streets	<u>1,768,034</u>	<u>1,826,034</u>	<u>1,812,198</u>
TOTAL EXPENDITURES	<u>10,940,911</u>	<u>11,384,911</u>	<u>11,480,658</u>
TRANSFERS			
Transfer to Capital Projects Fund	900,000	900,000	900,000
Transfer to Parking Fund	100,000	100,000	100,000
Total transfers	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
TOTAL EXPENDITURES AND TRANSFERS	<u>\$ 11,940,911</u>	<u>\$ 12,384,911</u>	<u>\$ 12,480,658</u>

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Grant proceeds	\$ 491,000	\$ 491,000	\$ 242,439
Contribution from property owners	1,500	1,500	2,017
Investment income	10,000	10,000	2,276
Miscellaneous	120,000	120,000	20,371
	<hr/>		
Total revenues	622,500	622,500	267,103
	<hr/>		
EXPENDITURES			
Capital outlay			
Resurfacing	790,292	790,292	544,540
Other	3,156,000	3,156,000	1,908,799
	<hr/>		
Total expenditures	3,946,292	3,946,292	2,453,339
	<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,323,792)	(3,323,792)	(2,186,236)
	<hr/>		
OTHER FINANCING SOURCES (USES)			
Transfers in			
General Fund	900,000	900,000	900,000
Motor Fuel Tax Fund	1,913,292	1,913,292	1,333,650
Transfers (out)			
Debt Service Fund	(293,883)	(293,883)	(293,883)
	<hr/>		
Total other financing sources (uses)	2,519,409	2,519,409	1,939,767
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ (804,383)	\$ (804,383)	(246,469)
	<hr/>		
FUND BALANCE, MAY 1			1,210,242
	<hr/>		
FUND BALANCE, APRIL 30			\$ 963,773
	<hr/>		

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ -	\$ -	\$ 481
Investment income	3,404	3,404	181
Total revenues	<u>3,404</u>	<u>3,404</u>	<u>662</u>
EXPENDITURES			
Debt service			
Principal	2,010,000	2,010,000	2,010,000
Interest and fiscal charges	153,133	153,133	124,051
Total expenditures	<u>2,163,133</u>	<u>2,163,133</u>	<u>2,134,051</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,159,729)</u>	<u>(2,159,729)</u>	<u>(2,133,389)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			
Tax Increment Financing Fund	1,869,300	1,869,300	1,840,168
Capital Projects Fund	293,883	293,883	293,883
Total other financing sources (uses)	<u>2,163,183</u>	<u>2,163,183</u>	<u>2,134,051</u>
NET CHANGE IN FUND BALANCE	<u>\$ 3,454</u>	<u>\$ 3,454</u>	662
FUND BALANCE, MAY 1			<u>169,527</u>
FUND BALANCE, APRIL 30			<u>\$ 170,189</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

Foreign Fire Insurance Tax Fund - A special revenue fund established to account for the collection of the State Foreign Fire Insurance Tax and related expenditures to provide equipment, materials and services necessary to support the core functions and essential activities of the Fire Department.

Emergency Telephone Systems Board (ETSB) Fund - A special revenue fund established to account for all operations of the E-911 emergency telephone service provided by the Village.

VILLAGE OF LA GRANGE, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

April 30, 2010

	Foreign Fire Insurance Tax	Emergency Telephone Systems Board	Total Nonmajor Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 34,904	\$ 241,886	\$ 276,790
Receivables			
Other	-	4,597	4,597
TOTAL ASSETS	\$ 34,904	\$ 246,483	\$ 281,387
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ 1,947	\$ 1,947
Due to other funds	750	-	750
Total liabilities	750	1,947	2,697
FUND BALANCES			
Restricted for public safety	34,154	244,536	278,690
Total fund balances	34,154	244,536	278,690
TOTAL LIABILITIES AND FUND BALANCES	\$ 34,904	\$ 246,483	\$ 281,387

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2010

	Foreign Fire Insurance Tax	Emergency Telephone Systems Board	Total Nonmajor Governmental Funds
REVENUES			
Taxes	\$ 19,498	\$ -	\$ 19,498
Charges for services	-	243,362	243,362
Investment income	320	289	609
Total revenues	19,818	243,651	263,469
EXPENDITURES			
Public safety	25,429	202,541	227,970
Total expenditures	25,429	202,541	227,970
NET CHANGE IN FUND BALANCES	(5,611)	41,110	35,499
FUND BALANCES, MAY 1	39,765	203,426	243,191
FUND BALANCES, APRIL 30	\$ 34,154	\$ 244,536	\$ 278,690

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

FOREIGN FIRE INSURANCE TAX FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Other			
Foreign fire insurance	\$ 17,000	\$ 17,000	\$ 19,498
Investment income	500	500	320
	<hr/>		
Total revenues	17,500	17,500	19,818
<hr/>			
EXPENDITURES			
Public safety			
Miscellaneous	800	800	783
Equipment	30,750	30,750	24,646
	<hr/>		
Total expenditures	31,550	31,550	25,429
<hr/>			
NET CHANGE IN FUND BALANCE	<u>\$ (14,050)</u>	<u>\$ (14,050)</u>	(5,611)
FUND BALANCE, MAY 1			<u>39,765</u>
FUND BALANCE, APRIL 30			<u>\$ 34,154</u>

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

EMERGENCY TELEPHONE SYSTEMS BOARD FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2010

	Original Budget	Final Budget	Actual
REVENUES			
Charges for services	\$ 220,000	\$ 220,000	\$ 243,362
Investment income	2,000	2,000	289
Total revenues	<u>222,000</u>	<u>222,000</u>	<u>243,651</u>
EXPENDITURES			
Public safety			
Contractual services	29,500	29,500	32,662
Equipment	235,788	235,788	169,879
Total expenditures	<u>265,288</u>	<u>265,288</u>	<u>202,541</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (43,288)</u></u>	<u><u>\$ (43,288)</u></u>	41,110
FUND BALANCE, MAY 1			<u>203,426</u>
FUND BALANCE, APRIL 30			<u><u>\$ 244,536</u></u>

(See independent auditor's report.)

PROPRIETARY FUNDS

Water Fund - An enterprise fund established to account for all operations of the water utility services provided by the Village.

Parking Meter Fund - An enterprise fund established to account for all operations of village parking lots and meters.

Sewer Fund - An enterprise fund established to account for all operations of the sewer utility services provided by the Village.

Equipment Replacement Fund - An internal service fund established to account for all vehicle and equipment replacement activities of the Village.

VILLAGE OF LA GRANGE, ILLINOIS

PROPRIETARY FUNDS
 SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
 BUDGET AND ACTUAL - BUDGETARY BASIS

For the Year Ended April 30, 2010

	Enterprise Funds						Internal Service	
	Water		Parking Meter		Sewer		Equipment Replacement	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
OPERATING REVENUES								
Water sales	\$ 3,215,754	\$ 2,879,605	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sewer fees	-	-	-	-	434,625	403,827	-	-
Water meter installation	20,000	8,055	-	-	-	-	-	-
Sewer connection fees	-	-	-	-	8,000	3,786	-	-
Delinquent penalties	37,000	38,618	-	-	-	-	-	-
Fire lines	10,000	11,475	-	-	-	-	-	-
Parking meter collections	-	-	100,000	97,265	-	-	-	-
Parking decal sales	-	-	446,000	428,181	-	-	-	-
Parking fines	-	-	192,000	119,915	-	-	-	-
Charges for services	-	-	-	-	-	-	535,584	536,548
Miscellaneous income	-	641	-	-	-	629	-	-
Total operating revenues	3,282,754	2,938,394	738,000	645,361	442,625	408,242	535,584	536,548
OPERATING EXPENSES								
Personnel services	1,185,306	1,151,803	645,997	639,159	262,807	266,409	-	-
Supplies and materials	30,300	30,403	18,500	14,469	7,500	5,694	-	-
Contractual services	1,825,615	1,721,303	89,454	67,380	31,354	31,662	-	-
Capital outlay	227,775	236,313	65,368	19,824	181,097	159,600	854,000	416,613
Other	10,700	4,659	-	1,041	-	-	-	-
Total operating expenses	3,279,696	3,144,481	819,319	741,873	482,758	463,365	854,000	416,613
OPERATING INCOME (LOSS)	3,058	(206,087)	(81,319)	(96,512)	(40,133)	(55,123)	(318,416)	119,935

	Enterprise Funds						Internal Service	
	Water		Parking Meter		Sewer		Equipment Replacement	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
NONOPERATING REVENUES (EXPENSES)								
Investment income	\$ 36,000	\$ 18,389	\$ 45,000	\$ 11,557	\$ 11,000	\$ 824	\$ 100,000	\$ 56,492
Miscellaneous revenue	100	-	-	-	-	-	-	-
Gain on sale of capital assets	-	-	-	-	-	-	-	105,707
Total nonoperating revenues (expenses)	36,100	18,389	45,000	11,557	11,000	824	100,000	162,199
INCOME (LOSS) BEFORE TRANSFERS	39,158	(187,698)	(36,319)	(84,955)	(29,133)	(54,299)	(218,416)	282,134
TRANSFERS	-	-	100,000	100,000	-	-	-	-
CHANGE IN NET ASSETS - BUDGETARY BASIS	<u>\$ 39,158</u>	<u>(187,698)</u>	<u>\$ 63,681</u>	<u>15,045</u>	<u>\$ (29,133)</u>	<u>(54,299)</u>	<u>\$ (218,416)</u>	<u>282,134</u>
ADJUSTMENTS TO GAAP BASIS								
Depreciation		(386,868)		(245,495)		(52,448)		(401,668)
Capital assets capitalized		<u>119,000</u>		<u>-</u>		<u>61,000</u>		<u>416,271</u>
Total adjustments to GAAP basis		<u>(267,868)</u>		<u>(245,495)</u>		<u>8,552</u>		<u>14,603</u>
CHANGE IN NET ASSETS		(455,566)		(230,450)		(45,747)		296,737
NET ASSETS, MAY 1		<u>9,484,488</u>		<u>11,274,987</u>		<u>2,538,577</u>		<u>4,842,427</u>
NET ASSETS, APRIL 30		<u>\$ 9,028,922</u>		<u>\$ 11,044,537</u>		<u>\$ 2,492,830</u>		<u>\$ 5,139,164</u>

(See independent auditor's report.)

FIDUCIARY FUNDS

Police Pension Fund - A pension trust fund established to account for pensions paid for police officers.

Firefighters' Pension Fund - A pension trust fund established to account for pensions paid for firefighters.

Special Assessment #269 Fund - An agency fund established to account for bonds issued and the collection of special assessments to service these bonds, which are used to pay for the benefited owner's portion of costs associated with the construction of street improvements.

Special Assessment #270 Fund - An agency fund established to account for bonds issued and the collection of special assessments to service these bonds, which are used to pay for the benefited owner's portion of costs associated with the construction of street improvements.

VILLAGE OF LA GRANGE, ILLINOIS
 FIDUCIARY FUNDS
 COMBINING STATEMENT OF NET ASSETS

April 30, 2010

	Pension Trust		Total Pension Trust	Agency		Total Agency
	Police Pension	Firefighters' Pension		Special Assessment #269	Special Assessment #270	
	ASSETS					
Cash and cash equivalents	\$ 531,166	\$ 237,073	\$ 768,239	\$ 1	\$ 1	\$ 2
Investments, at fair value						
U.S. Government and agency securities	4,792,607	1,517,409	6,310,016	-	-	-
Municipal bonds	144,211	-	144,211	-	-	-
Insurance contracts	6,214,989	4,991,417	11,206,406	-	-	-
Stocks	2,701,060	1,697,383	4,398,443	-	-	-
Receivables						
Assessments	-	-	-	50,217	2,083	52,300
Accrued interest	21,273	10,292	31,565	-	-	-
Total assets	14,405,306	8,453,574	22,858,880	50,218	2,084	52,302
LIABILITIES						
Accounts payable	-	1,536	1,536	-	-	-
Due to general fund	-	-	-	30,156	-	30,156
Due to bondholders	-	-	-	20,062	2,083	22,145
Due to property owners	-	-	-	-	1	1
Total liabilities	-	1,536	1,536	50,218	2,084	52,302
NET ASSETS	\$ 14,405,306	\$ 8,452,038	\$ 22,857,344	\$ -	\$ -	\$ -

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

PENSION TRUST FUNDS
 COMBINING STATEMENT OF CHANGES IN NET ASSETS

For the Year Ended April 30, 2010

	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer	\$ 563,847	\$ 587,972	\$ 1,151,819
Employee	221,875	139,648	361,523
Other	84	88	172
Total contributions	785,806	727,708	1,513,514
Investment income			
Net appreciation in fair value of investments	680,971	474,236	1,155,207
Interest	1,485,944	816,022	2,301,966
Total investment income	2,166,915	1,290,258	3,457,173
Less investment expense	(39,904)	(23,133)	(63,037)
Net investment income	2,127,011	1,267,125	3,394,136
Total additions	2,912,817	1,994,833	4,907,650
DEDUCTIONS			
Benefits and refunds	1,251,282	1,041,237	2,292,519
Administrative expenses	2,000	2,000	4,000
Miscellaneous	9,726	18,402	28,128
Total deductions	1,263,008	1,061,639	2,324,647
NET INCREASE	1,649,809	933,194	2,583,003
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1	12,755,497	7,518,844	20,274,341
April 30	\$ 14,405,306	\$ 8,452,038	\$ 22,857,344

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Year Ended April 30, 2010

Special Assessment #269

ASSETS

Cash and investments	\$ 105	\$ 40,256	\$ 40,360	\$ 1
Assessments receivable	40,221	50,217	40,221	50,217
TOTAL ASSETS	\$ 40,326	\$ 90,473	\$ 80,581	\$ 50,218

LIABILITIES

Due to general fund	\$ 105	\$ 70,272	\$ 40,221	\$ 30,156
Due to bondholders	40,221	20,062	40,221	20,062
TOTAL LIABILITIES	\$ 40,326	\$ 90,334	\$ 80,442	\$ 50,218

Special Assessment #270

ASSETS

Cash and investments	\$ 16,445	\$ 2,366	\$ 18,810	\$ 1
Assessments receivable	4,514	2,083	4,514	2,083
TOTAL ASSETS	\$ 20,959	\$ 4,449	\$ 23,324	\$ 2,084

LIABILITIES

Due to bondholders	\$ 4,514	\$ 2,083	\$ 4,514	\$ 2,083
Due to property owners	16,445	2,366	18,810	1
TOTAL LIABILITIES	\$ 20,959	\$ 4,449	\$ 23,324	\$ 2,084

All Funds

ASSETS

Cash and investments	\$ 16,550	\$ 42,622	\$ 59,170	\$ 2
Assessments receivable	44,735	52,300	44,735	52,300
TOTAL ASSETS	\$ 61,285	\$ 94,922	\$ 103,905	\$ 52,302

LIABILITIES

Due to general fund	\$ 105	\$ 70,272	\$ 40,221	\$ 30,156
Due to bondholders	44,735	22,145	44,735	22,145
Due to property owners	16,445	2,366	18,810	1
TOTAL LIABILITIES	\$ 61,285	\$ 94,783	\$ 103,766	\$ 52,302

See accompanying notes to financial statements.

COMPONENT UNIT - LIBRARY

VILLAGE OF LA GRANGE, ILLINOIS

COMPONENT UNIT - LIBRARY
STATEMENT OF NET ASSETS AND BALANCE SHEET

April 30, 2010

	Balance Sheet	Adjustments	Statement of Net Assets
ASSETS			
Cash	\$ 2,958,612	\$ -	\$ 2,958,612
Receivables			
Property taxes	1,240,702	-	1,240,702
Deferred bond issuance costs	-	133,242	133,242
Capital assets			
Not being depreciated	-	94,418	94,418
Being depreciated	-	8,391,484	8,391,484
Prepaid items	20,461	-	20,461
Net other postemployment benefit asset	-	1,133	1,133
TOTAL ASSETS	\$ 4,219,775	\$ 8,620,277	\$ 12,840,052
LIABILITIES AND FUND BALANCE/ NET ASSETS			
LIABILITIES			
Accounts payable	\$ 11,389	\$ -	\$ 11,389
Accrued payroll	21,333	-	21,333
Accrued interest payable	-	127,914	127,914
Unearned/deferred property taxes	2,607,277	-	2,607,277
Due within one year			
Bonds payable	-	380,000	380,000
Compensated absences payable	-	42,874	42,874
Due in more than one year			
Bonds payable	-	7,200,000	7,200,000
Unamortized bond premium	-	57,383	57,383
Total liabilities	2,639,999	7,808,171	10,448,170
FUND BALANCE/NET ASSETS			
Net assets			
Invested in capital assets, net of related debt	-	1,228,519	1,228,519
Nonspendable for prepaid items	20,461	(20,461)	-
Unassigned fund balance/net assets	1,559,315	(395,952)	1,163,363
Total fund balance/net assets	1,579,776	812,106	2,391,882
TOTAL LIABILITIES AND FUND BALANCE/NET ASSETS	\$ 4,219,775	\$ 8,620,277	\$ 12,840,052

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

COMPONENT UNIT - LIBRARY
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2010

	Original and Final Budget	Actual	Adjustments	Statement of Activities
REVENUES				
Taxes				
Property taxes - current	\$ 2,470,911	\$ 2,501,376	\$ -	\$ 2,501,376
Replacement taxes	24,000	23,615	-	23,615
Fines and forfeits	48,000	40,706	-	40,706
Investment income	25,599	3,503	-	3,503
Tif surplus distribution	-	201,335	-	201,335
Miscellaneous				
Donations	5,000	4,522	-	4,522
Other	25,000	52,570	-	52,570
Total revenues	2,598,510	2,827,627	-	2,827,627
EXPENDITURES/EXPENSES				
Culture and recreation	1,914,655	1,818,526	255,009	2,073,535
Principal	365,000	365,000	(365,000)	-
Interest	318,855	318,855	-	318,855
Total expenditures/expenses	2,598,510	2,502,381	(109,991)	2,392,390
NET CHANGE IN FUND BALANCE/NET ASSETS				
	<u>\$ -</u>	325,246	109,991	435,237
FUND BALANCE/NET ASSETS, MAY 1				
		<u>1,254,530</u>	<u>702,115</u>	<u>1,956,645</u>
FUND BALANCE/NET ASSETS, APRIL 30				
		<u>\$ 1,579,776</u>	<u>\$ 812,106</u>	<u>\$ 2,391,882</u>

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF LA GRANGE, ILLINOIS
SCHEDULE OF INSURANCE IN FORCE

April 30, 2010

Insured	Description of Coverage	Amount of Coverage	Expiration Date of Policy
Village of			
La Grange	All risk property	\$1,000,000,000 per occurrence	12/31/10
	Public official liability	\$3,000,000 per occurrence	12/31/10
	Police professional liability	\$7,000,000 per occurrence	12/31/10
	Money and securities	\$100,000 blanket limit	12/31/10
	Employee dishonesty	\$2,500,000 blanket limit	12/31/10
	Forgery or alteration	\$2,500,000 blanket limit	12/31/10
	Excess general liability/ automobile	\$7,000,000 per occurrence	12/31/10
	Theft, disappearance and destruction	\$100,000 blanket	12/31/10
	Workers' compensation	Full statutory benefits	12/31/10
	Employer's liability	\$1,000,000 blanket limit	12/31/10
Village of			
La Grange			
Public Library	Property - building	\$2,027,040	4/30/2010
	Property - contents	\$2,066,165	4/30/2010
	Automobile	\$1,000,000	4/30/2010
	General liability	\$1,000,000 per occurrence \$2,000,000 aggregate	4/30/2010
	Crime		
	Employee dishonesty	\$50,000	4/30/2010
	Forgery or alteration	\$50,000	4/30/2010
	Theft, disappearance and destruction	\$10,000	4/30/2010
	Workers' compensation	\$500,000	4/30/2010
	Boiler and machinery	\$1,000,000	4/30/2010

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
2005 ALTERNATE REVENUE REFUNDING BONDS

April 30, 2010

Date of Issue	June 1, 2006
Date of Maturity	December 1, 2017
Authorized Issue	\$ 2,785,000
Denomination of Bonds	\$ 5,000
Interest Rates	3.20% - 3.90%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	First National Bank of La Grange

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due on			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 220,000	\$ 76,575	\$ 296,575	2010	\$ 38,288	2010	\$ 38,287
2010	235,000	68,765	303,765	2011	34,383	2011	34,382
2011	240,000	60,305	300,305	2012	30,153	2012	30,152
2012	250,000	51,545	301,545	2013	25,773	2013	25,772
2013	260,000	42,295	302,295	2014	21,148	2014	21,147
2014	270,000	32,545	302,545	2015	16,273	2015	16,272
2015	280,000	22,285	302,285	2016	11,143	2016	11,142
2016	295,000	11,505	306,505	2017	5,753	2017	5,752
	<u>\$ 2,050,000</u>	<u>\$ 365,820</u>	<u>\$ 2,415,820</u>		<u>\$ 182,914</u>		<u>\$ 182,906</u>

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

TAX INCREMENT FINANCING FUND
SCHEDULE OF INDENTURE FLOW OF FUNDS

For the Year Ended April 30, 2010

	Series 2003		
	Notes	General	
	Principal	Account	Total
	Interest	Account	
	Account		
INCREASES			
Incremental taxes	\$ -	\$ 2,921,419	\$ 2,921,419
Intergovernmental	-	-	-
Investment earnings	-	1,296	1,296
Miscellaneous	-	13,513	13,513
Total increases	-	2,936,228	2,936,228
DECREASES			
Transfer to Debt Service Fund			
Interest	40,168	-	40,168
Principal	1,800,000	-	1,800,000
General services	-	36,596	36,596
Capital outlay	-	5,539,224	5,539,224
Total decreases	1,840,168	5,575,820	7,415,988
NET CHANGE IN FUND BALANCES	(1,840,168)	(2,639,592)	(4,479,760)
FUND BALANCES, MAY 1	1,840,168	2,646,963	4,487,131
FUND BALANCES, APRIL 30	\$ -	\$ 7,371	\$ 7,371

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Village's 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 displays about the Village's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have been changed over time.	84-89
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	90-95
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	96-100
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.	101-102
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.	103-105

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement No. 34 in 2004; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF LA GRANGE, ILLINOIS

NET ASSETS BY COMPONENT

Last Seven Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010
GOVERNMENTAL ACTIVITIES							
Invested in capital assets net of related debt	\$ 15,307,433	\$ 15,656,941	\$ 18,930,507	\$ 19,045,027	\$ 19,493,061	\$ 19,623,954	\$ 21,471,377
Restricted	4,376,702	2,690,783	2,135,944	2,570,315	2,141,650	2,799,614	2,031,415
Unrestricted	5,670,647	9,679,324	4,532,594	7,158,890	10,147,997	14,406,277	11,202,081
TOTAL GOVERNMENTAL ACTIVITIES	\$ 25,354,782	\$ 28,027,048	\$ 25,599,045	\$ 28,774,232	\$ 31,782,708	\$ 36,829,845	\$ 34,704,873
BUSINESS-TYPE ACTIVITIES							
Invested in capital assets net of related debt	\$ 12,050,626	\$ 12,950,634	\$ 20,269,210	\$ 20,417,117	\$ 19,942,728	\$ 20,093,344	\$ 19,588,533
Restricted	-	-	-	-	-	-	-
Unrestricted	3,524,257	2,977,233	3,216,791	3,730,552	3,691,422	3,204,708	2,977,756
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 15,574,883	\$ 15,927,867	\$ 23,486,001	\$ 24,147,669	\$ 23,634,150	\$ 23,298,052	\$ 22,566,289
PRIMARY GOVERNMENT							
Invested in capital assets net of related debt	\$ 27,358,059	\$ 28,607,575	\$ 39,199,717	\$ 39,462,144	\$ 39,435,789	\$ 39,717,298	\$ 41,059,910
Restricted	4,376,702	2,690,783	2,135,944	2,570,315	2,141,650	2,799,614	2,031,415
Unrestricted	9,194,904	12,656,557	7,749,385	10,889,442	13,839,419	17,610,985	14,179,837
TOTAL PRIMARY GOVERNMENT	\$ 40,929,665	\$ 43,954,915	\$ 49,085,046	\$ 52,921,901	\$ 55,416,858	\$ 60,127,897	\$ 57,271,162

Data Source

Audited Financial Statements

VILLAGE OF LA GRANGE, ILLINOIS

CHANGE IN NET ASSETS

Last Seven Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010
EXPENSES							
Governmental activities							
General government	\$ 1,768,632	\$ 1,590,186	\$ 1,845,464	\$ 1,937,230	\$ 2,308,329	\$ 2,304,578	\$ 2,403,960
Public safety	5,426,684	5,860,890	6,119,447	6,642,436	6,905,170	7,211,128	7,464,482
Highways and streets	1,891,727	2,413,158	2,464,050	2,017,568	3,304,975	2,829,506	3,502,763
Economic development	25,940	961,240	13,063	99,775	150,253	1,195,475	5,575,820
Interest	406,753	420,036	506,152	432,004	353,797	241,819	92,357
Total governmental activities expenses	<u>9,519,736</u>	<u>11,245,510</u>	<u>10,948,176</u>	<u>11,129,013</u>	<u>13,022,524</u>	<u>13,782,506</u>	<u>19,039,382</u>
Business-type activities							
Water	3,017,602	2,825,014	2,863,831	2,892,482	3,157,557	3,167,287	3,412,349
Sewer	-	302,694	329,252	379,052	489,657	492,746	454,813
Parking	642,094	624,712	742,020	871,378	939,593	947,992	987,368
Total business-type activities expenses	<u>3,659,696</u>	<u>3,752,420</u>	<u>3,935,103</u>	<u>4,142,912</u>	<u>4,586,807</u>	<u>4,608,025</u>	<u>4,854,530</u>
TOTAL PRIMARY GOVERNMENT EXPENSES	<u>\$ 13,179,432</u>	<u>\$ 14,997,930</u>	<u>\$ 14,883,279</u>	<u>\$ 15,271,925</u>	<u>\$ 17,609,331</u>	<u>\$ 18,390,531</u>	<u>\$ 23,893,912</u>
PROGRAM REVENUES							
Governmental activities							
Charges for services							
General government	\$ 944,325	\$ 941,040	\$ 732,123	\$ 855,298	\$ 969,318	\$ 763,975	\$ 507,135
Public safety	404,968	520,864	535,871	534,768	587,665	664,944	694,998
Highways and streets	291,437	289,781	258,926	246,045	261,949	262,899	269,777
Operating grants and contributions	547,480	570,739	509,208	464,571	462,184	442,249	428,546
Capital grants and contributions	75,162	-	1,483,176	-	126,962	3,331,705	1,330,911
Total governmental activities program revenues	<u>2,164,442</u>	<u>2,322,424</u>	<u>3,519,304</u>	<u>2,100,682</u>	<u>2,408,078</u>	<u>5,465,772</u>	<u>3,231,367</u>
Business-type activities							
Charges for services							
Water	3,049,273	2,779,585	2,943,231	2,687,286	2,657,000	3,034,837	2,938,394
Sewer	-	425,389	459,666	434,711	447,297	413,261	408,242
Parking	625,946	653,966	638,705	652,490	637,171	641,122	645,361
Operating grants and contributions	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-	-
Total business-type activities program revenues	<u>3,675,219</u>	<u>3,858,940</u>	<u>4,041,602</u>	<u>3,774,487</u>	<u>3,741,468</u>	<u>4,089,220</u>	<u>3,991,997</u>
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	<u>\$ 5,839,661</u>	<u>\$ 6,181,364</u>	<u>\$ 7,560,906</u>	<u>\$ 5,875,169</u>	<u>\$ 6,149,546</u>	<u>\$ 9,554,992</u>	<u>\$ 7,223,364</u>

VILLAGE OF LA GRANGE, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Seven Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010
NET (EXPENSES) REVENUES							
Governmental activities	\$ (7,355,294)	\$ (8,923,086)	\$ (7,428,872)	\$ (9,028,331)	\$ (10,614,446)	\$ (8,316,734)	\$ (15,808,015)
Business-type activities	15,523	106,520	106,499	(368,425)	(845,339)	(518,805)	(862,533)
TOTAL PRIMARY GOVERNMENT NET (EXPENSES) REVENUES	\$ (7,339,771)	\$ (8,816,566)	\$ (7,322,373)	\$ (9,396,756)	\$ (11,459,785)	\$ (8,835,539)	\$ (16,670,548)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS							
Governmental activities							
Taxes							
Property	\$ 5,918,478	\$ 6,253,695	\$ 7,310,714	\$ 7,598,116	\$ 7,704,022	\$ 8,028,635	\$ 8,423,435
Sales	1,305,869	1,304,241	1,424,058	1,651,702	1,733,078	1,707,932	1,585,276
Utility	518,635	525,999	616,230	555,717	589,944	587,064	476,791
Other	1,793,357	1,992,829	2,140,818	2,144,077	2,347,610	2,305,612	2,049,516
Investment earnings	165,706	264,467	541,186	751,162	691,733	467,220	143,462
Gain from the sale of property	62,051	-	-	-	-	-	-
Tif surplus distribution	-	-	-	-	-	-	747,885
Miscellaneous	455,807	504,121	308,435	368,376	656,535	367,408	356,678
Transfers	-	750,000	(7,340,572)	(865,632)	(100,000)	(100,000)	(100,000)
Total governmental activities	10,318,833	11,595,352	5,000,869	12,203,518	13,622,922	13,363,871	13,683,043
Business-type activities							
Investment earnings	43,196	56,776	102,850	164,461	168,117	82,556	30,770
Miscellaneous	3,512	222,952	8,213	-	3,675	151	-
Contributions	-	716,736	-	765,632	60,028	-	-
Transfers	-	(750,000)	7,340,572	100,000	100,000	100,000	100,000
Total business-type activities	46,708	246,464	7,451,635	1,030,093	331,820	182,707	130,770
TOTAL PRIMARY GOVERNMENT	\$ 10,365,541	\$ 11,841,816	\$ 12,452,504	\$ 13,233,611	\$ 13,954,742	\$ 13,546,578	\$ 13,813,813
CHANGE IN NET ASSETS							
Governmental activities	\$ 2,963,539	\$ 2,672,266	\$ (2,428,003)	\$ 3,175,187	\$ 3,008,476	\$ 5,047,137	\$ (2,124,972)
Business-type activities	62,231	352,984	7,558,134	661,668	(513,519)	(336,098)	(731,763)
TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS	\$ 3,025,770	\$ 3,025,250	\$ 5,130,131	\$ 3,836,855	\$ 2,494,957	\$ 4,711,039	\$ (2,856,735)

Data Source

Audited Financial Statements

VILLAGE OF LA GRANGE, ILLINOIS
 FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
GENERAL FUND										
Reserved/restricted	\$ -	\$ -	\$ -	\$ -	\$ 4,064	\$ 2,342	\$ -	\$ -	\$ 109,441	\$ 221,110
Assigned for economic development	-	-	-	-	-	-	-	-	-	747,885
Unreserved/unassigned	7,228,541	6,942,076	7,756,501	8,022,501	8,280,219	8,370,231	8,263,032	8,295,701	7,686,966	6,387,609
TOTAL GENERAL FUND	\$ 7,228,541	\$ 6,942,076	\$ 7,756,501	\$ 8,022,501	\$ 8,284,283	\$ 8,372,573	\$ 8,263,032	\$ 8,295,701	\$ 7,796,407	\$ 7,356,604
ALL OTHER GOVERNMENTAL FUNDS										
Reserved/restricted	\$ -	\$ -	\$ -	\$ 4,260,890	\$ 5,957,189	\$ 4,270,833	\$ 5,369,600	\$ 5,236,326	\$ 7,007,777	\$ 1,868,597
Unreserved/unassigned, reported in										
Special Revenue Funds	(555,255)	2,389,827	2,804,128	-	-	-	-	-	-	-
Debt Service Funds	115,177	123,383	118,233	-	-	-	-	169,393	169,527	170,189
Capital Project Funds	745,880	1,741,155	994,857	1,376,440	846,936	(148,058)	404,005	948,656	1,210,242	963,773
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 305,802	\$ 4,254,365	\$ 3,917,218	\$ 5,637,330	\$ 6,804,125	\$ 4,122,775	\$ 5,773,605	\$ 6,354,375	\$ 8,387,546	\$ 3,002,559

Data Source

Audited Financial Statements

VILLAGE OF LA GRANGE, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2001	2002	2003
REVENUES			
Taxes	\$ 9,101,159	\$ 8,516,976	\$ 9,082,933
Licenses and permits	680,300	752,678	750,240
Intergovernmental	667,478	474,178	448,301
Charges for services	-	549,000	-
Investment income	767,818	420,900	315,234
Miscellaneous	1,956,694	3,843,191	959,133
Total revenues	13,173,449	14,556,923	11,555,841
EXPENDITURES			
General government	2,185,705	2,453,485	2,511,220
Public safety	4,021,178	4,353,658	4,576,854
Highways and streets	1,096,444	1,174,349	1,209,181
Economic development	8,379,440	690,345	61,643
Capital outlay	3,563,045	1,613,183	2,125,554
Debt service			
Principal	1,090,000	305,000	340,000
Interest	561,797	778,302	904,690
Other charges	-	-	-
Total expenditures	20,897,609	11,368,322	11,729,142
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(7,724,160)	3,188,601	(173,301)
OTHER FINANCING SOURCES (USES)			
Transfers in	4,271,432	3,404,823	3,235,100
Transfers (out)	(3,927,819)	(2,788,191)	(2,584,521)
Bonds/notes issued	3,400,000	-	-
Payment to escrow agent	-	-	-
Sale of capital assets	-	-	-
Total other financing sources (uses)	3,743,613	616,632	650,579
NET CHANGE IN FUND BALANCES	\$ (3,980,547)	\$ 3,805,233	\$ 477,278
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	4146.13%	700.15%	755.78%

Data Source

Audited Financial Statements

2004	2005	2006	2007	2008	2009	2010
\$ 9,536,340	\$ 10,089,912	\$ 11,504,355	\$ 11,960,303	\$ 12,379,089	\$ 12,572,204	\$ 12,535,018
892,242	1,186,116	1,061,222	1,005,086	1,056,762	932,583	949,402
520,658	683,948	790,150	622,774	868,921	3,918,841	818,416
7,754	73,803	4,490	92,342	3,867	257,985	245,379
164,177	261,037	533,690	744,105	686,667	465,282	167,452
1,080,755	708,304	567,231	503,879	809,961	528,012	1,210,271
12,201,926	13,003,120	14,461,138	14,928,489	15,805,267	18,674,907	15,925,938
1,717,903	1,685,933	1,749,674	1,878,139	2,221,861	2,209,157	2,321,048
5,382,334	5,623,998	6,087,869	6,429,965	6,835,548	7,057,583	7,575,382
1,321,571	1,339,215	1,469,547	1,494,714	1,745,562	2,017,805	1,812,198
25,940	961,240	7,353,634	865,407	319,410	1,195,475	5,575,820
495,995	1,303,175	2,709,028	365,292	1,587,401	573,839	2,453,339
945,000	975,000	1,765,991	1,792,209	1,994,437	3,682,363	2,010,000
389,122	440,046	424,772	459,132	387,609	304,808	124,051
-	-	25,619	-	-	-	-
10,277,865	12,328,607	21,586,134	13,284,858	15,091,828	17,041,030	21,871,838
1,924,061	674,513	(7,124,996)	1,643,631	713,439	1,633,877	(5,945,900)
2,077,621	2,791,582	3,717,221	3,070,016	4,088,400	4,666,171	4,367,701
(2,077,621)	(2,041,582)	(3,717,221)	(3,170,016)	(4,188,400)	(4,766,171)	(4,467,701)
-	-	7,285,000	-	-	-	-
-	-	(2,751,342)	-	-	-	-
62,051	-	-	-	-	-	-
62,051	750,000	4,533,658	(100,000)	(100,000)	(100,000)	(100,000)
\$ 1,986,112	\$ 1,424,513	\$ (2,591,338)	\$ 1,543,631	\$ 613,439	\$ 1,533,877	\$ (6,045,900)
191.05%	326.55%	51.21%	408.32%	218.77%	853.71%	240.34%

VILLAGE OF LA GRANGE, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value
1999	\$ 239,670,284	\$ 35,131,999	\$ 56,439,531	\$ 598,744	\$ 331,840,558	1.7450	\$ 995,521,674
2000	238,429,718	31,802,749	33,096,043	599,662	303,928,172	1.7380	911,784,516
2001	248,388,284	32,686,261	36,014,190	639,846	317,728,581	1.3070	953,185,743
2002	347,995,834	36,844,395	40,577,653	758,643	426,176,525	1.4200	1,278,529,575
2003	349,081,445	35,398,446	40,350,155	384,898	425,214,944	1.5600	1,275,644,832
2004	369,950,841	30,444,985	42,100,262	360,926	442,857,014	1.2690	1,328,571,042
2005	488,848,094	35,494,867	47,006,177	350,788	571,699,926	1.3315	1,715,099,778
2006	488,870,503	35,293,781	45,438,649	365,256	569,968,189	1.3032	1,709,904,567
2007	519,735,586	36,339,481	45,642,872	423,061	602,141,000	1.3032	1,806,423,000
2008	612,239,451	39,233,415	49,040,791	468,882	700,982,539	1.1240	2,102,947,617

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

Data Source

Office of the County Clerk

VILLAGE OF LA GRANGE, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009**
VILLAGE DIRECT RATES*										
General	1.2467	1.2367	0.9063	0.9024	0.8694	0.6943	0.7492	0.7310	0.6010	0.6010
Police Pension	0.0883	0.0787	0.0680	0.0917	0.1012	0.0942	0.0834	0.0811	0.0810	0.0810
Fire Pension	0.0750	0.0886	0.0747	0.0919	0.0964	0.0835	0.0860	0.0901	0.0850	0.0850
Library	0.3350	0.3340	0.2580	0.3340	0.4930	0.3970	0.4129	0.4010	0.3570	0.3570
Total Direct Rate	1.7450	1.7380	1.3070	1.4200	1.5600	1.2690	1.3315	1.3032	1.1240	1.1240
OVERLAPPING RATES*										
La Grange Park District	0.3921	0.3890	0.2980	0.3520	0.3520	0.3590	0.4210	0.4070	0.3540	0.3540
County of Cook/Health Facilities	0.8240	0.2010	0.1560	0.1410	0.1410	0.1220	0.1030	0.4460	0.4150	0.4150
Forest Preserve District of Cook County	0.0690	0.0670	0.0610	0.0590	0.0590	0.0600	0.0570	0.0530	0.0510	0.0510
Consolidated Elections	-	0.0320	-	0.0290	-	-	-	0.0120	-	-
Township of Lyons	0.0380	0.0390	0.0330	0.0350	0.0350	0.0360	0.0330	0.0330	0.0460	0.0460
General Assistance Lyons	0.0050	0.0050	0.0050	0.0020	0.0020	0.0020	0.0030	0.0030	0.0020	0.0020
Road and Bridge Lyons	0.0420	0.0420	0.0350	0.0370	0.0370	0.0370	0.0340	0.0340	0.0320	0.0320
Lyons Mental Health	0.1010	0.1020	0.0850	0.0880	0.0880	0.0900	0.0810	0.0810	0.0740	0.0740
Suburban T B Sanitarium	0.0080	0.0070	0.0060	0.0040	0.0040	0.0010	0.0050	-	-	-
Metro Water Reclamation Dist. of Greater Chicago	0.4150	0.4010	0.3710	0.3610	0.3610	0.3470	0.2840	0.2630	0.2520	0.2520
Des Plaines Valley Mosquito Abatement District	0.0130	0.0130	0.0110	0.0120	0.0120	0.0120	0.0120	0.0120	0.0120	0.0120
La Grange Highlands Sanitary District	0.2660	0.2660	0.2660	0.2210	0.2210	0.2190	0.1950	0.1950	0.1770	0.1770
South Lyons Sanitary District	0.1180	0.1110	0.0970	0.1010	0.1010	0.0980	0.0910	0.0900	0.0810	0.0810
School District #102	4.0210	4.0870	3.1830	3.2980	3.2980	3.3750	2.9390	2.8830	2.7040	2.7040
School District #105	2.2800	2.2830	1.9910	2.0540	2.0540	2.3420	2.3780	2.3220	2.1350	2.1350
School District #106	3.0210	3.6710	2.9530	3.0930	3.0930	3.0640	2.6150	2.5590	2.3420	2.3420
Lyons Township High School #204	2.2830	2.2810	1.8510	1.9140	1.9140	1.8930	1.6570	1.6170	1.4820	1.4820
DuPage Community College District #502	0.2370	0.2260	0.2170	0.2270	0.2270	0.2250	0.2060	0.2080	0.1930	0.1930
La Grange Special Service Area #4a	1.4700	1.4410	1.4410	-	-	-	-	-	-	-
La Grange Special Service Area #7	-	-	-	-	-	0.2190	0.2040	0.1550	0.1480	0.1480

* Property tax rates are per \$100 of assessed valuation

**2009 tax rates are estimated

Data Source

Cook County Clerk's Office

VILLAGE OF LA GRANGE, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Last Year and Nine Years Ago

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Columbia/LG Memorial Hospital	\$ 6,032,094	1	0.86%	\$ 12,104,999	1	3.65%
Grayhill Manufacturing Co.	7,022,219	2	1.00%	2,386,908	2	0.72%
Burcor Properties	7,330,210	3	1.05%	1,162,051	4	0.35%
La Grange rd Investor	8,295,803	4	1.18%	-		0.00%
CNC	4,509,726	5	0.64%	1,577,049	3	0.48%
Sambell La Grange	3,339,011	6	0.48%	919,597	6	0.28%
SBC/Ameritech	3,064,896	7	0.44%	897,768	7	0.27%
Grozich, LLC	2,674,908	8	0.38%	-		0.00%
DPA Management	2,667,935	9	0.38%	-		0.00%
Bank One	2,640,585	10	0.38%	-		0.00%
First of America	-		0.00%	893,763	8	0.27%
Bank One	-		0.00%	720,147	9	0.22%
Alamo Group	-		0.00%	636,481	10	0.19%
D.R. Brooks, B&B Investments	-		0.00%	1,130,709	5	0.34%
	<u>\$ 47,577,387</u>		<u>6.79%</u>	<u>\$ 22,429,472</u>		<u>6.43%</u>

Data Source

Office of the County Clerk

VILLAGE OF LA GRANGE, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1999	\$ 3,977,436	\$ 2,007,150	50.46%	\$ 2,033,535	\$ 4,040,685	101.59%
2000	4,254,738	1,844,232	43.35%	2,414,165	4,258,397	100.09%
2001	4,458,021	2,049,046	45.96%	2,384,764	4,433,810	99.46%
2002	4,332,096	2,046,765	47.25%	2,383,811	4,430,576	102.27%
2003	4,640,642	2,107,849	45.42%	2,482,807	4,590,656	98.92%
2004	4,719,149	2,137,996	45.30%	2,549,648	4,687,644	99.33%
2005	4,915,684	2,206,774	44.89%	2,730,675	4,937,449	100.44%
2006	5,180,586	2,320,565	44.79%	2,774,958	5,095,523	98.36%
2007	5,427,546	2,446,303	45.07%	2,887,144	5,333,447	98.27%
2008	5,362,830	2,544,434	47.45%	2,744,670	5,289,104	98.63%

Data Source

Village records

VILLAGE OF LA GRANGE, ILLINOIS

SALES TAX BY CATEGORY

Last Ten Fiscal Years

Fiscal Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General merchandise	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Food	57,847	68,745	71,470	141,317	176,371	204,827	217,012	235,537	257,825	262,831
Drinking and eating places	179,316	176,872	202,945	228,286	246,232	244,501	256,971	258,766	268,963	260,860
Apparel	38,063	-	11,094	16,290	19,468	23,992	27,986	24,120	22,801	17,875
Furniture & H.H. & Radio	113,368	111,321	101,920	102,822	108,059	112,483	109,393	92,077	79,960	56,782
Lumber, building hardware	12,814	17,103	24,914	22,450	19,732	20,934	18,076	12,867	12,510	42,981
Automobile and filling stations	53,619	57,304	67,582	63,855	65,303	64,523	69,975	75,846	88,979	80,924
Drugs and miscellaneous retail	86,962	85,530	144,880	214,767	238,780	257,632	277,016	279,326	275,379	225,938
Agriculture and all others	180,825	160,279	151,366	180,321	160,916	183,959	179,305	223,038	218,312	222,628
Manufacturers	19,770	7,075	10,064	119,015	28,355	(42,689)	7,154	12,117	8,782	12,390
TOTAL	\$ 742,584	\$ 684,229	\$ 786,235	\$ 1,089,123	\$ 1,063,216	\$ 1,070,162	\$ 1,162,888	\$ 1,213,694	\$ 1,233,511	\$ 1,183,209
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Data Source

Illinois Department of Revenue

VILLAGE OF LA GRANGE, ILLINOIS
 DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Fiscal Years

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
DIRECT										
Village of La Grange	0.25%	0.25%	0.25%	0.25%	-	-	-	-	-	-
OVERLAPPING										
State of Illinois	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
Cook County	1.75%	1.75%	1.00%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%
Regional Transportation authority	1.25%	1.25%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village of La Grange	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Total overlapping	9.00%	9.00%	8.00%	7.75%	7.75%	7.75%	7.75%	7.75%	7.75%	7.75%
TOTAL SALES TAX RATE	9.25%	9.25%	8.25%	8.00%	7.75%	7.75%	7.75%	7.75%	7.75%	7.75%

Data Source

Illinois Department of Revenue

VILLAGE OF LA GRANGE, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Tax Increment Revenue Bonds	Installment Notes Payable	General Obligation Bonds	Installment Notes Payable	Capital Leases			
2001	\$ 5,295,000	\$ -	\$ 6,000,000	\$ -	\$ -	\$ -	\$ 11,295,000	0.31%	\$ 34,887
2002	4,990,000	-	6,000,000	-	-	-	10,990,000	0.32%	34,887
2003	4,650,000	-	6,000,000	-	-	-	10,650,000	0.33%	34,887
2004	4,305,000	-	5,400,000	-	-	-	9,705,000	0.36%	34,887
2005	3,930,000	-	4,800,000	-	-	-	8,730,000	0.40%	34,887
2006	3,610,000	-	7,919,009	-	-	-	11,529,009	0.30%	34,887
2007	3,225,000	-	6,511,800	-	-	-	9,736,800	0.36%	34,887
2008	2,765,000	-	4,977,363	-	-	-	7,742,363	0.45%	34,887
2009	2,260,000	-	1,800,000	-	-	-	4,060,000	0.86%	34,887
2010	2,050,000	-	-	-	-	-	2,050,000	1.70%	34,887

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

* See the schedule of Demographic and Economic Statistics on page 101 for personal income and population data.

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

VILLAGE OF LA GRANGE, ILLINOIS

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
2001	\$ 5,295,000	\$ 115,177	\$ 5,179,823	0.52%	\$ 148.47
2002	4,990,000	123,383	4,866,617	0.53%	139.50
2003	4,650,000	118,233	4,531,767	0.48%	129.90
2004	4,305,000	122,052	4,182,948	0.33%	119.90
2005	3,930,000	127,528	3,802,472	0.30%	108.99
2006	3,610,000	144,564	3,465,436	0.26%	99.33
2007	3,225,000	160,783	3,064,217	0.18%	87.83
2008	2,765,000	169,393	2,595,607	0.14%	74.40
2009	2,260,000	169,527	2,090,473	0.10%	59.92
2010	2,050,000	170,189	1,879,811	0.08%	53.88

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

* See the schedule of Assessed Value and Actual Value of Taxable Property on page 90 for property value data.

VILLAGE OF LA GRANGE, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2010

Governmental Unit	Gross Debt	Percentage Debt Applicable to the Village of La Grange (1)	Village of La Grange Share of Debt
Village of La Grange	\$ 2,050,000	100.00%	\$ 2,050,000
Cook County	2,953,610,000	0.41%	12,109,801
Cook County Forest Preserve	121,270,000	0.41%	497,207
Metropolitan Water Reclamation District	1,979,203,000	0.42%	8,312,653
Lyons Township High School #204	12,530,000	0.20%	25,060
School District #106	6,775,000	10.15%	687,663
School District #102	<u>28,796,320</u>	48.40%	<u>13,937,419</u>
	<u>5,102,184,320</u>		<u>35,569,803</u>
TOTAL	<u><u>\$ 5,104,234,320</u></u>		<u><u>\$ 37,619,803</u></u>

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

VILLAGE OF LA GRANGE, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 26,213,805	\$ 27,404,090	\$ 36,757,898	\$ 36,757,725	\$ 38,196,417	\$ 49,309,119	\$ 49,869,744	\$ 49,936,006	\$ 60,459,744	\$ 64,987,869
Total net debt applicable to limit	1,850,000	1,675,000	1,475,000	1,275,000	10,370,000	9,805,000	9,220,000	8,600,000	7,945,000	7,580,000
LEGAL DEBT MARGIN	\$ 24,363,805	\$ 25,729,090	\$ 35,282,898	\$ 35,482,725	\$ 27,826,417	\$ 39,504,119	\$ 40,649,744	\$ 41,336,006	\$ 52,514,744	\$ 57,407,869
TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	7.06%	6.11%	4.01%	3.47%	27.15%	19.88%	18.49%	17.22%	13.14%	11.66%

VILLAGE OF LA GRANGE, ILLINOIS

PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years

Fiscal Year	Water System Improvement Bonds						Special Assessment Bonds 269/270			
	Water Charges and Other	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage	Special Assessment Collections	Debt Service		Coverage
				Principal	Interest			Principal	Interest	
2001	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	\$ -	\$ -	\$ -	\$ -
2002	-	-	-	-	-	N/A	-	-	-	-
2003	-	-	-	-	-	N/A	102,212	78,000	24,601	1.00
2004	-	-	-	-	-	N/A	124,253	139,000	17,669	0.79
2005	-	-	-	-	-	N/A	116,590	81,000	11,336	1.26
2006	-	-	-	-	-	N/A	76,113	61,000	10,478	1.06
2007	-	-	-	-	-	N/A	45,561	59,000	7,109	0.69
2008	-	-	-	-	-	N/A	47,442	38,000	5,196	1.10
2009	-	-	-	-	-	N/A	35,097	25,000	3,441	1.23
2010	-	-	-	-	-	N/A	23,782	68,000	2,516	0.34

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

Water Charges and Other includes investment earnings but not tap on fees.

Operating expenses do not include interest or depreciation.

VILLAGE OF LA GRANGE, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income	Per Capita Personal Income (1)	Unemployment Rate (2)
2010	15,608	\$ 544,516,296	\$ 34,887	7.30%
2009	15,608	544,516,296	34,887	4.40%
2008	15,608	544,516,296	34,887	3.40%
2007	15,608	544,516,296	34,887	3.10%
2006	15,608	544,516,296	34,887	4.20%
2005	15,608	544,516,296	34,887	4.30%
2004	15,608	544,516,296	34,887	4.70%
2003	15,608	544,516,296	34,887	4.60%
2002	15,608	544,516,296	34,887	3.80%
2001	15,608	544,516,296	34,887	3.10%

(1) U.S. Bureau of Census. Data based on 2000 and 1990 Census.

(2) Illinois Department of Employment Security.

VILLAGE OF LA GRANGE, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2010			2001		
	Number of Employees	Rank	Percentage of Total Village Population	Number of Employees	Rank	Percentage of Total Village Population
Adventist/La Grange Hospital	1,100	1	7.05%	1,000	1	6.41%
Lyons Township High School	600	2	3.84%	650	2	4.16%
Grayhill	525	3	3.36%	400	3	2.56%
School District 105	200	4	1.28%	180	4	1.15%
Meadowbrook Manor	150	5	0.96%	125	5	0.80%
Village of La Grange	120	6	0.77%	111	6	0.71%
Lexington Health Care Center	109	7	0.70%	102	7	0.65%
JP Morgan Chase	65	8	0.42%	75	8	0.48%
Musser	60	9	0.38%	60	9	0.38%
Billet Specialties, Inc	55	10	0.35%	-	-	0.00%
First National Bank of La Grange	55	-	0.35%	55	10	0.35%

Data Source

Village records

VILLAGE OF LA GRANGE, ILLINOIS
 FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
GENERAL GOVERNMENT										
Administration	4	4	4	4	4	4	4	4	4	4
Finance	5	5	5	5	5	5	5	5	5	5
Community development	4	4	4	4	5	5	5	5	6	6
PUBLIC SAFETY										
Police										
Officers	32	33	33	33	34	34	34	34	35	35
Civilians-parking	3	3	3	3	3	3	3	3	3	3
Fire										
Firefighters and officers	19	19	19	20	20	20	20	21	21	21
Civilians										
PUBLIC WORKS										
Public works	14	14	14	14	14	14	14	14	14	14
Water	9	9	9	9	9	9	9	9	9	9
Sewer	2	2	2	2	2	2	2	2	2	2
	92	93	93	94	96	96	96	97	99	99

Data Source

Village budget office

VILLAGE OF LA GRANGE, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
PUBLIC SAFETY										
Police										
Index/non-index crimes cleared	201	203	232	186	160	139	131	110	111	152
Parking violations	13,940	13,611	12,717	11,725	11,824	10,968	9,200	9,168	9,319	7,381
Traffic violations	4,234	3,974	4,470	3,990	3,092	2,310	2,488	2,107	1,643	2,049
Fire										
Emergency responses	1,717	1,869	1,879	1,968	1,965	2,074	2,009	2,027	1,941	1,832
Fire prevention activity	486	1,152	1,007	1,173	1,399	703	703	306	500	542
PUBLIC WORKS										
Street sweeping (miles)	3,755	4,520	4,171	4,567	4,750	4,557	4,839	4,203	4,209	3,988
Snow/ice control (hours)	1,183	1,122	983	700	840	1,110	331	1,147	1,517	1,213
WATER										
Water main breaks	41	22	25	27	30	42	47	73	35	41
Average daily consumption (gal.)	1,570,075	1,471,598	1,511,710	1,400,447	1,379,043	1,491,719	1,318,699	1,296,690	1,279,532	1,196,218
Service leaks	21	9	10	7	14	13	44	19	12	2
SEWER										
Catch basins repaired/replaced	41	14	-	10	22	75	33	28	9	119

Data Source

Village budgets and various Village departments

VILLAGE OF LA GRANGE, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	6	6	6	6	6	6	6	6	6	6
Fire										
Fire stations	1	1	1	1	1	1	1	1	1	1
Fire engines	2	2	2	2	2	2	2	2	2	2
PUBLIC WORKS										
Collector streets (miles)	8	8	8	8	8	8	8	8	8	8
Residential streets (miles)	45	45	45	45	45	45	45	45	45	45
Streetlights	1,796	1,796	1,796	1,796	1,796	1,796	1,796	1,796	1,796	1,796
Traffic signals	17	17	17	17	17	17	17	17	17	17
WATER										
Water mains (miles)	70	70	70	70	70	70	70	70	70	70
Fire hydrants	560	560	560	560	560	560	560	560	560	560
WASTEWATER										
Sanitary sewers (miles)	39	39	39	39	39	39	39	39	39	39
Storm sewers (miles)	8	8	8	8	8	8	8	8	8	8

Data Source

Various Village departments