

**Village of Riverwoods, Illinois**

**Annual Financial Report**

**For the Year Ended  
December 31, 2009**

# Village of Riverwoods, Illinois

## TABLE OF CONTENTS

---

	Page
<b>INDEPENDENT AUDITORS' REPORT</b>	1 - 2
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	3 - 9
<b>BASIC FINANCIAL STATEMENTS</b>	
Statement of Net Assets - Modified Cash Basis	10
Statement of Activities - Modified Cash Basis	11 - 12
Governmental Funds	
Combining Statement of Assets and Liabilities Arising from Cash Transactions	13
Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances (Deficits)	14
Reconciliation of the Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances of Governmental Funds to the Statement of Activities - Modified Cash Basis	15
Enterprise Funds	
Combining Statement of Net Assets Arising from Cash Transactions	16
Combining Statement of Revenues Collected, Expenses Paid, and Changes in Net Assets	17
Combining Statement of Cash Flows - Modified Cash Basis	18 - 19
Agency Fund - Performance Bond Fund	
Statement of Changes in Assets and Liabilities - Modified Cash Basis	20
Index for Notes to the Financial Statements	21 - 22
Notes to the Financial Statements	23 - 40
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Illinois Municipal Retirement Fund Pension Data - Schedule of Funding Progress (Unaudited)	41
Schedules of Revenues Collected, Expenditures Paid, and Changes in Fund Balance - Appropriation and Actual	
General Fund	42
Police Fund	43
Note to the Required Supplementary Information	44

# Village of Riverwoods, Illinois

## TABLE OF CONTENTS (Continued)

---

	Page
<b>SUPPLEMENTAL DATA</b>	
Major Governmental Funds	
General Fund	
Schedule of Revenues Collected - Appropriation and Actual	45 - 46
Schedule of Expenditures Paid and Other Financing Uses - Appropriation and Actual	47 - 51
Police Fund	
Schedule of Revenues Collected and Other Financing Sources - Appropriation and Actual	52
Schedule of Expenditures Paid - Appropriation and Actual	53
Nonmajor Governmental Funds	
Combining Statement of Assets and Liabilities Arising from Cash Transactions	54 - 57
Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances (Deficits)	58 - 61
Schedules of Revenues Collected, Expenditures Paid, and Changes in Fund Balances (Deficits) - Appropriation and Actual	
Motor Fuel Tax Fund	62
Special Service Area 5 - Duffy Roads Fund	63
Special Service Area 7 - Russell's Storm Sewer Fund	64
Special Service Area 8 - Cherrywood Sewer Debt Service Fund	65
Special Service Area 9 - North Duffy Sewer Debt Service Fund	66
Special Service Area 10 - North Robinwood Sewer Debt Service Fund	67
Special Service Area 11 - Forest Glen Water Debt Service Fund	68
Special Service Area 15 - South Robinwood Water Debt Service Fund	69
Special Service Area 19 - Hiawatha Road Debt Service Fund	70
Special Service Area 20 - Whigham Burr Oak Debt Service Fund	71
Enterprise Funds	
Schedules of Revenues Collected, Expenses Paid, Other Financing Sources, and Changes in Net Assets - Appropriation and Actual	
Consolidated Water Fund	72 - 74
Sewer Fund	75 - 76
Capital Assets Used in the Operation of Governmental Funds	
Schedule by Source	77
Schedule by Function and Activity	78
Schedule of Changes by Function and Activity	79

**Village of Riverwoods, Illinois**  
TABLE OF CONTENTS (Continued)

---

	Page
<b>OTHER SUPPLEMENTAL INFORMATION</b>	
Schedule of Cash and Investments	80 - 81
Schedule of Insurance in Force	82
Schedules of Annual Debt Service Requirements	
Cherrywood Sewer - Special Service Area Number 8	83
North Duffy Sewer - Special Service Area Number 9	84
North Robinwood Sewer - Special Service Area Number 10	85
Forest Glen Water - Special Service Area Number 11	86
South Riverwood Sewer - Special Service Area Number 12	87
North Central Water - Special Service Area Number 14	88
South Robinwood Water - Special Service Area Number 15	89
North Robinwood Water - Special Service Area Number 16	90
Northwest Water - Special Service Area Number 17	91
Cherrywood Road - Special Service Area Number 18	92
Hiawatha Road - Special Service Area Number 19	93
Whigham-Burr Oak - Special Service Area Number 20	94
General Fund	
Schedule of Revenues Collected - Trend Information - Last Eight Years	95 - 98
Schedule of Expenditures Paid - Trend Information - Last Eight Years	99 - 102
Police Fund	
Schedule of Revenues Collected - Trend Information - Last Eight Years	103 - 104
Schedule of Expenditures Paid - Trend Information - Last Eight Years	105 - 106
Consolidated Water Fund	
Schedule of Revenues Collected - Trend Information - Last Seven Years	107 - 108
Schedule of Expenses Paid - Trend Information - Last Seven Years	109 - 110
Sewer Fund	
Schedule of Revenues Collected - Trend Information - Last Seven Years	111 - 112
Schedule of Expenses Paid - Trend Information - Last Seven Years	113 - 114

**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 modified 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, 2009, which collectively comprise the Village's basic modified 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 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 basic modified cash basis financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of the Village'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, 2009, and the respective revenues collected, expenditures/expenses 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

(Continued)

---

The management's discussion and analysis on pages 3 through 9 and the retirement fund historical data, budgetary comparison information, and notes to the required supplementary information on pages 41 through 44 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 financial statements that collectively comprise the Village's basic financial statements. The other schedules, listed in the table of contents as supplemental data and other supplemental information, 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.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois  
July 19, 2010

# Management's Discussion and Analysis

## December 31, 2009

---

The Village of Riverwoods presents this comparative analysis in accordance with the requirements of the Governmental Accounting Standards Board (GASB). The usefulness of this information will increase over time where sufficient data exists to identify long-term trends. The Village prepares its financial statements on the modified cash basis of accounting.

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 assets, and the impact of outstanding or newly issued debt).

### **FINANCIAL HIGHLIGHTS (2008 versus 2009) - COMPARATIVE ANALYSIS**

Village revenues collected from governmental activities decreased from \$3,651,997 to \$3,234,971, while revenues collected from business-type activities (water and sewer systems) decreased from \$1,797,010 to \$1,699,255.

Village expenses for governmental activities increased from \$2,541,782 to \$2,932,094, while expenses paid for business-type activities decreased from \$1,398,228 to \$1,251,626.

According to the 2008 Fiscal Responsibility Report Card issued by the Office of the Comptroller, the Village's ratio of fund balance (general and special funds) to expenditures in 2008 was 490.79% versus an average ratio for other municipalities of 87.86% and median ratio for other municipalities of 68.76%. Comparable ratios for 2009 are not yet available but should continue to show the Village's ratio to be significantly higher than the average or median ratios of other municipalities.

The net assets of the Village, \$29,064,018, exceeded its liabilities (\$1,769,795) by a ratio of 16 to 1.

The Village's cash and investment balance at the end of the year was \$14,903,264 against a monthly total expenditure average of \$348,643.

Of the Village's total liabilities of \$1,769,795 at the end of the year, the sum of \$939,122 was due within one year.

During 2009, the Village's net assets increased by approximately 2.7%.

### **ANALYSIS OF BALANCES AND TRANSACTIONS OF INDIVIDUAL FUNDS**

The fund balance in the General Fund decreased 4% or \$503,380. The General Fund receives most non-enterprise revenue sources for the Village, including such diverse sources as: (i) the local share of state sales tax and state income tax, and the Village's infrastructure sales tax, (ii) utility and telecommunications taxes, (iii) hotel tax, and (iv) building, liquor and other license and permit fees.

## Management's Discussion and Analysis

### December 31, 2009

---

Expenditures of the General Fund include the operating expenditures incurred in running the administrative and building departments within the Village. The Consolidated Water Fund and Sewer Fund are allocated a portion of such administrative expenses.

The recession and slowdown in residential construction adversely impacted these revenue sources. Hotel tax and sales tax receipts were reduced, and the State of Illinois delayed payment of the local share of income tax and sales tax. License and permit fees were reduced; interest income fell due to low interest rates. However, excluding a capital outlay for land acquisition (2640 Chianti Trail), the expenses of the General Fund were relatively flat.

The Village does not currently segregate or earmark large reserves in other funds and relies on the General Fund for repairs and replacements. The General Fund is the only fund with significant cash, cash equivalents, and investments and is *de facto* likely to be the source of funds for nonrecurring repairs or capital expenses (except to the extent of borrowed funds) which might be incurred, among other purposes, for repair and replacements of the Village's water system, sanitary sewer system, streets and culverts, and for covering annual deficiencies projected to result from the operation of the Police Department or other funds.

The Consolidated Water Fund and Sewer Fund are the enterprise funds within the Village. It is important to understand that nonoperating revenues and expenditures in these funds include the special service area property taxes and debt service for various special service area bonds that paid for sewer and water system improvements. Over the years, the Village has formed special service areas that installed sewers or water mains throughout previously unserved areas of the Village or repair streets. Debt service on bonds issued to pay for such projects are retired typically on 10-year amortization schedules. As of the end of 2009, there were eight special service areas that continue to have property taxes levied for retirement of bonds.

After excluding nonoperating revenues, particularly from special service area taxes, and nonoperating expenses paid, the Consolidated Water Fund experienced a deficiency of operating revenues collected over operating expenses paid (and depreciation) of (\$28,047). The recurring operating revenues collected over operating expenses paid in 2009 remained about the same as in 2008. The fund's operating expenses are largely driven by the costs of water purchases under a long term supply agreement with the village of Northbrook concluded in 2006. Under this agreement, the price of water will be held constant until sometime in 2015.

The operating revenues of the Sewer Fund consist mainly of sewer tap-on fees, although only a few properties remain to be connected to the Village's sewer system. After excluding nonoperating revenues, particularly from special service area taxes, and nonoperating expenses paid, the Sewer Fund experienced a deficiency of operating revenues collected over operating expenses paid (and depreciation) of (\$140,270). In 2008, the Village entered into a long-term agreement with Lake County under which Lake County performs routine maintenance of the Village's sewer system. To pay for such services, Lake County collects user charges from residents (at a rate which covers more than the county's costs – in effect acting as a billing agent for the Village). Under the agreement, Lake County then remits a portion of the user charges to the Village, thereby allowing the Village to accumulate monies in a replacement reserve account in the Sewer Fund. Under the agreement, the Village remains responsible for the cost of capital repairs. The Village's sewer system is aging and is expected to require on-going upgrades and replacements in the future.

## **Management's Discussion and Analysis**

### **December 31, 2009**

---

The Village's long term capital needs include repairs and replacements of its water system, sanitary sewer system, streets, bike paths and related drainage, and public buildings, and maintenance of its woodlands. If reserves for replacing the capital assets of the Village were to be established at a level that reflected the remaining useful life and estimated replacement costs of the assets in question, the General Fund would have to be substantially depleted. Rather than so encumber the General Fund and limit the flexibility of the Village, the Village Board has taken the approach of maintaining an adequate fund balance in the General Fund to pay for capital projects as they are needed, without formal designation of reserves. The Village intends for the fund balances in the Consolidated Water Fund and Sewer Fund to increase gradually so that less pressure will be exerted on the General Fund to absorb these costs. The General Fund will continue to absorb deficits in the Police Fund for the foreseeable future.

The Police Fund collected revenues and paid for expenditures consistently with the department budget, despite high fuel costs for squad cars and health insurance costs. However, the Police Fund experienced a deficiency of operating revenues collected over operating expenditures paid of (\$366,072) before taking into consideration a transfer from the General Fund to cover the deficiency. The revenue sources for the Police Fund include a referendum-approved tax levy, but the amount generated by the levy was approximately one-third of expenditures paid by the department. Other sources of revenue include fines from tickets, fees paid by certain commercial owners under special uses with police traffic agreements, and interest income on invested funds.

The Village's special revenue funds had no unusual activity. The debt service funds were maintained to track receipt of special service area taxes and debt service of the corresponding bond issues.

#### **DESCRIPTION OF SIGNIFICANT CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY**

The Village received an operating grant from the state of Illinois for deposit in the Motor Fuel Tax Fund of \$101,460. The Village applies the balance in the Motor Fuel Tax Fund to a 10-year program of street repair and maintenance.

The Village did not incur any new long-term debt in 2009, and continues to service existing bond issues from the special service areas.

#### **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 through 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 the 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 Asset- Modified Cash Basis* 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- Modified Cash Basis*, 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 as of December 31, 2009 were \$29,064,018, of which \$16,061,818 represents governmental net assets and \$13,002,200 represents business-type activity net assets.

**Management's Discussion and Analysis**  
**December 31, 2009**

**SUMMARY STATEMENT OF NET ASSETS**

	Governmental Activities		Business Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current Assets	\$13,220,054	\$13,761,128	\$1,683,210	\$1,161,835	\$14,903,264	\$14,922,963
Noncurrent Assets	3,437,837	3,118,473	12,492,712	12,790,307	15,930,549	15,908,780
Total Assets	16,657,891	16,879,601	14,175,922	13,952,142	30,833,813	30,831,743
Noncurrent Liabilities due within one year	175,946	167,517	614,623	582,855	790,569	750,372
Noncurrent Liabilities due within more than one year	271,574	447,514	559,099	1,173,716	830,673	1,621,230
Other Liabilities	148,553	145,629	-	1,000	148,553	146,629
Total Liabilities	596,073	760,660	1,173,722	1,757,571	1,769,795	2,518,231
Net Assets:						
Invested in Capital Assets, net of Debt	3,182,952	2,659,917	11,126,355	10,877,261	14,309,307	13,357,178
Restricted	2,393	6,018	-	-	2,393	6,018
Unrestricted	12,876,473	13,453,006	1,875,845	1,317,310	14,752,318	14,770,316
Total Net Assets	<b><u>\$16,061,818</u></b>	<b><u>\$16,118,941</u></b>	<b><u>\$13,002,200</u></b>	<b><u>\$12,194,571</u></b>	<b><u>\$29,064,018</u></b>	<b><u>\$28,313,512</u></b>

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 nonfinancial 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 11 and 12 of this report.

**Management's Discussion and Analysis**  
**December 31, 2009**

**SUMMARY STATEMENT OF ACTIVITIES**

	Governmental Activities		Business Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenue Collected						
Program Revenue						
Charges for services						
Police	\$186,841	\$236,286	\$ -	\$ -	\$186,841	\$236,286
Administration	236,803	425,397	-	-	236,803	425,397
Water	-	-	901,614	970,779	901,614	970,779
Sewer	-	-	95,043	94,554	95,043	94,554
Grant Revenue						
Police	2,100	750	-	-	2,100	750
Public Works	101,460	102,150	-	-	101,460	102,150
<b>Total Program Revenues</b>	<b>527,204</b>	<b>764,583</b>	<b>996,657</b>	<b>1,065,333</b>	<b>1,523,861</b>	<b>1,829,916</b>
General revenues and transfers						
Property taxes	689,036	669,526	686,269	687,111	1,375,305	1,356,637
Intergovernmental	522,023	652,155	-	-	529,023	652,155
Other local taxes	1,104,410	1,140,297	-	-	1,104,410	1,140,297
Other revenues	147,856	40,461	670	980	148,526	41,441
Transfers	( 360,000)	( 1,100,180)	360,000	1,100,180	-	-
Interest income	244,442	384,975	15,659	43,586	260,101	428,561
<b>Total General Revenues and Transfers</b>	<b>2,347,767</b>	<b>1,787,234</b>	<b>1,062,598</b>	<b>1,831,857</b>	<b>3,410,365</b>	<b>3,619,091</b>
Total Revenues Collected and Transfers	2,874,971	2,551,817	2,059,255	2,897,190	4,934,226	5,449,007
Expenses Paid:						
Administration and general government	1,235,152	1,022,061	-	-	1,235,152	1,022,061
Police	1,228,581	1,171,781	-	-	1,228,581	1,171,781
Public Works	437,537	309,133	-	-	437,537	309,133
Interest	30,824	38,807	-	-	30,824	38,807
Consolidated Water	-	-	976,667	1,050,281	976,667	1,050,281
Sewer	-	-	274,959	347,947	274,959	347,947
<b>Total Expenses Paid</b>	<b>2,932,094</b>	<b>2,541,782</b>	<b>1,251,626</b>	<b>1,398,228</b>	<b>4,183,720</b>	<b>3,940,010</b>
Increase (Decrease) in Net Assets	( 57,123)	10,035	807,629	1,498,962	750,506	1,508,997
Net Assets, beginning of year	16,118,941	16,108,906	12,194,571	10,695,609	28,313,512	26,804,515
<b>Net Assets, End of Year</b>	<b><u>\$16,061,818</u></b>	<b><u>\$16,118,941</u></b>	<b><u>\$13,002,200</u></b>	<b><u>\$12,194,571</u></b>	<b><u>\$29,064,018</u></b>	<b><u>\$28,313,512</u></b>

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.

# Management's Discussion and Analysis

## December 31, 2009

---

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 the general government, the building department, and the police department. Business-type activities include the 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; 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 *Governmental Fund Financial Statements*, which are presented on pages 13 and 15 of this report, basic *Proprietary Fund Financial Statements*, which are presented on pages 16 through 19 of this report, and *Agency Fund Financial Statement*, which is presented on page 20 of this report. The agency fund is not included in the entity-wide statements since it is not available for general Village uses.

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 nonmajor 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.

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.

## Management's Discussion and Analysis December 31, 2009

---

*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 4,000. The average selling price of homes sold in Riverwoods in 2009 was \$871,195.

## **BASIC FINANCIAL STATEMENTS**

**Village of Riverwoods, Illinois**  
**STATEMENT OF NET ASSETS - MODIFIED CASH BASIS**  
December 31, 2009

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets			
Cash and cash equivalents	\$ 6,972,702	\$ 1,428,931	\$ 8,401,633
Investments	<u>6,247,352</u>	<u>254,279</u>	<u>6,501,631</u>
Total current assets	<u>13,220,054</u>	<u>1,683,210</u>	<u>14,903,264</u>
Noncurrent assets			
Internal balances - advances	(192,635)	192,635	-
Capital assets, not being depreciated			
Land	2,669,817	-	2,669,817
Capital assets, net of accumulated depreciation	<u>960,655</u>	<u>12,300,077</u>	<u>13,260,732</u>
Total noncurrent assets	<u>3,437,837</u>	<u>12,492,712</u>	<u>15,930,549</u>
Total assets	<u>16,657,891</u>	<u>14,175,922</u>	<u>30,833,813</u>
<b>LIABILITIES</b>			
Other liabilities	8,596	-	8,596
Advances from agency fund	139,957	-	139,957
Noncurrent liabilities			
Due within one year	175,946	614,623	790,569
Due in more than one year	<u>271,574</u>	<u>559,099</u>	<u>830,673</u>
Total liabilities	<u>596,073</u>	<u>1,173,722</u>	<u>1,769,795</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	3,182,952	11,126,355	14,309,307
Restricted for narcotics control	2,393	-	2,393
Unrestricted	<u>12,876,473</u>	<u>1,875,845</u>	<u>14,752,318</u>
Total net assets	<u>\$ 16,061,818</u>	<u>\$ 13,002,200</u>	<u>\$ 29,064,018</u>

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
**STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS**  
**For the Year Ended December 31, 2009**

Functions/programs	Expenses Paid	Program Revenues Collected		
		Charges for Services	Operating Grants	Capital Grants
Governmental activities				
Administration and general government	\$ 1,235,152	\$ 236,803	\$ -	\$ -
Police	1,228,581	186,841	2,100	-
Public works	437,537	-	101,460	-
Interest	30,824	-	-	-
<b>Total governmental activities</b>	<b>2,932,094</b>	<b>423,644</b>	<b>103,560</b>	<b>-</b>
Business-type activities				
Consolidated water	976,667	901,614	-	-
Sewer	274,959	95,043	-	-
<b>Total business-type activities</b>	<b>1,251,626</b>	<b>996,657</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>\$ 4,183,720</b>	<b>\$ 1,420,301</b>	<b>\$ 103,560</b>	<b>\$ -</b>

General revenues collected

Property and road and  
bridge taxes

Intergovernmental

Other local taxes

Other revenues

Interest income

Transfers between funds

Total general revenues collected

Change in net assets

Net assets

Beginning of year

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
\$ (998,349)	\$ -	\$ (998,349)
(1,039,640)	-	(1,039,640)
(336,077)	-	(336,077)
<u>(30,824)</u>	<u>-</u>	<u>(30,824)</u>
<u>(2,404,890)</u>	<u>-</u>	<u>(2,404,890)</u>
-	(75,053)	(75,053)
<u>-</u>	<u>(179,916)</u>	<u>(179,916)</u>
<u>-</u>	<u>(254,969)</u>	<u>(254,969)</u>
<u>(2,404,890)</u>	<u>(254,969)</u>	<u>(2,659,859)</u>
689,036	686,269	1,375,305
522,023	-	522,023
1,104,410	-	1,104,410
147,856	670	148,526
244,442	15,659	260,101
<u>(360,000)</u>	<u>360,000</u>	<u>-</u>
<u>2,347,767</u>	<u>1,062,598</u>	<u>3,410,365</u>
(57,123)	807,629	750,506
<u>16,118,941</u>	<u>12,194,571</u>	<u>28,313,512</u>
<u>\$ 16,061,818</u>	<u>\$ 13,002,200</u>	<u>\$ 29,064,018</u>

**Village of Riverwoods, Illinois**  
**Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS  
December 31, 2009

	General Fund	Police Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,903,693	\$ -	\$ 1,069,009	\$ 6,972,702
Investments	6,247,352	-	-	6,247,352
Advances to other funds	236,249	-	15,964	252,213
Total assets	\$ 12,387,294	\$ -	\$ 1,084,973	\$ 13,472,267
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Advances from other funds	\$ 292,468	\$ 177,477	\$ 114,860	\$ 584,805
Other liabilities	8,596	-	-	8,596
Total liabilities	301,064	177,477	114,860	593,401
<b>Fund balances</b>				
Reserved for advances	236,249	-	15,964	252,213
Reserved for narcotics control	-	2,393	-	2,393
Reserved for road projects	-	-	646,422	646,422
Reserved for debt service	-	-	273,828	273,828
Unreserved, designated	2,503,824	-	-	2,503,824
Unreserved, undesignated	9,346,157	(179,870)	33,899	9,200,186
Total fund balances (deficit)	12,086,230	(177,477)	970,113	12,878,866
Total fund balances and liabilities	\$ 12,387,294	\$ -	\$ 1,084,973	
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				3,630,472
Bonds payable are not due and payable in the current period and, therefore, are not reported in the governmental funds				(447,520)
Net assets of governmental activities				\$ 16,061,818

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 (DEFICITS)

For the Year Ended December 31, 2009

	<u>General Fund</u>	<u>Police Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues collected</b>				
Property taxes				
Police	\$ -	\$ 431,615	\$ -	\$ 431,615
Special service areas	-	-	221,870	221,870
Other local taxes	1,104,410	-	-	1,104,410
Township road and bridge taxes	35,551	-	-	35,551
Other intergovernmental taxes	522,023	-	101,460	623,483
Grants and contributions	-	2,100	-	2,100
Licenses and permits	158,703	-	-	158,703
Fines and forfeits	-	186,841	-	186,841
Special use payments	-	78,100	-	78,100
Other	18,125	137,472	-	155,597
Interest income	238,390	1,211	4,841	244,442
Total revenues collected	<u>2,077,202</u>	<u>837,339</u>	<u>328,171</u>	<u>3,242,712</u>
<b>Expenditures paid</b>				
Current				
Administration	1,179,094	-	-	1,179,094
Building	145,283	-	-	145,283
Police	-	1,145,363	-	1,145,363
Public works	223,464	-	206,766	430,230
Capital outlay	306,517	58,048	-	364,565
Debt service				
Principal	-	-	167,511	167,511
Interest	-	-	30,824	30,824
Total expenditures paid	<u>1,854,358</u>	<u>1,203,411</u>	<u>405,101</u>	<u>3,462,870</u>
Excess (deficiency) of revenues collected over expenditures paid	222,844	(366,072)	(76,930)	(220,158)
Other financing sources (uses)				
Transfers in (out)	<u>(726,224)</u>	<u>366,224</u>	<u>-</u>	<u>(360,000)</u>
Net change in fund balances	(503,380)	152	(76,930)	(580,158)
Fund balance (deficit), beginning of year	<u>12,589,610</u>	<u>(177,629)</u>	<u>1,047,043</u>	<u>13,459,024</u>
Fund balance (deficit), end of year	<u>\$ 12,086,230</u>	<u>\$ (177,477)</u>	<u>\$ 970,113</u>	<u>\$ 12,878,866</u>

The accompanying notes are an integral part of this statement.

## Village of Riverwoods, Illinois

RECONCILIATION OF THE COMBINING STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
For the Year Ended December 31, 2009

---

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

Net change in fund balances - total governmental funds	\$ (580,158)
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 net capital outlays exceeded depreciation in the current period.	355,524
The repayment of the principal of long-term debt consumes the current financial resources of government funds.	<u>167,511</u>
Change in net assets of governmental activities	<u><u>\$ (57,123)</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, 2009

	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 874,566	\$ 554,365	\$ 1,428,931
Investments	<u>254,279</u>	<u>-</u>	<u>254,279</u>
Total current assets	<u>1,128,845</u>	<u>554,365</u>	<u>1,683,210</u>
Noncurrent assets:			
Advances to other funds	27,043	165,592	192,635
Capital assets	11,805,867	5,824,227	17,630,094
Accumulated depreciation	<u>(2,948,196)</u>	<u>(2,381,821)</u>	<u>(5,330,017)</u>
Total noncurrent assets	<u>8,884,714</u>	<u>3,607,998</u>	<u>12,492,712</u>
Total assets	<u>10,013,559</u>	<u>4,162,363</u>	<u>14,175,922</u>
<b>LIABILITIES</b>			
Current liabilities			
Bonds payable due within one year	<u>317,114</u>	<u>297,509</u>	<u>614,623</u>
Total current liabilities	<u>317,114</u>	<u>297,509</u>	<u>614,623</u>
Noncurrent liabilities			
Bonds payable	<u>403,738</u>	<u>155,361</u>	<u>559,099</u>
Total liabilities	<u>720,852</u>	<u>452,870</u>	<u>1,173,722</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	8,136,819	2,989,536	11,126,355
Unreserved			
Designated for sewer replacement	-	303,010	303,010
Undesignated	<u>1,155,888</u>	<u>416,947</u>	<u>1,572,835</u>
Total net assets	<u>\$ 9,292,707</u>	<u>\$ 3,709,493</u>	<u>\$ 13,002,200</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 NET ASSETS

For the Year Ended December 31, 2009

	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
Operating revenues collected			
Charges for sales and services	\$ 901,614	\$ 95,043	\$ 996,657
Operating expenses paid			
Personnel	33,713	8,518	42,231
Contractual	623,733	109,332	733,065
Commodities	36,171	-	36,171
Total operating expenses paid	<u>693,617</u>	<u>117,850</u>	<u>811,467</u>
Depreciation	<u>236,044</u>	<u>117,463</u>	<u>353,507</u>
Total operating expenses paid and depreciation	<u>929,661</u>	<u>235,313</u>	<u>1,164,974</u>
Deficiency of operating revenues collected over operating expenses paid and depreciation	<u>(28,047)</u>	<u>(140,270)</u>	<u>(168,317)</u>
Nonoperating revenues collected (expenses paid)			
Property taxes	359,811	326,458	686,269
Interest income	14,996	663	15,659
Debt service - interest	(47,006)	(39,646)	(86,652)
Other revenue	670	-	670
Total nonoperating revenues collected (expenses paid)	<u>328,471</u>	<u>287,475</u>	<u>615,946</u>
Excess of revenues collected over expenses paid and depreciation	300,424	147,205	447,629
Transfer in from General Fund	<u>170,000</u>	<u>190,000</u>	<u>360,000</u>
Change in net assets	470,424	337,205	807,629
Net assets, beginning of year	<u>8,822,283</u>	<u>3,372,288</u>	<u>12,194,571</u>
Net assets, end of year	<u>\$ 9,292,707</u>	<u>\$ 3,709,493</u>	<u>\$ 13,002,200</u>

The accompanying notes are an integral part of this statement.

# Village of Riverwoods, Illinois

## Enterprise Funds

### COMBINING STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS

For the Year Ended December 31, 2009

	Consolidated Water Fund	Sewer Fund	Totals
<b>Cash flows in operating activities</b>			
Cash received from customers and users	\$ 901,614	\$ 95,043	\$ 996,657
Cash payments for goods and services	(659,904)	(109,332)	(769,236)
Cash payments to employees	(33,713)	(8,518)	(42,231)
Net cash provided by (used in) operating activities	<u>207,997</u>	<u>(22,807)</u>	<u>185,190</u>
<b>Cash flows in noncapital financing activities</b>			
Advances to other funds	-	(36,160)	(36,160)
Property tax revenues collected	359,811	326,458	686,269
Transfers from other funds	170,000	190,000	360,000
Other	(330)	-	(330)
Net cash provided by noncapital financing activities	<u>529,481</u>	<u>480,298</u>	<u>1,009,779</u>
<b>Cash flows in capital and related financing activities</b>			
Purchases of capital assets	(19,752)	-	(19,752)
Principal payments	(302,533)	(280,316)	(582,849)
Interest payments	(47,006)	(39,646)	(86,652)
Net cash used in capital and related financing activities	<u>(369,291)</u>	<u>(319,962)</u>	<u>(689,253)</u>
<b>Cash flows in investing activities</b>			
Interest on cash and cash equivalents	<u>5,571</u>	<u>663</u>	<u>6,234</u>
Net cash provided by investing activities	<u>5,571</u>	<u>663</u>	<u>6,234</u>
Net increase in cash and cash equivalents	373,758	138,192	511,950
Cash and cash equivalents, beginning of year	<u>500,808</u>	<u>416,173</u>	<u>916,981</u>
Cash and cash equivalents, end of year	<u>\$ 874,566</u>	<u>\$ 554,365</u>	<u>\$ 1,428,931</u>

(Continued)

# Village of Riverwoods, Illinois

## Enterprise Funds

### COMBINING STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS (Continued)

For the Year Ended December 31, 2009

---

Reconciliation of deficiency of operating revenues collected over expenses paid and depreciation to net cash provided by (used in) operating activities						
Deficiency of operating revenues collected over expenses paid and depreciation	\$	(28,047)	\$	(140,270)	\$	(168,317)
Adjustments to reconcile deficiency of operating revenues collected over expenses paid and depreciation to net cash provided by (used in) operating activities:						
Depreciation		<u>236,044</u>		<u>117,463</u>		<u>353,507</u>
Net cash provided by (used in) operating activities	\$	<u>207,997</u>	\$	<u>(22,807)</u>	\$	<u>185,190</u>

---

(Concluded)

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 - MODIFIED CASH BASIS  
For the Year Ended December 31, 2009

---

	January 1, 2009	Additions	Deductions	December 31, 2009
<b>ASSETS</b>				
Cash and cash equivalents	\$ 437,294	\$ 120,912	\$ 273,810	\$ 284,396
Investments	34,278	41	-	34,319
Due from developers				
Escrow bonds	105,797	628	2,911	103,514
Advance to other funds	139,957	-	-	139,957
<b>Total assets</b>	<b>\$ 717,326</b>	<b>\$ 121,581</b>	<b>\$ 276,721</b>	<b>\$ 562,186</b>
<b>LIABILITIES</b>				
Due to developers				
Performance bonds	\$ 536,271	\$ 120,912	\$ 257,906	\$ 399,277
Escrow bonds	181,055	1,236	19,382	162,909
<b>Total liabilities</b>	<b>\$ 717,326</b>	<b>\$ 122,148</b>	<b>\$ 277,288</b>	<b>\$ 562,186</b>

---

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
INDEX FOR NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

	Page
NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	
1. Reporting Entity	23
2. Government-Wide and Fund Financial Statements	23
3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	24 - 25
4. Appropriations	25
5. Cash and Cash Equivalents	25
6. Investments	25
7. Advances to Other Funds	25
8. Capital Assets	26
9. Long-Term Obligations	26
10. Fund Equity	26
11. Interfund Transactions	27
12. Property Taxes	27
13. Use of Estimates	27
NOTE B - LEGAL COMPLIANCE AND ACCOUNTABILITY	
1. Deficit Fund Balances of Individual Funds	27
NOTE C - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS	
1. Explanation of certain differences between the governmental funds combining statement of revenues collected, expenditures paid, and changes in fund balances and the government-wide statement of activities - modified cash basis	28
NOTE D - DEPOSITS AND INVESTMENTS	28 - 29
NOTE E - CAPITAL ASSETS	
1. Governmental	30
2. Enterprise	31
3. Depreciation	31
NOTE F - LONG-TERM DEBT	
1. Changes in Long-Term Liabilities	32 - 33
2. Annual Debt Service Requirements to Maturity	34
NOTE G - INTERFUND ADVANCES	35 - 36
NOTE H - INTERFUND TRANSFERS	37

**Village of Riverwoods, Illinois**  
INDEX FOR NOTES TO THE FINANCIAL STATEMENTS (Continued)  
December 31, 2008

---

	Page
NOTE I - JOINT VENTURES	
1. Solid Waste Agency of Lake County (SWALCO)	38
2. Northeastern Illinois Regional Crime Laboratory (NIRCL)	38
3. Northern Suburban Special Recreation Association (NSSRA)	39
NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND	
1. Plan Description	39
2. Funding Policy	39
3. Annual Pension Cost	40
4. Funded Status and Funding Progress	40

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Riverwoods, Illinois (Village), have been prepared using the modified cash basis of accounting, which is a comprehensive basis of accounting not in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The modified cash basis of accounting is a method that is acceptable under state statutes. 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. 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 in its modified 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, 2009

---

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.

Amounts reported as program revenues include charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues, rather than as program revenues. Likewise, general revenues include all taxes.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Proprietary funds distinguish operating revenues collected and expenses paid from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Consolidated Water enterprise fund and of the Sewer enterprise fund are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap-on fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services and administrative expenses. All revenues and expenses not meeting this definition (except depreciation on capital assets) are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

4. Appropriations

The Village budgets on the modified cash basis of accounting. The appropriation ordinance, which is the legal authority to spend, was passed on March 18, 2009, 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.

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 at the time of purchase. All investments are stated at cost or amortized cost, which approximates fair value.

7. Advances to Other Funds

Noncurrent portions of interfund loan receivables are reported as advances and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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

Designations of fund balance represent Board plans for future uses of financial resources, that are subject to change, as follows:

General Fund - police impact fees	\$ <u>2,503,824</u>
Sewer Fund - sewer replacement	\$ <u>303,010</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 2, 2008). 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. The 2008 levy is reported in these statements.

13. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues collected and expenditures paid during the reporting period. Actual results could differ from those estimates.

NOTE B - LEGAL COMPLIANCE AND ACCOUNTABILITY

1. Deficit Fund Balances of Individual Funds

The following funds had deficit fund balances as of December 31, 2009:

<u>Fund</u>	<u>Deficit Balance</u>
Police Fund	\$ (177,477)
Special Service Area 19 - Hiawatha Road Projects Fund	(5,500)
Special Service Area 20 - Whigham Burr Oak Projects Fund	(21,543)

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2009

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

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

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	\$	420,930
Depreciation expense		(57,665)
Disposals		<u>(7,741)</u>
Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net assets of governmental activities	\$	<u><u>355,524</u></u>

**NOTE D - DEPOSITS AND INVESTMENTS**

At December 31, 2009, the Village had the following investments and maturities:

Investment Type	Investment Maturities (In Years)			Total
	Less than 1	1 - 5	6 - 10	
The Illinois Funds *	\$ 7,486,282	\$ -	\$ -	\$ 7,486,282
Money Market/Liquid Assets	584,462	-	-	584,462
Certificates of Deposit	3,210,645	2,355,000	-	5,565,645
Federal Farm Credit Bank	-	180,560	-	180,560
U.S. Treasuries	-	205,283	-	205,283
	<u>\$ 11,281,389</u>	<u>\$ 2,740,843</u>	<u>\$ -</u>	<u>\$ 14,022,232</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 from cash transactions.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

NOTE D - DEPOSITS AND INVESTMENTS (Continued)

Reconciliation to Statement of Net Assets - Modified Cash Basis

Investments per table above	\$ 14,022,232
Less amounts included in cash and cash equivalents:	
The Illinois Funds	(7,486,282)
Agency fund investment	<u>(34,319)</u>
Investments per statement of net assets - modified cash basis	\$ <u><u>6,501,631</u></u>

Interest Rate Risk

The Village's investment policy limits 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, 2009, The Illinois Funds Money Market was rated AAAM by Standard and Poor's.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of a 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. As of December 31, 2009, \$558,011 of the Village's deposits with financial institutions balance of \$1,199,447 was exposed to custodial credit risk.

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, 2009

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2009, 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	\$ 306,517	\$ -	\$ 2,669,817
Capital assets being depreciated				
Buildings and improvements	635,330	61,969	-	697,299
Office equipment	152,966	11,843	-	164,809
Infrastructure	329,203	36,160	-	365,363
Vehicles	190,725	4,441	19,352	175,814
Total capital assets being depreciated	<u>1,308,224</u>	<u>114,413</u>	<u>19,352</u>	<u>1,403,285</u>
Less accumulated depreciation for:				
Buildings and improvements	150,467	13,946	-	164,413
Office equipment	139,588	6,808	-	146,396
Infrastructure	16,113	7,307	-	23,420
Vehicles	90,408	29,604	11,611	108,401
Total accumulated depreciation	<u>396,576</u>	<u>57,665</u>	<u>11,611</u>	<u>442,631</u>
Total capital assets being depreciated, net	<u>911,648</u>	<u>56,748</u>	<u>7,741</u>	<u>960,655</u>
Governmental activities capital assets, net	<u>\$ 3,274,948</u>	<u>\$ 363,265</u>	<u>\$ 7,741</u>	<u>\$ 3,630,472</u>

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2009

NOTE E - CAPITAL ASSETS (Continued)

2. <u>Enterprise</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets being depreciated				
Pumping stations and reservoirs	\$ 2,866,149	\$ -	\$ -	\$ 2,866,149
Water tower	50,000	-	-	50,000
Water mains	8,869,966	19,752	-	8,889,718
Sewers	5,824,227	-	-	5,824,227
Total capital assets being depreciated	<u>17,610,342</u>	<u>19,752</u>	<u>-</u>	<u>17,630,094</u>
Less accumulated depreciation for:				
Pumping stations and reservoirs	844,144	57,323	-	901,467
Water tower	4,000	1,000	-	5,000
Water mains	1,864,008	177,721	-	2,041,729
Sewers	2,264,358	117,463	-	2,381,821
Total accumulated depreciation	<u>4,976,510</u>	<u>353,507</u>	<u>-</u>	<u>5,330,017</u>
Business-type activities capital assets, net	<u>\$ 12,633,832</u>	<u>\$ (333,755)</u>	<u>\$ -</u>	<u>\$ 12,300,077</u>

3. Depreciation

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

Governmental activities	
Administration and general	\$ 20,747
Police	29,611
Public works	<u>7,307</u>
Total depreciation expense - governmental activities	<u>\$ 57,665</u>
Business-type activities	
Consolidated water	\$ 236,044
Sewer	<u>117,463</u>
Total depreciation expense - business-type activities	<u>\$ 353,507</u>

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2009

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>January 1,</u> <u>2009</u>	<u>Additions</u>	<u>Retirements</u>	<u>December 31,</u> <u>2009</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%. \$	65,562	\$ -	\$ 32,024	\$ 33,538	\$ 33,538
Special Service Area Number 9					
Issued August 10, 1999. Due					
January 10, 2010, interest at 4.70%.	17,482	-	8,540	8,942	8,942
Special Service Area Number 10					
Issued December 15, 1999. Due					
January 10, 2020, interest at 6.29%.	122,799	-	7,078	115,721	7,530
Special Service Area Number 11					
Issued August 10, 1999. Due					
January 10, 2010, interest at 4.70%.	53,422	-	26,094	27,328	27,328
Special Service Area Number 15					
Issued December 15, 1999. Due					
January 10, 2010, interest at 5.55%.	98,521	-	47,924	50,597	50,597
Special Service Area Number 19					
Issued November 18, 2002. Due					
February 1, 2013, interest at 6.00%.	89,060	-	17,771	71,289	18,868
Special Service Area Number 20					
Issued December 2, 2003. Due					
February 1, 2014, interest at 3.70%.	168,185	-	28,080	140,105	29,143
<b>Total</b>	<u>\$ 615,031</u>	<u>\$ -</u>	<u>\$ 167,511</u>	<u>\$ 447,520</u>	<u>\$ 175,946</u>

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2009

NOTE F - LONG-TERM DEBT (Continued)

1. Changes in Long-Term Liabilities (Continued)

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

	<u>January 1,</u> <u>2009</u>	<u>Additions</u>	<u>Retirements</u>	<u>December 31,</u> <u>2009</u>	<u>Due Within</u> <u>One Year</u>
Special Service Area Bonds:					
South Riverwood Sewer					
Issued June 5, 2000. Due					
February 1, 2011, interest at 5.85%. \$	733,186	\$ -	\$ 280,316	\$ 452,870	\$ 297,509
North Central Water					
Issued August 15, 2001. Due					
August 1, 2011, interest at 4.60%.	820,802	-	261,256	559,546	273,412
North Robinwood Water					
Issued December 15, 1999. Due					
January 10, 2020, interest at 6.29%.	111,767	-	6,474	105,293	6,887
Northwest Water					
Issued August 17, 2000. Due					
February 1, 2011, interest at 5.25%.	71,226	-	27,374	43,852	28,850
Cherrywood Road					
Issued September 22, 2000. Due					
August 1, 2010, interest at 7.00%.	19,590	-	7,429	12,161	7,965
Total	<u>\$ 1,756,571</u>	<u>\$ -</u>	<u>\$ 582,849</u>	<u>\$ 1,173,722</u>	<u>\$ 614,623</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

NOTE F - LONG-TERM DEBT (Continued)

2. Annual Debt Service Requirements to Maturity

ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS

Years Ending <u>December 31</u>	Special Service Area Bonds <u>Governmental</u>	Special Service Area Bonds <u>Enterprise</u>	<u>Total</u>
2010	\$ 198,352	\$ 669,004	\$ 867,356
2011	71,857	489,273	561,130
2012	71,856	13,473	85,329
2013	60,393	13,473	73,866
2014	31,830	13,474	45,304
2015-2019	73,652	67,366	141,018
2020	15,980	14,063	30,043
	<u>523,920</u>	<u>1,280,126</u>	<u>1,804,046</u>
Less interest	<u>76,400</u>	<u>106,404</u>	<u>182,804</u>
	<u>\$ 447,520</u>	<u>\$ 1,173,722</u>	<u>\$ 1,621,242</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

NOTE G - INTERFUND ADVANCES

At December 31, 2009, interfund advances consist of the following:

Governmental funds	<u>Advances to Other Funds</u>	<u>Advances from Other Funds</u>
General		
Police	\$ 177,477	\$ -
Nonmajor governmental funds		
Motor Fuel Tax	58,772	-
Duffy Roads	-	15,964
Sewer	-	136,547
Total General fund	<u>236,249</u>	<u>152,511</u>
Police		
General	-	177,477
Total Police fund	<u>-</u>	<u>177,477</u>
Motor Fuel Tax		
General	-	58,772
Total Motor Fuel Tax fund	<u>-</u>	<u>58,772</u>
Duffy Roads		
General	15,964	-
Sewer	-	29,045
Total Duffy Roads funds	<u>15,964</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>252,213</u>	<u>444,848</u>

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2009

**NOTE G - INTERFUND ADVANCES (Continued)**

	<u>Advances to Other Funds</u>	<u>Advances from Other Funds</u>
Enterprise funds		
Consolidated Water		
Special Service Area Number 19	\$ 5,500	\$ -
Special Service Area Number 20	21,543	-
Total Consolidated Water fund	<u>27,043</u>	<u>-</u>
Sewer		
General	136,547	-
Duffy Roads	29,045	-
Total Sewer fund	<u>165,592</u>	<u>-</u>
Total enterprise funds	<u>192,635</u>	<u>-</u>
Total governmental and enterprise funds	444,848	444,848
Elimination of advances to/from funds of the same type	<u>(252,213)</u>	<u>(252,213)</u>
Total	<u>\$ 192,635</u>	<u>\$ 192,635</u>

At December 31, 2009, interfund advances from the agency fund consist of the following:

General fund		
Agency fund-Performance Bond	\$ -	\$ 139,957
Total General fund	<u>-</u>	<u>139,957</u>
Agency fund-Performance Bond		
General fund	139,957	-
Total agency fund-Performance Bond	<u>139,957</u>	<u>-</u>
Total - Statement of Net Assets and Statement of Changes in Assets and Liabilities - Agency Fund		
Performance Bond fund	<u>\$ 139,957</u>	<u>\$ 139,957</u>

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2009

**NOTE H - INTERFUND TRANSFERS**

Governmental funds	<u>Transfers In</u>	<u>Transfers Out</u>
General		
Police	\$ -	\$ 366,224
Consolidated Water	-	170,000
Sewer	-	190,000
Total General fund	<u>-</u>	<u>726,224</u>
Police		
General	<u>366,224</u>	<u>-</u>
Total Police fund	<u>366,224</u>	<u>-</u>
Total governmental funds	<u>366,224</u>	<u>726,224</u>
Enterprise funds		
Consolidated Water		
General	<u>170,000</u>	<u>-</u>
Total Consolidated Water fund	<u>170,000</u>	<u>-</u>
Sewer		
General	<u>190,000</u>	<u>-</u>
Total Sewer fund	<u>190,000</u>	<u>-</u>
Total enterprise funds	<u>360,000</u>	<u>-</u>
Total governmental and enterprise funds	726,224	726,224
Elimination of transfers to/from funds of the same type	<u>(366,224)</u>	<u>(366,224)</u>
Total	<u>\$ 360,000</u>	<u>\$ 360,000</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

NOTE I - 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 41 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, 2009, 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, 1311 N. Estes Street, Gurnee, Illinois 60031.

2. Northeastern Illinois Regional Crime Laboratory (NIRCL)

The Village is a member of the Northeastern Illinois Regional Crime Laboratory (the Laboratory), formerly known as the Northern Illinois Police Crime Laboratory. Each of the 42 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 \$7,881 to the Laboratory during 2009.

Complete financial statements are available from the Northeastern Illinois Regional Crime Laboratory, 1000 Butterfield Road, Suite 1009, Vernon Hills, Illinois 60061.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

---

NOTE I - 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 the aggregate gross population. The Village contributed \$39,099 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 J - ILLINOIS MUNICIPAL RETIREMENT FUND

1. Plan Description

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent, multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

2. Funding Policy

As set by statute, the Village's regular plan members are required to contribute 4.5% of their annual covered salary. The statutes require the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's contribution rate for calendar year 2009 was 10.25% of annual covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

**NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)**

**3. Annual Pension Cost**

For the year ended December 31, 2009, the Village's annual pension cost of \$98,049 for the regular plan was equal to the Village's required and actual contributions.

Trend Information			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2009	\$ 98,049	100%	\$ -
12/31/2008	93,348	100%	-
12/31/2007	86,490	100%	-

The required contribution for 2009 was determined as part of the December 31, 2007 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007 included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at the December 31, 2007 valuation was 23 years.

**4. Funded Status and Funding Progress**

As of December 31, 2009, the most recent actuarial valuation date, the regular plan was 65.80% funded. The actuarial accrued liability for benefits was \$1,325,468, and the actuarial value of assets was \$872,140, resulting in an underfunded actuarial accrued liability (UAAL) of \$453,328. The covered payroll (annual payroll of active employees covered by the plan) was \$956,577, and the ratio of the UAAL to the covered payroll was 47%. In conjunction with the December 2009 actuarial valuation, the market value of investments was determined using techniques that spread the effect of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 30-year basis.

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

**REQUIRED SUPPLEMENTARY INFORMATION**

**Village of Riverwoods, Illinois**  
 Illinois Municipal Retirement Fund Pension Data  
 SCHEDULE OF FUNDING PROGRESS  
December 31, 2009  
(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)
12/31/2009	\$ 872,140	\$ 1,325,468	\$ 453,328	65.80%	\$ 956,577	47.39%
12/31/2008	721,508	1,109,293	387,785	65.04%	913,388	42.46%
12/31/2007	826,398	1,081,429	255,031	76.42%	858,890	29.69%

On a market value basis, the actuarial value of assets as of December 31, 2009 is \$846,115. On a market basis, the funded ratio would be 63.84%.

# Village of Riverwoods, Illinois

## General Fund

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

For the Year Ended December 31, 2009

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Township road and bridge tax	\$ 26,000	\$ 35,551	\$ 9,551
Other intergovernmental taxes	636,800	522,023	(114,777)
Local taxes	1,150,000	1,104,410	(45,590)
License and permits	250,000	158,703	(91,297)
Interest income	100,000	238,390	138,390
Other revenues	-	18,125	18,125
Total revenues collected	<u>2,162,800</u>	<u>2,077,202</u>	<u>(85,598)</u>
Expenditures paid			
Current			
Administration	1,333,000	1,179,094	153,906
Building	537,500	145,283	392,217
Road and bridge	499,500	223,464	276,036
Capital outlay	<u>5,810,000</u>	<u>306,517</u>	<u>5,503,483</u>
Total expenditures paid	<u>8,180,000</u>	<u>1,854,358</u>	<u>6,325,642</u>
Excess (deficiency) of revenues collected over expenditures paid	(6,017,200)	222,844	6,240,044
Other			
Depreciation	40,000	-	40,000
Other financing uses			
Transfers out	<u>(1,550,000)</u>	<u>(726,224)</u>	<u>(823,776)</u>
Net change in fund balance	<u>\$ (7,607,200)</u>	(503,380)	<u>\$ 7,103,820</u>
Fund balance			
Beginning of year		<u>12,589,610</u>	
End of year		<u>\$ 12,086,230</u>	

# Village of Riverwoods, Illinois

## Police Fund

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

For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Revenues collected</b>			
Grants and contributions	\$ -	\$ 2,100	\$ 2,100
Local taxes - property taxes	431,000	431,615	615
Impact fees	72,000	78,100	6,100
Fines and forfeits	176,390	186,841	10,451
Other - charges for services	400	137,472	137,072
Interest income	-	1,211	1,211
Total revenues collected	<u>679,790</u>	<u>837,339</u>	<u>157,549</u>
<b>Expenditures paid</b>			
Current			
Personnel	970,100	969,279	821
Contractual services	316,800	149,015	167,785
Commodities	42,200	27,069	15,131
Total current	<u>1,329,100</u>	<u>1,145,363</u>	<u>183,737</u>
Capital outlay	<u>59,000</u>	<u>58,048</u>	<u>952</u>
Total expenditures paid	<u>1,388,100</u>	<u>1,203,411</u>	<u>184,689</u>
Deficiency of revenues collected over expenditures paid	(708,310)	(366,072)	342,238
<b>Other financing sources</b>			
Transfer in	<u>196,000</u>	<u>366,224</u>	<u>170,224</u>
Net change in fund balance	<u>\$ (512,310)</u>	152	<u>\$ 512,462</u>
<b>Fund balance (deficit)</b>			
Beginning of year		<u>(177,629)</u>	
End of year		<u>\$ (177,477)</u>	

**Village of Riverwoods, Illinois**  
NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION  
For the Year Ended December 31, 2009

---

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. The following fund had an excess of expenditures over appropriation:

	<u>Appropriation</u>	<u>Actual</u>	<u>Variance</u>
Special Service Area 20 - Whigham-Burr Oak Debt Service Fund	\$ <u>34,000</u>	\$ <u>34,131</u>	\$ <u>(131)</u>

The following funds had no appropriation for 2009:

- Special Service Area (SSA) 19 - Hiawatha Road Projects Fund
- Special Service Area (SSA) 20 - Whigham Burr Oak Projects Fund

**SUPPLEMENTAL DATA**

**Village of Riverwoods, Illinois**  
**General Fund**  
SCHEDULE OF REVENUES COLLECTED -  
APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2008

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
<b>Revenues collected</b>			
Township road and bridge tax	\$ 26,000	\$ 35,551	\$ 9,551
<b>Other intergovernmental taxes</b>			
Personal property replacement taxes	7,800	1,957	(5,843)
Illinois municipal sales tax	223,000	200,337	(22,663)
Local use tax	53,000	50,226	(2,774)
State income taxes	<u>353,000</u>	<u>269,503</u>	<u>(83,497)</u>
Total other intergovernmental taxes	<u>636,800</u>	<u>522,023</u>	<u>(114,777)</u>
<b>Local taxes</b>			
Village of Riverwoods sales tax 1/2%	100,000	88,773	(11,227)
<b>Utility taxes</b>			
Electric	300,000	290,313	(9,687)
Gas	225,000	173,010	(51,990)
Simplified telecommunications tax	425,000	507,379	82,379
Hotel tax	<u>100,000</u>	<u>44,935</u>	<u>(55,065)</u>
Total local taxes	<u>1,150,000</u>	<u>1,104,410</u>	<u>(45,590)</u>
<b>Licenses and permits</b>			
Liquor licenses	20,000	15,500	(4,500)
Cable television franchise fees	50,000	62,052	12,052
Telephone franchise fees	-	2,558	2,558
Building permits - construction fees	95,000	51,520	(43,480)
Special inspection - site development and inspection fees	2,000	761	(1,239)
Cell tower lease	83,000	-	(83,000)
Elevator permits	-	9,240	9,240
Forester fees	-	1,550	1,550
Forest program	-	15,022	15,022
Engineer fees	<u>-</u>	<u>500</u>	<u>500</u>
Total licenses and permits	<u>250,000</u>	<u>158,703</u>	<u>(91,297)</u>

(Continued)

**Village of Riverwoods, Illinois**  
**General Fund**  
 SCHEDULE OF REVENUES COLLECTED -  
 APPROPRIATION AND ACTUAL (Continued)  
 For the Year Ended December 31, 2008

---

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected (continued)			
Interest income	\$ <u>100,000</u>	\$ <u>238,390</u>	\$ <u>138,390</u>
Other			
Miscellaneous	<u>-</u>	<u>18,125</u>	<u>18,125</u>
Total revenues collected	\$ <u><u>2,162,800</u></u>	\$ <u><u>2,077,202</u></u>	\$ <u><u>(85,598)</u></u>

---

(Concluded)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Expenditures paid			
Administration department			
Personnel			
Salaries	\$ 246,000	\$ 200,722	\$ 45,278
FICA	34,500	15,037	19,463
IMRF	71,000	35,318	35,682
Unemployment insurance	4,000	2,200	1,800
Health insurance	45,000	31,686	13,314
Total personnel	400,500	284,963	115,537
Contractual services			
Maintenance - building	100,000	39,082	60,918
Maintenance - equipment	10,000	9,429	571
Maintenance - grounds	10,000	21,338	(11,338)
Insurance	15,000	71,274	(56,274)
Telephone	25,000	12,392	12,608
Travel and meeting expense	20,000	10,785	9,215
Postage	10,000	5,877	4,123
Advertising and printing	2,500	3,452	(952)
Village Voice	18,000	18,805	(805)
Accounting services	25,000	28,787	(3,787)
Engineering services	150,000	118,768	31,232
Legal services	150,000	113,668	36,332
Other professional services	100,000	126,361	(26,361)
Dues, subscriptions, and memberships	3,000	7,017	(4,017)
Forest program	75,000	169,660	(94,660)
Theater In The Woods	20,000	10,000	10,000
Family Day	10,000	-	10,000
NSSRA	65,000	39,099	25,901
Miscellaneous contractual services	25,000	61,223	(36,223)
Senior transportation	5,000	240	4,760
Contingency	60,000	-	60,000
Total contractual services	898,500	867,257	31,243

(Continued)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL (Continued) For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Expenditures paid (continued)			
Administration department (continued)			
Commodities			
Office supplies	\$ 22,000	\$ 24,873	\$ (2,873)
Publications	2,000	1,058	942
Operating supplies	-	943	(943)
Total commodities	<u>24,000</u>	<u>26,874</u>	<u>(2,874)</u>
Other expenses			
Miscellaneous	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total administration department	<u>1,333,000</u>	<u>1,179,094</u>	<u>153,906</u>
Building department			
Personnel			
Salaries	205,000	125,786	79,214
FICA	18,000	9,623	8,377
IMRF	<u>13,500</u>	<u>-</u>	<u>13,500</u>
Total personnel	<u>236,500</u>	<u>135,409</u>	<u>101,091</u>
Contractual services			
Insurance	50,000	-	50,000
Telephone	25,000	50	24,950
Travel and meeting expense	11,000	1,326	9,674
Training	1,000	-	1,000
Postage	9,000	-	9,000
Advertising	3,000	-	3,000
Printing	2,000	8	1,992
Engineering services	100,000	2,222	97,778
Other professional services	30,000	191	29,809
Dues, subscriptions, and memberships	<u>2,000</u>	<u>50</u>	<u>1,950</u>
Total contractual services	<u>233,000</u>	<u>3,847</u>	<u>229,153</u>

(Continued)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL (Continued) For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Expenditures paid (continued)			
Building department (continued)			
Commodities			
Office supplies	\$ 15,000	\$ 112	\$ 14,888
Other expenses			
Miscellaneous	50,000	-	50,000
Inspection fees - plumbing, elevator, and site	3,000	5,915	(2,915)
Total other expenses	53,000	5,915	47,085
Total building department	537,500	145,283	392,217
Road and Bridge			
Personnel			
Salaries	-	6,937	(6,937)
FICA	-	531	(531)
Total personnel	-	7,468	(7,468)
Contractual services			
Maintenance - streets	100,000	4,269	95,731
Maintenance - bike path	30,000	802	29,198
Maintenance – grounds	3,500	34,085	(30,585)
Maintenance – culverts/drainage	85,000	50,431	34,569
Snow removal	75,000	99,554	(24,554)
Signs - purchase and repair	3,000	658	2,342
Street lighting	3,000	3,485	(485)
Engineering services	30,000	20,225	9,775
Legal services	-	312	(312)
Other professional services	10,000	2,175	7,825
Total contractual services	339,500	215,996	123,504

(Continued)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL (Continued) For the Year Ended December 31, 2009

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
Expenditures paid (continued)			
Road and bridge (continued)			
Commodities			
Maintenance supplies	\$ 5,000	\$ -	\$ 5,000
Operating supplies	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total commodities	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Other expenses			
Contingencies	<u>150,000</u>	<u>-</u>	<u>150,000</u>
Total road and bridge	<u>499,500</u>	<u>223,464</u>	<u>276,036</u>
Total current expenditures paid	<u>2,370,000</u>	<u>1,547,841</u>	<u>822,159</u>
Capital outlay			
Administration department			
Land acquisition	5,000,000	306,517	4,693,483
Equipment	10,000	-	10,000
Bike path contingency	<u>300,000</u>	<u>-</u>	<u>300,000</u>
Total administration	<u>5,310,000</u>	<u>306,517</u>	<u>5,003,483</u>
Road and bridge			
New bike path construction	<u>500,000</u>	<u>-</u>	<u>500,000</u>
Total capital outlay	<u>5,810,000</u>	<u>306,517</u>	<u>5,503,483</u>
Total expenditures paid	<u>8,180,000</u>	<u>1,854,358</u>	<u>6,325,642</u>

(Continued)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES -

#### APPROPRIATION AND ACTUAL (Continued)

For the Year Ended December 31, 2009

---

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
Depreciation	\$ <u>40,000</u>	\$ <u>-</u>	\$ <u>40,000</u>
Other financing uses			
Transfers out - Consolidated Water Fund	1,000,000	170,000	830,000
Transfers out - Sewer Fund	200,000	190,000	10,000
Transfers out - Police Fund	<u>350,000</u>	<u>366,224</u>	<u>(16,224)</u>
Total other financing uses	<u>1,550,000</u>	<u>726,224</u>	<u>823,776</u>
Total expenditures paid and other financing uses	\$ <u>9,770,000</u>	\$ <u>2,580,582</u>	\$ <u>7,189,418</u>

---

(Concluded)

# Village of Riverwoods, Illinois

## Police Fund

### SCHEDULE OF REVENUES COLLECTED AND OTHER FINANCING SOURCES - APPROPRIATION AND ACTUAL For the Year Ended December 31, 2009

---

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues collected			
Grants and contributions			
Miscellaneous grants	\$ <u>          -</u>	\$ <u>      2,100</u>	\$ <u>      2,100</u>
Local taxes			
Property taxes	<u>      431,000</u>	<u>      431,615</u>	<u>           615</u>
Impact fees	<u>       72,000</u>	<u>       78,100</u>	<u>          6,100</u>
Fines and forfeits			
Administrative tow	-	31,900	31,900
Circuit court fines	167,000	146,976	(20,024)
False alarm fines	390	1,220	830
Patrol violation fines	<u>       9,000</u>	<u>       6,745</u>	<u>      (2,255)</u>
Total fines and forfeits	<u>      176,390</u>	<u>      186,841</u>	<u>      10,451</u>
Other - charges for services			
Burglar alarm registration	400	345	(55)
Cell tower lease	-	83,544	83,544
Miscellaneous revenue	<u>          -</u>	<u>      53,583</u>	<u>      53,583</u>
Total other - charges for services	<u>       400</u>	<u>      137,472</u>	<u>      137,072</u>
Interest income	<u>          -</u>	<u>       1,211</u>	<u>       1,211</u>
Total revenues collected	<u>      679,790</u>	<u>      837,339</u>	<u>      157,549</u>
Other financing sources			
Transfer in from General Fund	<u>      196,000</u>	<u>      366,224</u>	<u>      170,224</u>
Total revenues collected and other financing sources	\$ <u>      875,790</u>	\$ <u>     1,203,563</u>	\$ <u>      327,773</u>

---

# Village of Riverwoods, Illinois

## Police Fund

### SCHEDULE OF EXPENDITURES PAID -

#### APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2009

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
<b>Expenditures paid</b>			
<b>Personnel</b>			
Salaries	\$ 780,000	\$ 773,066	\$ 6,934
Health insurance	70,000	75,259	(5,259)
FICA	60,000	58,970	1,030
IMRF	60,000	61,984	(1,984)
Unemployment insurance	100	-	100
Total personnel	<u>970,100</u>	<u>969,279</u>	<u>821</u>
<b>Contractual services</b>			
Legal services	48,000	49,585	(1,585)
Crime laboratory	10,000	7,881	2,119
Other professional services	81,100	71,740	9,360
Postage	100	61	39
Telephone	4,000	4,226	(226)
Travel	600	865	(265)
Training	3,000	2,988	12
Miscellaneous	70,000	11,669	58,331
Contingency	100,000	-	100,000
Total contractual services	<u>316,800</u>	<u>149,015</u>	<u>167,785</u>
<b>Commodities</b>			
Office expenses	2,200	3,024	(824)
Fuel for squad cars	40,000	24,045	15,955
Total commodities	<u>42,200</u>	<u>27,069</u>	<u>15,131</u>
<b>Capital outlay</b>			
Police officer equipment	9,000	9,040	(40)
Squad cars and related equipment	50,000	49,008	992
Total capital outlay	<u>59,000</u>	<u>58,048</u>	<u>952</u>
Total expenditures paid	<u>\$ 1,388,100</u>	<u>\$ 1,203,411</u>	<u>\$ 184,689</u>

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues from specific taxes or other earmarked revenue sources that by law are designated to finance particular functions or activities of government and that cannot be diverted to other uses. The nonmajor special revenue funds maintained by the Village are as follows:

**Motor Fuel Tax Fund** - to account for state-shared revenues earmarked to finance road maintenance and improvements.

**Special Service Area (SSA) 5 - Duffy Roads Fund** - to account for revenues derived from a separate property tax levy and their use within the special service area.

**Special Service Area (SSA) 7 - Russell's Storm Sewer Fund** - to account for revenues derived from a separate property tax levy and their use within the special service area.

### DEBT SERVICE FUNDS

Debt service funds are used to account for monies accumulated to retire general long-term debt. The nonmajor debt service funds maintained by the Village are each related to a specific special service area and are funded by a separate property tax levy. Special Service Areas 12 and 14 are recorded in the sewer and water funds, respectively. They are as follows:

- Special Service Area 8 - Cherrywood Sewer Debt Service Fund
- Special Service Area 9 - North Duffy Sewer Debt Service Fund
- Special Service Area 10 - North Robinwood Sewer Debt Service Fund
- Special Service Area 11 - Forest Glen Water Debt Service Fund
- Special Service Area 15 - South Robinwood Water Debt Service Fund
- Special Service Area 19 - Hiawatha Road Debt Service Fund
- Special Service Area 20 - Whigham Burr Oak Debt Service Fund

### CAPITAL PROJECTS FUNDS

Capital projects funds account for the resources used by the Village for the acquisition and/or construction of capital facilities. The nonmajor capital projects funds maintained by the Village are as follows:

**Special Service Area (SSA) 19 - Hiawatha Road Projects Fund** - to account for the proceeds of special service area bonds used for capital improvements in a special service district within the Village.

**Special Service Area (SSA) 20 - Whigham Burr Oak Projects Fund** - to account for the proceeds of special service area bonds used for capital improvements in a special service district within the Village.

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
**COMBINING STATEMENT OF ASSETS AND LIABILITIES**  
**ARISING FROM CASH TRANSACTIONS**  
December 31, 2009

	Special Revenue Funds			
	Motor Fuel Tax	Special Service Area 5 Duffy Roads	Special Service Area 7 Russell's Storm Sewer	Total Special Revenue Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 705,194	\$ 23,352	\$ 66,635	\$ 795,181
Advances to other funds	-	15,964	-	15,964
<b>Total assets</b>	<b>\$ 705,194</b>	<b>\$ 39,316</b>	<b>\$ 66,635</b>	<b>\$ 811,145</b>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>				
<b>Liabilities</b>				
Advances from other funds	\$ 58,772	\$ 29,045	\$ -	\$ 87,817
<b>Fund balances (deficits)</b>				
Reserved for advances	-	15,964	-	15,964
Reserved for road projects	646,422	-	-	646,422
Reserved for debt service	-	-	-	-
Unreserved, undesignated	-	(5,693)	66,635	60,942
	646,422	10,271	66,635	723,328
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 705,194</b>	<b>\$ 39,316</b>	<b>\$ 66,635</b>	<b>\$ 811,145</b>

Debt Service Funds

Special Service Area 8 Cherrywood Sewer	Special Service Area 9 North Duffy Sewer	Special Service Area 10 North Robinwood Sewer	Special Service Area 11 Forest Glen Water	Special Service Area 15 South Robinwood Water
\$ 44,996	\$ 10,722	\$ 24,908	\$ 42,775	\$ 77,899
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 44,996</u>	<u>\$ 10,722</u>	<u>\$ 24,908</u>	<u>\$ 42,775</u>	<u>\$ 77,899</u>
\$ -	\$ -	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>44,996</u>	<u>10,722</u>	<u>24,908</u>	<u>42,775</u>	<u>77,899</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>44,996</u>	<u>10,722</u>	<u>24,908</u>	<u>42,775</u>	<u>77,899</u>
<u>\$ 44,996</u>	<u>\$ 10,722</u>	<u>\$ 24,908</u>	<u>\$ 42,775</u>	<u>\$ 77,899</u>

(Continued)

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
**COMBINING STATEMENT OF ASSETS AND LIABILITIES**  
**ARISING FROM CASH TRANSACTIONS (Continued)**  
December 31, 2009

	Debt Service Funds (Continued)		
	Special Service Area 19 Hiawatha Road	Special Service Area 20 Whigham Burr Oak	Total Debt Service Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 49,268	\$ 23,260	\$ 273,828
Advances to other funds	-	-	-
Total assets	\$ 49,268	\$ 23,260	\$ 273,828
 <b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>			
Liabilities			
Advances from other funds	\$ -	\$ -	\$ -
Fund balances (deficits)			
Reserved for advances	-	-	-
Reserved for road projects	-	-	-
Reserved for debt service	49,268	23,260	273,828
Unreserved, undesignated	-	-	-
	49,268	23,260	273,828
Total liabilities and fund balances (deficits)	\$ 49,268	\$ 23,260	\$ 273,828

---

Capital Projects Funds

<u>Special Service Area 19 Hiawatha Road Projects</u>	<u>Special Service Area 20 Whigham Burr Oak Projects</u>	<u>Total Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 1,069,009
<u>-</u>	<u>-</u>	<u>-</u>	<u>15,964</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,084,973</u>
\$ <u>5,500</u>	\$ <u>21,543</u>	\$ <u>27,043</u>	\$ <u>114,860</u>
-	-	-	15,964
-	-	-	646,422
-	-	-	273,828
<u>(5,500)</u>	<u>(21,543)</u>	<u>(27,043)</u>	<u>33,899</u>
<u>(5,500)</u>	<u>(21,543)</u>	<u>(27,043)</u>	<u>970,113</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,084,973</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, 2009

	Special Revenue Funds			
	Motor Fuel Tax	Special Service Area 5 Duffy Roads	Special Service Area 7 Russell's Storm Sewer	Total Special Revenue Funds
Revenues collected				
Property taxes	\$ -	\$ 5,916	\$ 11,977	\$ 17,893
Intergovernmental	101,460	-	-	101,460
Interest income	<u>2,547</u>	<u>-</u>	<u>-</u>	<u>2,547</u>
Total revenues collected	<u>104,007</u>	<u>5,916</u>	<u>11,977</u>	<u>121,900</u>
Expenditures paid				
Current				
Public works	203,085	-	3,681	206,766
Debt service				
Principal	-	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures paid	<u>203,085</u>	<u>-</u>	<u>3,681</u>	<u>206,766</u>
Net change in fund balances	(99,078)	5,916	8,296	(84,866)
Fund balances (deficits)				
Beginning of year	<u>745,500</u>	<u>4,355</u>	<u>58,339</u>	<u>808,194</u>
End of year	<u>\$ 646,422</u>	<u>\$ 10,271</u>	<u>\$ 66,635</u>	<u>\$ 723,328</u>

Debt Service Funds

Special Service Area 8 Cherrywood Sewer	Special Service Area 9 North Duffy Sewer	Special Service Area 10 North Robinwood Sewer	Special Service Area 11 Forest Glen Water	Special Service Area 15 South Robinwood Water
\$ 35,846	\$ 8,139	\$ 15,055	\$ 29,180	\$ 54,524
-	-	-	-	-
<u>193</u>	<u>131</u>	<u>21</u>	<u>542</u>	<u>895</u>
<u>36,039</u>	<u>8,270</u>	<u>15,076</u>	<u>29,722</u>	<u>55,419</u>
-	-	-	-	-
32,024	8,540	7,078	26,094	47,924
<u>3,090</u>	<u>824</u>	<u>7,703</u>	<u>2,518</u>	<u>5,483</u>
<u>35,114</u>	<u>9,364</u>	<u>14,781</u>	<u>28,612</u>	<u>53,407</u>
925	(1,094)	295	1,110	2,012
<u>44,071</u>	<u>11,816</u>	<u>24,613</u>	<u>41,665</u>	<u>75,887</u>
<u>\$ 44,996</u>	<u>\$ 10,722</u>	<u>\$ 24,908</u>	<u>\$ 42,775</u>	<u>\$ 77,899</u>

(Continued)

# Village of Riverwoods, Illinois

## Nonmajor Governmental Funds

### COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCES (DEFICITS) (Continued)

For the Year Ended December 31, 2009

---

	<u>Debt Service Funds (Continued)</u>		
	<u>Special Service Area 19 Hiawatha Road</u>	<u>Special Service Area 20 Whigham Burr Oak</u>	<u>Total Debt Service Funds</u>
Revenues collected			
Property taxes	\$ 28,580	\$ 32,653	\$ 203,977
Intergovernmental	-	-	-
Interest income	<u>373</u>	<u>139</u>	<u>2,294</u>
Total revenues collected	<u>28,953</u>	<u>32,792</u>	<u>206,271</u>
Expenditures paid			
Current			
Public works	-	-	-
Debt service			
Principal	17,771	28,080	167,511
Interest	<u>5,155</u>	<u>6,051</u>	<u>30,824</u>
Total expenditures paid	<u>22,926</u>	<u>34,131</u>	<u>198,335</u>
Net change in fund balances	6,027	(1,339)	7,936
Fund balances (deficits)			
Beginning of year	<u>43,241</u>	<u>24,599</u>	<u>265,892</u>
End of year	<u>\$ 49,268</u>	<u>\$ 23,260</u>	<u>\$ 273,828</u>

---

---

Capital Project Funds

---

Special Service Area 19 Hiawatha Road Projects	Special Service Area 20 Whigham Burr Oak Projects	Total Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ 221,870
-	-	-	101,460
-	-	-	4,841
<hr/>	<hr/>	<hr/>	<hr/>
-	-	-	328,171
<hr/>	<hr/>	<hr/>	<hr/>
-	-	-	206,766
-	-	-	167,511
-	-	-	30,824
<hr/>	<hr/>	<hr/>	<hr/>
-	-	-	405,101
<hr/>	<hr/>	<hr/>	<hr/>
-	-	-	(76,930)
<hr/>	<hr/>	<hr/>	<hr/>
(5,500)	(21,543)	(27,043)	1,047,043
<hr/>	<hr/>	<hr/>	<hr/>
\$ (5,500)	\$ (21,543)	\$ (27,043)	\$ 970,113
<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

---

(Concluded)

# Village of Riverwoods, Illinois

## Motor Fuel Tax Fund

### SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL For the Year Ended December 31, 2009

---

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
Revenues collected			
Intergovernmental			
Motor fuel tax	\$ 102,000	\$ 101,460	\$ (540)
Interest income	<u>7,000</u>	<u>2,547</u>	<u>(4,453)</u>
Total revenues collected	<u>109,000</u>	<u>104,007</u>	<u>(4,993)</u>
Expenditures paid			
Contractual services			
Maintenance - Streets	595,000	8,395	586,605
Engineering services	6,000	21,634	(15,634)
Contingency	25,000	-	25,000
Other professional services	<u>-</u>	<u>173,056</u>	<u>(173,056)</u>
Total expenditures paid	<u>626,000</u>	<u>203,085</u>	<u>422,915</u>
Net change in fund balance	<u>\$ (517,000)</u>	<u>(99,078)</u>	<u>\$ 417,922</u>
Fund balance			
Beginning of year		<u>745,500</u>	
End of year		<u>\$ 646,422</u>	

---

**Village of Riverwoods, Illinois**  
**Special Service Area 5 - Duffy Roads Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE (DEFICIT) - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property taxes	\$ <u>6,000</u>	\$ <u>5,916</u>	\$ <u>(84)</u>
Expenditures paid			
Contractual services			
Maintenance			
Equipment	2,000	-	2,000
Other	90,000	-	90,000
Engineering services	30,000	-	30,000
Legal services	25,000	-	25,000
Other professional services	15,000	-	15,000
Other	21,000	-	21,000
Commodities			
Maintenance supplies	9,000	-	9,000
Operating supplies	8,000	-	8,000
Miscellaneous	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Total expenditures paid	<u>220,000</u>	<u>-</u>	<u>220,000</u>
Net change in fund balance	\$ <u><u>(214,000)</u></u>	5,916	\$ <u><u>219,916</u></u>
Fund balance			
Beginning of year		<u>4,355</u>	
End of year		\$ <u><u>10,271</u></u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 7 - Russell's Storm Sewer Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax - special maintenance	\$ 12,000	\$ 11,977	\$ (23)
Expenditures paid			
Contractual services			
Maintenance			
Other	3,800	3,681	119
Engineering	20,000	-	20,000
Other professional services	10,000	-	10,000
Commodities			
Maintenance supplies	6,000	-	6,000
Operating supplies	6,000	-	6,000
Capital outlay			
Equipment	50,000	-	50,000
Extensions and connections	5,000	-	5,000
Miscellaneous	25,000	-	25,000
Total expenditures paid	<u>125,800</u>	<u>3,681</u>	<u>122,119</u>
Net change in fund balance	\$ <u>(113,800)</u>	8,296	\$ <u>122,096</u>
Fund balance			
Beginning of year		<u>58,339</u>	
End of year		<u>\$ 66,635</u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 8 - Cherrywood Sewer Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 35,000	\$ 35,846	\$ 846
Interest income	<u>-</u>	<u>193</u>	<u>193</u>
Total revenues collected	<u>35,000</u>	<u>36,039</u>	<u>1,039</u>
Expenditures paid			
Debt service			
Principal	29,300	32,024	(2,724)
Interest	<u>5,900</u>	<u>3,090</u>	<u>2,810</u>
Total expenditures paid	<u>35,200</u>	<u>35,114</u>	<u>86</u>
Net change in fund balance	<u>\$ (200)</u>	925	<u>\$ 1,125</u>
Fund balance			
Beginning of year		<u>44,071</u>	
End of year		<u>\$ 44,996</u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 9 - North Duffy Sewer Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

---

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 9,500	\$ 8,139	\$ (1,361)
Interest income	<u>200</u>	<u>131</u>	<u>(69)</u>
Total revenues collected	<u>9,700</u>	<u>8,270</u>	<u>(1,430)</u>
Expenditures paid			
Debt service			
Principal	7,700	8,540	(840)
Interest	<u>2,000</u>	<u>824</u>	<u>1,176</u>
Total expenditures paid	<u>9,700</u>	<u>9,364</u>	<u>336</u>
Net change in fund balance	<u>\$ -</u>	(1,094)	<u>\$ (1,094)</u>
Fund balance			
Beginning of year		<u>11,816</u>	
End of year		<u>\$ 10,722</u>	

---

**Village of Riverwoods, Illinois**  
**Special Service Area 10 - North Robinwood Sewer Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 15,000	\$ 15,055	\$ 55
Interest income	<u>1,500</u>	<u>21</u>	<u>(1,479)</u>
Total revenues collected	<u>16,500</u>	<u>15,076</u>	<u>(1,424)</u>
Expenditures paid			
Debt service			
Principal	6,700	7,078	(378)
Interest	<u>9,000</u>	<u>7,703</u>	<u>1,297</u>
Total expenditures paid	<u>15,700</u>	<u>14,781</u>	<u>919</u>
Net change in fund balance	<u>\$ 800</u>	295	<u>\$ (505)</u>
Fund balance			
Beginning of year		<u>24,613</u>	
End of year		<u>\$ 24,908</u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 11 - Forest Glen Water Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

---

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 29,000	\$ 29,180	\$ 180
Interest income	<u>1,450</u>	<u>542</u>	<u>(908)</u>
Total revenues collected	<u>30,450</u>	<u>29,722</u>	<u>(728)</u>
Expenditures paid			
Debt service			
Principal	25,000	26,094	(1,094)
Interest	<u>5,000</u>	<u>2,518</u>	<u>2,482</u>
Total expenditures paid	<u>30,000</u>	<u>28,612</u>	<u>1,388</u>
Net change in fund balance	<u>\$ 450</u>	1,110	<u>\$ 660</u>
Fund balance			
Beginning of year		<u>41,665</u>	
End of year		<u>\$ 42,775</u>	

---

**Village of Riverwoods, Illinois**  
**Special Service Area 15 - South Robinwood Water Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 54,000	\$ 54,524	\$ 524
Interest income	<u>600</u>	<u>895</u>	<u>295</u>
Total revenues collected	<u>54,600</u>	<u>55,419</u>	<u>819</u>
Expenditures paid			
Debt service			
Principal	42,000	47,924	(5,924)
Interest	<u>12,000</u>	<u>5,483</u>	<u>6,517</u>
Total expenditures paid	<u>54,000</u>	<u>53,407</u>	<u>593</u>
Net change in fund balance	<u>\$ 600</u>	2,012	<u>\$ 1,412</u>
Fund balance			
Beginning of year		<u>75,887</u>	
End of year		<u>\$ 77,899</u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 19 - Hiawatha Road Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
Revenues collected			
Property tax	\$ 29,000	\$ 28,580	\$ (420)
Special maintenance tax	400	-	(400)
Interest income	<u>25</u>	<u>373</u>	<u>348</u>
Total revenues collected	<u>29,425</u>	<u>28,953</u>	<u>(472)</u>
Expenditures paid			
Contractual services			
Maintenance			
Equipment	6,000	-	6,000
Utility system	12,000	-	12,000
Engineering services	5,000	-	5,000
Legal services	2,000	-	2,000
Other professional services	4,000	-	4,000
Other	1,000	-	1,000
Debt service			
Principal	15,000	17,771	(2,771)
Interest	<u>7,000</u>	<u>5,155</u>	<u>1,845</u>
Total expenditures paid	<u>52,000</u>	<u>22,926</u>	<u>29,074</u>
Net change in fund balance	\$ <u><u>(22,575)</u></u>	6,027	\$ <u><u>28,602</u></u>
Fund balance			
Beginning of year		<u>43,241</u>	
End of year		\$ <u><u>49,268</u></u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 20 - Whigham Burr Oak Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues collected			
Property tax	\$ 35,000	\$ 32,653	\$ (2,347)
Interest income	<u>250</u>	<u>139</u>	<u>(111)</u>
Total revenues collected	<u>35,250</u>	<u>32,792</u>	<u>(2,458)</u>
Expenditures paid			
Debt service			
Principal	26,000	28,080	(2,080)
Interest	<u>8,000</u>	<u>6,051</u>	<u>1,949</u>
Total expenditures paid	<u>34,000</u>	<u>34,131</u>	<u>(131)</u>
Net change in fund balance	\$ <u>1,250</u>	(1,339)	\$ <u>(2,589)</u>
Fund balance			
Beginning of year		<u>24,599</u>	
End of year		\$ <u>23,260</u>	

## Village of Riverwoods, Illinois

### Consolidated Water Fund

#### SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, OTHER FINANCING SOURCES, AND CHANGES IN NET ASSETS - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2009

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
Operating revenues collected			
Charges for sales and services			
Water sales	\$ 1,000,000	\$ 900,314	\$ (99,686)
Tap-on fees	<u>40,000</u>	<u>1,300</u>	<u>(38,700)</u>
Charges for sales and services	<u>1,040,000</u>	<u>901,614</u>	<u>(138,386)</u>
Operating expenses paid			
Personnel			
Salaries	32,000	31,317	683
FICA	36,000	2,396	33,604
IMRF	2,700	-	2,700
Unemployment insurance	<u>200</u>	<u>-</u>	<u>200</u>
Total personnel	<u>70,900</u>	<u>33,713</u>	<u>37,187</u>
Contractual services			
Maintenance			
Equipment	9,000	13,066	(4,066)
Utility system	16,000	-	16,000
Other	25,000	-	25,000
Insurance	10,000	-	10,000
Water purchases	900,000	461,248	438,752
Engineering services	67,500	18,413	49,087
Legal services	21,500	-	21,500
Other professional services	123,000	127,947	(4,947)
Annual testing fees (IEPA)	10,000	1,151	8,849
Other	<u>8,000</u>	<u>1,908</u>	<u>6,092</u>
Total contractual services	<u>1,190,000</u>	<u>623,733</u>	<u>566,267</u>

(Continued)

# Village of Riverwoods, Illinois

## Consolidated Water Fund

### SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, OTHER FINANCING SOURCES, AND CHANGES IN NET ASSETS - APPROPRIATION AND ACTUAL (Continued)

For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Operating expenses paid (continued)			
Commodities			
Maintenance supplies	\$ <u>100,000</u>	\$ <u>36,171</u>	\$ <u>63,829</u>
Total operating expenses paid before capital outlay	<u>1,360,900</u>	<u>693,617</u>	<u>667,283</u>
Capital outlay			
Equipment	175,000	-	175,000
Extensions and connections	<u>2,500,000</u>	<u>-</u>	<u>2,500,000</u>
Total capital outlay	<u>2,675,000</u>	<u>-</u>	<u>2,675,000</u>
Total operating expenses paid	<u>4,035,900</u>	<u>693,617</u>	<u>3,342,283</u>
Depreciation expense	<u>-</u>	<u>236,044</u>	<u>(236,044)</u>
Total operating expenses paid and depreciation	<u>4,035,900</u>	<u>929,661</u>	<u>3,106,239</u>
Deficiency of operating revenues collected over operating expenses paid and depreciation	<u>(2,995,900)</u>	<u>(28,047)</u>	<u>2,967,853</u>
Nonoperating revenues collected (expenses paid)			
Property taxes	354,800	359,811	5,011
Interest income	41,875	14,996	(26,879)
Special maintenance tax	2,000	-	(2,000)
Debt service-principal	(277,500)	-	277,500
Debt service-interest	(72,900)	(47,006)	25,894
Other revenues	-	670	670
Other expenses	<u>(15,000)</u>	<u>-</u>	<u>15,000</u>
Total nonoperating revenues collected (expenses paid)	<u>33,275</u>	<u>328,471</u>	<u>295,196</u>

(Continued)

# Village of Riverwoods, Illinois

## Consolidated Water Fund

### SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, OTHER FINANCING SOURCES, AND CHANGES IN NET ASSETS - APPROPRIATION AND ACTUAL (Continued)

For the Year Ended December 31, 2009

---

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
Excess (deficiency) of revenues collected over expenses paid before other financing sources	\$ (2,962,625)	\$ 300,424	\$ 3,263,049
Other financing sources			
Transfers in from General Fund	<u>1,000,000</u>	<u>170,000</u>	<u>(830,000)</u>
Change in net assets	<u>\$ (1,962,625)</u>	470,424	<u>\$ 2,433,049</u>
Net assets			
Beginning of year		<u>8,822,283</u>	
End of year		<u>\$ 9,292,707</u>	

---

(Concluded)

## Village of Riverwoods, Illinois

### Sewer Fund

#### SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, OTHER FINANCING SOURCES, AND CHANGES IN NET ASSETS - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<b>Operating revenues collected</b>			
Charges for sales and services			
Annual transmission (Lincolnshire)	\$ 8,000	\$ 93,656	\$ 85,656
Tap-on fees	20,000	-	(20,000)
Grinder pump maintenance fees	10,000	1,387	(8,613)
Total operating revenues collected	<u>38,000</u>	<u>95,043</u>	<u>57,043</u>
<b>Operating expenses paid</b>			
Personnel			
Salaries	12,500	7,913	4,587
FICA	2,500	605	1,895
IMRF	2,500	-	2,500
Unemployment insurance	600	-	600
Total personnel	<u>18,100</u>	<u>8,518</u>	<u>9,582</u>
Contractual services			
Maintenance - utility system	20,000	-	20,000
Maintenance - other	80,000	78,082	1,918
Insurance	5,000	-	5,000
Utilities	1,000	-	1,000
Postage	500	-	500
Advertising	500	-	500
Engineering services	3,000	10,451	(7,451)
Legal services	20,000	-	20,000
Other professional services	20,000	19,377	623
Sewer connection fees	5,000	-	5,000
Miscellaneous	15,000	1,422	13,578
Total contractual services	<u>170,000</u>	<u>109,332</u>	<u>60,668</u>
Commodities			
Maintenance supplies	5,000	-	5,000
Operating supplies	5,000	-	5,000
Total commodities	<u>10,000</u>	<u>-</u>	<u>10,000</u>

(Continued)

# Village of Riverwoods, Illinois

## Sewer Fund

### SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, OTHER FINANCING SOURCES, AND CHANGES IN NET ASSETS - APPROPRIATION AND ACTUAL (Continued)

For the Year Ended December 31, 2009

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Operating expenses paid (continued)			
Capital outlay			
Equipment	\$ 4,500	\$ -	\$ 4,500
Extensions and connections	<u>150,000</u>	<u>-</u>	<u>150,000</u>
Total capital outlay	<u>154,500</u>	<u>-</u>	<u>154,500</u>
Total operating expenses paid	<u>352,600</u>	<u>117,850</u>	<u>234,750</u>
Depreciation	<u>-</u>	<u>117,463</u>	<u>(117,463)</u>
Total operating expenses paid and depreciation	<u>352,600</u>	<u>235,313</u>	<u>117,287</u>
Deficiency of operating revenues collected over operating expenses paid and depreciation	<u>(314,600)</u>	<u>(140,270)</u>	<u>174,330</u>
Nonoperating revenues collected (expenses paid)			
Property taxes	327,000	326,458	(542)
Interest income	-	663	663
Debt service-principal	(250,000)	-	250,000
Debt service-interest	<u>(70,000)</u>	<u>(39,646)</u>	<u>30,354</u>
Total nonoperating revenues collected and expenses paid	<u>7,000</u>	<u>287,475</u>	<u>280,475</u>
Excess (deficiency) of revenues collected and expenses paid before other financing sources	<u>(307,600)</u>	147,205	454,805
Other financing sources			
Transfer in from General Fund	<u>200,000</u>	<u>190,000</u>	<u>(10,000)</u>
Change in net assets	<u>\$ (107,600)</u>	337,205	<u>\$ 444,805</u>
Net assets			
Beginning of year		<u>3,372,288</u>	
End of year		<u>\$ 3,709,493</u>	

(Concluded)

**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, 2009

---

Governmental funds capital assets:

Land	
Parcels	\$ 2,161,517
Rights of way	508,300
Buildings and improvements	697,299
Infrastructure	
Sidewalks	159,369
Storm sewers	205,994
Equipment	
Office equipment	164,809
Vehicles	<u>175,814</u>
 Total governmental funds capital assets	 \$ <u><u>4,073,102</u></u>

Investments in governmental funds capital assets by source:

General revenues	\$ <u><u>4,073,102</u></u>
------------------	----------------------------

**Village of Riverwoods, Illinois**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE BY FUNCTION AND ACTIVITY**  
December 31, 2009

---

FUNCTION AND ACTIVITY	Land	Buildings and Improvements	Infrastructure	Equipment and Vehicles	Total
Administration and general government	\$ 2,161,517	\$ 498,719	\$ -	\$ 164,632	\$ 2,824,868
Police	-	198,580	-	175,991	374,571
Public works	508,300	-	365,363	-	873,663
 Total governmental funds capital assets	 \$ 2,669,817	 \$ 697,299	 \$ 365,363	 \$ 340,623	 \$ 4,073,102

---

**Village of Riverwoods, Illinois**

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

**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**

For the Year Ended December 31, 2009

---

FUNCTION AND ACTIVITY	Capital Assets			Capital Assets
	<u>January 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2009</u>
Administration and general government \$	2,444,539 \$	380,329 \$	- \$	2,824,868
Police	389,482	4,441	19,352	374,571
Public works	<u>837,503</u>	<u>36,160</u>	<u>-</u>	<u>873,663</u>
Total governmental funds capital assets	<u>\$ 3,671,524</u>	<u>\$ 420,930</u>	<u>\$ 19,352</u>	<u>\$ 4,073,102</u>

---

**OTHER SUPPLEMENTAL INFORMATION**

**Village of Riverwoods, Illinois**  
**SCHEDULE OF CASH AND INVESTMENTS**  
December 31, 2009

<u>Cash and Investments by Fund</u>	<u>Cash</u>	<u>Investments</u> <sup>1</sup>	<u>Totals</u>
<b>Governmental Funds:</b>			
General	\$ 5,903,693	\$ 6,247,352	\$ 12,151,045
Police	-	-	-
Motor Fuel Tax	705,194	-	705,194
Special Service Area 5 Duffy Roads	23,352	-	23,352
Special Service Area 7 Russell's Storm Sewer	66,635	-	66,635
Special Service Area 8 Cherrywood Sewer	44,996	-	44,996
Special Service Area 9 North Duffy Sewer	10,722	-	10,722
Special Service Area 10 North Robinwood Sewer	24,908	-	24,908
Special Service Area 11 Forest Glen Water	42,775	-	42,775
Special Service Area 15 South Robinwood Water	77,899	-	77,899
Special Service Area 19 Hiawatha Road	49,268	-	49,268
Special Service Area 20 Whigham Burr Oak	23,260	-	23,260
<b>Total Governmental Funds</b>	<u>6,972,702</u>	<u>6,247,352</u>	<u>13,220,054</u>
<b>Enterprise Funds<sup>2</sup>:</b>			
<b>Consolidated Water</b>			
Consolidated Water	556,333	254,279	810,612
Special Service Area 14 North Central Water	229,426	-	229,426
Special Service Area 16 North Robinwood Water	23,806	-	23,806
Special Service Area 17 Northwest Water	45,471	-	45,471
Special Service Area 18 Cherrywood Water	19,530	-	19,530
<b>Total Consolidated Water Fund</b>	<u>874,566</u>	<u>254,279</u>	<u>1,128,845</u>
<b>Sewer</b>			
Sewer	33,162	-	33,162
Special Service Area 4 Duffy Sewer	175,340	-	175,340
Special Service Area 7 Thornmeadow Sewer	30,364	-	30,364
Special Service Area 12 South Riverwoods Sewer	315,499	-	315,499
<b>Total Sewer Fund</b>	<u>554,365</u>	<u>-</u>	<u>554,365</u>
<b>Total Enterprise Funds</b>	<u>1,428,931</u>	<u>254,279</u>	<u>1,683,210</u>
<b>Total cash and investments reported on Statement of Net Assets</b>	<b>\$ 8,401,633</b>	<b>\$ 6,501,631</b>	<b>\$ 14,903,264</b>

(Continued)

**Village of Riverwoods, Illinois**  
 SCHEDULE OF CASH AND INVESTMENTS (Continued)  
December 31, 2009

<u>Cash and Investments by Fund (Continued)</u>	<u>Cash</u>	<u>Investments</u> <sup>1</sup>	<u>Totals</u>
Agency Fund:			
Performance Bond	\$ 284,396	\$ 34,319	\$ 318,715
Total - All Funds	<u>\$ 8,686,029</u>	<u>\$ 6,535,950</u>	<u>\$ 15,221,979</u>

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

The Illinois Funds	\$ 7,486,282
Northside Community Bank	2,988,656
US Bank	47,054
National City	344,382
Wells Fargo	3,695,439
Howe Barnes Hoefler & Arnett	625,547
JP Morgan	34,319
Cash on hand	<u>300</u>
 Total	 <u>\$ 15,221,979</u>

Total investment income for the year ended December 31, 2009 was \$260,101, which yielded an average rate of return of 1.70%.

<sup>1</sup> Investments in The Illinois Funds are considered cash equivalents for purposes of this schedule and the statement of net assets and the governmental funds combining statement of assets and liabilities arising from cash transactions.

<sup>2</sup> The Village's financial statements present two enterprise funds: the Consolidated Water Fund and the Sewer Fund. The Village's accounting system records multiple sub-funds which are combined for financial statement purposes.

(Concluded)

**Village of Riverwoods, Illinois**  
**SCHEDULE OF INSURANCE IN FORCE**  
December 31, 2009

Description of Coverage	Coverage	Company	Policy Number / Expiration Date
<u>LIABILITY COVERAGES</u>	\$ 8,000,000 each occur.,	Illinois Municipal League	0703B0497
General Liability	for all applicable	Risk Management Assoc. [1]	December 31, 2010
Auto Liability	coverages, incl.		
Broad Form Property	Special Liability		
Civil Constitutional Rights - Assault/ Battery	coverages		
Contractual Liability	↓		
Employee Benefit Programs Liability			
Incidental Malpractice			
Intentional Building Removal			
Limited Worldwide Liability			
Personal Injury/Advertising Liability			
Watercraft Liability			
<u>SPECIAL LIABILITY COVERAGES</u>			
Premises Medical Payments	\$ 3,000 each person		
Fire Legal Liability	\$ 8,000,000 each occur.		
	\$ 100,000 each occur.		
	\$ 100,000 annual aggr.		
Public Officials/Employees	\$ 2,500,000 each occur.		
	\$ 8,000,000 annual aggr.		
Liquor Liability	\$ 1,000,000 each occur.		
	\$ 1,000,000 annual aggr.		
Auto Medical Payments	\$ 10,000 each person		
	\$ 8,000,000 each occur.		
Uninsured/Underinsured Motorist	\$ 100,000 each person		
	\$ 300,000 each accident		
<u>PROPERTY COVERAGES</u>			
Auto Physical Damage	\$ 30,000,000 combined		
Building/Personal Property	limit each occurrence		
Inland Marine	\$ 50,000 extra expense		
Valuable Papers/Records	\$ 50,000 each occur.		
Flood/Earthquake	\$ 5,000,000 each occur./annual aggr.		
<u>STAND-ALONE COVERAGES</u>			
Crime	\$ 50,000 each occurrence		
Worker's Comp/Occupational Disease	Statutory		
Employer's Liability	\$ 3,000,000 each accident		
Public Official Position Bond	As filed with IMLRMA		

[1] IMLRMA provides the first \$2,000,000 per occurrence, all lines. For property, inland marine, and auto physical damage, General Reinsurance Corporation provides \$28,000,000 and Lloyd's of London provides \$220,000,000, for a total of \$250,000,000 allocable to all member municipalities.

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 Cherrywood Sewer  
 Special Service Area Number 8  
December 31, 2009

---

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

Year	Principal	Interest	Annual Debt Service
2010	\$ <u>33,538</u>	\$ <u>1,576</u>	\$ <u>35,114</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 North Duffy Sewer  
 Special Service Area Number 9  
December 31, 2009

---

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>
2010	\$ <u>8,942</u>	\$ <u>421</u>	\$ <u>9,363</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 North Robinwood Sewer  
 Special Service Area Number 10  
December 31, 2009

Dated: December 15, 1999  
 Original Issue: \$164,000  
 Due: January 10, 2020  
 Payment Date: January 10  
 Interest Rate: 6.29%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2010	\$ 7,530	\$ 7,200	\$ 14,730
2011	8,004	6,727	14,731
2012	8,507	6,223	14,730
2013	9,042	5,688	14,730
2014	9,611	5,119	14,730
2015	10,216	4,515	14,731
2016	10,858	3,872	14,730
2017	11,541	3,189	14,730
2018	12,267	2,463	14,730
2019	13,039	1,692	14,731
2020	15,106	874	15,980
	<u>\$ 115,721</u>	<u>\$ 47,562</u>	<u>\$ 163,283</u>

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Forest Glen Water  
 Special Service Area Number 11  
December 31, 2009

---

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

Year	Principal	Interest	Annual Debt Service
2010	\$ <u>27,328</u>	\$ <u>1,284</u>	\$ <u>28,612</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 South Riverwood Sewer  
 Special Service Area Number 12  
December 31, 2009

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>
2010	\$ 297,509	\$ 22,452	\$ 319,961
2011	<u>155,361</u>	<u>4,620</u>	<u>159,981</u>
	<u>\$ 452,870</u>	<u>\$ 27,072</u>	<u>\$ 479,942</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 North Central Water  
 Special Service Area Number 14  
December 31, 2009

---

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>
2010	\$ 273,412	\$ 22,658	\$ 296,070
2011	<u>286,134</u>	<u>9,936</u>	<u>296,070</u>
	<u>\$ 559,546</u>	<u>\$ 32,594</u>	<u>\$ 592,140</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 South Robinwood Water  
 Special Service Area Number 15  
December 31, 2009

---

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

Year	Principal	Interest	Annual Debt Service
2010	\$ <u>50,597</u>	\$ <u>2,810</u>	\$ <u>53,407</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 North Robinwood Water  
 Special Service Area Number 16  
December 31, 2009

Dated: December 15, 1999  
 Original Issue: \$150,000  
 Due: January 10, 2020  
 Payment Date: January 10  
 Interest Rate: 6.29%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2010	\$ 6,887	\$ 6,586	\$ 13,473
2011	7,320	6,153	13,473
2012	7,781	5,692	13,473
2013	8,270	5,203	13,473
2014	8,791	4,683	13,474
2015	9,344	4,130	13,474
2016	9,931	3,542	13,473
2017	10,556	2,917	13,473
2018	11,220	2,253	13,473
2019	11,926	1,547	13,473
2020	13,267	796	14,063
	<u>\$ 105,293</u>	<u>\$ 43,502</u>	<u>\$ 148,795</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
Northwest Water  
Special Service Area Number 17  
December 31, 2009

---

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

Year	Principal	Interest	Annual Debt Service
2010	\$ 28,850	\$ 1,959	\$ 30,809
2011	15,002	402	15,404
	\$ 43,852	\$ 2,361	\$ 46,213

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Cherrywood Road  
 Special Service Area Number 18  
December 31, 2009

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

Year	Principal	Interest	Annual Debt Service
2010	\$ 7,965	\$ 726	\$ 8,691
2011	4,196	149	4,345
	\$ 12,161	\$ 875	\$ 13,036

**Village of Riverwoods, Illinois**  
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
 Hiawatha Road  
 Special Service Area Number 19  
December 31, 2009

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>
2010	\$ 18,868	\$ 4,058	\$ 22,926
2011	20,034	2,892	22,926
2012	21,267	1,659	22,926
2013	<u>11,120</u>	<u>343</u>	<u>11,463</u>
	<u>\$ 71,289</u>	<u>\$ 8,952</u>	<u>\$ 80,241</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 Whigham-Burr Oak  
 Special Service Area Number 20  
December 31, 2009

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>
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>\$ 140,105</u>	<u>\$ 13,795</u>	<u>\$ 153,900</u>

**Village of Riverwoods, Illinois**  
**General Fund**  
**SCHEDULE OF REVENUES COLLECTED**  
Trend Information - Last Eight Years  
Years Ended December 31

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Revenues collected				
Taxes				
Township road and bridge tax	\$ 35,551	\$ 34,719	\$ 32,438	\$ 30,192
State income taxes	269,503	372,423	345,412	317,401
Sales and local use taxes	339,336	377,682	371,183	357,254
Photo processing taxes	-	-	-	-
Hotel tax	44,935	113,881	125,995	122,492
Personal property replacement taxes	<u>1,957</u>	<u>2,276</u>	<u>2,011</u>	<u>1,941</u>
Total taxes	<u>691,282</u>	<u>900,981</u>	<u>877,039</u>	<u>829,280</u>
Utility taxes				
Telecommunications	507,379	434,020	477,464	511,849
Electric	290,313	297,764	306,094	295,059
Gas	<u>173,010</u>	<u>194,406</u>	<u>176,042</u>	<u>259,439</u>
Total utility taxes	<u>970,702</u>	<u>926,190</u>	<u>959,600</u>	<u>1,066,347</u>
Licenses and permits				
Liquor licenses	15,500	20,000	21,000	16,500
Franchise fees	64,610	57,474	50,427	43,520
Construction fees	51,520	139,996	115,765	218,232
Cell tower lease	-	83,460	83,140	82,160
Special inspection	761	870	1,091	6,785
Elevator permits	9,240	9,840	9,385	12,240
Certificate of occupancy fees	-	-	-	-
Forester fees	1,550	8,685	16,090	19,002
Forest program	15,022	44,487	40,245	150,941
Engineer fees	500	7,485	8,366	19,646
Office service reimbursements	-	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total licenses and permits	<u>158,703</u>	<u>372,297</u>	<u>345,509</u>	<u>569,026</u>

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$	30,498	\$ -	\$ -	\$ -
	289,505	245,728	252,910	220,144
	311,594	251,785	126,319	169,463
	-	-	-	5,026
	92,245	68,985	83,336	65,713
	<u>1,765</u>	<u>-</u>	<u>1,181</u>	<u>1,205</u>
	<u>725,607</u>	<u>566,498</u>	<u>463,746</u>	<u>461,551</u>
	559,359	559,184	391,590	330,065
	315,698	262,758	234,781	163,626
	<u>110,201</u>	<u>129,760</u>	<u>197,802</u>	<u>135,654</u>
	<u>985,258</u>	<u>951,702</u>	<u>824,173</u>	<u>629,345</u>
	20,000	22,500	25,000	30,000
	37,866	34,316	31,467	19,925
	196,095	226,838	296,914	289,555
	80,300	80,603	53,600	57,800
	5,040	3,583	480	9,410
	8,690	7,576	5,680	3,372
	-	-	508	450
	28,652	11,735	21,279	15,515
	31,675	9,200	4,400	-
	17,472	12,350	10,313	1,895
	-	-	373	168
	<u>-</u>	<u>1,207</u>	<u>65</u>	<u>300</u>
	<u>425,790</u>	<u>409,908</u>	<u>450,079</u>	<u>428,390</u>

(Continued)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF REVENUES COLLECTED (Continued)

Trend Information - Last Eight Years

Years Ended December 31

---

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Revenues collected (continued)				
Interest income	\$ <u>238,390</u>	\$ <u>347,522</u>	\$ <u>394,258</u>	\$ <u>287,881</u>
Other revenue				
Special use payments	-	-	-	-
Insurance reimbursements	-	-	-	-
Donation for bike path	-	-	-	90,000
Miscellaneous revenue	<u>18,125</u>	<u>19,630</u>	<u>16,749</u>	<u>37,279</u>
Total other revenue	<u>18,125</u>	<u>19,630</u>	<u>16,749</u>	<u>127,279</u>
Total revenues collected	\$ <u><u>2,077,202</u></u>	\$ <u><u>2,566,620</u></u>	\$ <u><u>2,593,155</u></u>	\$ <u><u>2,879,813</u></u>

---

---

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ <u>109,568</u> \$	<u>31,824</u>	\$ <u>25,922</u>	\$ <u>16,122</u>
-	60,000	37,000	4,000
-	27,169	-	-
-	-	-	-
<u>132,191</u>	<u>32,662</u>	<u>44,979</u>	<u>11,855</u>
<u>132,191</u>	<u>119,831</u>	<u>81,979</u>	<u>15,855</u>
\$ <u><u>2,378,414</u></u> \$	<u><u>2,079,763</u></u>	\$ <u><u>1,845,899</u></u>	\$ <u><u>1,551,263</u></u>

---

(Concluded)

**Village of Riverwoods, Illinois**  
**General Fund**  
**SCHEDULE OF EXPENDITURES PAID**  
Trend Information - Last Eight Years  
Years Ended December 31

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Expenditures paid				
Personnel				
Salaries	\$ 333,445	\$ 333,089	\$ 321,686	\$ 307,646
FICA	25,191	25,481	24,566	25,881
IMRF	35,318	35,528	33,105	30,076
Unemployment insurance	2,200	2,794	2,986	2,976
Health insurance	31,686	38,052	41,850	38,350
Total personnel	<u>427,840</u>	<u>434,944</u>	<u>424,193</u>	<u>404,929</u>
Contractual services				
Maintenance				
Building	39,082	62,298	38,380	22,880
Equipment	9,429	2,083	3,170	5,888
Grounds	55,423	32,484	23,867	24,722
Streets	4,269	7,195	9,545	11,600
Drainage and culverts	50,431	132,633	8,615	14,702
Bike path	802	-	-	-
Insurance	71,274	60,059	54,220	52,036
Telephone	12,442	15,636	15,769	15,193
Travel and meetings	12,111	11,714	8,185	9,103
Postage	5,877	6,013	4,993	8,187
Advertising	3,452	1,085	1,542	355
Village Voice	18,805	15,267	16,309	12,387
Printing	8	-	-	628
Accounting	28,787	28,760	20,945	18,555
Engineering	141,215	140,670	96,496	130,590
Legal	113,980	107,321	112,821	104,994
Inspection fees	5,915	25,492	21,932	44,492
Other professional	128,727	108,021	106,953	167,933
Dues and subscriptions	7,067	3,184	1,699	1,944
NSSRA	39,099	45,227	19,947	38,292
Forest program	169,660	67,715	69,588	75,545
Theater In The Woods	10,000	10,000	10,000	10,000
Arts & Riverwoods	-	-	14,000	14,000
Family Day	-	2,500	-	-
Senior transportation	240	44	-	-

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$	313,019	\$ 305,739	\$ 308,226	\$ 267,096
	24,057	23,412	23,579	18,853
	28,350	29,748	30,170	27,469
	6,083	1,710	1,262	831
	<u>33,865</u>	<u>36,507</u>	<u>34,542</u>	<u>76,287</u>
	<u>405,374</u>	<u>397,116</u>	<u>397,779</u>	<u>390,536</u>
	24,005	30,007	38,240	29,490
	6,320	1,483	8,900	225
	12,767	9,971	11,995	10,796
	-	-	-	-
	1,770	-	-	-
	560	-	-	-
	42,552	63,452	108,087	92,640
	15,973	21,314	24,432	22,728
	9,135	7,619	6,206	4,576
	7,521	8,100	7,717	7,081
	1,531	2,391	1,480	2,369
	11,308	12,538	13,656	12,620
	2,244	2,240	844	-
	19,370	17,939	15,654	23,385
	130,343	137,227	135,525	68,363
	110,098	113,709	112,158	108,561
	17,396	46,413	35,572	-
	99,084	108,313	120,840	70,140
	3,459	2,910	1,832	1,685
	24,454	22,100	18,318	18,189
	45,432	44,115	35,145	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-

(Continued)

**Village of Riverwoods, Illinois**  
**General Fund**  
**SCHEDULE OF EXPENDITURES PAID (Continued)**  
**Trend Information - Last Eight Years**  
**Years Ended December 31**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Expenditures paid (continued)				
Contractual services (continued)				
Snow removal	\$ 99,554	\$ 98,466	\$ 36,814	\$ 23,888
Signs	658	1,125	1,115	1,705
Street lighting	3,485	1,196	2,478	1,628
Miscellaneous	61,223	38,045	40,879	164,760
Total contractual services	<u>1,093,015</u>	<u>1,024,233</u>	<u>740,262</u>	<u>976,007</u>
Commodities				
Office supplies	24,985	14,085	13,012	13,337
Publications	1,058	4,116	1,225	71
Operating supplies	943	2,376	6,845	9,266
Total commodities	<u>26,986</u>	<u>20,577</u>	<u>21,082</u>	<u>22,674</u>
Capital outlay				
Land acquisition	306,517	-	-	-
Equipment	-	-	-	-
Police garage	-	-	-	-
Total capital outlay	<u>306,517</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures paid	<u>\$ 1,854,358</u>	<u>\$ 1,479,754</u>	<u>\$ 1,185,537</u>	<u>\$ 1,403,610</u>

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$	44,558	\$ -	\$ -	\$ -
	1,586	-	-	-
	967	-	-	-
	<u>78,615</u>	<u>71,137</u>	<u>101,798</u>	<u>10,038</u>
	<u>711,048</u>	<u>722,978</u>	<u>798,399</u>	<u>482,886</u>
	17,700	15,829	20,438	14,464
	-	80	203	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>17,700</u>	<u>15,909</u>	<u>20,641</u>	<u>14,464</u>
	-	-	-	686,287
	-	790	-	21,455
	<u>-</u>	<u>-</u>	<u>10,475</u>	<u>115,061</u>
	<u>-</u>	<u>790</u>	<u>10,475</u>	<u>822,803</u>
\$	<u><u>1,134,122</u></u>	<u><u>1,136,793</u></u>	<u><u>1,227,294</u></u>	<u><u>1,710,689</u></u>

(Concluded)

# Village of Riverwoods, Illinois

## Police Fund

### SCHEDULE OF REVENUES COLLECTED

Trend Information - Last Eight Years

Years Ended December 31

---

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Revenues collected				
Property taxes	\$ 431,615	\$ 411,196	\$ 390,356	\$ 371,532
COPS grant	2,100	750	8,942	28,904
Fines and forfeits	186,841	236,286	247,401	247,497
Special use payments	78,100	53,100	83,500	35,000
Other revenues	53,928	28,722	38,185	33,752
Cell tower lease *	83,554	-	-	-
Interest income	<u>1,211</u>	<u>14,065</u>	<u>123,746</u>	<u>118,751</u>
 Total revenues collected	 \$ <u>837,349</u>	 \$ <u>744,119</u>	 \$ <u>892,130</u>	 \$ <u>835,436</u>

\* Revenue previously recorded in the General Fund.

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$	353,603	\$ 326,899	\$ 316,277	\$ 295,712
	113,753	210,103	388,284	-
	183,146	187,301	141,352	89,736
	37,000	-	26,000	32,200
	24,980	1,784	26,137	9,807
	-	-	-	-
	<u>152,101</u>	<u>158,145</u>	<u>120,867</u>	<u>140,839</u>
\$	<u><u>864,583</u></u>	<u><u>884,232</u></u>	<u><u>1,018,917</u></u>	<u><u>568,294</u></u>

# Village of Riverwoods, Illinois

## Police Fund

### SCHEDULE OF EXPENDITURES PAID

Trend Information - Last Eight Years

Years Ended December 31

	2009	2008	2007	2006
<b>Expenditures paid</b>				
<b>Personnel</b>				
Salaries	\$ 773,066	\$ 707,653	\$ 640,930	\$ 600,733
Health insurance	75,259	70,607	62,838	63,522
FICA	58,970	54,135	47,968	45,240
IMRF	61,984	57,708	52,650	50,704
Total personnel	969,279	890,103	804,386	760,199
<b>Contractual services</b>				
Legal	49,585	86,116	42,034	34,240
Crime laboratory	7,881	9,111	9,111	9,111
Other professional	71,740	82,609	29,076	71,396
Telephone	4,226	4,064	3,543	4,055
Travel	865	297	200	266
Training	2,988	1,550	1,080	1,991
Miscellaneous	11,730	5,934	2,064	-
Total contractual services	149,015	189,681	87,108	121,059
<b>Commodities</b>				
Office expenses	3,024	2,672	3,549	5,098
Fuel for squad cars	24,045	35,975	29,847	28,048
Miscellaneous	-	-	-	2,542
Total commodities	27,069	38,647	33,396	35,688
<b>Capital outlay</b>				
Squad cars and related equipment	49,008	86,375	59,447	68,891
Police equipment	9,040	3,656	2,574	4,534
Total capital outlay	58,048	90,031	62,021	73,425
<b>Total expenditures paid</b>	<b>\$ 1,203,411</b>	<b>\$ 1,208,462</b>	<b>\$ 986,911</b>	<b>\$ 990,371</b>

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$	544,197	\$ 489,393	\$ 416,620	\$ 322,210
	57,568	43,669	45,105	28,886
	41,009	33,889	31,901	24,649
	41,832	33,441	31,269	24,087
	<u>684,606</u>	<u>600,392</u>	<u>524,895</u>	<u>399,832</u>
	26,500	16,160	20,430	8,720
	6,111	6,111	6,111	6,051
	69,161	66,046	70,232	68,023
	5,384	4,362	5,195	3,147
	45	16	223	1,257
	1,174	2,108	3,221	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>108,375</u>	<u>94,803</u>	<u>105,412</u>	<u>87,198</u>
	4,209	4,572	2,300	3,164
	20,941	18,195	14,403	7,465
	7,983	4,045	12,657	8,441
	<u>33,133</u>	<u>26,812</u>	<u>29,360</u>	<u>19,070</u>
	34,197	52,723	81,830	6,176
	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>862,030</u></u>	<u><u>779,434</u></u>	<u><u>744,501</u></u>	<u><u>518,434</u></u>

**Village of Riverwoods, Illinois**  
**Consolidated Water Fund**  
**SCHEDULE OF REVENUES COLLECTED**  
Trend Information - Last Seven Years  
Years Ended December 31

---

	2009	2008	2007	2006
Revenues collected				
Charges for sales and services	\$ 901,614	\$ 970,779	\$ 1,135,322	\$ 1,049,323
Property taxes	359,811	360,240	360,608	361,582
Interest income	14,996	36,860	93,817	46,306
Grant revenue	-	-	64,538	-
Other	670	980	255	789
 Total revenues collected	 \$ 1,277,091	 \$ 1,368,859	 \$ 1,654,540	 \$ 1,458,000

---

---

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 1,154,043	\$ 995,610	\$ 1,042,030
358,792	364,127	329,213
29,900	12,644	11,632
-	-	-
-	9,030	-
<u>-</u>	<u>9,030</u>	<u>-</u>
\$ <u>1,542,735</u>	\$ <u>1,381,411</u>	\$ <u>1,382,875</u>

---

**Village of Riverwoods, Illinois**

**Consolidated Water Fund**

**SCHEDULE OF EXPENSES PAID**

Trend Information - Last Seven Years

Years Ended December 31

---

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Expenses paid				
Personnel	\$ 33,713	\$ 31,962	\$ 30,596	\$ 29,237
Contractual services	623,733	674,967	880,672	784,143
Commodities	36,171	31,359	42,086	568
Depreciation	236,044	235,649	214,357	214,357
Debt service - interest	47,006	61,190	75,527	87,578
Other	<u>-</u>	<u>15,154</u>	<u>34,717</u>	<u>3,426</u>
Total expenses paid	<u>\$ 976,667</u>	<u>\$ 1,050,281</u>	<u>\$ 1,277,955</u>	<u>\$ 1,119,309</u>

---

---

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 28,576	\$ 32,129	\$ 37,246
917,191	753,793	770,172
-	-	-
214,355	211,899	231,972
99,453	102,635	130,862
<u>-</u>	<u>-</u>	<u>-</u>
<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 - Last Seven Years  
Years Ended December 31

---

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Revenues collected				
Charges for sales and services	\$ 95,043	\$ 94,554	\$ 14,258	\$ 18,631
Property taxes	326,458	326,871	363,986	364,560
Interest income	663	6,726	17,546	15,665
Other revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>75</u>
 Total revenues collected	 \$ <u><u>422,164</u></u>	 \$ <u><u>428,151</u></u>	 \$ <u><u>398,931</u></u>	 \$ <u><u>398,931</u></u>

---

---

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 126,804	\$ 80,874	\$ 164,819
400,224	408,183	398,879
11,087	3,640	2,480
<u>2,249</u>	<u>-</u>	<u>-</u>
<u>\$ 540,364</u>	<u>\$ 492,697</u>	<u>\$ 566,178</u>

# Village of Riverwoods, Illinois

## Sewer Fund

### SCHEDULE OF EXPENSES PAID

Trend Information - Last Seven Years

Years Ended December 31

---

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Expenses paid				
Personnel	\$ 8,518	\$ 8,007	\$ 7,902	\$ 7,373
Contractual services	109,332	165,319	96,020	91,366
Depreciation	117,463	117,463	115,487	115,487
Debt service	39,646	57,158	73,585	90,219
Other	<u>-</u>	<u>-</u>	<u>634</u>	<u>4,439</u>
Total expenses paid	\$ <u>274,959</u>	\$ <u>347,947</u>	\$ <u>293,628</u>	\$ <u>308,884</u>

---

---

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 8,127	\$ 8,010	\$ 8,522
66,103	21,355	99,918
115,487	114,886	111,033
106,516	112,887	147,231
<u>197</u>	<u>417</u>	<u>-</u>
<u>\$ 296,430</u>	<u>\$ 257,555</u>	<u>\$ 366,704</u>