

# VILLAGE OF LA GRANGE, ILLINOIS



## COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2013

VILLAGE OF LA GRANGE, ILLINOIS

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For the Year Ended  
April 30, 2013

Prepared by the Finance Department

Lou Cipparrone  
Finance Director

Joseph Munizza  
Assistant Finance Director

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VILLAGE OF LA GRANGE, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2013

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BOARD OF TRUSTEES

Elizabeth Asperger, President through May 13, 2013  
Thomas E. Livingston, President as of May 13, 2013

Michael Horvath, through May 13, 2013

Mark Kuchler

Mark Langan

James Palermo

Jeff Nowak

Bill Holder

David McCarty, as of May 13, 2013

VILLAGE CLERK

Thomas Morsch, through May 13, 2013  
John Burns, as of May 13, 2013

VILLAGE MANAGER

Robert Pilipszyn

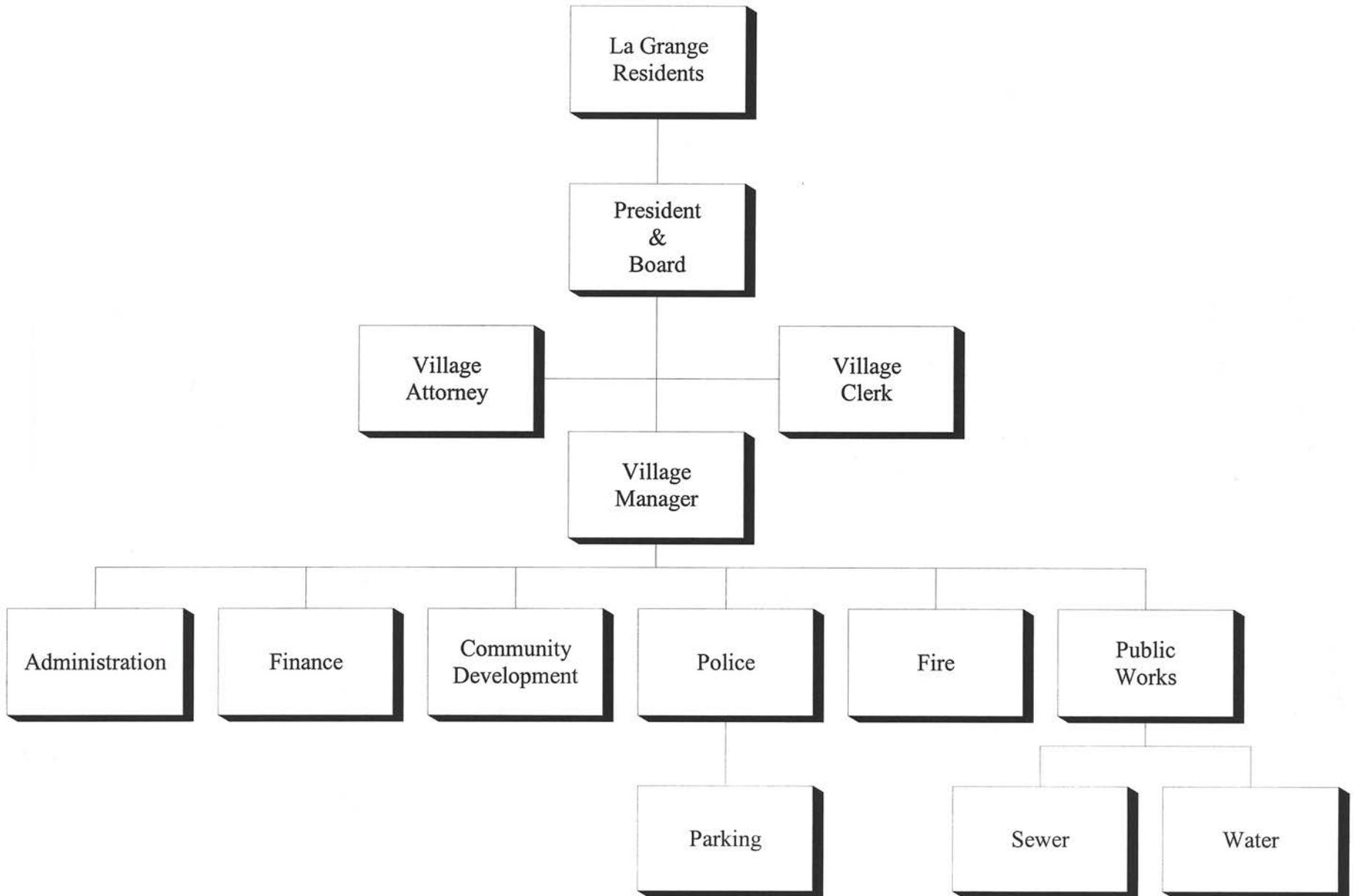
FINANCE DIRECTOR

Lou Cipparrone

ASSISTANT FINANCE DIRECTOR

Joseph Munizza

Village Of LaGrange  
Organization Chart





Government Finance Officers Association

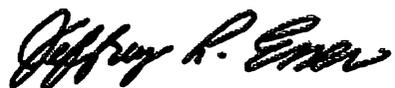
**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Village of LaGrange  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**April 30, 2012**



Executive Director/CEO

# Village of La Grange



September 9, 2013

The Honorable Thomas E. Livingston, 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, 2013.

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 has issued an unqualified ("clean") opinion on the Village of La Grange financial statements for the year ended April 30, 2013. 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, 2013, 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 30<sup>th</sup> 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**

National and state economic instability continues to challenge Village finances. In response to these recessionary conditions and the corresponding fiscal stress placed upon the Village's General Fund, the Village took steps to reduce operating expenses below budget-authorized levels beginning May 1, 2010. At the same time, the Village developed a comprehensive and multi-year cost containment strategy, largely involving a reduction of personnel expenses by \$500,000 per year, to stabilize Village finances.

Even with these austerity measures, the Village continues to be challenged by: many of its revenue sources still below actual annual revenue levels prior to the recession; major operational and capital costs, health care expenditures, and required pension contributions in excess of those reduced revenues; and a State government which is unable to address its financial crisis and thus increasingly inclined to appropriate revenues designated for distribution to municipalities.

Despite these many fiscal pressures, Village finances are stabilizing as we are beginning to realize the annual and compounded savings of the cost containment plan. It is important to note that the FY 2012-13 surplus of approximately \$495,000 is the first surplus recorded in the General Fund in over five years, primarily due to the success of the cost containment plan and several Village revenues approaching levels from prior to the recession.

In keeping with the Village's practice of conservative fiscal management, it is too early to rely on savings and growth at this time, as being able to lead the Village to sustainable financial health. We believe that we have found the right balance between the need to recognize continued downward pressure on our financial means, yet still provide high quality services to residents including responsive: (1) operations; (2) planning efforts; and (3) capital improvements. Nonetheless, while there is some flexibility with revenue increases and revenue opportunities in the future, annual consideration of the proposed utility tax remains fiscally prudent as well.

### **Long-Term Financial Planning**

At year end, fund balance in the General Fund (57.8 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.) As the State's economic forecast anticipates slow 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.

In addition to the previously mentioned cost containment plan, the Village continues to examine other strategies to reduce and control future operating expenditures as a means to protect reserves. For example, the Village has partnered with the Villages of La Grange Park and Western Springs and commissioned a technical study to analyze and recommend how to establish a combined dispatch arrangement between the three Villages.

The Village of La Grange has also 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 well diversified 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. Therefore, it is critically important that we continue to protect and preserve our investments in the Central Business District well into the future. The Village Board recognizes this which is why economic development remains a high-order strategic priority for the Village.

The success of downtown La Grange has resulted in a new dialogue between the Village and the LGBA to improve parking management in the Central Business District on Friday and Saturday evenings. The Village also continues to work with the LGBA, especially through their committees representing restaurateurs, retailers, service businesses and building owners on strategies to retain and strengthen the Village's economic vitality. The primary emphasis of this

government – business collaboration will continue to be marketing, promotional and special events.

Although a majority of redevelopment in La Grange has occurred within the Central Business District, a considerable amount of commercial 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 reinvested because they see the long-term value and growth opportunities in La Grange.

We are able to enjoy and experience steady dining, shopping and theater-going traffic to La Grange because of a combination of factors unique to La Grange: (i) our residents understand the need to support our local businesses; (ii) our local retailers have an entrepreneurial spirit which has sustained them; and (iii) new business owners who have decided to open during these difficult times have placed their confidence in their future success by locating to La Grange.

A renovation of the Stone Avenue train station to restore building integrity is anticipated to commence in 2013. Master planning, exploration of grant opportunities, and coordination with regional transportation agencies continues for future phases to enhance the station grounds as a public space and to enhance pedestrian mobility and safety within the station area. Investment in the Stone Avenue train station building and grounds is important as business owners have advised the Village that the iconic station is the focal point for creating a sense of identity and way-finding which separates them from other commercial areas within the Village.

The recent public offering of the former site of the YMCA at the northeast corner of La Grange Road and Ogden Avenue presents a future economic development opportunity in La Grange. We will work with the YMCA in identifying appropriate redevelopment projects for the site.

The Village also seeks to supplement property tax and sales tax revenues through the acquisition of grant funding. Over the past five years, the Village has secured approximately \$9.4 million in grants to fund over \$18.1 million of capital projects, operational activities and equipment 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. 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.

As the financial condition of our state government has yet to stabilize, we need to remain vigilant and advocate against any legislation which seeks to undermine municipal revenues or shifts the financial responsibility of paying for state programs onto municipalities as an “unfunded mandate”.

These are difficult times for everyone, and the Village is sensitive to the financial challenges our residents are experiencing. The Village is attempting to contain its operating costs while at the same time preserving the value of our significant investments in human, economic and capital assets - preserving the quality of life and community vitality that we presently enjoy.

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.

## **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 beginning in FY 2009-10. 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 Motor Fuel Tax (MFT) are scheduled to fund the Village's thirty percent local match of future federal Surface Transportation Program (STP) grant projects, future segments of the Maple Avenue Relief Sewer and eligible neighborhood street projects. The Village was also the recipient of over \$2.5 million in grants for the Bluff Avenue / M.A.R.S. project, Neighborhood "H" street resurfacing, Stone Avenue Station rehabilitation, HVAC improvements at all Village facilities and pedestrian signal upgrades. The proposed five-year Capital Improvement Program includes a total of more than \$10 million in infrastructure improvement projects and major maintenance programs.

The largest, multi-year project is the reconstruction of Bluff Avenue which 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 was completed in conjunction with the reconstruction of Bluff Avenue. The outlet sewer connects the Bluff Avenue corridor to the deep tunnel connection at Cossitt and East Avenues. The outlet sewer and reconstruction of Bluff Avenue were completed in FY 2011-12. The next stage of MARS, from roughly Bluff Avenue to La Grange Road, is scheduled in FY 2013-14, funded by a combination of MFT and capital improvement program funds.

During the past fifteen years, the Village has been able to substantially complete the initial phase of the Street Renovation Program which has repaved nearly every street within the Village. The purpose of the Street Resurfacing Program is to plan for the routine resurfacing and repair of neighborhood streets on a defined schedule. A detailed street condition survey was completed which provides for the "next generation" street resurfacing program with the added dimension of having our underground utilities (water & sewer) considered for repairs or replacement at the same time.

As part of the development of this program, a change in policy in the resurfacing program was recommended. Under the recently completed plan, street resurfacing was prioritized on a neighborhood-wide basis. As the street condition survey provides for a reliable set of baseline information, staff recommended taking a more data-driven approach to street resurfacing by allocating resources on a block segment basis through the resurfacing of streets segments with the greatest need within the annual budget allotment. The intent is to maximize available resources by performing work to extend the underlying integrity of the roadway and thus avoid prematurely incurring the cost of street reconstruction.

Based on this revised approach staff recommends the following streets for resurfacing in the five year capital improvement program:

- FY 2013-14 - 41<sup>st</sup> from Dover to Malden; Bell from Dover to Brainard and Park from Arlington to 41<sup>st</sup>: \$378,000
- FY 2015-16 - 50<sup>th</sup> from Gilbert to end; Kensington from Maple to Goodman; Maple from Sunset to Blackstone, Blackstone from Maple to Elm, Elm from Sunset to Blackstone and Newberry from Shawmut to end: \$930,000.

Staff further recommended the street condition survey be updated every five years to note changes in condition and to update the relative ranking of street segments. Additionally, staff plans to make an assessment of our capital maintenance needs such crack-filling and street patching to see if additional resources will be required to keep streets in good stable condition until such time that resurfacing occurs.

The Village has programmed resources in the Capital Projects Fund in anticipation of the deforestation effects of the Emerald Ash Borer (EAB). We anticipate that all of the ash trees will need to be replaced and therefore have planned in the budget for the removal and replacement of these trees over an eight year period beginning in FY 2011-12. Currently, there is no known treatment to inhibit the EAB from infesting a tree. We do not advocate any pre-emptive removal of existing Ash tree species in our inventory and will continue to monitor the spread of the EAB and act as a resource to residents.

Several years ago, the Village initiated a sewer rehabilitation program to repair, replace and/or rehabilitate existing mains by lining the sewer with a cured-in-place liner that provides a new structurally sufficient pipe within the existing pipe. This process is less disruptive to residents since it does not require traditional open trench methods for installation.

Due to limited funding, this program was put on hold until sufficient reserves were accumulated to sustain the program on an annual basis. As replacing the Village's aging sewer infrastructure remains an important long term goal, this maintenance activity is planned to resume in FY 2016-17 in the amount of \$100,000 annually. The Village will continue to review the information obtained from the sewer televising program in order to determine if any immediate action is necessary to maintain the functionality of the existing system.

The Village issued a \$2,080,000 alternate revenue bond in FY 2012-13 to fund a water meter replacement program and improvements at the East Avenue Water Pumping Station. The majority of water meters in the Village were 20 to 25 years old and had exceeded their life expectancy. In order to improve the Village's water accountability, the Village engaged a contractor to replace all of the meters throughout the Village in a single year rather than utilizing Village staff to install the water meters over a longer time frame, as was previously proposed. In addition to the replacement of the water meters, new technology will be implemented that reads meters without the need for an employee to go to each home.

The Village's pumping station was constructed in 1984. Many of the components within the station have reached the end of their useful life and are in need of replacement. These repairs will support the continued delivery of potable water to residents and reduce operating costs over the long term. Due to the timing of other capital projects and the necessary planning and

analysis required to implement the water meter replacement program and pumping station improvements, the projects have been rescheduled in FY 2013-14.

The Village also refunded outstanding 2004 general obligation library bonds, which were issued to fund construction of the new library building. Due to favorable market rate conditions, the refunding resulting in interest savings in excess of approximately \$750,000 over the remaining life of the issue. The final maturity date of the outstanding debt was not extended as a result of the refunding.

In preparation for the sale of alternate revenue water bonds and issuance of the Library refunding bonds, the Village requested a meeting with Moody's Investors Services in order to obtain a current bond rating. The Village President, staff and the Village's financial consultants met with Moody's to discuss financial operations, economic development initiatives, management and current/future debt.

As a result of this meeting and further analysis by Moody's, a Aa2 rating was assigned to the Village of La Grange and a stable credit outlook was issued for Village finances. The Aa2 rating is a relatively high bond rating for a non-home rule community. This bond rating recognizes strong financial conditions despite modest operating deficits in recent years characterized by healthy reserve levels, manageable debt burden with limited future borrowing plans. Moody's also notes that despite a substantial decline in assessed valuation in 2012, reflected by the triennial reassessment, the Village's tax base is expected to remain stable over the long-term due to its affluent tax base and proximately to Chicago.

### **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, 2012. This was the seventeenth 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.

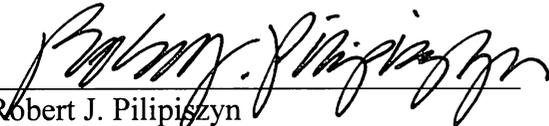
In addition, the Village of La Grange also received the GFOA's Distinguished Budget Presentation Award for its annual Operating and Capital Improvements Budget for FY 2012-13. In order to qualify for the Distinguished Budget Presentation Award, the Village's budget document was judged to be proficient as a policy document, a financial plan, as operations guide and a communication device. The Village has received this notable national award for eighteen 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.

Finally, we would like to acknowledge former Village President Asperger, newly elected Village President Livingston 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

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## 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, 2013, which collectively comprise the Village of La Grange, Illinois' basic financial statements as listed in the table of contents, and the related notes to financial statements.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## **Opinions**

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

## **Emphasis of a Matter**

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

## **Other Matters**

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of La Grange, Illinois' basic financial statements. The combining and individual fund financial statements and schedules and supplemental data, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of La Grange, Illinois. The combining and individual fund financial statements and schedules and supplemental data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain

additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

A handwritten signature in black ink, appearing to read "L. J. ...", written in a cursive style.

Naperville, Illinois  
August 22, 2013

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

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

April 30, 2013

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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 Position* presents information on all of the Village's assets and liabilities, with the difference of the two reported as net position. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' 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 position 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 position 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

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

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by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various 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 Position 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 position, 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 Position:

**Table 1**  
**Statement of Net Position**  
As of April 30, 2013

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and Other assets	\$20,320,709	\$18,992,851	\$5,258,168	\$3,007,634	\$25,578,877	\$22,000,485
Capital Assets	27,129,269	27,754,844	19,432,640	19,130,919	46,561,909	46,885,763
<b>Total Assets</b>	<b>47,449,978</b>	<b>46,747,695</b>	<b>24,690,808</b>	<b>22,138,553</b>	<b>72,140,786</b>	<b>68,886,248</b>
Long term liabilities	2,306,072	2,475,254	2,313,882	207,610	4,619,954	2,682,864
Other liabilities	542,189	330,411	860,026	447,195	1,402,215	777,606
Deferred Inflows	6,471,546	6,240,336	-	-	6,471,546	6,240,336
<b>Total Liabilities and Deferred Inflows</b>	<b>9,319,807</b>	<b>9,046,001</b>	<b>3,173,908</b>	<b>654,805</b>	<b>12,493,715</b>	<b>9,700,806</b>
Net Position:						
Net Investment in						
Capital Assets	25,774,269	26,159,844	19,432,640	19,130,919	45,206,909	45,290,763
Restricted	2,215,428	1,971,413	-	-	2,215,428	1,971,413
Unrestricted	10,140,474	9,570,437	2,084,260	2,352,829	12,224,734	11,923,266
<b>Total Net Position</b>	<b>\$38,130,171</b>	<b>\$37,701,694</b>	<b>\$21,516,900</b>	<b>\$21,483,748</b>	<b>\$59,647,071</b>	<b>\$59,185,442</b>

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

The Village’s total net position increased from \$59,185,442 in 2012 to \$59,647,071 in 2013 which is an increase in net position of \$461,629. The increase in total net position for Governmental Activities of approximately \$428,477 is primarily due to revenues exceeding expenses in the General and Motor Fuel Tax Funds, being partially offset by depreciation exceeding capitalized assets. Total net position for Business Type Activities increased by \$33,152 due to the proceeds (cash/asset) from the \$2.08 million bond issue for the water meter replacement project being offset by the outstanding debt (long-term liability).

By far, the largest portion of the Village’s total net position (75.8%) reflects its net 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 net 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 position for governmental activities reflect the portion of net position that can be used to finance day-to-day operations. Restricted net position 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. Restricted Net Position increased as no Motor Fuel Tax funds were utilized for construction projects due to the timing of capital construction projects.

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

Table 2  
Change in Net Position  
For the Fiscal Year Ended April 30, 2013

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
<b>REVENUES</b>						
<b>Program Revenues</b>						
Charges for Services	\$1,731,670	\$1,649,171	\$5,515,663	\$4,500,619	\$7,248,786	\$6,149,790
Operating Grants & Contr.	439,166	453,001	-	-	439,166	453,001
Capital Grants & Contr.	168,601	2,316,228	-	-	168,601	2,316,228
<b>General Revenues</b>						
Property Taxes	6,134,683	5,958,771	-	-	6,134,683	5,958,771
Other Taxes	4,650,778	4,330,699	-	-	4,650,778	4,330,699
Other	439,618	367,245	7,219	6,849	446,837	374,094
<b>Total Revenues</b>	<b>\$13,564,516</b>	<b>\$15,075,115</b>	<b>\$5,522,882</b>	<b>\$4,507,468</b>	<b>\$19,087,398</b>	<b>\$19,582,583</b>

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

Table 2 (continued)  
Change in Net Position  
For the Fiscal Year Ended April 30, 2013

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
<b>EXPENSES</b>						
General Government	2,235,537	2,177,656	-	-	2,235,537	2,177,656
Public Safety	8,363,505	8,124,562	-	-	8,363,505	8,124,562
Highways & Streets	2,364,485	2,162,386	-	-	2,364,485	2,162,386
Interest	56,512	65,632	-	-	56,512	65,632
Water & Sewer	-	-	4,589,091	4,065,282	4,589,091	4,065,282
Parking	-	-	1,016,639	972,235	1,016,639	972,235
<b>Total Expenses</b>	<b>13,020,039</b>	<b>12,530,236</b>	<b>5,605,730</b>	<b>5,037,517</b>	<b>18,625,769</b>	<b>17,567,753</b>
Increase / (Decrease)						
Before Transfers	544,477	2,544,879	(82,848)	(530,049)	461,629	2,014,830
Transfers	(116,000)	(100,000)	116,000	100,000	-	-
<b>Change in Net Position</b>	<b>\$428,477</b>	<b>\$2,444,879</b>	<b>\$33,152</b>	<b>\$(430,049)</b>	<b>\$461,629</b>	<b>\$2,014,830</b>

**Governmental Activities**

Charges for Services, which include revenues from Village fines, licenses and permits, increased due to a rise in the number of permits issued for residential and commercial construction projects during the fiscal year, and due to an increase in the building permit fee from 1.0% to 1.5% of construction costs.

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 the Bluff Avenue street reconstruction project and the initial stage of the Maple Avenue Relief Sewer (M.A.R.S.) project. Grant funding decreased significantly as both projects were completed during the previous fiscal year.

Property taxes continue to be the Village's largest revenue source generating \$6,134,683 which represents 45.2% 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 Village's 2011 property tax levy, which was collected in fiscal year 2013, included a CPI increase of 1.5 percent.

Other Taxes include sales tax revenues combined with State shared revenues (income tax, local use tax and replacement tax) local utility taxes and franchise fee revenues, total \$4,650,788 which represents 34.2% of the total governmental activity revenue. Other taxes in 2013 reflect

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

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significant increases in Sales tax receipts and Income tax distributions resulting from continued signs of an economic recovery.

Other Revenues reflect investment interest income, reimbursement for damage property, training and prosecution services, and other miscellaneous revenues. Reimbursements for prosecution services increased significantly in 2013 primarily due to the recovery of fees from two court ordered demolitions and several property maintenance compliance cases.

The Village realizes the importance of offering competitive compensation and benefit packages for the recruitment and retention of employees. General Government expenses in 2013 include an annual general wage adjustment of salaries which is tied directly to the allowable increase under the Property Tax Limitation Act. Salary expenses also include an average merit increase of 2.75% merit based upon annual performance evaluation.

Public Safety and Highway & Streets expenses reflect annual wage increases pursuant to collective bargaining agreements for Police, Fire and Public Works employees. A first-time collective bargaining agreement with the Village telecommunications operators was recently ratified by both parties.

Highway and Streets also includes maintenance projects which are fully expensed in the year of completion rather than capitalized as an asset and depreciated over the estimated useful life.

It is important to note that in response to recent recessionary conditions, beginning in 2010, the Village implemented a comprehensive and multi-year cost containment strategy, largely involving a reduction of personnel expenses. Cost containment efforts include maintaining one full-time vacancy within the Village's three largest operating departments — Police, Fire and Public Works, elimination/reduction of part-time positions, negotiated wage concessions with collective bargaining units and non-union employees, and increased employee contributions towards health insurance. In addition, the Village has reduced annual funding for annual maintenance programs and future infrastructure projects.

Interest expenses decreased in 2013 due to reduced outstanding debt resulting from annual principal payments. No new debt was issued in fiscal year 2013. Transfers from governmental activities to business-like activities 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.

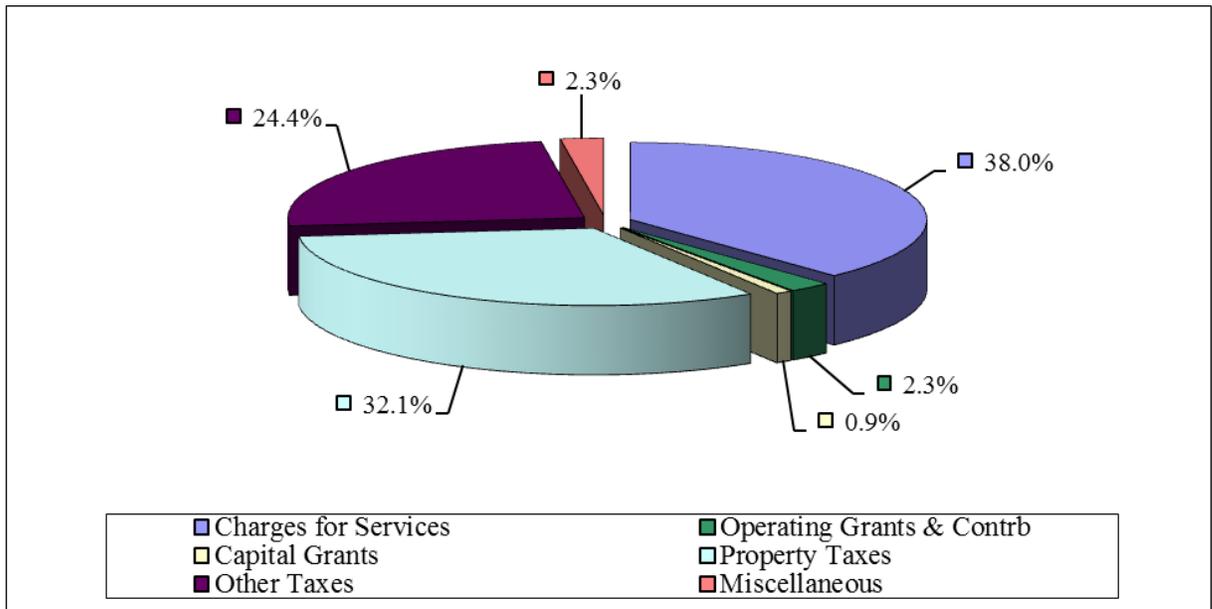
**Business-Type Activities**

Charges for Services increased significantly in 2013 primarily due to a 15 percent increase in the Village’s water rate, effective May 1, 2012. The 15% increase includes 10% to “pass on” the City of Chicago rate increase and 5% to fund bonds issued for the water meter replacement program and pumping station improvements. Sewer fees are based on cubic feet of water used multiplied by a separate sewer rate. Therefore, an increase in the water rate does not affect sewer fees.

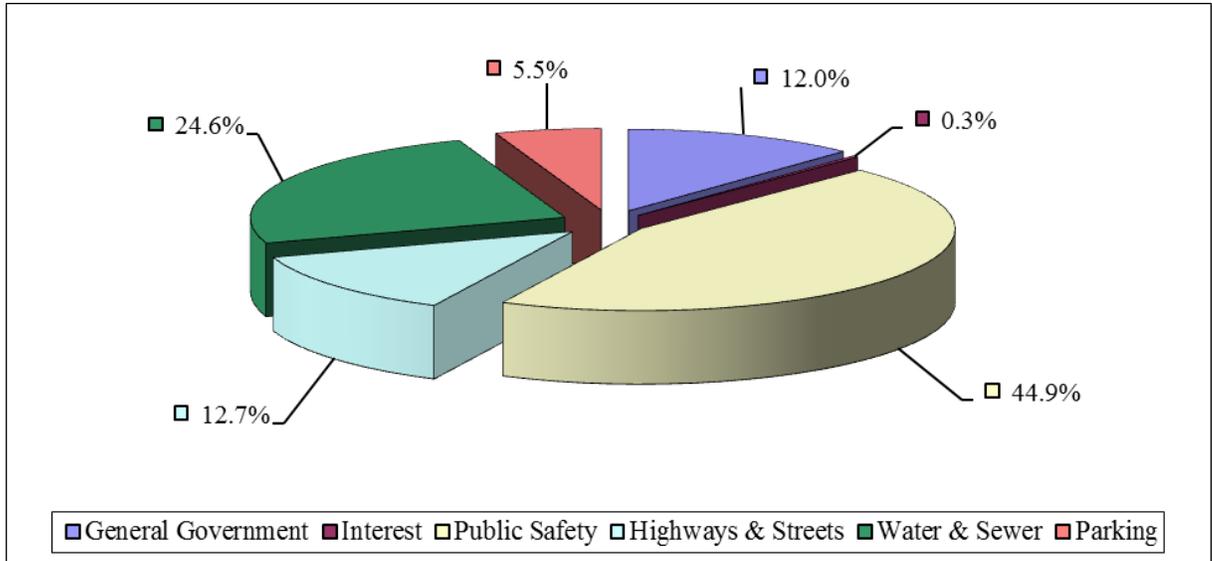
Expenses reflect water rate increases from the City of Chicago of 25% - effective January 1, 2012 and 15% - effective January 1, 2012. The City of Chicago also plans to increase water rates by an additional 15% in each of the next two years, starting January 1, 2014. As it is the Village’s policy to “pass on” water rate increases from the City of Chicago, subsequent increases in Village water rates are anticipated. However, the Village is in the process of replacing all existing water meters which may result in additional revenue. As such, the Village will reevaluate the need for subsequent water rate increases on an annual basis.

The following charts reflect revenues by source and expenses by function for governmental and business-type activities for the fiscal year ended April 30, 2013:

**Governmental and Business-Type Activities  
Revenues by Source  
Fiscal Year Ended April 30, 2013**



**Governmental and Business-Type Activities  
Expenses by Function  
Fiscal Year Ended April 30, 2013**



**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. The Village experienced fiscal stress within the General Fund created by a decrease and flattening of major revenue streams (e.g. income tax, sales tax, building permits, etc.) due to macro-economic conditions and major operating expenditures (such as salaries, health insurance, and police and fire pension contributions) in excess of those reduced revenues. Reserve funds have been utilized to offset prior operating deficits; sustaining Village operations over the past several years.

So as not to further deplete reserve funds below target levels, the Village implemented a multi-year cost containment plan beginning in 2010, focused on reduction of personnel expenses.

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

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As part of the ongoing cost containment plan, during the subsequent fiscal year the Village also proposes to continue to examine other strategies to reduce and control future operating expenditures as a means to protect reserves

Village finances are now beginning to stabilize as we are starting to realize the annual and compounded savings of the cost containment plan. At the end of fiscal year 2013, the General Fund reflected an increase in fund balance of \$495,522. It is important to note that the 2013 surplus is the first surplus recorded in the General Fund in over five years, primarily due to the success of the cost containment plan and several Village revenues approaching levels from prior to the recession.

Although the Village experienced a significant surplus in FY 2013, we must remain financially conservative with subsequent year budgets/financial planning due to: 1) uncertainties surrounding state shared revenues; 2) yet to be determined impact of the Affordable Health Care Act; and 3) pending results from the actuarial valuations which will be completed this fall and may include a significant increase in employer contribution (pension tax levies)

Initially, the Village Board approved an FY 2013 budget which postponed an increase in the municipal utility tax as the Board was concerned about the cumulative effect that this tax increase, coupled with the property tax increase and series of water rate increases would have on Village residents who are already challenged by current economic conditions. The postponement of the utility tax increase resulted in decreased revenues and an operating deficit of approximately \$130,000 in FY 2013.

In order to balance the FY 2013 budget, adjustments were approved early in the fiscal year to reflect the elimination of annual contributions to the Equipment Replacement Fund (ERF) for Administration and Community Development vehicles, reduce the annual contributions to ERF for operating departments by extending the useful life of all other vehicles and equipment by one additional year and transfer of the ERF reserve for the Administrative vehicle back to the General Fund due to the vehicle being sold and not replaced. In addition, the transfer from the General Fund to the Capital Projects fund was reduced by \$100,000 due to the elimination of the sign replacement program.

Throughout the course of the fiscal year additional budget amendments were necessary to reflect estimate actual expenditures exceeding budget estimates, including: 1) special legal services required for personnel matters involving arbitration and union negotiations and prosecution of property maintenance cases; 2) professional services for court-ordered demolition, asbestos removal and to amend site development guidelines related to grading and drainage; 3) increased overtime in the Police Department due to temporary vacancies and extended leave of asbestos from work related injuries, and increased repairs and maintenance for department vehicles.

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

**Table 3 – General Fund Budgetary Highlights**

	Original Budget	Amended Budget	Actual
<b>Revenues and Transfers In</b>			
Taxes	\$ 9,509,801	\$ 9,509,801	\$ 9,363,045
Intergovernmental	1,304,100	1,304,100	1,485,090
Licenses & Permits	1,114,405	1,114,405	1,241,513
Other	398,100	398,100	659,099
Transfers In	75,000	100,000	100,000
<b>Total</b>	<b>\$ 12,401,406</b>	<b>\$ 12,426,406</b>	<b>\$ 12,848,747</b>
<b>Expenditures and Transfers Out</b>			
General Government	(2,076,575)	(2,162,984)	(2,135,751)
Public Safety	(7,825,280)	(7,847,109)	(7,782,230)
Highways and Streets	(1,815,122)	(1,803,606)	(1,719,244)
Transfers Out	(816,000)	(716,000)	(716,000)
<b>Total</b>	<b>\$ (12,532,977)</b>	<b>\$ (12,529,699)</b>	<b>\$ (12,353,225)</b>
<b>Changes in Fund Balance</b>	<b>\$ (131,571)</b>	<b>\$ (103,293)</b>	<b>\$ 495,522</b>

Tax revenues were under budget due to prior tax credits from property assessment appeals and home foreclosures. In addition, the Village experienced lower than estimated new growth, which resulted in Cook County automatically lowering the Village’s tax levy. Simplified Telecommunication taxes were also under budget primarily due to a single large telecommunications company not submitting Simplified Tax receipts for the months of August, September and October, 2012, which is currently being investigated by the Illinois Department of Revenue. In addition, the approved 1% Simplified Telecommunication tax increase did not go into effect until July 1, 2012, pursuant to statutory requirements.

Substantially offsetting the decrease in tax revenues was a significant increase in Sales Tax. Monthly sales tax receipts were consistently higher than one year ago as newly opened restaurants and retailers more than made up for the lost sales tax from the closing of Borders in September, 2011.

Intergovernmental revenues were over budget due to a significant increase in in Income Tax receipts. The increase in receipts is the result of continued signs of an economic recovery and declining unemployment rate.

Licenses and Permits were over budget primarily due to the increased building permit fee from 1.0% to 1.5% of construction costs and increased activity during the fiscal year. Increased activity included several new residential home construction projects, as well as additions, garages and porches. Large commercial building permits were also issued to La Grange Memorial Hospital for remodeling the labor/delivery rooms and an addition for the wound care center. These additional revenues were partially offset by a decrease in fines for village and compliance violations resulting from temporary vacancies, extended workers compensation injuries, and turnover of part-time police officers in the Police Department.

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

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Other Revenue was over budget primarily due to unanticipated reimbursements for damaged property, prosecution services and training costs. Other Revenue also included several miscellaneous items including funds received from the settlement of a class action lawsuit against the Village's previous health insurance brokerage firms, reimbursements from an applicant for a zoning case, IRMA for legal fees, METRA for snow removal equipment, and the Village of McCook for damage to Fire Department gear during a mutual aid response. Partially offsetting the increase in other revenue was a decrease in investment earnings resulting from short-term interest rates remaining at less than one half of one percent.

General Government expenditures were under budget primarily due an overall decrease in liability claims and deductibles paid to the Intergovernmental Risk Management Agency (IRMA). Through a concerted effort to reduce employee accidents and liability claims, the Village received an experience credit which decreased the current annual contribution to IRMA. In addition, the development of several Police and Fire eligibility and promotional lists were postponed to the subsequent fiscal year

Public Safety expenditures are under budget primarily due to temporary vacancies created by the resignation of two police officers during the fiscal year, and due to the settlement of the police union arbitration case. Expenditures also reflect a decrease in employer contributions (ie. tax levies) resulting from impact of the lower than projected new growth figure and home foreclosures reducing property tax collections.

Partially offsetting the reduced expenditures were a significant increase in vehicle maintenance, in excess of the budget amendment, for the police squad cars in their fourth year of ownership. Overtime expenditures also increased in excess of the budget amendment due to police officers covering shifts as the newly hired replacement officers were being trained. Additional overtime was also necessary due to two extended leaves of absence due to work related injuries, both requiring major surgery

Highway and Street Expenditures were under budget primarily due to due to a decrease in leaf disposal costs due to favorable bids, reduced electricity costs resulting from competitive pricing through a municipal cooperative (NIMEC), and the elimination of the street sign replacement project.

Transfers Out includes a transfer to the Capital Projects Fund in the amount of \$600,000 to support infrastructure replacement, debt service and maintenance programs. Due to the economic recession which negatively impacted revenues in the General Fund, this transfer was previously reduced by \$300,000. In order to complete capital projects as planned, annual maintenance programs were reduced and/or eliminated. Transfers out also includes an annual transfer to the Parking fund of \$116,000 to partially fund operations and maintenance of Village lots and the parking structure.

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

**Proprietary Funds**

Net assets of the **Water, Sewer and Parking Funds** at year end totaled \$21,516,900. Net Assets increased during the year by \$33,152 due to operating revenues exceeding operating expenses, which includes depreciation expense of \$663,813. 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, 2013 is \$45,561,907. 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	
	2013	2012	2013	2012	2013	2012
<b>Non-Depreciable Assets</b>						
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	400,545	5,882,376	785,534	-	1,186,079	5,882,376
<b>Other Capital Assets</b>						
Buildings	2,019,033	2,149,882	7,615,460	7,811,643	9,634,493	9,961,525
Improvements	864,398	923,035	-	-	864,398	923,035
Street Infrastructure	12,801,446	7,365,996	-	-	12,801,447	7,365,996
Storm Sewers	532,403	430,000	-	-	532,403	430,000
Equipment	2,396,198	2,888,310	24,433	35,848	2,420,630	2,924,158
Water System	-	-	7,099,841	7,484,064	7,099,841	7,484,064
Sewer System	-	-	2,333,927	2,211,792	2,333,927	,211,792
Parking Improvements	-	-	202,710	216,837	202,710	216,837
<b>Total</b>	<b>\$27,129,267</b>	<b>\$27,754,844</b>	<b>\$19,432,640</b>	<b>\$19,130,919</b>	<b>\$45,561,907</b>	<b>\$46,885,764</b>

Total Capital Assets for Governmental Activities reflect an a significant transfer from Construction in Progress to Street Infrastructure due to the completion of the Bluff Avenue

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

street reconstruction Project, which was capitalized Construction in Progress in 2013 reflects the initial stage of the Maple Avenue Relief Sewer (M.A.R.S) project,. Equipment capital assets decreased due to no equipment purchases during the fiscal year in the Equipment Replacement Fund which typically offset annual depreciation expenses. Total Capital Assets for Business-Type Activities increased due to Construction in Progress related to the early stages of the water meter replacement project.

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 \$10,020,000 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 \$56,088,682; as such, the Village is currently significantly under the outstanding general obligation debt limit.

**Table 5  
Outstanding Bonds**

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
General Obligation Bonds (ARS Refunding Bonds Series 2005)	1,355,000	1,595,000	-	-	1,355,000	1,595,000
Alternate Revenue Bonds Series 2012A Water Meter	-	-	2,080,000	-	2,080,000	-
<b>Village only Totals</b>	<b>1,355,000</b>	<b>1,595,000</b>	<b>2,080,000</b>	<b>-</b>	<b>3,435,000</b>	<b>1,595,000</b>
General Obligation Bonds Series 2004 Library Bonds	430,000	6,805,000	-	-	430,000	6,805,000
General Obligation Bonds Series 2012B Library Refunding	6,155,000	-	-	-	6,155,000	-
<b>Library only Totals</b>	<b>6,585,000</b>	<b>6,805,000</b>	<b>-</b>	<b>-</b>	<b>6,585,000</b>	<b>6,805,000</b>
<b>Village&amp; Library Totals</b>	<b>\$ 7,940,000</b>	<b>\$ 8,400,000</b>	<b>\$ 2,080,000</b>	<b>-</b>	<b>\$10,020,000</b>	<b>\$8,400,000</b>

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

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

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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 resulted 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.

In order to address ongoing water accountability issues, the Village issue \$2.08 million of alternate revenue bonds in 2012 to fund a water meter replacement program and improvements at the water pumping station. The Village elected to issue bonds rather than complete the projects on a pay-as-you-go basis in order to address the ongoing water accountability issue in a timely fashion, utilize new meter and pumping station technologies, bill residents for actual water usage in an equitable manner and financial conditions were such that the Village benefited by financing these projects with municipal bonds while interest rates are at historical lows.

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.

The 2004 Library bonds were refunded in August, 2012 due to favorable interest rates. However, the Series 2004 bonds cannot be paid off until December 1, 2013, which is the first available call date. Therefore, the proceeds from the Series 2012 issue are being held in escrow, invested in US treasury securities, until such time the Series 2004 bonds can be called. The bond refunding resulted in interest savings in excess of \$750,000 over the remaining life of the issue. The final maturity date of the outstanding debt was not extended as a result of the refunding.

In preparation for the issuance of the Library Refunding bonds and the sale of \$2.08 million Alternate Revenue Water Bonds, the Village requested a meeting with Moody's Investors Services in order to obtain a current bond rating for these issues. The Village President, staff and the Village's financial consultants met with Moody's to discuss financial operations, economic development initiatives, management and current/future debt.

As a result of this meeting and further analysis by Moody's, a Aa2 rating was assigned to the Village of La Grange general obligation bonds and a stable credit outlook was issued. This bond rating recognizes strong financial conditions despite modest operating deficits in recent years characterized by healthy reserve levels, manageable debt burden with limited future borrowing plans. Moody's also notes that despite a substantial decline in assessed valuation in 2012, reflected by the triennial reassessment, the Village's tax base is expected to remain stable over the long-term due to its affluent tax base and proximately to Chicago.

Additional information on the Village's long-term debt can be found in the Notes to the Financial Statements, notes # 6 and #11.

### **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 POSITION

April 30, 2013

	Primary Government			Component
	Governmental	Business-Type	Total	Unit
	Activities	Activities		Library
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,468,171	\$ 2,973,443	\$ 8,441,614	\$ 3,665,839
Investments	10,327,922	1,610,566	11,938,488	-
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	3,247,776	-	3,247,776	1,294,039
Accounts	37,225	750,333	787,558	-
Accrued interest	23,073	3,826	26,899	-
Due from other governments	886,985	-	886,985	-
Due from other funds	80,000	(80,000)	-	-
Due from fiduciary funds	209,274	-	209,274	-
Prepaid expenses	2,861	-	2,861	5,096
Net pension asset	37,422	-	37,422	-
Capital assets, not being depreciated	8,515,791	2,156,269	10,672,060	94,418
Capital assets being depreciated (net of accumulated depreciation)	18,613,478	17,276,371	35,889,849	7,704,699
<b>Total assets</b>	<b>47,449,978</b>	<b>24,690,808</b>	<b>72,140,786</b>	<b>12,764,091</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Unamortized charge on refunding	-	-	-	345,171
<b>Total assets and deferred outflows of resources</b>	<b>47,449,978</b>	<b>24,690,808</b>	<b>72,140,786</b>	<b>13,109,262</b>
<b>LIABILITIES</b>				
Accounts payable	390,834	581,868	972,702	992
Accrued payroll	92,454	17,801	110,255	31,946
Accrued interest payable	21,334	19,138	40,472	59,219
Deposits	-	5,749	5,749	-
Unearned revenues				
Other	32,733	235,470	268,203	-
Due to component unit	4,834	-	4,834	(4,834)
Noncurrent liabilities				
Due within one year	387,001	129,579	516,580	528,361
Due in more than one year	1,919,071	2,184,303	4,103,374	6,270,083
<b>Total liabilities</b>	<b>2,848,261</b>	<b>3,173,908</b>	<b>6,022,169</b>	<b>6,885,767</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable property tax	6,471,546	-	6,471,546	2,706,994
<b>Total liabilities and deferred inflows of resources</b>	<b>9,319,807</b>	<b>3,173,908</b>	<b>12,493,715</b>	<b>9,592,761</b>
<b>NET POSITION</b>				
Net investment in capital assets	25,774,269	19,432,640	45,206,909	1,438,813
Restricted for maintenance of roadways	1,927,679	-	1,927,679	-
Restricted for public safety	100,191	-	100,191	-
Restricted for drug forfeiture	187,558	-	187,558	-
Unrestricted	10,140,474	2,084,260	12,224,734	2,077,688
<b>TOTAL NET POSITION</b>	<b>\$ 38,130,171</b>	<b>\$ 21,516,900</b>	<b>\$ 59,647,071</b>	<b>\$ 3,516,501</b>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2013

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants	Capital Grants
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General government	\$ 2,235,537	\$ 844,036	\$ -	\$ -
Public safety	8,363,505	547,589	1,100	14,883
Highways and streets	2,364,485	340,045	438,066	153,718
Interest	56,512	-	-	-
Total governmental activities	13,020,039	1,731,670	439,166	168,601
Business-Type Activities				
Water	4,151,600	4,362,179	-	-
Sewer	437,491	423,676	-	-
Parking	1,016,639	729,808	-	-
Total business-type activities	5,605,730	5,515,663	-	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 18,625,769</b>	<b>\$ 7,247,333</b>	<b>\$ 439,166</b>	<b>\$ 168,601</b>
<b>COMPONENT UNIT - LIBRARY</b>				
Culture and recreation	\$ 2,209,164	\$ 36,092	\$ -	\$ -
Interest	183,896	-	-	-
<b>TOTAL COMPONENT UNIT - LIBRARY</b>	<b>\$ 2,393,060</b>	<b>\$ 36,092</b>	<b>\$ -</b>	<b>\$ -</b>

Net (Expense) Revenue and Change in Net Position				
Primary Government				Component
Governmental	Business-Type	Total	Unit	
Activities	Activities		Library	
\$ (1,391,501)	\$ -	\$ (1,391,501)	\$ -	-
(7,799,933)	-	(7,799,933)	-	-
(1,432,656)	-	(1,432,656)	-	-
(56,512)	-	(56,512)	-	-
(10,680,602)	-	(10,680,602)	-	-
-	210,579	210,579	-	-
-	(13,815)	(13,815)	-	-
-	(286,831)	(286,831)	-	-
-	(90,067)	(90,067)	-	-
(10,680,602)	(90,067)	(10,770,669)	-	-
-	-	-	(2,173,072)	-
-	-	-	(183,896)	-
-	-	-	(2,356,968)	-
General Revenues				
Taxes				
Property	6,134,683	-	6,134,683	2,684,824
Replacement	238,860	-	238,860	29,228
Sales, local use	1,927,842	-	1,927,842	-
Utility	492,357	-	492,357	-
Telecommunications	590,345	-	590,345	-
Shared income	1,401,374	-	1,401,374	-
Investment income	31,973	7,219	39,192	6,333
Miscellaneous	407,645	-	407,645	41,875
Transfers	(116,000)	116,000	-	-
Total	11,109,079	123,219	11,232,298	2,762,260
CHANGE IN NET POSITION	428,477	33,152	461,629	405,292
NET POSITION, MAY 1	37,701,694	21,483,748	59,185,442	3,111,209
NET POSITION, APRIL 30	\$ 38,130,171	\$ 21,516,900	\$ 59,647,071	\$ 3,516,501

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

GOVERNMENTAL FUNDS  
BALANCE SHEET

April 30, 2013

	General	Motor Fuel Tax	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash and cash equivalents	\$ 2,424,812	\$ 1,399,795	\$ 856,106	\$ 10,507	\$ 294,160	\$ 4,985,380
Investments	7,093,809	497,700	-	-	-	7,591,509
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	3,247,776	-	-	-	-	3,247,776
Accounts	37,225	-	-	-	-	37,225
Accrued interest	17,261	2,092	-	-	-	19,353
Other	2,861	-	-	-	-	2,861
Due from other governments	857,243	26,742	-	-	3,000	886,985
Due from other funds	1,902	1,350	80,000	-	-	83,252
Due from fiduciary funds	209,274	-	-	-	-	209,274
<b>TOTAL ASSETS</b>	<b>\$ 13,892,163</b>	<b>\$ 1,927,679</b>	<b>\$ 936,106</b>	<b>\$ 10,507</b>	<b>\$ 297,160</b>	<b>\$ 17,063,615</b>

	General	Motor Fuel Tax	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 144,031	\$ -	\$ 239,294	\$ -	\$ 7,509	\$ 390,834
Accrued payroll	92,454	-	-	-	-	92,454
Other	32,733	-	-	-	-	32,733
Due to component unit	4,834	-	-	-	-	4,834
Due to other funds	1,350	-	-	-	1,902	3,252
<b>Total liabilities</b>	<b>275,402</b>	<b>-</b>	<b>239,294</b>	<b>-</b>	<b>9,411</b>	<b>524,107</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable property tax	6,471,546	-	-	-	-	6,471,546
<b>Total liabilities and deferred inflows of resources</b>	<b>6,746,948</b>	<b>-</b>	<b>239,294</b>	<b>-</b>	<b>9,411</b>	<b>6,995,653</b>
<b>FUND BALANCES</b>						
Restricted for maintenance of roadways	-	1,927,679	-	-	-	1,927,679
Restricted for public safety	-	-	-	-	100,191	100,191
Restricted for drug forfeiture	-	-	-	-	187,558	187,558
Assigned for economic development	747,885	-	-	-	-	747,885
Assigned for capital projects	-	-	696,812	-	-	696,812
Assigned for debt service	-	-	-	10,507	-	10,507
Unassigned	6,397,330	-	-	-	-	6,397,330
<b>Total fund balances</b>	<b>7,145,215</b>	<b>1,927,679</b>	<b>696,812</b>	<b>10,507</b>	<b>287,749</b>	<b>10,067,962</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 13,892,163</b>	<b>\$ 1,927,679</b>	<b>\$ 936,106</b>	<b>\$ 10,507</b>	<b>\$ 297,160</b>	<b>\$ 17,063,615</b>

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 POSITION

April 30, 2013

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FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 10,067,962
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	27,129,269
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
General obligation bonds	(1,355,000)
Accrued compensated absences	(663,432)
Interest payable is not reported in the governmental funds	(21,334)
Net pension asset (Police Pension) is shown as an asset on the statement of net position	37,422
Net pension obligation (Fire Pension) is shown as a liability on the statement of net position	(44,248)
Net pension obligation (IMRF) is shown as a liability on the statement of net position	(110,684)
Net other postemployment benefits obligation is shown as a liability on the statement of net position	(132,708)
The unrestricted net position of the internal service fund are included in the governmental activities in the statement of net position	3,222,924
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 38,130,171</u></u></b>

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, 2013

	General	Motor Fuel Tax	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>						
Taxes	\$ 9,363,045	\$ -	\$ -	\$ -	\$ 21,008	\$ 9,384,053
Intergovernmental	1,485,090	438,066	136,930	-	14,883	2,074,969
Charges for services	-	-	648	-	158,983	159,631
Fines, licenses and permits	1,241,513	-	-	-	-	1,241,513
Investment income	26,587	4,490	742	7	-	31,826
Miscellaneous	632,512	-	14,720	-	292	647,524
<b>Total revenues</b>	<b>12,748,747</b>	<b>442,556</b>	<b>153,040</b>	<b>7</b>	<b>195,166</b>	<b>13,539,516</b>
<b>EXPENDITURES</b>						
Current						
General government	2,135,751	-	-	-	-	2,135,751
Public safety	7,782,230	-	-	-	318,707	8,100,937
Highways and streets	1,719,244	-	-	-	-	1,719,244
Capital outlay	-	-	641,938	-	-	641,938
Debt service						
Principal retirement	-	-	-	240,000	-	240,000
Interest and fiscal charges	-	-	-	60,305	-	60,305
<b>Total expenditures</b>	<b>11,637,225</b>	<b>-</b>	<b>641,938</b>	<b>300,305</b>	<b>318,707</b>	<b>12,898,175</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,111,522</b>	<b>442,556</b>	<b>(488,898)</b>	<b>(300,298)</b>	<b>(123,541)</b>	<b>641,341</b>

	General	Motor Fuel Tax	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)						
Transfers in	\$ 100,000	\$ -	\$ 600,000	\$ 300,305	\$ -	\$ 1,000,305
Transfers (out)	(716,000)	-	(300,305)	-	(75,000)	(1,091,305)
Total other financing sources (uses)	(616,000)	-	299,695	300,305	(75,000)	(91,000)
NET CHANGE IN FUND BALANCES	495,522	442,556	(189,203)	7	(198,541)	550,341
FUND BALANCES, MAY 1	6,649,693	1,485,123	886,015	10,500	486,290	9,517,621
FUND BALANCES, APRIL 30	<u>\$ 7,145,215</u>	<u>\$ 1,927,679</u>	<u>\$ 696,812</u>	<u>\$ 10,507</u>	<u>\$ 287,749</u>	<u>\$ 10,067,962</u>

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, 2013

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NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 550,341
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	450,540
Less internal services funds	(16,317)
Capital assets are depreciated on the statement of activities	(1,059,799)
Less internal services funds disposed capital assets	442,616
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	240,000
The change in compensated absences is shown as an expense on the statement of activities	(25,305)
Accrual of interest is reported as interest expense on the statement of activities	3,793
The change in the net pension asset/obligation is shown as an expense on the statement of activities	(22,510)
The change in the net pension obligation (IMRF) is shown as an expense on the statement of activities	(8,473)
The change in the net other postemployment benefits payable (OPEB) is shown as an expense on the statement of activities	(27,325)
Internal service funds are reported separately in the fund financial statements	<u>(99,084)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 428,477</u>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

PROPRIETARY FUNDS  
STATEMENT OF NET POSITION

April 30, 2013

	Water	Parking	Sewer	Total	Internal Service Equipment Replacement
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	\$ 2,505,557	\$ 427,760	\$ 40,126	\$ 2,973,443	\$ 482,791
Investments	466,166	1,144,400	-	1,610,566	2,736,413
Receivables					
Accounts	678,194	-	72,139	750,333	-
Accrued interest	531	3,295	-	3,826	3,720
Total current assets	3,650,448	1,575,455	112,265	5,338,168	3,222,924
<b>NONCURRENT ASSETS</b>					
Capital assets					
Not being depreciated	20,897	2,135,372	-	2,156,269	-
Being depreciated, at cost	16,499,140	10,632,809	4,281,381	31,413,330	5,054,069
Less accumulated depreciation	(8,650,703)	(3,544,060)	(1,942,196)	(14,136,959)	(3,479,357)
Net capital assets	7,869,334	9,224,121	2,339,185	19,432,640	1,574,712
Total assets	11,519,782	10,799,576	2,451,450	24,770,808	4,797,636
<b>CURRENT LIABILITIES</b>					
Accounts payable	580,490	879	499	581,868	-
Accrued payroll	9,496	5,959	2,346	17,801	-
Due to capital projects fund	-	-	80,000	80,000	-
Deposits	5,749	-	-	5,749	-
Unearned decals	-	235,470	-	235,470	-
Interest payable	19,138	-	-	19,138	-
Bonds payable	85,000	-	-	85,000	-
Compensated absences payable	44,579	-	-	44,579	-
Total current liabilities	744,452	242,308	82,845	1,069,605	-
<b>NONCURRENT LIABILITIES</b>					
Other postemployment benefits payable	5,932	1,909	2,269	10,110	-
Net pension obligation	33,206	22,138	11,068	66,412	-
Bonds payable	1,995,000	-	-	1,995,000	-
Unamortized bond premium	6,883	-	-	6,883	-
Compensated absences payable	67,596	22,979	15,323	105,898	-
Total noncurrent liabilities	2,108,617	47,026	28,660	2,184,303	-
Total liabilities	2,853,069	289,334	111,505	3,253,908	-
<b>NET POSITION</b>					
Net investment in capital assets	7,869,334	9,224,121	2,339,185	19,432,640	1,574,712
Unrestricted	797,379	1,286,121	760	2,084,260	3,222,924
TOTAL NET POSITION	\$ 8,666,713	\$ 10,510,242	\$ 2,339,945	\$ 21,516,900	\$ 4,797,636

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

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

For the Year Ended April 30, 2013

	Water	Parking	Sewer	Total	Internal Service Equipment Replacement
<b>OPERATING REVENUES</b>					
Water sales	\$ 4,258,741	\$ -	\$ -	\$ 4,258,741	\$ -
Sewer fees	-	-	415,041	415,041	-
Water meter installation	35,960	-	-	35,960	-
Sewer connection fees	-	-	7,200	7,200	-
Delinquent penalties	48,844	-	-	48,844	-
Fire lines	12,240	-	-	12,240	-
Parking meter collections	-	79,862	-	79,862	-
Parking decal sales	-	458,110	-	458,110	-
Parking fines	-	151,701	-	151,701	-
Charges for services	-	-	-	-	471,935
Miscellaneous income	6,394	40,135	1,435	47,964	5,729
<b>Total operating revenues</b>	<b>4,362,179</b>	<b>729,808</b>	<b>423,676</b>	<b>5,515,663</b>	<b>477,664</b>
<b>OPERATING EXPENSES</b>					
Personnel services	1,293,797	681,424	286,845	2,262,066	-
Supplies and materials	36,969	13,920	7,863	58,752	-
Contractual services	2,337,378	99,190	34,912	2,471,480	-
Other	91,589	11,795	46,235	149,619	117,678
Depreciation	391,867	210,310	61,636	663,813	442,616
<b>Total operating expenses</b>	<b>4,151,600</b>	<b>1,016,639</b>	<b>437,491</b>	<b>5,605,730</b>	<b>560,294</b>
<b>OPERATING INCOME (LOSS)</b>	<b>210,579</b>	<b>(286,831)</b>	<b>(13,815)</b>	<b>(90,067)</b>	<b>(82,630)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment income	2,452	4,660	107	7,219	8,546
<b>Total nonoperating revenues (expenses)</b>	<b>2,452</b>	<b>4,660</b>	<b>107</b>	<b>7,219</b>	<b>8,546</b>
<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<b>213,031</b>	<b>(282,171)</b>	<b>(13,708)</b>	<b>(82,848)</b>	<b>(74,084)</b>
<b>TRANSFERS</b>					
Transfers in	-	116,000	-	116,000	-
Transfers (out)	-	-	-	-	(25,000)
<b>Total transfers</b>	<b>-</b>	<b>116,000</b>	<b>-</b>	<b>116,000</b>	<b>(25,000)</b>
<b>CHANGE IN NET POSITION</b>	<b>213,031</b>	<b>(166,171)</b>	<b>(13,708)</b>	<b>33,152</b>	<b>(99,084)</b>
<b>NET POSITION, MAY 1</b>	<b>8,453,682</b>	<b>10,676,413</b>	<b>2,353,653</b>	<b>21,483,748</b>	<b>4,896,720</b>
<b>NET POSITION, APRIL 30</b>	<b>\$ 8,666,713</b>	<b>\$ 10,510,242</b>	<b>\$ 2,339,945</b>	<b>\$ 21,516,900</b>	<b>\$ 4,797,636</b>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2013

	Water	Parking	Sewer	Total	Internal Service Equipment Replacement
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from customers and users	\$ 4,293,868	\$ 721,288	\$ 422,372	\$ 5,437,528	\$ -
Payments to suppliers	(1,988,813)	(139,368)	(64,352)	(2,192,533)	(117,678)
Payments to employees	(1,275,407)	(676,128)	(286,576)	(2,238,111)	-
Receipts (payments) to internal service funds	(43,529)	(11,795)	(34,346)	(89,670)	477,664
Net cash from operating activities	986,119	(106,003)	37,098	917,214	359,986
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Bond proceeds	2,106,021	-	-	2,106,021	-
Proceeds from sale of capital assets	-	-	-	-	-
Acquisition of capital assets	(715,446)	(70,088)	(180,000)	(965,534)	-
Net cash from capital and related financing activities	1,390,575	(70,088)	(180,000)	1,140,487	-
<b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Payment to other funds	-	-	80,000	80,000	-
Transfers in (out)	-	116,000	-	116,000	(25,000)
Net cash from noncapital and related financing activities	-	116,000	80,000	196,000	(25,000)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Purchase of investments	(248,756)	(2,138,846)	-	(2,387,602)	(2,391,868)
Proceeds from sale of investments	100,253	1,836,546	-	1,936,799	2,400,757
Interest received	2,224	4,810	107	7,141	10,105
Net cash from investing activities	(146,279)	(297,490)	107	(443,662)	18,994
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,230,415	(357,581)	(62,795)	1,810,039	353,980
CASH AND CASH EQUIVALENTS, MAY 1	275,142	785,341	102,921	1,163,404	128,811
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 2,505,557</u>	<u>\$ 427,760</u>	<u>\$ 40,126</u>	<u>\$ 2,973,443</u>	<u>\$ 482,791</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Operating income (loss)	\$ 210,579	\$ (286,831)	\$ (13,815)	\$ (90,067)	\$ (82,630)
Adjustments to reconcile operating income (loss) to net cash from operating activities					
Depreciation	391,867	210,310	61,636	663,813	442,616
Changes in assets and liabilities					
Accounts receivable	(68,310)	-	(1,304)	(69,614)	-
Accounts payable	433,593	(26,258)	(9,688)	397,647	-
Accrued payroll	2,551	1,410	605	4,566	-
Deferred revenue	-	(8,520)	-	(8,520)	-
Other post employment benefits	-	-	-	-	-
Net pension obligation - IMRF	2,542	1,695	847	5,084	-
Compensated absences	13,297	2,191	(1,183)	14,305	-
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 986,119</u>	<u>\$ (106,003)</u>	<u>\$ 37,098</u>	<u>\$ 917,214</u>	<u>\$ 359,986</u>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET POSITION

April 30, 2013

	Pension Trust Funds	Agency Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 551,834	\$ 2
Investments, at fair value		
U.S. Government and agency securities	2,982,579	-
Insurance contracts	13,217,631	-
Stocks	6,467,401	-
Corporate bonds	1,813,334	-
Municipal bonds	193,057	-
Receivables		
Assessments	-	43,348
Accrued interest	36,965	-
	<u>25,262,801</u>	<u>\$ 43,350</u>
Total assets		
<b>LIABILITIES</b>		
Due to the General Fund	185,510	\$ 23,764
Due to bondholders	-	19,585
Due to property owners	-	1
	<u>185,510</u>	<u>\$ 43,350</u>
Total liabilities		
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>		
	<u>\$ 25,077,291</u>	

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

For the Year Ended April 30, 2013

ADDITIONS

Contributions

Employer contributions	\$ 1,541,368
Employee contributions	362,132
Other	<u>48</u>

Total contributions	<u>1,903,548</u>
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Investment income

Net appreciation in fair value of investments	1,615,059
Interest	<u>274,153</u>

Total investment income	1,889,212
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Less investment expense	<u>(95,288)</u>
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Net investment income	<u>1,793,924</u>
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Total additions	<u>3,697,472</u>
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DEDUCTIONS

Benefits and refunds	2,715,510
Administrative expenses	4,000
Miscellaneous	<u>18,585</u>

Total deductions	<u>2,738,095</u>
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NET INCREASE (DECREASE)	959,377
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NET POSITION HELD IN TRUST FOR  
PENSION BENEFITS

May 1	<u>24,117,914</u>
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April 30	<u><u>\$ 25,077,291</u></u>
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See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

April 30, 2013

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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 restricted and committed monies (special revenue funds), the acquisition and construction of capital assets (capital projects funds) and the accumulation of restricted, committed or assigned resources for the payment of principal and interest on 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).

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 position 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. Interfund services provided and used are not eliminated for this purpose. 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 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 has elected to report this as a major fund.

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, with the exception of the agency funds which do not have a measurement focus. 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 and income 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 unavailable and unearned revenue on its financial statements. Unavailable revenues arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period for governmental funds or earned at the government-wide level. Unearned revenues arise when resources are received by the government before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met, or when the government has a legal claim to the resources by meeting all eligibility requirements, 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)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets

Capital assets which include property, plant, equipment, intangible assets 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.

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
Intangible assets	5-10
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 are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental funds recognize bond premiums and discounts, 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 and expenses.

k. Fund Balance/Net Position

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 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 Position (Continued)

The Village has established fund balance reserve policies for its general fund. The General Fund targets six 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 position is legally restricted by outside parties for a specific purpose. Net position has not been restricted by enabling legislation adopted by the Village. Net investment in capital assets, represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.

i. Deferred Outflows/Inflows of Resources

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

2. CASH 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, Illinois Funds and IMET.

2. CASH AND INVESTMENTS (Continued)

Illinois Funds is an investment pool which was created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value and the Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

The 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.

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

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 15-month period. The investment policy limits the maximum maturity length of investments in the general fund and the special revenue funds to 15 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.

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

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2. CASH AND INVESTMENTS (Continued)

b. Village Investments (Continued)

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 IMET 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.

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.

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

2. CASH AND INVESTMENTS (Continued)

b. Village Investments (Continued)

Diversification by Financial Institution (Continued)

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.

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, 2013:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Treasury obligations	\$ 1,776,090	\$ 177,209	\$ 816,041	\$ 782,840	\$ -
U.S. agency obligations	479,472	50,956	215,616	125,220	87,680
Corporate bonds	1,294,912	18,938	806,807	444,334	24,833
Municipal bonds	146,231	30,467	76,786	38,978	-
<b>TOTAL</b>	<b>\$ 3,696,705</b>	<b>\$ 277,570</b>	<b>\$ 1,915,250</b>	<b>\$ 1,391,372</b>	<b>\$ 112,513</b>

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 U.S. Government or securities issued by agencies of the U.S. Government that are explicitly or implicitly guaranteed by the U.S. Government. The U.S. Treasury and U.S. agency obligations are rated AA, 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.

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

2. CASH AND INVESTMENTS (Continued)

d. Police Pension Fund Investments (Continued)

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.

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, 2013:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Treasury obligations	\$ 557,191	\$ 156,757	\$ 164,309	\$ 236,125	\$ -
U.S. agency obligations	169,826	25,575	131,413	3,280	9,558
Corporate bonds	518,422	13,430	346,232	158,760	-
Municipal bonds	46,826	-	35,676	11,150	-
<b>TOTAL</b>	<b>\$ 1,292,265</b>	<b>\$ 195,762</b>	<b>\$ 677,630</b>	<b>\$ 409,315</b>	<b>\$ 9,558</b>

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 U.S. Government or securities issued by agencies of the U.S. Government that are explicitly or implicitly guaranteed by the U.S. Government. The U.S. agency obligations are rated AA and the money market funds are rated AAA. Illinois Funds is rated AAA by Standard and Poor's.

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

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2. CASH AND INVESTMENTS (Continued)

e. Firefighters' Pension Fund Investments (Continued)

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.

3. RECEIVABLES

Property taxes for 2012 attach as an enforceable lien on January 1, 2012 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2013 and August 1, 2013 and are payable in two installments, on or about March 1, 2013 and September 1, 2013. 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 2013 tax levy, which attached as an enforceable lien on property as of January 1, 2013, has not been recorded as a receivable as of April 30, 2013, as the tax has not yet been levied by the Village and will not be levied until December 2013 and, therefore, the levy is not measurable at April 30, 2013.

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

GOVERNMENTAL ACTIVITIES	
Income taxes	\$ 226,360
Sales taxes	435,477
Utility taxes	195,406
MFT allotment	26,742
9-1-1 fees	<u>3,000</u>
<b>TOTAL</b>	<b><u>\$ 886,985</u></b>

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

4. CAPITAL ASSETS

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

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Construction in progress	\$ 5,882,376	\$ 265,576	\$ 5,747,407	\$ 400,545
Land	539,948	-	-	539,948
Land right of way	7,575,298	-	-	7,575,298
Total capital assets not being depreciated	13,997,622	265,576	5,747,407	8,515,791
Capital assets being depreciated				
Buildings	5,898,888	-	-	5,898,888
Improvements	2,530,018	-	-	2,530,018
Street infrastructure	11,633,273	5,737,407	56,738	17,313,942
Storm sewers	1,695,557	126,853	-	1,822,410
Equipment	6,464,219	51,795	16,317	6,499,697
Total capital assets being depreciated	28,221,955	5,916,055	73,055	34,064,955
Less accumulated depreciation for				
Buildings	3,749,007	130,848	-	3,879,855
Improvements	1,606,983	58,637	-	1,665,620
Street infrastructure	4,267,276	301,958	56,738	4,512,496
Storm sewers	1,265,558	24,449	-	1,290,007
Equipment	3,575,909	543,907	16,317	4,103,499
Total accumulated depreciation	14,464,733	1,059,799	73,055	15,451,477
Total capital assets being depreciated, net	13,757,222	4,856,256	-	18,613,478
<b>GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET</b>				
	\$ 27,754,844	\$ 5,121,832	\$ 5,747,407	\$ 27,129,269
<b>BUSINESS-TYPE ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 1,370,735	\$ -	\$ -	\$ 1,370,735
Construction in progress	-	785,534	-	785,534
Total capital assets not being depreciated	1,370,735	785,534	-	2,156,269
Capital assets being depreciated				
Building and building improvements	9,386,936	-	-	9,386,936
Water distribution system	15,227,759	-	-	15,227,759
Sewer distribution system	4,066,653	180,000	-	4,246,653
Parking improvements	1,989,545	-	-	1,989,545
Equipment	562,437	-	-	562,437
Total capital assets being depreciated	31,233,330	180,000	-	31,413,330

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

4. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
<b>BUSINESS-TYPE ACTIVITIES (Continued)</b>				
Less accumulated depreciation for				
Building and building improvements	\$ 1,575,293	\$ 196,183	\$ -	\$ 1,771,476
Water distribution system	7,743,695	384,223	-	8,127,918
Sewer distribution system	1,854,861	57,865	-	1,912,726
Parking improvements	1,772,708	14,127	-	1,786,835
Equipment	526,589	11,415	-	538,004
Total accumulated depreciation	<u>13,473,146</u>	<u>663,813</u>	<u>-</u>	<u>14,136,959</u>
Total capital assets being depreciated, net	<u>17,760,184</u>	<u>(483,813)</u>	<u>-</u>	<u>17,276,371</u>
<b>BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET</b>	<u>\$ 19,130,919</u>	<u>\$ 301,721</u>	<u>\$ -</u>	<u>\$ 19,432,640</u>

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

**GOVERNMENTAL ACTIVITIES**

General government	\$ 86,201
Public safety	396,495
Highways and streets	<u>577,103</u>
<b>TOTAL DEPRECIATION EXPENSE - GOVERNMENT ACTIVITIES</b>	<u><u>\$ 1,059,799</u></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.

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

5. RISK MANAGEMENT (Continued)

Intergovernmental Risk Management Agency (IRMA) (Continued)

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

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the 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	\$ 1,595,000	\$ -	\$ 240,000	\$ 1,355,000	\$ 250,000
<b>TOTAL GENERAL OBLIGATION BONDS</b>		<b>\$ 1,595,000</b>	<b>\$ -</b>	<b>\$ 240,000</b>	<b>\$ 1,355,000</b>	<b>\$ 250,000</b>

Utility taxes are pledged for the retirement of the General Obligation Bonds (Alternate Revenue Source) Series 2005. Property tax levies have been abated to date.

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

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Business-Type Activities

	Fund Debt Retired by	Balances May 1	Issuances	Reductions	Balances April 30	Current Portion
\$2,080,000 Alternate Revenue Bonds Series 2012A dated September 25, 2012 due in annual installments from \$85,000 to \$135,000 plus interest from 2.00% to 2.70% through December 1, 2032	Water	\$ -	\$ 2,080,000	\$ -	\$ 2,080,000	\$ 85,000
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>		<u>\$ -</u>	<u>\$ 2,080,000</u>	<u>\$ -</u>	<u>\$ 2,080,000</u>	<u>\$ 85,000</u>

Water fee revenues are pledged for the retirement of the General Obligation Bonds (Alternate Revenue Source) Series 2012A. Property tax levies have been abated to date.

b. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	Alternate Revenue Bonds	
	Principal	Interest
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
<b>TOTAL</b>	<u>\$ 1,355,000</u>	<u>\$ 160,175</u>

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

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6. LONG-TERM DEBT (Continued)

b. Debt Service Requirements to Maturity (Continued)

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	Water G.O. Bonds	
	Principal	Interest
2014	\$ 85,000	\$ 45,930
2015	85,000	44,230
2016	90,000	42,530
2017	90,000	40,730
2018	90,000	38,930
2019	90,000	37,130
2020	95,000	35,330
2021	95,000	33,430
2022	95,000	31,530
2023	100,000	29,630
2024	100,000	27,630
2025	105,000	25,630
2026	110,000	23,530
2027	110,000	21,220
2028	115,000	18,745
2029	115,000	16,100
2030	120,000	13,340
2031	125,000	10,340
2032	130,000	7,090
2033	135,000	3,645
TOTAL	<u>\$ 2,080,000</u>	<u>\$ 546,670</u>

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

6. LONG-TERM DEBT (Continued)

c. 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	\$ 1,595,000	\$ -	\$ 240,000	\$ 1,355,000	\$ 250,000
Net pension obligation - IMRF	102,211	8,473	-	110,684	-
Net pension obligation - fire pension	34,533	9,715	-	44,248	-
Other postemployment benefit*	105,383	27,325	-	132,708	-
Compensated absences payable*	638,127	25,305	-	663,432	137,001
<b>TOTAL</b>	<b>\$ 2,475,254</b>	<b>\$ 70,818</b>	<b>\$ 240,000</b>	<b>\$ 2,306,072</b>	<b>\$ 387,001</b>

\* The Village's General Fund has historically been used to retire the compensated absences and other postemployment benefit liabilities.

Business-Type Activities

	Balances May 1	Additions	Retirements	Balances April 30	Current Portion
General obligation bonds	\$ -	\$ 2,080,000	\$ -	\$ 2,080,000	\$ 85,000
Net pension obligation - IMRF	61,328	5,084	-	66,412	-
Other postemployment benefit	10,110	2,621	-	12,731	-
Compensated absences payable	136,172	14,305	-	150,477	44,579
<b>TOTAL</b>	<b>\$ 207,610</b>	<b>\$ 2,102,010</b>	<b>\$ -</b>	<b>\$ 2,309,620</b>	<b>\$ 129,579</b>

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

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7. INDIVIDUAL FUND DISCLOSURES

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

Primary Government

Fund	Transfers In	Transfers Out
General	\$ 100,000	\$ 716,000
Emergency Telephone Systems Board	-	75,000
Capital Projects	600,000	300,305
Debt Service	300,305	-
Parking	116,000	-
Equipment Replacement Fund	-	25,000
<b>TOTAL ALL FUNDS</b>	<b>\$ 1,116,305</b>	<b>\$ 1,116,305</b>

- \$600,000 transferred to the Capital Projects Fund from the General Fund. This transfer represents the General Fund's portion of infrastructure maintenance and improvements.
- \$116,000 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.
- \$75,000 transferred to the General Fund from the Emergency Telephone Systems Board Fund. This transfer is to offset the costs of personnel attributable directly to the operation of the emergency telephone system.
- \$25,000 transferred to the General Fund from the Equipment replacement Fund. This transfer is placing the reserve back in the general fund due to no replacement of administrative vehicle.
- \$300,305 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.

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

7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Due From/To Other Funds

Primary Government

Receivable Fund	Payable Fund	Amount
Capital Projects	Sewer	\$ 80,000
Motor Fuel Tax	General	1,350
General	Foreign Fire Ins.	<u>1,902</u>
<b>TOTAL</b>		<u><u>\$ 83,252</u></u>
General	Fiduciary	<u><u>\$ 209,274</u></u>

- All relate to operating activity for the funds. These amounts will be repaid within one year.

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 (ILCS) and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for IMRF as a whole, but not for individual employers. That report can be obtained from IMRF online at [www.imrf.org](http://www.imrf.org).

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police or Firefighters' Pension Plans or the Sheriff's Law Enforcement Personnel Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 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, 2012 was 12.61% of covered payroll.

Sheriff's Law Enforcement Personnel (SLEP)

SLEP provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, having accumulated at least 20 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 32 years or 80% of their final rate of earnings. For those SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies.

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Sheriff's Law Enforcement Personnel (SLEP) (Continued)

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 50 (reduced benefits) or after age 55 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of their final rate of earnings, for each year of credited service up to 30 years of service to a maximum of 75%.

SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 6.5% of their annual salary to SLEP. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution rate for the calendar year 2012 was 16.02% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a pension trust fund. At April 30, 2011, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	32
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	20
Nonvested	7
	<hr/>
TOTAL	<u><u>59</u></u>

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

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.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on January 1<sup>st</sup> after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. For the year ended April 30, 2012, the Village's contribution was 37.40% of covered payroll.

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, 2011, the Firefighters' Pension Plan membership consisted of:

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

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9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Retirees and beneficiaries currently receiving benefits	27
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	10
Nonvested	9
	<hr/>
TOTAL	<u>46</u>

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years 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 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 be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on January 1<sup>st</sup> after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

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

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9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

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 plan and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past services costs for the Firefighters' Pension Plan. For the year ended April 30, 2012, the Village's contribution was 53.84% of covered payroll.

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which the employee services are performed. Benefits and refunds of the plans are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

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

Significant Investments

There are significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5.00% or more of plan net position for either the Police or Firefighters' Pension Plans. Information for the IMRF is not available.

Plan	Organization	Amount
Police Pension	Transamerica	\$ 1,515,834
	Met Life	986,893
	ING Golden Select	1,918,128
	Nationwide	740,808
	Pacific Life Insurance	1,720,840
	Manulife Financial	934,739
	Kemper Scudder	10,137
		<u>\$ 7,827,379</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)

Significant Investments (Continued)

Plan	Organization	Amount
Firefighters' Pension	ING Golden Select	\$ 1,030,414
	Pacific Life Insurance	1,245,471
	Nationwide	470,284
	Transamerica	898,250
	Putnam Allstate Advisor	734,850
	Met Life Bullet	206,408
		<u>\$ 4,585,677</u>

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, 2010	December 31, 2010	April 30, 2011	April 30, 2011
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	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	30 Years, Open	30 Years, Open	30 Years, Closed	30 Years, Closed

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

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel	Police Pension	Firefighters' Pension
Significant actuarial assumptions				
a) Rate of return on present and future assets	7.50% Compounded Annually	7.50% Compounded Annually	7.0% Compounded Annually	7.0% 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%

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)	2011 2012 2013	\$ 555,736 564,406 568,993	\$ 18,797 19,005 20,634
Employer contributions	2011 2012 2013	\$ 452,152 503,448 552,046	\$ 18,797 19,005 20,634
Percentage of APC contributed	2011 2012 2013	81.36% 89.20% 97.02%	100.00% 100.00% 100.00%
NPO (asset)	2011 2012 2013	\$ 143,465 204,423 221,370	\$ - - -

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

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

Trend Information (Continued)

	For Fiscal Year	Police Pension	Firefighters' Pension
Annual pension cost (APC)	2011	\$ 822,408	\$ 773,527
	2012	789,262	794,693
	2013	793,008	770,870
Employer contributions	2011	\$ 812,318	\$ 760,590
	2012	774,579	773,196
	2013	780,213	761,155
Percentage of APC contributed	2011	98.77%	98.33%
	2012	98.14%	97.29%
	2013	98.39%	98.74%
NPO (asset)	2011	\$ (64,900)	\$ 13,036
	2012	(50,217)	34,533
	2013	(37,422)	44,248

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, 2013 were as follows:

	Illinois Municipal Retirement*	Police Pension	Firefighters' Pension
Annual required contributions	\$ 564,620	\$ 794,310	\$ 769,974
Interest on net pension obligation	15,332	(3,515)	2,417
Adjustment to annual required contribution	(10,959)	2,213	(1,521)
Annual pension cost	568,993	793,008	770,870
Contributions made	552,046	780,213	761,155
Decrease in net pension obligation (asset)	16,947	12,795	9,715
Net pension obligation (asset), beginning of year	204,423	(50,217)	34,533
NET PENSION OBLIGATION (ASSET), END OF YEAR	\$ 221,370	\$ (37,422)	\$ 44,248

\* A portion of the IMRF net pension obligation is allocated to the LaGrange Public Library.

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

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

Net Pension Obligation (Continued)

In an effort to contain retirement costs, beginning in 2010, IMRF offered members an opportunity to phase-in contribution rate increases. The phase-in plan provides municipalities the flexibility to moderate the significant increases in the employer contribution rate while maintaining the commitment to fully fund the pension plan over a reasonable time period. The Village is participating in the phase-in funding option, resulting in a temporary NPO.

The funded status and funding progress of the plans as of December 31, 2012 for IMRF and April 30, 2011 for Police and Firefighters' Pension Funds were as follows:

	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel	Police Pension	Firefighters' Pension
Actuarial accrued liability (AAL)	\$ 13,090,552	\$ 335,996	\$ 26,610,209	\$ 19,504,709
Actuarial value of plan assets	9,401,695	266,698	15,543,656	9,050,478
Unfunded actuarial accrued liability (UAAL)	3,688,857	69,298	11,066,553	10,454,231
Funded ratio (actuarial value of plan assets/AAL)	71.82%	79.38%	58.41%	46.40%
Covered payroll (active plan members)	\$ 4,257,448	\$ 124,151	\$ 2,171,946	\$ 1,412,819
UAAL as a percentage of covered payroll	86.64%	55.82%	509.52%	740.96%

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

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

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Summary Financial Statements

Schedule of Net Position as of April 30, 2013.

	Police Pension	Firefighters' Pension	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 334,848	\$ 216,986	\$ 551,834
Investments			
U.S. Government and agency securities	2,255,562	727,017	2,982,579
Insurance contracts	7,827,378	5,390,253	13,217,631
Equities	4,064,728	2,402,673	6,467,401
Corporate bonds	1,294,912	518,422	1,813,334
Municipal bonds	146,231	46,826	193,057
Receivables			
Accrued interest	27,179	9,786	36,965
<b>Total assets</b>	<b>15,950,838</b>	<b>9,311,963</b>	<b>25,262,801</b>
<b>LIABILITIES</b>			
Due to general fund	98,848	86,662	185,510
<b>Total liabilities</b>	<b>98,848</b>	<b>86,662</b>	<b>185,510</b>
<b>NET POSITION</b>	<b>\$ 15,851,990</b>	<b>\$ 9,225,301</b>	<b>\$ 25,077,291</b>

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

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Summary Financial Statements (Continued)

Schedule of Changes in Net Position for the year ended April 30, 2013.

	Police Pension	Firefighters' Pension	Total
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 780,213	\$ 761,155	\$ 1,541,368
Employee	216,015	146,117	362,132
Miscellaneous	24	24	48
Total contributions	996,252	907,296	1,903,548
Investment Income			
Net appreciation in fair value of investments	980,828	634,231	1,615,059
Interest income	197,293	76,860	274,153
Less investment expense	(62,241)	(33,047)	(95,288)
Net investment income	1,115,880	678,044	1,793,924
Total additions	2,112,132	1,585,340	3,697,472
<b>DEDUCTIONS</b>			
Benefits and refunds	1,510,587	1,204,923	2,715,510
Administrative expenses	2,000	2,000	4,000
Miscellaneous	6,723	11,862	18,585
Total deductions	1,519,310	1,218,785	2,738,095
NET INCREASE (DECREASE)	592,822	366,555	959,377
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>			
May 1	15,259,168	8,858,746	24,117,914
April 30	\$ 15,851,990	\$ 9,225,301	\$ 25,077,291

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, 2012, membership consisted of:

Retirees and beneficiaries currently receiving benefits	10
Terminated employees entitled to benefits but not yet receiving them	-
Active employees - vested	62
Active employees - nonvested	34
	<hr/>
TOTAL	106
	<hr/>
Participating employers	1
	<hr/>

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

Because the Village has fewer than 200 participants, a valuation is performed every three years in accordance with GAAP. The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan and the net OPEB obligation for 2013 and the two preceding years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2011	\$ 45,835	\$ 16,863	36.80%	\$ 86,037
2012	46,318	16,863	36.40%	115,492
2013	46,809	16,863	36.79%	145,438

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

Annual required contribution	\$ 44,884
Interest on net OPEB obligation	5,775
Adjustment to annual required contribution	<u>(3,850)</u>
Annual OPEB cost	46,809
Contributions made	<u>16,863</u>
Increase in net OPEB obligation	29,946
Net OPEB obligation, beginning of year	<u>115,492</u>
<b>NET OPEB OBLIGATION, END OF YEAR</b>	<b><u>\$ 145,438</u></b>

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2012 was as follows:

Actuarial accrued liability (AAL)	\$ 835,685
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	835,685
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	\$ 7,712,414
UAAL as a percentage of covered payroll	10.84%

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 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 April 30, 2012 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, 2013 was 30 years.

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

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 2012 attach as an enforceable lien on January 1, 2012 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2013 and July 1, 2013 and are payable in two installments, on or about March 1, 2013 and September 1, 2013. 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 5% of the debt service levy to reflect actual collection experience.

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

e. Capital Assets

The following is a summary of the capital asset activity for the year ended April 30, 2013:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
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	47,000	18,852	-	65,852
Total capital assets being depreciated	9,114,778	18,852	-	9,133,630
Less accumulated depreciation for				
Buildings	1,105,639	221,487	-	1,327,126
Furniture and fixtures	61,055	12,211	-	73,266
Vehicles	22,949	5,590	-	28,539
Total accumulated depreciation	1,189,643	239,288	-	1,428,931
Total capital assets being depreciated, net	7,925,135	(220,436)	-	7,704,699
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 8,019,553</b>	<b>\$ (220,436)</b>	<b>\$ -</b>	<b>\$ 7,799,117</b>

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	\$ 239,288
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 239,288</u>

f. Long-Term Debt

1) Bonds payable at April 30, 2013 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. \$ 430,000

\$6,205,000 2012B General Obligation Refunding Library Bonds, due in annual installments of \$50,000 to \$600,000 from September 25, 2012 to December 1, 2024, interest from 2.0% to 2.125%. While a general obligation of the Village, the principal and interest is to be repaid with the Library's tax levy. \$ 6,155,000

2) Debt Service to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year	General Obligation Refunding Library Bonds	
	Principal	Interest
2014	\$ 480,000	\$ 123,850
2015	500,000	122,850
2016	515,000	112,850
2017	525,000	102,550
2018	530,000	92,050
2019	545,000	81,450
2020	555,000	70,550
2021	570,000	59,450
2022	575,000	48,050

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

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

f. Long-Term Debt (Continued)

2) Debt Service to Maturity (Continued)

Fiscal Year	General Obligation Refunding Library Bonds	
	Principal	Interest
2023	\$ 590,000	\$ 36,550
2024	600,000	24,750
2025	600,000	12,750
TOTAL	<u>\$ 6,585,000</u>	<u>\$ 887,700</u>

3) Changes in Long-Term Debt

Changes in long-term debt during the year ended April 30, 2013 is as follows:

	Balances May 1	Additions	Deletions	Balances April 30	Current Portion
General obligation bonds	\$ 6,805,000	\$ 6,205,000	\$ 6,425,000	\$ 6,585,000	\$ 480,000
Net pension obligation - IMRF	40,885	3,389	-	44,274	-
Other postemployment benefit	(2,404)	2,738	-	334	-
Unamortized premium	49,731	120,475	49,731	120,475	-
Compensated absences	50,763	48,361	50,763	48,361	48,361
TOTAL	<u>\$ 6,943,975</u>	<u>\$ 6,379,963</u>	<u>\$ 6,525,494</u>	<u>\$ 6,798,444</u>	<u>\$ 528,361</u>

g. Annual OPEB Costs and Net OPEB Obligation

The Library's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan and the net OPEB obligation for 2013, 2012 and 2011 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
April 30, 2011	\$ 2,359	\$ 3,014	127.76%	\$ (1,788)
April 30, 2012	2,398	3,014	127.70%	(2,404)
April 30, 2013	5,752	3,014	127.76%	334

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

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

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

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

Annual required contribution	\$ 5,792
Interest on net OPEB obligation	(120)
Adjustment to annual required contribution	<u>80</u>
Annual OPEB cost	5,752
Contributions made	<u>3,014</u>
Decrease in net OPEB obligation	2,738
Net OPEB obligation (asset), beginning of year	<u>(2,404)</u>
<b>NET OPEB OBLIGATION (ASSET), END OF YEAR</b>	<b><u>\$ 334</u></b>

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2012 was as follows:

Actuarial accrued liability (AAL)	\$ 47,665
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	47,665
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.

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

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

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, 2012 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 Library has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2013 was 30 years.

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, 2013

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Taxes			
Property	\$ 6,240,336	\$ 6,240,336	\$ 6,113,675
Sales	1,818,465	1,818,465	1,927,842
Other	1,451,000	1,451,000	1,321,528
Intergovernmental	1,304,100	1,304,100	1,485,090
Fines, licenses and permits	1,114,405	1,114,405	1,241,513
Investment income	70,000	70,000	26,587
Miscellaneous	328,100	328,100	632,512
<b>Total revenues</b>	<b>12,326,406</b>	<b>12,326,406</b>	<b>12,748,747</b>
<b>EXPENDITURES</b>			
General government	2,076,575	2,162,984	2,135,751
Public safety	7,825,280	7,847,109	7,782,230
Highways and streets	1,815,122	1,803,606	1,719,244
<b>Total expenditures</b>	<b>11,716,977</b>	<b>11,813,699</b>	<b>11,637,225</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>609,429</b>	<b>512,707</b>	<b>1,111,522</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in			
ETSB Fund	75,000	75,000	75,000
Equipment Replacement Fund	-	25,000	25,000
Transfers (out)			
Capital Projects Fund	(700,000)	(600,000)	(600,000)
Parking Fund	(116,000)	(116,000)	(116,000)
<b>Total other financing sources (uses)</b>	<b>(741,000)</b>	<b>(616,000)</b>	<b>(616,000)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (131,571)</b>	<b>\$ (103,293)</b>	<b>495,522</b>
<b>FUND BALANCE, MAY 1</b>			<b>6,649,693</b>
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 7,145,215</b>

(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, 2013

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Taxes			
State motor fuel tax	\$ 467,000	\$ 467,000	\$ 438,066
Investment income	6,000	6,000	4,490
Total revenues	<u>473,000</u>	<u>473,000</u>	<u>442,556</u>
<b>EXPENDITURES</b>			
None	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>473,000</u>	<u>473,000</u>	<u>442,556</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers (out)			
Capital Projects Fund	(508,000)	(508,000)	-
Total other financing sources (uses)	<u>(508,000)</u>	<u>(508,000)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (35,000)</u>	<u>\$ (35,000)</u>	442,556
<b>FUND BALANCE, MAY 1</b>			<u>1,485,123</u>
<b>FUND BALANCE, APRIL 30</b>			<u>\$ 1,927,679</u>

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS  
ILLINOIS MUNICIPAL RETIREMENT FUND  
REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

Schedule of Funding Progress

Calendar Year	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2007	\$ 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%
2010	8,552,699	12,248,866	69.82%	3,696,167	4,186,745	88.28%
2011	9,262,764	13,061,674	70.92%	3,798,910	4,259,317	89.19%
2012	9,401,695	13,090,552	71.82%	3,688,857	4,257,448	86.64%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 353,614	\$ 353,614	100.00%
2009	372,465	372,465	100.00%
2010	422,810	422,810	100.00%
2011*	452,152	554,883	81.49%
2012*	503,448	561,337	89.69%
2013*	552,046	564,620	97.77%

\* The Village has elected to participate in IMRF's optional phase-in plan.

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS  
 SHERIFF'S LAW ENFORCEMENT PERSONNEL  
 REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

Schedule of Funding Progress

Calendar Year	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2007	\$ 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%
2010	194,523	261,895	74.28%	67,372	125,974	53.48%
2011	228,323	295,413	77.29%	67,090	121,461	55.24%
2012	266,698	335,996	79.38%	69,298	124,151	55.82%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 17,023	\$ 17,023	100.00%
2009	14,618	14,618	100.00%
2010	17,026	17,026	100.00%
2011	18,797	18,797	100.00%
2012	19,005	19,005	100.00%
2013	20,634	20,634	100.00%

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS  
POLICE PENSION FUND  
REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2007	\$ 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%
2010	14,405,306	23,911,338	60.24%	9,506,032	2,112,137	450.07%
2011	15,543,656	26,610,209	58.41%	11,066,553	2,171,946	509.52%
2012	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.

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 459,277	\$ 471,380	97.43%
2009	482,475	488,890	98.69%
2010	563,847	564,934	99.81%
2011	812,318	823,760	98.61%
2012	774,579	790,945	97.93%
2013	780,213	794,310	98.23%

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS  
 FIREFIGHTERS' PENSION FUND  
 REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
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%
2010	8,452,039	17,622,336	47.96%	9,170,297	1,428,538	641.94%
2011	9,050,478	19,504,709	46.40%	10,454,231	1,412,819	739.96%
2012	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.

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 476,960	\$ 486,327	98.07%
2009	536,622	542,901	98.84%
2010	587,972	593,567	99.06%
2011	760,590	773,525	98.33%
2012	773,196	794,355	97.34%
2013	761,155	769,974	98.85%

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

OTHER POSTEMPLOYMENT BENEFITS PLAN  
REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(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)
2009	\$ -	\$ 501,973	0.00%	\$ 501,973	\$ 7,133,744	7.04%
2010	N/A	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	-	835,685	0.00%	835,685	7,712,414	10.84%
2013	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 April 30, 2009.

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2009	\$ 16,863	\$ 45,427	37.12%
2010	16,863	44,884	37.57%
2011	16,863	44,884	37.57%
2012	16,863	44,884	37.57%
2013	N/A	N/A	N/A

Information for prior years is not available as the Village's first actuarial valuation was performed May 1, 2009.

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

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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.

## 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 restricted to pay for street improvements, maintenance and repairs.

The Capital Projects Fund - Established to account 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 account for resources that are used to repay general long-term debt obligations.

VILLAGE OF LA GRANGE, ILLINOIS

GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
<b>TAXES</b>			
Property	\$ 6,107,539	\$ 6,107,539	\$ 5,986,949
Property - road and bridge	132,797	132,797	126,726
Replacement	251,000	251,000	238,860
Sales and local use - NHR	1,818,465	1,818,465	1,927,842
Municipal utility	525,000	525,000	492,357
Simplified telecommunication	675,000	675,000	590,311
<b>Total taxes</b>	<b>9,509,801</b>	<b>9,509,801</b>	<b>9,363,045</b>
<b>INTERGOVERNMENTAL</b>			
Shared income tax	1,237,500	1,237,500	1,401,374
Grants - State of Illinois	1,100	1,100	1,100
Grants - IDOT - highway maintenance	65,500	65,500	65,828
Grants	-	-	16,788
<b>Total intergovernmental</b>	<b>1,304,100</b>	<b>1,304,100</b>	<b>1,485,090</b>
<b>FINES, LICENSES AND PERMITS</b>			
Vehicle	230,000	230,000	231,461
Animal	10,000	10,000	10,835
Business	30,000	30,000	30,544
Liquor	35,000	35,000	57,250
Elevator inspection fees	6,000	6,000	3,400
Building permits	280,000	280,000	425,062
Filing/zoning fees	7,500	7,500	10,950
Contractor licensing fees	50,000	50,000	58,145
Fire - plan review fees	1,000	1,000	2,175
Franchise fee - Comcast cable	205,000	205,000	226,250
Sprint antenna lease	37,405	37,405	37,405
Village violation fines	85,000	85,000	64,781
Compliance violation fines	50,000	50,000	25,710
Circuit court fines	55,000	55,000	27,511
Pound fees	2,000	2,000	400
False alarm fines	5,000	5,000	4,675
DUI fines	3,000	3,000	3,118
Alarm user fees	19,000	19,000	19,757
Accident reports	3,500	3,500	2,084
<b>Total fines, licenses and permits</b>	<b>1,114,405</b>	<b>1,114,405</b>	<b>1,241,513</b>
<b>INVESTMENT INCOME</b>			
	70,000	70,000	26,587
<b>MISCELLANEOUS</b>			
Auction proceeds	1,000	1,000	999
Pistol range fees	2,000	2,000	4,800
Administration refuse credit	25,000	25,000	19,290
Commercial refuse license	25,000	25,000	30,000
Ambulance transport fees	220,000	220,000	235,427
La Grange Road depot - sublet	3,600	3,600	3,900
Miscellaneous	51,500	51,500	338,096
<b>Total miscellaneous</b>	<b>328,100</b>	<b>328,100</b>	<b>632,512</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in			
Emergency Telephone Systems Board Fund	75,000	75,000	75,000
Equipment replacement fund	-	25,000	25,000
<b>Total other financing sources (uses)</b>	<b>75,000</b>	<b>100,000</b>	<b>100,000</b>
<b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<b>\$ 12,401,406</b>	<b>\$ 12,426,406</b>	<b>\$ 12,848,747</b>

(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, 2013

	Original Budget	Final Budget	Actual
<b>GENERAL GOVERNMENT</b>			
Personnel	\$ 1,197,172	\$ 1,197,172	\$ 1,186,988
Supplies and materials	40,550	40,550	40,682
Operations and contractual	796,366	891,366	874,977
Capital outlay	42,487	33,896	33,104
Total general government	<u>2,076,575</u>	<u>2,162,984</u>	<u>2,135,751</u>
<b>PUBLIC SAFETY</b>			
Personnel	7,081,644	7,121,644	7,069,098
Supplies and materials	122,200	122,200	116,924
Operations and contractual	402,383	417,383	407,603
Capital outlay	219,053	185,882	188,605
Total public safety	<u>7,825,280</u>	<u>7,847,109</u>	<u>7,782,230</u>
<b>HIGHWAYS AND STREETS</b>			
Personnel	1,028,125	1,028,125	1,008,108
Supplies and materials	82,400	82,400	78,232
Operations and contractual	557,212	557,212	500,668
Capital outlay	147,385	135,869	132,236
Total highways and streets	<u>1,815,122</u>	<u>1,803,606</u>	<u>1,719,244</u>
Total expenditures	<u>11,716,977</u>	<u>11,813,699</u>	<u>11,637,225</u>
<b>TRANSFERS</b>			
Transfer to Capital Projects Fund	700,000	600,000	600,000
Transfer to Parking Fund	116,000	116,000	116,000
Total transfers	<u>816,000</u>	<u>716,000</u>	<u>716,000</u>
<b>TOTAL EXPENDITURES AND TRANSFERS</b>	<u><u>\$ 12,532,977</u></u>	<u><u>\$ 12,529,699</u></u>	<u><u>\$ 12,353,225</u></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, 2013

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Intergovernmental			
Grant proceeds	\$ 1,623,894	\$ 1,623,894	\$ 136,930
Contribution from property owners	500	500	648
Investment income	500	500	742
Miscellaneous	5,000	5,000	14,720
	<hr/>		
Total revenues	1,629,894	1,629,894	153,040
	<hr/>		
<b>EXPENDITURES</b>			
Capital outlay			
Resurfacing	899,000	899,000	23,655
Other	1,607,100	1,607,100	618,283
	<hr/>		
Total expenditures	2,506,100	2,506,100	641,938
	<hr/>		
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(876,206)</b>	<b>(876,206)</b>	<b>(488,898)</b>
	<hr/>		
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in			
General Fund	600,000	600,000	600,000
Motor Fuel Tax Fund	508,000	508,000	-
Transfers (out)			
Debt Service Fund	(300,305)	(300,305)	(300,305)
	<hr/>		
Total other financing sources (uses)	807,695	807,695	299,695
	<hr/>		
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (68,511)</b>	<b>\$ (68,511)</b>	<b>(189,203)</b>
	<hr/>		
<b>FUND BALANCE, MAY 1</b>			<b>886,015</b>
	<hr/>		
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 696,812</b>
	<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, 2013

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Investment income	\$ 100	\$ 100	\$ 7
Total revenues	100	100	7
<b>EXPENDITURES</b>			
Debt service			
Principal	240,000	240,000	240,000
Interest and fiscal charges	60,305	60,305	60,305
Total expenditures	300,305	300,305	300,305
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(300,205)</b>	<b>(300,205)</b>	<b>(300,298)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in			
Capital Projects Fund	300,305	300,305	300,305
Total other financing sources (uses)	300,305	300,305	300,305
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 100</b>	<b>\$ 100</b>	<b>7</b>
FUND BALANCE, MAY 1			10,500
FUND BALANCE, APRIL 30			\$ 10,507

(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 restricted State Foreign Fire Insurance Tax revenues 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 restricted E-911 emergency telephone service revenues and services provided by the Village.

Asset Forfeiture Fund - A special revenue fund established to account for the restricted revenues received through asset forfeiture programs and the related expenditures.

VILLAGE OF LA GRANGE, ILLINOIS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET

April 30, 2013

	Foreign Fire Insurance Tax	Emergency Telephone Systems Board	Asset Forfeiture	Total Nonmajor Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 59,965	\$ 46,637	\$ 187,558	\$ 294,160
Receivables				
Due from other governments	-	3,000	-	3,000
<b>TOTAL ASSETS</b>	<b>\$ 59,965</b>	<b>\$ 49,637</b>	<b>\$ 187,558</b>	<b>\$ 297,160</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 7,509	\$ -	\$ 7,509
Due to other funds	1,902	-	-	1,902
<b>Total liabilities</b>	<b>1,902</b>	<b>7,509</b>	<b>-</b>	<b>9,411</b>
<b>FUND BALANCES</b>				
Restricted for public safety	58,063	42,128	-	100,191
Restricted for drug forfeiture	-	-	187,558	187,558
<b>Total fund balances</b>	<b>58,063</b>	<b>42,128</b>	<b>187,558</b>	<b>287,749</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 59,965</b>	<b>\$ 49,637</b>	<b>\$ 187,558</b>	<b>\$ 297,160</b>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL

For the Year Ended April 30, 2013

	Foreign Fire Insurance Tax		Emergency Telephone Systems Board		Asset Forfeiture		Total Nonmajor Governmental Funds
	Budget	Actual	Budget	Actual	Budget	Actual	
REVENUES							
Taxes	\$ 17,000	\$ 21,008	\$ -	\$ -	\$ -	\$ -	\$ 21,008
Charges for services	-	-	270,000	158,983	-	-	158,983
Asset forfeiture	-	-	-	-	-	14,883	14,883
Investment income	50	42	500	101	750	149	292
Total revenues	17,050	21,050	270,500	159,084	750	15,032	195,166
EXPENDITURES							
Public safety	17,900	9,387	236,443	219,221	132,500	90,099	318,707
Total expenditures	17,900	9,387	236,443	219,221	132,500	90,099	318,707
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(850)	11,663	34,057	(60,137)	(131,750)	(75,067)	(123,541)
OTHER FINANCING SOURCES (USES)							
Transfers in (out)							
General Fund	-	-	(75,000)	(75,000)	-	-	(75,000)
Total other financing sources (uses)	-	-	(75,000)	(75,000)	-	-	(75,000)
NET CHANGE IN FUND BALANCES	<u>\$ (850)</u>	11,663	<u>\$ (40,943)</u>	(135,137)	<u>\$ (131,750)</u>	(75,067)	(198,541)
FUND BALANCES, MAY 1		<u>46,400</u>		<u>177,265</u>		<u>262,625</u>	<u>486,290</u>
FUND BALANCES, APRIL 30		<u>\$ 58,063</u>		<u>\$ 42,128</u>		<u>\$ 187,558</u>	<u>\$ 287,749</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 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 POSITION  
 BUDGET AND ACTUAL - BUDGETARY BASIS

For the Year Ended April 30, 2013

	Enterprise Funds						Internal Service	
	Water		Parking		Sewer		Equipment Replacement	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
<b>OPERATING REVENUES</b>								
Water sales	\$ 4,053,750	\$ 4,258,741	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sewer fees	-	-	-	-	410,000	415,041	-	-
Water meter installation	20,000	35,960	-	-	-	-	-	-
Sewer connection fees	-	-	-	-	6,000	7,200	-	-
Delinquent penalties	37,000	48,844	-	-	-	-	-	-
Fire lines	11,000	12,240	-	-	-	-	-	-
Parking meter collections	-	-	90,000	79,862	-	-	-	-
Parking decal sales	-	-	458,000	458,110	-	-	-	-
Parking fines	-	-	150,000	151,701	-	-	-	-
Charges for services	-	-	-	-	-	-	471,935	471,935
Miscellaneous revenue	100	6,394	-	40,135	-	1,435	-	5,729
<b>Total operating revenues</b>	<b>4,121,850</b>	<b>4,362,179</b>	<b>698,000</b>	<b>729,808</b>	<b>416,000</b>	<b>423,676</b>	<b>471,935</b>	<b>477,664</b>
<b>OPERATING EXPENSES</b>								
Personnel services	1,303,671	1,293,797	708,652	681,424	288,708	286,845	-	-
Supplies and materials	31,500	36,969	19,400	13,920	7,200	7,863	-	-
Contractual services	2,315,546	2,301,107	80,218	97,953	26,318	34,912	-	-
Capital outlay	2,341,529	807,035	131,295	81,883	278,346	226,235	574,000	117,678
Other	165,000	36,271	-	1,237	-	-	-	-
<b>Total operating expenses</b>	<b>6,157,246</b>	<b>4,475,179</b>	<b>939,565</b>	<b>876,417</b>	<b>600,572</b>	<b>555,855</b>	<b>574,000</b>	<b>117,678</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(2,035,396)</b>	<b>(113,000)</b>	<b>(241,565)</b>	<b>(146,609)</b>	<b>(184,572)</b>	<b>(132,179)</b>	<b>(102,065)</b>	<b>359,986</b>

	Enterprise Funds						Internal Service	
	Water		Parking		Sewer		Equipment Replacement	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
NONOPERATING REVENUES (EXPENSES)								
Investment income	\$ 4,000	\$ 2,452	\$ 5,000	\$ 4,660	\$ 1,000	\$ 107	\$ 3,000	\$ 8,546
Bond proceeds	2,000,000	2,080,000	-	-	-	-	-	-
Gain on sale of capital assets	-	-	-	-	-	-	-	-
Total nonoperating revenues (expenses)	2,004,000	2,082,452	5,000	4,660	1,000	107	3,000	8,546
INCOME (LOSS) BEFORE TRANSFERS	(31,396)	1,969,452	(236,565)	(141,949)	(183,572)	(132,072)	(99,065)	368,532
TRANSFERS	-	-	-	116,000	-	-	-	(25,000)
CHANGE IN NET POSITION - BUDGETARY BASIS	<u>\$ (31,396)</u>	1,969,452	<u>\$ (236,565)</u>	(25,949)	<u>\$ (183,572)</u>	(132,072)	<u>\$ (99,065)</u>	343,532
ADJUSTMENTS TO GAAP BASIS								
Depreciation		(391,867)		(210,310)		(61,636)		(442,616)
Capital assets capitalized		647,356		70,088		180,000		-
Bonds payable		(2,080,000)		-		-		-
Issuance of bonds		68,090		-		-		-
Total adjustments to GAAP basis		<u>(1,756,421)</u>		<u>(140,222)</u>		<u>118,364</u>		<u>(442,616)</u>
CHANGE IN NET POSITION		213,031		(166,171)		(13,708)		(99,084)
NET POSITION, MAY 1		<u>8,453,682</u>		<u>10,676,413</u>		<u>2,353,653</u>		<u>4,896,720</u>
NET POSITION, APRIL 30		<u>\$ 8,666,713</u>		<u>\$ 10,510,242</u>		<u>\$ 2,339,945</u>		<u>\$ 4,797,636</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 POSITION

April 30, 2013

	Pension Trust		Total Pension Trust	Agency		Total Agency
	Police Pension	Firefighters' Pension		Special Assessment #269	Special Assessment #270	
<b>ASSETS</b>						
Cash and cash equivalents	\$ 334,848	\$ 216,986	\$ 551,834	\$ 1	\$ 1	\$ 2
Investments, at fair value						
U.S. Government and agency securities	2,255,562	727,017	2,982,579	-	-	-
Insurance contracts	7,827,378	5,390,253	13,217,631	-	-	-
Stocks	4,064,728	2,402,673	6,467,401	-	-	-
Corporate bonds	1,294,912	518,422	1,813,334	-	-	-
Municipal bonds	146,231	46,826	193,057	-	-	-
Receivables						
Assessments	-	-	-	41,265	2,083	43,348
Accrued interest	27,179	9,786	36,965	-	-	-
<b>Total assets</b>	<b>15,950,838</b>	<b>9,311,963</b>	<b>25,262,801</b>	<b>41,266</b>	<b>2,084</b>	<b>43,350</b>
<b>LIABILITIES</b>						
Due to General Fund	98,848	86,662	185,510	23,764	-	23,764
Due to bondholders	-	-	-	17,502	2,083	19,585
Due to property owners	-	-	-	-	1	1
<b>Total liabilities</b>	<b>98,848</b>	<b>86,662</b>	<b>185,510</b>	<b>41,266</b>	<b>2,084</b>	<b>43,350</b>
<b>NET POSITION</b>	<b>\$ 15,851,990</b>	<b>\$ 9,225,301</b>	<b>\$ 25,077,291</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See accompanying notes to financial statements.

VILLAGE OF LA GRANGE, ILLINOIS

PENSION TRUST FUNDS  
COMBINING STATEMENT OF CHANGES IN NET POSITION

For the Year Ended April 30, 2013

	Police Pension	Firefighters' Pension	Total
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 780,213	\$ 761,155	\$ 1,541,368
Employee	216,015	146,117	362,132
Other	24	24	48
Total contributions	996,252	907,296	1,903,548
Investment income			
Net appreciation in fair value of investments	980,828	634,231	1,615,059
Interest	197,293	76,860	274,153
Total investment income	1,178,121	711,091	1,889,212
Less investment expense	(62,241)	(33,047)	(95,288)
Net investment income	1,115,880	678,044	1,793,924
Total additions	2,112,132	1,585,340	3,697,472
<b>DEDUCTIONS</b>			
Benefits and refunds	1,510,587	1,204,923	2,715,510
Administrative expenses	2,000	2,000	4,000
Miscellaneous	6,723	11,862	18,585
Total deductions	1,519,310	1,218,785	2,738,095
NET INCREASE (DECREASE)	592,822	366,555	959,377
<b>NET POSITION HELD IN TRUST FOR PENSION BENEFITS</b>			
May 1	15,259,168	8,858,746	24,117,914
April 30	\$ 15,851,990	\$ 9,225,301	\$ 25,077,291

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, 2013

	Balances May 1	Additions	Deductions	Balances April 30
<b>Special Assessment #269</b>				
ASSETS				
Cash and investments	\$ 1	\$ -	\$ -	\$ 1
Assessments receivable	49,516	-	8,251	41,265
<b>TOTAL ASSETS</b>	<b>\$ 49,517</b>	<b>\$ -</b>	<b>\$ 8,251</b>	<b>\$ 41,266</b>
LIABILITIES				
Due to General Fund	\$ 29,331	\$ -	\$ 5,567	\$ 23,764
Due to bondholders	20,186	-	2,684	17,502
<b>TOTAL LIABILITIES</b>	<b>\$ 49,517</b>	<b>\$ -</b>	<b>\$ 8,251</b>	<b>\$ 41,266</b>
<b>Special Assessment #270</b>				
ASSETS				
Cash and investments	\$ 1	\$ -	\$ -	\$ 1
Assessments receivable	2,083	-	-	2,083
<b>TOTAL ASSETS</b>	<b>\$ 2,084</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,084</b>
LIABILITIES				
Due to bondholders	\$ 2,083	\$ -	\$ -	\$ 2,083
Due to property owners	1	-	-	1
<b>TOTAL LIABILITIES</b>	<b>\$ 2,084</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,084</b>
<b>All Funds</b>				
ASSETS				
Cash and investments	\$ 2	\$ -	\$ -	\$ 2
Assessments receivable	51,599	-	8,251	43,348
<b>TOTAL ASSETS</b>	<b>\$ 51,601</b>	<b>\$ -</b>	<b>\$ 8,251</b>	<b>\$ 43,350</b>
LIABILITIES				
Due to General Fund	\$ 29,331	\$ -	\$ 5,567	\$ 23,764
Due to bondholders	22,269	-	2,684	19,585
Due to property owners	1	-	-	1
<b>TOTAL LIABILITIES</b>	<b>\$ 51,601</b>	<b>\$ -</b>	<b>\$ 8,251</b>	<b>\$ 43,350</b>

See accompanying notes to financial statements.

COMPONENT UNIT - LIBRARY

VILLAGE OF LA GRANGE, ILLINOIS  
 COMPONENT UNIT - LIBRARY  
 STATEMENT OF NET POSITION AND BALANCE SHEET

April 30, 2013

	Balance Sheet	Adjustments	Statement of Net Position
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
Cash	\$ 3,665,839	\$ -	\$ 3,665,839
Receivables			
Property taxes	1,294,039	-	1,294,039
Due from primary government	4,834	-	4,834
Prepaid items	5,096	-	5,096
Capital assets			
Not being depreciated	-	94,418	94,418
Being depreciated	-	7,704,699	7,704,699
Total assets	4,969,808	7,799,117	12,768,925
<b>DEFERRED OUTFLOWS</b>			
Unamortized loss on refunding	-	345,171	345,171
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 4,969,808</b>	<b>\$ 8,144,288</b>	<b>\$ 13,114,096</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE/NET POSITION</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 992	\$ -	\$ 992
Accrued payroll	31,946	-	31,946
Accrued interest payable	-	59,219	59,219
Due within one year			
Bonds payable	-	480,000	480,000
Compensated absences payable	-	48,361	48,361
Due in more than one year			
Net pension obligation - IMRF	-	44,274	44,274
Other postemployment benefit	-	334	334
Bonds payable	-	6,105,000	6,105,000
Unamortized bond premium	-	120,475	120,475
Total liabilities	32,938	6,857,663	6,890,601
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property tax	2,706,994	-	2,706,994
Total deferred inflows of resources	2,706,994	-	2,706,994
Total liabilities and deferred inflows of resources	2,739,932	6,857,663	9,597,595
<b>FUND BALANCE/NET POSITION</b>			
Net position			
Net investment in capital assets	-	1,438,813	1,438,813
Nonspendable for prepaid items	5,096	(5,096)	-
Unassigned fund balance/net position	2,224,780	(147,092)	2,077,688
Total fund balance/net position	2,229,876	1,286,625	3,516,501
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE/NET POSITION</b>	<b>\$ 4,969,808</b>	<b>\$ 8,144,288</b>	<b>\$ 13,114,096</b>

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, 2013

	Original and Final Budget	Actual	Adjustments	Statement of Activities
<b>REVENUES</b>				
Taxes				
Property taxes - current	\$ 2,691,745	\$ 2,684,824	\$ -	\$ 2,684,824
Replacement taxes	16,599	29,228	-	29,228
Fines and forfeits	36,000	36,092	-	36,092
Investment income	5,000	6,333	-	6,333
Miscellaneous				
Donations	5,000	3,721	-	3,721
Other	10,416	38,154	-	38,154
<b>Total revenues</b>	<b>2,764,760</b>	<b>2,798,352</b>	<b>-</b>	<b>2,798,352</b>
<b>EXPENDITURES/EXPENSES</b>				
Culture and recreation	2,080,705	1,919,259	289,905	2,209,164
Principal	410,000	460,000	(460,000)	-
Interest	274,055	177,942	(54,971)	122,971
Issuance costs	-	60,925	-	60,925
<b>Total expenditures/expenses</b>	<b>2,764,760</b>	<b>2,618,126</b>	<b>(225,066)</b>	<b>2,393,060</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>180,226</b>	<b>225,066</b>	<b>405,292</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of refunding bonds	-	6,205,000	(6,205,000)	-
Premium on issuance of refunding bonds	-	120,475	(120,475)	-
Payment to escrow agent	-	(6,310,170)	6,310,170	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>15,305</b>	<b>(15,305)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE/NET POSITION</b>	<b>\$ -</b>	<b>195,531</b>	<b>209,761</b>	<b>405,292</b>
<b>FUND BALANCE/NET POSITION, MAY 1</b>		<b>2,034,345</b>	<b>1,076,864</b>	<b>3,111,209</b>
<b>FUND BALANCE/NET POSITION, APRIL 30</b>		<b>\$ 2,229,876</b>	<b>\$ 1,286,625</b>	<b>\$ 3,516,501</b>

(See independent auditor's report.)

## SUPPLEMENTAL DATA

VILLAGE OF LA GRANGE, ILLINOIS

SCHEDULE OF INSURANCE IN FORCE

April 30, 2013

Insured	Description of Coverage	Limits of Coverage	Expiration Date of Policy
Village of La Grange	General Liability	\$10,000,000	12/31/13
	-Professional Liability		
	-Police Professional		
	-Employee Benefits		
	-Abuse/Molestation		
	Auto Liability	\$10,000,000	12/31/13
	-Uninsured/Underinsured Motorist	\$500,000	
	Public Officials Liability	\$10,000,000	12/31/13
	-Wrongful Acts		
	-Employment Practices		
	Workers' Compensation	Statutory	12/31/13
	-Employer's Liability	\$2,500,000	
	First Party Property - All Risk	\$250,000,000	12/31/13
	Crime		12/31/13
	-Employee Theft	\$5,000,000	
	-Forgery, Alteration and Counterfeit Currency	\$5,000,000	
-Credit Card Forgery	\$5,000,000		
-Computer Fraud	\$5,000,000		
-Non-Faithful Performance	\$2,500,000		
Public Officials Bonds	Statutory	12/31/13	
Village of La Grange Public Library	Property - building	\$8,423,340	4/30/2014
	Property - contents	\$5,770,170	4/30/2014
	Automobile	\$1,000,000	4/30/2014
	General liability	\$1,000,000 per occurrence	4/30/2014
		\$2,000,000 aggregate	4/30/2014
	Crime		
	Employee dishonesty	\$50,000	4/30/2014
	Forgery or alteration	\$50,000	4/30/2014
	Theft, disappearance and destruction	\$10,000	4/30/2014
	Workers' compensation	\$500,000	4/30/2014
	Boiler and machinery	\$1,000,000	4/30/2014
	Public Officials Bonds	Statutory	6/1/2014

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS  
LONG-TERM DEBT REQUIREMENTS  
2005 ALTERNATE REVENUE REFUNDING BONDS

April 30, 2013

Date of Issue	December 22, 2005
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
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>\$ 1,355,000</u>	<u>\$ 160,175</u>	<u>\$ 1,515,175</u>		<u>\$ 80,090</u>		<u>\$ 80,085</u>

(See independent auditor's report.)

VILLAGE OF LA GRANGE, ILLINOIS

LONG-TERM DEBT REQUIREMENTS  
2012A ALTERNATE REVENUE BONDS

April 30, 2013

Date of Issue	September 25, 2012
Date of Maturity	December 1, 2032
Authorized Issue	\$ 2,080,000
Denomination of Bonds	\$ 5,000
Interest Rates	2.00% - 2.70%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due on			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2012	\$ 85,000	\$ 45,930	\$ 130,930	2013	\$ 22,965	2013	\$ 22,965
2013	85,000	44,230	129,230	2014	22,115	2014	22,115
2014	90,000	42,530	132,530	2015	21,265	2015	21,265
2015	90,000	40,730	130,730	2016	20,365	2016	20,365
2016	90,000	38,930	128,930	2017	19,465	2017	19,465
2017	90,000	37,130	127,130	2018	18,565	2018	18,565
2018	95,000	35,330	130,330	2019	17,665	2019	17,665
2019	95,000	33,430	128,430	2020	16,715	2020	16,715
2020	95,000	31,530	126,530	2021	15,765	2021	15,765
2021	100,000	29,630	129,630	2022	14,815	2022	14,815
2022	100,000	27,630	127,630	2023	13,815	2023	13,815
2023	105,000	25,630	130,630	2024	12,815	2024	12,815
2024	110,000	23,530	133,530	2025	11,765	2025	11,765
2025	110,000	21,220	131,220	2026	10,610	2026	10,610
2026	115,000	18,745	133,745	2027	9,373	2027	9,372
2027	115,000	16,100	131,100	2028	8,050	2028	8,050
2028	120,000	13,340	133,340	2029	6,670	2029	6,670
2029	125,000	10,340	135,340	2030	5,170	2030	5,170
2030	130,000	7,090	137,090	2031	3,545	2031	3,545
2031	135,000	3,645	138,645	2032	1,823	2032	1,822
	<u>\$ 2,080,000</u>	<u>\$ 546,670</u>	<u>\$ 2,626,670</u>		<u>\$ 273,336</u>		<u>\$ 273,334</u>

(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>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have been changed over time.	84-91
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	92-97
<b>Debt Capacity</b> 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.	98-102
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	103-104
<b>Operating Information</b> 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.	105-107

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

VILLAGE OF LA GRANGE, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>GOVERNMENTAL ACTIVITIES</b>										
Net investment in capital assets	\$ 15,307,433	\$ 15,656,941	\$ 18,930,507	\$ 19,045,027	\$ 19,493,061	\$ 19,623,954	\$ 21,471,377	\$ 23,308,688	\$ 26,159,844	\$ 25,774,269
Restricted	4,376,702	2,690,783	2,135,944	2,570,315	2,141,650	2,799,614	2,031,415	2,436,668	1,971,413	2,215,428
Unrestricted	5,670,647	9,679,324	4,532,594	7,158,890	10,147,997	14,406,277	11,202,081	9,511,459	9,570,437	10,140,473
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 25,354,782</b>	<b>\$ 28,027,048</b>	<b>\$ 25,599,045</b>	<b>\$ 28,774,232</b>	<b>\$ 31,782,708</b>	<b>\$ 36,829,845</b>	<b>\$ 34,704,873</b>	<b>\$ 35,256,815</b>	<b>\$ 37,701,694</b>	<b>\$ 38,130,170</b>
<b>BUSINESS-TYPE ACTIVITIES</b>										
Net investment in capital assets	\$ 12,050,626	\$ 12,950,634	\$ 20,269,210	\$ 20,417,117	\$ 19,942,728	\$ 20,093,344	\$ 19,588,533	\$ 19,561,148	\$ 19,130,919	\$ 19,432,640
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	3,524,257	2,977,233	3,216,791	3,730,552	3,691,422	3,204,708	2,977,756	2,352,649	2,352,829	2,084,260
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 15,574,883</b>	<b>\$ 15,927,867</b>	<b>\$ 23,486,001</b>	<b>\$ 24,147,669</b>	<b>\$ 23,634,150</b>	<b>\$ 23,298,052</b>	<b>\$ 22,566,289</b>	<b>\$ 21,913,797</b>	<b>\$ 21,483,748</b>	<b>\$ 21,516,900</b>
<b>PRIMARY GOVERNMENT</b>										
Net investment in capital assets	\$ 27,358,059	\$ 28,607,575	\$ 39,199,717	\$ 39,462,144	\$ 39,435,789	\$ 39,717,298	\$ 41,059,910	\$ 42,869,836	\$ 45,290,763	\$ 45,206,909
Restricted	4,376,702	2,690,783	2,135,944	2,570,315	2,141,650	2,799,614	2,031,415	2,436,668	1,971,413	2,215,428
Unrestricted	9,194,904	12,656,557	7,749,385	10,889,442	13,839,419	17,610,985	14,179,837	11,864,108	11,923,266	12,224,733
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 40,929,665</b>	<b>\$ 43,954,915</b>	<b>\$ 49,085,046</b>	<b>\$ 52,921,901</b>	<b>\$ 55,416,858</b>	<b>\$ 60,127,897</b>	<b>\$ 57,271,162</b>	<b>\$ 57,170,612</b>	<b>\$ 59,185,442</b>	<b>\$ 59,647,070</b>

Data Source

Audited Financial Statements

VILLAGE OF LA GRANGE, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006
<b>EXPENSES</b>			
Governmental activities			
General government	\$ 1,768,632	\$ 1,590,186	\$ 1,845,464
Public safety	5,426,684	5,860,890	6,119,447
Highways and streets	1,891,727	2,413,158	2,464,050
Economic development	25,940	961,240	13,063
Interest	406,753	420,036	506,152
Total governmental activities expenses	9,519,736	11,245,510	10,948,176
Business-type activities			
Water	3,017,602	2,825,014	2,863,831
Sewer	-	302,694	329,252
Parking	642,094	624,712	742,020
Total business-type activities expenses	3,659,696	3,752,420	3,935,103
<b>TOTAL PRIMARY GOVERNMENT EXPENSES</b>	<b>\$ 13,179,432</b>	<b>\$ 14,997,930</b>	<b>\$ 14,883,279</b>
<b>PROGRAM REVENUES</b>			
Governmental activities			
Charges for services			
General government	\$ 944,325	\$ 941,040	\$ 732,123
Public safety	404,968	520,864	535,871
Highways and streets	291,437	289,781	258,926
Operating grants and contributions	547,480	570,739	509,208
Capital grants and contributions	75,162	-	1,483,176
Total governmental activities program revenues	2,263,372	2,322,424	3,519,304
Business-type activities			
Charges for services			
Water	3,049,273	2,779,585	2,943,231
Sewer	-	425,389	459,666
Parking	625,946	653,966	638,705
Operating grants and contributions	-	-	-
Capital grants and contributions	-	-	-
Total business-type activities program revenues	3,675,219	3,858,940	4,041,602
<b>TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES</b>	<b>\$ 5,938,591</b>	<b>\$ 6,181,364</b>	<b>\$ 7,560,906</b>

	2007	2008	2009	2010	2011	2012	2013
\$	1,937,230	\$ 2,308,329	\$ 2,304,578	\$ 2,403,960	\$ 2,219,004	\$ 2,177,656	\$ 2,235,538
	6,642,436	6,905,170	7,211,128	7,464,482	8,211,120	8,124,562	8,363,505
	2,017,568	3,304,975	2,829,506	3,502,763	3,188,321	2,162,386	2,364,485
	99,775	150,253	1,195,475	5,575,820	-	-	-
	432,004	353,797	241,819	92,357	73,343	65,632	56,512
	11,129,013	13,022,524	13,782,506	19,039,382	13,691,788	12,530,236	13,020,040
	2,892,482	3,157,557	3,167,287	3,412,349	3,612,540	3,608,282	4,151,600
	379,052	489,657	492,746	454,813	460,477	457,000	437,491
	871,378	939,593	947,992	987,368	989,517	972,235	1,016,639
	4,142,912	4,586,807	4,608,025	4,854,530	5,062,534	5,037,517	5,605,730
\$	15,271,925	\$ 17,609,331	\$ 18,390,531	\$ 23,893,912	\$ 18,754,322	\$ 17,567,753	\$ 18,625,770
\$	855,298	\$ 969,318	\$ 763,975	\$ 507,135	\$ 569,433	\$ 606,493	\$ 844,036
	534,768	587,665	664,944	694,998	664,840	698,118	547,589
	246,045	261,949	262,899	269,777	313,878	344,560	340,045
	464,571	462,184	442,249	428,546	463,735	453,001	439,166
	-	126,962	3,331,705	1,330,911	1,947,291	2,316,228	168,601
	2,100,682	2,408,078	5,465,772	3,231,367	3,959,177	4,418,400	2,339,437
	2,687,286	2,657,000	3,034,837	2,938,394	3,216,520	3,418,705	\$ 4,362,179
	434,711	447,297	413,261	408,242	396,770	379,483	423,676
	652,490	637,171	641,122	645,361	681,449	702,431	729,808
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	3,774,487	3,741,468	4,089,220	3,991,997	4,294,739	4,500,619	5,515,663
\$	5,875,169	\$ 6,149,546	\$ 9,554,992	\$ 7,223,364	\$ 8,253,916	\$ 8,919,019	\$ 7,855,100

VILLAGE OF LA GRANGE, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006
NET (EXPENSES) REVENUES			
Governmental activities	\$ (7,256,364)	\$ (8,923,086)	\$ (7,428,872)
Business-type activities	15,523	106,520	106,499
TOTAL PRIMARY GOVERNMENT NET (EXPENSES) REVENUES	<u>\$ (7,240,841)</u>	<u>\$ (8,816,566)</u>	<u>\$ (7,322,373)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION			
Governmental activities			
Taxes			
Property	\$ 5,918,478	\$ 6,253,695	\$ 7,310,714
Sales	1,305,869	1,304,241	1,424,058
Utility	518,635	525,999	616,230
Other	1,793,357	1,992,829	2,140,818
Shared Income	-	-	-
Investment earnings	165,706	264,467	541,186
Gain from the sale of property	62,051	-	-
Tif surplus distribution	-	-	-
Miscellaneous	455,807	504,121	308,435
Transfers	-	750,000	(7,340,572)
Total governmental activities	<u>10,219,903</u>	<u>11,595,352</u>	<u>5,000,869</u>
Business-type activities			
Investment earnings	43,196	56,776	102,850
Miscellaneous	3,512	222,952	8,213
Contributions	-	716,736	-
Transfers	-	(750,000)	7,340,572
Total business-type activities	<u>46,708</u>	<u>246,464</u>	<u>7,451,635</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 10,266,611</u>	<u>\$ 11,841,816</u>	<u>\$ 12,452,504</u>
CHANGE IN NET POSITION			
Governmental activities	\$ 2,963,539	\$ 2,672,266	\$ (2,428,003)
Business-type activities	62,231	352,984	7,558,134
TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION	<u>\$ 3,025,770</u>	<u>\$ 3,025,250</u>	<u>\$ 5,130,131</u>

Data Source

Audited Financial Statements

2007	2008	2009	2010	2011	2012	2013
\$ (9,028,331)	\$ (10,614,446)	\$ (8,316,734)	\$ (15,808,015)	\$ (9,732,611)	\$ (8,111,836)	\$ (10,680,603)
(368,425)	(845,339)	(518,805)	(862,533)	(767,795)	(536,898)	(90,067)
\$ (9,396,756)	\$ (11,459,785)	\$ (8,835,539)	\$ (16,670,548)	\$ (10,500,406)	\$ (8,648,734)	\$ (10,770,670)
\$ 7,598,116	\$ 7,704,022	\$ 8,028,635	\$ 8,423,435	\$ 5,873,311	\$ 5,958,771	\$ 6,134,683
1,651,702	1,733,078	1,707,932	1,585,276	1,687,782	1,809,302	1,927,842
555,717	589,944	587,064	476,791	525,432	477,806	492,357
2,144,077	2,347,610	2,305,612	2,049,516	2,012,352	776,288	829,205
-	-	-	-	-	1,267,303	1,401,374
751,162	691,733	467,220	143,462	68,239	32,302	31,973
-	-	-	-	-	-	-
-	-	-	747,885	-	-	-
368,376	656,535	367,408	356,678	217,437	334,943	407,645
(865,632)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(116,000)
12,203,518	13,622,922	13,363,871	13,683,043	10,284,553	10,556,715	11,109,079
164,461	168,117	82,556	30,770	15,303	6,849	7,219
-	3,675	151	-	-	-	-
765,632	60,028	-	-	-	-	-
100,000	100,000	100,000	100,000	100,000	100,000	116,000
1,030,093	331,820	182,707	130,770	115,303	106,849	123,219
\$ 13,233,611	\$ 13,954,742	\$ 13,546,578	\$ 13,813,813	\$ 10,399,856	\$ 10,663,564	\$ 11,232,298
\$ 3,175,187	\$ 3,008,476	\$ 5,047,137	\$ (2,124,972)	\$ 551,942	\$ 2,444,879	\$ 428,476
661,668	(513,519)	(336,098)	(731,763)	(652,492)	(430,049)	33,152
\$ 3,836,855	\$ 2,494,957	\$ 4,711,039	\$ (2,856,735)	\$ (100,550)	\$ 2,014,830	\$ 461,628

VILLAGE OF LA GRANGE, ILLINOIS  
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>GENERAL FUND</b>										
Reserved/restricted	\$ -	\$ 4,064	\$ 2,342	\$ -	\$ -	\$ 109,441	\$ 221,110	\$ 262,520	\$ -	\$ -
Assigned for economic development	-	-	-	-	-	-	747,885	747,885	747,885	747,885
Unreserved/unassigned	8,022,501	8,280,219	8,370,231	8,263,032	8,295,701	7,686,966	6,387,609	5,997,113	5,901,808	6,397,330
<b>TOTAL GENERAL FUND</b>	<b>\$ 8,022,501</b>	<b>\$ 8,284,283</b>	<b>\$ 8,372,573</b>	<b>\$ 8,263,032</b>	<b>\$ 8,295,701</b>	<b>\$ 7,796,407</b>	<b>\$ 7,356,604</b>	<b>\$ 7,007,518</b>	<b>\$ 6,649,693</b>	<b>\$ 7,145,215</b>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>										
Reserved/restricted	\$ 4,260,890	\$ 5,957,189	\$ 4,270,833	\$ 5,369,600	\$ 5,405,719	\$ 7,177,304	\$ 1,817,676	\$ 2,174,148	\$ 1,981,913	\$ 2,215,428
Unreserved/assigned, reported in										
Special Revenue Funds	-	-	-	-	-	-	-	-	-	-
Debt Service Funds	-	-	-	-	-	-	-	-	-	10,507
Capital Project Funds	1,376,440	846,936	(148,058)	404,005	948,656	1,210,242	963,773	533,073	886,015	696,812
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<b>\$ 5,637,330</b>	<b>\$ 6,804,125</b>	<b>\$ 4,122,775</b>	<b>\$ 5,773,605</b>	<b>\$ 6,354,375</b>	<b>\$ 8,387,546</b>	<b>\$ 2,781,449</b>	<b>\$ 2,707,221</b>	<b>\$ 2,867,928</b>	<b>\$ 2,922,747</b>

Data Source

Audited Financial Statements

VILLAGE OF LA GRANGE, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006
<b>REVENUES</b>			
Taxes	\$ 9,536,340	\$ 10,089,912	\$ 11,504,355
Licenses and permits	892,242	1,186,116	1,061,222
Intergovernmental	520,658	683,948	790,150
Charges for services	7,754	73,803	4,490
Investment income	164,177	261,037	533,690
Miscellaneous	1,080,755	708,304	567,231
Total revenues	12,201,926	13,003,120	14,461,138
<b>EXPENDITURES</b>			
General government	1,717,903	1,685,933	1,749,674
Public safety	5,382,334	5,623,998	6,087,869
Highways and streets	1,321,571	1,339,215	1,469,547
Economic development	25,940	961,240	7,353,634
Capital outlay	495,995	1,303,175	2,709,028
Debt service			
Principal	945,000	975,000	1,765,991
Interest	389,122	440,046	424,772
Other charges	-	-	25,619
Total expenditures	10,277,865	12,328,607	21,586,134
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,924,061</b>	<b>674,513</b>	<b>(7,124,996)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	2,077,621	2,791,582	3,717,221
Transfers (out)	(2,077,621)	(2,041,582)	(3,717,221)
Bonds/notes issued	-	-	7,285,000
Payment to escrow agent	-	-	(2,751,342)
Sale of capital assets	62,051	-	-
Total other financing sources (uses)	62,051	750,000	4,533,658
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 1,986,112</b>	<b>\$ 1,424,513</b>	<b>\$ (2,591,338)</b>
<b>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>	<b>16.26%</b>	<b>13.82%</b>	<b>14.63%</b>

Note: Income taxes were reclassified from taxes to intergovernmental.

Data Source

Audited Financial Statements

2007	2008	2009	2010	2011	2012	2013
\$ 11,960,303	\$ 12,379,089	\$ 12,572,204	\$ 12,535,018	\$ 10,098,872	\$ 9,022,167	\$ 9,384,053
1,005,086	1,056,762	932,583	949,402	1,050,567	1,062,973	1,241,513
622,774	868,921	3,918,841	818,416	1,509,578	2,480,352	2,074,969
92,342	3,867	257,985	245,379	237,152	278,233	159,631
744,105	686,667	465,282	167,452	68,242	31,807	31,826
503,879	809,961	528,012	1,210,271	368,247	579,530	647,524
14,928,489	15,805,267	18,674,907	15,925,938	13,332,658	13,455,062	13,539,516
1,878,139	2,221,861	2,209,157	2,321,048	2,113,519	2,078,237	2,135,751
6,429,965	6,835,548	7,057,583	7,575,382	7,859,624	8,003,062	8,100,937
1,494,714	1,745,562	2,017,805	1,812,198	1,677,999	1,688,774	1,719,244
865,407	319,410	1,195,475	5,575,820	-	-	-
365,292	1,587,401	573,839	2,453,339	1,708,255	1,478,342	641,938
1,792,209	1,994,437	3,682,363	2,010,000	220,000	235,000	240,000
459,132	387,609	304,808	124,051	76,575	68,765	60,305
-	-	-	-	-	-	-
13,284,858	15,091,828	17,041,030	21,871,838	13,655,972	13,552,180	12,898,175
1,643,631	713,439	1,633,877	(5,945,900)	(323,314)	(97,118)	641,341
3,070,016	4,088,400	4,666,171	4,367,701	1,053,956	1,854,387	1,000,305
(3,170,016)	(4,188,400)	(4,766,171)	(4,467,701)	(1,153,956)	(1,954,387)	(1,091,305)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(91,000)
\$ 1,543,631	\$ 613,439	\$ 1,533,877	\$ (6,045,900)	\$ (423,314)	\$ (197,118)	\$ 550,341
21.48%	20.50%	31.68%	11.32%	2.55%	2.56%	2.51%

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
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	1.1240	1,806,423,000
2008	612,239,451	39,233,415	49,040,791	468,882	700,982,539	1.0629	2,102,947,617
2009	659,634,278	79,941,557	45,670,865	534,963	785,781,663	1.0629	2,357,344,989
2010	662,256,327	75,586,633	43,014,350	532,201	781,389,511	1.0978	2,344,168,533
2011	538,810,551	64,623,012	38,708,391	661,609	642,803,563	1.3588	1,928,410,689

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	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012**
<b>VILLAGE DIRECT RATES*</b>										
General	0.9024	0.8694	0.6943	0.7492	0.7310	0.6010	0.5345	0.5345	0.6938	0.7645
Police Pension	0.0917	0.1012	0.0942	0.0834	0.0811	0.0810	0.0970	0.0970	0.1229	0.1378
Fire Pension	0.0919	0.0964	0.0835	0.0860	0.0901	0.0850	0.0974	0.0974	0.1191	0.1335
Library	0.3340	0.4930	0.3970	0.4129	0.4010	0.3570	0.3340	0.3340	0.4230	0.4540
Total Direct Rate	1.4200	1.5600	1.2690	1.3315	1.3032	1.1240	1.0629	1.0629	1.3588	1.4898
<b>OVERLAPPING RATES*</b>										
La Grange Park District	0.3520	0.3520	0.3590	0.4210	0.4070	0.3540	0.3330	0.3450	0.4160	0.4480
County of Cook/Health Facilities	0.1410	0.1410	0.1220	0.1030	0.4460	0.4150	0.3940	0.3940	0.4620	0.5310
Forest Preserve District of Cook County	0.0590	0.0590	0.0600	0.0570	0.0530	0.0510	0.0490	0.0510	0.0580	0.0630
Consolidated Elections	0.0290	-	-	-	0.0120	-	0.0210	-	0.0250	-
Township of Lyons	0.0350	0.0350	0.0360	0.0330	0.0330	0.0460	0.0470	0.0480	0.0590	0.0630
General Assistance Lyons	0.0020	0.0020	0.0020	0.0030	0.0030	0.0020	0.0020	0.0020	0.0030	0.0030
Road and Bridge Lyons	0.0370	0.0370	0.0370	0.0340	0.0340	0.0320	0.0330	0.0330	0.0410	0.0440
Lyons Mental Health	0.0880	0.0880	0.0900	0.0810	0.0810	0.0740	0.0760	0.0780	0.0950	0.1030
Suburban T B Sanitarium	0.0040	0.0040	0.0010	0.0050	-	-	-	-	-	-
Metro Water Reclamation Dist. of Greater Chicago	0.3610	0.3610	0.3470	0.2840	0.2630	0.2520	0.2610	0.2740	0.3200	0.3700
Des Plaines Valley Mosquito Abatement District	0.0120	0.0120	0.0120	0.0120	0.0120	0.0120	0.0110	0.0110	0.0140	0.0150
La Grange Highlands Sanitary District	0.2210	0.2210	0.2190	0.1950	0.1950	0.1770	0.1770	0.1860	0.2420	0.2700
South Lyons Sanitary District	0.1010	0.1010	0.0980	0.0910	0.0900	0.0810	0.0880	0.0950	0.1140	0.1240
School District #102	3.2980	3.2980	3.3750	2.9390	2.8830	2.7040	2.5590	2.6290	3.2490	3.6220
School District #105	2.0540	2.0540	2.3420	2.3780	2.3220	2.1350	2.3830	2.4920	2.9870	3.2830
School District #106	3.0930	3.0930	3.0640	2.6150	2.5590	2.3420	2.2490	2.3190	2.9990	3.2610
Lyons Township High School #204	1.9140	1.9140	1.8930	1.6570	1.6170	1.4820	1.4910	1.5450	1.9220	2.1290
DuPage Community College District #502	0.2270	0.2270	0.2250	0.2060	0.2080	0.1930	0.2040	0.2110	0.2480	0.2760
La Grange Special Service Area #7	-	-	0.2190	0.2040	0.1550	0.1480	0.1320	0.1440	0.1700	0.1990

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

\*\*2012 tax rates are estimated

Data Source

Cook County Clerk's Office

VILLAGE OF LA GRANGE, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
La Grange Rd Investor	\$ 7,117,991	1	1.11%	\$ -		0.00%
Columbia/LG Memorial Hospital	4,127,153	2	0.64%	6,448,250	1	1.46%
Sambell La Grange	4,063,454	3	0.63%	2,445,238	7	0.55%
Burcor Properties	3,965,356	4	0.62%	3,707,285	5	0.84%
CNC	3,867,733	5	0.60%	3,879,213	4	0.88%
Grayhill Manufacturing Co.	3,730,610	6	0.58%	5,522,426	3	1.25%
SBC/Ameritech	2,394,826	7	0.37%	1,924,995	8	0.43%
Bank One	2,071,203	8	0.32%	-		0.00%
Grozich, LLC	1,852,600	9	0.29%	1,808,260	9	0.41%
DPA Management	1,277,299	10	0.20%	1,364,798	10	0.31%
Triangle Partners	-		0.00%	6,061,811	2	1.37%
D.R. Brooks, B&B Investments	-		0.00%	2,753,901	6	0.62%
	<u>\$ 34,468,225</u>		<u>5.36%</u>	<u>\$ 35,916,177</u>		<u>8.12%</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
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%	2,673,959	4,880,733	99.29%
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%
2009	5,784,985	2,949,638	50.99%	2,708,992	5,658,630	97.82%
2010	5,942,227	2,840,177	47.80%	2,963,117	5,803,294	97.66%
2011	5,942,227	2,840,177	47.80%	2,963,117	5,803,294	97.66%
2012	6,046,295	3,036,977	50.23%	2,937,918	5,974,895	98.82%

Data Source

Village records

VILLAGE OF LA GRANGE, ILLINOIS

SALES TAX BY CATEGORY

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General merchandise	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Food	141,317	176,371	204,827	217,012	235,537	257,825	262,831	262,087	276,748	300,635
Drinking and eating places	228,286	246,232	244,501	256,971	258,766	268,963	260,860	313,646	333,052	377,267
Apparel	16,290	19,468	23,992	27,986	24,120	22,801	17,875	14,319	16,392	15,874
Furniture & H.H. & Radio	102,822	108,059	112,483	109,393	92,077	79,960	56,782	74,627	78,104	73,059
Lumber, building hardware	22,450	19,732	20,934	18,076	12,867	12,510	42,981	32,267	34,566	36,066
Automobile and filling stations	63,855	65,303	64,523	69,975	75,846	88,979	80,924	118,401	121,218	121,233
Drugs and miscellaneous retail	214,767	238,780	257,632	277,016	279,326	275,379	225,938	224,771	227,733	218,440
Agriculture and all others	180,321	160,916	183,959	179,305	223,038	218,312	222,628	187,929	196,243	210,123
Manufacturers	119,015	28,355	(42,689)	7,154	12,117	8,782	12,390	13,422	14,302	14,704
<b>TOTAL</b>	<b>\$ 1,089,123</b>	<b>\$ 1,063,216</b>	<b>\$ 1,070,162</b>	<b>\$ 1,162,888</b>	<b>\$ 1,213,694</b>	<b>\$ 1,233,511</b>	<b>\$ 1,183,209</b>	<b>\$ 1,241,469</b>	<b>\$ 1,298,358</b>	<b>\$ 1,367,401</b>
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%

Data Source

Illinois Department of Revenue

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

Last Ten Fiscal Years

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>DIRECT</b>										
Village of La Grange	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	-	-	-
<b>OVERLAPPING</b>										
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	0.75%	1.00%	1.25%	1.75%	1.75%	1.00%	0.75%	0.75%	0.75%	0.75%
Regional Transportation authority	1.25%	1.25%	1.25%	1.25%	1.25%	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	8.00%	8.25%	8.50%	9.00%	9.00%	8.00%	7.75%	7.75%	7.75%	7.75%
<b>TOTAL SALES TAX RATE</b>	<b>8.25%</b>	<b>8.50%</b>	<b>8.75%</b>	<b>9.25%</b>	<b>9.25%</b>	<b>8.25%</b>	<b>8.00%</b>	<b>7.75%</b>	<b>7.75%</b>	<b>7.75%</b>

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				
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
2011	1,830,000	-	-	-		1,830,000	1.91%	34,887
2012	1,595,000	-	-	-		1,595,000	2.19%	34,887
2013	1,355,000	-	-	2,080,000		3,435,000	1.02%	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 Information on page 103 for personal income and population data.

Personal income is the per capita income times the population.

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
2004	\$ 4,305,000	\$ 122,052	\$ 4,182,948	0.33%	\$ 269.00
2005	3,930,000	127,528	3,802,472	0.30%	244.53
2006	3,610,000	144,564	3,465,436	0.26%	222.86
2007	3,225,000	160,783	3,064,217	0.18%	196.32
2008	2,765,000	169,393	2,595,607	0.14%	166.30
2009	2,260,000	169,527	2,090,473	0.10%	133.94
2010	2,050,000	170,189	1,879,811	0.08%	120.44
2011	1,830,000	170,422	1,659,578	0.07%	106.33
2012	1,595,000	10,500	1,584,500	0.07%	101.52
2013	3,435,000	10,507	3,424,493	0.18%	219.41

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 92 for property value data.

VILLAGE OF LA GRANGE, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2013

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	\$ 1,355,000	100.00%	\$ 1,355,000
Cook County	3,817,190,000	0.41%	15,650,479
Cook County Forest Preserve	139,425,000	0.41%	571,643
Metropolitan Water Reclamation District	2,360,535,090	0.42%	9,914,247
Lyons Township High School #204	3,920,000	0.20%	7,840
School District #106	3,910,000	10.15%	396,865
School District #102	<u>23,829,346</u>	48.40%	<u>11,533,403</u>
	<u>6,348,809,436</u>		<u>38,074,477</u>
<b>TOTAL</b>	<u><u>\$ 6,350,164,436</u></u>		<u><u>\$ 39,429,477</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	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt limit	\$ 36,757,725	\$ 38,196,417	\$ 49,309,119	\$ 49,869,744	\$ 49,936,006	\$ 60,459,744	\$ 64,987,869	\$ 68,420,543	\$ 68,041,720	\$ 56,088,682
Total net debt applicable to limit	1,275,000	10,370,000	9,805,000	9,220,000	8,600,000	7,945,000	7,580,000	7,200,000	6,805,000	6,585,000
LEGAL DEBT MARGIN	\$ 35,482,725	\$ 27,826,417	\$ 39,504,119	\$ 40,649,744	\$ 41,336,006	\$ 52,514,744	\$ 57,407,869	\$ 61,220,543	\$ 61,236,720	\$ 49,503,682
TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	3.47%	27.15%	19.88%	18.49%	17.22%	13.14%	11.66%	10.52%	10.00%	11.74%

VILLAGE OF LA GRANGE, ILLINOIS

PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years

Fiscal Year	Alternate Revenue 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	
2004	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	\$ 124,253	\$ 139,000	\$ 17,669	\$ 1
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
2011	-	-	-	-	-	N/A	825	-	-	-
2012	-	-	-	-	-	N/A	-	-	-	-
2013	4,364,631	3,640,948	723,683	-	27,195	26.61	-	-	-	-

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

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Fiscal Year	Population (1)	Personal Income	Per Capita Personal Income (1)	Unemployment Rate (2)
2013	15,550	\$ 542,492,850	\$ 34,887	6.30%
2012	15,550	542,492,850	34,887	7.10%
2011	15,550	542,492,850	34,887	7.40%
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%

(1) U.S. Bureau of Census. Data based on 2010 and 2000 Census.

(2) Illinois Department of Employment Security.

VILLAGE OF LA GRANGE, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2013			2004		
	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%
Lexington Health Care Center	109	6	0.70%	102	7	0.65%
Village of La Grange	105	7	0.67%	116	6	0.74%
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	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>GENERAL GOVERNMENT</b>										
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	5	5	5	5	6	6	6	6	6
<b>PUBLIC SAFETY</b>										
Police										
Officers	33	34	34	34	34	35	35	35	35	35
Civilians-parking	3	3	3	3	3	3	3	3	3	3
Fire										
Firefighters and officers	20	20	20	20	21	21	21	21	21	21
Civilians										
<b>PUBLIC WORKS</b>										
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
	94	96	96	96	97	99	99	99	99	99
<b>Total</b>	<b>188</b>	<b>192</b>	<b>192</b>	<b>192</b>	<b>194</b>	<b>198</b>	<b>198</b>	<b>198</b>	<b>198</b>	<b>198</b>

Data Source

Village budget office

VILLAGE OF LA GRANGE, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>PUBLIC SAFETY</b>										
Police										
Index/non-index crimes cleared	186	160	139	131	110	111	152	149	131	134
Parking violations	11,725	11,824	10,968	9,200	9,168	9,319	7,381	7,654	8,361	6,386
Traffic violations	3,990	3,092	2,310	2,488	2,107	1,643	2,049	2,580	1,619	1,427
Fire										
Emergency responses	1,968	1,965	2,074	2,009	2,027	1,941	1,832	2,022	1,901	1,878
Fire prevention activity	1,173	1,399	703	703	306	500	542	860	822	818
<b>PUBLIC WORKS</b>										
Street sweeping (miles)	4,567	4,750	4,557	4,839	4,203	4,209	3,988	3,570	4,607	4,916
Snow/ice control (hours)	700	840	1,110	331	1,147	1,517	1,213	1,191	609	993
<b>WATER</b>										
Water main breaks	27	30	42	47	73	35	41	33	30	65
Average daily consumption (gal.)	1,400,447	1,379,043	1,491,719	1,318,699	1,296,690	1,279,532	1,196,218	1,195,318	1,168,813	1,235,199
Service leaks	7	14	13	44	19	12	2	9	14	11
<b>SEWER</b>										
Catch basins repaired/replaced	10	22	75	33	28	9	119	384	345	374

Data Source

Village budgets and various Village departments

VILLAGE OF LA GRANGE, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>PUBLIC SAFETY</b>										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	6	6	6	6	7	7	7	7	7	7
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
Ambulances	2	2	2	2	2	2	2	2	2	2
Aerial ladder truck	1	1	1	1	1	1	1	1	-	-
<b>PUBLIC WORKS</b>										
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
<b>WATER</b>										
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
<b>WASTEWATER</b>										
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