

**Village of Riverwoods, Illinois**

**Annual Financial Report**

**For the Year Ended  
December 31, 2005**

## TABLE OF CONTENTS

---

	Page
<b>INDEPENDENT AUDITORS' REPORT</b>	1-2
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	3-8
<b>BASIC FINANCIAL STATEMENTS</b>	
Statement of Net Assets - Modified Cash Basis	9
Statement of Activities - Modified Cash Basis	10-11
Governmental Funds	
Combining Statement of Assets and Liabilities Arising from Cash Transactions	12
Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances	13
Reconciliation of the Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	14
Enterprise Funds	
Combining Statement of Net Assets Arising from Cash Transactions	15
Combining Statement of Revenues Collected, Expenses Paid, and Changes in Fund Net Assets	16
Combining Statement of Cash Flows	17
Agency Fund	
Statement of Changes in Assets and Liabilities - Performance Bond Fund	18
Index for Notes to the Financial Statements	19-20
Notes to the Financial Statements	21-37
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Illinois Municipal Retirement Fund Pension Data - Schedule of Funding Progress (Unaudited)	38
Statement of Revenues Collected and Expenditures Paid and Changes in Fund Balance - Appropriation and Actual - General Fund	39
Statement of Revenues Collected and Expenditures Paid and Changes in Fund Balance - Appropriation and Actual - Police Fund	40-41
Note to the Required Supplementary Information	42
<b>SUPPLEMENTAL DATA</b>	
Statement of Revenues Collected - Appropriation and Actual - General Fund	43
Statement of Expenditures Paid - Appropriation and Actual - General Fund	44-45
Nonmajor Governmental Funds	
Combining Statement of Assets and Liabilities Arising from Cash Transactions	46-49
Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances (Deficits)	50-53

TABLE OF CONTENTS (Continued)

---

	Page
<b>SUPPLEMENTAL DATA (Continued)</b>	
Statements of Revenues Collected, Expenditures Paid, and Changes in Fund Balances (Deficits) - Appropriation and Actual	
Motor Fuel Tax Fund	54
Duffy Roads Fund	55
Russell Storm Sewer Fund	56
Cherrywood Sewer SSA 8	57
North Duffy Sewer SSA 9	58
North Robinwood Sewer SSA 10	59
Forest Glen Water SSA 11	60
South Robinwood Water SSA 15	61
Hiawatha Road SSA 19	62
Whigham Burr Oak SSA 20	63
Enterprise Funds	
Statements of Revenues Collected, Expenses Paid, and Changes in Retained Earnings - Appropriation and Actual	
Consolidated Water Fund	64-65
Sewer Fund	66-67
Capital Assets Used in the Operation of Governmental Funds	
Schedule by Source	68
Schedule by Function and Activity	69
Schedule of Changes by Function and Activity	70
<b>OTHER SUPPLEMENTAL INFORMATION</b>	
Schedule of Cash and Investments	71-72
Schedule of Insurance in Force	73
Schedules of Annual Debt Service Requirements	
Cherrywood Sewer - Special Service Area Number 8	74
North Duffy Sewer - Special Service Area Number 9	75
North Robinwood Sewer - Special Service Area Number 10	76
Forest Glen Water - Special Service Area Number 11	77
South Robinwood Water - Special Service Area Number 15	78
Hiawatha Road - Special Service Area Number 19	79
Whigham-Burr Oak - Special Service Area Number 20	80
Duffy Sewer - Special Service Area Number 4	81
Thornmeadow Sewer - Special Service Area Number 7	82
South Riverwood Sewer - Special Service Area Number 12	83
North Central Water - Special Service Area Number 14	84

TABLE OF CONTENTS (Continued)

---

	Page
<b>OTHER SUPPLEMENTAL INFORMATION (Continued)</b>	
Schedules of Annual Debt Service Requirements (Continued)	
North Robinwood Water - Special Service Area Number 16	85
Northwest Water - Special Service Area Number 17	86
Cherrywood Road - Special Service Area Number 18	87
General Fund	
Schedule of Revenues Collected - Trend Information	88
Schedule of Expenditures Paid - Trend Information	89
Police Fund	
Schedule of Revenues Collected - Trend Information	90
Schedule of Expenditures Paid - Trend Information	91
Consolidated Water Fund	
Schedule of Revenues Collected - Trend Information	92
Schedule of Expenditures Paid - Trend Information	93
Sewer Fund	
Schedule of Revenues Collected - Trend Information	94
Schedule of Expenditures Paid - Trend Information	95

**INDEPENDENT AUDITORS' REPORT**

# MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

## INDEPENDENT AUDITORS' REPORT

The Honorable Mayor  
Members of the Board of Trustees  
Village of Riverwoods, Illinois

We have audited the accompanying cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Riverwoods, Illinois, as of and for the year ended December 31, 2005, which collectively comprise the Village's basic cash basis financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Riverwoods' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

As described in Note A 3. to the basic financial statements, the Village of Riverwoods, Illinois, prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of the primary government's governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Riverwoods, Illinois, as of December 31, 2005, and the respective revenues collected, expenditures paid, changes in fund balances, and cash flows, where applicable, for the year then ended on the basis of accounting described in Note A 3.

(Continued)

The Honorable Mayor  
Members of the Board of Trustees  
Village of Riverwoods, Illinois

---

The management's discussion and analysis on pages 3 through 8 and the retirement fund historical data, budgetary comparison information, and notes to the required supplementary information on pages 41 through 45 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required 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 cash basis financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund cash basis statements and schedules and capital assets used in the operations of governmental funds are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such 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.

The accompanying supplemental data and other supplemental information, 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. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

MILLER, COOPER & CO., LTD.

*Miller, Cooper & Co., Ltd.*

---

Certified Public Accountants

Northbrook, Illinois  
May 5, 2006

**Village of Riverwoods**  
MANAGEMENT'S DISCUSSION ANALYSIS  
December 31, 2005

---

The Village of Riverwoods implemented Governmental Accounting Standards Board (GASB) statements 34, 37 and 38 first time in 2004. This year, a comparative analysis based on some of these accounting standards is presented for the first time. The usefulness of this information will increase over time where sufficient data exists to identify long-term trends.

These accounting standards are designed to provide two perspectives of the Village's financial performance; a focus on the Village as a whole (government-wide) and a focus on the major individual funds. Both perspectives (government-wide and major fund) provide a broader basis upon which to compare and judge the Village's financial accountability. This improved accountability is in part achieved by

- a. Consolidating financial transactions (eliminating activities between certain funds and focusing on major funds),
- b. Allocating specific revenues that finance operations to those expenditures, and
- c. Displaying information about long-term financial decisions (showing whether debt is used to finance operations, the extent of financial investments made in capital and the impact of outstanding or newly issued debt).

**FINANCIAL HIGHLIGHTS (2004 versus 2005) - COMPARATIVE ANALYSIS**

Village revenues collected from governmental activities increased from \$3,332,326 to \$3,599,697, while revenues collected from business-type activities (water and sewer systems) increased from \$1,874,108 to \$2,097,763.

Village expenditures for governmental activities decreased from \$2,407,515 to \$2,189,106, while expenses paid for business-type activities increased from \$1,358,011 to \$1,555,808.

The net assets of the Village (\$22,609,854) exceeded its liabilities (\$4,682,727) by a ratio of 4.8 to 1.

The Village's cash and investment balance at the end of the fiscal year was \$11,823,315 against a monthly total expenditure average of \$312,076.

Of the Village's total liabilities of \$4,682,727 at the end of the fiscal year, only \$708,227 was due within one year.

During 2006, the Village's net assets increased by 8.67%.

**Village of Riverwoods**  
MANAGEMENT'S DISCUSSION ANALYSIS (Continued)  
December 31, 2005

**REPORTING THE VILLAGE AS A WHOLE**

Government Wide Financial Statements

The Village's Annual Report includes two government-wide financial statements, which are presented in full on pages 10, 11 and 12 of this Report. These statements provide both long-term and short-term information about the Village's overall financial status. Financial reporting presented here uses modified cash basis of accounting. Inter-fund activity is eliminated and the cost of assets with a long service life is spread out over future years so that capital expenditures are amortized (through depreciation) when the benefits are realized.

The first government-wide statement is the *Statement of Net Assets* that presents information about all of the Village's assets and liabilities, with the difference reported as *net assets*.

The second government-wide statement is the *Statement of Activities*, which reports how the Village's net assets changed during the current fiscal year. All current year revenues and expenses are included when the cash is received or paid.

Below is a table summarizing the *Statement of Net Assets*, which is presented in its entirety on page 9 of this report. The Village's total net assets for the current year were \$22,609,854, of which \$12,827,793 represents governmental net assets and \$9,782,061 represents business-type activity net assets.

**STATEMENT OF NET ASSETS**

	Governmental Activities		Business Type Activities		Total Primary Government	
	2005	2004	2005	2004	2005	2004
Current Assets	\$ 11,060,195	\$ 9,752,545	\$ 764,239	\$ 510,342	\$ 11,824,434	\$ 10,262,887
Noncurrent Assets	2,984,944	3,028,145	12,483,203	12,728,161	15,468,147	15,756,306
<b>Total Assets</b>	<b>14,045,139</b>	<b>12,780,690</b>	<b>13,247,442</b>	<b>13,238,503</b>	<b>27,292,581</b>	<b>26,019,193</b>
Liabilities	1,217,346	1,214,747	3,465,381	3,998,397	4,682,727	5,213,144
<u>Net Assets</u>						
Investment in Capital Assets, net of Debt	1,914,050	1,819,490	9,017,822	8,729,764	10,931,872	10,549,254
Restricted	-	2,473,459	-	-	-	2,473,459
Unrestricted	10,913,743	7,272,994	764,239	510,342	11,677,982	7,783,336
<b>Total Net Assets</b>	<b>\$ 12,827,793</b>	<b>\$ 11,565,943</b>	<b>\$ 9,782,061</b>	<b>\$ 9,240,106</b>	<b>\$ 22,609,854</b>	<b>\$ 20,806,049</b>

**Village of Riverwoods**  
MANAGEMENT'S DISCUSSION ANALYSIS (Continued)  
December 31, 2005

---

Over a multi-year period, an increase or decrease in net assets can detect an improvement or deterioration in the financial position of the Village as a whole. However, one would need to evaluate non-financial factors, such as the condition of Village infrastructure, the satisfaction of constituents, and other information beyond the scope of this report to make a more complete assessment of whether the Village as a whole has improved.

On the next two pages is a table summarizing the *Statement of Activities*, which is presented in its entirety on pages 10 and 11 of this report.

An important purpose of the design of the *Statement of Activities* is to show the financial reliance of the Village's distinct activities or functions on revenues provided by the Village's taxpayers.

**Village of Riverwoods**  
**MANAGEMENT'S DISCUSSION ANALYSIS (Continued)**  
December 31, 2005

**STATEMENT OF ACTIVITIES**

	<b>Governmental Activities</b>		<b>Business Type Activities</b>		<b>Total Primary Government</b>	
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
Revenues Collected:						
Program Revenues:						
Charges for Services						
Police	\$ 183,146	\$ 187,301	\$ -	\$ -	\$ 183,146	\$ 187,301
Consolidated						
Water	-	-	1,154,043	995,610	1,154,043	995,610
Sewer	-	-	126,804	80,874	126,804	80,874
Grant Revenues:						
Police	113,753	210,103	-	-	113,753	210,103
Public Works	113,968	109,653	-	-	113,968	109,653
<b>Total Program Revenues</b>	<b>410,867</b>	<b>507,057</b>	<b>1,280,847</b>	<b>1,076,484</b>	<b>1,691,714</b>	<b>1,583,541</b>
General Revenues and Transfers:						
Property Taxes	606,557	584,531	759,016	772,310	1,365,573	1,356,841
Intergovernmental	695,109	566,498	-	-	695,109	566,498
Infrastructure maintenance	985,258	951,702	-	-	985,258	951,702
Licenses and Permits	425,790	409,908	-	-	425,790	409,908
Miscellaneous	157,171	112,282	2,052	9,030	159,223	121,312
Impact Fees	37,000	-	-	-	37,000	-
Contributed Capital	-	-	14,861	-	14,861	-
Interest Income	281,945	200,348	40,987	16,284	322,932	216,632
Transfers	-	(12,583)	-	12,583	-	-
<b>Total General revenues and transfers</b>	<b>3,188,830</b>	<b>2,812,686</b>	<b>816,916</b>	<b>810,207</b>	<b>4,005,746</b>	<b>3,622,893</b>
<b>Total Revenues Collected</b>	<b>3,599,697</b>	<b>3,319,743</b>	<b>2,097,763</b>	<b>1,886,691</b>	<b>5,697,460</b>	<b>5,206,434</b>
Expenses Paid:						
Administration	878,406	1,137,770	-	-	878,406	1,137,770
Police	879,562	713,077	-	-	879,562	713,077
Public works	370,560	503,027	-	-	370,560	503,027
Interest	60,578	53,641	-	-	60,578	53,641
Consolidated Water	-	-	1,259,575	1,100,456	1,259,575	1,100,456
Sewer	-	-	296,233	257,555	296,233	257,555
<b>Total Expenses Paid</b>	<b>2,189,106</b>	<b>2,407,515</b>	<b>1,555,808</b>	<b>1,358,011</b>	<b>3,744,914</b>	<b>3,765,526</b>
Increase in net assets	1,410,591	912,228	541,955	528,680	1,952,546	1,440,908
Net assets, beginning	11,565,943	8,817,934	9,240,106	6,393,143	20,806,049	15,211,077
Restatement	(148,741)	1,835,781	-	2,318,283	(148,741)	4,154,064
Net assets, beginning as restated	11,417,202	10,653,715	9,240,106	8,711,426	20,657,308	19,365,141
<b>Net assets, ending</b>	<b>\$ 12,827,793</b>	<b>\$ 11,565,943</b>	<b>\$ 9,782,061</b>	<b>\$ 9,240,106</b>	<b>\$ 22,609,854</b>	<b>\$ 20,806,049</b>

**Village of Riverwoods**  
MANAGEMENT'S DISCUSSION ANALYSIS (Continued)  
December 31, 2005

---

Both government-wide financial statements distinguish governmental activities of the Village that are principally supported by taxes and intergovernmental revenues (such as state-shared revenues) from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, the building department and police department. Business-type activities include water and sewer utilities.

The Village's financial reporting includes only the funds of the Village (primary government). The Village is not accountable for any outside organizations, and therefore no adjustments were made to blend financial information from other legally separate entities into this report.

### **REPORTING THE VILLAGE'S MOST SIGNIFICANT FUNDS**

#### Fund Financial Statements

The Village has three kinds of funds. Accordingly, the Village's Annual Report includes basic *Government Fund Financial Statements*, which are presented on pages 12 and 13 of this report, basic *Proprietary Fund Financial Statements*, which are presented on pages 15, 16 and 17 of this report, and *Agency Fund Financial Statements*, which are presented on page 18 of this report.

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, major fund financial statements focus on the Village's most significant funds rather than the Village as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The Village's three kinds of funds are described below.

*Governmental funds* are reported in the fund financial statements included later in this Annual Report, and they encompass essentially the same functions reported as governmental activities in the government-wide financial statements.

However, the governmental fund statements present short-term fiscal accountability by focusing on the use of spendable resources and balances of spendable resources available at the end of the year, on a modified cash basis of accounting. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term. The governmental-wide financial statements present a long-term view.

Comparisons between the individual governmental fund statements and the government-wide statements provide information about financing decisions and the amount invested in maintaining and improving infrastructure. These two perspectives can provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances reconcile the differences between these two perspectives.

**Village of Riverwoods**  
MANAGEMENT'S DISCUSSION ANALYSIS (Continued)  
December 31, 2005

---

Budgetary comparison statements are included in the basic financial statements for the General Fund. Budgetary comparison schedules for other funds can be found in a later section of this Annual Report. These statements and schedules demonstrate compliance with the Village's budget.

*Proprietary funds* reported in the fund financial statements are for those services in which the Village charges customers a fee. In the Village, the only proprietary funds are the Enterprise Funds. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Enterprise fund services are primarily provided to customers external to the Village organization: these services in the Village consist of the water and sewer utilities.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements.

*Agency funds* such as the performance bond fund, are reported in the *Agency Fund Financial Statements*, but are excluded from the government-wide reporting. Resources reported in the performance bond fund, for example, are not available to fund Village programs.

**OTHER**

At the close of the fiscal year, the Village's population was approximately 3,950.

The average selling price of homes in Riverwoods for homes sold in 2005 was \$911,230. The U.S. Census Bureau estimates the median income of residents to be \$166,076.

## **BASIC FINANCIAL STATEMENTS**

**Village of Riverwoods, Illinois**  
**STATEMENT OF NET ASSETS - MODIFIED CASH BASIS**  
December 31, 2005

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets			
Cash and cash equivalents	\$ 4,711,540	\$ 1,607,212	\$ 6,318,752
Investments	5,304,563	200,000	5,504,563
Internal balances	1,044,092	(1,044,092)	-
Other current assets	-	1,119	1,119
	<u>11,060,195</u>	<u>764,239</u>	<u>11,824,434</u>
Total current assets			
Noncurrent assets			
Capital assets not being depreciated			
Land	2,363,300	-	2,363,300
Capital assets, net of accumulated depreciation	621,644	12,483,203	13,104,847
	<u>2,984,944</u>	<u>12,483,203</u>	<u>15,468,147</u>
Total noncurrent assets			
	<u>14,045,139</u>	<u>13,247,442</u>	<u>27,292,581</u>
Total assets			
<b>LIABILITIES</b>			
Other liabilities	6,496	-	6,496
Due to agency fund	139,956	-	139,956
Noncurrent liabilities			
Due within one year	144,378	563,849	708,227
Due in more than one year	926,516	2,901,532	3,828,048
	<u>1,217,346</u>	<u>3,465,381</u>	<u>4,682,727</u>
Total liabilities			
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	1,914,050	9,017,822	10,931,872
Unrestricted	10,913,743	764,239	11,677,982
	<u>12,827,793</u>	<u>9,782,061</u>	<u>22,609,854</u>
Total net assets	<u>\$ 12,827,793</u>	<u>\$ 9,782,061</u>	<u>\$ 22,609,854</u>

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
**STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS**  
December 31, 2005

Functions/programs	Expenses	Program Revenues Collected		
		Charges for Services	Operating Grants	Capital Grants
<b>Governmental activities</b>				
Administration and general government	\$ 878,406	\$ -	\$ -	\$ -
Police	879,562	183,146	-	113,753
Public works	370,560	-	113,968	-
Interest	60,578	-	-	-
<b>Total governmental activities</b>	<b>2,189,106</b>	<b>183,146</b>	<b>113,968</b>	<b>113,753</b>
<b>Business-type activities</b>				
Consolidated water	1,259,575	1,154,043	-	-
Sewer	296,233	126,804	-	-
<b>Total business-type activities</b>	<b>1,555,808</b>	<b>1,280,847</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>\$ 3,744,914</b>	<b>\$ 1,463,993</b>	<b>\$ 113,968</b>	<b>\$ 113,753</b>

General revenues  
Property taxes  
Intergovernmental  
Infrastructure maintenance  
Licenses and permits  
Impact Fees  
Miscellaneous  
Contributed Capital  
Interest income

Total general revenue

Change in net assets

Net assets, beginning of year,  
as previously stated

Restatement (Note J)

Net assets, beginning of year,  
as restated

Net assets, end of year

The accompanying notes are an integral part of this statement.

---

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-type Activities	Total
\$ (878,406)	\$ -	\$ (878,406)
(582,663)	-	(582,663)
(256,592)	-	(256,592)
(60,578)	-	(60,578)
<u>(1,778,239)</u>	<u>-</u>	<u>(1,778,239)</u>
-	(105,532)	(105,532)
-	(169,429)	(169,429)
<u>-</u>	<u>(274,961)</u>	<u>(274,961)</u>
<u>(1,778,239)</u>	<u>(274,961)</u>	<u>(2,053,200)</u>
606,557	759,016	1,365,573
695,109	-	695,109
985,258	-	985,258
425,790	-	425,790
37,000	-	37,000
157,171	2,052	159,223
-	14,861	14,861
281,945	40,987	322,932
<u>3,188,830</u>	<u>816,916</u>	<u>4,005,746</u>
1,410,591	541,955	1,952,546
11,565,943	9,240,106	20,806,049
<u>(148,741)</u>	<u>-</u>	<u>(148,741)</u>
<u>11,417,202</u>	<u>9,240,106</u>	<u>20,657,308</u>
<u>\$ 12,827,793</u>	<u>\$ 9,782,061</u>	<u>\$ 22,609,854</u>

---

**Village of Riverwoods, Illinois**  
**Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS  
December 31, 2005

	<u>General</u>	<u>Police</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,492,757	\$ 313,762	\$ 905,021	\$ 4,711,540
Investments	5,304,563	-	-	5,304,563
Due from other funds	<u>1,272,779</u>	<u>88,515</u>	<u>15,965</u>	<u>1,377,259</u>
Total assets	<u>\$ 10,070,099</u>	<u>\$ 402,277</u>	<u>\$ 920,986</u>	<u>\$ 11,393,362</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Due to other funds	\$ 244,436	\$ 113,827	\$ 114,860	\$ 473,123
Other liabilities	<u>6,496</u>	<u>-</u>	<u>-</u>	<u>6,496</u>
Total liabilities	<u>250,932</u>	<u>113,827</u>	<u>114,860</u>	<u>479,619</u>
<b>Fund balances</b>				
Unreserved, designated	2,473,459	-	-	2,473,459
Unreserved, undesignated	<u>7,345,708</u>	<u>288,450</u>	<u>806,126</u>	<u>8,440,284</u>
Total fund balances	<u>9,819,167</u>	<u>288,450</u>	<u>806,126</u>	<u>10,913,743</u>
	<u>\$ 10,070,099</u>	<u>\$ 402,277</u>	<u>\$ 920,986</u>	
Amounts reported for governmental activities in the statement of net assets are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds				2,984,944
Bonds payable and other liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds				<u>(1,070,894)</u>
Net assets of governmental activities				<u>\$ 12,827,793</u>

The accompanying notes are an integral part of this statement.

## Village of Riverwoods, Illinois

### Governmental Funds

#### COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCES

For the year ended December 31, 2005

---

	<u>General</u>	<u>Police</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues collected				
Property taxes	\$ 30,498	\$ 353,603	\$ 222,456	\$ 606,557
Intergovernmental	695,109	-	113,968	809,077
COPS grant	-	113,753	-	113,753
Infrastructure maintenance	985,258	-	-	985,258
Licenses and permits	425,790	-	-	425,790
Fines and forfeits	-	183,146	-	183,146
Impact fees	-	37,000	-	37,000
Interest income	109,568	152,101	20,276	281,945
Miscellaneous revenue	132,191	24,980	-	157,171
Total revenues collected	<u>2,378,414</u>	<u>864,583</u>	<u>356,700</u>	<u>3,599,697</u>
Expenditures paid				
Personal services	405,374	684,606	-	1,089,980
Contractual services	711,048	102,946	89,175	903,169
Commodities	17,700	38,562	-	56,262
Capital outlay	-	35,916	-	35,916
Debt service	-	-	198,339	198,339
Total expenditures paid	<u>1,134,122</u>	<u>862,030</u>	<u>287,514</u>	<u>2,283,666</u>
Net change in fund balance	1,244,292	2,553	69,186	1,316,031
Fund balances				
Beginning of year	<u>8,574,875</u>	<u>285,897</u>	<u>736,940</u>	<u>9,597,712</u>
End of year	<u>\$ 9,819,167</u>	<u>\$ 288,450</u>	<u>\$ 806,126</u>	<u>\$ 10,913,743</u>

---

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
RECONCILIATION OF THE STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
For the year ended December 31, 2005

---

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

Net change in fund balances - total governmental funds	\$ 1,316,031
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	(43,201)
The repayment of the principal of long-term debt consumes the current financial resources of government funds.	<u>137,761</u>
Change in net assets of governmental activities	<u><u>\$ 1,410,591</u></u>

---

The accompanying notes are an integral part of this statement.

# Village of Riverwoods, Illinois

## Enterprise Funds

### COMBINING STATEMENT OF NET ASSETS ARISING FROM CASH TRANSACTIONS

December 31, 2005

---

	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 730,193	\$ 877,019	\$ 1,607,212
Investments	200,000	-	200,000
Due from other funds	27,043	29,045	56,088
Other current assets	1,119	-	1,119
	<u>958,355</u>	<u>906,064</u>	<u>1,864,419</u>
Noncurrent assets:			
Capital assets	10,721,505	5,725,407	16,446,912
Accumulated depreciation	(2,047,788)	(1,915,921)	(3,963,709)
	<u>8,673,717</u>	<u>3,809,486</u>	<u>12,483,203</u>
Total assets	<u>9,632,072</u>	<u>4,715,550</u>	<u>14,347,622</u>
<b>LIABILITIES</b>			
Current liabilities			
Due to other funds	883,042	217,138	1,100,180
Bonds payable	1,849,706	1,615,675	3,465,381
Total liabilities	<u>2,732,748</u>	<u>1,832,813</u>	<u>4,565,561</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	6,824,011	2,193,811	9,017,822
Unrestricted	75,313	688,926	764,239
Total net assets	<u>\$ 6,899,324</u>	<u>\$ 2,882,737</u>	<u>\$ 9,782,061</u>

---

The accompanying notes are an integral part of this statement.

## Village of Riverwoods, Illinois

### Enterprise Funds

#### COMBINING STATEMENT OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN FUND NET ASSETS

For the year ended December 31, 2005

---

	Consolidated Water Fund	Sewer Fund	Totals
Operating revenues collected			
Charges for sales and services	\$ 1,154,043	\$ 126,804	\$ 1,280,847
Operating expenses paid			
Operations	945,767	74,230	1,019,997
Depreciation	214,355	115,487	329,842
Total operating expenses paid and depreciation	1,160,122	189,717	1,349,839
Deficiency of operating revenues collected over operating expenses paid and depreciation	(6,079)	(62,913)	(68,992)
Nonoperating revenues collected (expenses paid)			
Property taxes	358,792	400,224	759,016
Interest income	29,900	11,087	40,987
Debt service - interest	(99,453)	(106,516)	(205,969)
Other	-	2,052	2,052
Total nonoperating revenues collected (expenses paid)	289,239	306,847	596,086
Excess of revenues collected over expenses paid and depreciation before other financing sources	283,160	243,934	527,094
Other financing sources			
Capital contributed	14,861	-	14,861
Excess of revenues collected and other financing sources over expenses paid and depreciation	298,021	243,934	541,955
Net assets, beginning of year	6,601,303	2,638,803	9,240,106
Net assets, end of year	\$ 6,899,324	\$ 2,882,737	\$ 9,782,061

---

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
**Enterprise Funds**  
COMBINING STATEMENT OF CASH FLOWS  
For the year ended December 31, 2005

	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
Cash flows from operating activities			
Cash received from customers	\$ 1,154,043	\$ 126,804	\$ 1,280,847
Cash payments to suppliers for goods and services	(917,191)	(66,103)	(983,294)
Cash payments to employees for services	(28,576)	(8,127)	(36,703)
Net cash provided by operating activities	<u>208,276</u>	<u>52,574</u>	<u>260,850</u>
Cash flows from capital and related financing activities			
Property tax revenue collected	358,792	400,224	759,016
Principal paid on revenue bonds	(250,691)	(282,325)	(533,016)
Interest paid on revenue bonds	(99,453)	(106,516)	(205,969)
Purchase of fixed assets (net of capital contributed)	(58,016)	(12,007)	(70,023)
Net cash used in capital and related financing activities	<u>(49,368)</u>	<u>(624)</u>	<u>(49,992)</u>
Cash flows from non-capital financing activities			
Cash receipts from General fund	267,952	31,898	299,850
Cash payments to General fund	(27,043)	(29,045)	(56,088)
Other	(819)	2,052	1,233
Net cash provided by non-capital financing activities	<u>240,090</u>	<u>4,905</u>	<u>244,995</u>
Cash flows from investing activities			
Interest income	<u>29,900</u>	<u>11,087</u>	<u>40,987</u>
NET INCREASE IN CASH	428,898	67,942	496,840
Cash and cash equivalents			
Beginning of year	<u>301,295</u>	<u>809,077</u>	<u>1,110,372</u>
End of year	<u>\$ 730,193</u>	<u>\$ 877,019</u>	<u>\$ 1,607,212</u>

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
**Agency Fund - Performance Bond Fund**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
For the year ended December 31, 2005

---

	<u>January 1, 2005</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31, 2005</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 527,890	\$ 395,784	\$ 333,528	\$ 590,146
Investments	30,158	793	-	30,951
Due from developers				
Escrow bonds	99,506	3,459	64,292	38,673
Due from other funds	<u>148,741</u>	<u>-</u>	<u>8,785</u>	<u>139,956</u>
 Total assets	 <u>\$ 806,295</u>	 <u>\$ 400,036</u>	 <u>\$ 406,605</u>	 <u>\$ 799,726</u>
<b>LIABILITIES</b>				
Due to developers				
Performance bonds	\$ 709,498	\$ 252,770	\$ 310,262	\$ 652,006
Escrow bonds	<u>96,797</u>	<u>70,730</u>	<u>19,807</u>	<u>147,720</u>
 Total liabilities	 <u>\$ 806,295</u>	 <u>\$ 323,500</u>	 <u>\$ 330,069</u>	 <u>\$ 799,726</u>

---

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
INDEX FOR NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

	Page
NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	
1. Reporting Entity	21
2. Government-Wide and Fund Financial Statements	21
3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	22
4. Appropriations	22
5. Cash and Cash Equivalents	22
6. Investments	23
7. Interfund Receivables/Payables	23
8. Capital Assets	23
9. Long-Term Obligations	24
10. Fund Equity	24
11. Interfund Transactions	24
12. Property Taxes	24
NOTE B - LEGAL COMPLIANCE AND ACCOUNTABILITY	
1. Deficit Fund Balance/Retained Earnings of Individual Funds	25
NOTE C - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS	
1. Explanation of certain differences between the governmental funds statement of revenues collected, expenditures paid, and changes in fund balances and the government-wide statement of activities	25
NOTE D - DEPOSITS AND INVESTMENTS	26-27
NOTE E - CAPITAL ASSETS	
1. Governmental	28
2. Enterprise	29

(Continued)

**Village of Riverwoods, Illinois**  
INDEX FOR NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

	Page
NOTE F - LONG-TERM DEBT	
1.    Changes in Long-Term Liabilities	30-31
2.    Annual Debt Service Requirements to Maturity	32
NOTE G - INTERFUND RECEIVABLES AND PAYABLES	33-34
NOTE H - JOINT VENTURES	
1.    Solid Waste Agency of Lake County (SWALCO)	35
2.    Northern Illinois Police Crime Laboratory (NIPCL)	35
3.    Northern Suburban Special Recreation Association (NSSRA)	36
NOTE I - ILLINOIS MUNICIPAL RETIREMENT FUND	36-37
NOTE J - RESTATEMENT	37

(Concluded)

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Riverwoods, Illinois (Village), have been prepared using the cash basis of accounting which is a comprehensive basis of accounting (except for the entity-wide statements, which have been prepared using the modified cash basis of accounting) not in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. 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.

1. Reporting Entity

The Village was incorporated on December 14, 1959. These financial statements present the Village (the primary government) and its component units, if applicable. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made based upon the significance of its operational or financial relationships with the primary government. No entities met the requirements to be reported as a component unit.

2. Government-Wide and Fund Financial Statements

The Village uses funds to report on its cash basis financial statements. 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.

Funds are classified into the following categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental funds are used to account for all or most of the Village's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the payment of bond principal and interest (debt service funds), and the acquisition or construction of capital assets (capital projects 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 income is necessary or useful to sound financial administration. Enterprise (proprietary) funds provide goods or services from such activities to outside parties.

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. Agency funds are used to account for assets that the Village holds on behalf of others, as their agent.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are prepared using the modified cash basis of accounting. The modified cash basis of accounting omits recognition of certain revenues and the related assets, such as taxes receivable, until received rather than when earned. Also, certain expenditures and the related liabilities, such as accounts payable and accrued items, are recognized when paid rather than when the obligation is incurred. The financial statements reflect assets and liabilities arising from cash transactions, revenues collected, and expenditures/expenses paid. The modified cash basis of accounting is a comprehensive basis of accounting other than GAAP.

The Village reports the following major governmental funds:

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

The *Police Fund* accounts for operations associated with the Village's Police Department.

The Village reports the following major proprietary funds:

The *Consolidated Water Fund* accounts for the provision of water services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and billing and collection.

The *Sewer Fund* accounts for the provision of sewerage services to the residents of the Village and operation of the sewer infrastructure. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and billing and collection.

4. Appropriations

The Village budgets on the cash basis of accounting. The appropriation ordinance, which is the legal authority to spend, was passed on March 15, 2005, and was not amended during the year. All appropriations lapse at the fiscal year-end. The Village appropriated for all funds, with the exception of the capital projects funds.

5. Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, deposits in interest-bearing checking accounts, and certificates of deposits with original maturities of three months or less from the date of acquisition.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Investments

Investments consist of certificates of deposit, mutual funds, U.S. Government Agency Securities, and U.S. treasury notes with maturities greater than three months. All investments are stated at cost or amortized cost, which approximate fair value.

7. 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 statement of assets and liabilities arising from cash transactions. Those not eliminated for the entity-wide statements are titled "Internal balances".

8. Capital Assets

Capital assets, which include property, plant, and equipment and infrastructure assets (e.g. roads, storm sewers, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$2,500 and an estimated useful life of more than one year. Capital 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 the donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

The following estimated useful lives are used to compute depreciation:

Buildings and improvements	40 years
Office equipment	5 - 10 years
Infrastructure - roads	20 years
Infrastructure - storm sewers	50 years
Vehicles	5 years
Water/sewer systems *	20 - 50 years

\* Including pumping stations and reservoirs, water tower, water mains, and sewers

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net assets. Bonds payable are reported net of the applicable bond premium or discount.

10. Fund Equity

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. Designations of fund balance represent management plans that are subject to change.

Designated fund balances in the General Fund represent tentative Board plans for future use of financial resources, as follows:

Police impact fees	\$ <u>2,473,459</u>
--------------------	---------------------

11. Interfund Transactions

Quasi-external transactions are accounted for as revenues collected, expenditures paid, or expenses paid. Transactions that constitute reimbursements to a fund for expenditures/expenses paid initially from it, that are properly applicable to another fund, are recorded as expenditures/expenses paid in the reimbursing fund and as reductions of expenditures/expenses paid in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

12. Property Taxes

Property taxes attach as an enforceable lien on January 1. They are levied in December (by passage of a Tax Levy Ordinance which was passed on December 6, 2005). Tax bills are payable in two installments, on or about June 1 and on or about September 1 of the following year. The County collects such taxes and remits them periodically. Property tax revenues are recognized when collected.

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2005

---

NOTE B - LEGAL COMPLIANCE AND ACCOUNTABILITY

1. Deficit Fund Balance/Retained Earnings of Individual Funds

The following funds had deficits in fund balance as of December 31, 2005:

<u>Fund</u>	<u>Deficit Balance</u>
Duffy Roads	\$ (11,620)
Special Service Area Number 19	(5,500)
Special Service Area Number 20	(15,480)

NOTE C - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of certain differences between the governmental funds statement of revenues collected, expenditures paid, and changes in fund balances and the government-wide statement of activities

One element of that reconciliation explains that "governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay	\$ 22,290
Depreciation expense	(56,577)
Disposals	<u>(8,914)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (43,201)</u>

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2005

**NOTE D - DEPOSITS AND INVESTMENTS**

At December 31, 2005, the Village had the following investments and maturities:

<u>Investment Type</u>	<u>Investment Maturities (In Years)</u>			
	<u>Less than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>More than 10</u>
The Illinois Funds *	\$ 5,807,740	\$ -	\$ -	\$ -
Money Market/Liquid Assets *	61,334	-	-	-
Certificates of Deposit	1,630,000	610,220	200,000	-
Federal Home Loan Mortgage	128,772	229,696	755,156	346,500
Federal Home Loan Bank	257,964	258,925	350,000	-
Federal Farm Credit Bank	-	129,317	-	-
Federal National Mortgage Assoc.	129,567	147,699	201,608	-
U.S. Treasuries	-	129,139	-	-
	<u>\$ 8,015,377</u>	<u>\$ 1,504,996</u>	<u>\$ 1,506,764</u>	<u>\$ 346,500</u>

\* These items are considered cash equivalents for purposes of the statement of net assets and the governmental funds combining statement of assets and liabilities arising for cash transactions.

**Interest Rate Risk**

The Village's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increased interest rates. The objective is to maintain a core portfolio with maturities of less than one year.

**Credit Risk**

State law and the Village's investment policy limit investments in commercial paper, corporate bonds, and mutual bond funds to the two top ratings issued by nationally recognized statistical rating organizations. The Village's investment policy does not impose further limits on investment choices. As of December 31, 2005, The Illinois Funds Money Market and Prime Funds were rated AAAM by Standard and Poor's.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE D - DEPOSITS AND INVESTMENTS (Continued)

Custodial Credit Risk

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

Concentration of Credit Risk

It is the policy of the Village to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in an overconcentration in a security, maturity, issuer, or class of securities.

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2005

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2005, was as follows:

1. <u>Governmental</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated				
Land	\$ 2,363,300	\$ -	\$ -	\$ 2,363,300
Capital assets being depreciated				
Buildings and improvements	595,580	-	-	595,580
Office equipment	145,771	-	-	145,771
Infrastructure	46,995	-	-	46,995
Vehicles	129,700	22,290	(20,184)	131,806
Total capital assets being depreciated	<u>918,046</u>	<u>22,290</u>	<u>(20,184)</u>	<u>920,152</u>
Less accumulated depreciation for:				
Buildings and improvements	102,024	11,912	-	113,936
Office equipment	102,664	14,168	-	116,832
Infrastructure	940	940	-	1,880
Vehicles	47,573	29,557	(11,270)	65,860
Total accumulated depreciation	<u>253,201</u>	<u>56,577</u>	<u>(11,270)</u>	<u>298,508</u>
Total capital assets being depreciated, net	<u>664,845</u>	<u>(34,287)</u>	<u>(8,914)</u>	<u>621,644</u>
Governmental activities capital assets, net	<u>\$ 3,028,145</u>	<u>\$ (34,287)</u>	<u>\$ (8,914)</u>	<u>\$ 2,984,944</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

NOTE E - CAPITAL ASSETS (Continued)

2. <u>Enterprise</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Pumping stations and reservoirs	\$ 2,866,150	\$ -	\$ -	\$ 2,866,150
Water tower	50,000	-	-	50,000
Water mains	7,732,478	72,879	-	7,805,357
Sewers	<u>5,713,400</u>	<u>12,005</u>	<u>-</u>	<u>5,725,405</u>
Total capital assets - cost	16,362,028	84,884	-	16,446,912
Accumulated depreciation	<u>(3,633,867)</u>	<u>(329,842)</u>	<u>-</u>	<u>(3,963,709)</u>
Net capital assets	<u>\$ 12,728,161</u>	<u>\$ (244,958)</u>	<u>\$ -</u>	<u>\$ 12,483,203</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

**NOTE F - LONG-TERM DEBT**

**1. Changes in Long-Term Liabilities**

During the year, the following changes occurred in liabilities reported in the governmental funds:

	<u>December 31,</u> <u>2004</u>	<u>Additions</u>	<u>Retirements</u>	<u>December 31,</u> <u>2005</u>	<u>Due Within</u> <u>One Year</u>
Special Service Area Bonds:					
Special Service Area Number 8					
Issued August 10, 1999. Due					
January 10, 2010, interest at 4.70%.	\$ 179,924	\$ -	\$ 26,635	\$ 153,289	\$ 27,910
Special Service Area Number 9					
Issued August 10, 1999. Due					
January 10, 2010, interest at 4.70%.	47,979	-	7,103	40,876	7,443
Special Service Area Number 10					
Issued December 15, 1999. Due					
January 10, 2010, interest at 6.29%.	146,837	-	5,551	141,286	5,551
Special Service Area Number 11					
Issued August 10 1999. Due					
January 10, 2010, interest at 4.70%.	146,605	-	21,702	124,903	22,741
Special Service Area Number 15					
Issued December 15, 1999. Due					
January 10, 2010, interest at 5.55%.	266,321	-	38,585	227,736	40,767
Special Service Area Number 19					
Issued November 18, 2002. Due					
February 1, 2013, interest at 6.00%.	150,379	-	13,984	136,395	14,848
Special Service Area Number 20					
Issued December 2, 2003. Due					
February 1, 2014, interest at 3.70%.	<u>270,610</u>	<u>-</u>	<u>24,201</u>	<u>246,409</u>	<u>25,118</u>
 Total	 <u>\$ 1,208,655</u>	 <u>\$ -</u>	 <u>\$ 137,761</u>	 <u>\$ 1,070,894</u>	 <u>\$ 144,378</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

**NOTE F - LONG-TERM DEBT** (Continued)

**1. Changes in Long-Term Liabilities**

During the year, the following changes occurred in long-term liabilities reported in enterprise funds:

	December 31, 2004	Additions	Retirements	December 31, 2005	Due Within One Year
Special Service Area Bonds:					
Duffy Sewer					
Issued June 28, 1995. Due					
December 31, 2006 interest at 5.30 to 5.45%. \$	65,000	\$ -	\$ 30,000	\$ 35,000	\$ 35,000
Thornmeadow Sewer					
Issued January 1, 1997. Due					
January 1, 2008, interest at 4.80%.	128,000	-	30,000	98,000	31,000
South Riverwood Sewer					
Issued June 5, 2000. Due					
February 1, 2011, interest at 5.85%.	1,705,000	-	222,325	1,482,675	235,422
North Central Water					
Issued August 15, 2001. Due					
August 1, 2011, interest at 4.60%.	1,754,620	-	217,806	1,536,814	227,940
North Robinwood Water					
Issued December 15, 1999. Due					
January 10, 2010, interest at 6.29%.	133,752	-	5,077	128,675	5,077
Northwest Water					
Issued August 17, 2000. Due					
February 1, 2011, interest at 5.25%.	167,400	-	22,186	145,214	23,383
Cherrywood Road					
Issued September 22, 2000. Due					
August 1, 2010, interest at 7.00%.	44,625	-	5,622	39,003	6,027
 Total					
	<u>\$ 3,998,397</u>	<u>\$ -</u>	<u>\$ 533,016</u>	<u>\$ 3,465,381</u>	<u>\$ 563,849</u>

**Village of Riverwoods, Illinois**  
 NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE F - LONG-TERM DEBT (Continued)

2. Annual Debt Service Requirements to Maturity

ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS

Years Ending December 31	Special Service Area Bonds <u>Governmental</u>	Special Service Area Bonds <u>Proprietary</u>	<u>Total</u>
2006	\$ 198,061	\$ 738,872	\$ 936,933
2007	197,712	703,014	900,726
2008	197,363	702,063	899,426
2009	197,013	667,744	864,757
2010	310,196	770,714	1,080,910
2011-2015	<u>177,015</u>	<u>475,803</u>	<u>652,818</u>
Total principal and interest \$	<u><u>1,277,360</u></u>	<u><u>4,058,210</u></u>	<u><u>5,335,570</u></u>

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2005

**NOTE G - INTERFUND RECEIVABLES AND PAYABLES**

At December 31, 2005, interfund receivables and payables consist of the following:

Governmental Funds	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General		
Police	\$ 113,827	\$ 88,515
Nonmajor governmental funds		
Motor Fuel Tax	58,772	-
Duffy Roads	-	15,965
Consolidated Water	883,042	-
Sewer	217,138	-
Total General fund	<u>1,272,779</u>	<u>104,480</u>
Police		
General	88,515	113,827
Total Police fund	<u>88,515</u>	<u>113,827</u>
Motor Fuel Tax		
General	-	58,772
Total Motor Fuel Tax fund	<u>-</u>	<u>58,772</u>
Duffy Roads		
General	15,965	-
Sewer	-	29,045
Total Duffy Roads funds	<u>15,965</u>	<u>29,045</u>
Special Service Area Number 19		
Consolidated Water	-	5,500
Total Special Service Area Number 19 fund	<u>-</u>	<u>5,500</u>
Special Service Area Number 20		
Consolidated Water	-	21,543
Total Special Service Area Number 20 fund	<u>-</u>	<u>21,543</u>
Total Governmental funds	<u>1,377,259</u>	<u>333,167</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

NOTE G - INTERFUND RECEIVABLES AND PAYABLES (Continued)

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Enterprise Funds		
Consolidated Water		
General	\$ -	\$ 883,042
Special Service Area Number 19	5,500	-
Special Service Area Number 20	21,543	-
Total Consolidated Water fund	<u>27,043</u>	<u>883,042</u>
Sewer		
General	-	217,138
Duffy Roads	29,045	-
Total Sewer fund	<u>29,045</u>	<u>217,138</u>
Total Enterprise funds	<u>56,088</u>	<u>1,100,180</u>
Total Governmental and Enterprise Funds	1,433,347	1,433,347
Elimination of amounts due to/from funds of the same type	<u>(389,255)</u>	<u>(389,255)</u>
Total - Statement of Net Assets	<u>\$ 1,044,092</u>	<u>\$ 1,044,092</u>
General Fund		
Agency Fund-Performance Bond	\$ -	\$ 139,956
Total General Fund	<u>-</u>	<u>139,956</u>
Agency Fund-Performance Bond		
General	<u>139,956</u>	<u>-</u>
Total Agency Fund-Performance Bond	<u>139,956</u>	<u>-</u>
Total - Statement of Net Assets and Statement of Changes in Assets and Liabilities - Agency Fund		
Performance Bond Fund	<u>\$ 139,956</u>	<u>\$ 139,956</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE H - JOINT VENTURES

1. Solid Waste Agency of Lake County (SWALCO)

The Village is a member of the Solid Waste Agency of Lake County (the "Agency") which consists of 38 municipalities. The Agency is a municipal corporation and public body politic established pursuant to the Constitution Act of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended, (the "Acts"). The Agency is empowered under the Acts to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members.

The percentage share of the Village, based on formulas contained in the Agency agreement as of December 31, 2005, is 0.94%. This percentage share is subject to change in future years based on the population and equalized assessed valuation of the municipalities.

The members form a contiguous geographic service area which is located in Lake County. Under the Agency Agreement, additional members may join the Agency upon the approval of each member.

The Agency is governed by a Board of Directors which consists of one appointed mayor, president, trustee, or chief administrative officer from each member municipality. Each Director has an equal vote. The Board of Directors determines the policies of the Agency, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by the Agency, adopts by-laws, rules, and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the by-laws.

Complete financial statements are available from the Solid Waste Agency of Lake County, 1300 North Skokie Highway, Suite 103, Gurnee, Illinois 60031.

2. Northern Illinois Police Crime Laboratory (NIPCL)

The Village is a member of the Northern Illinois Police Crime Laboratory (the Laboratory). Each of the 37 members of the Laboratory are assessed annual fees based on their population, and assessments are due in May of each year. The Laboratory is organized as a tax-exempt organization qualifying under Internal Revenue Code Section 501(c)(3). The Village contributed \$6,111 to the Laboratory during 2005.

Complete financial statements are available from the Northern Illinois Police Crime Laboratory, 1677 Old Deerfield Road, Highland Park, Illinois 60035.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

---

NOTE H - JOINT VENTURES (Continued)

3. Northern Suburban Special Recreation Association (NSSRA)

The Village, along with twelve other governments, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each partner agency provides funding based on a two-part formula that includes that partner's relative share of the aggregate equalized valuation and that partner's relative share of aggregate gross population. The Village contributed \$24,454 to the Association during the current fiscal year.

The Village does not have a direct financial interest in the Association; therefore, its investment therein is not reported within the financial statements. Upon dissolution of the Association, the assets, if any, shall be divided among the members in accordance with an equitable formula as determined by a unanimous vote of the Board of Directors of the Association.

A complete financial statement for the Association can be obtained from the Association's administrative offices at 3105 MacArthur Blvd., Northbrook, Illinois 60062.

NOTE I - ILLINOIS MUNICIPAL RETIREMENT FUND

The defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. That report may be obtained at [www.imrf.org/pubs/pubs\\_home\\_page.htm](http://www.imrf.org/pubs/pubs_home_page.htm) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by state statute. The Village is required to contribute at an actuarially determined rate. The Village's rate for calendar year 2005 was 9.48% of payroll. The Village's contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on an open basis). The amortization period at December 31, 2005 was 27 years.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2005

NOTE I - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

For the year ended December 31, 2005, the Village's annual pension cost of \$70,811 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2003, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions include (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002 - 2004 experience study.

Trend information for the employer's annual pension cost, percentage of annual pension cost contributed, and net pension obligation for the last three years consists of the following:

Actuarial Valuation Date	Annual Required Contribution	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2005	\$ 70,811	\$ 70,811	100%	\$ -
12/31/2004	63,461	63,461	100%	-
12/31/2003	61,205	61,205	100%	-

NOTE J - RESTATEMENT

The entity-wide financial statements have been restated in order to correct the presentation of amounts due to the agency fund. This error had no impact on the individual fund financial statements. The effect of the restatement was a decrease in the beginning of the year net assets of governmental activities of \$148,741.

**REQUIRED SUPPLEMENTARY INFORMATION**

**Village of Riverwoods, Illinois**  
 Illinois Municipal Retirement Fund Pension Data  
 SCHEDULE OF FUNDING PROGRESS  
December 31, 2005  
(Unaudited)

---

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) --Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2005	\$ 503,925	\$ 656,811	\$ 152,886	76.72%	\$ 746,949	20.47%
12/31/2004	428,462	551,263	122,801	77.72%	698,913	17.57%
12/31/2003	341,165	431,002	89,837	79.16%	660,254	13.61%
12/31/2002	310,984	355,747	44,763	87.42%	568,365	7.88%
12/31/2001	186,488	245,045	58,557	76.10%	325,907	17.97%
12/31/2000	111,776	170,653	58,877	65.50%	238,309	24.71%
12/31/1999	67,811	142,977	75,166	47.43%	205,610	36.56%
12/31/1998	174,061	262,029	87,968	66.43%	151,804	57.95%
12/31/1997	154,902	228,730	73,828	67.72%	131,823	56.01%
12/31/1996	122,728	176,671	53,943	69.47%	115,987	46.51%

On a market value basis, the actuarial value of assets as of December 31, 2005, is \$510,876. On a market basis, the funded ratio would be 77.78%.

\* Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002 - 2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented
- For regular members, fewer normal and early retirements are expected to occur.

# Village of Riverwoods, Illinois

## General Fund

### STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Property taxes	\$ 24,000	\$ 30,498	\$ 6,498
Intergovernmental	636,200	695,109	58,909
Infrastructure maintenance	780,000	985,258	205,258
License and permits	330,000	425,790	95,790
Interest income	163,151	109,568	(53,583)
Miscellaneous	<u>245,000</u>	<u>132,191</u>	<u>(112,809)</u>
Total revenues collected	<u>2,178,351</u>	<u>2,378,414</u>	<u>200,063</u>
Expenditures paid			
Personal services	473,255	405,374	67,881
Contractual services	1,451,300	711,048	740,252
Commodities	47,500	17,700	29,800
Capital outlay	<u>5,510,000</u>	<u>-</u>	<u>5,510,000</u>
Total expenditures paid	<u>7,482,055</u>	<u>1,134,122</u>	<u>6,347,933</u>
Excess (deficiency) of revenues collected over expenditures paid	(5,303,704)	1,244,292	6,547,996
Other Financing Use			
Transfers Out	<u>(350,000)</u>	<u>-</u>	<u>350,000</u>
Excess (deficiency) of revenues collected over expenditures paid and other financing uses	<u>\$ (5,653,704)</u>	1,244,292	<u>\$ 6,897,996</u>
Fund Balances			
Beginning of Year		<u>8,574,875</u>	
End of Year		<u>\$ 9,819,167</u>	

---

# Village of Riverwoods, Illinois

## Police Fund

### STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property taxes	\$ 388,000	\$ 353,603	\$ (34,397)
COPS grant	150,000	113,753	(36,247)
Fines and forfeits	186,500	183,146	(3,354)
Impact fees	-	37,000	37,000
Interest income	-	152,101	152,101
Miscellaneous	500	24,980	24,480
	<u>725,000</u>	<u>864,583</u>	<u>139,583</u>
Total revenues collected			
Expenditures paid			
Personal services			
Salaries	575,000	544,197	30,803
Health insurance	80,000	57,568	22,432
FICA	34,000	41,009	(7,009)
IMRF	36,000	41,832	(5,832)
Unemployment insurance	100	-	100
	<u>725,100</u>	<u>684,606</u>	<u>40,494</u>
Total personal services			
Contractual services			
Legal	30,000	26,500	3,500
Crime laboratory	6,600	6,111	489
Training	4,000	1,174	2,826
Other professional	100,000	69,161	30,839
Postage	600	-	600
	<u>141,200</u>	<u>102,946</u>	<u>38,254</u>
Total contractual			

(Continued)

# Village of Riverwoods, Illinois

## Police Fund

### STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID AND CHANGES IN FUND BALANCES - APPROPRIATION AND ACTUAL (Continued)

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Commodities			
Telephone	\$ 5,200	\$ 5,384	\$ (184)
Travel	1,500	45	1,455
Office expenses	15,000	4,209	10,791
Fuel for squad cars	40,000	20,941	19,059
Miscellaneous	<u>70,000</u>	<u>7,983</u>	<u>62,017</u>
Total commodities	<u>131,700</u>	<u>38,562</u>	<u>93,138</u>
Capital outlay			
Squad cars and related equipment	80,000	34,197	45,803
Police officer equipment	<u>9,000</u>	<u>1,719</u>	<u>7,281</u>
Total capital outlay	<u>89,000</u>	<u>35,916</u>	<u>53,084</u>
Total expenditures paid	<u>1,087,000</u>	<u>862,030</u>	<u>224,970</u>
Excess (deficiency) of revenues collected over expenditures paid	(362,000)	2,553	364,553
Other financing sources			
Transfers in	<u>350,000</u>	<u>-</u>	<u>350,000</u>
Excess (deficiency) of revenues collected and other financing sources over expenditures paid	<u>\$ (12,000)</u>	2,553	<u>\$ 14,553</u>
Fund Balances			
Beginning of Year		<u>285,897</u>	
End of Year		<u>\$ 288,450</u>	

---

## **Village of Riverwoods, Illinois**

### NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION

For the year ended December 31, 2005

---

#### 1. Appropriations

All departments of the Village submit requests for appropriation to the Mayor so that an appropriation ordinance may be prepared. The appropriation ordinance is prepared by fund and includes requested appropriations for the next fiscal year.

The proposed appropriation ordinance is presented to the Board of Trustees for review. The Board of Trustees holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the appropriations ordinance.

The Mayor is authorized to transfer appropriated amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Trustees.

The appropriations may be amended by the Board of Trustees. During the year, there were no supplemental appropriations.

Expenditures may not legally exceed appropriations at the fund level.

**SUPPLEMENTAL DATA**

**Village of Riverwoods, Illinois**  
**General Fund**  
STATEMENT OF REVENUES COLLECTED  
APPROPRIATION AND ACTUAL  
For the year ended December 31, 2005

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Taxes			
State income taxes	\$ 275,000	\$ 289,505	\$ 14,505
Sales and local use taxes	290,000	311,594	21,594
Hotel tax	70,000	92,245	22,245
Property tax	24,000	30,498	6,498
Personal property replacement taxes	1,200	1,765	565
	<u>660,200</u>	<u>725,607</u>	<u>65,407</u>
Total taxes			
Infrastructure maintenance			
Telecommunications	400,000	559,359	159,359
Electric	250,000	315,698	65,698
Gas	130,000	110,201	(19,799)
	<u>780,000</u>	<u>985,258</u>	<u>205,258</u>
Total infrastructure maintenance			
Licenses and permits			
Liquor licenses	20,000	20,000	-
Cable television franchise fees	31,000	37,866	6,866
Construction fees	200,000	196,095	(3,905)
Cell tower lease	78,000	80,300	2,300
Special inspection	1,000	5,040	4,040
Elevator permits	-	8,690	8,690
Forester fees	-	28,652	28,652
Forest permits	-	31,675	31,675
Engineer fees	-	17,472	17,472
	<u>330,000</u>	<u>425,790</u>	<u>95,790</u>
Total licenses and permits			
Interest income	163,151	109,568	(53,583)
Other revenue			
Impact fees	40,000	-	(40,000)
Miscellaneous revenue	205,000	132,191	(72,809)
	<u>245,000</u>	<u>132,191</u>	<u>(112,809)</u>
Total revenues collected	\$ <u>2,178,351</u>	\$ <u>2,378,414</u>	\$ <u>200,063</u>

## Village of Riverwoods, Illinois

### General Fund

#### STATEMENT OF EXPENDITURES PAID

#### APPROPRIATION AND ACTUAL

For the year ended December 31, 2005

Expenditures paid	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Personal services			
Salaries	\$ 360,000	\$ 313,019	\$ 46,981
FICA	27,460	24,057	3,403
IMRF	44,700	28,350	16,350
Unemployment insurance	2,095	6,083	(3,988)
Health insurance	39,000	33,865	5,135
 Total personal services	 <u>473,255</u>	 <u>405,374</u>	 <u>67,881</u>
Contractual services			
Maintenance - building	40,000	24,005	15,995
Maintenance - equipment	5,000	6,320	(1,320)
Maintenance - grounds	15,000	12,767	2,233
Maintenance - streets	100,000	-	100,000
Maintenance - drainage/culvert	80,000	1,770	78,230
Maintenance - bike path	20,000	560	19,440
Insurance	170,000	42,552	127,448
Telephone	55,000	15,973	39,027
Travel and meetings	30,000	9,135	20,865
Training	1,000	-	1,000
Postage	17,000	7,521	9,479
Advertising	4,000	1,531	2,469
Village Voice	15,000	11,308	3,692
Printing	1,500	2,244	(744)
Accounting	25,000	19,370	5,630
Engineering	235,000	130,343	104,657
Legal	150,000	110,098	39,902
Inspection fees	12,000	17,396	(5,396)
Other professional	110,000	99,084	10,916
Dues and subscriptions	4,800	3,459	1,341
NSSRA	24,000	24,454	(454)
Forest program	100,000	45,432	54,568
Snow removal	55,000	44,558	10,442
Signs	2,000	1,586	414
Street lighting	2,000	967	1,033
Contingency	50,000	-	50,000
Miscellaneous	128,000	78,615	49,385
 Total contractual services	 <u>1,451,300</u>	 <u>711,048</u>	 <u>740,252</u>

(Continued)

**Village of Riverwoods, Illinois**  
**General Fund**  
STATEMENT OF EXPENDITURES PAID  
APPROPRIATION AND ACTUAL (Continued)  
For the year ended December 31, 2005

	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Commodities			
Office supplies	\$ 37,000	\$ 17,700	\$ 19,300
Publications	500	-	500
Maintenance supplies	5,000	-	5,000
Operating supplies	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total commodities	<u>47,500</u>	<u>17,700</u>	<u>29,800</u>
Capital outlay			
Land acquisition	5,000,000	-	5,000,000
Bike path	500,000	-	500,000
Equipment	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total capital outlay	<u>5,510,000</u>	<u>-</u>	<u>5,510,000</u>
Total expenditures paid	<u>\$ 7,482,055</u>	<u>\$ 1,134,122</u>	<u>\$ 6,347,933</u>
Other financing uses			
Transfers out	<u>\$ 350,000</u>	<u>\$ -</u>	<u>\$ 350,000</u>

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS  
December 31, 2005

	Special Revenue Funds			
	Motor Fuel Tax	Duffy Roads	Russell Storm Sewer	Total Special Revenue Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 638,488	\$ 1,460	\$ 31,452	\$ 671,400
Due from other funds	-	15,965	-	15,965
	\$ 638,488	\$ 17,425	\$ 31,452	\$ 687,365
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Due to other funds	\$ 58,772	\$ 29,045	\$ -	\$ 87,817
Fund balances (deficits)				
Unreserved, undesignated	579,716	(11,620)	31,452	599,548
	\$ 638,488	\$ 17,425	\$ 31,452	\$ 687,365

---

Debt Service Funds

---

Cherrywood Sewer SSA 8	North Duffy Sewer SSA 9	North Robinwood Sewer SSA 10	Forest Glen Water SSA 11
\$ 41,893	\$ 10,549	\$ 23,684	\$ 37,011
-	-	-	-
\$ 41,893	\$ 10,549	\$ 23,684	\$ 37,011
\$ -	\$ -	\$ -	\$ -
41,893	10,549	23,684	37,011
\$ 41,893	\$ 10,549	\$ 23,684	\$ 37,011

(Continued)

---

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS (Continued)  
December 31, 2005

---

	Debt Service Funds			
	South Robinwood Water SSA 15	Hiawatha Road SSA 19	Whigham Burr Oak SSA 20	Total Debt Service Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 68,545	\$ 24,123	\$ 21,753	\$ 227,558
Due from other funds	-	-	-	-
	68,545	24,123	21,753	227,558
Total assets	\$ 68,545	\$ 24,123	\$ 21,753	\$ 227,558
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Fund balances (deficits)				
Unreserved, undesignated	68,545	24,123	21,753	227,558
	68,545	24,123	21,753	227,558
Total liabilities and fund balances	\$ 68,545	\$ 24,123	\$ 21,753	\$ 227,558

---

---

Capital Projects Funds			
Special Service Area Number 19	Special Service Area Number 20	Total Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ 6,063	\$ 6,063	\$ 905,021
<u>-</u>	<u>-</u>	<u>-</u>	<u>15,965</u>
<u>\$ -</u>	<u>\$ 6,063</u>	<u>\$ 6,063</u>	<u>\$ 920,986</u>
\$ 5,500	\$ 21,543	\$ 27,043	\$ 114,860
<u>(5,500)</u>	<u>(15,480)</u>	<u>(20,980)</u>	<u>806,126</u>
<u>\$ -</u>	<u>\$ 6,063</u>	<u>\$ 6,063</u>	<u>\$ 920,986</u>

(Concluded)

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES  
PAID, AND CHANGES IN FUND BALANCES (DEFICITS)  
For the year ended December 31, 2005

	Special Revenue Funds			Total Special Revenue Funds
	Motor Fuel Tax	Duffy Roads	Russell Storm Sewer	
Revenues collected				
Property taxes	\$ -	\$ 3,342	\$ 12,434	\$ 15,776
Intergovernmental	113,968	-	-	113,968
Interest income	17,686	-	-	17,686
Total revenues collected	<u>131,654</u>	<u>3,342</u>	<u>12,434</u>	<u>147,430</u>
Expenditures paid				
Current				
Contractual services	300	63,680	4,491	68,471
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures paid	<u>300</u>	<u>63,680</u>	<u>4,491</u>	<u>68,471</u>
Excess (deficiency) of revenues collected over expenditures paid	131,354	(60,338)	7,943	78,959
Fund balances (deficits)				
Beginning of year	<u>448,362</u>	<u>48,718</u>	<u>23,509</u>	<u>520,589</u>
End of year	<u>\$ 579,716</u>	<u>\$ (11,620)</u>	<u>\$ 31,452</u>	<u>\$ 599,548</u>

---

Debt Service Funds

---

Cherrywood Sewer SSA 8	North Duffy Sewer SSA 9	North Robinwood Sewer SSA 10	Forest Glen Water SSA 11
\$ 35,846	\$ 9,557	\$ 15,038	\$ 28,846
-	-	-	-
<u>270</u>	<u>171</u>	<u>51</u>	<u>725</u>
<u>36,116</u>	<u>9,728</u>	<u>15,089</u>	<u>29,571</u>
-	-	-	-
26,635	7,103	5,551	21,702
8,480	2,261	9,233	6,909
<u>35,115</u>	<u>9,364</u>	<u>14,784</u>	<u>28,611</u>
1,001	364	305	960
<u>40,892</u>	<u>10,185</u>	<u>23,379</u>	<u>36,051</u>
<u>\$ 41,893</u>	<u>\$ 10,549</u>	<u>\$ 23,684</u>	<u>\$ 37,011</u>

(Continued)

---

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES  
PAID, AND CHANGES IN FUND BALANCES (DEFICITS)  
For the year ended December 31, 2005

	Debt Service Funds			
	South Robinwood Water SSA 15	Hiawatha Road SSA 19	Whigham Burr Oak SSA 20	Total Debt Service Funds
Revenues collected				
Property taxes	\$ 54,407	\$ 28,092	\$ 34,894	\$ 206,680
Intergovernmental	-	-	-	-
Interest income	913	207	253	2,590
Total revenues collected	<u>55,320</u>	<u>28,299</u>	<u>35,147</u>	<u>209,270</u>
Expenditures paid				
Current				
Contractual services	-	-	-	-
Debt service				
Principal	38,585	13,984	24,201	137,761
Interest	14,823	8,941	9,931	60,578
Total expenditures paid	<u>53,408</u>	<u>22,925</u>	<u>34,132</u>	<u>198,339</u>
Excess (deficiency) of revenues collected over expenditures paid	1,912	5,374	1,015	10,931
Fund balances (deficits)				
Beginning of year	<u>66,633</u>	<u>18,749</u>	<u>20,738</u>	<u>216,627</u>
End of year	<u>\$ 68,545</u>	<u>\$ 24,123</u>	<u>\$ 21,753</u>	<u>\$ 227,558</u>

Capital Projects Funds			
Special Service Area Number 19	Special Service Area Number 20	Total Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ 222,456
-	-	-	113,968
-	-	-	20,276
-	-	-	356,700
-	20,704	20,704	89,175
-	-	-	137,761
-	-	-	60,578
-	20,704	20,704	287,514
-	(20,704)	(20,704)	69,186
(5,500)	5,224	(276)	736,940
\$ (5,500)	\$ (15,480)	\$ (20,980)	\$ 806,126

(Concluded)

## Village of Riverwoods, Illinois

### Motor Fuel Tax Fund

#### STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL

December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Intergovernmental	\$ 110,000	\$ 113,968	\$ 3,968
Interest income	<u>7,000</u>	<u>17,686</u>	<u>10,686</u>
Total revenues collected	117,000	131,654	14,654
Expenditures paid			
Contractual services	<u>77,000</u>	<u>300</u>	<u>76,700</u>
Excess of revenues collected over expenditures paid	\$ <u>40,000</u>	131,354	\$ <u>91,354</u>
Fund balance			
Beginning of year		<u>448,362</u>	
End of year		\$ <u>579,716</u>	

---

**Village of Riverwoods, Illinois**

**Duffy Roads Fund**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE (DEFICIT) - APPROPRIATION AND ACTUAL  
December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property taxes	\$ <u>6,000</u>	\$ <u>3,342</u>	\$ <u>(2,658)</u>
Expenditures paid			
Contractual services	183,000	63,680	119,320
Commodities	17,000	-	17,000
Miscellaneous	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Total expenditures paid	<u>220,000</u>	<u>63,680</u>	<u>156,320</u>
Deficiency of revenues collected over expenditures paid	\$ <u>(214,000)</u>	(60,338)	\$ <u>153,662</u>
Fund balance (deficit)			
Beginning of year		<u>48,718</u>	
End of year		\$ <u>(11,620)</u>	

---

# Village of Riverwoods, Illinois

## Russell Storm Sewer Fund

### STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property taxes	\$ 12,000	\$ 12,434	\$ 434
Expenditures paid			
Contractual services	60,000	4,491	55,509
Commodities	12,000	-	12,000
Capital outlay	55,000	-	55,000
Miscellaneous	25,000	-	25,000
Total expenses paid	<u>152,000</u>	<u>4,491</u>	<u>147,509</u>
Excess (deficiency) of revenues collected over expenditures paid	\$ <u>(140,000)</u>	7,943	\$ <u>147,943</u>
Fund balance			
Beginning of year		<u>23,509</u>	
End of year		<u>\$ 31,452</u>	

---

**Village of Riverwoods, Illinois**  
**Cherrywood Sewer SSA 8**  
STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Property tax	\$ 35,500	\$ 35,846	\$ 346
Maintenance fees	1,100	-	(1,100)
Interest income	200	270	70
	<u>36,800</u>	<u>36,116</u>	<u>(684)</u>
 Expenditures paid			
Debt service			
Principal	35,500	26,635	8,865
Interest	35,500	8,480	27,020
	<u>71,000</u>	<u>35,115</u>	<u>35,885</u>
 Excess (deficiency) of revenues collected over expenditures paid	 \$ <u>(34,200)</u>	 1,001	 \$ <u>35,201</u>
 Fund balance			
Beginning of year		<u>40,892</u>	
End of year		\$ <u>41,893</u>	

---

**Village of Riverwoods, Illinois**  
**North Duffy Sewer SSA 9**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
 CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Property tax	\$ 9,400	\$ 9,557	\$ 157
Interest income	400	171	(229)
Total revenues collected	<u>9,800</u>	<u>9,728</u>	<u>(72)</u>
Expenditures paid			
Debt service			
Principal	9,400	7,103	2,297
Interest	<u>9,400</u>	<u>2,261</u>	<u>7,139</u>
Total expenditures paid	<u>18,800</u>	<u>9,364</u>	<u>9,436</u>
Excess (deficiency) of revenues collected over expenditures paid	\$ <u><u>(9,000)</u></u>	364	\$ <u><u>9,364</u></u>
Fund balance			
Beginning of year		<u>10,185</u>	
End of year		\$ <u><u>10,549</u></u>	

---

**Village of Riverwoods, Illinois**  
**North Robinwood Sewer SSA 10**  
STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Property tax	\$ 15,000	\$ 15,038	\$ 38
Maintenance fees	1,500	-	(1,500)
Interest income	<u>1,500</u>	<u>51</u>	<u>(1,449)</u>
Total revenues collected	<u>18,000</u>	<u>15,089</u>	<u>(2,911)</u>
Expenditures paid			
Debt service			
Principal	15,000	5,551	9,449
Interest	<u>15,000</u>	<u>9,233</u>	<u>5,767</u>
Total expenditures paid	<u>30,000</u>	<u>14,784</u>	<u>15,216</u>
Excess (deficiency) of revenues collected over expenditures paid	\$ <u><u>(12,000)</u></u>	305	\$ <u><u>12,305</u></u>
Fund balance			
Beginning of year		<u>23,379</u>	
End of year		\$ <u><u>23,684</u></u>	

---

**Village of Riverwoods, Illinois**

**Forest Glen Water SSA 11**

**STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 29,000	\$ 28,846	\$ (154)
Interest income	<u>1,450</u>	<u>725</u>	<u>(725)</u>
Total revenues collected	<u>30,450</u>	<u>29,571</u>	<u>(879)</u>
Expenditures paid			
Debt service			
Principal	29,000	21,702	7,298
Interest	<u>29,000</u>	<u>6,909</u>	<u>22,091</u>
Total expenditures paid	<u>58,000</u>	<u>28,611</u>	<u>29,389</u>
Excess (deficiency) of revenues collected over expenditures paid	\$ <u>(27,550)</u>	960	\$ <u>28,510</u>
Fund balance			
Beginning of year		<u>36,051</u>	
End of year		\$ <u>37,011</u>	

---

**Village of Riverwoods, Illinois**  
**South Robinwood Water SSA 15**  
STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Property tax	\$ 54,000	\$ 54,407	\$ 407
Interest income	600	913	313
Total revenues collected	<u>54,600</u>	<u>55,320</u>	<u>720</u>
Expenditures paid			
Debt service			
Principal	54,000	38,585	15,415
Interest	<u>54,000</u>	<u>14,823</u>	<u>39,177</u>
Total expenditures paid	<u>108,000</u>	<u>53,408</u>	<u>54,592</u>
Excess (deficiency) of revenues collected over expenditures paid	\$ <u><u>(53,400)</u></u>	1,912	\$ <u><u>55,312</u></u>
Fund balance			
Beginning of year		<u>66,633</u>	
End of year		\$ <u><u>68,545</u></u>	

---

**Village of Riverwoods, Illinois**

**Hiawatha Road SSA 19**

**STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 23,000	\$ 28,092	\$ 5,092
Maintenance	5,000	-	(5,000)
Interest income	25	207	182
	<u>28,025</u>	<u>28,299</u>	<u>274</u>
Total revenues collected			
Expenditures paid			
Debt service			
Street maintenance	20,000	-	20,000
Principal	23,000	13,984	9,016
Interest	23,000	8,941	14,059
	<u>66,000</u>	<u>22,925</u>	<u>43,075</u>
Total expenditures paid			
Excess (deficiency) of revenues collected over expenditures paid	\$ <u>(37,975)</u>	5,374	\$ <u>43,349</u>
Fund balance			
Beginning of year		<u>18,749</u>	
End of year		\$ <u>24,123</u>	

---

**Village of Riverwoods, Illinois**

**Whigham Burr Oak SSA 20**

**STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 34,200	\$ 34,894	\$ 694
Interest income	25	253	228
Total revenues collected	<u>34,225</u>	<u>35,147</u>	<u>922</u>
Expenditures paid			
Debt service			
Principal	30,000	24,201	5,799
Interest	<u>30,000</u>	<u>9,931</u>	<u>20,069</u>
Total expenditures paid	<u>60,000</u>	<u>34,132</u>	<u>25,868</u>
Excess (deficiency) of revenues collected over expenditures paid	\$ <u>(25,775)</u>	1,015	\$ <u>26,790</u>
Fund balance			
Beginning of year		<u>20,738</u>	
End of year		\$ <u>21,753</u>	

---

# Village of Riverwoods, Illinois

## Consolidated Water Fund

### STATEMENT OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN RETAINED EARNINGS - APPROPRIATION AND ACTUAL For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Operating revenues collected			
Charges for sales and services	\$ <u>1,195,000</u>	\$ <u>1,154,043</u>	\$ <u>(40,957)</u>
Operating expenses paid			
Operations			
Personal services			
Salaries	60,000	26,545	33,455
FICA	5,590	2,031	3,559
IMRF	4,000	-	4,000
Unemployment insurance	<u>200</u>	<u>-</u>	<u>200</u>
Total personal services	<u>69,790</u>	<u>28,576</u>	<u>41,214</u>
Contractual services			
Maintenance	490,000	1,660	488,340
Utilities	-	24,122	(24,122)
Water purchases	1,000,000	669,008	330,992
Engineering services	60,000	4,596	55,404
Legal services	20,000	-	20,000
Other professional services	300,000	187,472	112,528
Other	<u>42,000</u>	<u>30,333</u>	<u>11,667</u>
Total contractual services	<u>1,912,000</u>	<u>917,191</u>	<u>994,809</u>
Commodities	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Capital outlay	<u>975,000</u>	<u>-</u>	<u>975,000</u>
Total operating expenses paid	3,056,790	945,767	2,111,023
Depreciation	<u>-</u>	<u>214,355</u>	<u>(214,355)</u>
Total operations	<u>3,056,790</u>	<u>1,160,122</u>	<u>1,896,668</u>

---

(Continued)

# Village of Riverwoods, Illinois

## Consolidated Water Fund

### STATEMENT OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN RETAINED EARNINGS - APPROPRIATION AND ACTUAL (Continued)

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Deficiency of operating revenues collected over operating expenses paid	\$ <u>(1,861,790)</u>	\$ <u>(6,079)</u>	\$ <u>1,855,711</u>
Nonoperating revenues collected (expenses paid)			
Property taxes	361,000	358,792	(2,208)
Interest income	3,875	29,900	26,025
Special maintenance tax	2,000	-	(2,000)
Debt service-principal	(353,700)	-	353,700
Debt service-interest	<u>(353,700)</u>	<u>(99,453)</u>	<u>254,247</u>
Total nonoperating revenues collected (expenses paid)	<u>(340,525)</u>	<u>289,239</u>	<u>629,764</u>
Excess (deficiency) of revenues collected over expenses paid before other financing sources	<u>(2,202,315)</u>	<u>283,160</u>	<u>2,485,475</u>
Other financing sources			
Capital contributed	<u>-</u>	<u>14,861</u>	<u>14,861</u>
Excess (deficiency) of revenues collected and other financing sources over expenses paid	\$ <u><u>(2,202,315)</u></u>	298,021	\$ <u><u>2,500,336</u></u>
Retained earnings, beginning of year		<u>6,601,303</u>	
Retained earnings, end of year		\$ <u><u>6,899,324</u></u>	

---

# Village of Riverwoods, Illinois

## Sewer Fund

### STATEMENT OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN RETAINED EARNINGS - APPROPRIATION AND ACTUAL

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Operating revenues collected			
Charges for sales and services	\$ <u>65,400</u>	\$ <u>126,804</u>	\$ <u>61,404</u>
Operating expenses paid			
Operations			
Personal services			
Salaries	10,000	7,549	2,451
FICA	1,500	578	922
IMRF	1,500	-	1,500
Unemployment insurance	<u>600</u>	<u>-</u>	<u>600</u>
Total personal services	<u>13,600</u>	<u>8,127</u>	<u>5,473</u>
Contractual services			
Maintenance - utility system	400,000	28,767	371,233
Maintenance - other	8,000	-	8,000
Engineering services	3,000	41	2,959
Other professional services	200	15,198	(14,998)
Sewer connection	50,000	2,800	47,200
Utilities	1,000	-	1,000
Other	<u>41,000</u>	<u>19,297</u>	<u>21,703</u>
Total contractual services	<u>503,200</u>	<u>66,103</u>	<u>437,097</u>
Commodities	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Capital outlay	<u>154,500</u>	<u>-</u>	<u>154,500</u>
Total operating expenses paid	\$ <u>681,300</u>	\$ <u>74,230</u>	\$ <u>607,070</u>

(Continued)

# Village of Riverwoods, Illinois

## Sewer Fund

### STATEMENT OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN RETAINED EARNINGS - APPROPRIATION AND ACTUAL (Continued)

For the year ended December 31, 2005

---

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Depreciation	\$ <u>-</u>	\$ <u>115,487</u>	\$ <u>(115,487)</u>
Total operations	<u>681,300</u>	<u>189,717</u>	<u>491,583</u>
Deficiency of operating revenues collected over operating expenses paid	<u>(615,900)</u>	<u>(62,913)</u>	<u>552,987</u>
Nonoperating revenues collected (expenses paid)			
Property taxes	399,000	400,224	1,224
Interest income	-	11,087	11,087
Debt service-principal	(392,000)	-	392,000
Debt service-interest	(392,000)	(106,516)	285,484
Bond redemption premium	(400,000)	-	400,000
Other income	-	2,249	2,249
Other expense	<u>-</u>	<u>(197)</u>	<u>(197)</u>
Total nonoperating revenues collected (expenses paid)	<u>(785,000)</u>	<u>306,847</u>	<u>1,091,847</u>
Excess (deficiency) of revenues collected over expenses paid	\$ <u>(1,400,900)</u>	243,934	\$ <u>1,644,834</u>
Retained earnings, beginning of year		<u>2,638,803</u>	
Retained earnings, end of year		\$ <u>2,882,737</u>	

---

**CAPITAL ASSETS USED IN THE OPERATION OF  
GOVERNMENTAL FUNDS**

**Village of Riverwoods, Illinois**  
Capital Assets Used in the Operation of Governmental Funds  
Schedule by Source  
December 31, 2005

---

Governmental funds capital assets:

Land	
Parcels	\$ 1,855,000
Rights of way	508,300
Buildings and improvements	595,580
Infrastructure	
Storm sewers	46,995
Equipment	
Office equipment	145,771
Vehicles	<u>131,806</u>
 Total governmental funds capital assets	 \$ <u><u>3,283,452</u></u>

Investments in governmental funds capital assets by source:

General revenues	\$ <u><u>3,283,452</u></u>
------------------	----------------------------

---

**Village of Riverwoods, Illinois**  
 Capital Assets Used in the Operation of Governmental Funds  
 Schedule by Function and Activity  
December 31, 2005

---

FUNCTION AND ACTIVITY	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Infrastructure</u>	<u>Equipment</u>	<u>Total</u>
Administration and general government	\$ 1,855,000	\$ 400,000	\$ -	\$ 145,771	\$ 2,400,771
Police	-	195,580	-	131,806	327,386
Public works	<u>508,300</u>	<u>-</u>	<u>46,995</u>	<u>-</u>	<u>555,295</u>
 Total governmental funds capital assets	 <u>\$ 2,363,300</u>	 <u>\$ 595,580</u>	 <u>\$ 46,995</u>	 <u>\$ 277,577</u>	 <u>\$ 3,283,452</u>

---

**Village of Riverwoods, Illinois**  
 Capital Assets Used in the Operation of Governmental Funds  
 Schedule of Changes by Function and Activity  
December 31, 2005

---

FUNCTION AND ACTIVITY	Capital Assets <u>January 1, 2005</u>	<u>Additions</u>	<u>Deletions</u>	Capital Assets <u>December 31, 2005</u>
Administration and general government	\$ 2,400,771	\$ -	\$ -	\$ 2,400,771
Police	325,280	22,290	(20,184)	327,386
Public works	<u>555,295</u>	<u>-</u>	<u>-</u>	<u>555,295</u>
Total governmental funds capital assets	<u>\$ 3,281,346</u>	<u>\$ 22,290</u>	<u>\$ (20,184)</u>	<u>\$ 3,283,452</u>

---

**OTHER SUPPLEMENTAL INFORMATION**

**Village of Riverwoods, Illinois**  
**SCHEDULE OF CASH AND INVESTMENTS**  
December 31, 2005

<u>Cash and Investments by Fund</u>	<u>Cash</u>	<u>Investments</u>	<u>Totals</u>
General Fund	\$ 3,492,757	\$ 5,304,563	\$ 8,797,320
Special Revenue Funds:			
Police	313,762	-	313,762
Motor Fuel Tax	638,488	-	638,488
Duffy Roads	1,460	-	1,460
Russell Storm Sewer	31,452	-	31,452
	<u>985,162</u>	<u>-</u>	<u>985,162</u>
Capital Projects Funds:			
Special Service Area # 20	<u>6,063</u>	<u>-</u>	<u>6,063</u>
Debt Service Funds:			
Special Service Area # 8	41,893	-	41,893
Special Service Area # 9	10,549	-	10,549
Special Service Area # 10	23,684	-	23,684
Special Service Area # 11	37,011	-	37,011
Special Service Area # 15	68,545	-	68,545
Special Service Area # 19	24,123	-	24,123
Special Service Area # 20	21,753	-	21,753
	<u>227,558</u>	<u>-</u>	<u>227,558</u>
Enterprise Funds:			
Consolidated Water	730,193	200,000	930,193
Sewer	877,019	-	877,019
	<u>1,607,212</u>	<u>200,000</u>	<u>1,807,212</u>
Agency Fund:			
Performance Bond	<u>590,146</u>	<u>30,951</u>	<u>621,097</u>
Total - All Funds	<u>\$ 6,908,898</u>	<u>\$ 5,535,514</u>	<u>\$ 12,444,412</u>

(Continued)

**Village of Riverwoods, Illinois**  
SCHEDULE OF CASH AND INVESTMENTS  
December 31, 2005

---

**Cash and Investments by Financial Institution - Book Balances**

The Illinois Funds	\$ 5,807,740
Northside Community Bank	2,188,563
US Bank	79,178
National City	306,783
UBS Paine Webber	3,490,908
Citigroup	539,989
JP Morgan	30,951
Cash on hand	<u>300</u>
 Total	 \$ <u><u>12,444,412</u></u>

Total investment income for the year ended December 31, 2005, was \$322,932, which yielded an average rate of return of 2.78%.

---

(Concluded)

**Village of Riverwoods, Illinois**  
**SCHEDULE OF INSURANCE IN FORCE**  
December 31, 2005

Description of Coverage	Coverage	Company	Policy Number / Expiration Date of Policy
Comprehensive General Liability		Illinois Municipal League Risk Management Assoc.	0703B0497 December 31, 2006
Fire Policy		"	
Commercial Crime Policy		"	
Blanket Surety Bonds & Coverage Joint and Separately		"	
President		"	
Treasurer		"	
Clerk		"	
Financial Trustee		"	
Secretary		"	
Accounting Administrator		"	
Building Department Secretary		"	
Bodily Injury/Property Damage - Auto Non-Owned		"	
Umbrella Liability Policy		"	
Boiler & Machinery Policy		"	
Employee Benefits Errors or Omissions		"	
Auto		"	
Commercial General Liability	\$ 1,500,000	"	
	Each Occurrence		
Automobile Liability - Any Auto	\$ 1,500,000	"	
	Each Occurrence		
Workers' Compensation	\$ 2,500,000	"	
	Each Occurrence		
Reinsurance Coverage	\$ 6,500,000	General Reinsurance Corp.	C202
	Each Occurrence		July 15, 2006

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Cherrywood Sewer  
 Special Service Area Number 8  
December 31, 2005

---

Dated: August 10, 1999  
 Original Issue: \$270,000  
 Due: January 10, 2010  
 Payment Date: January 10  
 Interest Rate: 4.70%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 27,910	\$ 7,204	\$ 35,114
2007	29,222	5,892	35,114
2008	30,595	4,519	35,114
2009	32,024	3,090	35,114
2010	<u>33,538</u>	<u>1,576</u>	<u>35,114</u>
	<u>\$ 153,289</u>	<u>\$ 22,281</u>	<u>\$ 175,570</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 North Duffy Sewer  
 Special Service Area Number 9  
December 31, 2005

---

Dated: August 10, 1999  
 Original Issue: \$72,000  
 Due: January 10, 2010  
 Payment Date: January 10  
 Interest Rate: 4.70%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 7,443	\$ 1,921	\$ 9,364
2007	7,792	1,572	9,364
2008	8,159	1,205	9,364
2009	8,539	825	9,364
2010	8,943	421	9,364
	<u>\$ 40,876</u>	<u>\$ 5,944</u>	<u>\$ 46,820</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 North Robinwood Sewer  
 Special Service Area Number 10  
December 31, 2005

---

Dated: December 15, 1999  
 Original Issue: \$164,000  
 Due: January 10, 2010  
 Payment Date: January 10  
 Interest Rate: 6.29%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 5,551	\$ 8,887	\$ 14,438
2007	5,551	8,538	14,089
2008	5,551	8,189	13,740
2009	5,551	7,839	13,390
2010	<u>119,082</u>	<u>7,490</u>	<u>126,572</u>
	<u>\$ 141,286</u>	<u>\$ 40,943</u>	<u>\$ 182,229</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Forest Glen Water  
 Special Service Area Number 11  
December 31, 2005

---

Dated: August 10, 1999  
 Original Issue: \$220,000  
 Due: January 10, 2010  
 Payment Date: January 10  
 Interest Rate: 4.70%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 22,741	\$ 5,871	\$ 28,612
2007	23,810	4,802	28,612
2008	24,929	3,683	28,612
2009	26,094	2,518	28,612
2010	<u>27,329</u>	<u>1,284</u>	<u>28,613</u>
	<u>\$ 124,903</u>	<u>\$ 18,158</u>	<u>\$ 143,061</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 South Robinwood Water  
 Special Service Area Number 15  
December 31, 2005

---

Dated: December 15, 1999  
 Original Issue: \$400,000  
 Due: January 10, 2010  
 Payment Date: January 10  
 Interest Rate: 5.55%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 40,767	\$ 12,640	\$ 53,407
2007	43,030	10,377	53,407
2008	45,418	7,989	53,407
2009	47,924	5,483	53,407
2010	<u>50,597</u>	<u>2,810</u>	<u>53,407</u>
	<u>\$ 227,736</u>	<u>\$ 39,299</u>	<u>\$ 267,035</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Hiawatha Road  
 Special Service Area Number 19  
December 31, 2005

Dated: November 18, 2002  
 Original Issue: \$167,000  
 Due: February 1, 2013  
 Payment Date: February 1 and August 1  
 Interest Rate: 6.00%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 14,848	\$ 8,078	\$ 22,926
2007	15,765	7,161	22,926
2008	16,722	6,204	22,926
2009	17,771	5,155	22,926
2010	18,868	4,058	22,926
2011	20,034	2,892	22,926
2012	21,267	1,659	22,926
2013	11,120	343	11,463
	<u>\$ 136,395</u>	<u>\$ 35,550</u>	<u>\$ 171,945</u>

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Whigham-Burr Oak  
 Special Service Area Number 20  
December 31, 2004

Dated: December 2, 2003  
 Original Issue: \$280,750  
 Due: February 1, 2014  
 Payment Dates: February 1 and August 1  
 Interest Rate: 3.70%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 25,118	\$ 9,082	\$ 34,200
2007	26,069	8,131	34,200
2008	27,037	7,163	34,200
2009	28,080	6,120	34,200
2010	29,143	5,057	34,200
2011	30,247	3,953	34,200
2012	31,385	2,815	34,200
2013	32,580	1,620	34,200
2014	16,750	350	17,100
	<u>\$ 246,409</u>	<u>\$ 44,291</u>	<u>\$ 290,700</u>

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Duffy Sewer  
 Special Service Area Number 4  
December 31, 2005

---

Dated: June 28, 1995  
 Original Issue: \$265,000  
 Due: December 31, 2006  
 Payment Dates: January 1 and July 1  
 Interest Rate: 5.30 - 5.45%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ <u>35,000</u>	\$ <u>954</u>	\$ <u>35,954</u>

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Thornmeadow Sewer  
 Special Service Area Number 7  
December 31, 2005

---

Dated: January 1, 1997  
 Original Issue: \$278,800  
 Due: January 1, 2008  
 Payment Dates: January 1 and July 1  
 Interest Rate: 4.80%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 31,000	\$ 3,216	\$ 34,216
2007	33,000	1,632	34,632
2008	<u>34,000</u>	<u>-</u>	<u>34,000</u>
	<u>\$ 98,000</u>	<u>\$ 4,848</u>	<u>\$ 102,848</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 South Riverwood Sewer  
 Special Service Area Number 12  
December 31, 2005

---

Dated: June 5, 2000  
 Original Issue: \$2,300,000  
 Due: February 1, 2011  
 Payment Date: February 1 and August 1  
 Interest Rate: 5.85%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 235,422	\$ 84,539	\$ 319,961
2007	249,592	70,369	319,961
2008	264,475	55,486	319,961
2009	280,316	39,645	319,961
2010	297,509	22,452	319,961
2011	155,361	4,620	159,981
	<u>\$ 1,482,675</u>	<u>\$ 277,111</u>	<u>\$ 1,759,786</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 North Central Water  
 Special Service Area Number 14  
December 31, 2005

---

Dated: August 15, 2001  
 Original Issue: \$2,211,600  
 Due: August 1, 2011  
 Payment Date: February 1 and August 1  
 Interest Rate: 4.60%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 227,940	\$ 68,130	\$ 296,070
2007	238,546	57,524	296,070
2008	249,526	46,544	296,070
2009	261,256	34,814	296,070
2010	273,412	22,658	296,070
2011	286,134	9,936	296,070
	<u>\$ 1,536,814</u>	<u>\$ 239,606</u>	<u>\$ 1,776,420</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 North Robinwood Water  
 Special Service Area Number 16  
December 31, 2005

---

Dated:	December 15, 1999
Original Issue:	\$150,000
Due:	January 10, 2010
Payment Date:	January 10
Interest Rate:	6.29%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 5,077	\$ 8,094	\$ 13,171
2007	5,077	7,774	12,851
2008	5,077	7,455	12,532
2009	5,077	7,136	12,213
2010	<u>108,367</u>	<u>6,816</u>	<u>115,183</u>
	<u>\$ 128,675</u>	<u>\$ 37,275</u>	<u>\$ 165,950</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Northwest Water  
 Special Service Area Number 17  
December 31, 2005

---

Dated: August 17, 2000  
 Original Issue: \$231,000  
 Due: February 1, 2011  
 Payment Date: February 1 and August 1  
 Interest Rate: 5.25%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 23,383	\$ 7,426	\$ 30,809
2007	24,644	6,165	30,809
2008	25,961	4,848	30,809
2009	27,374	3,435	30,809
2010	28,850	1,959	30,809
2011	15,002	402	15,404
	<u>\$ 145,214</u>	<u>\$ 24,235</u>	<u>\$ 169,449</u>

---

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Cherrywood Road  
 Special Service Area Number 18  
December 31, 2005

---

Dated: September 22, 2000  
 Original Issue: \$60,000  
 Due: August 1, 2010  
 Payment Date: February 1 and August 1  
 Interest Rate: 7.00%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2006	\$ 6,027	\$ 2,664	\$ 8,691
2007	6,462	2,229	8,691
2008	6,924	1,767	8,691
2009	7,429	1,262	8,691
2010	7,965	726	8,691
2011	4,196	149	4,344
	<u>\$ 39,003</u>	<u>\$ 8,797</u>	<u>\$ 47,799</u>

---

**Village of Riverwoods, Illinois**  
**General Fund**  
SCHEDULE OF REVENUES COLLECTED - TREND INFORMATION  
Years ended December 31

	2005	2004	2003	2002	2001
Revenues collected					
Taxes					
State income taxes	\$ 289,505	\$ 245,728	\$ 252,910	\$ 220,144	\$ 286,737
Sales and local use taxes	311,594	251,785	110,281	169,463	241,850
Photo processing taxes	-	-	-	5,026	8,155
Hotel tax	92,245	68,985	83,336	65,713	21,014
Township R&B	30,498	-	-	-	-
Infrastructure sales tax	-	-	16,038	-	-
Personal property replacement taxes	1,765	-	1,181	1,205	1,276
Total taxes	<u>725,607</u>	<u>566,498</u>	<u>463,746</u>	<u>461,551</u>	<u>559,032</u>
Infrastructure maintenance					
Telecommunications	559,359	559,184	391,590	330,065	345,781
Electric	315,698	262,758	234,781	163,626	194,480
Gas	110,201	129,760	197,802	135,654	183,783
Other	-	-	-	-	330
Total infrastructure maintenance	<u>985,258</u>	<u>951,702</u>	<u>824,173</u>	<u>629,345</u>	<u>724,374</u>
Licenses and permits					
Liquor licenses	20,000	22,500	25,000	30,000	7,500
Cable television franchise fees	37,866	34,316	31,467	19,925	-
Construction fees	196,095	226,838	296,914	289,555	691,589
Cell tower lease	80,300	80,603	53,600	57,800	-
Plumbing fees	-	-	-	-	925
Special inspection	5,040	3,583	480	9,410	55,422
Elevator permits	8,690	7,576	5,680	3,372	2,322
Certificate of occupancy fees	-	-	508	450	550
Forester fees	28,652	11,735	21,279	15,515	19,606
Forest permits	31,675	9,200	4,400	-	-
Engineer fees	17,472	12,350	10,313	1,895	7,361
Office service reimbursements	-	-	373	168	199
Other	-	1,207	65	300	355
Total licenses and permits	<u>425,790</u>	<u>409,908</u>	<u>450,079</u>	<u>428,390</u>	<u>785,829</u>
Interest income	<u>109,568</u>	<u>31,824</u>	<u>25,922</u>	<u>16,122</u>	<u>133,718</u>
Other revenue					
Impact fees	-	60,000	37,000	4,000	2,525,000
Insurance reimbursements	-	27,169	-	-	-
Miscellaneous revenue	132,191	32,662	44,979	11,855	43,488
	<u>132,191</u>	<u>119,831</u>	<u>81,979</u>	<u>15,855</u>	<u>2,568,488</u>
Total revenues collected	<u>\$ 2,378,414</u>	<u>\$ 2,079,763</u>	<u>\$ 1,845,899</u>	<u>\$ 1,551,263</u>	<u>\$ 4,771,441</u>

**Village of Riverwoods, Illinois**  
**General Fund**  
**SCHEDULE OF EXPENDITURES PAID - TREND INFORMATION**  
Years ended December 31

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>Expenditures paid</b>					
<b>Personal services</b>					
Salaries	\$ 313,019	305,739	\$ 308,226	\$ 267,096	\$ 228,764
FICA	24,057	23,412	23,579	18,853	19,392
IMRF	28,350	29,748	30,170	27,469	26,745
Unemployment insurance	6,083	1,710	1,262	831	-
Health insurance	33,865	36,507	34,542	76,287	41,532
Total personal services	<u>405,374</u>	<u>397,116</u>	<u>397,779</u>	<u>390,536</u>	<u>316,433</u>
<b>Contractual services</b>					
Maintenance - building	24,005	30,007	38,240	29,490	15,197
Maintenance - equipment	6,320	1,483	8,900	225	1,538
Maintenance - grounds	12,767	9,971	11,995	10,796	4,920
Maintenance - drainage/colvert	1,770	-	-	-	-
Maintenance - bike path	560	-	-	-	-
Insurance	42,552	63,452	108,087	92,640	235,404
Telephone	15,973	21,314	24,432	22,728	8,232
Travel and meetings	9,135	7,619	6,206	4,576	3,671
Training	-	-	-	-	413
Postage	7,521	8,100	7,717	7,081	4,299
Advertising	1,531	2,391	1,480	2,369	12,260
Village Voice	11,308	12,538	13,656	12,620	-
Printing	2,244	2,240	844	-	230
Accounting	19,370	17,939	15,654	23,385	19,281
Engineering	130,343	137,227	135,525	68,363	42,651
Legal	110,098	113,709	112,158	108,561	100,336
Inspection fees	17,396	46,413	35,572	-	-
Other professional	99,084	108,313	120,840	70,140	65,718
Dues and subscriptions	3,459	2,910	1,832	1,685	1,670
NSSRA	24,454	22,100	18,318	18,189	15,503
Forest program	45,432	44,115	35,145	-	-
Snow removal	44,558	-	-	-	-
Signs	1,586	-	-	-	-
Street lighting	967	-	-	-	-
Miscellaneous	78,615	71,137	101,798	10,038	25,482
Total contractual services	<u>711,048</u>	<u>722,978</u>	<u>798,399</u>	<u>482,886</u>	<u>556,805</u>
<b>Commodities</b>					
Office supplies	17,700	15,829	20,438	14,464	14,745
Publications	-	80	203	-	-
Other supplies	-	-	-	-	380
Total commodities	<u>17,700</u>	<u>15,909</u>	<u>20,641</u>	<u>14,464</u>	<u>15,125</u>
<b>Capital outlay</b>					
Land acquisition	-	-	-	686,287	-
Equipment	-	790	-	21,455	14,558
Police garage	-	-	10,475	115,061	65,122
Total capital outlay	<u>-</u>	<u>790</u>	<u>10,475</u>	<u>822,803</u>	<u>79,680</u>
Total expenditures paid	<u>\$ 1,134,122</u>	<u>1,136,793</u>	<u>\$ 1,227,294</u>	<u>\$ 1,710,689</u>	<u>\$ 968,043</u>

**Village of Riverwoods, Illinois**  
**Police Fund**  
**SCHEDULE OF REVENUES COLLECTED - TREND INFORMATION**  
Years ended December 31

---

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Revenues collected					
Property taxes	\$ 353,603	\$ 326,899	\$ 316,277	\$ 295,712	\$ 280,831
COPS grant	113,753	210,103	388,284	-	-
Fines and forfeits	183,146	187,301	141,352	89,736	48,790
Impact fees	37,000	-	26,000	32,200	-
Interest income	152,101	158,145	120,867	140,839	21,669
Miscellaneous	24,980	1,784	26,137	9,807	6,615
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total revenues collected	\$ <u>864,583</u>	\$ <u>884,232</u>	\$ <u>1,018,917</u>	\$ <u>568,294</u>	\$ <u>357,905</u>

---

**Village of Riverwoods, Illinois**  
**Police Fund**  
SCHEDULE OF EXPENDITURES PAID - TREND INFORMATION  
Years Ended December 31

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Expenditures paid					
Personal services					
Salaries	\$ 544,197	\$ 489,393	\$ 416,620	\$ 322,210	\$ 67,585
Health insurance	57,568	43,669	45,105	28,886	4,653
FICA	41,009	33,889	31,901	24,649	5,170
IMRF	41,832	33,441	31,269	24,087	2,956
Total personal services	<u>684,606</u>	<u>600,392</u>	<u>524,895</u>	<u>399,832</u>	<u>80,364</u>
Contractual services					
Legal	26,500	16,160	20,430	8,720	10,200
Crime laboratory	6,111	6,111	6,111	6,051	5,763
Training	1,174	2,108	3,221	-	-
Other professional	69,161	66,046	70,232	68,023	41,793
Postage	-	-	14	-	-
Contracted patrol services	-	-	-	-	325,629
Total contractual	<u>102,946</u>	<u>90,425</u>	<u>100,008</u>	<u>82,794</u>	<u>383,385</u>
Commodities					
Telephone	5,384	4,362	5,195	3,147	310
Travel	45	16	209	1,257	-
Office expenses	4,209	4,572	2,300	3,164	1,382
Fuel for squad cars	20,941	18,195	14,403	7,465	601
Miscellaneous	7,983	4,045	12,657	8,441	2,227
Total commodities	<u>38,562</u>	<u>31,190</u>	<u>34,764</u>	<u>23,474</u>	<u>4,520</u>
Capital outlay					
Squad cars and related equipment	34,197	52,723	81,830	6,176	-
Police officer equipment	1,719	4,704	3,004	6,158	-
	<u>35,916</u>	<u>57,427</u>	<u>84,834</u>	<u>12,334</u>	<u>-</u>
Total expenditures paid	<u>\$ 862,030</u>	<u>\$ 779,434</u>	<u>\$ 744,501</u>	<u>\$ 518,434</u>	<u>\$ 468,269</u>

**Village of Riverwoods, Illinois**  
**Consolidated Water Fund**  
SCHEDULE OF REVENUES COLLECTED - TREND INFORMATION  
Years ended December 31

---

	<u>2005</u>	<u>2004</u>	<u>2003</u>
Revenues collected			
Charges for sales and services	\$ 1,154,043	\$ 995,610	\$ 1,042,030
Property taxes	358,792	364,127	329,213
Interest income	29,900	12,644	11,632
Other	-	9,030	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total revenues collected	\$ <u>1,542,735</u>	\$ <u>1,381,411</u>	\$ <u>1,382,875</u>

---

**Village of Riverwoods, Illinois**  
**Consolidated Water Fund**  
SCHEDULE OF EXPENDITURES PAID - TREND INFORMATION  
Years Ended December 31

---

	<u>2005</u>	<u>2004</u>	<u>2003</u>
Expenditures paid			
Personal services	\$ 28,576	\$ 32,129	\$ 37,246
Contractual services	917,191	753,793	770,172
Depreciation	214,355	211,899	231,972
Debt Service	<u>99,453</u>	<u>102,635</u>	<u>130,862</u>
 Total expenditures paid	 <u>\$ 1,259,575</u>	 <u>\$ 1,100,456</u>	 <u>\$ 1,170,252</u>

---

**Village of Riverwoods, Illinois**  
**Sewer Fund**  
 SCHEDULE OF REVENUES COLLECTED - TREND INFORMATION  
Years ended December 31

---

	2005	2004	2003
Revenues collected			
Charges for sales and services	\$ 126,804	\$ 80,874	\$ 164,819
Property taxes	400,224	408,183	398,879
Interest income	11,087	3,640	2,480
Other	2,249	-	-
 Total revenues collected	 \$ 540,364	 \$ 492,697	 \$ 566,178

---

**Village of Riverwoods, Illinois**  
**Sewer Fund**  
SCHEDULE OF EXPENDITURES PAID - TREND INFORMATION  
Years Ended December 31

---

	2005	2004	2003
Expenditures paid			
Personal services	\$ 8,127	\$ 8,010	\$ 8,522
Contractual services	66,103	21,355	99,918
Depreciation	115,487	114,886	111,033
Debt Service	106,516	112,887	147,231
Other	197	417	-
Total expenditures paid	\$ 296,430	\$ 257,555	\$ 366,704

---