

VILLAGE OF DEER PARK, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended  
April 30, 2010

**A Sikich LLP**

Certified Public Accountants & Advisors

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998 Corporate Boulevard • Aurora, IL 60502

## INDEPENDENT AUDITOR'S REPORT

The Honorable Village President  
Members of the Board of Trustees  
Village of Deer Park, Illinois

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

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

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and supplemental information 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 Deer Park, Illinois. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Aurora, Illinois  
June 17, 2010

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

**VILLAGE OF DEER PARK, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**APRIL 30, 2010**

This section of the Village of Deer Park's Annual Financial Report (AFR) presents our discussion and analysis of the Village's financial activities during the fiscal year ended April 30, 2010. This should be read in conjunction with the Village's financial statements which follow this section.

<b>FINANCIAL HIGHLIGHTS</b>
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- Net asset position and performance in total – The Village's total net assets at April 30, 2010 were \$11,775,411; a decrease of \$557,592 during the year.
- Governmental activity summary – Net assets for governmental activities decreased by \$550,434 during the year.
- Business-type activity summary – Net assets for business-type activities decreased by \$7,158 during the year.
- General Fund summary – The Village's General Fund reported a decrease of \$350,192 in fund balance for the year.
- Budget vs. actual – The Village's actual General Fund revenues fell short of total budgeted revenues by \$75,458 and the actual expenditures were less than total budgeted expenditures by \$412,640.
- Liabilities – Long-term liabilities decreased by \$281,000.
- Capital assets – Net Capital Assets increased by \$73,944.

<b>OVERVIEW OF THE FINANCIAL STATEMENTS</b>
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This discussion and analysis is intended to serve as an introduction to the Village of Deer Park's financial section of the AFR. The financial section of the AFR includes four components: 1) management's discussion and analysis, 2) the basic financial statements, 3) required supplementary information, and; 4) additional supplementary information. The basic financial statements include two kinds of statements that present different views of the Village: government-wide financial statements and fund financial statements. The basic financial statements also include notes to the financial statements.

Government-wide financial statements provide both short and long-term information about the Village's overall financial status.

Fund financial statements focus on individual parts of the Village government, reporting Village operations in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by the required supplementary information section that further explains and supports the information in the financial statements.

In addition to all of the required financial statement elements, we have provided sections for combining statements to provide detail on non-major funds, for additional supplementary information, and for statistical information.

(See independent auditor's report.)

The following table summarizes the major features of the Village’s financial statements.

Description	Fund Statements			
	Government-Wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Village government (except fiduciary funds)	Activities of the Village that are not proprietary or fiduciary such as public safety	Activities the Village operates similar to private business such as the sewer fund	Activities in which the Village is agent of another’s resources such as special service areas
Required financial statements	-Statement of net assets -Statement of activities	-Balance Sheet -Statement of revenues , expenditures, and changes in fund balances	-Statement of net assets -Statement of revenues , expenses, and changes in net assets -Statement of cash flows	-Statement of fiduciary net assets
Accounting basis	Accrual	Modified Accrual	Accrual	Accrual
Measurement focus	Economic resources	Current financial resources	Economic resources	Economic resources
Type of asset & liability information	All assets and liabilities; both financial and capital, short and long-term	Assets expected to be used and liabilities that come due during the year or shortly thereafter; no capital assets	All assets and liabilities; both financial and capital, short and long-term	All assets and liabilities; both short and long-term. Does not currently contain capital assets
Type of inflow & outflow information	All revenues and expenses during the year recorded	All revenues and expenditures during the year recorded	All revenues and expenses during the year recorded	All additions and deductions during the year recorded

**Government-Wide 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 focus of the Statement of Net Assets (the “Unrestricted Net Assets”) is designed to disclose bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental fund’s current financial resources (short-term spendable resources) with capital assets and long term obligations using the modified cash basis of accounting and economic resources measurement focus.

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

The governmental activities reflect the Village’s basic services, including administration, financial services, and contracted police, fire, and public works. Local utility and telecommunications taxes, and shared state tax distributions finance the majority of these services. The business-type activities reflect private sector type operations, where the fee for service typically covers all or most of the cost of operation.

(See independent auditor’s report.)

### **Fund Financial Statements**

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

Governmental funds are presented on a sources and uses of liquid resources basis. This is the manner in which the budget is typically developed. Governmental funds provide a current resources (short-term) view that helps determine whether there are more or fewer current financial resources available to spend for Village operations.

Proprietary funds account for services that are generally fully supported by user fees charged to customers. Proprietary funds are presented on a total economic resources basis. Proprietary fund statements, like government-wide statements, provide both short and long term financial information.

Fiduciary Funds are presented for certain activities where the Village's role is that of an agent. While Fiduciary Funds represent agent 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.

While the Total column on the Business-type Fund Financial Statements is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds Total column requires reconciliation 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, proceeds from sales of capital asset disposals, and interfund transfers as other financial sources as well as capital outlay expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the Governmental Activities column in the Government-wide statements.

### **Infrastructure Assets**

Historically, a government's largest group of assets (infrastructure – streets, storm sewers, etc.) had not been reported nor depreciated in governmental financial statements. GASB 34 requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has elected to depreciate assets over their useful life. If a project is considered maintenance – a recurring cost that does not extend the asset's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a street will be considered maintenance whereas a "rebuild" of a street will be capitalized.

(See independent auditor's report.)

## FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

In accordance with GASB Statement No. 34, a comparative analysis of Government-wide information is presented.

### NET ASSETS

#### Statement of Net Assets

The following table reflects the condensed Statement of Net Assets:

**Table 1**  
**Statement of Net Assets**  
**As of April 30, 2010 and 2009**

	<i>Governmental</i>	<i>Governmental</i>	<i>Business-type</i>	<i>Business-type</i>	<i>Total</i>	<i>Total</i>
	<i>Activities</i>	<i>Activities</i>	<i>Activities</i>	<i>Activities</i>	<i>Primary</i>	<i>Primary</i>
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>	<i>Government</i>	<i>Government</i>
					<i>2010</i>	<i>2009</i>
<i>Current and Other</i>						
<i>Assets</i>	\$1,820,113	\$3,032,089	\$253,294	\$229,504	\$2,073,407	\$3,261,593
<i>Capital Assets</i>	10,018,713	9,944,769	-	-	10,018,713	9,944,769
<b>Total Assets</b>	<b>\$11,838,826</b>	<b>\$12,976,858</b>	<b>\$253,294</b>	<b>\$229,504</b>	<b>\$12,092,120</b>	<b>\$13,206,362</b>
<i>Current Liabilities</i>	124,308	430,906	184,650	153,702	308,958	584,608
<i>Long-Term</i>						
<i>Liabilities</i>	7,751	288,751	-	-	7,751	288,751
<b>Total Liabilities</b>	<b>\$132,059</b>	<b>\$719,657</b>	<b>\$184,650</b>	<b>\$153,702</b>	<b>\$316,709</b>	<b>\$873,359</b>
<i>Net Assets:</i>						
<i>Invested in capital</i>						
<i>assets</i>	10,018,713	9,662,569	-	-	10,018,713	9,662,569
<i>Restricted</i>	88,956	632,526	-	-	88,956	632,526
<i>Unrestricted</i>	1,599,098	1,962,106	68,644	75,802	1,667,742	2,037,908
<b>Total Net Assets</b>	<b>\$11,706,767</b>	<b>\$12,257,201</b>	<b>\$68,644</b>	<b>\$75,802</b>	<b>\$11,775,411</b>	<b>\$12,333,003</b>

For more detailed information see the Statement of Net Assets.

(See independent auditor's report.)

## **Normal Impacts-Net Assets**

There are six common (basic) types of transactions that will generally affect the comparability of the Statement of Net Assets summary presentation.

*Net Results Of Activities* – Impacts (increases/decreases) current assets and unrestricted net assets.

*Borrowing For Capital* – Increases current assets and long-term debt.

*Spending Borrowed Proceeds On New Capital* – Reduces current assets and increases capital assets. Also, an increase in invested in capital assets and an increase in related net debt will not change the invested in capital assets, net of debt.

*Spending Of Non-borrowed Current Assets On New Capital* – (a) Reduces current assets and increases capital assets; and (b) reduces unrestricted net assets and increases invested in capital assets, net of debt.

*Principal Payment On Debt* – (a) Reduces current assets and reduces long-term debt; and, (b) reduces unrestricted net assets and increases invested in capital assets, net of debt.

*Reduction Of Capital Assets Through Depreciation* – Reduces capital assets and invested in capital assets, net of debt.

## **Current Year Impacts-Net Assets**

The Village's combined net assets decreased from \$12,333,003 to \$11,775,411. The Village's unrestricted net assets for governmental activities, the part of net assets that can be used to finance daily operations, were \$1,599,098.

The net assets of business-type activities decreased by \$7,158 during the year and ended the year at \$68,644. Accounts receivables at year end were \$212,324 and deferred revenue at year end was \$182,654. Business-type activities consist of sewer services. The annual operating cost of these services for FY 10 was \$266,631.

Current assets from governmental activities decreased by \$1,211,976 due to the closing of the Project Funds and a decrease in cash and accounts receivable. Capital assets increased by \$73,944. The major capital activity during the year was the dedication and acceptance of Foxridge Court. Liabilities decreased by \$587,598 which was due to the decrease of debt on the Dahm property, a large drop in Accounts Payable and the refunding of several Road and Performance bonds.

(See independent auditor's report.)

## CHANGES IN NET ASSETS

### Statement of Changes In Net Assets

The following chart reflects the condensed Statement of Changes in Net Assets.

**Table 2**  
**Changes in Net Assets**  
**For the Fiscal Year Ended April 30, 2010 and 2009**

	<i>Governmental Activities 2010</i>	<i>Governmental Activities 2009</i>	<i>Business- type Activities 2010</i>	<i>Business- type Activities 2009</i>	<i>Total Primary Government 2010</i>	<i>Total Primary Government 2009</i>
<b>REVENUES</b>						
<i>Program Revenues:</i>						
<i>Charges for Services</i>	\$378,908	\$579,833	\$259,318	\$206,580	\$638,226	\$786,413
<i>Operating grants</i>	78,286	80,948	-	-	78,286	80,948
<i>Capital grants</i>	113,731	-	-	-	113,731	-
<i>General Revenues:</i>						
<i>Other Taxes</i>	2,495,872	2,597,492	-	-	2,495,872	2,597,492
<i>Investment Income</i>	10,149	42,472	155	1,422	10,304	43,894
<i>Gain on disposal of capital assets</i>	-	-	-	-	-	-
<i>Other</i>	13,665	12,982	-	-	13,665	12,982
<i>Transfers</i>	-	4,162	-	(4,162)	-	-
<b><i>Total Revenues</i></b>	<b><u>\$3,090,611</u></b>	<b><u>\$3,317,889</u></b>	<b><u>\$259,473</u></b>	<b><u>\$203,840</u></b>	<b><u>\$3,350,084</u></b>	<b><u>\$3,521,729</u></b>
<b>EXPENSES</b>						
<i>General Government</i>	\$1,198,987	\$712,885	\$-	\$-	\$1,198,987	\$712,885
<i>Building Administration</i>	95,231	117,910	-	-	95,231	117,910
<i>Public Safety</i>	1,448,217	1,381,816	-	-	1,448,217	1,381,816
<i>Roads &amp; Drainage</i>	856,388	842,067	-	-	856,388	842,067
<i>Parks &amp; Recreation</i>	34,294	48,331	-	-	34,294	48,331
<i>Interest</i>	7,928	17,995	-	-	7,928	17,995
<i>Sanitary Sewer Rehabilitation</i>	-	-	266,631	216,478	266,631	216,478
<b><i>Total Expenses</i></b>	<b><u>\$3,641,045</u></b>	<b><u>\$3,121,004</u></b>	<b><u>\$266,631</u></b>	<b><u>\$216,478</u></b>	<b><u>\$3,907,676</u></b>	<b><u>\$3,337,482</u></b>
<b><i>Change in Net Assets</i></b>	<b><u>\$(550,434)</u></b>	<b><u>\$196,885</u></b>	<b><u>\$(7,158)</u></b>	<b><u>\$(12,638)</u></b>	<b><u>\$(557,592)</u></b>	<b><u>\$184,247</u></b>

(See independent auditor's report.)

## **Normal Impacts-Changes In Net Assets**

Reflected below are eight common (basic) impacts on revenues and expenses.

### **Revenues:**

*Economic Condition* – Reflects a declining, stable or growing economic environment and has a substantial impact on state income, sales, telecommunications and utility tax revenues as well as public spending habits for items such as building permits and user fees including volumes of usage.

*Increase/Decrease In Village Approved Rates* – While certain tax rates are set by statute, the Village Board has authority to impose and periodically increase/decrease rates (water, sewer, building permit fees, vehicle stickers etc.).

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

*Market Impacts On Investment Income* – The Village's investment portfolio is managed with an approach utilizing competitive pricing, laddered maturities up to one year for term investments, and diversity of investments. Market conditions may cause investment income to fluctuate more than would occur with more short-term composition.

### **Expenses:**

*Changes In Programs* – Within the functional expense categories (General Government, Public Safety, Public Works, etc.) individual programs may be added, deleted or expanded to meet changing community needs.

*Changes In Authorized Personnel* – Changes in service demand may cause the Village Board to increase/decrease authorized staffing.

*Salary Increases (annual adjustments and step increases)* – The Village strives to maintain a competitive salary range position in the marketplace.

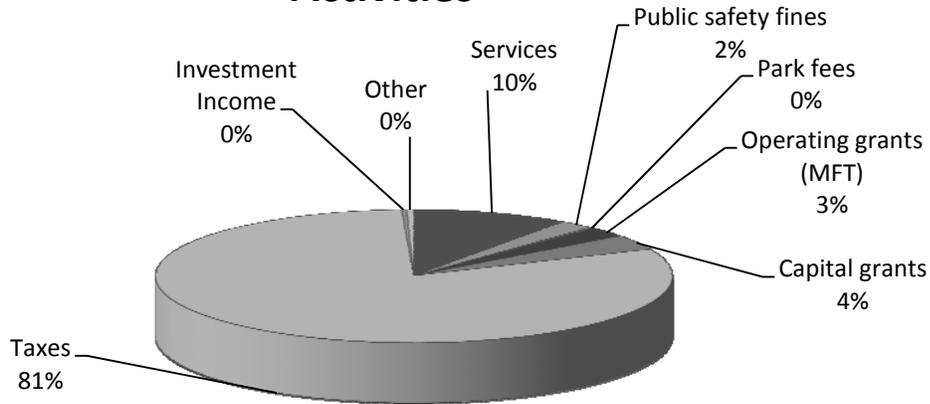
*Inflation* – while overall inflation appears to be modest, the Village is a major consumer of certain commodities and services which typically experience inflation at a rate that can be significantly different from CPI. Examples of such items include insurance, fuel, electricity and operating supplies.

(See independent auditor's report.)

**Current Year Impacts-Changes In Net Assets**

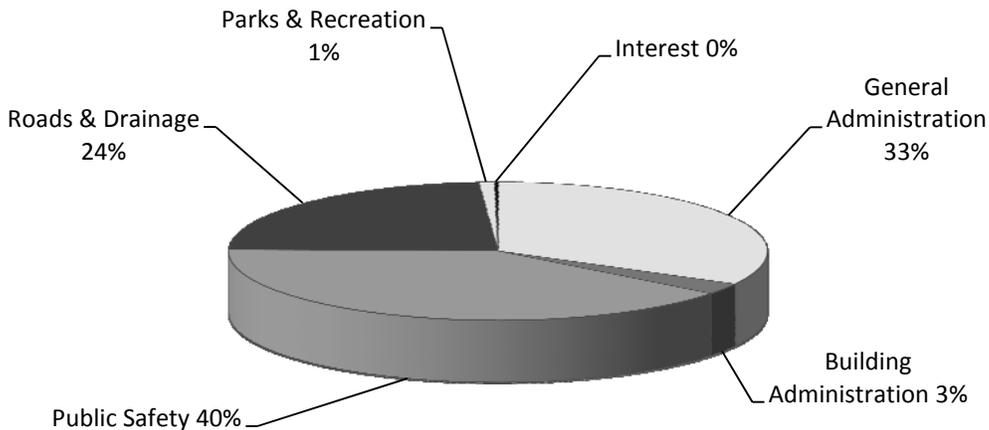
**Governmental Activities**

**Revenues By Source-Governmental Activities**



Total revenues of \$3,090,611 decreased from last year by \$227,278. Sales Tax continues to be the Village’s largest source of revenue at \$1,562,458 which saw a decrease from the prior year of \$19,466. Building Permits decreased by \$208,856 and State Income Tax decreased by \$36,265. The addition of Hotel Tax during the year increased revenue by \$50,064.

**Expenses By Function-Governmental Activities**



Total expenses of \$3,641,045 increased from the last year by \$520,041. The major increase in general administration expenses is attributable to the closing of the SSA Capital Project Funds which required the return of any unspent funds to the bond trustee as required per the SSA bond ordinances. Public safety continues to be the largest single expense totaling \$1,448,217, up from the prior year by \$66,401. Other major expenses include the Debt principal, Salaries and Road repair.

(See independent auditor’s report.)

### Business-Type Activities

#### Revenue:

Revenue from business-type activities totaled \$259,473. Sewer is provided only to the Planned Development due to an intergovernmental agreement with the Metropolitan Water Reclamation District.

#### Expenses:

Expenses for business-type activities totaled \$266,631. Payment is made to the MWRD at the same rate charged to the property owners. A small additional charge is to cover overhead costs.

## **FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS**

For the fiscal year ended April 30, 2010, the governmental funds reflect a combined fund balance of \$1,573,490; a decrease of \$895,969 from the prior year balance. Three major causes for the decrease were: the decrease in revenues by approximately \$325,000, an increase in Roads and drainage expenses of \$161,000 and the closing of the Capital Project funds which totaled \$502,046.

### **General Fund Budgetary Highlights**

<i>General Fund</i>	<i>FY 10 Original Budget</i>	<i>FY 10 Amended Budget</i>	<i>FY 10 Actual</i>
<i>Revenues</i>			
<i>Taxes</i>	\$2,514,455	\$2,514,455	\$2,495,872
<i>Licenses &amp; Permits</i>	177,000	177,000	155,154
<i>Intergovernmental</i>	15,850	15,850	15,850
<i>Other</i>	249,500	249,500	214,471
<b>Total</b>	<b>\$2,956,805</b>	<b>\$2,956,805</b>	<b>\$2,881,347</b>
<i>Expenditures and Transfers</i>			
<i>Expenditures</i>	\$3,568,894	\$3,568,894	\$3,156,254
<i>Net Transfers</i>	-	-	-
<b>Total</b>	<b>\$3,568,894</b>	<b>\$3,568,894</b>	<b>\$3,156,254</b>
<b>Change in Fund Balance</b>	<b>\$(612,089)</b>	<b>\$(612,089)</b>	<b>\$(274,907)</b>

Actual General Fund revenues were lower than the final budget by \$75,458. Some revenue sources that came in over budget were offset by sources that were under budget. The major difference was a budgeted item for red light violations. Cameras were not in use until the current year. Sales tax was budgeted conservatively and therefore came in over budget by \$132,458.

Actual General Fund expenditures were less than the final budget by \$412,640. During fiscal year 2010, the Village Board passed one resolution to amend the budget. The amendment was necessary to include additional expenditures incurred during the year. The net change in the budget was zero due to the fact that some items were increased, offset by items that were decreased.

(See independent auditor's report.)

## CAPITAL ASSET AND DEBT ADMINISTRATION

### Capital Assets

At the end of Fiscal Year 2010, the Village's Governmental Funds had invested \$10,018,713 (see Notes to Financial Statements #3) in a variety of capital assets and infrastructure, as reflected in the following schedule.

**Table 3**  
**Governmental Funds**  
**Change in Net Capital Assets**

	<i>Balance May 1, 2009</i>	<i>Net Additions/ Deletions</i>	<i>Balance April 30, 2010</i>
<b><i>Non-Depreciable Assets</i></b>			
<i>Land</i>	\$6,026,953	332	\$6,027,285
<i>Construction in progress</i>	147,455	(147,455)	-
<b><i>Depreciable Capital Assets</i></b>			
<i>Buildings and Improvements</i>	2,868,619	7,438	2,876,057
<i>Park Improvements</i>	621,407	-	621,407
<i>Machinery and Equipment</i>	179,467	-	179,467
<i>Infrastructure</i>	714,559	326,260	1,040,819
<i>Accumulated Depreciation on Capital Assets</i>	(613,691)	(112,631)	(726,322)
<b><i>Totals</i></b>	<b>\$9,944,769</b>	<b>\$73,944</b>	<b>\$10,018,713</b>

The major additions were the dedication and acceptance of Foxridge Court and the completion of the Ferndale infrastructure drainage improvements.

### Debt Outstanding

In 2005, the Village issued debt certificates for the purchase of the property known as the Dahm Property. The final payment was on January 15, 2010.

As of April 30, 2010, the balance of the Special Service Area bonds total \$21,765,000. The Village is in no way liable for repayment to the bondholders.

See Notes to Financial Statements #4 for additional information regarding the long-term debt of the Village.

## ECONOMIC FACTORS

Due to the economic recession several revenue sources are down from prior years. Building permits were largely affected, along with Utility and Telecommunication taxes. Sales tax came in 9% over budget, however it was only a 1% increase from the prior year actual revenue. The hotel opened for business in July 2009 and tax received continues to increase slightly. Fiscal 2010 will see the added revenue from the red light enforcement. Interest rates have been at an all time low resulting in a large drop in investment income.

(See independent auditor's report.)

## **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 Terri Stade, Village Treasurer, Village of Deer Park, 23680 Cuba Rd, Deer Park, Illinois.

(See independent auditor's report.)

## BASIC FINANCIAL STATEMENTS

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2010

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 1,103,917	\$ 40,970	\$ 1,144,887
Accounts receivable	716,155	212,324	928,479
Prepaid expenses	41	-	41
Capital assets not being depreciated	6,027,285	-	6,027,285
Capital assets (net of accumulated depreciation)	3,991,428	-	3,991,428
<b>Total assets</b>	<b>11,838,826</b>	<b>253,294</b>	<b>12,092,120</b>
<b>LIABILITIES</b>			
Accounts payable	35,602	1,996	37,598
Deferred revenue	-	182,654	182,654
Accrued payroll	13,317	-	13,317
Deposits payable	75,389	-	75,389
Long-term liabilities			
Due within one year	7,751	-	7,751
Due in more than one year	-	-	-
<b>Total liabilities</b>	<b>132,059</b>	<b>184,650</b>	<b>316,709</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	10,018,713	-	10,018,713
Restricted			
Roads and drainage	88,956	-	88,956
Unrestricted	1,599,098	68,644	1,667,742
<b>TOTAL NET ASSETS</b>	<b>\$ 11,706,767</b>	<b>\$ 68,644</b>	<b>\$ 11,775,411</b>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2010

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants	Capital Grants
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General administration	\$ 1,198,987	\$ 303,920	\$ -	\$ -
Building administration	95,231	-	-	-
Public safety	1,448,217	66,597	-	-
Roads and drainage	856,388	-	78,286	113,731
Parks and recreation	34,294	8,391	-	-
Interest	7,928	-	-	-
Total governmental activities	3,641,045	378,908	78,286	113,731
Business-Type Activities				
Sewer	266,631	259,318	-	-
Total business-type activities	266,631	259,318	-	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 3,907,676</b>	<b>\$ 638,226</b>	<b>\$ 78,286</b>	<b>\$ 113,731</b>

	Net (Expense) Revenue and Change in Net Assets		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (895,067)	\$ -	\$ (895,067)
	(95,231)	-	(95,231)
	(1,381,620)	-	(1,381,620)
	(664,371)	-	(664,371)
	(25,903)	-	(25,903)
	(7,928)	-	(7,928)
	<u>(3,070,120)</u>	<u>-</u>	<u>(3,070,120)</u>
	-	(7,313)	(7,313)
	-	(7,313)	(7,313)
	<u>(3,070,120)</u>	<u>(7,313)</u>	<u>(3,077,433)</u>
General Revenues			
Taxes			
State sales	1,562,458	-	1,562,458
State income	246,373	-	246,373
Utility/telecommunications	465,787	-	465,787
Use	37,370	-	37,370
Hotel	50,064	-	50,064
Entertainment	132,129	-	132,129
Road/bridge	1,329	-	1,329
Other taxes	362	-	362
Investment income	10,149	155	10,304
Miscellaneous	13,665	-	13,665
Total	<u>2,519,686</u>	<u>155</u>	<u>2,519,841</u>
CHANGE IN NET ASSETS	(550,434)	(7,158)	(557,592)
NET ASSETS, MAY 1	<u>12,257,201</u>	<u>75,802</u>	<u>12,333,003</u>
NET ASSETS, APRIL 30	<u>\$ 11,706,767</u>	<u>\$ 68,644</u>	<u>\$ 11,775,411</u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2010

	General	Nonmajor Governmental Funds	Total
<b>ASSETS</b>			
Cash and investments	\$ 1,021,690	\$ 82,227	\$ 1,103,917
Accounts receivable	709,426	6,729	716,155
Prepaid expenditures	41	-	41
<b>TOTAL ASSETS</b>	<b>\$ 1,731,157</b>	<b>\$ 88,956</b>	<b>\$ 1,820,113</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 30,053	\$ 5,549	\$ 35,602
Deferred revenue	122,315	-	122,315
Accrued payroll	12,132	1,185	13,317
Deposits payable	72,489	2,900	75,389
<b>Total liabilities</b>	<b>236,989</b>	<b>9,634</b>	<b>246,623</b>
<b>FUND BALANCES</b>			
Reserved			
Prepaid expenditures	41	-	41
Roads and drainage	-	88,956	88,956
Unreserved			
Undesignated - General Fund	1,494,127	-	1,494,127
Undesignated - Special Revenue Funds	-	(9,634)	(9,634)
<b>Total fund balances</b>	<b>1,494,168</b>	<b>79,322</b>	<b>1,573,490</b>
<b>TOTAL LIABILITIES AND AND FUND BALANCES</b>	<b>\$ 1,731,157</b>	<b>\$ 88,956</b>	<b>\$ 1,820,113</b>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

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

April 30, 2010

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FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 1,573,490
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial and, therefore, are not reported in the governmental funds	10,018,713
Certain revenues that are deferred in the governmental funds are recognized as revenue in the governmental activities	122,315
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds Compensated absences payable	<u>(7,751)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 11,706,767</u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

	General	Nonmajor Governmental Funds	Total
<b>REVENUES</b>			
Taxes	\$ 2,495,872	\$ -	\$ 2,495,872
Intergovernmental	15,850	78,286	94,136
Licenses and permits	155,154	-	155,154
Charges for services	67,984	23,625	91,609
Fines and forfeits	66,597	-	66,597
Investment income	9,959	190	10,149
Other income	54,999	2,841	57,840
Reimbursed income	14,932	-	14,932
<b>Total revenues</b>	<b>2,881,347</b>	<b>104,942</b>	<b>2,986,289</b>
<b>EXPENDITURES</b>			
Current			
General administration	488,417	102,603	591,020
Building administration	95,231	-	95,231
Public safety	1,448,217	-	1,448,217
Roads and drainage	779,291	121,355	900,646
Capital outlay	54,970	502,046	557,016
Debt service			
Principal	282,200	-	282,200
Interest and fiscal charges	7,928	-	7,928
<b>Total expenditures</b>	<b>3,156,254</b>	<b>726,004</b>	<b>3,882,258</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(274,907)</b>	<b>(621,062)</b>	<b>(895,969)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	75,285	75,285
Transfers (out)	(75,285)	-	(75,285)
<b>Total other financing sources (uses)</b>	<b>(75,285)</b>	<b>75,285</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(350,192)</b>	<b>(545,777)</b>	<b>(895,969)</b>
<b>FUND BALANCES, MAY 1</b>	<b>1,844,360</b>	<b>625,099</b>	<b>2,469,459</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 1,494,168</b>	<b>\$ 79,322</b>	<b>\$ 1,573,490</b>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

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NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (895,969)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	72,844
Contributed capital assets are recorded as capital contributions in the statement of activities	113,731
Depreciation on capital assets is reported as an expense in the statement of activities	(112,631)
Certain revenues recognition is different on the full accrual basis than on the modified accrual	(9,409)
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	282,200
The change in compensated absences payable is shown as an expense on the statement of activities	<u>(1,200)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ (550,434)</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF NET ASSETS  
PROPRIETARY FUND

April 30, 2010

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	<u>Sewer Fund</u>
<b>CURRENT ASSETS</b>	
Cash	\$ 40,970
Accounts receivable	<u>212,324</u>
Total current assets	<u>253,294</u>
<b>CURRENT LIABILITIES</b>	
Accounts payable	1,996
Deferred revenue	<u>182,654</u>
Total current liabilities	<u>184,650</u>
<b>NET ASSETS</b>	
Unrestricted	<u>68,644</u>
<b>TOTAL NET ASSETS</b>	<u><u>\$ 68,644</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

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	<u>Sewer Fund</u>
OPERATING REVENUES	
Charges for services	
Sewer charges	\$ 259,318
Total operating revenues	<u>259,318</u>
OPERATING EXPENSES	
Administration	<u>266,631</u>
Total operating expenses	<u>266,631</u>
OPERATING INCOME (LOSS)	<u>(7,313)</u>
NONOPERATING REVENUES	
Investment income	<u>155</u>
Total nonoperating revenues	<u>155</u>
CHANGE IN NET ASSETS	(7,158)
NET ASSETS, MAY 1	<u>75,802</u>
NET ASSETS, APRIL 30	<u>\$ 68,644</u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND

For the Year Ended April 30, 2010

	<u>Sewer Fund</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ 234,535
Payments to suppliers	<u>(266,749)</u>
Net cash from operating activities	<u>(32,214)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
None	<u>-</u>
Net cash from noncapital financing activities	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
None	<u>-</u>
Net cash from capital and related financing activities	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received on investments	<u>155</u>
Net cash from investing activities	<u>155</u>
<b>NET (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(32,059)
<b>CASH AND CASH EQUIVALENTS, MAY 1</b>	<u>73,029</u>
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	<u><u>\$ 40,970</u></u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Operating income	\$ (7,313)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Changes in assets and liabilities	
Accounts receivable	(55,849)
Deferred revenue	31,066
Accounts payable	<u>(118)</u>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u><u>\$ (32,214)</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS  
STATEMENT OF FIDUCIARY NET ASSETS

April 30, 2010

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	<u>Agency Funds</u>
ASSETS	
Cash	<u>\$ 2,602,119</u>
TOTAL ASSETS	<u>2,602,119</u>
LIABILITIES	
Due to bondholders	<u>2,602,119</u>
TOTAL LIABILITIES	<u><u>\$ 2,602,119</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEER PARK, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

April 30, 2010

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Deer Park, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies of the Village.

a. Reporting Entity

The Village is a body corporate and politic established under Illinois Compiled Statutes (ILCS) governed by an elected President and Board of Trustees. The Village is considered to be a primary government pursuant to GASB Statement No. 14 since it is legally separate and fiscally independent.

b. Fund Accounting

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

A fund is a separate accounting entity with a self-balancing set of accounts. The minimum number of funds are maintained consistent with legal and managerial requirements. Funds are classified into the following categories: governmental, proprietary and fiduciary.

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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 government. The Village utilizes agency funds to account for funds received and reserved for debt service on the noncommitment debt (See Note 4b) and funds received on behalf of other entities.

c. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and shared revenues 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 and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental 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 Village, except those required to be accounted for in another fund.

The Village reports the following major proprietary fund:

The Sewer Fund accounts for the sewer billings and expenses incurred for providing those services to residents.

Additionally, the Village reports the Special Service Areas funds responsible for noncommitment debt repayment as agency funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 fiduciary fund financial statements (except the agency funds which have no measurement focus). Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. The Village has no municipal property tax. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunication taxes which use a 90 day period. Also, income taxes have a 120-day availability period due to the delays in distributions from the State of Illinois. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Sales taxes and telecommunication taxes owed to the state at year end, court fines, franchise fees, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Local fines, licenses and permit revenue and miscellaneous revenues are considered to be measurable and available only when cash is received by the Village.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

VILLAGE OF DEER PARK, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

e. Cash and Cash Equivalents

For purposes of cash flows, the Village considers liquid deposits or investments with a maturity of three months or less when purchased to be cash equivalents.

f. Investments

Investments in nonnegotiable certificates of deposit and other investments with a maturity of less than one year when purchased are stated at cost. Investments with a maturity of one year or greater when purchased are reported at fair value.

g. Prepaid Items/Expenses

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

h. Capital Assets

Capital assets are recorded as expenditures at the time of purchase. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., storm sewers and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Infrastructure assets are reported prospectively as of May 1, 2004. Capital assets are defined by the Village as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

VILLAGE OF DEER PARK, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets (Continued)

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and building improvements	50
Park improvements	20
Machinery and equipment	10
Infrastructure	50

i. Compensated Absences

Vested or accumulated vacation and sick leave are reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation and sick leave of 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 in the proprietary fund financial statements, long-term debt and other long-term obligations, if any, are reported as liabilities in the governmental activities financial statements. Bond premiums and discounts, if any, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Net Assets/Fund Balance

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. None of the Village's net assets were restricted by enabling legislation adopted by the Village. Designations of fund balance, if any, represent tentative management plans that are subject to change. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt, represents the Village's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset.

l. Interfund Transactions

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

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

m. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, if any, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

2. DEPOSITS WITH FINANCIAL INSTITUTIONS

a. Permitted Deposits and Investments

Illinois Compiled Statutes (ILCS) and the Village's investment policy authorize 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, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds.

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

b. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral for all funds on deposit, including checking accounts and certificates of deposit, that are in excess of FDIC. The collateral must be in the name of the Village and held at an independent third-party institution and must be evidenced by a written agreement.

VILLAGE OF DEER PARK, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS

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

	Balances May 1	Increases	Decreases	Balances April 30
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 6,026,953	\$ 332	\$ -	\$ 6,027,285
Construction in progress	147,455	-	147,455	-
Total capital assets not being depreciated	<u>6,174,408</u>	332	147,455	<u>6,027,285</u>
Capital assets being depreciated				
Buildings and building improvements	2,868,619	7,438	-	2,876,057
Park improvements	621,407	-	-	621,407
Machinery and equipment	179,467	-	-	179,467
Infrastructure	714,559	326,260	-	1,040,819
Total capital assets being depreciated	<u>4,384,052</u>	333,698	-	<u>4,717,750</u>
Less accumulated depreciation for				
Buildings and building improvements	148,403	57,521	-	205,924
Park improvements	287,902	24,715	-	312,617
Machinery and equipment	125,065	9,579	-	134,644
Infrastructure	52,321	20,816	-	73,137
Total accumulated depreciation	<u>613,691</u>	112,631	-	<u>726,322</u>
Total capital assets being depreciated, net	<u>3,770,361</u>	221,067	-	<u>3,991,428</u>
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<u>\$ 9,944,769</u>	<u>\$ 221,399</u>	<u>\$ 147,455</u>	<u>\$ 10,018,713</u>

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

<b>GOVERNMENTAL ACTIVITIES</b>	
General administration	\$ 57,521
Parks and recreation	34,294
Roads and drainage	<u>20,816</u>
<b>TOTAL</b>	<u>\$ 112,631</u>

VILLAGE OF DEER PARK, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT

a. Installment Contract and Debt Certificates

During fiscal year 2005, the Village issued debt certificates for the purpose of acquiring real estate known as the Dahm Property. The certificates are a direct obligation of the Village payable from the Village's corporate funds. The certificates bear interest at an annual rate of 3.00-4.10%. The certificates and accrued interest are payable in annual installments beginning January 15, 2005 through January 15, 2010.

The debt certificates and compensated absences currently outstanding are as follows:

	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
Debt Contract Certificates, Series 2004	General	\$ 282,200	\$ -	\$ 282,200	\$ -	\$ -
Compensated Absences	General	6,551	7,751	6,551	7,751	7,751
<b>TOTAL</b>		<u>\$ 288,751</u>	<u>\$ 7,551</u>	<u>\$ 288,751</u>	<u>\$ 7,751</u>	<u>\$ 7,751</u>

b. Noncommitment Debt

Special Service Area Number 1, 2, 3 and 4 Bonds, Special Service Area Number 2, 3 and 4-2000 Series Bonds, Special Service Area Number 5, 6 and 7-2001 Series Bonds, and Special Service Area Number 8, 9 and 10-2002 Series Bonds as of April 30, 2010 totaled \$21,765,000. These bonds are not an obligation of the Village and are secured by the levy of real estate taxes on certain property within the special service areas. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the assessments and forwarding the collections to bondholders.

5. RISK MANAGEMENT

The Village is exposed to various risks of loss including, but not limited to, employee health, general liability, property casualty, workers' compensation and public official liability. To limit exposure to these risks, the Village has purchased third-party indemnity insurance. The coverages have limits ranging from \$1,000,000 - \$10,000,000. Settlement claims have not exceeded insurance coverage for the current or the three prior years.

6. CONTINGENT LIABILITIES

Litigation

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

Grants

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

7. PROPERTY TAXES

The Village levies a property tax based on the authorization in ordinances establishing Special Service Areas 1 through 10. Significant dates are as follows:

- The property tax lien date is January 1;
- The annual tax levy ordinance for the 2009 levy was passed in December 2009;
- Property taxes for 2009 are due to the County Collector in two installments, June 1 and September 1 of the subsequent year. The County Collector remits the collections to the Village primarily in June to November.

8. FUND BALANCE DEFICITS

As of April 30, 2010, the Park Fund and the Barn Operations Fund had deficit fund balances of \$2,770 and \$6,864, respectively.

VILLAGE OF DEER PARK, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. INTERFUND TRANSACTIONS

Interfund Transfers

	Transfers In	Transfers Out
General		
Nonmajor governmental	\$ -	\$ 75,285
Total general	-	75,285
Nonmajor governmental		
General	75,285	-
Total nonmajor governmental	75,285	-
TOTAL	\$ 75,285	\$ 75,285

The purposes of the significant interfund transfers are as follows:

- \$75,285 transfer to the Nonmajor Governmental Funds from the General Fund for operations. This transfer will not be repaid.

10. RETIREMENT OBLIGATIONS

The Village does not participate in the Illinois Municipal Retirement Fund. One Village employee contributes to a deferred compensation plan (IRS §457) of which the Village contributes a matching amount monthly. All other employees are covered by social security.

11. OTHER POSTEMPLOYMENT BENEFITS

The Village is subject to no statutory requirements to provide health insurance to its retirees as the Village does not participate in the Illinois Municipal Retirement Fund. Therefore, there is no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the Village has no former employees or agreements with current employees for which the District was providing an explicit subsidy as of April 30, 2010. For the year ended April 30, 2010, the Village had no retirees purchasing health insurance through the Village.

VILLAGE OF DEER PARK, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. BOUNDARY AGREEMENT

During fiscal year 2003, the Village entered into a boundary agreement with the Village of Kildeer (Kildeer). Under this agreement, the Village paid \$188,177 to Kildeer to remove liens from affected properties so the properties can be developed in the future.

Furthermore, under this agreement, Kildeer must repay the Village \$188,177 in annual installments each January 1 through January 1, 2023 plus interest at 4.89%. \$15,850 was received in fiscal year 2010 under this agreement. Future principal and interest payments expected under the agreement are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 9,409	\$ 5,981	\$ 15,390
2012	9,409	5,521	14,930
2013	9,409	5,061	14,470
2014	9,409	4,601	14,010
2015	9,409	4,141	13,550
2016-2020	47,044	13,803	60,847
2021-2023	28,226	2,761	30,987
<b>TOTAL</b>	<b>\$ 122,315</b>	<b>\$ 41,869</b>	<b>\$ 164,184</b>

13. RECEIVABLES

The following receivables are included in accounts receivable on the statement of net assets at April 30, 2010:

GOVERNMENTAL ACTIVITIES

Intergovernmental receivable	\$ 122,315
Traffic fines receivable	21,432
Entertainment tax receivable	7,600
Income tax receivable	85,624
Sales tax receivable	346,234
Use tax receivable	9,056
Franchise fees receivable	11,061
Telecommunication tax receivable	42,483
Utility tax receivable	36,249
Hotel tax receivable	6,385
Miscellaneous receivables	<u>27,716</u>
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ <u>716,155</u></b>

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Appropriation	Final Appropriation	Actual
<b>REVENUES</b>			
Taxes	\$ 2,514,455	\$ 2,514,455	\$ 2,495,872
Intergovernmental	15,850	15,850	15,850
Licenses and permits	177,000	177,000	155,154
Charges for services	21,500	2,500	67,984
Fines and forfeits	141,000	141,000	66,597
Investment income	30,000	30,000	9,959
Other income	51,000	51,000	54,999
Reimbursed income	6,000	25,000	14,932
<b>Total revenues</b>	<b>2,956,805</b>	<b>2,956,805</b>	<b>2,881,347</b>
<b>EXPENDITURES</b>			
General administration	494,118	524,793	488,417
Building administration	76,659	99,400	95,231
Public safety	1,453,878	1,453,878	1,448,217
Roads and drainage	972,353	956,499	779,291
Capital outlay	281,758	244,196	54,970
Debt service			
Principal	282,200	282,200	282,200
Interest and fiscal charges	7,928	7,928	7,928
<b>Total expenditures</b>	<b>3,568,894</b>	<b>3,568,894</b>	<b>3,156,254</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(612,089)</b>	<b>(612,089)</b>	<b>(274,907)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	-	-	(75,285)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(75,285)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (612,089)</b>	<b>\$ (612,089)</b>	<b>(350,192)</b>
FUND BALANCE, MAY 1			1,844,360
FUND BALANCE, APRIL 30			<u>\$ 1,494,168</u>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2010

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BUDGETS AND BUDGETARY ACCOUNTING

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

1. The appropriation is adopted substantially on a GAAP basis of accounting.
2. The Village, each year prior to July 31 of the fiscal year, must file and pass the appropriation for the fiscal year ended April 30. This appropriation can be subsequently amended by a two-thirds vote of the Board of Trustees. The amounts shown on the financial statements under the appropriation column reflect amendments, if any, that have been adopted by the Board of Trustees since the original appropriation was passed.
3. Appropriations are adopted, controlled and formal budgetary integration is employed as a control device during the year at the fund level for the general fund and special revenue funds.
4. All appropriations lapse at the end of the year for which the appropriations were adopted.

COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES

Purpose:

These financial statements provide a more detailed view of the “Basic Financial Statements” presented in the preceding subsection.

## MAJOR GOVERNMENTAL FUNDS

Purpose:

General Fund - to account for all unrestricted resources, except those required to be accounted for in another fund.

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Appropriation	Final Appropriation	Actual
<b>REVENUES</b>			
Taxes			
Utility	\$ 340,000	\$ 340,000	\$ 267,975
State income	281,000	281,000	246,373
State sales	1,430,000	1,430,000	1,562,458
Use	45,755	45,755	37,370
Road and bridge	8,500	8,500	1,329
Telecommunications	224,000	224,000	197,812
Hotel	60,000	60,000	50,064
Entertainment	125,000	125,000	132,129
Miscellaneous tax	200	200	362
	<hr/>		
Total taxes	2,514,455	2,514,455	2,495,872
	<hr/>		
Intergovernmental	15,850	15,850	15,850
Licenses and permits	177,000	177,000	155,154
Charges for services	21,500	2,500	67,984
Fines and forfeits	141,000	141,000	66,597
Investment income	30,000	30,000	9,959
Other income	51,000	51,000	54,999
Reimbursed income	6,000	25,000	14,932
	<hr/>		
Total revenues	2,956,805	2,956,805	2,881,347
<hr/>			
<b>EXPENDITURES</b>			
General administration			
Salaries	161,700	164,700	161,648
ICMARC contribution	9,828	9,828	9,354
Payroll tax	12,370	12,600	12,542
Engineering	22,000	34,000	33,141
Legal	82,500	97,500	92,875
Legal - traffic fines	11,880	7,320	6,420
Legal - litigation	-	-	1,297
Audit fees	18,375	18,375	17,500
Planning fees	550	550	135
Consulting fees	30,000	-	-
Bond costs	400	400	400
Office cleaning and mats	2,310	2,310	1,922
Office supplies	4,400	4,400	3,967

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

DETAILED SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND (Continued)

For the Year Ended April 30, 2010

	Original Appropriation	Final Appropriation	Actual
EXPENDITURES (Continued)			
General administration (Continued)			
Postage	\$ 2,625	\$ 2,625	\$ 2,406
Telephone	3,675	3,675	3,565
Utilities	2,100	2,100	1,114
Printing and ads	4,200	4,200	2,325
Dues and subscriptions	29,925	29,925	27,047
Contributions	5,250	5,250	2,000
Travel	4,400	4,400	1,885
Education and meetings	2,100	2,100	1,285
Office equipment and maintenance	8,800	8,800	7,250
Office equipment lease	3,570	3,570	3,151
Bank charges	-	5	5
Repairs and maintenance	5,060	5,060	3,938
Insurance expense	15,400	15,400	12,931
Mosquito abatement	21,300	21,300	20,361
Miscellaneous	3,150	3,150	1,176
Reimbursable	26,250	61,250	56,777
	<hr/>		
Total general administration	494,118	524,793	488,417
	<hr/>		
Building administration			
Salaries	26,250	28,750	27,100
Payroll taxes	2,009	2,200	2,136
Engineering fees	2,625	4,175	4,040
Builders inspection fees	36,750	50,750	50,220
Zoning inspections	525	525	162
Julie inspections	8,400	12,900	11,533
Office supplies	100.00	100	40
	<hr/>		
Total building administration	76,659	99,400	95,231
	<hr/>		
Public safety	1,453,878	1,453,878	1,448,217
	<hr/>		
Roads and drainage			
Engineering	115,280	115,280	90,312
Snow and ice control	155,873	155,873	124,837
Road repair	590,775	590,775	527,789
Drainage costs	67,100	49,746	14,179
Swansway drainage	5,100	5,100	-
Repairs and maintenance	20,350	20,350	4,515
Street signs	1,575	1,575	326
Street lighting	16,300	17,800	17,333
	<hr/>		
Total roads and drainage	972,353	956,499	779,291
	<hr/>		

(This schedule is continued on the following page.)

VILLAGE OF DEER PARK, ILLINOIS

DETAILED SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND (Continued)

For the Year Ended April 30, 2010

	Original Appropriation	Final Appropriation	Actual
EXPENDITURES (Continued)			
Capital outlay	\$ 281,758	\$ 244,196	\$ 54,970
Debt service			
Principal	282,200	282,200	282,200
Interest and fiscal charges	7,928	7,928	7,928
Total debt service	290,128	290,128	290,128
Total expenditures	3,568,894	3,568,894	3,156,254
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(612,089)	(612,089)	(274,907)
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	-	(75,285)
Total other financing sources (uses)	-	-	(75,285)
NET CHANGE IN FUND BALANCE	\$ (612,089)	\$ (612,089)	(350,192)
FUND BALANCE, MAY 1			1,844,360
FUND BALANCE, APRIL 30			\$ 1,494,168

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF DEER PARK, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2010

	Special Revenue	Capital Projects	Total
<b>ASSETS</b>			
Cash and investments	\$ 82,227	\$ -	\$ 82,227
Accounts receivable	6,729	-	6,729
TOTAL ASSETS	\$ 88,956	\$ -	\$ 88,956
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 5,549	\$ -	\$ 5,549
Accrued payroll	1,185	-	1,185
Deposits payable	2,900	-	2,900
Total liabilities	9,634	-	9,634
<b>FUND BALANCES</b>			
Reserved			
Roads and drainage	88,956	-	88,956
Unreserved (deficit)	(9,634)	-	(9,634)
Total fund balances	79,322	-	79,322
TOTAL LIABILITIES AND FUND BALANCES	\$ 88,956	\$ -	\$ 88,956

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

	Special Revenue	Capital Projects	Total
<b>REVENUES</b>			
Intergovernmental	\$ 78,286	\$ -	\$ 78,286
Charges for services	23,625	-	23,625
Investment income	125	65	190
Other income	2,841	-	2,841
<b>Total revenues</b>	<b>104,877</b>	<b>65</b>	<b>104,942</b>
<b>EXPENDITURES</b>			
Current			
General administration	102,603	-	102,603
Roads and drainage	121,355	-	121,355
Capital outlay	-	502,046	502,046
<b>Total expenditures</b>	<b>223,958</b>	<b>502,046</b>	<b>726,004</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(119,081)</b>	<b>(501,981)</b>	<b>(621,062)</b>
<b>OTHER FINANCING SOURCE (USES)</b>			
Transfers in	75,285	-	75,285
<b>Total other financing sources (uses)</b>	<b>75,285</b>	<b>-</b>	<b>75,285</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(43,796)</b>	<b>(501,981)</b>	<b>(545,777)</b>
<b>FUND BALANCES, MAY 1</b>	<b>123,118</b>	<b>501,981</b>	<b>625,099</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 79,322</b>	<b>\$ -</b>	<b>\$ 79,322</b>

(See independent auditor's report.)

## NONMAJOR SPECIAL REVENUE FUNDS

**Purpose:**

Special Revenue Funds - to account for the proceeds of specific revenue sources that are restricted by law or administrative action to expenditure for specific purposes.

VILLAGE OF DEER PARK, ILLINOIS

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS

April 30, 2010

	Park	Motor Fuel Tax	Barn Operations	Total
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 82,227	\$ -	\$ 82,227
Accounts receivable	-	6,729	-	6,729
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 88,956</b>	<b>\$ -</b>	<b>\$ 88,956</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 2,734	\$ -	\$ 2,815	\$ 5,549
Accrued payroll	36	-	1,149	1,185
Deposits payable	-	-	2,900	2,900
<b>Total liabilities</b>	<b>2,770</b>	<b>-</b>	<b>6,864</b>	<b>9,634</b>
<b>FUND BALANCES</b>				
Reserved for roads and drainage	-	88,956	-	88,956
Unreserved (deficit)	(2,770)	-	(6,864)	(9,634)
<b>Total fund balances</b>	<b>(2,770)</b>	<b>88,956</b>	<b>(6,864)</b>	<b>79,322</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 88,956</b>	<b>\$ -</b>	<b>\$ 88,956</b>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2010

	Park	Motor Fuel Tax	Barn Operations	Total
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 78,286	\$ -	\$ 78,286
Charges for services	8,391	-	15,234	23,625
Investment income	-	125	-	125
Other income	2,841	-	-	2,841
<b>Total revenues</b>	<b>11,232</b>	<b>78,411</b>	<b>15,234</b>	<b>104,877</b>
<b>EXPENDITURES</b>				
Current				
General administration	46,330	-	56,273	102,603
Roads and drainage	-	120,000	1,355	121,355
<b>Total expenditures</b>	<b>46,330</b>	<b>120,000</b>	<b>57,628</b>	<b>223,958</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(35,098)</b>	<b>(41,589)</b>	<b>(42,394)</b>	<b>(119,081)</b>
<b>OTHER FINANCING SOURCE (USES)</b>				
Transfers in	34,469	-	40,816	75,285
<b>Total other financing sources (uses)</b>	<b>34,469</b>	<b>-</b>	<b>40,816</b>	<b>75,285</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(629)</b>	<b>(41,589)</b>	<b>(1,578)</b>	<b>(43,796)</b>
<b>FUND BALANCES (DEFICIT), MAY 1</b>	<b>(2,141)</b>	<b>130,545</b>	<b>(5,286)</b>	<b>123,118</b>
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<b>\$ (2,770)</b>	<b>\$ 88,956</b>	<b>\$ (6,864)</b>	<b>\$ 79,322</b>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Appropriation	Final Appropriation	Actual
<b>REVENUES</b>			
Charges for services	\$ 11,388	\$ 11,388	\$ 8,391
Other income	-	-	2,841
<b>Total revenues</b>	<b>11,388</b>	<b>11,388</b>	<b>11,232</b>
<b>EXPENDITURES</b>			
Current			
General administration	102,785	101,430	46,330
<b>Total expenditures</b>	<b>102,785</b>	<b>101,430</b>	<b>46,330</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(91,397)</b>	<b>(90,042)</b>	<b>(35,098)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	34,469
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>34,469</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (91,397)</b>	<b>\$ (90,042)</b>	<b>(629)</b>
<b>FUND BALANCE (DEFICIT), MAY 1</b>			<b>(2,141)</b>
<b>FUND BALANCE (DEFICIT), APRIL 30</b>			<b>\$ (2,770)</b>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Appropriation	Final Appropriation	Actual
<b>REVENUES</b>			
Intergovernmental	\$ 81,583	\$ 81,583	\$ 78,286
Investment income	-	-	125
Total revenues	<u>81,583</u>	<u>81,583</u>	<u>78,411</u>
<b>EXPENDITURES</b>			
Current			
Roads and drainage	<u>120,000</u>	<u>120,000</u>	<u>120,000</u>
Total expenditures	<u>120,000</u>	<u>120,000</u>	<u>120,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ (38,417)</u></u>	<u><u>\$ (38,417)</u></u>	<u>(41,589)</u>
<b>FUND BALANCE, MAY 1</b>			<u>130,545</u>
<b>FUND BALANCE, APRIL 30</b>			<u><u>\$ 88,956</u></u>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

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

For the Year Ended April 30, 2010

	Original Appropriation	Final Appropriation	Actual
<b>REVENUES</b>			
Charges for services	\$ 17,000	\$ 17,000	\$ 15,234
Total revenues	17,000	17,000	15,234
<b>EXPENDITURES</b>			
Current			
General administration	57,435	58,789	56,273
Roads and drainage	1,890	1,890	1,355
Total expenditures	59,325	60,679	57,628
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(42,325)</b>	<b>(43,679)</b>	<b>(42,394)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	40,816
Total other financing sources (uses)	-	-	40,816
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (42,325)</b>	<b>\$ (43,679)</b>	<b>(1,578)</b>
FUND BALANCE (DEFICIT), MAY 1			(5,286)
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (6,864)</u>

(See independent auditor's report.)

## NONMAJOR CAPITAL PROJECT FUNDS

Purpose:

Capital Project Funds - to account for revenues and expenditures for major improvements.

VILLAGE OF DEER PARK, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECT FUNDS

April 30, 2010

	Maintenance Bond	Special Service Area #8 2002 Series	Special Service Area #9 2002 Series	Special Service Area #10 2002 Series	Total
<b>ASSETS</b>					
None	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
None	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES</b>					
Reserved for special service areas	-	-	-	-	-
Total fund balances	-	-	-	-	-
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(See independent auditor's report.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECT FUNDS

For the Year Ended April 30, 2010

	Maintenance Bond	Special Service Area #8 2002 Series	Special Service Area #9 2002 Series	Special Service Area #10 2002 Series	Total
<b>REVENUES</b>					
Investment income	\$ -	\$ 23	\$ 23	\$ 19	\$ 65
Total revenues	-	23	23	19	65
<b>EXPENDITURES</b>					
Capital outlay	79,853	148,380	152,914	120,899	502,046
Total expenditures	79,853	148,380	152,914	120,899	502,046
NET CHANGE IN FUND BALANCE	(79,853)	(148,357)	(152,891)	(120,880)	(501,981)
FUND BALANCES, MAY 1	79,853	148,357	152,891	120,880	501,981
FUND BALANCES, APRIL 30	\$ -	\$ -	\$ -	\$ -	\$ -

(See independent auditor's report.)

## FIDUCIARY FUNDS

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS

For the Year Ended April 30, 2010

	May 1	Additions	Reductions	April 30
<b>ALL FUNDS</b>				
ASSETS				
Cash and investments	\$ 2,252,898	\$ 3,908,758	\$ 3,559,537	\$ 2,602,119
<b>TOTAL ASSETS</b>	<b>\$ 2,252,898</b>	<b>\$ 3,908,758</b>	<b>\$ 3,559,537</b>	<b>\$ 2,602,119</b>
LIABILITIES				
Due to bondholders	\$ 2,252,898	\$ 3,908,758	\$ 3,559,537	\$ 2,602,119
<b>TOTAL LIABILITIES</b>	<b>\$ 2,252,898</b>	<b>\$ 3,908,758</b>	<b>\$ 3,559,537</b>	<b>\$ 2,602,119</b>
<b>SSA #1 DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 86,402	\$ 118,731	\$ 116,175	\$ 88,958
<b>TOTAL ASSETS</b>	<b>\$ 86,402</b>	<b>\$ 118,731</b>	<b>\$ 116,175</b>	<b>\$ 88,958</b>
LIABILITIES				
Due to bondholders	\$ 86,402	\$ 118,731	\$ 116,175	\$ 88,958
<b>TOTAL LIABILITIES</b>	<b>\$ 86,402</b>	<b>\$ 118,731</b>	<b>\$ 116,175</b>	<b>\$ 88,958</b>
<b>SSA #2 DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 454,175	\$ 650,246	\$ 668,717	\$ 435,704
<b>TOTAL ASSETS</b>	<b>\$ 454,175</b>	<b>\$ 650,246</b>	<b>\$ 668,717</b>	<b>\$ 435,704</b>
LIABILITIES				
Due to bondholders	\$ 454,175	\$ 650,246	\$ 668,717	\$ 435,704
<b>TOTAL LIABILITIES</b>	<b>\$ 454,175</b>	<b>\$ 650,246</b>	<b>\$ 668,717</b>	<b>\$ 435,704</b>

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS (Continued)

For the Year Ended April 30, 2010

	May 1	Additions	Reductions	April 30
<b>SSA #3 DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 327,336	\$ 702,339	\$ 777,679	\$ 251,996
<b>TOTAL ASSETS</b>	<b>\$ 327,336</b>	<b>\$ 702,339</b>	<b>\$ 777,679</b>	<b>\$ 251,996</b>
LIABILITIES				
Due to bondholders	\$ 327,336	\$ 702,339	\$ 777,679	\$ 251,996
<b>TOTAL LIABILITIES</b>	<b>\$ 327,336</b>	<b>\$ 702,339</b>	<b>\$ 777,679</b>	<b>\$ 251,996</b>
<b>SSA #4 DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 221,067	\$ 298,555	\$ 309,804	\$ 209,818
<b>TOTAL ASSETS</b>	<b>\$ 221,067</b>	<b>\$ 298,555</b>	<b>\$ 309,804</b>	<b>\$ 209,818</b>
LIABILITIES				
Due to bondholders	\$ 221,067	\$ 298,555	\$ 309,804	\$ 209,818
<b>TOTAL LIABILITIES</b>	<b>\$ 221,067</b>	<b>\$ 298,555</b>	<b>\$ 309,804</b>	<b>\$ 209,818</b>
<b>SSA #2 2000 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 378,441	\$ 296,345	\$ 309,098	\$ 365,688
<b>TOTAL ASSETS</b>	<b>\$ 378,441</b>	<b>\$ 296,345</b>	<b>\$ 309,098</b>	<b>\$ 365,688</b>
LIABILITIES				
Due to bondholders	\$ 378,441	\$ 296,345	\$ 309,098	\$ 365,688
<b>TOTAL LIABILITIES</b>	<b>\$ 378,441</b>	<b>\$ 296,345</b>	<b>\$ 309,098</b>	<b>\$ 365,688</b>

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS (Continued)

For the Year Ended April 30, 2010

	May 1	Additions	Reductions	April 30
<b>SSA #3 2000 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 293,909	\$ 110,716	\$ 154,735	\$ 249,890
TOTAL ASSETS	<u>\$ 293,909</u>	<u>\$ 110,716</u>	<u>\$ 154,735</u>	<u>\$ 249,890</u>
LIABILITIES				
Due to bondholders	\$ 293,909	\$ 110,716	\$ 154,735	\$ 249,890
TOTAL LIABILITIES	<u>\$ 293,909</u>	<u>\$ 110,716</u>	<u>\$ 154,735</u>	<u>\$ 249,890</u>
<b>SSA #4 2000 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 181,438	\$ 146,618	\$ 154,208	\$ 173,848
TOTAL ASSETS	<u>\$ 181,438</u>	<u>\$ 146,618</u>	<u>\$ 154,208</u>	<u>\$ 173,848</u>
LIABILITIES				
Due to bondholders	\$ 181,438	\$ 146,618	\$ 154,208	\$ 173,848
TOTAL LIABILITIES	<u>\$ 181,438</u>	<u>\$ 146,618</u>	<u>\$ 154,208</u>	<u>\$ 173,848</u>
<b>SSA #5 2001 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 15,858	\$ 116,822	\$ 116,933	\$ 15,747
TOTAL ASSETS	<u>\$ 15,858</u>	<u>\$ 116,822</u>	<u>\$ 116,933</u>	<u>\$ 15,747</u>
LIABILITIES				
Due to bondholders	\$ 15,858	\$ 116,822	\$ 116,933	\$ 15,747
TOTAL LIABILITIES	<u>\$ 15,858</u>	<u>\$ 116,822</u>	<u>\$ 116,933</u>	<u>\$ 15,747</u>

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS (Continued)

For the Year Ended April 30, 2010

	May 1	Additions	Reductions	April 30
<b>SSA #6 2001 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 18,170	\$ 144,490	\$ 144,228	\$ 18,432
<b>TOTAL ASSETS</b>	<b>\$ 18,170</b>	<b>\$ 144,490</b>	<b>\$ 144,228</b>	<b>\$ 18,432</b>
LIABILITIES				
Due to bondholders	\$ 18,170	\$ 144,490	\$ 144,228	\$ 18,432
<b>TOTAL LIABILITIES</b>	<b>\$ 18,170</b>	<b>\$ 144,490</b>	<b>\$ 144,228</b>	<b>\$ 18,432</b>
<b>SSA #7 2001 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 67,738	\$ 303,371	\$ 299,863	\$ 71,246
<b>TOTAL ASSETS</b>	<b>\$ 67,738</b>	<b>\$ 303,371</b>	<b>\$ 299,863</b>	<b>\$ 71,246</b>
LIABILITIES				
Due to bondholders	\$ 67,738	\$ 303,371	\$ 299,863	\$ 71,246
<b>TOTAL LIABILITIES</b>	<b>\$ 67,738</b>	<b>\$ 303,371</b>	<b>\$ 299,863</b>	<b>\$ 71,246</b>
<b>SSA #8 2002 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 6,345	\$ 195,689	\$ 50,825	\$ 151,209
<b>TOTAL ASSETS</b>	<b>\$ 6,345</b>	<b>\$ 195,689</b>	<b>\$ 50,825</b>	<b>\$ 151,209</b>
LIABILITIES				
Due to bondholders	\$ 6,345	\$ 195,689	\$ 50,825	\$ 151,209
<b>TOTAL LIABILITIES</b>	<b>\$ 6,345</b>	<b>\$ 195,689</b>	<b>\$ 50,825</b>	<b>\$ 151,209</b>

(This schedule is continued on the following pages.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS (Continued)

For the Year Ended April 30, 2010

	May 1	Additions	Reductions	April 30
<b>SSA #9 2002 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 6,848	\$ 212,292	\$ 62,982	\$ 156,158
<b>TOTAL ASSETS</b>	<b>\$ 6,848</b>	<b>\$ 212,292</b>	<b>\$ 62,982</b>	<b>\$ 156,158</b>
LIABILITIES				
Due to bondholders	\$ 6,848	\$ 212,292	\$ 62,982	\$ 156,158
<b>TOTAL LIABILITIES</b>	<b>\$ 6,848</b>	<b>\$ 212,292</b>	<b>\$ 62,982</b>	<b>\$ 156,158</b>
<b>SSA #10 2002 SERIES DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 5,168	\$ 168,423	\$ 50,842	\$ 122,749
<b>TOTAL ASSETS</b>	<b>\$ 5,168</b>	<b>\$ 168,423</b>	<b>\$ 50,842</b>	<b>\$ 122,749</b>
LIABILITIES				
Due to bondholders	\$ 5,168	\$ 168,423	\$ 50,842	\$ 122,749
<b>TOTAL LIABILITIES</b>	<b>\$ 5,168</b>	<b>\$ 168,423</b>	<b>\$ 50,842</b>	<b>\$ 122,749</b>
<b>SSA #3 2006 SERIES A DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 97,249	\$ 233,542	\$ 182,425	\$ 148,366
<b>TOTAL ASSETS</b>	<b>\$ 97,249</b>	<b>\$ 233,542</b>	<b>\$ 182,425</b>	<b>\$ 148,366</b>
LIABILITIES				
Due to bondholders	\$ 97,249	\$ 233,542	\$ 182,425	\$ 148,366
<b>TOTAL LIABILITIES</b>	<b>\$ 97,249</b>	<b>\$ 233,542</b>	<b>\$ 182,425</b>	<b>\$ 148,366</b>

(This schedule is continued on the following page.)

VILLAGE OF DEER PARK, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS (Continued)

For the Year Ended April 30, 2010

	May 1	Additions	Reductions	April 30
<b>SSA #3 2006 SERIES B DEBT SERVICE FUND</b>				
ASSETS				
Cash and investments	\$ 92,754	\$ 210,579	\$ 161,023	\$ 142,310
<b>TOTAL ASSETS</b>	<b>\$ 92,754</b>	<b>\$ 210,579</b>	<b>\$ 161,023</b>	<b>\$ 142,310</b>
LIABILITIES				
Due to bondholders	\$ 92,754	\$ 210,579	\$ 161,023	\$ 142,310
<b>TOTAL LIABILITIES</b>	<b>\$ 92,754</b>	<b>\$ 210,579</b>	<b>\$ 161,023</b>	<b>\$ 142,310</b>

(See independent auditor's report.)