

VILLAGE OF MUNDELEIN, ILLINOIS

Comprehensive Annual Financial Report

Year Ended April 30, 2008

Prepared by:
Finance Department
Mary K. Hatton, Finance Director

Village of Mundelein, Illinois

Comprehensive Annual Financial Report

Year Ended April 30, 2008

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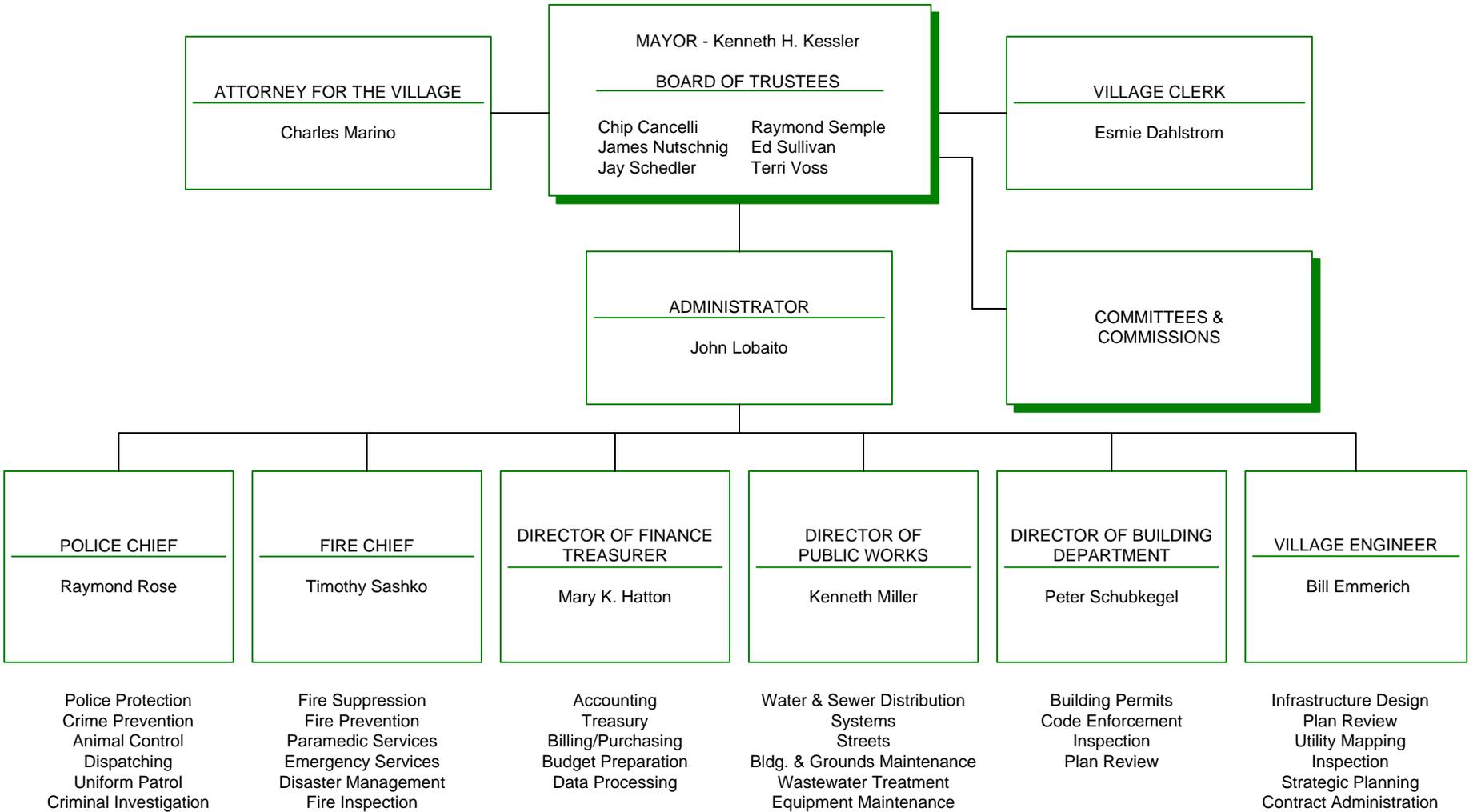
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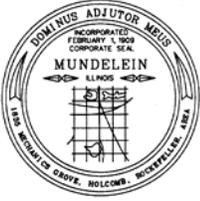
Village of Mundelein, Illinois

Officers and Officials
April 30, 2008

<u>Title</u>	<u>Name</u>
Mayor	Kenneth H. Kessler
Trustee	Jonathan J. Schedler
Trustee	Terry Voss
Trustee	Steven G. Cancelli
Trustee	Raymond T. Semple
Trustee	Edwin O. Sullivan
Trustee	James J. Nutschig
Village Clerk	Esmie M. Dahlstrom
Village Administrator	John Lobaito
Director of Finance	Mary K. Hatton
Police Chief	Raymond J. Rose
Fire Chief	Timothy E. Sashko
Village Engineer	William M. Emmerich
Director of Public Works	Kenneth A. Miller
Building Director	Pete Schubkegel

**ORGANIZATIONAL CHART
PRINCIPAL OFFICERS
04-30-08**





Village of Mundelein

Kenneth H. Kessler, President

Mary K. Hatton, Finance Director

440 East Hawley Street
Mundelein, IL 60060
www.mundelein-il.org

Telephone: (847) 949-3200
Fax: (847) 949-2153
info@mundelein-il.org

September 23, 2008

To the President and Board of Trustees, the Citizens of
the Village of Mundelein, and all interested parties:

The Comprehensive Annual Financial Report (CAFR) of the Village of Mundelein, Illinois for the fiscal year ended April 30, 2008 is hereby submitted. The purpose of this report is to provide citizens, investors, grantor agencies and any interested parties with reliable financial information about the Village. The report has been prepared in accordance with generally accepting accounting principles (GAAP) and with standards prescribed by the Governmental Accounting Standards Board (GASB), the Government Finance Officers' Association of the United States and Canada, the State of Illinois Comptroller's Office and the State of Illinois. Responsibility for the accuracy of the data, and the completeness and fairness of the presentation, including disclosures, rests with the Village of Mundelein. The Village believes the report, and data contained herein, to be accurate in all material respects and that it gives an accurate representation of the financial position and results of operations of the Village as of, and for the year ended, April 30, 2008. All disclosures regarding the Village's financial position necessary to enable the reader to understand the Village's financial activities have been included.

Management of the Village is responsible for establishing and maintaining a system of internal accounting control. These controls are designed to assure that the assets of the Village are safeguarded against any material loss, theft or misuse. These controls assure that the financial statements are in conformity with generally accepted accounting principles. Internal account controls are designed to provide reasonable, but not absolute, assurances that control objectives will be met. The concept of reasonable assurances recognizes that (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgment by Management.

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

For financial reporting purposes, this report includes all the funds of the Village of Mundelein, as well as its component units. Component units are legally separate entities for which the Village is financially accountable. The Village currently does not have any component units. Other governmental entities, which are located within the Village's boundaries, are not included because they do not meet the criteria for inclusion as set forth by generally accepted accounting principles.

Economic Outlook

The economic condition of the Village of Mundelein remains strong. However, there are concerns over the national economy and the slow down in the regional real estate market that warrant careful analysis. The outlook for continued economic growth in the Village is cautiously optimistic. There were no annexations to the Village this year, and one pending annexation petition was withdrawn; however, land remains available for commercial and residential development, both within the Village boundaries and adjacent thereto. The Village staff continues to meet with prospective developers. New housing projects have slowed, but planning continues. Several residential projects began construction this year, or continued to move forward as planned. Lake Ridge condominiums (50 units) and Hickory Woods condominiums (34

units) continued to develop. The Forest Plaza, a 40,000 square foot shopping area at Diamond Lake Rd. and Rt. 45 broke ground this spring, with occupancy anticipated in the spring of 2009. Several approved projects have been affected by the economic downturn and have been moving slowly through the engineering and building permit process. The downtown TIF district was positively affected this year by the occupancy of the first building (84 units) of the Cardinal Square condominium project. However, groundbreaking for additional buildings is on-hold, pending improvements in the residential construction market.

New growth in the industrial sector is slow, but there are new projects, most notably: a 20,000 square foot corporate headquarters for Northfield Block Company began in Spring 2008; a 20,000 square foot remodeling for a new Grainger Inc. distribution facility was also completed and occupied in Spring 2008; occupancy of a 15,000 square foot Walgreen's Pharmacy occurred this year; and construction of a 4,500 square foot branch office for Chase Bank is underway. Commercial vacancy rates are starting to increase, particularly in the Downtown, small business sector.

In the year ahead the Village anticipates that commercial, industrial and residential development will continue at a slower rate than normal. Sales tax revenue for FYE 08 was good, but the economic slowdown will affect sales tax revenue in the year ahead. The Finance Department is monitoring revenues carefully; expenditure adjustments will be made if needed. The Village benefits from a diverse property tax base and diversified revenue stream, and is well-positioned to weather the current state of the general economy.

Major Initiatives

The major initiatives for Fiscal Year End 2008 were less about private development and more about public projects and long-range municipal planning. The downturn in the national housing market has been well publicized. As noted, Mundelein is fortunate to have a major national developer, building a very popular, 727 unit senior project in the Village, which adds property value and sustains growth; but, for the most part, private sector construction is not the major story this year.

Instead, a number of notable planning initiatives and long awaited public construction projects were undertaken or completed this year. First, the Diamond Lake street improvement program, a \$2 million project, which resulted in the reconstruction of over 3,600 linear feet of neighborhood streets, the addition of curbs and gutters, sidewalks, storm and sanitary sewer lines, and drainage improvements to one of the oldest residential areas of the Village. The public investment, which followed on the heels of several private sector developments in the area in past years, was well received by the residents and is anticipated to foster additional new development in the area.

Second, the Village hired Camiros Inc. to undertake the complete revision and update of the Village Zoning Ordinance and development of design standards for the Downtown. This yearlong process, which began in the fall of 2007, will greatly improve the efficiency, clarity, and implementation of the zoning process. The improved zoning ordinance, together with specific design standards for the downtown, will create an improved atmosphere for new development and the re-development of existing properties. The Community Development Division is administering both the Zoning Code update and development of design standards.

Thirdly, midway through FYE 2008, the Canadian National Railway announced plans to purchase the EJ&E railway and divert 15 freight trains per day from the CN main line to the EJ&E line. Being at the junction of the two rail lines, Mundelein will be significantly impacted by the acquisition as trains move from a highly active freight corridor, to a less-developed corridor. The Canadian National announcement resulted in an extended series of negotiations with the Village, and a complex analysis of the effects the transaction will have on traffic, the environment, and public safety response within the Village. The negotiations, seek to find mutually agreeable methods for the railroad to mitigate the negative impacts of the transaction.

Department Focus

Each year a Village department is highlighted in this section. This year, the Fire Department has been selected for review.

The general purpose and function of the Mundelein Fire Department is to educate, protect, and serve all the citizens of the Village of Mundelein and to provide them with high quality, effective fire, emergency medical, and technical rescue services.

The Fire Department is operational 24 hours a day, 365 days per year. The typical shift staffing consists of one Battalion Chief, two Lieutenants and five Firefighters responding from two state-of-the-art fire stations.

Fire Station #1 is located at 1000 N. Midlothian. This facility can accommodate up to nine firefighters and eight pieces of equipment. Three separate training rooms, used by all Village Departments, a fire prevention bureau, and offices for administrative personnel are included. Bi-weekly Village Board meetings are held in the large training room of this facility. Station #2, located at 1300 S. Lake Street, can accommodate up to six firefighters and six pieces of equipment. This facility also serves as the Village's Emergency Operations Center; a backup communication center, and houses a Police Department sub-station.

All career members are trained as Emergency Medical Technicians (Paramedics) and are certified firefighters by the State of Illinois, Office of the State Fire Marshal. The Department also employs eleven paid-on-call members, and contracts with Metro Paramedic Service for an additional 4 full-time members all of whom are EMT-B and firefighter certified.

The Village of Mundelein has obtained a Class 3 rating from the Insurance Services Organization (ISO). The Class 3 rating places the Fire Department in the top 2% of fire departments in the State of Illinois.

The Department provides a number of public service functions including: Citizens Emergency Response Team (CERT), which uses specially trained members of the community to assist the department during times of emergency; CPR Classes; Child Safety Seat Inspections; Fire Safety Education; Emergency Planning; After the Fire Public Education; and much more.

Members of the Department serve on a variety of specialized rescue teams, including specialists in Below Grade, Under Water, High Angle, Structural Collapse rescue and Hazardous Materials Incidents. Mundelein's highly professional department works closely with its neighboring municipal departments and fire protection districts through the use of Mutual Aid Agreements to maximize the fire and medical response available to the residents. In addition to their superior technical performance the Fire Department personnel are actively involved in Community celebrations and events, including the annual department Open House, sponsoring blood drives, conducting the annual pancake breakfast, participating in the 4th of July Parade, and visiting at neighborhood block parties.

In October 2007, the Village hired a new fire chief, upon the retirement of the previous chief. The new chief began a process to improve the staffing, equipment, and service response of the Department. The Mundelein Fire Department has always been a highly rated department with good facilities, but increased development in the Village and region have revealed the need for certain improvements. The Chief has implemented new training and team building regimens, restructured the command staff, improved community outreach efforts and began a full analysis of departmental services and emergency response activities. This ongoing effort promises to propel the Department to a new plateau of excellence in the years ahead.

OTHER INFORMATION

Independent Audit. State statute requires an annual audit by independent certified public accountants. The firm of McGladrey & Pullen, LLP was selected by the Village's audit committee to conduct the 2008 fiscal year audit. The Village did not have grants in sufficient amounts to require compliance with the federal Single Audit Act and related OMB Circular A-133. The auditors' report is included in the financial section of the report.

Awards. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting for fiscal year ending April 30, 2007. This was the fourteenth year that the Village has made application for, and received, this prestigious award.

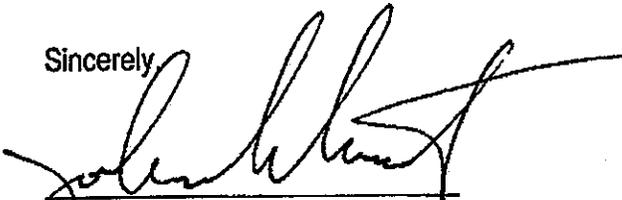
In order to be awarded a Certificate of Achievement, the Village published an easily readable, and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

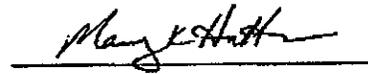
Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, credit must be given to the President and Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Mundelein's Finances.

Sincerely,



John A. Lobaito
Village Administrator



Mary K. Hatton
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Mundelein
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2007

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



Charles S. Cox

President

Jeffrey R. Emer

Executive Director

INDEPENDENT AUDITOR'S REPORT

McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

The Honorable Village President
Members of the Board of Trustees
Village of Mundelein, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Mundelein Illinois, as of and for the year ended April 30, 2008, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Mundelein, Illinois. 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Mundelein, Illinois, as of April 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The required supplementary information which includes management's discussion and analysis (pages 2 - 13), budgetary comparison information (page 54) and pension related information (pages 55 and 56) is not a required part of the basic financial statements but is 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 basic financial statements of the Village of Mundelein, Illinois. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplemental data (pages 58 to 108), are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

McGladrey & Pullen, LLP

Schaumburg, Illinois
September 23, 2008

**VILLAGE OF MUNDELEIN, ILLINOIS MANAGEMENT'S
DISCUSSION AND ANALYSIS
April 30, 2008**

The Village of Mundelein (the "Village") Management's Discussion and Analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the appropriation), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter and the Village's financial statements.

Financial Highlights

- The Village's net assets (see table 1) increased by \$7.2 million (or 5.3%) during the fiscal year ending April 30, 2008 (FYE08). The governmental net assets increased by \$7.4 million from FYE 07 and the business-type activities net assets decreased by \$0.2 million from FYE 07.
- The Village's total change in net assets (see table 2) decreased by \$1.2 million compared to FYE07. The general government activities changes in net assets decreased by \$1.9 million and the business-type activities changes in net assets increased by \$0.7 million.
- The governmental activities revenue increased by \$1.1 million (or 3.2%). The expenses increased by \$3.0 million (or 11.9%).
- The business-type activities revenues increased by \$1.0 million (or 14.1%). The expenses increased by \$0.3 million (or 3.8%).
- The total cost of all Village programs increased by \$3.3 million (or 9.9%).

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

The financial statement's focus is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Village's accountability.

Government-Wide Financial Statements

The government-wide financial statements (see pages 14-17) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns, which add to a total for the Primary Government. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental fund's current financial resources (short-term spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see pages 16-17) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

**VILLAGE OF MUNDELEIN, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The Governmental Activities reflect the Village's basic services, including police, fire, public works, engineering, community development, and administration. Shared state sales, local sales and shared state income taxes finance the majority of these services. The Business-type Activities reflect private sector type operations (Water and Wastewater), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

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

The Governmental Major Fund (see pages 18-21) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the appropriation) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statement allows the demonstration of sources and uses and/or appropriation compliance associated therewith.

The Fund Financial Statements also allow the government to address its Fiduciary Fund (Police and Firefighter's Pensions, see pages 26-27). While this Fund represents trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Total column on the Business-type Fund Financial Statements (see pages 22-25) is the same as the Business-type column at the Government-Wide Financial Statement, the Governmental Major Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 19 and 21). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-wide statements).

Infrastructure Assets

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

Financial Analysis of the Village as a Whole

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

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

GOVERNMENT-WIDE STATEMENT

Statement of Net Assets

The Village's combined net assets increased by \$7.2 million from FYE07 – increasing from \$135.8 million to \$143.0 million. The following analysis will look at net assets and net expenses of the governmental and business-type activities separately. The total net assets for the governmental activities increased by \$7.4 million from \$97.0 to \$104.4 million. The total net assets for business-type activities decreased by \$0.2 million from \$38.8 million to \$38.6 million.

Table 1 reflects the condensed Statement of Net Assets compared to FYE07. Table 2 will focus on the changes in net assets of the governmental and business-type activities.

Table 1
Statement of Net Assets
As of April 30, 2008
(In millions)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$ 40.0	\$ 36.6	\$ 8.8	\$ 9.2	\$ 48.8	\$ 45.8
Capital assets	93.7	90.5	33.9	34.0	127.6	124.5
Total assets	\$ 133.7	\$ 127.1	\$ 42.7	\$ 43.2	\$ 176.4	\$ 170.3
Long-term liabilities	15.4	16.3	2.9	3.2	18.3	19.5
Other liabilities	13.9	13.8	1.2	1.2	15.1	15.0
Total liabilities	\$ 29.3	\$ 30.1	\$ 4.1	\$ 4.4	\$ 33.4	\$ 34.5
Net Assets:						
Invested in capital						
assets, net of debt	\$ 78.2	\$ 74.0	\$ 30.8	\$ 30.6	\$ 109.0	\$ 104.6
Restricted	9.0	8.7	6.6	6.0	15.6	14.7
Unrestricted	17.2	14.3	1.2	2.2	18.4	16.5
Total net assets	\$ 104.4	\$ 97.0	\$ 38.6	\$ 38.8	\$ 143.0	\$ 135.8

For more detailed information see the Statement of Net Assets (page 14 -15).

Normal Impacts

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

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

Net Results of Activities - which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for Capital - which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital - which will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt which will not change the invested in capital assets, net of debt.

Spending of Non-borrowed Current Assets on New Capital which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase invested in capital assets, net of debt.

Principal Payment on Debt - which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase invested in capital assets, net of debt.

Reduction of Capital Assets through Depreciation which will reduce capital assets and invested in capital assets, net of debt.

Current Year Impacts

The Village's \$7.2 million increase in combined net assets (which is the Village's bottom line) was the result of governmental activities net assets increasing by \$7.4 million and the business-type activities net assets decreasing by \$0.2 million. The governmental activities total assets increased by \$6.6 million and the governmental activities total liabilities decreased by \$0.8 million. The change in total assets was the result of an increase of \$3.4 million in current and other assets and a \$3.2 million increase in capital assets. The change in total asset results predominantly from increases in cash and investments. The change in capital assets results predominantly from adds to construction in progress for the west-side water facilities improvements and the current street improvement project.

The increase in governmental activities total liabilities was the result of an increase in current liabilities of \$0.1 million and a decrease in other liabilities of \$0.9 million. The current liabilities change was predominantly the result of increase accounts payable. The other liabilities change was the result of the retirement of existing GO Bonds. The use of restricted net assets for governmental activities is governed by state statute or Village ordinance. The Village's unrestricted net assets for governmental activities, the part of net assets that can be used to finance day-to-day operations, increased by \$2.9 million.

The net assets for business-type activities decreased by \$0.2 million. The business-type total assets decreased by \$0.5 million and the business-type activities total liabilities decreased by \$0.3 million. The change in total assets was the result of a decrease of \$0.4 million in current and other assets and a decrease of \$0.1 million capital assets. The change in total assets results predominantly from a decrease in cash and investments and a decrease due to depreciation in capital assets. The change in total liabilities results predominantly from a decrease in the IEPA Loan non-current payable balance. Restricted net assets for business-type activities can only be used to finance additions to, expansion of, or replacement of capital assets. The Village's unrestricted net assets, the part of net assets that can be used to finance day-to-day operation of its water and wastewater utility program, decreased by \$1.0 million.

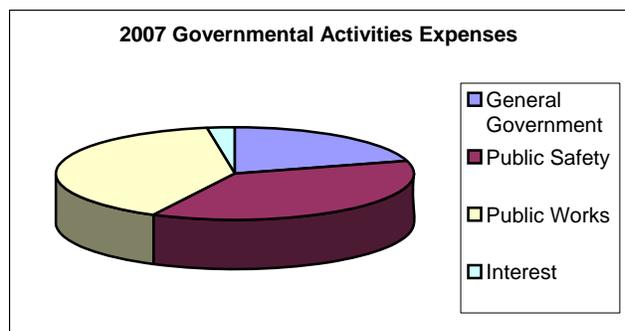
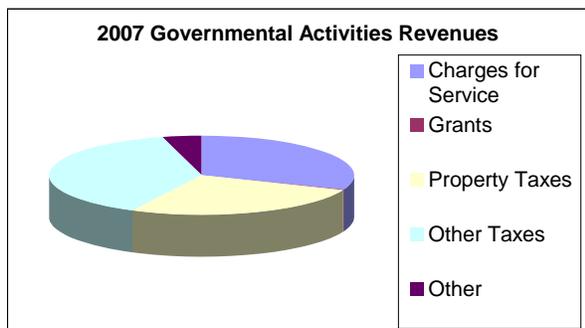
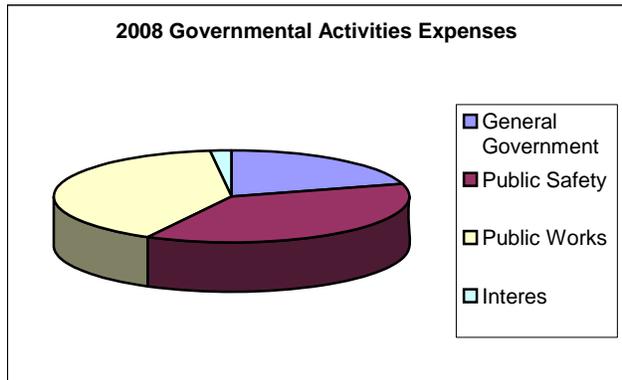
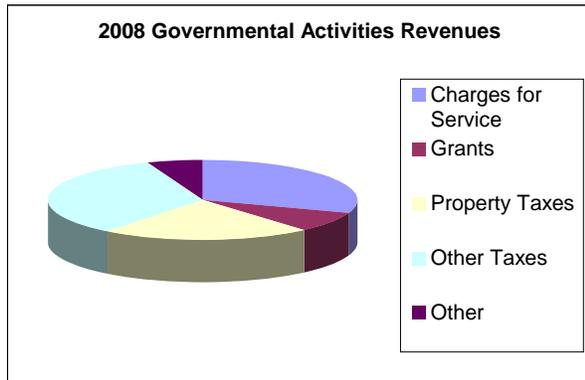
VILLAGE OF MUNDELEIN, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The following chart shows the revenue and expenses of the governmental activities.

Table 2
Changes in Net Assets
For the Fiscal Year Ended April 30, 2008
(in millions)

Revenue	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Program Revenues						
Charges for Service	\$ 6.5	\$ 10.6	\$ 6.8	\$ 6.2	\$ 13.3	\$ 16.8
Grants and contributions						
Operating	0.4	0.1	0.6	0.1	1.0	0.2
Capital	2.6	-	-	-	2.6	-
General Revenue						
Property	9.6	9.1	-	-	9.6	9.1
Other taxes	14.8	13.3	-	-	14.8	13.3
Other	1.7	1.4	0.7	0.8	2.4	2.2
Total Revenue	35.6	34.5	8.1	7.1	43.7	41.6
Expenses						
Governmental Activities						
General Government	7.5	7.2	-	-	7.5	7.2
Public Safety	13.7	12.1	-	-	13.7	12.1
Public Works	6.3	5.1	-	-	6.3	5.1
Interest	0.7	0.8	-	-	0.7	0.8
Business Type						
Waterworks and Sewerage	-	-	8.3	8.0	8.3	8.0
Total Expenses	28.2	25.2	8.3	8.0	36.5	33.2
Change in Net Assets	7.4	9.3	(0.2)	(0.9)	7.2	8.4
Net assets - beginning	97.0	87.7	38.8	39.7	135.8	127.4
Net assets - ending	\$ 104.4	\$ 97.0	\$ 38.6	\$ 38.8	\$ 143.0	\$ 135.8

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



Normal Impacts

There are eight basic impacts on revenues and expenses as reflected below.

Revenues:

Economic Condition which can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and home-rule sales tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/Decrease in Village approved rates - while certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fee, building fees, home rule sales tax, etc.)

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

Market Impacts on Investment income - the Village's investment portfolio is managed using a longer average maturity than most governments and the market condition may cause investment income to fluctuate more than alternative shorter-term options.

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

Expenses:

Introduction of New Programs - within the functional expense categories (Public Safety, Public Works, General Government, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel - changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent significant portions of the Village's operating cost.

Salary Increases (annual adjustments and merit) - the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation while overall inflation appears to be reasonably modest; the Village is a major consumer of certain commodities such as supplies, fuels and parts. Some functions may experience unusual commodity specific increases.

Current Year Impacts

Governmental Activities

Revenue:

Total revenues increased \$1.1 million from \$34.5 to \$35.6 million.

The Governmental activities program revenues for charges for service decreased \$4.1 million predominantly the result of development related activities including reimbursement from developers for plan review expenditures, and inspections; and receipt of development impact fees. The Program revenues for capital and operating grants and contributions had a net increase of \$2.9 million, which was the result of a grant for E911 emergency communication equipment, and donations of infrastructure capital assets.

The governmental activities general revenue includes property taxes, and other taxes (sales tax, home-rule sales tax, hotel-motel tax, and state shared income tax). Property taxes increased \$0.5 as a result of increases needed for Police Pension, Firefighter Pension, Illinois Municipal Retirement Pension and Social Security retirement costs for the Village. The Equalized Assessed Value (EAV) increased 6.6% to \$908,746,131. The new construction portion of the EAV increase was 1.6% with the balance attributed to general market reassessment changes. The Village increased the home-rule sales tax rate from $\frac{3}{4}\%$ to 1% effective 7-1-2006. In addition, telecommunication tax increased due to a rate increase from 1% to 4.5% effective 7-1-2006.

Expenses:

The Village's Governmental Activities total expenses increased by \$3.0 million from \$25.2 to \$28.2 million.

The Village's General Government function expenses increased by \$0.3 million. The expenses consist of actual expenditures for the general government fund and other governmental funds, the amount of capital assets subtracted out, the amount of depreciation added and the change in long-term debt for compensated absences. The net change in capitalized assets for the governmental function expenses between FYE07 and FYE08 was \$3.3 million. This resulted predominantly due to construction projects for street reconstruction and west-side infrastructure improvements being added to construction in progress. Personnel service costs increased due to the general wage increase of 3% given in May 2007, the addition of budget personnel positions and the increase in group health insurance costs of 6%.

**VILLAGE OF MUNDELEIN, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The Village's Public Safety function expenses increased by \$1.6 million. Personnel services costs increased due to the general wage increase of 3% given in May 2007, the addition of budget personnel positions and the increase in group health insurance costs of 6%. A departmental restructuring in the Fire Department had begun with the hiring of a new Fire Chief in October 2007.

The Village's Public Works function expenditures increased by \$1.2 million. Personnel services costs increased due to the general wage increase of 3% given in May 2007 and the increase in group health insurance costs of 6%. Increases in capital projects for the Westside improvements resulted in the remainder of the increase.

Due to low levels of unemployment and high demand for skilled employees in the region, it is important that the Village provide competitive compensation levels for its employees. An annual salary survey is conducted and pay scales adjusted. A 3% cost of living adjustment was made to the pay scale in May 2007.

Business-type Activities

Revenues:

Total Business-type Activity revenues increased \$1.0 million from \$7.1 to \$8.1 million.

The Business-type activities program revenues for charges for services increased \$0.6 million resulting from increases in water and wastewater user rates as applied to consumption. Operating grants and contributions increased by \$0.5 million. There were no Program revenues for capital grants and contributions.

Business-type activities general revenue decreased by \$0.1 million and is predominantly the result of a reduction in impact fees received from development for water and wastewater infrastructure improvements.

Expenses:

Total Business-type activity expenditures increased \$0.3 million from \$8.0 to \$8.3 million.

The Business-type activity expenses include personnel and benefit costs in conjunction with maintenance of infrastructure. Personnel services costs increased due to the general wage increase of 3% in May 2007 and the increase in group health insurance costs of 6%. Other economies and changes in depreciation expenses resulted in the overall change.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental Funds

For the fiscal year ended April 30, 2008, the governmental funds reflect a combined fund balance of \$27.9 million, which is an increase of \$3.3 million over the prior year. Included in this year's increase in fund balance includes contribution from the developers of Grand Dominion subdivision, and \$0.8 million in motor fuel tax and \$0.9 million in capital development funds planned for future projects. The primary reason for the General Corporate Fund's increase in fund balance was the planned savings for future capital projects including the continuation of Westside infrastructure improvements. The fund balance for the General Obligation Bond Fund increased by \$0.1 million resulting from contributions transferred from other funds to reduce future levy requirements. The activity in the Capital Projects Fund was consolidated with the Nonmajor Governmental Funds. See the Nonmajor Governmental Funds Combining Balance sheet in the accompanying schedules for the details. The fund balance for the Nonmajor Governmental Funds increased by \$.3 million as a result of planned savings for future capital projects.

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

Major Governmental Fund

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The Fund balance of the General Fund increased by \$2.9 million due to an increase in revenues over expenditures including developer contributions, impact fees, annexation fees and building permit related activities. The General Fund revenues increased by \$0.2 million. Increases in Taxes, including property tax, sales tax, home-rules sales tax, hotel-motel tax, and shared state taxes including income and use taxes made up the increase. The General Fund expenditures increased by \$3.6 million substantially due to Public Works capital project for the Westside infrastructure improvements associated with the Grand Dominion development and personnel costs increases.

General Fund Budgetary Highlights

The Village of Mundelein falls under the provisions of 65 ILCS 5/8-2-9 of the Illinois Statutes regarding annual appropriations for municipalities of less than 500,000 inhabitants. The appropriation ordinance is the corporate authority's authorization to expend sums of money deemed necessary to defray all necessary expenses and liabilities of the municipality. As such, the figures presented in this report are Village appropriations but for reporting purposes are titled budget. The appropriation ordinance is derived from and expands upon an annual operating budget approved by the Village Board. The annual operating budget is the internal document used by the Village to control day to day expenditures of the Village and to plan for long-range capital infrastructure improvements. The annual operating budget plus funds on-hand are included in the appropriation totals. During FY08, the Village Board adopted an appropriation transfer ordinance. This Ordinance was primarily for the purpose of transferring appropriation amounts within the fund. No additional appropriations were made during the year.

General Fund Budget Highlights

General Fund	Original Budget	Amended Budget	Actual
Revenues and other financing sources			
Taxes	\$ 18.5	\$ 18.5	\$ 19.2
Other	7.1	7.1	7.3
Total	25.6	25.6	26.5
Expenditures and Transfers			
Expenditures	29.3	29.3	23.4
Transfers	0.2	0.2	0.2
Total	29.5	29.5	23.6
Change in Fund Balance	\$ (3.9)	\$ (3.9)	\$ 2.9

The General Fund actual revenues were \$0.9 million more than the original budget. The Taxes category of revenues was \$0.7 million more than the original budget while the Other category of revenues was \$0.2 above of the original budget. The increases in telecommunication tax, income tax and investment income account for the majority of the difference.

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

The General Fund actual expenditures were \$5.9 million less than the original budget and amended budget. During the year the Village began infrastructure improvements necessitated by development activities with revenues received from developer-advanced donations. Continual monitoring and adjustments in actual spending are practiced during each year. For further detailed information see the Schedule of Expenditures – Budget and Actual by Function and Object for the General Fund presented in this combining and individual fund financial statements and schedules.

Capital Assets

At the end of FY08, the Village's Governmental Fund had invested \$93.8 million net of depreciation in a variety of capital assets and infrastructure, as reflected in the following schedule. See Notes to Financial Statement #5 for further detail.

Table 3
Capital Assets at Year End
Net of Depreciation
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$ 41.1	\$ 41.0	\$ 1.7	\$ 1.7	\$ 42.8	\$ 42.7
Construction in Progress	4.9	4.4	1.8	0.9	6.7	5.3
Buildings	17.1	19.6	16.5	21.2	33.6	40.8
Land improvements	0.8	2.6	-	-	0.8	2.6
Machinery and equipment	1.0	6.8	0.7	2.6	1.7	9.4
Sidewalks	3.8	5.4	-	-	3.8	5.4
Streets	15.7	27.3	-	-	15.7	27.3
Traffic signals	0.1	0.3	-	-	0.1	0.3
Storm sewers	9.3	11.7	-	-	9.3	11.7
Water and sanitary sewer	-	-	13.2	29.3	13.2	29.3
Total	\$ 93.8	\$ 119.1	\$ 33.9	\$ 55.7	\$ 127.7	\$ 174.8

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

Table 4
Change in Capital Assets
(in millions)

	Governmental Activities	Business-Type Activities	Total
Beginning Balance	\$ 90.5	\$ 34.0	\$ 124.5
Additions			
Depreciable	4.9	1.0	5.9
Non-Depreciation	0.1	-	0.1
Construction in Progress	3.5	1.3	4.8
Retirements			
Depreciable	-	-	-
Non-Depreciation	-	-	-
Construction in Progress	(3.1)	(0.4)	(3.5)
Depreciation	(2.1)	(2.0)	(4.1)
Ending Balance	\$ 93.8	\$ 33.9	\$ 127.7

Projects added to construction in progress for the Governmental Activities includes the Winchester Tower, West Hawley improvements, Westside Pressure Zone improvements and CMAQ Bike Path. Projects added to the Business-Type Activities includes Wastewater treatment clarifier replacements, Sanitary sewer main replacements, and Lift Station rehabilitation.

Projects retired from the Governmental Activities include the 2007 Street Improvement Project and the Anatol Roof replacement. Projects retired from construction in progress for the Business-type Activities includes Wetland Mitigation and Water Well Rehabilitation.

Debt Outstanding

In 1998, the Village issued General Obligation Bonds as the first in a planned three issues to fund the construction of a new fire station, new fire station headquarters and a new police station. In 1999, the Village issued General Obligation Bonds, the second and last issue, relating to the new public safety facilities. As of April 30, 2008, the Village owes \$4.7 million and \$6.2 million in principal, respectively.

In 2005, the Village issued General Obligation Bonds for general corporate purposes including land acquisition and public improvements. As of April 30, 2008 the Village owes \$4.7 million in principal. The Village of Mundelein sought and received a Moody's rating increase from AA3 to AA2.

In 1998, the Village received an Illinois Environmental Protection Agency Loan under their revolving loan program. As of April 30, 2008, the Village owes \$3.2 million in principal. Since the loan was issued for the acquisition of capital assets for the wastewater system, it is reported as a business-type activity.

**VILLAGE OF MUNDELEIN, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The Village, under its home rule authority, does not have a legal debt limit.

For further information about the Village's debt balances and activities, see Notes to Financial Statement #6.

Economic Factors

In January 2005, the Village Board created a 99-acre Tax Increment Financing District (TIF) and authorized Tax Increment Financing for the core downtown area surrounding the commuter rail station.

In 2005, the Village Board annexed a 100-acre parcel slotted for a 500,000 sq. ft. retail shopping center across the street from Mundelein Crossing shopping center. An economic incentive agreement was executed, which provides for the Village to retain the first \$150,000 in new sales taxes and sharing the excess 50/50 with the developer for a 13-year period to a maximum of \$6,000,000 plus interest. Due to economic conditions and third party litigation, this development has not proceeded at this time.

In 2005, the Village Board approved a 10 acre redevelopment agreement within the Tax Increment Financing District for the construction of 541 condominium units with the potential of \$4.5 million in Tier #1 TIF redevelopment project cost notes and \$2.5 million in Tier #2 TIF redevelopment project costs notes to be funded through the tax increment generated in the 10 acre redevelopment project area. The first 84-unit condominium building was occupied in 2007. Due to the downturn in the housing market and the economy in general, construction of additional units has come to a stop in this development.

In 2005, the Village Board annexed a 317-acre development with the potential of 727 single-family residential units in an age-restricted development. Four hundred fifty residential occupancy permits have been issued within this "active adult community" development. Due to the downturn in the housing market and the economy in general, construction has slowed in this development.

Per capita income remained constant between 2007 and 2008. The unemployment rate increased between 2007 and 2008 to 5.0%.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Mary K. Hatton, Finance Director, Village of Mundelein, 440 E. Hawley Street, Mundelein, Illinois 60060.

BASIC FINANCIAL STATEMENTS

Village of Mundelein, Illinois

Statement of Net Assets
April 30, 2008

	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and investments	\$ 25,664,768	\$ 7,554,552	\$ 33,219,320
Receivables			
Property taxes	10,298,383	-	10,298,383
Accounts	318,116	1,141,483	1,459,599
Accrued interest	87,332	23,215	110,547
Inventories	16,229	-	16,229
Due from other governments	3,227,742	-	3,227,742
Prepaid items	365,464	64,020	429,484
Total current assets	<u>39,978,034</u>	<u>8,783,270</u>	<u>48,761,304</u>
Noncurrent			
Capital assets (net of accumulated depreciation)			
Land	41,112,439	1,718,514	42,830,953
Construction in process	4,851,720	1,785,127	6,636,847
Buildings	17,136,465	16,515,099	33,651,564
Improvements other than buildings	772,514	13,183,676	13,956,190
Machinery, equipment and vehicles	986,360	712,067	1,698,427
Sidewalks	3,813,382	-	3,813,382
Streets, curbs and gutters	15,671,342	-	15,671,342
Traffic signals	112,498	-	112,498
Storm sewers	9,294,411	-	9,294,411
Total noncurrent assets	<u>93,751,131</u>	<u>33,914,483</u>	<u>127,665,614</u>
Total assets	<u>\$ 133,729,165</u>	<u>\$ 42,697,753</u>	<u>\$ 176,426,918</u>

See Notes to Financial Statements.

Village of Mundelein, Illinois

Statement of Net Assets - Continued
 April 30, 2008

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
Accounts payable	\$ 693,010	\$ 698,724	\$ 1,391,734
Accrued payroll	630,803	81,558	712,361
Accrued interest payable	276,894	-	276,894
Refundable deposits	-	89,068	89,068
Unearned property tax revenue	10,285,314	-	10,285,314
Compensated absences payable	619,702	76,950	696,652
Other liabilities	501,727	-	501,727
General obligation bonds payable	885,000	-	885,000
IEPA loan payable	-	261,407	261,407
Total current liabilities	<u>13,892,450</u>	<u>1,207,707</u>	<u>15,100,157</u>
Noncurrent			
Pension benefit obligation	690,426	-	690,426
IEPA loan payable	-	2,895,957	2,895,957
General obligation bonds payable, net	14,714,191	-	14,714,191
Total noncurrent liabilities	<u>15,404,617</u>	<u>2,895,957</u>	<u>18,300,574</u>
Total liabilities	<u>29,297,067</u>	<u>4,103,664</u>	<u>33,400,731</u>
Net Assets			
Invested in capital assets, net of related debt			
	78,151,940	30,757,119	108,909,059
Restricted			
Debt service	559,790	-	559,790
Capital improvements	4,016,760	6,570,031	10,586,791
Other improvements	3,709,853	-	3,709,853
Employee benefits	310,131	-	310,131
Public safety	447,812	-	447,812
Unrestricted	17,235,812	1,266,939	18,502,751
Total net assets	<u>\$ 104,432,098</u>	<u>\$ 38,594,089</u>	<u>\$ 143,026,187</u>

See Notes to Financial Statements.

Village of Mundelein, Illinois

Statement of Activities
Year Ended April 30, 2008

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	\$ 7,471,651	\$ 2,725,362	\$ 20,819	\$ -
Public safety	13,672,253	1,602,824	120,546	-
Public works	6,360,218	2,161,959	257,227	2,625,848
Interest expense	673,953	-	-	-
Total governmental activities	28,178,075	6,490,145	398,592	2,625,848
Business-type activities				
Waterworks and Sewerage	8,343,929	6,760,060	665,926	-
Total business-type activities	8,343,929	6,760,060	665,926	-
Total	\$ 36,522,004	\$ 13,250,205	\$ 1,064,518	\$ 2,625,848

- General revenues
 - Taxes
 - Property taxes
 - Sales tax
 - Home rule sales tax
 - Hotel occupation tax
 - Income tax
 - Use tax
 - Road and bridge tax
 - 911 surcharge tax
 - Replacement tax
 - Telecommunications tax
 - Other taxes
 - Investment income
 - Miscellaneous
 - Total general revenues

- Change in net assets
 - Net assets - beginning
 - Net assets - ending

See Notes to Financial Statements.

Net (Expense), Revenue and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (4,725,470)	\$ -	\$ (4,725,470)
(11,948,883)	-	(11,948,883)
(1,315,184)	-	(1,315,184)
(673,953)	-	(673,953)
(18,663,490)	-	(18,663,490)
-	(917,943)	(917,943)
-	(917,943)	(917,943)
(18,663,490)	(917,943)	(19,581,433)
9,596,488	-	9,596,488
5,160,880	-	5,160,880
3,967,036	-	3,967,036
356,935	-	356,935
3,166,335	-	3,166,335
422,602	-	422,602
149,537	-	149,537
261,260	-	261,260
124,166	-	124,166
1,043,307	-	1,043,307
142,758	-	142,758
1,645,258	471,791	2,117,049
101,902	199,187	301,089
26,138,464	670,978	26,809,442
7,474,974	(246,965)	7,228,009
96,957,124	38,841,054	135,798,178
\$ 104,432,098	\$ 38,594,089	\$ 143,026,187

Village of Mundelein, Illinois

Balance Sheet - Governmental Funds
April 30, 2008

	General Fund	General Obligation Bond Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	\$ 14,541,259	\$ 836,684	\$ 10,286,825	\$ 25,664,768
Receivables				
Property taxes	6,180,655	1,349,488	2,768,240	10,298,383
Accounts	317,654	-	462	318,116
Accrued interest	74,066	-	13,266	87,332
Inventories	16,229	-	-	16,229
Due from other funds	-	-	338,731	338,731
Due from other governments	3,158,492	-	69,250	3,227,742
Prepaid items	365,464	-	-	365,464
Total assets	<u>\$ 24,653,819</u>	<u>\$ 2,186,172</u>	<u>\$ 13,476,774</u>	<u>\$ 40,316,765</u>
Liabilities				
Accounts payable	\$ 581,067	\$ -	\$ 111,943	\$ 693,010
Accrued payroll	551,046	-	79,757	630,803
Deferred property taxes	6,167,586	1,349,488	2,768,240	10,285,314
Due to other funds	338,731	-	-	338,731
Other liabilities	-	-	501,727	501,727
Total liabilities	<u>7,638,430</u>	<u>1,349,488</u>	<u>3,461,667</u>	<u>12,449,585</u>
Fund Balances				
Reserved for inventories	16,229	-	-	16,229
Reserved for prepaid items	365,464	-	-	365,464
Reserved for Drug Enforcement	38,057	-	-	38,057
Unreserved - designated for capital and other improvements - special revenue funds	-	-	8,081,160	8,081,160
Unreserved - undesignated				
General fund	16,595,639	-	-	16,595,639
Special revenue funds	-	-	1,933,947	1,933,947
General obligation bond fund	-	836,684	-	836,684
Total fund balances	<u>17,015,389</u>	<u>836,684</u>	<u>10,015,107</u>	<u>27,867,180</u>
Total liabilities and fund balances	<u>\$ 24,653,819</u>	<u>\$ 2,186,172</u>	<u>\$ 13,476,774</u>	<u>\$ 40,316,765</u>

See Notes to Financial Statements.

Village of Mundelein, Illinois

Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Assets
April 30, 2008

Total fund balances-governmental funds	\$	27,867,180
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.		93,751,131
Some liabilities reported in the Statement of Net Assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of:		
Net pension obligation		(690,426)
Accrued interest payable		(276,894)
General obligation bonds payable		(15,620,000)
Unamortized bond discount		20,809
Compensated absences		(619,702)
		<hr/>
Net assets of governmental activities	\$	<u>104,432,098</u>

See Notes to Financial Statements.

Village of Mundelein, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances –
Governmental Funds
 Year Ended April 30, 2008

	General Fund	General Obligation Bond Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Charges for services	\$ 1,102,408	\$ -	\$ 699,437	\$ 1,801,845
Licenses and permits	3,071,865	-	-	3,071,865
Intergovernmental	-	-	891,099	891,099
Grants	47,930	-	168,435	216,365
Donations	1,275,619	-	50,630	1,326,249
Fines and forfeits	662,667	-	-	662,667
Fees	-	-	62,669	62,669
Property taxes	5,898,630	1,380,436	2,317,422	9,596,488
Sales tax	4,587,992	-	572,888	5,160,880
Home rule sales tax	3,675,492	-	291,544	3,967,036
Hotel occupation tax	356,935	-	-	356,935
Income tax	3,166,335	-	-	3,166,335
Use tax	422,602	-	-	422,602
Road and bridge tax	-	-	149,537	149,537
911 surcharge tax	-	-	261,260	261,260
Replacement tax	39,528	-	84,638	124,166
Telecommunications tax	1,043,307	-	-	1,043,307
Other taxes	2,263	-	140,495	142,758
Interest	1,092,050	41,875	511,333	1,645,258
Miscellaneous	94,262	-	7,640	101,902
Total revenues	26,539,885	1,422,311	6,209,027	34,171,223
Expenditures				
Current				
General government	5,758,442	-	1,018,010	6,776,452
Public safety	12,319,460	-	620,418	12,939,878
Public works	5,352,054	-	2,658,267	8,010,321
Pension contributions	-	-	1,591,238	1,591,238
Debt service				
Principal	-	850,000	-	850,000
Interest and fiscal charges	-	715,527	-	715,527
Total expenditures	23,429,956	1,565,527	5,887,933	30,883,416
Excess (deficiency) of revenues over expenditures before other financing sources (uses)	3,109,929	(143,216)	321,094	3,287,807
Other financing sources (uses)				
Transfer from other funds	-	210,000	-	210,000
Transfer to other funds	(210,000)	-	-	(210,000)
	(210,000)	210,000	-	-
Net change in fund balances	2,899,929	66,784	321,094	3,287,807
Fund balances - beginning	14,115,460	769,900	9,694,013	24,579,373
Fund balances - ending	\$ 17,015,389	\$ 836,684	\$ 10,015,107	\$ 27,867,180

See Notes to Financial Statements.

Village of Mundelein, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended April 30, 2008

Net change in fund balances-total governmental funds	\$ 3,287,807
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Amounts reported for governmental activities in the Statement of
Activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital outlays exceeded depreciation in the current period. (\$3,894,643 current additions less \$2,069,773 depreciation)

	1,824,870
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The issuance of long-term debt provides current financial resources, while the repayment of debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of issuance costs, discounts and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Principal retirement	850,000
Amortization of discount	(1,223)

Some revenues reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as revenues in governmental funds. These activities include donations of capital assets

	1,481,826
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Loss on disposal of capital assets	(24,812)
Decrease in pension benefit obligation	72,466
Decrease in accrued interest payable	42,797
Increase in compensated absences	(58,757)

Change in net assets of governmental activities	<u>\$ 7,474,974</u>
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See Notes to Financial Statements.

Village of Mundelein, Illinois

Enterprise Fund
Statement of Net Assets
April 30, 2008

	<u>Business-Type Activities</u> <u>Waterworks and Sewerage Fund</u>
Assets	
Current	
Cash and investments	\$ 7,554,552
Accounts receivable	1,141,483
Accrued interest receivable	23,215
Prepaid expenses	64,020
	<u>8,783,270</u>
Noncurrent	
Capital assets, net of accumulated depreciation	<u>33,914,483</u>
Total assets	<u>42,697,753</u>
Liabilities	
Current	
Accounts payable	698,724
Accrued payroll	81,558
Deposits payable	89,068
Compensated absences	76,950
IEPA loan payable	261,407
Total current liabilities	<u>1,207,707</u>
Noncurrent	
IEPA loan payable	<u>2,895,957</u>
Total liabilities	<u>4,103,664</u>
Net Assets	
Invested in capital assets, net of related debt	30,757,119
Restricted for capital improvements	6,570,031
Unrestricted	1,266,939
Total net assets	<u>\$ 38,594,089</u>

See Notes to Financial Statements.

Village of Mundelein, Illinois

Enterprise Fund
 Statement of Revenues, Expenses and Changes in Net Assets
 Year Ended April 30, 2008

	Business-Type Activities
	Waterworks and Sewerage Fund
Operating revenues	
Charges for services	
Water and sewer sales	\$ 6,760,060
Operating expenses	
(excluding depreciation)	<u>6,167,108</u>
Operating income before depreciation	592,952
Depreciation	<u>2,080,054</u>
Operating loss	<u>(1,487,102)</u>
Nonoperating revenues (expenses)	
Expansion fees	134,187
Developer donations	665,926
Escrow transfer	65,000
Interest income	471,791
Interest expense	<u>(96,767)</u>
Total nonoperating revenues (expenses)	<u>1,240,137</u>
Change in net assets	(246,965)
Net assets - beginning	<u>38,841,054</u>
Net assets - ending	<u>\$ 38,594,089</u>

See Notes to Financial Statements.

Village of Mundelein, Illinois

Statement of Cash Flows – Enterprise Fund
Year Ended April, 30, 2008

	Business-Type Activities
	Waterworks and Sewerage Fund
Cash flows from operating activities	
Cash received from residents for services	\$ 6,658,897
Payments to employees	(1,919,349)
Payments to suppliers	(4,314,261)
Net cash provided by operating activities	<u>425,287</u>
Cash flows from noncapital financing activities	
Cash received from developers	1,625
Cash received from residents for escrow deposits	72,346
Cash received from residents for expansion fees	134,187
Net cash provided by noncapital financing activities	<u>208,158</u>
Cash flows from capital and related financing activities	
Capital assets purchased	(1,289,796)
Principal paid on IEPA note payable	(254,013)
Interest paid on IEPA note payable	(96,767)
Net cash used in capital and related financing activities	<u>(1,640,576)</u>
Cash flows from investing activities	
Sales of investment securities	641,169
Cash receipts from interest income	480,166
Net cash provided by investing activities	<u>1,121,335</u>
Net increase in cash and equivalents	114,204
Cash and equivalents - beginning	<u>804,877</u>
Cash and equivalents - ending	<u>\$ 919,081</u>

(Continued)

See Notes to Financial Statements.

Village of Mundelein, Illinois

Statement of Cash Flows – Enterprise Fund - Continued
Year Ended April, 30, 2008

	Business-Type Activities
	<u>Waterworks and Sewerage Fund</u>
<hr/>	
Reconciliation of operating loss to net cash provided by operating activities	
Operating loss	<u>\$ (1,487,102)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities	
Depreciation	2,080,054
Changes in assets and liabilities	
Accounts receivable	(101,163)
Due from other funds	-
Prepaid items	(2,507)
Accounts payable	(96,805)
Accrued payroll	24,198
Compensated absences payable	<u>8,612</u>
Total adjustments	<u>1,912,389</u>
Net cash provided by operating activities	<u>\$ 425,287</u>
Reconciliation to Statement of Net Assets	
Cash and investments	
Cash and cash equivalents	\$ 919,081
Investments	<u>6,635,471</u>
	<u>\$ 7,554,552</u>
Summary of noncash investing activities:	
Net appreciation in the fair value of investments	\$ 87,305
Summary of non cash financing activities	
Developer contributions of infrastructure	664,301

See Notes to Financial Statements.

Village of Mundelein, Illinois

Statement of Fiduciary Net Assets - Pension Trust Funds and Agency Funds

April 30, 2008

	Pension Trust Funds	Agency Funds
Assets		
Cash and equivalents	\$ 89,839	\$ 1,175,392
Investments		
U.S. government and agency obligations	12,785,673	-
Money market funds	1,855,944	-
Mutual funds	7,334,244	-
Common stock	3,016,177	-
The Illinois Funds Investment Pool	2,204,456	-
	<u>27,286,333</u>	<u>1,175,392</u>
Receivables		
Pension contributions	1,466,444	-
Accrued interest	134,089	-
	<u>1,600,533</u>	<u>-</u>
Total assets	<u>28,886,866</u>	<u>1,175,392</u>
Liabilities		
Deposits payable	-	379,808
Other liabilities	-	795,584
	<u>-</u>	<u>1,175,392</u>
Total liabilities	<u>-</u>	<u>1,175,392</u>
Net Assets		
Held in trust for pension benefits	<u>\$ 28,886,866</u>	<u>\$ -</u>

See Notes to Financial Statements.

Village of Mundelein, Illinois

Statement of Changes in Fiduciary Net Assets - Pension Trust Funds
Year Ended April 30, 2008

Additions	
Contributions	
Employer	\$ 1,542,992
Participants	512,596
	<u>2,055,588</u>
Investment income	
Net depreciation in fair value of investments	(245,198)
Interest income	1,460,657
Less investment expenses	(103,876)
	<u>1,111,583</u>
Other income	<u>13,765</u>
Total additions	<u>3,180,936</u>
Deductions	
Administration	20,192
Pension benefits and refunds	1,660,932
Total deductions	<u>1,681,124</u>
Change in net assets	1,499,812
Net assets - beginning	<u>27,387,054</u>
Net assets - ending	<u>\$ 28,886,866</u>

See Notes to Financial Statements.

Note 1. Summary of Significant Accounting Policies

The Village of Mundelein, Illinois (Village) was incorporated under a charter granted by the Illinois State Legislature in 1909. The Village is a home rule municipality which operates under the management form of municipal government as provided in Chapter 65, Article 5 of the Illinois Compiled Statutes. The Village provides many services to residents including police and fire protection, water and sewer service, planning and zoning and general administrative services.

The accounting policies of the Village of Mundelein, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

(a) Financial Reporting Entity

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- (1) Appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- (2) Fiscal dependency on the primary government.

Based upon the application criteria, no component units have been included within the reporting entity.

(b) Government-wide and Fund Financial Statements

Government-wide Financial Statements: The government-wide Statement of Net Assets and Statement of Activities report the overall financial activity of the Village. Eliminations have generally been made to minimize the double-counting of internal activities of the Village; however, interfund services provided and used are not eliminated in the process of consolidation. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Net Assets presents the Village's non-fiduciary assets and liabilities with the difference reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

Note 1. Summary of Significant Accounting Policies (Continued)

(b) Government-wide and Fund Financial Statements (Continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e. general government, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds – the General Fund and the General Obligation Bond Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major enterprise fund – Waterworks and Sewerage Fund.

The Village administers the following major governmental funds:

General Fund – This 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 services which are administered by the Village and accounted for in the general fund include general government, public safety and public works.

General Obligation Bond Fund – The purpose of this fund is to accumulate monies for the payment of the \$5,000,000 General Obligation bonds Series 1998, which are due in annual installments, plus interest until maturity in 2018; to accumulate monies for the payment of the \$7,000,000 General Obligation bonds Series 1999, which are due in annual installments plus interest until maturity in 2019; and to accumulate monies for the payment of the \$5,000,000 General Obligation bonds Series 2005, which are due in annual installments plus interest until maturity in 2025. Financing is provided by specific annual property tax levies. Property taxes levied in excess of actual requirements are legally restricted to servicing this debt. The 1998 bonds were issued to pay the cost of the construction of a satellite fire station and headquarters fire station. The 1999 bonds were issued to pay the final cost of the headquarters of the fire station, the cost of land acquisition and construction of a new police station. The 2005 bonds were issued to pay for capital improvements.

Note 1. Summary of Significant Accounting Policies (Continued)

(b) Government-wide and Fund Financial Statements (Continued)

The Village administers the following major proprietary fund:

Waterworks and Sewerage Fund – This fund accounts for the provision of water and sewer 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 related debt service and billing and collection.

Additionally, the Village administers fiduciary (pension trust and agency) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees and developers. The Village reports two pension trust funds, the Police Pension Fund and Firefighters Pension Fund, which account for resources accumulated for retirement annuities for sworn police officers and uniformed fire department personnel. The Village reports the following agency funds; the Special Assessments Fund, the Deposits Fund and the Reimbursement Escrow Fund. These funds hold various monies collected by the Village from property owners and developers.

(c) Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, State shared revenues and various State, Federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, State shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal year (60 days for property taxes).

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, compensated absences are recorded only when payment is due (upon employee retirement or termination). General capital asset acquisitions are reported as expenditures in governmental funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The Village has elected not to implement private-sector guidance issued after November 30, 1989.

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

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(c) Measurement Focus and Basis of Accounting and Financial Statement Presentation (Continued)

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

(d) Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Village's proprietary fund types consider as cash equivalents all highly liquid investments with an original maturity of three months or less when purchased.

(e) Investments

Investments are reported at fair value. Fair value is based on quoted market prices.

(f) Inventory and Prepaid Items

Inventories are accounted for at cost, using the last-in, first-out method. Inventories are accounted for under the consumption method, whereby acquisitions are recorded in inventory accounts initially and charged as expenditures when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

(g) Capital Assets

Capital assets which include land, streets and bridges, buildings, storm sewers, sanitary sewers, water mains and vehicles are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$10,000, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset, are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

Interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

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

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

	<u>Years</u>
Buildings	50
Improvements other than buildings	20
Machinery and equipment	5-10
Vehicles	5
Streets, curbs and gutters	30
Sidewalks	50
Storm and sanitary sewers and water mains	75
Traffic signals	20

Gains or losses from sales or retirements of capital assets are included in the operations on the Statement of Activities.

Note 1. Summary of Significant Accounting Policies (Continued)

(h) Deferred Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

(i) Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits upon employee retirement or termination. No liability is recorded for unpaid accumulated sick leave other than the portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" at retirement. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General and Waterworks and Sewerage funds are typically used to liquidate these liabilities.

(j) Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Enterprise funds individually account for and service the applicable debt that benefits those funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year.

(k) Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designated fund balances, if any, represent tentative plans for future use of financial resources.

(l) Capital Contributions

Capital contributions (if any) reported in the governmental and proprietary funds represent capital assets donated from outside parties, principally developers.

Note 1. Summary of Significant Accounting Policies (Continued)

(m) Accounting Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

(n) Interfund Transactions

The Village has the following types of transactions between funds:

Loans and Advances—amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Net amounts between governmental and business-type activities are reported as internal balances in the government-wide statement of net assets.

Services provided and used—sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund balance sheets or fund statements of net assets.

Reimbursements—repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers—flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

Note 2. Legal Compliance – Budgets

All departments of the Village submit requests for appropriation to the Village's Administrator so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Annual appropriated budgets are adopted for the general, special revenue, debt service, capital projects, enterprise and pension trust funds.

Budgets are adopted on a basis consistent with generally accepted accounting principles except for the Waterworks and Sewerage Fund. The Waterworks and Sewerage Fund is adopted on a modified basis in that depreciation is not budgeted, and capital outlay and debt principal retirements are budgeted.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. The administrator is authorized to transfer budgeted amounts between departments within any fund; however, the governing body must approve any revisions that alter the total expenditures of any fund.

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 2. Legal Compliance – Budgets (Continued)

The budget may be amended by the governing body and was amended during the year.

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

As of April 30, 2008 none of the funds had an excess of actual expenditures over budget.

Note 3. Deposits and Investments

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund type's portion of this pool is displayed on the combined statement of net assets as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Statutes authorize the Village to make deposits/invest in commercial banks, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements (subject to limitations), commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool. Pension funds may also invest in certain non-U.S. obligations, mortgages, veterans' loans, life insurance company contracts and certain equities (subject to limitations). The Village's deposits and investments at April 30, 2008, are categorized to give an indication of the level of collateral risk assumed.

(a) Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village does not have a deposit policy for custodial credit risk. As of April 30, 2008, the Village's bank balance totaling \$744,576 was insured and collateralized.

(b) Investments

As of April 30, 2008, the Village had the following investments and maturities.

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6 - 10	More Than 10
U.S. Treasury securities	\$ 18,360,453	\$ 1,253,352	\$ 12,207,445	\$ 4,388,770	\$ 510,886
GNMA securities	54,035	54,035	-	-	-
U.S. Government agencies - other	6,785,591	430,751	4,441,084	176,694	1,737,062
Money market - fixed income*	1,855,944	1,855,944	-	-	-
The Illinois Funds Investment Pool*	23,280,355	23,280,355	-	-	-
Total	\$ 50,336,378	\$ 26,874,437	\$ 16,648,529	\$ 4,565,464	\$ 2,247,948

* Weighted average maturity is less than one year

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 3. Deposits and Investments (Continued)

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Village's investment policy requires diversifying investments to avoid incurring unreasonable risk.

Credit Risk. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the Village's policy to limit its investments in these investment types to the top rating issued by NRSROs. As of April 30, 2008, the Village's debt securities were as follows (excludes securities explicitly guaranteed by the U.S. government):

Investment Type	Fair Value	Standard & Poors
U.S. Government agencies:		
FHLMC	\$ 1,983,091	AAA
FNMA	4,523,624	AAA
FHLB	278,876	AAA
Money market - fixed income:		
Allegiance	1,251,562	AAA
Morgan Stanley	338,528	AAA
Madison	265,854	AAA
The Illinois Funds Investment Pool	23,280,355	AAA

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

Concentration of Credit Risk. The Village places no limit on the amount the Village may invest in any one issuer. More than 5 percent of the Village's investments are in FNMA securities. These investments are approximately 7.3% of the Village's total investments.

Other Information. The Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, which is the price the investment could be sold for.

Note 4. Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by the County and issued on or about May and August, and are payable in two installments which are due on or about June 15 and September 1.

Property taxes are billed, collected and remitted periodically by the County Treasurer of Lake County, Illinois. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amount to be collected. That portion of the property taxes receivable which is not expected to be collected within sixty (60) days after year-end is not considered to pay current liabilities and is, therefore, shown as deferred revenue for the fund statements. Since the 2007 property tax levy is levied to finance the operations of the fiscal year beginning May 1, 2008, the 2007 property tax levy is deferred (unearned) as of year end.

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 5. Capital Assets

(a) Governmental Activities

A summary of changes in capital assets for governmental activities of the Village for the year ended April 30, 2008, is as follows:

	Balance May 1	Additions	Deletions and Transfers	Balance April 30
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 41,047,439	\$ 65,000	\$ -	\$ 41,112,439
Construction in process	4,420,565	3,539,110	3,107,955	4,851,720
	<u>45,468,004</u>	<u>3,604,110</u>	<u>3,107,955</u>	<u>45,964,159</u>
Capital assets being depreciated:				
Buildings	19,649,172	259,900	-	19,909,072
Land improvements	2,631,260	-	-	2,631,260
Machinery and equipment	6,807,019	290,534	251,447	6,846,106
Sidewalks	5,441,334	317,195	702	5,757,827
Streets, curbs and gutters	27,311,888	3,197,888	131,930	30,377,846
Traffic signals	310,488	-	-	310,488
Storm sewers	11,703,347	814,797	-	12,518,144
	<u>73,854,508</u>	<u>4,880,314</u>	<u>384,079</u>	<u>78,350,743</u>
Less accumulated depreciation for:				
Buildings	2,381,755	390,852	-	2,772,607
Land improvements	1,732,718	126,028	-	1,858,746
Machinery and equipment	5,655,184	431,197	226,635	5,859,746
Sidewalks	1,839,834	105,313	702	1,944,445
Streets, curbs and gutters	13,995,636	842,798	131,930	14,706,504
Traffic signals	182,466	15,524	-	197,990
Storm sewers	3,065,672	158,061	-	3,223,733
	<u>28,853,265</u>	<u>2,069,773</u>	<u>359,267</u>	<u>30,563,771</u>
Total capital assets being depreciated, net	<u>45,001,243</u>	<u>2,810,541</u>	<u>24,812</u>	<u>47,786,972</u>
Governmental activities capital assets, net	<u>\$ 90,469,247</u>	<u>\$ 6,414,651</u>	<u>\$ 3,132,767</u>	<u>\$ 93,751,131</u>

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 5. Capital Assets (Continued)

(b) Business-Type Activities

A summary of changes in capital assets for business-type activities of the Village for the year ended April 30, 2008, is as follows:

	Balance May 1	Additions	Deletions and Transfers	Balance April 30
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 1,718,514	\$ -	\$ -	\$ 1,718,514
Construction in process	876,220	1,288,821	379,914	1,785,127
	<u>2,594,734</u>	<u>1,288,821</u>	<u>379,914</u>	<u>3,503,641</u>
Capital assets being depreciated:				
Buildings	21,166,912	-	-	21,166,912
Improvements other than buildings including Water/Sewer system	29,326,324	1,045,190	-	30,371,514
Machinery, equipment and vehicles	2,646,079	-	16,220	2,629,859
	<u>53,139,315</u>	<u>1,045,190</u>	<u>16,220</u>	<u>54,168,285</u>
Less accumulated depreciation for:				
Buildings	4,231,445	420,368	-	4,651,813
Improvements other than buildings including Water/Sewer system	15,752,285	1,435,553	-	17,187,838
Machinery, equipment and vehicles	1,709,879	224,133	16,220	1,917,792
	<u>21,693,609</u>	<u>2,080,054</u>	<u>16,220</u>	<u>23,757,443</u>
Total capital assets being depreciated, net	<u>31,445,706</u>	<u>(1,034,864)</u>	<u>-</u>	<u>30,410,842</u>
Business-type activities capital assets, net	<u>\$ 34,040,440</u>	<u>\$ 253,957</u>	<u>\$ 379,914</u>	<u>\$ 33,914,483</u>

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 5. Capital Assets (Continued)

(c) Depreciation Charged to Functions / Activities

Depreciation was charged to functions/activities as follows:

	Governmental Activities	Business-Type Activities
General government	\$ 269,770	\$ -
Public safety	499,370	-
Public works	1,300,633	2,080,054
	<u>\$ 2,069,773</u>	<u>\$ 2,080,054</u>

Note 6. Long-Term Obligations

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, Illinois Environmental Protection Agency (IEPA) loans have been utilized to finance major sewer improvement/construction projects.

(a) Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2008:

	Balance May 1	Issuances	Retirements	Balance April 30	Due Within One Year
Compensated absences	\$ 560,945	\$ 731,444	\$ 672,687	\$ 619,702	\$ 619,702
Net pension obligation*	762,892	-	72,466	690,426	-
General obligation bonds**	16,470,000	-	850,000	15,620,000	885,000
Total	<u>\$ 17,793,837</u>	<u>\$ 731,444</u>	<u>\$ 1,595,153</u>	<u>\$ 16,930,128</u>	<u>\$ 1,504,702</u>

* General Fund used to liquidate this liability.

** Excludes bond discount of \$20,809

(b) Business-Type Activities

The following is a summary of long-term obligation activity for the Village associated with business-type activities for the year ended April 30, 2008.

	Balance May 1	Issuances	Retirements	Balance April 30	Due Within One Year
Compensated absences	\$ 68,338	\$ 92,393	\$ 83,781	\$ 76,950	\$ 76,950
IEPA loan payable	3,411,377	-	254,013	3,157,364	261,407
Total	<u>\$ 3,479,715</u>	<u>\$ 92,393</u>	<u>\$ 337,794</u>	<u>\$ 3,234,314</u>	<u>\$ 338,357</u>

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 6. Long-Term Obligations (Continued)

(c) Changes in Long-Term Obligations

Long-term obligations outstanding of the Village are as follows:

Description	Fund Debt Retired By	Balance May 1	Issuances	Retirements	Balances April 30
General Obligation Bonds					
General Obligation Bond Series of 1998 due in annual installments of \$320,000 to \$540,000 through December 1, 2018 plus interest at 4.6 to 4.625%	Debt Service Fund	\$ 5,000,000	\$ -	\$ 320,000	\$ 4,680,000
General Obligation Bond Series of 1999 due in annual installments of \$345,000 to \$1,165,000 through December 1, 2019 plus interest at 4.4 to 4.5%	Debt Service Fund	6,565,000	-	345,000	6,220,000
General Obligation Bond Series of 2005 due in annual installments of \$95,000 to \$360,000 through December 1, 2025 plus interest at 3.5 to 4.2%	Debt Service Fund	4,905,000	-	185,000	4,720,000
		<u>\$ 16,470,000</u>	<u>\$ -</u>	<u>\$ 850,000</u>	<u>\$ 15,620,000</u>
Notes Payable					
IEPA Note payable due in annual installments of \$350,780 including interest at 2.89%, final payment due in fiscal year 2019	Waterworks and Sewerage	\$ 3,411,377	\$ -	\$ 254,013	\$ 3,157,364

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 6. Long-Term Obligations (Continued)

(d) Debt Service Requirements to Maturity

Annual debt service requirements to maturity for the Village and general obligation bonds are as follows:

Fiscal Year	Governmental		Business-Type	
	General Obligation Bonds		IEPA Note Payable	
	Principal	Interest	Principal	Interest
2009	\$ 885,000	\$ 657,985	\$ 261,407	\$ 89,373
2010	925,000	619,138	269,017	81,763
2011	965,000	578,560	276,847	73,932
2012	1,005,000	536,249	284,906	65,874
2013	1,050,000	492,074	293,199	57,581
2014 - 2018	6,020,000	1,716,234	1,260,665	142,455
2019 - 2023	3,735,000	475,016	511,323	14,848
2024 - 2026	1,035,000	66,465	-	-
Totals	\$ 15,620,000	\$ 5,141,721	\$ 3,157,364	\$ 525,826

Note 7. Lease Obligations

No material capital or operating leases were in effect as of the date of this report.

Note 8. Defined Benefit Pension Plans

(a) Illinois Municipal Retirement System

Plan Description

The Village contributes to the Illinois Municipal Retirement Fund (IMRF), which provides retirement (including early retirement), disability, and death benefits to plan members and beneficiaries. IMRF is a defined benefit agent-multiple-employer public employee retirement system which acts as a common investment and administrative agent for local governments and school districts in Illinois. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate (average of the highest consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. The Illinois Pension Code establishes the benefit provisions of the plan, which can only be amended by the Illinois General Assembly.

Notes to Basic Financial Statements

Note 8. Defined Benefit Pension Plans (Continued)

(a) Illinois Municipal Retirement System (Continued)

IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Funding Policy

Employees participating in the IMRF plan are required to contribute 4.5% of their annual covered salary. The member rate is established by state statute. The Village is required to contribute the remaining amounts necessary to fund the benefits of its own employees in the system using an actuarially determined rate. The Village's rate for calendar year 2008 was 10.96%. The Village's rate for calendar year 2007 was 11.1%.

Annual Pension Cost, Net Pension Obligation and Actuarial Assumptions

For fiscal year 2008, the Village's annual pension cost of \$850,796 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2005, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses); (b) projected salary increases of 4% a year attributable to inflation; (c) additional projected salary increases ranging from .4% to 10.0% per year, depending on age and service attributable to seniority/merit; and (d) cost of living adjustments of 3% per year of the original amount of the benefit.

The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 1, 2007, was 25 years.

(b) Police Pension

Plan Description

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The plan does not issue a stand-alone financial report.

At April 30, 2008, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	32
Terminated employees entitled to benefits but not yet receiving them	0
Current employees	
Vested	23
Nonvested	<u>30</u>
Total	<u>85</u>

Note 8. Defined Benefit Pension Plans (Continued)

(b) Police Pension (Continued)

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension is increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977, is increased annually, following the first anniversary date of retirement and will be paid upon reaching the age of at least 55 years, by 3% of the amount of the pension payable at the time of the increase.

Funding Policy

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2032, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded. Actuarial valuations are performed annually.

Annual Pension Cost and Reserves

Current Year Annual Pension Cost

For fiscal year 2008, the Village's annual pension cost (APC) was \$898,822. The Village's actual contribution was \$1,077,741. For a description of the significant actuarial assumptions, see Note 8f.

Reserves and Concentration of Investments

There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions. The plan held investments (other than those issued or guaranteed by the U.S. Government) in the following organizations that represent 5% or more of net assets available for benefits:

FHLMC	\$ 780,831
FNMA	2,878,755

(c) Firefighters' Pension

Plan Description

Fire sworn personnel are covered by the Firefighters' Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The plan does not issue a stand-alone financial statement.

Note 8. Defined Benefit Pension Plans (Continued)

(c) Firefighters' Pension (Continued)

At April 30, 2008, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	8
Terminated employees entitled to benefits but not yet receiving them	0
Current employees	
Vested	10
Nonvested	<u>11</u>
Total	<u>29</u>

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension is increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit.

The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977, is increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the amount of the pension payable at the time of the increase.

Funding Policy

Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2032, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded. Actuarial valuations are performed annually.

Annual Pension Cost and Reserves

Current Year Annual Pension Cost

For fiscal year 2008, the Village's annual pension cost (APC) was \$396,144. The Village's actual contribution was \$465,251. For a description of the significant actuarial assumptions, see Note 8f.

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 8. Defined Benefit Pension Plans (Continued)

(c) Firefighters' Pension (Continued)

Reserves and Concentration of Investments

There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions.

The plan held investments (other than those issued or guaranteed by the U.S. government) in the following organizations that represent 5% or more of net assets available for benefits:

FHLMC	\$1,202,260
FNMA	1,644,869

(d) Police Pension and Firefighters' Pension

Summary of Significant Accounting Policies and Plan Asset Matters

The financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value.

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

Computation of Net Pension Obligation at April 30, 2008

	Police Pension	Firefighters' Pension
	<u> </u>	<u> </u>
Annual required contribution	\$ 904,926	\$ 401,274
Interest on the NPO	(18,012)	(15,138)
Adjustment to the ARC	11,908	10,008
	<u> </u>	<u> </u>
Annual pension cost	898,822	396,144
Contributions made	1,077,740	465,251
	<u> </u>	<u> </u>
(Increase) in the asset	(178,918)	(69,107)
Net pension asset at May 1, 2007 before contributions payable	311,733	216,260
	<u> </u>	<u> </u>
Pension asset at April 30, 2008, before contributions payable	490,651	285,367
Adjustment for Contributions payable at April 30, 2008	(1,025,611)	(440,833)
	<u> </u>	<u> </u>
Net pension obligation at April 30, 2008	<u>\$ (534,960)</u>	<u>\$ (155,466)</u>

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 8. Defined Benefit Pension Plans (Continued)

(e) Pension Fund Financial Statements

Combining Statement of Fiduciary Net Assets - Pension Trust Funds
April 30, 2008

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and investments			
Cash and equivalents	\$ 62,372	\$ 27,467	\$ 89,839
Investments			
U.S. government and agency obligations	6,433,640	6,352,033	12,785,673
Money market funds	1,095,302	760,642	1,855,944
Mutual funds	3,107,052	4,227,192	7,334,244
Common stock	3,016,177	-	3,016,177
The Illinois Funds Investment Pool	1,973,175	231,281	2,204,456
	<u>15,687,718</u>	<u>11,598,615</u>	<u>27,286,333</u>
Receivables			
Pension contributions	1,025,611	440,833	1,466,444
Accrued interest	64,564	69,525	134,089
	<u>1,090,175</u>	<u>510,358</u>	<u>1,600,533</u>
Net Assets			
Held in trust for pension benefits	<u>\$ 16,777,893</u>	<u>\$ 12,108,973</u>	<u>\$ 28,886,866</u>

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 8. Defined Benefit Pension Plans (Continued)

(e) Pension Fund Financial Statements (continued)

Combining Statement of Changes in Fiduciary Net Assets - Pension Trust Funds
Year Ended April 30, 2008

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions			
Employer	\$ 1,077,741	\$ 465,251	\$ 1,542,992
Participants	346,365	166,231	512,596
	<u>1,424,106</u>	<u>631,482</u>	<u>2,055,588</u>
Investment income			
Net depreciation in fair value of investments	(96,710)	(148,488)	(245,198)
Interest income	689,411	771,246	1,460,657
Less investment expenses	(63,755)	(40,121)	(103,876)
	<u>528,946</u>	<u>582,637</u>	<u>1,111,583</u>
Other income	<u>13,765</u>	-	<u>13,765</u>
Total additions	<u>1,966,817</u>	<u>1,214,119</u>	<u>3,180,936</u>
Deductions			
Administration	11,125	9,067	20,192
Pension benefits and refunds	1,273,292	387,640	1,660,932
Total deductions	<u>1,284,417</u>	<u>396,707</u>	<u>1,681,124</u>
Change in net assets	682,400	817,412	1,499,812
Net assets - beginning	<u>16,095,493</u>	<u>11,291,561</u>	<u>27,387,054</u>
Net assets - ending	<u>\$ 16,777,893</u>	<u>\$ 12,108,973</u>	<u>\$ 28,886,866</u>

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 8. Defined Benefit Pension Plans (Continued)

(f) Significant Actuarial Assumptions

The information presented in the notes and the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation is as follows:

	Illinois Municipal Retirement	Police Pension	Fire- fighters' Pension
Actuarial Valuation Date	December 31, 2005	April 30, 2008	April 30, 2008
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Asset Valuation Method	Five-Year Smoothed Market Value	Five-Year Smoothed Market Value	Five-Year Smoothed Market Value
Amortization Method	Level Percentage of Projected Payroll – Closed Basis	Level Percentage of Projected Payroll – Closed Basis	Level Percentage of Projected Payroll – Closed Basis
Significant Actuarial Assumptions			
(a) Remaining Amortization Period (Years)	25	25	25
(b) Rate of Return on Investment of Present and Future Assets	7.50% compounded annually	7.00% compounded annually	7.00% compounded annually
(c) Projected Salary Increases - Attributable to Inflation	4.00% compounded annually	5.50% compounded annually	5.50% compounded annually
(d) Additional Projected Salary Increases - Attributable to Seniority/Merit	0.4% to 10.0%	(Note - separate information for (b and c) not available)	
(e) Postretirement Benefit Increases	3.00%	3.00% compounded annually	3.00% compounded annually

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 8. Defined Benefit Pension Plans (Continued)

(g) Trend Information

	For Fiscal Year	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual Pension Cost	2008	\$ 850,796	\$ 898,822	\$ 396,144
	2007	770,927	888,409	396,895
	2006	677,752	833,131	364,591
Percent Contributed	2008	100.00 %	119.10 %	117.44 %
	2007	100.00	102.70	108.20
	2006	100.00	103.30	113.80
Net Pension Obligation	2008	\$ -	\$ (534,960)	\$ (155,466)
	2007	-	(565,731)	(197,161)
	2006	-	(565,052)	(215,121)

Note 9. Interfund Activity

Due To/From Other Funds

The composition of interfund balances as of April 30, 2008, is as follows:

Receivable Fund	Payable Fund	Amount
Nonmajor Special Revenue Funds	General Fund	<u>\$ 338,731</u>

The interfund balance is the result of the obligations of the incentive agreement in terms of accrual.

Transfers In/Transfers Out

Receiving Fund	Disbursing Fund	Amount
Debt Service General Obligation Bond Fund	General Fund	<u>\$ 210,000</u>

The transfer was for partial abatement of debt.

Note 10. Post-Employment Benefits

In addition to providing pension benefits, the Village provides certain health care insurance and benefits for retired employees. In accordance with Village policy, substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The entire cost of retiree health care premiums is paid by participating retirees. The Village has no obligation to finance this program. Accordingly, no liability has been recorded for post-retirement health care benefits.

Note 11. Contingent Liabilities

(a) Litigation

There are several pending lawsuits in which the Village is involved. Management believes that the potential claims against the Village resulting from such litigation will not materially affect the financial position of the Village.

(b) Grants

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

(c) Central Lake County Joint Action Water Agency (CLC-JAWA)

The Village's water supply agreement with the Central Lake County Joint Action Water Agency (CLC-JAWA) provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

(d) Solid Waste Agency of Lake County (SWALCO)

The Village's contract with the Solid Waste Agency of Lake County provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

(e) Developer Financing Agreement

One sales tax financing arrangement is in progress with a developer. Amount is payable to the developer only from the Village's incremental sales taxes collected from the project area. Revenues collected and allocable to the agreement in the amount of \$501,727 are reserved and will be paid to developer under the terms of the agreements.

Note 12. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village's employees. The Village currently reports all its risk management activities in the General Fund.

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool their risk management needs. The agency administers a mix of self-insurance and commercial services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members. The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

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

Notes to Basic Financial Statements

Note 12. Risk Management (Continued)

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

The Village has also purchased insurance from private insurance companies. Risks covered included medical and other. Premiums have been displayed as expenditures/expenses in appropriate funds. There have been no significant reductions in insurance coverage during the current year. For all programs, settlement amounts have not exceeded insurance coverage for the current or three prior years.

Note 13. Joint Venture – Solid Waste Agency of Lake County

The Village is a member of the Solid Waste Agency of Lake County (the Agency) which consists of 35 municipalities. The Agency is a municipal corporation and public body politic and corporate established pursuant to the Constitution Act of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). The Agency is empowered under the Act to plan, construct, finance, operate and maintain a solid waste disposal system to serve its members. The Agency is reported as a nonequity governmental joint venture.

The members of the Agency and their percentage shares based on formulae contained in the Agency agreement are:

	%		%		
	Share		Share		
Antioch	1.06	%	Lindenhurst	1.45	%
Beach Park	1.65		Long Grove	1.42	
Deer Park	.74		Mundelein	4.12	
Deerfield	4.25		North Barrington	.66	
Grayslake	1.46		North Chicago	3.13	
Green Oaks	.47		Park City	.86	
Gurnee	3.11		Riverwoods	.94	
Hawthorn Woods	1.07		Round Lake	.61	
Highland Park	8.03		Round Lake Beach	2.55	
Kildeer	.67		Round Lake Park	.64	
Lake Barrington	1.16		Third Lake	.24	
Lake Bluff	1.61		Vernon Hills	3.36	
Lake County	19.88		Wadsworth	.39	
Lake Forest	6.13		Wauconda	1.31	
Lake Villa	.55		Waukegan	12.15	
Lake Zurich	3.21		Winthrop Harbor	1.08	
Libertyville	4.38		Zion	3.92	
Lincolnshire	1.74				
				100.00	%

These percentage shares are subject to change in future years based on the combination of the population and equalized assessed valuation of the municipalities.

Village of Mundelein, Illinois

Notes to Basic Financial Statements

Note 13. Joint Venture – Solid Waste Agency of Lake County (Continued)

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 approval of each member.

The Agency is governed by a Board of Directors which consists of one appointed Mayor or President, Trustee or Chief Administrative Officer from each member municipality. Each Director has an equal vote. The officers of the Agency are appointed by the Board of Directors. The Board of Directors determines the general policy of the Agency, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of Bonds or Notes by 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.

Summary Financial Information of Joint Venture

Summary of Financial Position as of November 30, 2006 (latest data available):

<u>Assets</u>		<u>Liabilities and Net Assets</u>	
Current assets	\$ 1,407,104	Current liabilities	\$ 694,062
Fixed assets	<u>1,563,432</u>	Net Assets invested in capital assets	1,563,432
		Unrestricted net assets	<u>713,042</u>
		Total Liabilities and Net Assets	<u>\$ 2,970,536</u>
Total Assets	<u>\$ 2,970,536</u>		

Summary of Revenues, Expenses and Changes in Fund Equity for the year ended November 30, 2006:

Total revenues	\$ 3,496,437
Total expenses	<u>3,049,195</u>
Change in net assets	447,242
Net Assets	
Beginning of year	<u>1,829,232</u>
End of year	<u>\$ 2,276,474</u>

Complete financial statements for the Agency can be obtained from the Agency's administrative office at 1311 N. Estes St., Gurnee, Illinois 60031.

Notes to Basic Financial Statements

Note 13. Joint Venture – Solid Waste Agency of Lake County (Continued)

Revenues of the system consist of (a) all receipts derived from Solid Waste Disposal Contracts or any other contracts for the disposal of waste; (b) all income derived from the investment of moneys; and (c) all income, fees, service charges and all grants, rents and receipts derived by the Agency from the ownership and operation of the system.

The Agency covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

The Agency has entered into Solid Waste Disposal Contracts with the member municipalities. The Contracts are irrevocable and may not be terminated or amended except as provided in the Contract. Each member is obligated, on a "take or pay" basis, to purchase or in any event to pay for a minimum annual cost of the system.

The obligation of the Village to make all payments as required by this Contract is unconditional and irrevocable, without regard to performance or nonperformance by the Agency of its obligations under this Contract.

The payments required to be made by the Village under this Contract shall be required to be made solely from revenues to be derived by the Village from the operation of the Village's system. The government is not prohibited by the Contract from using other available funds to make payments required by the Contract. The Contract shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

In accordance with the joint venture Agreement, the Village made no remittances for the Agency for 2008.

Note 14. Contractual and Other Commitments

The Village entered into contracts for the construction or renovation of various streets and facilities. The Village has entered into a contract for 2008 street renovations subsequent to April 30, 2008 for approximately \$2.0 million.

There are various other contracts totaling approximately \$8.1 million with remaining commitments of approximately \$2.9 million. No further financing is required on any of the contracts.

The Village has committed to purchase all water from the Central Lake County Joint Action Water Agency (CLC-JAWA).

The Village has committed to make payments to the Solid Waste Agency of Lake County. As of the date of this report, future minimum amounts have not been determined.

Note 15. Segment Information

The Village maintains only one enterprise fund which is intended to be self-supporting through user fees charged for services to the public.

Note 16. New Governmental Accounting Standards

The Governmental Accounting Standards Board (GASB) has issued the following statements:

Statement No. 45 – *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures, and if applicable, required supplementary information. The Village is required to implement this Statement for the year ending April 30, 2009.

Statement No. 49 – *Accounting and Financial Reporting for Pollution Remediation Obligations*, which addressed accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. This Statement will become effective for the year ending April 30, 2009.

Statement No. 50 – *Pension Disclosures – an amendment to GASB Statements No. 25 and No. 27*. This Statement more closely aligns the financial reporting requirements for pensions with those for other postemployment benefits (OPEB) and enhances information disclosed in the notes to financial statements or presented as required supplementary information (RSI) by pension plans and by employers that provide pension benefits. The Village will implement Statement No. 50 beginning with the year ending April 30, 2009.

Statement No. 51 – *Accounting and Financial Reporting for Intangible Assets*, establishes accounting and financial reporting requirements for intangible assets. All intangible assets not specifically excluded by the scope of this Statement should be classified as capital assets. All existing authoritative guidance for capital assets should be applied to these intangible assets, as applicable. The Village is required to implement this Statement for the year ending April 30, 2011.

Statement No. 53 – *Accounting and Financial Reporting for Derivative Instruments*, addresses the recognition measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. Derivative instruments are often complex financial arrangements used by governments to manage specific risks or to make investments. The Village is required to implement this Statement for the year ending April 30, 2011.

Management has not currently determined what impact, if any, these Statements may have on its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Village of Mundelein, Illinois

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
 Budget and Actual – General Fund
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Charges for services	\$ 800,000	\$ 800,000	\$ 1,102,408	\$ 302,408
Licenses and permits	3,480,000	3,480,000	3,071,865	(408,135)
Grants	500,000	500,000	47,930	(452,070)
Donations	1,300,000	1,300,000	1,275,619	(24,381)
Fines and forfeits	750,000	750,000	662,667	(87,333)
Taxes	18,500,000	18,500,000	19,193,084	693,084
Interest	200,900	200,900	1,092,050	891,150
Miscellaneous	60,000	60,000	94,262	34,262
Total revenues	25,590,900	25,590,900	26,539,885	948,985
Expenditures				
Current				
General government	8,427,000	8,427,000	5,758,442	2,668,558
Public safety	12,458,000	12,458,000	12,319,460	138,540
Public works	8,420,000	8,420,000	5,352,054	3,067,946
Total expenditures	29,305,000	29,305,000	23,429,956	5,875,044
Excess (deficiency) of revenues over expenditures before other financing uses	(3,714,100)	(3,714,100)	3,109,929	6,824,029
Other financing uses				
Transfer to other funds	(240,000)	(240,000)	(210,000)	30,000
Net change in fund balance	\$ (3,954,100)	\$ (3,954,100)	2,899,929	\$ 6,854,029
Fund balance - beginning			14,115,460	
Fund balance - ending			\$ 17,015,389	

Village of Mundelein, Illinois

Required Supplementary Information
Analysis of Funding Progress

April 30, 2008

Illinois Municipal Retirement Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
12/31/02	\$ 10,943,641	\$ 11,134,246	\$ 190,605	98.29 %	\$ 5,462,318	3.49 %
12/31/03	11,866,860	13,161,373	1,294,513	90.16	6,018,509	21.51
12/31/04	12,972,580	15,650,132	2,677,552	82.89	6,532,840	40.99
12/31/05	12,124,930	15,257,018	3,132,088	79.47	6,922,903	45.24
12/31/06	13,709,612	16,909,264	3,199,652	81.08	7,059,775	45.32
12/31/07	15,830,527	19,238,323	3,407,796	82.29	7,657,927	44.50

Police Pension Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
05/01/03	\$ 12,479,909	\$ 20,690,796	\$ 8,210,887	60.32 %	\$ 2,506,655	327.56 %
05/01/04	13,468,963	22,315,402	8,846,439	60.36	2,672,034	331.08
05/01/05	13,936,664	23,400,253	9,463,589	59.56	2,799,868	338.00
05/01/06	14,891,590	24,227,000	9,335,410	61.47	2,855,376	326.94
05/01/07	16,095,493	26,527,783	10,432,290	60.67	3,374,160	309.18
05/01/08	16,777,891	28,580,618	11,802,727	58.70	3,795,381	310.98

Firefighters' Pension Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
05/01/03	\$ 7,656,045	\$ 9,174,538	\$ 1,518,493	83.45 %	\$ 1,469,165	103.36 %
05/01/04	8,513,831	9,941,515	1,427,684	85.64	1,445,779	98.75
05/01/05	9,227,177	11,073,537	1,846,360	83.33	1,570,875	117.54
05/01/06	10,221,149	12,221,261	2,000,112	83.63	1,577,656	126.78
05/01/07	11,291,561	13,590,907	2,299,346	83.08	1,614,959	142.38
05/01/08	12,108,973	14,474,665	2,365,692	83.66	1,729,227	136.81

Village of Mundelein, Illinois

Required Supplementary Information
Employer Contributions

April 30, 2008

Illinois Municipal Retirement Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
12/31/02	\$ 275,847	100	%
12/31/03	364,120	100	
12/31/04	582,076	100	
12/31/05	677,752	100	
12/31/06	770,927	100	
12/31/07	850,796	100	

Police Pension Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
05/01/03	\$ 572,660	107.77	%
05/01/04	670,250	97.96	
05/01/05	761,261	106.97	
05/01/06	839,296	103.30	
05/01/07	894,954	101.90	
05/01/08	904,926	119.10	

Firefighters' Pension Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
05/01/03	\$ 321,697	95.54	%
05/01/04	360,753	100.84	
05/01/05	366,355	109.10	
05/01/06	368,121	113.80	
05/01/07	401,511	106.98	
05/01/08	401,274	115.94	

Note 1. Budgetary Basis of Accounting

The General Fund budget is adopted on a basis that is consistent with generally accepted accounting principles.

**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES**

GOVERNMENTAL FUNDS

GENERAL FUND

General Fund - To account for the general operating activities of the Village which are not accounted for in any other fund.

Village of Mundelein, Illinois

General Fund
 Schedule of Expenditures - Budget and Actual -
 by Function and Object
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
General government			
Executive			
Personal services	\$ 75,000	\$ 75,000	\$ 71,592
Professional development	44,000	44,000	24,099
Professional services	4,000	6,000	5,047
Property services	4,000	4,000	2,831
Other services	500	1,000	284
Supplies	2,000	2,000	279
Communications	2,000	2,000	438
Utilities	500	500	-
Office equipment	6,000	6,000	412
Contingent	50,000	47,500	-
Total executive	<u>188,000</u>	<u>188,000</u>	<u>104,982</u>
Board and commission			
Professional development	4,000	4,000	2,236
Professional services	123,000	133,000	114,693
Property services	22,000	24,000	17,593
Maintenance services	2,500	2,500	-
Community services	2,000	2,000	-
Other services	32,000	34,000	29,163
Supplies	23,000	25,000	20,303
Utilities	2,000	2,000	1,541
Maintenance materials	2,500	2,500	1,454
Contingent	50,000	34,000	-
Total board and commission	<u>263,000</u>	<u>263,000</u>	<u>186,983</u>
Other general government			
Personal services	1,075,000	1,220,000	1,116,747
Fringe benefits	325,000	325,000	258,042
Professional development	36,000	36,000	21,198
Professional services	994,000	994,000	394,604
Property services	58,000	70,000	48,730
Maintenance services	13,500	13,500	7,702

(Continued)

Village of Mundelein, Illinois

General Fund

Schedule of Expenditures - Budget and Actual -
by Function and Object - Continued
Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
General government (Continued)			
Other general government (Continued)			
Community services	\$ 150,000	\$ 150,000	\$ 129,653
Other services	44,000	44,000	26,541
Supplies	126,000	126,000	75,969
Safety equipment	1,000	1,000	405
Communications	66,000	66,000	53,835
Utilities	1,800	3,800	1,425
Maintenance materials	8,000	8,000	3,671
Other commodities	500	500	-
Office equipment	75,000	75,000	58,533
Other equipment	45,000	45,000	-
Land	1,200	1,200	-
Contingent	400,000	241,000	-
Total other general government	<u>3,420,000</u>	<u>3,420,000</u>	<u>2,197,055</u>
Finance			
Personal services	545,000	638,000	474,936
Fringe benefits	200,000	200,000	115,438
Professional development	11,000	11,000	2,913
Professional services	315,000	315,000	242,417
Property services	37,000	37,000	26,540
Maintenance services	3,000	3,000	1,307
Other services	21,000	21,000	8,262
Supplies	25,000	25,000	15,205
Communications	9,000	9,000	3,978
Maintenance materials	2,000	2,000	96
Office equipment	30,000	30,000	20,989
Contingent	200,000	107,000	-
Total finance	<u>1,398,000</u>	<u>1,398,000</u>	<u>912,081</u>

(Continued)

Village of Mundelein, Illinois

General Fund

Schedule of Expenditures - Budget and Actual -

by Function and Object - Continued

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
General government			
Community development			
Personal services	\$ 526,000	\$ 671,000	\$ 650,158
Fringe benefits	190,000	150,000	141,857
Professional development	15,000	15,000	8,423
Professional services	350,000	340,000	306,584
Property services	50,000	45,000	33,683
Maintenance services	6,000	6,000	1,273
Other services	11,000	11,000	4,244
Supplies	17,000	17,000	6,321
Personal safety equipment	1,500	1,500	287
Communications	15,000	15,000	5,406
Utilities	6,000	6,000	5,279
Maintenance materials	4,000	4,000	2,488
Other commodities	500	500	-
Office equipment	19,000	19,000	4,691
Contingent	100,000	10,000	-
Total community development	<u>1,311,000</u>	<u>1,311,000</u>	<u>1,170,694</u>
Engineering			
Personal services	516,000	586,000	430,814
Fringe benefits	156,000	156,000	91,657
Professional development	15,000	15,000	4,881
Professional services	945,000	945,000	598,267
Property services	48,000	48,000	33,993
Maintenance services	11,000	11,000	6,010
Other services	3,000	3,000	982
Supplies	11,000	11,000	4,945
Personal safety equipment	5,000	5,000	1,565
Communications	10,000	10,000	3,873
Utilities	4,000	4,000	3,482
Maintenance materials	5,000	5,000	696
Office equipment	18,000	18,000	5,482
Contingent	100,000	30,000	-
Total engineering	<u>1,847,000</u>	<u>1,847,000</u>	<u>1,186,647</u>
Total general government	<u>8,427,000</u>	<u>8,427,000</u>	<u>5,758,442</u>

(Continued)

Village of Mundelein, Illinois

General Fund

Schedule of Expenditures - Budget and Actual -

by Function and Object - Continued

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Public safety			
Police			
Personal services	\$ 5,340,000	\$ 5,653,000	\$ 5,449,143
Fringe benefits	1,400,000	1,100,000	1,920,529
Professional development	125,000	125,000	115,360
Professional services	150,000	150,000	106,159
Property services	320,000	320,000	244,539
Maintenance services	120,000	120,000	82,972
Community services	40,000	40,000	36,494
Other services	60,000	60,000	42,380
Supplies	100,000	100,000	57,364
Safety equipment	85,000	85,000	65,164
Communications	100,000	100,000	88,848
Utilities	80,000	140,000	126,833
Maintenance materials	40,000	40,000	38,846
Other commodities	12,000	14,000	13,816
Motor equipment	80,000	80,000	72,628
Office equipment	58,000	58,000	58,426
Other equipment	20,000	50,000	50,974
Contingent	200,000	95,000	-
Total police	<u>8,330,000</u>	<u>8,330,000</u>	<u>8,570,475</u>
Fire			
Personal services	2,280,000	2,420,000	2,197,023
Fringe benefits	480,000	480,000	816,516
Professional development	280,000	280,000	33,873
Professional services	330,000	330,000	307,304
Property services	120,000	120,000	79,596
Maintenance services	70,000	70,000	70,464
Community services	40,000	40,000	792
Other services	13,000	15,000	13,376
Supplies	34,000	34,000	26,773
Personal safety equipment	38,000	38,000	36,818
Communications	25,000	28,000	27,384

(Continued)

Village of Mundelein, Illinois

General Fund

Schedule of Expenditures - Budget and Actual -
by Function and Object - Continued
Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Public safety - Continued			
Fire (Continued)			
Utilities	\$ 18,000	\$ 33,000	\$ 23,326
Maintenance materials	26,000	26,000	26,089
Other commodities	2,000	2,000	150
Building/facilities	27,000	27,000	24,150
Office equipment	35,000	35,000	31,442
Other equipment	40,000	40,000	33,909
Infrastructure improvement	70,000	70,000	-
Contingent	200,000	40,000	-
Total fire	<u>4,128,000</u>	<u>4,128,000</u>	<u>3,748,985</u>
Total public safety	<u>12,458,000</u>	<u>12,458,000</u>	<u>12,319,460</u>
Public works			
Public works			
Personal services	413,000	535,000	414,692
Fringe benefits	113,000	113,000	85,108
Professional development	14,000	15,000	7,084
Professional services	15,000	16,000	12,881
Property services	123,000	128,000	89,530
Maintenance services	94,000	94,000	57,108
Community services	10,000	10,000	-
Other services	21,000	21,000	6,977
Supplies	36,000	36,000	16,812
Personal safety equipment	7,000	10,000	3,254
Communications	28,000	33,000	15,494
Utilities	41,000	51,000	31,969
Maintenance materials	46,000	53,000	40,461
Other commodities	1,000	1,000	-
Land	85,000	85,000	65,000
Motor equipment	34,000	34,000	23,184
Office equipment	5,000	7,000	3,606
Other equipment	54,000	99,000	85,033
Infrastructure improvement	25,000	25,000	16,981
Contingent	700,000	499,000	-
Total public works	<u>1,865,000</u>	<u>1,865,000</u>	<u>975,174</u>

(Continued)

Village of Mundelein, Illinois

General Fund

Schedule of Expenditures - Budget and Actual -

by Function and Object - Continued

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Public works (Continued)			
Public works (Continued)			
Streets			
Personal services	\$ 875,000	\$ 1,030,000	\$ 901,403
Fringe benefits	235,000	235,000	189,584
Professional development	4,000	4,000	2,014
Professional services	300,000	300,000	117,322
Property services	75,000	105,000	97,520
Maintenance services	150,000	150,000	108,320
Community services	105,000	105,000	73,378
Other services	13,000	13,000	8,578
Supplies	22,000	22,000	17,171
Personal safety equipment	8,000	8,000	4,964
Communications	12,000	12,000	6,211
Utilities	220,000	295,000	260,093
Maintenance materials	275,000	305,000	325,498
Building/facilities	220,000	220,000	-
Motor equipment	185,000	185,000	149,136
Office equipment	6,000	6,000	400
Infrastructure improvement	3,550,000	3,400,000	2,115,288
Contingent	300,000	160,000	-
Total streets	6,555,000	6,555,000	4,376,880
Total public works	8,420,000	8,420,000	5,352,054
Total expenditures	\$ 29,305,000	\$ 29,305,000	\$ 23,429,956

NONMAJOR GOVERNMENTAL FUNDS

Village of Mundelein, Illinois

Nonmajor Governmental Funds

Balance Sheet

April 30, 2008

	Special Revenue
Assets	
Cash and investments	\$ 10,286,825
Receivables	
Property taxes	2,768,240
Accounts	462
Accrued interest	13,266
Due from other funds	338,731
Due from other governments	<u>69,250</u>
Total assets	<u><u>\$ 13,476,774</u></u>
Liabilities	
Accounts payable	\$ 111,943
Accrued payroll	79,757
Deferred property taxes	2,768,240
Other liabilities	<u>501,727</u>
Total liabilities	<u>3,461,667</u>
Fund Balances	
Unreserved	
Designated for capital projects	8,081,160
Undesignated	<u>1,933,947</u>
Total fund balances	<u>10,015,107</u>
Total liabilities and fund balances	<u><u>\$ 13,476,774</u></u>

Village of Mundelein, Illinois

Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 Year Ended April 30, 2008

	Special Revenue	Capital Projects	Total Nonmajor Governmental Funds
Revenues			
Charges for services	\$ 699,437	\$ -	\$ 699,437
Intergovernmental	891,099	-	891,099
Grants	168,435		168,435
Donations	50,630		50,630
Fees	62,669	-	62,669
Taxes	3,817,784	-	3,817,784
Interest	490,650	20,683	511,333
Miscellaneous	7,640	-	7,640
Total revenues	6,188,344	20,683	6,209,027
Expenditures			
Current			
General government	1,018,010	-	1,018,010
Public safety	620,418	-	620,418
Public works	1,649,640	1,008,627	2,658,267
Pension contributions	1,591,238	-	1,591,238
Total expenditures	4,879,306	1,008,627	5,887,933
Net change in fund balances	1,309,038	(987,944)	321,094
Fund balances - beginning	8,706,069	987,944	9,694,013
Fund balances - ending	\$ 10,015,107	\$ -	\$ 10,015,107

NONMAJOR SPECIAL REVENUE FUNDS

Road and Bridge Fund – To account for revenues derived from a specific annual property tax levy provided for the purpose of providing funds for the maintenance and construction of roads and bridges.

Illinois Municipal Retirement Fund – To account for revenues derived from a specific annual property tax levy provided for the purpose of providing employer contributions to the state sponsored Illinois Municipal Retirement Fund.

Social Security Fund – To account for revenues derived from a specific annual property tax levy provided for the purpose of meeting the costs associated with participation in the "Social Security Act."

Train Station Parking Fund – To account for revenues and expenditures related to the operations of the train station parking lot.

Motor Fuel Tax Fund – To account for revenues provided by the Village's share of state gasoline taxes used for the operation of certain street maintenance and improvement programs, as authorized by the Illinois Department of Transportation.

911 Surcharge Fund – To account for revenues derived from the imposition of a surcharge per network connection on the telecommunication companies for the purpose of installing and maintaining a 911 Emergency Telephone System (The Emergency Telephone System Act).

NONMAJOR SPECIAL REVENUE FUNDS (CONT.)

Mundelein Crossing Occupational Tax Special Fund – To account for the activity relating to the Development Agreement and Economic Incentive agreement dated August 11, 2003, with Mid-Northern Equities. The agreement requires that a portion of the municipal retailer occupational tax revenues attributable to the Mundelein Crossing Shopping Center be remitted to Mid-Northern Equities for a 13-year period, to a maximum of \$6,000,000.

Dive Boat Fund – To account for the revenues and expenditures related to the Village's acquisition and maintenance of a dive rescue boat.

Transportation Fund – To account for revenues derived from transportation impact fees used to fund Construction of Transportation Improvements, including intersection improvements and Metra train station facilities.

Capital Development Fund – To account for revenues derived from development fees received from contractors for the purpose of meeting the costs of various Village projects and expenditures at the Village's discretion.

Stormwater Management Fund – To account for revenues derived from Stormwater Management fees received from developers. The Village will use the funds for storm water relief projects.

Tree Fund – To account for revenues generated as a result of the landscape code ordinance, and utilized for forestry activities of public property.

Tax Increment Finance Area #2 Fund – To account for the activity relating to Tax Increment Allocation Financing for the downtown TIF Redevelopment Project Area adopted as Ord. 05-01-08 on January 10, 2005.

Supervalu Occupational Tax Special Fund – To account for the activity relating to the Redevelopment Agreement and Economic Incentive agreement dated May 26, 1999 with Supervalu Cub Foods. The agreement requires that a portion of all non-home rule municipal retailers' occupational tax revenues attributable to the Cub Foods store be remitted to Supervalu Cub Foods for a 12-year period, to a maximum of \$800,000.

Village of Mundelein, Illinois

Nonmajor Special Revenue Funds
 Combining Balance Sheet
 April 30, 2008

	Road and Bridge	Illinois Municipal Retirement	Social Security	Train Station Parking	Motor Fuel Tax	911 Surcharge
Assets						
Cash and investments	\$ 702,455	\$ 43,821	\$ 317,025	\$ 471,668	\$ 2,986,219	\$ 488,479
Receivables						
Property taxes	965,250	701,734	971,631	-	-	-
Accounts	-	-	-	-	462	-
Accrued Interest	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Due from other governments	-	-	-	-	69,250	-
Total assets	\$ 1,667,705	\$ 745,555	\$ 1,288,656	\$ 471,668	\$ 3,055,931	\$ 488,479
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ 1,036	\$ 22,208	\$ 77,888
Accrued payroll	26,325	20,261	30,454	-	-	2,717
Deferred property taxes	965,250	701,734	971,631	-	-	-
Other liabilities	-	-	-	-	-	-
Total liabilities	991,575	721,995	1,002,085	1,036	22,208	80,605
Fund Balances						
Unreserved - designated for capital and other improvements	-	-	-	-	3,033,723	407,874
Unreserved, undesignated	676,130	23,560	286,571	470,632	-	-
	<u>676,130</u>	<u>23,560</u>	<u>286,571</u>	<u>470,632</u>	<u>3,033,723</u>	<u>407,874</u>
Total liabilities and fund balances	\$ 1,667,705	\$ 745,555	\$ 1,288,656	\$ 471,668	\$ 3,055,931	\$ 488,479

Mundelein Crossing Occupational Tax Special	Dive Boat	Trans- portation	Capital Develop- ment	Stormwater Management	Tree	Tax Increment Finance Area #2	Totals
\$ 162,996	\$ 1,881	\$ 736,867	\$ 3,672,651	\$ 334,495	\$ 365,114	\$ 3,154	\$ 10,286,825
-	-	-	-	-	-	129,625	2,768,240
-	-	-	-	-	-	-	462
-	-	-	13,266	-	-	-	13,266
338,731	-	-	-	-	-	-	338,731
-	-	-	-	-	-	-	69,250
<u>\$ 501,727</u>	<u>\$ 1,881</u>	<u>\$ 736,867</u>	<u>\$ 3,685,917</u>	<u>\$ 334,495</u>	<u>\$ 365,114</u>	<u>\$ 132,779</u>	<u>\$ 13,476,774</u>
\$ -	\$ -	\$ -	\$ -	\$ 6,806	\$ 4,005	\$ -	\$ 111,943
-	-	-	-	-	-	-	79,757
-	-	-	-	-	-	129,625	2,768,240
501,727	-	-	-	-	-	-	501,727
<u>501,727</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,806</u>	<u>4,005</u>	<u>129,625</u>	<u>3,461,667</u>
-	-	623,133	3,685,917	327,689	-	2,824	8,081,160
-	1,881	113,734	-	-	361,109	330	1,933,947
<u>-</u>	<u>1,881</u>	<u>736,867</u>	<u>3,685,917</u>	<u>327,689</u>	<u>361,109</u>	<u>3,154</u>	<u>10,015,107</u>
<u>\$ 501,727</u>	<u>\$ 1,881</u>	<u>\$ 736,867</u>	<u>\$ 3,685,917</u>	<u>\$ 334,495</u>	<u>\$ 365,114</u>	<u>\$ 132,779</u>	<u>\$ 13,476,774</u>

Village of Mundelein, Illinois

Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Year Ended April 30, 2008

	Road and Bridge	Illinois Municipal Retirement	Social Security	Train Station Parking	Motor Fuel Tax	911 Surcharge	Mundelein Crossing Occupational Tax Special
Revenues							
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ 1,842	\$ -	\$ -
Intergovernmental	-	-	-	-	891,099	-	-
Grants	-	-	-	-	-	93,435	-
Donations	-	-	-	-	-	-	-
Fees	-	-	-	62,669	-	-	-
Taxes	915,881	634,723	1,000,992	-	-	261,260	864,433
Interest	36,965	8,880	20,117	18,507	109,620	23,187	276
Other	-	-	-	-	-	-	-
Total revenues	952,846	643,603	1,021,109	81,176	1,002,561	377,882	864,709
Expenditures							
Current							
General government	-	-	-	-	-	-	864,709
Public safety	-	-	-	-	-	619,801	-
Public works							
Highways and streets	838,885	-	-	-	221,089	-	-
Buildings and grounds	-	-	-	33,496	-	-	-
Pension contributions	-	666,334	924,904	-	-	-	-
Total expenditures	838,885	666,334	924,904	33,496	221,089	619,801	864,709
Net change in fund balances	113,961	(22,731)	96,205	47,680	781,472	(241,919)	-
Fund balances - beginning	562,169	46,291	190,366	422,952	2,252,251	649,793	-
Fund balances - ending	\$ 676,130	\$ 23,560	\$ 286,571	\$ 470,632	\$ 3,033,723	\$ 407,874	\$ -

Dive Boat	Transportation	Community Development	Capital Development	Stormwater Management	Tree	Tax Increment Finance Area #2	Super-valuation Occupational Tax Special	Totals
\$ -	\$ -	\$ -	\$ 663,375	\$ 27,720	\$ 6,500	\$ -	\$ -	\$ 699,437
-	-	-	-	-	-	-	-	891,099
-	-	75,000	-	-	-	-	-	168,435
-	-	-	-	-	50,630	-	-	50,630
-	-	-	-	-	-	-	-	62,669
-	-	-	-	-	-	140,495	-	3,817,784
87	37,081	-	196,604	19,797	16,232	1,966	1,331	490,650
-	-	-	7,640	-	-	-	-	7,640
87	37,081	75,000	867,619	47,517	73,362	142,461	1,331	6,188,344
-	-	-	-	-	-	151,970	1,331	1,018,010
617	-	-	-	-	-	-	-	620,418
-	-	75,000	-	336,430	144,740	-	-	1,616,144
-	-	-	-	-	-	-	-	33,496
-	-	-	-	-	-	-	-	1,591,238
617	-	75,000	-	336,430	144,740	151,970	1,331	4,879,306
(530)	37,081	-	867,619	(288,913)	(71,378)	(9,509)	-	1,309,038
2,411	699,786	-	2,818,298	616,602	432,487	12,663	-	8,706,069
\$ 1,881	\$ 736,867	\$ -	\$ 3,685,917	\$ 327,689	\$ 361,109	\$ 3,154	\$ -	\$ 10,015,107

Village of Mundelein, Illinois

Road and Bridge Fund

Schedule of Revenues, Expenditures, and Changes in

Fund Balance – Budget and Actual

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,200,000	\$ 1,200,000	\$ 915,881
Interest	15,000	15,000	36,965
Total revenues	<u>1,215,000</u>	<u>1,215,000</u>	<u>952,846</u>
Expenditures			
Highways and streets			
Professional services	-	-	498,870
Streets	1,400,000	1,400,000	340,015
Total expenditures	<u>1,400,000</u>	<u>1,400,000</u>	<u>838,885</u>
Net change in fund balance	<u>\$ (185,000)</u>	<u>\$ (185,000)</u>	113,961
Fund balance - beginning			<u>562,169</u>
Fund balance - ending			<u>\$ 676,130</u>

Village of Mundelein, Illinois

Illinois Municipal Retirement Fund
 Schedule of Revenues, Expenditures, and Changes in
 Fund Balance – Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 800,000	\$ 800,000	\$ 634,723
Interest	7,000	7,000	8,880
Total revenues	<u>807,000</u>	<u>807,000</u>	<u>643,603</u>
Expenditures			
Pension Contributions			
Administration	106,851	106,851	88,226
Finance	42,455	42,455	35,055
Water	6,435	6,435	5,313
Village Clerk	18,429	18,429	15,217
Building Inspection	85,862	85,862	70,896
Engineering	56,989	56,989	47,055
Executive	66,669	66,669	55,048
Police Department	179,368	179,368	148,103
Fire Department	7,479	7,479	6,175
Public Works Administration	57,707	57,707	47,648
Building and Grounds	20,836	20,836	17,204
Motor Vehicle	41,801	41,801	34,515
Streets	116,119	116,119	95,879
Total expenditures	<u>807,000</u>	<u>807,000</u>	<u>666,334</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(22,731)
Fund balance - beginning			<u>46,291</u>
Fund balance - ending			<u>\$ 23,560</u>

Village of Mundelein, Illinois

Social Security Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual
Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,200,000	\$ 1,200,000	\$ 1,000,992
Interest	7,000	7,000	20,117
Total revenues	<u>1,207,000</u>	<u>1,207,000</u>	<u>1,021,109</u>
Expenditures			
Pension Contributions			
Executive	52,422	52,422	40,170
Administration	77,628	77,628	59,485
Administration Finance	30,399	30,399	23,294
Water Finance	4,571	4,571	3,503
Village Clerk	15,278	15,278	11,707
Building Inspection	75,545	75,545	57,889
Engineering	41,054	41,054	31,459
Police	540,564	540,564	414,225
Fire	202,483	202,483	155,159
Public Works Administration	40,161	40,161	30,775
Buildings and Grounds	14,382	14,382	11,021
Motor Vehicle	30,679	30,679	23,509
Streets	81,834	81,834	62,708
Total expenditures	<u>1,207,000</u>	<u>1,207,000</u>	<u>924,904</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	96,205
Fund balance - beginning			<u>190,366</u>
Fund balance - ending			<u>\$ 286,571</u>

Village of Mundelein, Illinois

Train Station Parking Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual
Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Fees	\$ 65,000	\$ 65,000	\$ 62,669
Interest	5,000	5,000	18,507
Total revenues	<u>70,000</u>	<u>70,000</u>	<u>81,176</u>
Expenditures			
Buildings and grounds	<u>460,000</u>	<u>460,000</u>	<u>33,496</u>
Net change in fund balance	<u>\$ (390,000)</u>	<u>\$ (390,000)</u>	47,680
Fund balance - beginning			<u>422,952</u>
Fund balance - ending			<u>\$ 470,632</u>

Village of Mundelein, Illinois

Motor Fuel Tax Fund

Schedule of Revenues, Expenditures, and Changes in

Fund Balance – Budget and Actual

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 4,000	\$ 4,000	\$ 1,842
Intergovernmental			
Allotments - State of Illinois	1,000,000	1,000,000	891,099
Interest	12,000	12,000	109,620
Total revenues	<u>1,016,000</u>	<u>1,016,000</u>	<u>1,002,561</u>
Expenditures			
Highways and Streets			
Streets	<u>3,000,000</u>	<u>3,000,000</u>	<u>221,089</u>
Net change in fund balance	<u>\$ (1,984,000)</u>	<u>\$ (1,984,000)</u>	781,472
Fund balance - beginning			<u>2,252,251</u>
Fund balance - ending			<u>\$ 3,033,723</u>

Village of Mundelein, Illinois

911 Surcharge Fund

Schedule of Revenues, Expenditures, and Changes in

Fund Balance – Budget and Actual

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Grants	\$ 186,000	\$ 186,000	\$ 93,435
Taxes	250,000	250,000	261,260
Interest	7,000	7,000	23,187
Total revenues	<u>443,000</u>	<u>443,000</u>	<u>377,882</u>
Expenditures			
Public safety			
Police	<u>1,060,000</u>	<u>1,060,000</u>	<u>619,801</u>
Net change in fund balance	<u>\$ (617,000)</u>	<u>\$ (617,000)</u>	<u>(241,919)</u>
Fund balance - beginning			<u>649,793</u>
Fund balance - ending			<u>\$ 407,874</u>

Village of Mundelein, Illinois

**Mundelein Crossing Occupational Tax Special Fund
 Schedule of Revenues, Expenditures, and Changes in
 Fund Balance – Budget and Actual
 Year Ended April 30, 2008**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 900,000	\$ 900,000	\$ 864,433
Interest	-	-	276
Total Revenues	<u>900,000</u>	<u>900,000</u>	<u>864,709</u>
Expenditures			
General government			
Economic Incentive Agreement	900,000	900,000	864,709
	<u>900,000</u>	<u>900,000</u>	<u>864,709</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund balance - beginning			<u>-</u>
Fund balance - ending			<u><u>\$ -</u></u>

Village of Mundelein, Illinois

Dive Boat Fund

Schedule of Revenues, Expenditures, and Changes in

Fund Balance – Budget and Actual

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Interest	\$ 100	\$ 100	\$ 87
Expenditures			
Public safety			
Fire	2,400	2,400	617
Net change in fund balance	<u>\$ (2,300)</u>	<u>\$ (2,300)</u>	(530)
Fund balance - beginning			<u>2,411</u>
Fund balance - ending			<u>\$ 1,881</u>

Village of Mundelein, Illinois

Transportation Fund
 Schedule of Revenues, Expenditures, and Changes in
 Fund Balance – Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 500,000	\$ 500,000	\$ -
Interest	7,000	7,000	37,081
Total revenues	<u>507,000</u>	<u>507,000</u>	<u>37,081</u>
Expenditures			
Highways and streets			
Streets	1,170,000	1,170,000	-
Net change in fund balance	<u>\$ (663,000)</u>	<u>\$ (663,000)</u>	37,081
Fund balance - beginning			<u>699,786</u>
Fund balance - ending			<u>\$ 736,867</u>

Village of Mundelein, Illinois

Community Development Fund
 Schedule of Revenues, Expenditures, and Changes in
 Fund Balance – Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Grants	\$ 100,000	\$ 100,000	\$ 75,000
Expenditures			
Public works			
Highways and streets	100,000	100,000	75,000
Net change in fund balance	\$ -	\$ -	-
Fund balance - beginning			-
Fund balance - ending			\$ -

Village of Mundelein, Illinois

Capital Development Fund
 Schedule of Revenues, Expenditures, and Changes in
 Fund Balance – Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 1,400,000	\$ 1,400,000	\$ 663,375
Interest	30,000	30,000	196,604
Other	-	-	7,640
Total revenues	<u>1,430,000</u>	<u>1,430,000</u>	<u>867,619</u>
Expenditures			
General government			
Engineering	2,000,000	2,000,000	-
Public works			
Buildings and grounds	1,400,000	1,400,000	-
Total expenditures	<u>3,400,000</u>	<u>3,400,000</u>	<u>-</u>
Net change in fund balance	<u>\$ (1,970,000)</u>	<u>\$ (1,970,000)</u>	867,619
Fund balance - beginning			<u>2,818,298</u>
Fund balance - ending			<u>\$ 3,685,917</u>

Village of Mundelein, Illinois

Stormwater Management Fund
 Schedule of Revenues, Expenditures, and Changes in
 Fund Balance – Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 400,000	\$ 400,000	\$ 27,720
Interest	2,000	2,000	19,797
Total revenues	<u>402,000</u>	<u>402,000</u>	<u>47,517</u>
Expenditures			
General government			
Engineering	300,000	300,000	-
Public works			
Highways and streets	600,000	600,000	336,430
Total expenditures	<u>900,000</u>	<u>900,000</u>	<u>336,430</u>
Net change in fund balance	<u>\$ (498,000)</u>	<u>\$ (498,000)</u>	(288,913)
Fund balance - beginning			<u>616,602</u>
Fund balance - ending			<u>\$ 327,689</u>

Village of Mundelein, Illinois

Tree Fund

Schedule of Revenues, Expenditures, and Changes in

Fund Balance – Budget and Actual

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 75,000	\$ 75,000	\$ 6,500
Donations	-	-	50,630
Interest	4,000	4,000	16,232
Total revenues	<u>79,000</u>	<u>79,000</u>	<u>73,362</u>
Expenditures			
Highways and streets			
Streets	<u>450,000</u>	<u>450,000</u>	<u>144,740</u>
Net change in fund balance	<u>\$ (371,000)</u>	<u>\$ (371,000)</u>	(71,378)
Fund balance - beginning			<u>432,487</u>
Fund balance - ending			<u>\$ 361,109</u>

Village of Mundelein, Illinois

Tax Increment Finance Area #2
Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual
Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 200,000	\$ 200,000	\$ 140,495
Interest	-	-	1,966
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>142,461</u>
Expenditures			
General government			
Professional services	200,000	200,000	151,970
	<u>200,000</u>	<u>200,000</u>	<u>151,970</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(9,509)
Fund balance - beginning			<u>12,663</u>
Fund balance - ending			<u>\$ 3,154</u>

Village of Mundelein, Illinois

Supervalu Occupational Tax Special Fund
 Schedule of Revenues, Expenditures, and Changes in
 Fund Balance – Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Interest	\$ -	\$ -	\$ 1,331
Expenditures			
General government			
Economic Development Agreement	68,000	68,000	1,331
Net change in fund balance	<u>\$ (68,000)</u>	<u>\$ (68,000)</u>	-
Fund balance - beginning			<u>-</u>
Fund balance - ending			<u><u>\$ -</u></u>

MAJOR DEBT SERVICE FUND

General Obligation Bond Fund – To accumulate monies for the payment of the \$5,000,000 General Obligation bonds Series 1998, which are due in annual installments, plus interest until maturity in 2018; to accumulate monies for the payment of the \$7,000,000 General Obligation bonds Series 1999, which are due in annual installments plus interest until maturity in 2019; and to accumulate monies for the payment of the \$5,000,000 General Obligation bonds Series 2005, which are due in annual installments plus interest until maturity in 2025. Financing is provided by specific annual property tax levies. Property taxes levied in excess of actual requirements are legally restricted to servicing this debt. The 1998 bonds were issued to pay the cost of the construction of a satellite fire station and headquarters fire station. The 1999 bonds were issued to pay the final cost of the headquarters fire station, the cost of land acquisition and constructing a new police station. The 2005 bonds were issued to pay for land acquisition and capital improvements.

Village of Mundelein, Illinois

General Obligation Bond Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –

Budget and Actual

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,500,000	\$ 1,500,000	\$ 1,380,436
Interest	15,000	15,000	41,875
Total revenues	<u>1,515,000</u>	<u>1,515,000</u>	<u>1,422,311</u>
Expenditures			
Debt service			
Principal	1,100,000	1,100,000	850,000
Interest	1,100,000	1,100,000	713,345
Fiscal charges	100,000	100,000	2,182
Total expenditures	<u>2,300,000</u>	<u>2,300,000</u>	<u>1,565,527</u>
Deficiency of revenues over expenditures before other financing sources	(785,000)	(785,000)	(143,216)
Other financing sources			
Transfer from other funds	<u>300,000</u>	<u>300,000</u>	<u>210,000</u>
Net change in fund balance	<u>\$ (485,000)</u>	<u>\$ (485,000)</u>	66,784
Fund balance - beginning			<u>769,900</u>
Fund balance - ending			<u>\$ 836,684</u>

NONMAJOR CAPITAL PROJECTS FUND

Capital Project Fund – To account for the expenditures associated with land acquisition and capital improvements.

Village of Mundelein, Illinois

Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual
Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Revenues			
Interest	\$ 15,000	\$ 15,000	\$ 20,683
Expenditures			
Current			
Public works	<u>1,800,000</u>	<u>1,800,000</u>	<u>1,008,627</u>
Net change in fund balance	<u>\$ (1,785,000)</u>	<u>\$ (1,785,000)</u>	(987,944)
Fund balance - beginning			<u>987,944</u>
Fund balance - ending			<u>\$ -</u>

ENTERPRISE FUND

Waterworks and Sewerage Fund – To account for the provision of water and sewer services to the residents of the Village and some residents of the County. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related debt service and billing and collection.

Village of Mundelein, Illinois

Enterprise Fund - Waterworks and Sewerage Fund

Schedule of Net Assets - By Department

April 30, 2008

	Operations and Maintenance	Sewer Additions and Expansions	Water Additions and Expansion	Depreciation	Totals
Assets					
Current					
Cash and investments	\$ 560,687	\$ 3,308,122	\$ 1,925,661	\$ 1,760,082	\$ 7,554,552
Accounts receivable	1,141,483	-	-	-	1,141,483
Accrued interest receivable	-	14,371	8,844	-	23,215
Prepaid expenses	64,020	-	-	-	64,020
	<u>1,766,190</u>	<u>3,322,493</u>	<u>1,934,505</u>	<u>1,760,082</u>	<u>8,783,270</u>
Noncurrent					
Capital assets - net	<u>33,914,483</u>	-	-	-	<u>33,914,483</u>
	<u>35,680,673</u>	<u>3,322,493</u>	<u>1,934,505</u>	<u>1,760,082</u>	<u>42,697,753</u>
Liabilities					
Current					
Accounts payable	251,675	117,576	7,558	321,915	698,724
Accrued payroll	81,558	-	-	-	81,558
Deposits payable	89,068	-	-	-	89,068
Compensated absences	76,950	-	-	-	76,950
IEPA loan payable	261,407	-	-	-	261,407
	<u>760,658</u>	<u>117,576</u>	<u>7,558</u>	<u>321,915</u>	<u>1,207,707</u>
Noncurrent					
IEPA loan payable	<u>2,895,957</u>	-	-	-	<u>2,895,957</u>
	<u>3,656,615</u>	<u>117,576</u>	<u>7,558</u>	<u>321,915</u>	<u>4,103,664</u>
Net Assets					
Invested in capital assets, net					
of related debt	30,757,119	-	-	-	30,757,119
Restricted for capital					
improvements	-	3,204,917	1,926,947	1,438,167	6,570,031
Unrestricted	1,266,939	-	-	-	1,266,939
	<u>\$ 32,024,058</u>	<u>\$ 3,204,917</u>	<u>\$ 1,926,947</u>	<u>\$ 1,438,167</u>	<u>\$ 38,594,089</u>

Village of Mundelein, Illinois

Enterprise Fund - Waterworks and Sewerage Fund
 Schedule of Revenues, Expenses and Changes in Net Assets - By Department
 Year Ended April 30, 2008

	Operations and Maintenance	Sewer Additions and Expansions	Water Additions and Expansion	Depreciation	Totals
Operating revenues					
Charges for services					
Water and sewer sales	\$ 6,760,060	\$ -	\$ -	\$ -	\$ 6,760,060
Operating expenses (excluding depreciation)	6,167,108	-	-	-	6,167,108
Operating income before depreciation	592,952	-	-	-	592,952
Depreciation	2,080,054	-	-	-	2,080,054
Operating loss	(1,487,102)	-	-	-	(1,487,102)
Nonoperating revenues (expenses)					
Expansion fees	-	120,520	13,667	-	134,187
Developer donations	665,926	-	-	-	665,926
Escrow transfer	-	-	-	65,000	65,000
Interest income	34,724	223,622	127,095	86,350	471,791
Interest expense	(96,767)	-	-	-	(96,767)
	603,883	344,142	140,762	151,350	1,240,137
Income (loss) before transfers	(883,219)	344,142	140,762	151,350	(246,965)
Transfers in (out)	1,426,717	(628,942)	(151,156)	(646,619)	-
Change in net assets	543,498	(284,800)	(10,394)	(495,269)	(246,965)
Net assets - beginning	31,480,560	3,489,717	1,937,341	1,933,436	38,841,054
Net assets - ending	\$ 32,024,058	\$ 3,204,917	\$ 1,926,947	\$ 1,438,167	\$ 38,594,089

Village of Mundelein, Illinois

Waterworks and Sewerage Fund

Schedule of Operating Revenues and Expenses and Nonoperating Revenues and Expenses

- Budget and Actual (Budgetary Basis)

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Operating revenues			
Charges for services			
Water and sewer sales	\$ 7,591,000	\$ 7,591,000	\$ 6,760,060
Operating expenses (excluding depreciation)	8,233,000	8,244,001	6,167,108
Nonoperating revenues/expenses			
Expansion fees	1,000,000	1,000,000	134,187
Developer donations	-	-	665,926
Escrow transfer	-	-	65,000
Interest income	114,000	114,000	471,791
Principal retirement	(258,000)	(255,000)	(254,013)
Interest expense	(100,000)	(97,000)	(96,767)
	756,000	762,000	986,124
Changes in net assets	\$ 114,000	\$ 108,999	\$ 1,579,076

Village of Mundelein, Illinois

Waterworks and Sewerage Fund
 Schedule of Operating Expenses - Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Sewerage			
Administration			
Personal services	\$ 162,301	\$ 175,841	\$ 170,249
Fringe benefits	61,842	66,857	70,098
Professional development	3,437	1,718	1,149
Professional services	189,574	180,908	31,546
Property services	68,604	58,804	51,654
Maintenance services	13,620	12,712	9,168
Other services	2,885	2,885	632
Supplies	8,131	7,994	803
Safety equipment	212	212	146
Communications	5,602	5,602	2,688
Utilities	1,431	1,326	1,441
Contingent	35,000	35,000	32,319
Maintenance materials	846	846	727
	<u>553,485</u>	<u>550,705</u>	<u>372,620</u>
Uptown			
Personal services	310,669	336,587	325,884
Fringe benefits	146,149	157,999	165,659
Professional development	598	299	200
Professional services	392,917	374,957	65,383
Maintenance services	30,386	28,361	20,454
Other services	3,423	3,423	2,444
Supplies	26,914	26,462	2,658
Personal safety equipment	1,658	1,658	1,142
Communications	4,664	4,664	2,238
Utilities	12,854	11,906	12,941
Maintenance materials	24,276	24,276	20,853
Motor equipment	1,342	1,165	1,198
Infrastructure improvement	1,263,750	1,263,750	442,116
Public improvements	1,057,590	1,057,590	369,992
	<u>3,277,190</u>	<u>3,293,097</u>	<u>1,433,162</u>

(Continued)

Village of Mundelein, Illinois

Waterworks and Sewerage Fund

Schedule of Operating Expenses - Budget and Actual - Continued

Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Sewerage - Continued			
Sewer treatment plant			
Personal services	\$ 426,030	\$ 461,572	\$ 446,894
Fringe benefits	162,009	175,142	183,636
Professional development	1,965	983	657
Professional services	292,612	279,238	48,692
Property services	1,396	1,197	1,051
Maintenance services	45,994	42,928	30,960
Other services	7,692	7,692	5,493
Supplies	559,955	550,544	55,300
Personal safety equipment	12,130	12,130	8,353
Communications	1,734	1,734	832
Utilities	324,714	300,768	326,900
Maintenance materials	39,878	39,878	34,255
Motor equipment	36,658	31,835	32,736
Service equipment	5,000	5,000	2,806
Public improvements	52,540	52,540	20,094
Other equipment	5,000	5,000	3,725
Other Commodities	1,000	1,000	108
Infrastructure improvement	1,698,801	1,698,801	592,603
	<u>3,675,108</u>	<u>3,667,982</u>	<u>1,795,095</u>
Total sewerage	7,505,783	7,511,784	3,600,877
Less fixed assets capitalized	(4,120,681)	(4,115,681)	(1,478,847)
Net sewerage	<u>\$ 3,385,102</u>	<u>\$ 3,396,103</u>	<u>\$ 2,122,030</u>
Waterworks			
Administration			
Personal services	\$ 326,671	\$ 346,480	\$ 338,802
Fringe benefits	141,787	130,881	133,196
Professional development	5,825	5,825	2,678
Professional services	20,059	20,059	540
Property services	60,704	60,704	41,966
Maintenance services	3,048	2,689	2,112
Community services	1,545	1,545	1,031
Other services	9,996	23,068	20,820
Supplies	38,470	38,470	32,241
Safety equipment	450	450	327
Communications	4,087	4,087	2,258
Utilities	1,011	913	902

(Continued)

Village of Mundelein, Illinois

Waterworks and Sewerage Fund
 Schedule of Operating Expenses - Budget and Actual - Continued
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Waterworks (Continued)			
Administration (Continued)			
Maintenance materials	\$ 867	\$ 723	\$ 598
Other commodities	1,000	1,000	-
Contingent	35,000	35,000	32,500
	<u>650,520</u>	<u>671,894</u>	<u>609,971</u>
Maintenance			
Personal services	584,138	619,559	605,830
Fringe benefits	240,387	221,895	225,821
Professional development	1,175	1,175	540
Professional services	707,839	707,839	19,055
Property services	4,296	4,296	2,970
Maintenance services	79,685	70,310	55,217
Community service	5,455	5,455	3,639
Other services	2,982	6,880	6,210
Supplies	10,530	10,530	8,825
Personal safety equipment	4,456	4,456	3,235
Communications	20,913	20,913	11,554
Utilities	163,989	148,087	146,250
Maintenance materials	95,846	79,872	66,082
Other equipment	14,626	14,626	4,600
Public improvements	1,510,265	1,510,265	294,309
Infrastructure improvement	724,051	724,051	141,112
	<u>4,170,633</u>	<u>4,150,209</u>	<u>1,595,249</u>
Meter reading			
Personal services	62,191	65,962	64,500
Fringe benefits	7,826	7,224	7,352
Maintenance services	2,267	2,000	1,571
Personal safety equipment	94	94	68
Office equipment	8,000	8,000	9,766
Other equipment	491,374	491,374	154,541
Other services	23	52	47
Maintenance materials	23,286	19,405	16,055
	<u>595,061</u>	<u>594,111</u>	<u>253,900</u>

(Continued)

Village of Mundelein, Illinois

Waterworks and Sewerage Fund
Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Waterworks - Continued			
JAWA water project			
Maintenance			
Utilities	\$ 2,180,000	\$ 2,180,000	\$ 2,080,328
Total waterworks	7,596,214	7,596,214	4,539,448
Less fixed assets capitalized	(2,748,316)	(2,748,316)	(494,370)
Net waterworks	\$ 4,847,898	\$ 4,847,898	\$ 4,045,078
Total expenses	\$ 8,233,000	\$ 8,244,001	\$ 6,167,108

TRUST AND AGENCY FUNDS

Pension Trust

Police Pension Fund – To account for the accumulation of resources to be used for disability and retirement annuity payments to uniformed police department personnel at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by laws and by the Village at amounts determined by the Department of Insurance of the State of Illinois from a specific annual property tax levy.

Firefighters' Pension Fund – To account for the accumulation of resources to be used for disability and retirement annuity payments to uniformed fire department personnel at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by laws and by the Village at amounts determined by the Department of Insurance of the State of Illinois from a specific annual property tax levy.

Agency

Special Assessments Fund – An agency fund used to account for the collection of special assessments from property owners and payments of related special assessment liabilities.

Deposits Fund – An agency fund used to account for the collection of security from property owners and developers to assure compliance with municipal codes.

Reimbursement Escrow Fund – An agency fund used to account for the collection of security from prospective developers to assure payment of third party review process costs according to municipal ordinance.

Village of Mundelein, Illinois

Fiduciary Funds

Combining Statement of Fiduciary Net Assets - Pension Trust Funds

April 30, 2008

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and investments			
Cash and equivalents	\$ 62,372	\$ 27,467	\$ 89,839
Investments			
U.S. government and agency obligations	6,433,640	6,352,033	12,785,673
Money market funds	1,095,302	760,642	1,855,944
Mutual funds	3,107,052	4,227,192	7,334,244
Common stock	3,016,177	-	3,016,177
The Illinois Funds Investment Pool	1,973,175	231,281	2,204,456
	<u>15,687,718</u>	<u>11,598,615</u>	<u>27,286,333</u>
Receivables			
Pension contributions	1,025,611	440,833	1,466,444
Accrued interest	64,564	69,525	134,089
	<u>1,090,175</u>	<u>510,358</u>	<u>1,600,533</u>
Net Assets			
Held in trust for pension benefits	<u>\$ 16,777,893</u>	<u>\$ 12,108,973</u>	<u>\$ 28,886,866</u>

Village of Mundelein, Illinois

Fiduciary Funds

Combining Statement of Changes in Fiduciary Net Assets - Pension Trust Funds

Year Ended April 30, 2008

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions			
Employer	\$ 1,077,741	\$ 465,251	\$ 1,542,992
Participants	346,365	166,231	512,596
	<u>1,424,106</u>	<u>631,482</u>	<u>2,055,588</u>
Investment income			
Net depreciation in fair value of investments	(96,710)	(148,488)	(245,198)
Interest income	689,411	771,246	1,460,657
Less investment expenses	(63,755)	(40,121)	(103,876)
	<u>528,946</u>	<u>582,637</u>	<u>1,111,583</u>
Other income	<u>13,765</u>	<u>-</u>	<u>13,765</u>
Total additions	<u>1,966,817</u>	<u>1,214,119</u>	<u>3,180,936</u>
Deductions			
Administration	11,125	9,067	20,192
Pension benefits and refunds	1,273,292	387,640	1,660,932
Total deductions	<u>1,284,417</u>	<u>396,707</u>	<u>1,681,124</u>
Change in net assets	682,400	817,412	1,499,812
Net assets - beginning	<u>16,095,493</u>	<u>11,291,561</u>	<u>27,387,054</u>
Net assets - ending	<u>\$ 16,777,893</u>	<u>\$ 12,108,973</u>	<u>\$ 28,886,866</u>

Village of Mundelein, Illinois

Police Pension Fund
 Schedule of Changes in Fiduciary Net Assets - Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Additions			
Contributions			
Employer	\$ 1,248,720	\$ 1,248,720	\$ 1,077,741
Participants	401,280	401,280	346,365
	<u>1,650,000</u>	<u>1,650,000</u>	<u>1,424,106</u>
Investment income			
Net depreciation in fair value of investments	-	-	(96,710)
Interest income	500,000	500,000	689,411
Less investment expenses	-	-	(63,755)
	<u>500,000</u>	<u>500,000</u>	<u>528,946</u>
Other Income	-	-	13,765
	<u>-</u>	<u>-</u>	<u>13,765</u>
Total additions	<u>2,150,000</u>	<u>2,150,000</u>	<u>1,966,817</u>
Deductions			
Administration	-	-	11,125
Pension benefits and refunds	2,150,000	2,150,000	1,273,292
Total deductions	<u>2,150,000</u>	<u>2,150,000</u>	<u>1,284,417</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	682,400
Net assets - beginning			<u>16,095,493</u>
Net assets - ending			<u><u>\$ 16,777,893</u></u>

Village of Mundelein, Illinois

Firefighters' Pension Fund
 Schedule of Changes in Fiduciary Net Assets - Budget and Actual
 Year Ended April 30, 2008

	Original Budget	Final Budget	Actual
Additions			
Contributions			
Employer	\$ 607,860	\$ 607,860	\$ 465,251
Participants	217,140	217,140	166,231
	<u>825,000</u>	<u>825,000</u>	<u>631,482</u>
Investment income			
Net depreciation in fair value of investments	-	-	(148,488)
Interest income	500,000	500,000	771,246
Less investment expenses	-	-	(40,121)
	<u>500,000</u>	<u>500,000</u>	<u>582,637</u>
Total additions	<u>1,325,000</u>	<u>1,325,000</u>	<u>1,214,119</u>
Deductions			
Administration	-	-	9,067
Pension benefits and refunds	1,325,000	1,325,000	387,640
	<u>1,325,000</u>	<u>1,325,000</u>	<u>396,707</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	817,412
Net assets - beginning			<u>11,291,561</u>
Net assets - ending			<u>\$ 12,108,973</u>

Village of Mundelein, Illinois

Agency Funds

Combining Statement of Assets and Liabilities
Year Ended April 30, 2008

	Special Assessments Fund	Deposits Fund	Reimbursement Escrow Fund	Totals
<hr/>				
All Funds				
Assets				
Cash and equivalents	\$ 795,584	\$ 109,984	\$ 269,824	\$ 1,175,392
Total assets	<u>\$ 795,584</u>	<u>\$ 109,984</u>	<u>\$ 269,824</u>	<u>\$ 1,175,392</u>
Liabilities				
Deposits payable	\$ -	\$ 109,984	\$ 269,824	\$ 379,808
Other liabilities	795,584	-	-	795,584
Total liabilities	<u>\$ 795,584</u>	<u>\$ 109,984</u>	<u>\$ 269,824</u>	<u>\$ 1,175,392</u>

Village of Mundelein, Illinois

Agency Funds

Combining Statement of Changes in Fiduciary Assets and Liabilities
Year Ended April 30, 2008

	Balances May 1	Additions	Deductions	Balances April 30
All Funds				
Assets				
Cash and equivalents	\$ 1,175,892	\$ 241,861	\$ 242,361	\$ 1,175,392
Due from other funds	55,000	-	55,000	-
Total assets	<u>\$ 1,230,892</u>	<u>\$ 241,861</u>	<u>\$ 297,361</u>	<u>\$ 1,175,392</u>
Liabilities				
Deposits payable	\$ 376,984	\$ 215,185	\$ 212,361	\$ 379,808
Other liabilities	768,908	26,676	-	795,584
Due to other funds	85,000	-	85,000	-
Total liabilities	<u>\$ 1,230,892</u>	<u>\$ 241,861</u>	<u>\$ 297,361</u>	<u>\$ 1,175,392</u>
Special Assessments Fund				
Assets				
Cash and equivalents	\$ 768,908	\$ 26,676	\$ -	\$ 795,584
Liabilities				
Other liabilities	\$ 768,908	\$ 26,676	\$ -	\$ 795,584
Total liabilities	<u>\$ 768,908</u>	<u>\$ 26,676</u>	<u>\$ -</u>	<u>\$ 795,584</u>

(Continued)

Village of Mundelein, Illinois

Agency Funds

Combining Statement of Changes in Fiduciary Assets and Liabilities (Cont.)
Year Ended April 30, 2008

	Balances May 1	Additions	Deductions	Balances April 30
Deposits Fund				
Assets				
Cash and equivalents	\$ 245,042	\$ 22,303	\$ 157,361	\$ 109,984
Liabilities				
Deposits payable	\$ 245,042	\$ 22,303	\$ 157,361	\$ 109,984
 Reimbursement Escrow Fund				
Assets				
Cash and equivalents	\$ 161,942	\$ 192,882	\$ 85,000	\$ 269,824
Due from other funds	55,000	-	55,000	-
Total assets	\$ 216,942	\$ 192,882	\$ 140,000	\$ 269,824
Liabilities				
Deposits payable	\$ 131,942	\$ 192,882	\$ 55,000	\$ 269,824
Due to other funds	85,000	-	85,000	-
Total assets	\$ 216,942	\$ 192,882	\$ 140,000	\$ 269,824

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

Village of Mundelein, Illinois

Capital Assets Used in the Operation of Governmental Funds

Schedule of Capital Assets by Type

April 30, 2008

Assets

Governmental funds capital assets

Land	\$	41,112,439
Buildings		19,909,072
Land improvements		2,631,260
Machinery and equipment		6,846,106
Sidewalks		5,757,827
Streets, curbs and gutters		30,377,846
Traffic signals		310,488
Storm sewers		12,518,144
Construction in process		4,851,720

Total governmental funds capital assets \$ 124,314,902

Investment in Governmental Funds Capital Assets By Type

General Fund	\$	98,129,548
Special Revenue Fund		4,402,640
Capital Project Fund		21,782,714

Total governmental funds capital assets \$ 124,314,902

Village of Mundelein, Illinois

Capital Assets Used in the Operation of Governmental Funds
 Schedule by Function and Activity
 April 30, 2008

	Land	Buildings	Land Improvements	Machinery and Equipment	Sidewalks	Streets, Curbs and Gutters	Traffic Signals	Storm Sewers	Construction in Process	Total
General government	\$ 38,877,155	\$ 5,040,280	\$ 1,521,515	\$ 574,366	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 46,013,316
Public safety	2,235,284	13,378,774	-	3,925,484	-	-	-	-	-	19,539,542
Public works	-	1,490,018	1,109,745	2,346,256	5,757,827	30,377,846	310,488	12,518,144	4,851,720	58,762,044
	<u>\$ 41,112,439</u>	<u>\$ 19,909,072</u>	<u>\$ 2,631,260</u>	<u>\$ 6,846,106</u>	<u>\$ 5,757,827</u>	<u>\$ 30,377,846</u>	<u>\$ 310,488</u>	<u>\$ 12,518,144</u>	<u>\$ 4,851,720</u>	<u>\$ 124,314,902</u>

Village of Mundelein, Illinois

Capital Assets Used in the Operation of Governmental Funds
 Schedule of Changes by Function and Activity
 Year Ended April 30, 2008

	Balance May 1, 2007	Additions	Deletions and Transfers	Balance April 30, 2008
General government	\$ 45,685,053	\$ 369,659	\$ 41,396	\$ 46,013,316
Public safety	19,572,252	66,083	98,793	19,539,542
Public works	54,065,207	8,048,682	3,351,845	58,762,044
	<u>\$ 119,322,512</u>	<u>\$ 8,484,424</u>	<u>\$ 3,492,034</u>	<u>\$ 124,314,902</u>

OTHER SUPPLEMENTAL DATA

Village of Mundelein, Illinois

Long-Term Debt Requirements
General Obligation Bond Series of 1998

April 30, 2008

Date of Issue	August 1, 1998
Date of Maturity	December 1, 2018
Authorized Issue	\$5,000,000
Denomination of Bonds	\$ 5,000
Interest Rates	Varies from 4.6% to 4.625%
Interest Dates	June 1 and December 1
Call Date	December 1, 2007

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	Dec. 1	Amount
2007	\$ 330,000	\$ 208,820	\$ 538,820	2008	\$ 104,410	2008	\$ 104,410
2008	345,000	193,210	538,210	2009	96,605	2009	96,605
2009	365,000	176,792	541,792	2010	88,396	2010	88,396
2010	380,000	159,564	539,564	2011	79,782	2011	79,782
2011	400,000	141,526	541,526	2012	70,763	2012	70,763
2012	420,000	122,564	542,564	2013	61,282	2013	61,282
2013	440,000	102,676	542,676	2014	51,338	2014	51,338
2014	465,000	81,748	546,748	2015	40,874	2015	40,874
2015	485,000	59,778	544,778	2016	29,889	2016	29,889
2016	510,000	36,770	546,770	2017	18,385	2017	18,385
2017	540,000	12,488	552,488	2018	6,244	2018	6,244
	<u>\$ 4,680,000</u>	<u>\$ 1,295,936</u>	<u>\$ 5,975,936</u>		<u>\$ 647,968</u>		<u>\$ 647,968</u>

Village of Mundelein, Illinois

Long-Term Debt Requirements
 General Obligation Bond Series of 1999

April 30, 2008

Date of Issue	January 15, 1999
Date of Maturity	December 1, 2019
Authorized Issue	\$7,000,000
Denomination of Bonds	\$ 5,000
Interest Rates	Varies from 4.4% to 4.5%
Interest Dates	June 1 and December 1
Call Date	December 1, 2010

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	Dec. 1	Amount
2007	\$ 365,000	\$ 269,420	\$ 634,420	2008	\$ 134,710	2008	\$ 134,710
2008	385,000	252,920	637,920	2009	126,460	2009	126,460
2009	395,000	235,760	630,760	2010	117,880	2010	117,880
2010	415,000	217,940	632,940	2011	108,970	2011	108,970
2011	435,000	199,240	634,240	2012	99,620	2012	99,620
2012	455,000	179,660	634,660	2013	89,830	2013	89,830
2013	475,000	158,962	633,962	2014	79,481	2014	79,481
2014	495,000	137,138	632,138	2015	68,569	2015	68,569
2015	520,000	114,300	634,300	2016	57,150	2016	57,150
2016	545,000	90,338	635,338	2017	45,169	2017	45,169
2017	570,000	65,260	635,260	2018	32,630	2018	32,630
2018	1,165,000	26,212	1,191,212	2019	13,106	2019	13,106
	<u>\$ 6,220,000</u>	<u>\$ 1,947,150</u>	<u>\$ 8,167,150</u>		<u>\$ 973,575</u>		<u>\$ 973,575</u>

Village of Mundelein, Illinois

Long-Term Debt Requirements
General Obligation Bond Series of 2005

April 30, 2008

Date of Issue	June 15, 2005
Date of Maturity	December 1, 2025
Authorized Issue	\$5,000,000
Denomination of Bonds	\$ 5,000
Interest Rates	Varies from 3.5% to 4.2%
Interest Dates	June 1 and December 1
Call Date	December 1, 2015

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	Dec. 1	Amount	June 1	Amount
2007	\$ 190,000	\$ 179,745	\$ 369,745	2008	\$ 89,872	2009	\$ 89,873
2008	195,000	173,008	368,008	2009	86,504	2010	86,504
2009	205,000	166,008	371,008	2010	83,004	2011	83,004
2010	210,000	158,745	368,745	2011	79,372	2012	79,373
2011	215,000	151,307	366,307	2012	75,653	2013	75,654
2012	225,000	143,608	368,608	2013	71,804	2014	71,804
2013	235,000	135,558	370,558	2014	67,779	2015	67,779
2014	240,000	127,245	367,245	2015	63,622	2016	63,623
2015	250,000	118,045	368,045	2016	59,022	2017	59,023
2016	260,000	107,844	367,844	2017	53,921	2018	53,923
2017	270,000	97,245	367,245	2018	48,622	2019	48,623
2018	280,000	86,245	366,245	2019	43,122	2020	43,123
2019	290,000	74,845	364,845	2020	37,422	2021	37,423
2020	305,000	62,754	367,754	2021	31,377	2022	31,377
2021	315,000	49,967	364,967	2022	24,984	2023	24,983
2022	330,000	36,540	366,540	2023	18,270	2024	18,270
2023	345,000	22,365	367,365	2024	11,182	2025	11,183
2024	360,000	7,560	367,560	2025	7,560		-
	<u>\$ 4,720,000</u>	<u>\$ 1,898,634</u>	<u>\$ 6,618,634</u>		<u>\$ 953,092</u>		<u>\$ 945,542</u>

Village of Mundelein, Illinois

Long-Term Debt Requirements
 Illinois Environmental Protection Agency Loan

April 30, 2008

Date of Issue	October 1, 1998
Date of Maturity	October 1, 2018
Authorized Issue	\$5,300,000
Interest Rate	2.89%
Interest Dates	April 1 and October 1

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Oct. 1	Amount	April 1	Amount
2009	\$ 261,407	\$ 89,373	\$ 350,780	2008	\$ 45,624	2009	\$ 43,749
2010	269,017	81,763	350,780	2009	41,847	2010	39,917
2011	276,847	73,932	350,779	2010	37,959	2011	35,973
2012	284,906	65,874	350,780	2011	33,959	2012	31,915
2013	293,199	57,581	350,780	2012	29,842	2013	27,739
2014	301,734	49,046	350,780	2013	25,605	2014	23,441
2015	310,517	40,263	350,780	2014	21,245	2015	19,018
2016	319,556	31,224	350,780	2015	16,758	2016	14,466
2017	328,858	21,922	350,780	2016	12,141	2017	9,782
2018	338,430	12,350	350,780	2017	7,389	2018	4,961
2019	172,893	2,498	175,391	2018	2,498	2019	-
	<u>\$ 3,157,364</u>	<u>\$ 525,826</u>	<u>\$ 3,683,190</u>		<u>\$ 274,866</u>		<u>\$ 250,961</u>

Village of Mundelein, Illinois

Schedule of Insurance in Force

April 30, 2008

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

Policy	Coverage/Limits of Liability
General Liability	\$ 10,000,000
Police Professional	
Employee Benefits	
Professional liability (Fire/Paramedic)	
Auto Liability	10,000,000
Uninsured/under-insured Motorist	500,000
Public Officials Liability	10,000,000
Worker's Compensation	101,500,000
Employer's Liability	1,000,000
First Party Property - All Risk	\$ 250,000,000 per occurrence
Flood Zone A	3,500,000
Scheduled Emergency Vehicles-Agreed Value	Scheduled
Boiler Machinery	50,000,000
Crime	
Employee Theft	5,000,000
Forgery or Alteration	5,000,000
Credit Card Forgery	5,000,000
Computer Fraud	5,000,000
Inside Theft, Robbery, & Safe Burglary	2,500,000
Theft, Disappearance, Destruction	2,500,000
Public Officials Bonds	
Mayor/President, Treasurer, Clerk	Blanket: Statutory Limits
Special District Trustees	

STATISTICAL SECTION
(Unaudited)

Statistical Section

This part of the Village's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	109-113
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.	114-121
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	122-125
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to help make comparisons over time and with other governments.	126-128
Operating Information These schedules contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.	129-131
Equalized Assessed Valuation These schedules contain information that reflects land parcel information for the Village.	132-136
Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.	

Village of Mundelein, Illinois

Net Assets by Component
Last Five Fiscal Years
April 30, 2008

Fiscal Year	2004	2005	2006	2007	2008
Governmental Activities					
Invested in Capital Assets Net of Related Debt	\$ 69,385,858	\$ 68,739,066	\$ 70,557,352	\$ 74,021,280	\$ 78,151,940
Restricted	6,725,984	7,489,991	8,446,938	8,625,537	9,044,346
Unrestricted	9,197,838	9,499,158	8,653,398	14,310,307	17,235,812
Total Governmental Activities	<u>\$ 85,309,680</u>	<u>\$ 85,728,215</u>	<u>\$ 87,657,688</u>	<u>\$ 96,957,124</u>	<u>\$ 104,432,098</u>
Business-type Activities					
Invested in Capital Assets Net of Related Debt	\$ 32,004,584	\$ 31,907,537	\$ 31,067,204	\$ 30,629,063	\$ 30,757,119
Restricted	8,782,384	6,992,040	7,367,181	6,043,153	6,570,031
Unrestricted	828,958	1,139,053	1,269,479	2,168,838	1,266,939
Total Business-type Activities	<u>\$ 41,615,926</u>	<u>\$ 40,038,630</u>	<u>\$ 39,703,864</u>	<u>\$ 38,841,054</u>	<u>\$ 38,594,089</u>
Primary Government					
Invested in Capital Assets Net of Related Debt	\$ 101,390,442	\$ 100,646,603	\$ 101,624,556	\$ 104,650,343	\$ 108,909,059
Restricted	15,508,368	14,482,031	15,814,119	14,668,690	15,614,377
Unrestricted	10,026,796	10,638,211	9,922,877	16,479,145	18,502,751
Total Primary Government	<u>\$ 126,925,606</u>	<u>\$ 125,766,845</u>	<u>\$ 127,361,552</u>	<u>\$ 135,798,178</u>	<u>\$ 143,026,187</u>

Data Source

Audited Financial Statements

Village of Mundelein, Illinois

Change in Net Assets
Last Five Fiscal Years
Year Ended April 30, 2008

Fiscal Year	2004	2005	2006	2007	2008
Expenses					
Governmental Activities					
General Government	\$ 5,380,331	\$ 6,863,715	\$ 2,839,261	\$ 6,809,545	\$ 7,471,651
Public Safety	9,646,621	10,312,722	12,610,092	12,265,903	13,672,253
Public Works	4,110,388	5,230,007	7,213,414	5,346,434	6,360,218
Interest	664,691	626,021	731,873	828,148	673,953
Total Governmental Activities Expenses	19,802,031	23,032,465	23,394,640	25,250,030	28,178,075
Business-type Activities					
Waterworks and Sewerage	7,244,536	8,228,617	8,161,102	8,049,192	8,343,929
Total Primary Government Expenses	\$ 39,604,062	\$ 31,261,082	\$ 31,555,742	\$ 33,299,222	\$ 36,522,004
Program Revenues					
Governmental Activities					
Charges for Services					
General Government	\$ 1,216,263	\$ 1,694,539	\$ 1,877,263	\$ 2,889,357	\$ 2,725,362
Public Safety	1,442,958	1,521,082	1,264,894	1,615,014	1,602,824
Public Works	646,862	935,363	319,937	3,297,684	2,161,959
Operating Grants and Contributions	185,476	419,928	1,153,965	139,488	398,592
Capital Grants and Contributions	-	-	-	2,782,928	2,625,848
Total Governmental Activities Program Revenues	3,491,559	4,570,912	4,616,059	10,724,471	9,514,585
Business-type Activities					
Charges for Services					
Public Works	5,358,998	5,617,299	6,352,770	6,015,578	6,760,060
Operating Grants and Contributions	-	-	-	100,000	665,926
Capital Grants and Contributions	-	-	-	-	-
Total Business-type Activities Program Revenues	5,358,998	5,617,299	6,352,770	6,115,578	7,425,986
Total Primary Government Program Revenues	\$ 8,850,557	\$ 10,188,211	\$ 10,968,829	\$ 16,840,049	\$ 16,940,571
Net (Expense) Revenue					
Governmental Activities	\$ (16,310,472)	\$ (18,461,553)	\$ (18,778,581)	\$ (14,525,559)	\$ (18,663,490)
Business-type Activities	(2,009,848)	(2,611,318)	(1,556,230)	(1,933,614)	(917,943)
Total Primary Government Net (Expense)	\$ (18,320,320)	\$ (21,072,871)	\$ (20,334,811)	\$ (16,459,173)	\$ (19,581,433)
General Revenues and Other Changes in Net Assets					

Village of Mundelein, Illinois

Change in Net Assets (Continued)

Last Five Fiscal Years

Year Ended April 30, 2008

Fiscal Year	2004	2005	2006	2007	2008
Governmental Activities					
Taxes					
Property tax	\$ 7,441,759	\$ 7,976,742	\$ 8,493,265	\$ 8,493,265	\$ 9,596,488
Sales tax	4,019,122	4,262,645	4,950,814	4,950,814	5,160,880
Home rule sales tax	2,172,446	2,397,425	2,760,846	2,760,846	3,967,036
Income tax	1,866,136	2,155,577	2,392,870	2,392,870	3,166,335
Motor Fuel tax	915,727	936,472	-	-	-
Use tax	321,626	325,559	378,753	378,753	422,602
Hotel occupation tax	255,814	280,831	318,703	318,703	356,935
9-1-1 surcharge tax	198,805	228,595	206,329	206,329	261,260
Road and Bridge tax	142,927	147,840	135,492	135,492	149,537
Replacement tax	47,029	50,577	110,046	110,046	124,166
Telecommunications tax	-	-	-	-	1,043,307
Other tax	647	1,883	136,125	136,125	142,758
Investment Income	146,194	306,741	655,041	655,041	1,645,258
Miscellaneous	178,877	141,150	169,770	169,770	101,902
Transfers in (out)	(618,398)	(331,949)	-	-	-
Total Governmental Activities	\$ 17,088,711	\$ 18,880,088	\$ 20,708,054	\$ 20,708,054	\$ 26,138,464
Business-type Activities					
Investment Earnings	\$ 105,543	\$ 140,913	\$ 280,857	\$ 280,857	\$ 471,791
Miscellaneous	144,180	561,160	940,607	940,607	199,187
Transfers in	618,398	331,949	-	-	-
Total Business-type Activities	868,121	1,034,022	1,221,464	1,221,464	670,978
Total Primary Government	\$ 17,956,832	\$ 19,914,110	\$ 21,929,518	\$ 21,929,518	\$ 26,809,442
Change in Net Assets					
Governmental Activities	\$ 778,239	\$ 418,535	\$ 1,929,473	\$ 6,182,495	\$ 7,474,974
Business-type Activities	(1,141,727)	(1,577,296)	(334,766)	(712,150)	(246,965)
Total Primary Government Change in Net Assets	\$ (363,488)	\$ (1,158,761)	\$ 1,594,707	\$ 5,470,345	\$ 7,228,009

Data Source

Audited Financial Statements

Village of Mundelein, Illinois

Fund Balances of Governmental Funds

Last Five Fiscal Years

April 30, 2008

Fiscal Year	2004	2005	2006	2007	2008
General Fund					
Reserved	\$ 284,883	\$ 291,345	\$ 324,284	\$ 350,676	\$ 419,750
Unreserved	8,995,411	9,478,224	8,713,788	13,764,784	16,595,639
Total General Fund	<u>\$ 9,280,294</u>	<u>\$ 9,769,569</u>	<u>\$ 9,038,072</u>	<u>\$ 14,115,460</u>	<u>\$ 17,015,389</u>
All Other Governmental Funds					
Unreserved - designated - Special Revenue Funds	\$ -	\$ -	\$ -	\$ 7,694,888	\$ 8,081,160
Unreserved, reported in:					
Special Revenue Funds	6,294,208	6,919,886	6,533,532	1,729,125	1,933,947
Capital Project Funds	-	-	2,492,993	-	-
Debt Service Funds	683,824	565,828	622,723	769,900	836,684
Total All Other Governmental Funds	<u>\$ 6,978,032</u>	<u>\$ 7,485,714</u>	<u>\$ 9,649,248</u>	<u>\$ 10,193,913</u>	<u>\$ 10,851,791</u>

Data Source

Audited Financial Statements

Village of Mundelein, Illinois

Changes in Fund Balances of Governmental Funds

Last Five Fiscal Years

Year Ended April 30, 2008

Fiscal Year	2004	2005	2006	2007	2008
Revenues					
Taxes	\$ 16,466,311	\$ 17,827,674	\$ 19,883,243	\$ 22,380,014	\$ 24,391,304
Licenses and Permits	1,874,781	2,197,568	1,753,408	3,304,643	3,071,865
Intergovernmental	915,727	936,472	1,023,254	926,555	891,099
Fines and Forfeitures	641,884	728,147	701,062	730,693	662,667
Charges for Services	719,922	1,198,916	955,692	2,782,449	1,801,845
Investment Income	146,194	306,741	655,041	1,207,127	1,645,258
Fees	55,394	48,894	61,629	57,717	62,669
Grants	185,476	419,928	130,711	139,488	216,365
Donations	-	-	-	2,782,939	1,326,249
Miscellaneous	181,734	141,150	169,770	283,915	101,902
Total Revenues	21,187,423	23,805,490	25,333,810	34,595,540	34,171,223
Expenditures					
General Government	4,325,073	5,768,445	7,480,468	6,252,362	6,776,452
Public Safety	9,701,138	10,021,962	11,621,835	11,657,029	12,939,878
Public Works	4,399,037	4,533,487	8,307,805	7,774,020	8,010,321
Capital Outlay	45,936	-	-	-	-
Pension Contributions	1,016,993	1,110,127	1,298,481	1,451,616	1,591,238
Debt Service					
Principal	690,000	735,000	755,000	730,000	850,000
Interest and Fiscal Charges	677,184	639,512	599,399	838,460	715,527
Total Expenditures	20,855,361	22,808,533	30,062,988	28,703,487	30,883,416
Excess of Revenues over (under) Expenditures	332,062	996,957	(4,729,178)	5,892,053	3,287,807
Other Financing Sources (Uses)					
Transfers In	1,379,938	-	-	1,867,764	210,000
Transfers Out	(1,379,938)	-	-	(1,867,764)	(210,000)
Bonds Issued	-	-	5,000,000	-	-
Discount on Bonds Issued	-	-	(23,257)	-	-
Total Other Financing Sources (Uses)	-	-	4,976,743	-	-
Net Change in Fund Balances	\$ 332,062	\$ 996,957	\$ 247,565	\$ 5,892,053	\$ 3,287,807
Debt Service as a Percentage of Noncapital Expenditures	7.00%	6.03%	4.51%	5.46%	5.07%

Data Source

Audited Financial Statements

Village of Mundelein, Illinois

Assessed Value and Actual Value of Taxable Property

Last Ten Levy Years

April 30, 2008

Levy Year	Residential Property	Commercial Property	Industrial Property	Other Property	Equalized Assessed Value	Total Direct Tax Rate (1)	Estimated Actual Taxable Value	Equalization Factor
1998	\$ 441,608,074	\$ 74,601,607	\$ 48,716,615	\$ 166	\$ 533,056,308	\$ 8.340	\$ 1,776,676,675	33.33
1999	448,095,741	77,148,085	52,939,867	-	546,309,205	8.288	1,820,848,580	33.33
2000	436,858,352	81,519,602	54,394,487	-	572,772,441	8.483	1,909,050,546	33.33
2001	462,862,110	87,375,045	59,802,795	-	610,039,950	8.495	2,033,263,153	33.33
2002	505,392,357	87,617,788	61,007,000	-	654,017,145	8.719	2,179,839,144	33.33
2003	553,108,822	91,477,583	63,747,112	-	708,333,517	9.125	2,360,875,612	33.33
2004	589,554,567	102,876,133	64,806,772	-	757,237,472	8.947	2,524,124,906	33.33
2005	627,440,518	110,339,786	67,716,040	-	805,496,344	8.328	2,684,987,813	33.33
2006	666,466,905	119,492,701	6,629,829	-	852,237,899	8.050	2,840,792,996	33.33
2007	713,873,678	129,976,362	64,896,091	-	908,746,131	7.887	3,029,153,770	33.33

Data Source

Lake County Aggregate Property Tax Information Database

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

(1) Fremont Township

Village of Mundelein, Illinois

Property Tax Rates - Direct and Overlapping Governments

Last Ten Levy Years

April 30, 2008

Tax Levy Year	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Tax Rates per \$100 of EAV										
Direct Rates										
Village of Mundelein										
In Libertyville Township	\$ 1.266	1.180	1.164	1.146	1.142	1.131	1.137	1.134	1.123	1.110
In Fremont Township	1.262	1.173	1.158	1.142	1.138	1.127	1.140	1.137	1.127	1.118
In Vernon Township	1.275	1.186	1.171	1.155	1.151	1.139	1.146	1.143	1.132	1.120
Overlapping Rates										
Lake County	0.531	0.521	0.521	0.516	0.502	0.490	0.465	0.454	0.450	0.444
Lake County Forest Preserve District	0.157	0.187	0.231	0.221	0.232	0.225	0.219	0.210	0.204	0.201
Central Lake County Joint										
Water Action Water Agency	0.082	0.077	0.072	0.066	0.064	0.058	0.054	0.049	0.046	0.042
Libertyville Township	0.247	0.244	0.229	0.214	0.200	0.060	0.058	0.057	0.057	0.057
Libertyville Township Road and Bridge	0.050	0.044	0.043	0.042	0.042	0.042	0.043	0.042	0.042	0.043
Fremont Township	0.134	0.133	0.132	0.130	0.124	0.119	0.115	0.113	0.113	0.111
Fremont Township Road and Bridge	0.051	0.050	0.050	0.049	0.048	0.046	0.035	0.034	0.033	0.027
Fremont Gravel	0.100	0.100	0.100	0.100	0.094	0.090	0.096	0.095	0.095	0.098
Vernon Township	0.077	0.071	0.065	0.062	0.063	0.060	0.053	0.051	0.051	0.050
Vernon Township Road and Bridge	0.024	0.024	0.024	0.023	0.022	0.022	0.022	0.022	0.022	0.022
Vernon Gravel	0.020	0.020	0.020	0.020	0.020	0.019	0.020	0.020	0.021	0.020
Cook Memorial Library District	0.260	0.257	0.257	0.254	0.247	0.236	0.231	0.225	0.222	0.219
Fremont Library District	0.366	0.368	0.377	0.374	0.362	0.349	0.336	0.328	0.323	0.312
Vernon Area Library District	0.284	0.280	0.281	0.275	0.267	0.265	0.264	0.223	0.222	0.219
Mundelein Park and Rec. District	0.387	0.389	0.384	0.357	0.347	0.481	0.488	0.371	0.370	0.364
Vernon Hills Park District	-	0.380	0.360	0.352	0.340	0.373	0.346	0.334	0.351	0.343
School District #70	3.034	2.965	2.932	2.870	2.792	2.581	2.499	2.378	2.297	2.247
School District #73	3.567	3.480	3.401	3.292	3.201	3.086	2.990	2.922	2.887	2.842
School District #75	2.941	2.978	3.031	3.173	3.523	3.679	3.601	3.520	3.346	3.277
School District #76	3.436	3.477	3.763	3.686	3.542	3.617	3.550	3.452	3.375	3.381
School District #79	2.736	2.709	2.689	2.670	2.582	2.635	2.572	2.565	2.529	2.379
High School District #120	2.108	2.099	2.192	2.156	2.077	2.260	2.198	1.820	1.748	1.701
High School District #125	1.859	1.835	1.904	1.864	1.890	1.940	2.062	2.112	2.134	2.114
High School District #128	1.929	1.886	2.203	2.344	2.391	2.359	2.291	2.225	2.179	2.136
Community College District #532	0.221	0.213	0.235	0.211	0.208	0.201	0.200	0.197	0.195	0.192
Representative Tax Rate (Fremont Township)	8.340	8.288	8.483	8.495	8.719	9.125	8.947	8.328	8.050	7.887

Data Source

Lake County Clerk's Office

Village of Mundelein, Illinois

Principal Property Taxpayers
Last Two Tax Years
April 30, 2008

Taxpayer	Type of Business	2006			2007		
		Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation
Park Butterfield Apartment Assoc., LLC	Commercial Property-Apartments	\$ -	-	- %	\$ 8,641,127	1	0.95 %
1200 Town Line Road Assoc.	Medline Industries Hospital Supplies	7,188,018	1	0.84	7,249,133	2	0.80
WAS Creekside Associates, LLC and WAS Creekside II, LLC	Commercial Properties on W. Route 60	-	-	-	5,931,630	3	0.65
Public Home Corporation	Vacant Residential Property Grand Dominion Subdivision	-	-	-	4,938,349	4	0.54
Centro Bradley Long Meadow LLC	Dominicks Supermarket	4,852,340	3	0.57	4,852,340	5	0.53
Target Corporation	Discount Department Store	4,637,423	4	0.54	4,637,423	6	0.51
Oak Creek Plaza, LLC	Strip Mall	3,976,337	5	0.57	4,038,109	7	0.44
Apex Investment Assn., Inc.	Retail Shopping Center Jewel (Supermarket)	3,299,431	6	0.39	3,360,470	8	0.37
JEH Ltd. Partnership	Commercial Parcels with Improvements	2,428,458	10	0.28	2,635,705	9	0.29
Home Depot USA, Inc.	Home Improvement Center	2,609,739	7	0.31	2,609,739	10	0.29
Mundelein 83, LLC	Mundelein Crossings Subdivision and Commercial Vacant Properties	5,006,789	2	0.59			
Bossy Mundelein, LLC	Vacant Commercial Properties on W. Route 60	2,572,143	8	0.30	-	-	-
Wintrust Asset Management Co.	Apartment Complexes - Shaddle and Orchard	2,454,986	9	0.29	-	-	-
		<u>\$ 39,025,664</u>		<u>4.68 %</u>	<u>\$ 48,894,025</u>		<u>5.37 %</u>

Note:

Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels and it is possible that some parcels and their valuations have been overlooked.

Data Source

Lake County Clerk's Office

Village of Mundelein, Illinois

Property Tax Levies and Collections

Last Ten Levy Years

April 30, 2008

Fiscal Year End	Tax Levy Year	Tax Extension	Collected within the Fiscal Year after the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
1999	1997	\$ 5,006,380	\$ 5,028,577	100.44 %	\$ -	\$ 5,028,577	100.44 %
2000	1998	6,741,268	6,739,615	99.98	-	6,739,615	99.98
2001	1999	6,428,481	6,436,377	100.12	-	6,436,377	100.12
2002	2000	6,651,699	6,644,652	99.89	-	6,644,652	99.89
2003	2001	6,982,396	6,972,383	99.86	-	6,972,383	99.86
2004	2002	7,459,496	7,441,760	99.76	-	7,441,760	99.76
2005	2003	8,000,338	7,974,870	99.68	-	7,974,870	99.68
2006	2004	8,627,947	8,616,911	99.87	-	8,616,911	99.87
2007	2005	9,153,561	9,146,160	99.92	-	9,146,160	99.92
2008	2006	9,595,879	9,596,489	100.01	-	9,596,489	100.01

Data Source

Lake County Tax Extension Office

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

Village of Mundelein, Illinois

Taxable Sales by Category
Last Ten Calendar Years
April 30, 2008

Municipal Sales Taxes

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Merchandise	\$ 205,594	\$ 133,105	\$ 89,045	\$ *	\$ *	\$ 17,060	\$ 151,865	\$ 543,433	\$ 609,120	\$ 712,779
Food	599,629	625,607	720,110	813,326	876,450	905,672	942,365	917,276	900,145	867,700
Drinking and Eating Places	304,610	316,501	335,254	333,621	366,423	362,057	387,481	416,629	447,447	474,984
Apparel	30,085	30,673	29,351	*	*	57,519	80,820	81,095	80,397	76,064
Furniture & H.H. & Radio	154,715	233,243	214,509	189,419	146,129	129,073	126,813	155,414	167,091	280,685
Lumber, Building Hardware	427,538	521,083	487,811	333,231	330,907	327,788	328,083	356,122	424,667	437,311
Automobile and Filling Stations	268,209	309,339	375,232	398,959	367,702	370,141	358,391	420,017	470,265	498,781
Drugs and Miscellaneous Retail	494,493	539,994	519,191	573,701	605,226	620,879	619,096	597,039	650,266	668,960
Agriculture and All Others	675,807	694,664	806,115	848,786	826,277	828,828	806,753	965,731	921,156	827,135
Manufacturers	276,357	270,650	256,315	247,654	231,077	258,005	278,588	268,106	335,057	268,080
Total	\$ 3,437,037	\$ 3,674,860	\$ 3,832,934	\$ 3,738,698	\$ 3,750,191	\$ 3,877,022	\$ 4,080,253	\$ 4,720,863	\$ 5,005,611	\$ 5,112,479

HomeRule Sales Taxes

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Merchandise	\$ -	\$ -	\$ 60,902	\$ *	\$ *	\$ 10,349	\$ 88,017	\$ 296,306	\$ 372,585	\$ 480,030
Food	-	-	138,942	151,073	176,603	175,229	196,030	181,422	205,642	217,619
Drinking and Eating Places	-	-	248,632	245,442	269,112	264,630	277,452	300,533	377,583	454,353
Apparel	-	-	21,949	*	*	43,116	60,542	60,734	71,355	75,796
Furniture & H.H. & Radio	-	-	154,982	140,953	109,024	96,095	94,925	116,476	145,825	280,466
Lumber, Building Hardware	-	-	329,308	248,685	247,224	244,634	244,756	265,570	369,047	434,884
Automobile and Filling Stations	-	-	237,928	245,893	218,476	217,316	211,496	261,514	345,581	401,740
Drugs and Miscellaneous Retail	-	-	263,361	271,057	288,711	307,150	319,301	299,972	380,527	421,832
Agriculture and All Others	-	-	550,259	616,674	592,873	597,527	584,150	705,505	787,246	813,599
Manufacturers	-	-	178,703	185,054	171,144	189,585	205,590	199,261	283,430	265,562
Total	\$ -	\$ -	\$ 2,184,964	\$ 2,104,831	\$ 2,073,167	\$ 2,145,631	\$ 2,282,260	\$ 2,687,294	\$ 3,338,821	\$ 3,845,881

Village Direct Sales Tax Rate	1.262%	1.173%	1.158%	1.142%	1.138%	1.127%	1.140%	1.137%	1.127%	1.118%
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Source: Illinois Department of Revenue

* Blank categories have less than 4 taxpayers, therefore no data is shown to protect the confidentiality of individual taxpayers. Totals include censored data.

Data Source

Illinois Department of Revenue

Village of Mundelein, Illinois

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

April 30, 2008

Tax Rate per \$100 of EAV

Fiscal Year		Village Direct Rate*		Overlap Rate
1999	\$	1.262	\$	8.340
2000		1.173		8.288
2001		1.158		8.483
2002		1.142		8.495
2003		1.138		8.719
2004		1.127		9.125
2005		1.140		8.947
2006		1.137		8.328
2007		1.127		8.061
2008		1.118		7.887

*Fremont Township

Data Source

Lake County Clerk's Office

Village of Mundelein, Illinois

Property Tax Assessed Valuations, Rates and Extensions

Last Ten Levy Years

April 30, 2008

Tax Levy Year	1998		1999		2000		2001		2002	
Assessed Valuations	\$533,056,308		\$546,309,205		\$572,772,441		\$610,039,950		\$654,017,145	
Percentage Increase from Prior Year	3.5289%		2.4862%		4.8440%		6.5065%		7.2089%	
	Rate	Amount								
Tax Extensions										
General	\$ 0.5250	2,798,546	0.6860	3,747,681	0.6330	3,625,649	0.6290	3,837,151	\$ 0.6270	4,100,687
Fire Protection	0.1320	703,634	-	-	-	-	-	-	-	-
Road and Bridge -										
Libertyville Township	0.0540	108,211	0.0560	112,559	0.0770	160,678	0.0790	176,497	0.0800	188,963
Fremont Township	0.0500	142,941	0.0490	145,819	0.0710	223,152	0.0750	250,720	0.0760	274,669
Vernon Hills Township	0.0630	29,473	0.0620	29,588	0.0840	41,834	0.0880	46,053	0.0890	50,203
Illinois Municipal Retirement	0.0390	207,892	0.0450	245,839	0.0430	246,292	0.0350	213,514	0.0340	222,366
Social Security	0.0950	506,404	0.0990	540,846	0.1110	635,777	0.1090	664,943	0.1080	706,338
Municipal Audit										
Debt Service	0.3130	1,668,466	0.1840	1,005,209	0.1870	1,071,084	0.1720	1,049,269	0.1580	1,033,347
Police Pension	0.0690	367,809	0.0760	415,195	0.0740	423,852	0.0830	506,333	0.0900	588,615
Firefighters' Pension	0.0390	207,892	0.0340	185,745	0.0390	223,381	0.0390	237,916	0.0450	294,308
Total Extension	<u>6,741,268</u>		<u>6,428,481</u>		<u>6,651,699</u>		<u>6,982,396</u>		<u>7,459,496</u>	
Libertyville Township	1.2660		1.1800		1.1640		1.1460		1.1420	
Fremont Township	1.2620		1.1730		1.1580		1.1420		1.1380	
Vernon Hills Township	1.2750		1.1860		1.1710		1.1550		1.1510	
Uncollectible Provision	<u>1%</u>									

The Illinois Department of Revenue has established a multiplier for the 1999 tax year of 1.000 for Lake County.

Village of Mundelein, Illinois

Property Tax Assessed Valuations, Rates and Extensions (Continued)

Last Ten Levy Years

April 30, 2008

Tax Levy Year	2003		2004		2005		2006		2007	
Assessed Valuations	\$708,333,517		\$757,237,472		\$805,496,344		\$852,237,899			
Percentage Increase from Prior Year	8.3050%		6.9041%		6.3730%					
	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount
Tax Extensions										
General	\$ 0.5930	4,200,418	0.5480	4,149,661	0.5410	4,357,735	0.5390	4,593,562	0.5240	4,761,830
Fire Protection	-	-	-	-	-	-	-	-	-	-
Road and Bridge -										
Libertyville Township	0.0760	198,973	0.0780	214,854	0.0810	236,543	0.0600	262,658	0.0870	279,411
Fremont Township	0.0720	279,814	0.0810	341,627	0.0840	377,717	0.0900	431,399	0.0950	489,303
Vernon Hills Township	0.0840	48,633	0.0870	52,322	0.0900	57,424	0.0950	64,115	0.0970	70,352
Illinois Municipal Retirement	0.0450	318,750	0.0730	552,783	0.0710	571,902	0.0710	605,089	0.0780	708,822
Social Security	0.0990	701,250	0.0980	742,093	0.1130	910,211	0.1120	954,506	0.1080	981,446
Municipal Audit										
Debt Service	0.1760	1,246,667	0.1820	1,378,172	0.1710	1,377,399	0.1620	1,380,625	0.1500	1,363,119
Police Pension	0.0930	658,750	0.1080	817,816	0.1070	861,881	0.1040	886,327	0.1140	1,035,971
Firefighters' Pension	0.0490	347,083	0.0500	378,619	0.0500	402,748	0.0490	417,597	0.0490	445,286
Total Extension	8,000,338		8,627,947		9,153,561		9,595,878		10,135,540	
Libertyville Township	1.1310		1.1370		1.1340		1.1230		1.1100	
Fremont Township	1.1270		1.1400		1.1370		1.1270		1.1180	
Vernon Hills Township	1.1390		1.1460		1.1430		1.1320		1.1200	
Uncollectible Provision	<u>1%</u>		<u>1%</u>		<u>1%</u>		<u>1%</u>		<u>1%</u>	

The Illinois Department of Revenue has established a multiplier for the 1999 tax year of 1.000 for Lake County.

Data Source:

Lake County Tax Extension Office

Village of Mundelein, Illinois

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

April 30, 2008

Fiscal Year Ended	Governmental	Business-Type	Total Primary Government	Percentage of Personal Income*	Per Capita*	Population	Per Capita Personal Income	Personal Income
	Activities General Obligation Bonds	Activities IEPA Note Payable						
1999	\$ 16,840,000	\$ 5,201,195	\$ 22,041,195	3.77 %	\$ 787	28,012	\$ 20,887	\$ 585,086,644
2000	16,265,000	4,999,281	21,264,281	3.63	759	28,012	20,887	585,086,644
2001	15,670,000	4,791,490	20,461,490	2.98	661	30,935	22,230	687,685,050
2002	15,050,000	4,577,650	19,627,650	3.12	634	30,935	20,342	629,279,770
2003	14,380,000	4,357,586	18,737,586	2.88	606	30,935	21,010	649,944,350
2004	13,690,000	4,131,115	17,821,115	2.19	576	30,935	26,280	812,971,800
2005	12,955,000	3,898,052	16,853,052	2.07	545	30,935	26,280	812,971,800
2006	17,200,000	3,658,206	20,858,206	2.12	556	30,935	26,280	812,971,800
2007	16,470,000	3,411,377	19,881,377	2.45	643	30,935	26,280	812,971,800
2008	15,620,000	3,285,282	18,905,282	2.33	611	30,935	26,280	812,971,800

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

* See the Schedule of Demographic and Economic Statistics on page 126 for personal income and population data.

Village of Mundelein, Illinois

Ratios of General Bonded Debt Outstanding

Last Five Fiscal Years

April 30, 2008

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita	Equalized Assessed Value
2004	\$ 13,690,000	\$ 683,824	\$ 13,006,176	1.93 %	\$ 420	\$ 708,333,517
2005	12,955,000	565,828	12,389,172	1.71	400	757,237,472
2006	17,200,000	622,723	16,577,277	2.14	536	805,496,344
2007	16,470,000	769,900	15,700,100	1.93	508	852,237,899
2008	15,620,000	836,684	14,783,316	1.72	478	908,746,131

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

Information has been presented for as many years as is available.

* See the Schedule of Assessed Value and estimated Actual Value of Taxable Property on page 114 for property value data.

Village of Mundelein, Illinois

Direct and Overlapping Governmental Bonded Debt

April 30, 2008

Governmental Unit	Equalized Assessed Value	Net Bonded Debt	Percentage of Debt Applicable to the Village of Mundelein	Village of Mundelein Share of Debt
Overlapping Debt:				
Lake County ⁽¹⁾	\$ 29,368,109,714	\$ -	3.092 %	\$ -
Lake County Forest Preserve District ⁽²⁾	29,368,109,714	171,514,438	3.092	5,303,226
Central Lake County Joint Action Water Agency	7,674,710,430	26,060,000	11.831	3,083,159
Mundelein Park District	1,026,674,363	3,920,000	88.475	346,820
Vernon Hills Park District ⁽¹⁾	1,235,969,670	852,669	0.001	9
Fremont Public Library District	1,251,091,698	7,630,000	50.132	3,825,072
Countryside Fire Protection District	1,788,503,017	4,915,000	0.014	688
Vernon Area Public Library District				
School Districts:				
#70 ^{(1) (2)}	1,071,370,592	9,794,172	0.039	3,820
#73 ⁽²⁾	1,378,475,154	36,821,473	14.926	5,495,973
#75 ⁽²⁾	418,647,268	13,258,730	98.787	13,097,902
#76 ⁽²⁾	321,534,003	7,085,125	35.490	2,514,511
#79	849,735,364	30,075,000	20.553	6,181,315
High School District #120 ⁽²⁾	1,452,730,998	9,524,888	60.791	5,790,275
High School District #125 ⁽²⁾	3,768,881,278	34,012,053	0.617	209,854
High School District #128 ⁽³⁾	3,057,390,684	38,985,000	0.072	28,069
Community College #532 ^{(1) (2)}	27,923,448,370	9,157,475	3.252	297,801
		403,606,023		46,178,494
Direct Debt:				
Village of Mundelein	\$ 908,746,131	\$ 15,620,000	100.00 %	\$ 15,620,000
Total Direct and Overlapping Debt		\$ 419,226,023		\$ 61,798,494
Direct and overlapping bonded debt per capita				\$ 1,998
Population				30,935

(1) Excludes outstanding principal amounts of General Obligation Alternate Revenue Source Bonds.

(2) Includes outstanding original principal amounts of Capital Appreciation bonds.

(3) Excludes Certificates

Data Source

Lake County Clerk's Office

Village of Mundelein, Illinois

Schedule of Legal Debt Margin

April 30, 2008

The Village is a home rule municipality.

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent:...indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.

To date the General Assembly has set no limits for home rule municipalities.

Village of Mundelein, Illinois

Demographic and Economic Information

Last Ten Fiscal Years

April 30, 2008

Fiscal Year	Population	Personal Income* (thousands of dollars)	Per Capita Personal Income	Median Age	Unemployment Rate
1999	28,012	\$ 585,087	\$ 20,887	31.80	3.4 %
2000	28,012	585,087	20,887	31.80	3.6
2001	30,935	687,685	22,230	31.70	4.8
2002	30,935	629,280	20,342	31.70	5.9
2003	30,935	649,944	21,010	31.70	6.5
2004	30,935	812,972	26,280	31.70	5.9
2005	30,935	812,972	26,280	31.70	6.3
2006	30,935	812,972	26,280	31.70	5.0
2007	30,935	812,972	26,280	31.70	4.2
2008	30,935	812,972	26,280	31.70	5.0

Data Source

Village Records

U.S. Census Bureau

Village of Mundelein, Illinois

Principal Employers
 Last Two Fiscal Years
 April 30, 2008

Employer	Type of Business	2007			2008		
		Rank	Employees	Percentage of Total City Population	Rank	Employees	Percentage of Total City Population
Medline Industries	Hospital Supplies	1	3,000	9.70 %	1	2,085	6.74 %
Amcor Flexibles Healthcare, Inc.	Flexible Polyethylene Packaging	2	300	0.97	2	300	0.97
Mundelein Elementary School #75	Public Elementary Schools	3	267	0.86	3	267	0.86
Mundelein High School #120	Public High School	6	195	0.63	4	206	0.67
University of St. Mary of the Lake	Seminary / School for the Priesthood	4	227	0.73	5	202	0.65
McLean-Fogg Co.	Industrial Fasteners (Plant and Offices)	-	-	-	6	200	0.65
Village of Mundelein	Village Government	7	182	0.59	7	183	0.59
ETX Transmissions, Inc.*	Rebuilt Transmissions	5	221	0.71	8	140	0.45
US Music Corporation	Musical Instruments and Sound Equipment	9	140	0.45	9	140	0.45
Carter Hoffmann Co.	Food Service Equipment	10	130	0.42	10	115	0.37
Dominicks	Supermarket	8	180	0.58	-	-	-
Total			<u>4,842</u>			<u>3,838</u>	

Population 30,935

*ETX Transmissions acquired the assets of Accurate Transmissions during FYE08

Data Sources

2008 Municipal Research

Village of Mundelein, Illinois

Full-Time Equivalent Employees

Last Ten Budget Years

April 30, 2008

Function/Program	Full-time Equivalent as of April 30th									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Government										
Administration	10	12	12	11	11	13	13	13	12	17
Community Development	7	7	7	8	8	12	12	13	13	9
Engineering	5	5	5	5	5	5	5	6	6	6
Finance	7	7	7	7	7	7	7	9	10	10
Public Safety										
Police										
Officers	40	45	45	45	45	45	45	48	51	54
Civilians	11	14	15	17	17	17	17	17	18	18
Fire										
Firefighters/Paramedics and Officers	24	24	24	24	24	24	22	23	23	23
Civilians	2	2	2	2	2	2	2	2	2	2
Contractual	0	0	0	0	0	0	2	2	4	4
Public Works										
Administration	6	6	6	6	6	6	6	6	6	6
Facility	3	4	4	4	4	3	4	4	4	4
Vehicle	3	4	4	4	4	4	4	4	4	4
Street	11	11	11	11	11	12	11	11	12	12
Water	12	12	12	12	12	12	12	12	12	12
Wastewater	10	13	13	13	13	13	13	13	13	13
Total	151	166	167	169	169	175	175	183	190	194

Data Source

Village Records

Village of Mundelein, Illinois

Operating Indicators
Last Four Calendar Years
April 30, 2008

Function/Program	2004	2005	2006	2007
General Government				
Administration				
Registered Voters ⁽¹⁾	14,128	14,252	15,725	16,726
Votes Cast in Last Election	3,961	4,746	8,319	1,385
Public Safety				
Police				
CALEA Accreditation	Yes	Yes	Yes	Yes
Arrests	2,246	1,686	1,969	1,954
Ordinance Citations	6,026	5,301	4,204	3,901
Traffic Citations	12,248	10,778	12,144	12,446
Part I Incidents ⁽²⁾	489	522	615	533
Part II Incidents ⁽²⁾	2,728	2,210	3,348	3,725
Service Incidents	14,249	14,986	14,954	15,410
Fire				
Emergency Responses	1,550	1,690	3,135	3,259
Fire Responses	1,379	1,359	1,335	1,402
Patients Transported	1,360	1,455	1,515	1,734
Public Works				
Streets				
Street Resurfaced (Sq. Yds.)	N/A*	33,598	60,581	27,252
Sidewalk Replaced (Sq. Ft.)	4,507	12,087	10,687	1,432
Work Orders Processed	6,222	4,518	6,396	7,357
Water				
Average Daily Demand (MGD)	2.600	2.821	2.670	2.733
Highest Daily Demand (MGD)	3.950	5.304	4.550	4.444
Date of Highest Daily Demand	08/01/04	06/23/05	07/16/06	06/17/07
Lake Water Allocation	3.000	3.071	3.133	3.195
Average Residential Usage	16.5	17.2	14.6	14.8
Watermain Breaks	24	43	16	22
Meters Converted to RF	979	890	1,330	1,456
Wastewater				
Total Volume (MG)	1297.63	1,202.32	1,438.87	1,427.90
Biological Oxygen Demand (lbs)	1,234,424	1,333,838	1,226,882	1,463,223
Suspended Solids (lbs)	1,553,460	1,533,778	1,443,308	1,247,519
Average Daily Flow	3.550	3.290	3.940	3.910
Average Dry Weather Flow (MGD)	2.76	2.55	3.08	2.90
Highest Daily Flow	11.95	12.10	14.80	18.53
Date of Highest Daily Flow	05/22/04	01/12/05	03/12/06	08/19/07
Work Orders Processed	4,963	5,649	4,768	5,929

(MGD) Million gallons per day.

(1) Municipal elections occur every two years.

(2) Categorized based upon I-UCR Crime Index where Part I includes: murder, criminal sexual assault, robbery, aggravated assault/battery, burglary, theft, motor vehicle theft, and arson. Part II includes all other activities.

* Information not available due to implementation of GASB 34 in this year

Data Source

Various Village Departments

Village of Mundelein, Illinois

Capital Asset Statistics

Last Four Fiscal Years

April 30, 2008

Function/Program	2005	2006	2007	2008
General Government				
Metra Stations	1	1	1	1
Metra Parking Spots	295	522	522	522
Public Safety				
Police				
Stations	1	1	1	1
Patrol Districts	4	4	4	4
Patrol Units	16	16	16	16
Fire				
Stations	2	2	2	2
ISO Rating	3	3	3	3
Fire Apparatus	5	5	5	5
Rescue Apparatus	4	4	4	4
Public Works				
Streets				
Streets (miles)	80.9	80.9	82.3	84.3
Streetlights	1400	1400	1400	1400
Traffic Signals*	5	5	5	5
Curbs (Miles)	132.1	132.2	133.2	138.3
Sidewalks (Miles)	109.9	110.2	110.2	114.6
Water				
Water Mains (miles)	100.2	100.2	100.2	101.7
Fire Hydrants	1500	1500	1405	1430
Buster Pump Stations	1	1	1	1
Ground Storage	3	3	4	4
Elevated Storage***	4	4	3	4
Storage Capacity**	5.75	5.75	5.5	6.75
Wastewater				
Sanitary Sewers (miles)	166.2	166.2	166.2	167.5
Storm Sewers (miles)	87.1	87.1	87.1	87.8
Treatment Capacity**	4.95	4.95	4.95	4.95

* Village Owned

** Millions of Gallons

*** Winchester Tower being replaced and out of service during 2007

Information has been presented for as many years as is available.

Data Source

Various Village Departments

Village of Mundelein, Illinois

Miscellaneous Statistics
 Waterworks and Sewerage Fund
 April 30, 2008

Fiscal Year	2000	2001	2002	2003	2004	2005	2006	2007	2008
Number of Users									
Water Users	9,306	9,415	9,495	9,545	9,572	9,629	9,765	9,777	10,109
Water and Sewer Users	9,311	9,422	9,502	9,553	9,580	9,637	9,774	9,786	10,113
Increase in Users	239	111	80	51	27	57	137	12	327
Users by Class									
Residential	7,298	7,344	7,451	7,473	7,477	7,562	7,670	7,687	7,867
Senior Citizen	895	915	897	922	923	916	915	901	958
Commercial	804	836	846	849	867	893	921	920	761
Apartment Buildings	147	145	143	143	144	142	143	142	144
Industrial	72	72	71	71	72	72	70	71	62
Other	95	110	94	95	97	52	55	65	321
Total Users by Class	9,311	9,422	9,502	9,553	9,580	9,637	9,774	9,786	10,113
Billing Units by Class ⁽¹⁾									
Residential ⁽²⁾	839,376	822,394	816,334	857,069	809,960	802,138	854,644	781,173	788,802
Business ⁽³⁾	378,172	408,450	368,035	371,498	344,843	344,334	360,990	343,973	350,969
Industrial	45,413	37,158	39,702	46,362	40,839	38,323	39,389	36,490	55,433
Other	18,480	33,473	38,745	20,729	20,555	18,207	27,817	21,308	29,745
Total Billing Units	1,281,441	1,301,475	1,262,816	1,295,658	1,216,197	1,203,002	1,282,840	1,182,944	1,224,949
Rate History Per Billing Unit ⁽⁴⁾									
Ordinance Number	99-6-35	00-4-17	01-06-29	02-05-22	03-04-12	04-04-17	05-04-25	06-05-43	07-05-28
Effective Date	07/01/99	07/01/00	07/01/01	07/01/02	06/01/03	06/01/04	06/01/2005	06/01/2006	06/01/2007
Water	1.212	1.215	1.241	1.200	1.288	1.442	1.376	1.472	1.598
Watermain	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Sewer	1.368	1.232	1.448	1.423	1.491	1.600	1.629	1.73	1.993
CLCJAWA	1.260	1.473	1.232	1.565	1.595	1.519	1.754	1.685	1.701
Combined Rate	3.84	3.92	3.92	4.19	4.37	4.56	4.759	4.95	5.29
Pumped vs. Billed									
Total Gallons of Water									
Pumped	1,014,233,000	996,665,000	1,007,150,000	1,014,587,000	956,103,000	954,241,000	1,051,235,000	972,699,000	992,388,000
Total Gallons of Water Billed	961,080,750	976,106,250	947,112,000	971,743,500	912,147,750	902,597,250	965,131,500	887,208,000	918,711,750
Gallons Pumped but not Billed	53,152,250	20,558,750	60,038,000	42,843,500	43,955,250	51,643,750	86,103,500	85,491,000	73,676,250
Percentage of Unbilled	5.2%	2.1%	6.0%	4.2%	4.6%	5.4%	8.2%	8.8%	7.4%

(1) Billing unit equals 100 cubic feet, or 750 gallons

(2) Residential includes residential and senior citizen classes

(3) Business includes commercial and apartment building classes

(4) Annualized inside the Village rates only

Data Source

Village Records

Village of Mundelein, Illinois

Number of Residential Units and Equalized Assessed Value - By Subdivision
April 30, 2008

Subdivision	Number of Residential Units	2007 Equalized Assessed Value	
		Total	Average
Hampton Reserve	93	\$ 14,829,909	\$ 159,461
Woodlands	64	9,025,894	141,030
Concord	99	12,913,090	130,435
Town & Country	242	31,537,934	130,322 *
Cambridge Country Side	470	61,110,395	130,022 *
Cambridge North	158	19,669,328	124,489 *
Tullamore	358	37,261,396	104,082 *
Pasquinelli - Cardinal Terrace	181	18,458,232	101,979 *
Loch Lomond	147	14,809,638	100,746 *
Cambridge Country	568	50,912,732	89,635 *
Cambridge West	1,111	98,640,873	8,878 *
Mundelein Heights	535	46,958,715	87,773 **
Other Miscellaneous	146	10,630,270	72,810 ***
Lakewood Village	2,123	153,860,171	72,473 *
Insignia Ridge	386	27,909,660	72,305 *
Mundelein Home Crest	74	5,291,677	71,509
FairHaven	285	19,987,418	70,131 *
Mundelein Station	148	10,291,932	69,540 *
Mundelein Gardens	247	17,169,329	69,511 *
Western Slope	166	10,855,111	65,392 *
LakeWood Heights	350	22,746,664	64,990 *
Cardinal Terrace	410	26,532,045	64,712 *
Superior Homes	133	8,591,707	64,599 *
Woodhaven	137	8,602,111	62,789 *
North Shore Park	206	12,436,479	60,371 *
Diamond Lake	196	11,647,750	59,427
Mundelein Manor	205	12,107,783	59,062
Diamond Lake	219	11,123,787	50,794
	9,457	\$ 785,912,030	

* Relevant Range

** Average

*** Median

Note: Includes R1, R2 and R3 County Residential Zoning Classifications.

Data Source

Lake County Aggregate Property Tax Information Database

Village of Mundelein, Illinois

Number of Taxpayers, Equalized Assessed Value and
Property Taxes Billed - By Zoning Classification
April 30, 2008

Zoning Classifica- tion	Number of Taxpayers	2007 Equalized Assessed Value		Property Taxes Billed		Village of Mundelein	
		Total	Average	Total	Average	Total	Average
		C5	57	\$ 19,226,069	338,001	\$ 1,444,217	\$ 25,337
C6	428	96,100,767	224,535	8,298,905	17,054	861,271	2,012
C7	18	12,770,236	709,458	969,798	53,878	114,436	6,358
F	19	4,789,239	252,065	334,135	17,586	39,428	2,075
FF	11	1,457,604	132,509	101,804	9,255	12,013	1,092
I	188	64,835,719	344,871	4,749,600	25,264	560,453	2,981
MH	1	115,038	115,038	8,403	8,403	992	992
O	8	1,323,544	165,443	36,444	4,555	4,300	538
OP	4	-	-	-	-	-	-
R1	8,917	721,057,750	80,863	50,739,832	5,690	5,987,300	671
R2	22	1,610,757	73,216	119,414	5,428	14,091	640
R3	258	16,987,226	65,842	1,214,288	4,707	143,286	555
SC	16	4,360,439	272,527	327,071	20,442	38,594	2,412
SI	3	60,372	20,124	4,357	1,452	514	171
SR	156	21,250,624	136,222	1,536,465	9,849	181,303	1,162
	<u>10,106</u>	<u>\$ 965,945,384</u>		<u>\$ 69,884,733</u>		<u>\$ 8,128,399</u>	

County Zoning Classifications

C5	Commercial Residence - Apartments		
C6	Commercial Business	\$ (41,516,856)	Homestead
C7	Commercial Office	(16,824,192)	Other
F	Farm Homesite - land not being farmed	1,101,795	Railroad
FF	Farm Land Being Farmed	<u>\$ 908,746,131</u>	
I	Industrial		
MH	Model Home		
O	Other - cannot be classified		
OP	Open Space		
R1	Single Family Residential		
R2	2 and 3 Unit Residential		
R3	Multi-Family Residential		
SC	Subdivided Commercial - not assessed at full value until actually developed and sold		
SI	Subdivided Industrial - not assessed at full value until actually developed and sold		
SR	Subdivided Residential - not assessed at full value until actually developed and sold		

Note: No veteran exemptions.

Data Source:

Lake County Aggregate Property Tax Information Database

Village of Mundelein, Illinois

Equalized Assessed Value Per Township
By General Zoning Classification
April 30, 2008

General Zoning Classification	All Townships		Fremont Township		Libertyville Township		Vernon Township	
	Equalized Assessed Value	Percent of Total						
Residential	\$ 713,873,678	78.6 %	\$ 470,299,442	92.0 %	\$ 214,319,056	66.4 %	\$ 29,255,180	39.3 %
Commercial	129,976,362	14.3	41,141,478	8.0	55,803,031	17.3	33,031,853	44.3
Industrial	64,896,091	7.1	-	0.0	52,711,336	16.3	12,184,755	16.4
	<u>\$ 908,746,131</u>	<u>100.0 %</u>	<u>\$ 511,440,920</u>	<u>100.0 %</u>	<u>\$ 322,833,423</u>	<u>100.0 %</u>	<u>\$ 74,471,788</u>	<u>100.0 %</u>
Percent of Total		<u>100.0 %</u>		<u>56.3 %</u>		<u>35.5 %</u>		<u>8.2 %</u>

Note: Prior to 2001, the Total EAV of All Townships did not include exemptions.

Data Source

Lake County Aggregate Property Tax Information Database

Village of Mundelein, Illinois

Property Value and Construction
Last Ten Calendar Years

Calendar Year	Multi-Family Construction		Residential Construction		Total Value of all Building Permits	Estimated Actual Property Value
	Number Of Units	Value (1)	Number of Units	Value (1)		
1998	-	\$ -	18	\$ 2,519,858	\$ 4,646,166	\$ 1,776,676,675
1999	-	-	120	13,723,108	36,726,183	1,820,848,580
2000	56	4,367,164	62	8,695,154	43,661,946	1,909,050,546
2001	42	3,405,848	12	2,416,900	29,345,235	2,033,263,153
2002	15	1,218,411	11	1,149,001	15,763,235	2,179,839,144
2003	2	160,000	13	1,764,050	46,900,653	2,360,875,612
2004	6	480,000	42	7,634,300	33,718,676	2,524,124,906
2005	12	1,680,000	72	14,773,873	22,233,913	2,684,987,813
2006	84	19,003,000	19	3,166,732	63,571,993	2,840,792,996
2007	-	-	403	47,989,249	83,179,214	3,029,153,770

(1) Exclusive of Land Values.

Data Source
Village Records

Village of Mundelein, Illinois

Mundelein Tax Increment Finance Area #2

TIF Incremental Increase

Last Five Levy Years

April 30, 2008

Levy Year	EAV TIF Base	Annual EAV Incremental Increase	Total EAV TIF	Extension
2003	\$ 8,313,815	\$ -	\$ 8,313,815	\$ -
2004	-	117,306	8,431,121	10,309
2005	-	2,237,311	10,668,432	182,621
2006	-	1,792,419	10,106,234	147,060
2007	-	1,690,995	10,004,810	130,933

Data Source

Lake County Clerk's Office